



RBC Global
Asset Management

RBC FUNDS AND RBC PRIVATE POOLS

2014 Semi-Annual Financial Statements



MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING	3	BALANCED FUNDS AND PORTFOLIO SOLUTIONS (cont.)	
RBC FUNDS		RBC Select Growth Portfolio	362
MONEY MARKET FUNDS		RBC Select Aggressive Growth Portfolio	369
RBC Canadian T-Bill Fund	4	RBC Select Choices Conservative Portfolio	376
RBC Canadian Money Market Fund	10	RBC Select Choices Balanced Portfolio	382
RBC Premium Money Market Fund	16	RBC Select Choices Growth Portfolio	388
RBC \$U.S. Money Market Fund	22	RBC Select Choices Aggressive Growth Portfolio	394
RBC Premium \$U.S. Money Market Fund	28	RBC Target 2015 Education Fund	401
FIXED-INCOME FUNDS		RBC Target 2020 Education Fund	407
RBC Canadian Short-Term Income Fund	34	RBC Target 2025 Education Fund	413
RBC Monthly Income Bond Fund	44	RBC Target 2030 Education Fund	419
RBC Bond Fund	51	CANADIAN EQUITY FUNDS	
RBC Advisor Canadian Bond Fund	69	RBC Canadian Dividend Fund	425
RBC Canadian Government Bond Index Fund	77	RBC Canadian Equity Fund	435
RBC Global Bond Fund	83	RBC QUBE Canadian Equity Fund	445
RBC \$U.S. Investment Grade Corporate Bond Fund	101	RBC QUBE Low Volatility Canadian Equity Fund	452
RBC Global Corporate Bond Fund	110	RBC Jantzi Canadian Equity Fund	459
RBC High Yield Bond Fund	133	RBC Canadian Index Fund	466
RBC \$U.S. High Yield Bond Fund	143	RBC O'Shaughnessy Canadian Equity Fund	474
RBC Global High Yield Bond Fund	151	RBC O'Shaughnessy All-Canadian Equity Fund	482
RBC Monthly Income High Yield Bond Fund	166	RBC Canadian Equity Income Fund	490
RBC Emerging Markets Bond Fund	172	RBC Canadian Small & Mid-Cap Resources Fund	499
BlueBay Global Monthly Income Bond Fund	183	NORTH AMERICAN EQUITY FUNDS	
BlueBay Emerging Markets Corporate Bond Fund	201	RBC North American Value Fund	505
BlueBay Global Convertible Bond Fund (Canada)	212	RBC North American Growth Fund	514
MANAGED PAYOUT SOLUTIONS		U.S. EQUITY FUNDS	
RBC Managed Payout Solution	225	RBC U.S. Dividend Fund	524
RBC Managed Payout Solution – Enhanced	231	RBC U.S. Equity Fund	534
RBC Managed Payout Solution – Enhanced Plus	237	RBC U.S. Equity Currency Neutral Fund	542
BALANCED FUNDS AND PORTFOLIO SOLUTIONS		RBC QUBE U.S. Equity Fund	551
RBC Monthly Income Fund	249	RBC QUBE Low Volatility U.S. Equity Fund	558
RBC U.S. Monthly Income Fund <i>formerly, RBC \$U.S. Income Fund</i>	263	RBC U.S. Equity Value Fund	566
RBC Balanced Fund	277	RBC U.S. Index Fund	573
RBC Global Balanced Fund	296	RBC U.S. Index Currency Neutral Fund	583
RBC Jantzi Balanced Fund	315	RBC O'Shaughnessy U.S. Value Fund	589
RBC Balanced Growth & Income Fund	331	RBC U.S. Mid-Cap Equity Fund	597
RBC Select Very Conservative Portfolio	341	RBC U.S. Mid-Cap Equity Currency Neutral Fund	606
RBC Select Conservative Portfolio	348	RBC U.S. Mid-Cap Value Equity Fund	613
RBC Select Balanced Portfolio	355	RBC U.S. Small-Cap Core Equity Fund	620
		RBC O'Shaughnessy U.S. Growth Fund	627
		RBC O'Shaughnessy U.S. Growth Fund II	635
		RBC Life Science and Technology Fund	643



INTERNATIONAL EQUITY FUNDS

RBC International Dividend Growth Fund	651
RBC International Equity Fund	659
RBC International Index Currency Neutral Fund	668
RBC O'Shaughnessy International Equity Fund	674
RBC European Equity Fund	683
RBC Asian Equity Fund	693
RBC Asia Pacific ex-Japan Equity Fund	702
RBC Japanese Equity Fund	711
RBC Emerging Markets Dividend Fund	718
RBC Emerging Markets Equity Fund	726
RBC Emerging Markets Small-Cap Equity Fund	734

GLOBAL EQUITY FUNDS

RBC Global Dividend Growth Fund	742
RBC Global Equity Fund	753
RBC Global Equity Focus Fund	760
RBC QUBE Global Equity Fund	767
RBC QUBE Low Volatility Global Equity Fund	775
RBC Jantzi Global Equity Fund	784
RBC O'Shaughnessy Global Equity Fund	794
RBC QUBE All Country World Equity Fund	803
RBC QUBE Low Volatility All Country World Equity Fund	810
RBC Global Energy Fund	818
RBC Global Precious Metals Fund	826
RBC Global Resources Fund	834
RBC Global Technology Fund	843

RBC PRIVATE POOLS

FIXED INCOME

RBC Private Short-Term Income Pool	851
RBC Private Canadian Bond Pool	860
RBC Private Canadian Corporate Bond Pool	869

BALANCED

RBC Private Income Pool	879
-------------------------	-----

CANADIAN EQUITY

RBC Private Canadian Dividend Pool	887
RBC Private Canadian Growth and Income Equity Pool	894
RBC Private Canadian Equity Pool	900
RBC Private Canadian Growth Equity Pool	907
RBC Private Canadian Mid-Cap Equity Pool	913

U.S. EQUITY

RBC Private U.S. Equity Pool	920
RBC Private U.S. Large-Cap Value Equity Pool	928
RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool	935
RBC Private U.S. Growth Equity Pool	941
RBC Private O'Shaughnessy U.S. Growth Equity Pool	947
RBC Private U.S. Large-Cap Core Equity Pool	955
RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool	962
RBC Private U.S. Small-Cap Equity Pool	968

INTERNATIONAL AND GLOBAL EQUITY

RBC Private International Equity Pool	974
RBC Private EAFE Equity Pool	982
RBC Private Overseas Equity Pool	990
RBC Private World Equity Pool	997

GENERIC NOTES TO FINANCIAL STATEMENTS	1004
--	------

THE ROLE OF THE BOARD OF GOVERNORS	1010
---	------

PLEASE CALL US	Inside Back Cover
-----------------------	-------------------



The accompanying financial statements have been prepared by RBC Global Asset Management Inc. ("RBC GAM") as manager of the RBC Funds and the RBC Private Pools (the "Funds") and approved by the Board of Directors of RBC GAM. We are responsible for the information contained within the financial statements.

We have maintained appropriate procedures and controls to ensure that timely and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") (and they include certain amounts that are based on estimates and judgments). The significant accounting policies, which we believe are appropriate for the Funds, are described in Note 3 to the financial statements.

Although the Board of Directors of RBC GAM is solely responsible for approving the financial statements and overseeing management's financial reporting responsibilities, the Financial Advisory Committee of the Board of Governors provides advice to RBC GAM concerning financial reporting, the audit process and internal controls. Please see *The Role of the Board of Governors* at the end of this report.

John S. Montalbano, CFA
Chief Executive Officer
RBC Global Asset Management Inc.

Frank Lippa, CPA, CA
Chief Financial Officer and Chief Operating Officer
RBC Global Asset Management Inc.

August 12, 2014

Unaudited Semi-Annual Financial Statements

The accompanying semi-annual financial statements have not been reviewed by the external auditors of the Funds. The external auditors will be auditing the annual financial statements of the Funds in accordance with Canadian generally accepted auditing standards.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN T-BILL FUND

June 30, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
FEDERAL OBLIGATIONS*			
50 000	Canada Housing Trust No. 1	\$ 50 425	
102 000	Government of Canada Treasury Bills	101 419	
		151 844	31.3
PROVINCIAL OBLIGATIONS*			
9 460	Alberta Capital Finance Authority	9 485	
9 510	Financement-Québec	9 513	
105 000	Province of British Columbia	104 744	
9 510	Province of New Brunswick	9 523	
8 000	Province of Newfoundland	7 980	
36 530	Province of Nova Scotia	36 521	
117 800	Province of Ontario	117 256	
20 900	Province of Quebec	20 699	
8 110	Province of Saskatchewan	8 091	
		323 812	66.6
TERM DEPOSITS†			
9 600	Canadian Imperial Bank of Commerce	9 600	
		9 600	2.0
TOTAL INVESTMENTS		485 256	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		629	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 485 885	100.0

* Investments, which are grouped by issuer, earn interest at rates ranging from 0.94% to 1.29% and mature between July 2, 2014 and April 12, 2016.

† Term deposits earn interest at a rate of 1.00% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 485 256	\$ 543 330	\$ 648 696
Cash	1	—	—
Subscriptions receivable	671	322	1 280
Dividends receivable, interest accrued and other assets	1 030	1 015	1 740
TOTAL ASSETS	486 958	544 667	651 716
LIABILITIES			
Redemptions payable	705	918	603
Distributions payable	150	181	232
Accounts payable and accrued expenses	218	256	304
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 073	1 355	1 139
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 485 885	\$ 543 312	\$ 650 577
Investments at cost	\$ 485 256	\$ 543 330	\$ 648 696
NAV, END OF PERIOD			
SERIES A	\$ 420 441	\$ 475 213	\$ 575 024
SERIES D	\$ 65 444	\$ 68 099	\$ 75 553
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2 620	\$ 3 295
Securities lending revenue (see note 6 in the generic notes)	17	15
TOTAL INCOME (LOSS)	2 637	3 310
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 032	1 245
Administration fees	236	289
Board of Governors costs	1	2
GST/HST	121	154
TOTAL EXPENSES	1 390	1 690
INCREASE (DECREASE) IN NAV	\$ 1 247	\$ 1 620
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 090	\$ 1 430
SERIES D	\$ 157	\$ 190
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.02	\$ 0.03
SERIES D	\$ 0.02	\$ 0.03

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 247	\$ 68 681
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	(364)	1 055
Increase (decrease) in accrued payables	(282)	(36)
Cost of investments purchased	(2 726 116)	(3 931 230)
Proceeds on sales of investments	2 784 190	3 989 962
NET CASH PROVIDED BY OPERATING ACTIVITIES	58 675	128 432
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	70 249	11 451
Cash paid on redemption of redeemable units	(128 887)	(139 828)
Distributions paid to holders of redeemable units	(36)	(54)
NET CASH USED IN FINANCING ACTIVITIES	\$ (58 674)	\$ (128 431)
Net increase (decrease) in cash for the year	1	1
Cash (bank overdraft), beginning of period	–	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 1
Interest received	\$ 2 605	\$ 3 678
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 475 213	\$ 575 024	\$ 68 099	\$ 75 553	\$ 543 312	\$ 650 577
INCREASE (DECREASE) IN NAV	1 090	1 430	157	190	1 247	1 620
Proceeds from redeemable units issued	53 577	67 061	16 672	11 451	70 249	78 512
Reinvestments of distributions to holders of redeemable units	1 055	1 384	156	183	1 211	1 567
Redemption of redeemable units	(109 404)	(125 088)	(19 483)	(14 740)	(128 887)	(139 828)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(54 772)	(56 643)	(2 655)	(3 106)	(57 427)	(59 749)
Distributions from net income	(1 090)	(1 430)	(157)	(191)	(1 247)	(1 621)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 090)	(1 430)	(157)	(191)	(1 247)	(1 621)
NET INCREASE (DECREASE) IN NAV	(54 772)	(56 643)	(2 655)	(3 107)	(57 427)	(59 750)
NAV AT END OF PERIOD	\$ 420 441	\$ 518 381	\$ 65 444	\$ 72 446	\$ 485 885	\$ 590 827



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money-market interest rates while preserving the value of the investment.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	58.4	44.9	57.8
R-1 (M)	41.6	31.9	33.9
R-1 (L)	–	23.2	8.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	34.1	33.2	35.9
1 – 3 months	22.3	44.8	25.9
4 – 6 months	39.3	10.5	34.3
7 – 12 months	4.3	11.5	3.9
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Fair value hierarchy (\$000s except % amounts)

(see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	485 256	–	485 256
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	485 256	–	485 256
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	543 330	–	543 330
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	543 330	–	543 330
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	648 696	–	648 696
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	648 696	–	648 696
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated up to the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.75%
Series D	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Series D	0.05%



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

Series A

	2014	2013
Opening units	47 521	57 502
Issued number of units	5 358	6 707
Reinvested number of units	105	138
Redeemed number of units	(10 940)	(12 509)
Ending number of units	42 044	51 838

Series D

	2014	2013
Opening units	6 810	7 555
Issued number of units	1 666	1 146
Reinvested number of units	16	18
Redeemed number of units	(1 948)	(1 474)
Ending number of units	6 544	7 245

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	41 442	19 438
Fair value of collateral received	42 271	19 827

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	590 827	650 577
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	590 827	650 577
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 620
Revaluation of investments at FVTPL (see note 3 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		1 620



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN MONEY MARKET FUND

June 30, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
27 200	Bank of Montreal	\$ 27 089	
178 240	Bank of Nova Scotia	178 082	
176 730	Canadian Imperial Bank of Commerce	175 681	
78 420	HSBC Bank Canada	78 020	
116 060	National Bank of Canada	115 558	
		574 430	29.2
COMMERCIAL PAPER			
86 930	Banner Trust	86 784	
86 430	Bay Street Funding Trust - Class A	86 176	
10 000	Central 1 Credit Union	9 940	
95 670	Darwin Receivables Trust - Senior Notes	95 272	
55 820	Enbridge Inc.	55 709	
87 390	Fusion Trust	87 135	
13 600	Inter Pipeline Ltd.	13 562	
96 400	JPMorgan Chase & Co.	96 902	
94 420	King Street Funding Trust	93 813	
10 990	Manulife Financial Corporation	11 016	
87 500	Merit Trust - Senior Notes	87 254	
88 270	Prime Trust - Senior Notes	88 046	
80 250	Reliant Trust	80 153	
50 110	Ridge Trust	49 885	
80 050	SAFE Trust - Series 1996-1	79 803	
80 510	SOUND Trust	80 381	
17 000	TELUS Corp.	17 740	
30 400	Wells Fargo Financial Canada Corp.	30 940	
94 190	Zeus Receivables Trust - Senior Notes	93 837	
		1 244 348	63.4
PROVINCIAL OBLIGATIONS			
4 600	Province of British Columbia	4 594	
35 500	Province of New Brunswick	35 431	
10 500	Province of Newfoundland	10 475	
44 530	Province of Nova Scotia	44 758	
27 910	Province of Ontario	27 894	
5 100	Province of Quebec	5 089	
17 190	Province of Saskatchewan	17 146	
		145 387	7.4
TOTAL INVESTMENTS		1 964 165	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		(408)	-
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 1 963 757	100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 1.00% to 1.55% and mature between July 2, 2014 and April 12, 2016.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 964 165	\$ 2 137 062	\$ 2 662 555
Cash	12	41	4
Subscriptions receivable	3 588	5 170	5 466
Dividends receivable, interest accrued and other assets	3 408	5 405	6 887
TOTAL ASSETS	1 971 173	2 147 678	2 674 912
LIABILITIES			
Redemptions payable	5 986	3 095	4 553
Distributions payable	649	742	903
Accounts payable and accrued expenses	781	885	1 027
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 416	4 722	6 483
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 963 757	\$ 2 142 956	\$ 2 668 429
Investments at cost	\$ 1 964 165	\$ 2 137 062	\$ 2 662 555
NAV, END OF PERIOD			
SERIES A	\$ 1 324 720	\$ 1 477 907	\$ 1 743 639
ADVISOR SERIES	\$ 11 644	\$ 11 647	\$ 10 860
SERIES D	\$ 186 316	\$ 192 022	\$ 192 346
SERIES F	\$ 16 282	\$ 19 691	\$ 25 449
SERIES O	\$ 424 795	\$ 441 689	\$ 696 135
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
ADVISOR SERIES	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00
SERIES F	\$ 10.00	\$ 10.00	\$ 10.00
SERIES O	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 12 551	\$ 15 686
Securities lending revenue (see note 6 in the generic notes)	–	12
TOTAL INCOME (LOSS)	12 551	15 698
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 670	4 252
Administration fees	797	947
Board of Governors costs	1	2
GST/HST	451	555
TOTAL EXPENSES	4 919	5 756
INCREASE (DECREASE) IN NAV	\$ 7 632	\$ 9 942
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 4 229	\$ 5 042
ADVISOR SERIES	\$ 34	\$ 29
SERIES D	\$ 571	\$ 570
SERIES F	\$ 55	\$ 81
SERIES O	\$ 2 743	\$ 4 220
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.03	\$ 0.03
ADVISOR SERIES	\$ 0.03	\$ 0.03
SERIES D	\$ 0.03	\$ 0.03
SERIES F	\$ 0.03	\$ 0.03
SERIES O	\$ 0.06	\$ 0.06

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 7 632	\$ 9 942
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	3 579	2 218
Increase (decrease) in accrued payables	2 694	1 783
Cost of investments purchased	(6 062 724)	(7 053 570)
Proceeds on sales of investments	6 235 621	7 167 863
NET CASH PROVIDED BY OPERATING ACTIVITIES	186 802	128 236
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	521 972	767 964
Cash paid on redemption of redeemable units	(708 477)	(895 533)
Distributions paid to holders of redeemable units	(326)	(665)
NET CASH USED IN FINANCING ACTIVITIES	\$ (186 831)	\$ (128 234)
Net increase (decrease) in cash for the year	(29)	2
Cash (bank overdraft), beginning of period	41	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12	\$ 6
Interest received	\$ 14 548	\$ 16 421
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 477 907	\$ 1 743 639	\$ 11 647	\$ 10 860	\$ 192 022	\$ 192 346	\$ 19 691	\$ 25 449
INCREASE (DECREASE) IN NAV	4 229	5 042	34	29	571	570	55	81
Proceeds from redeemable units issued	297 699	383 732	9 512	7 388	57 281	44 946	2 430	8 692
Reinvestments of distributions to holders of redeemable units	4 112	4 896	33	29	566	563	34	46
Redemption of redeemable units	(454 997)	(552 008)	(9 547)	(5 319)	(63 553)	(52 964)	(5 873)	(10 344)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(153 186)	(163 380)	(2)	2 098	(5 706)	(7 455)	(3 409)	(1 606)
Distributions from net income	(4 230)	(5 042)	(35)	(30)	(571)	(570)	(55)	(80)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 230)	(5 042)	(35)	(30)	(571)	(570)	(55)	(80)
NET INCREASE (DECREASE) IN NAV	(153 187)	(163 380)	(3)	2 097	(5 706)	(7 455)	(3 409)	(1 605)
NAV AT END OF PERIOD	\$ 1 324 720	\$ 1 580 259	\$ 11 644	\$ 12 957	\$ 186 316	\$ 184 891	\$ 16 282	\$ 23 844

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 441 689	\$ 696 135	\$ 2 142 956	\$ 2 668 429
INCREASE (DECREASE) IN NAV	2 743	4 220	7 632	9 942
Proceeds from redeemable units issued	155 050	323 206	521 972	767 964
Reinvestments of distributions to holders of redeemable units	2 562	3 743	7 307	9 277
Redemption of redeemable units	(174 507)	(274 898)	(708 477)	(895 533)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(16 895)	52 051	(179 198)	(118 292)
Distributions from net income	(2 742)	(4 220)	(7 633)	(9 942)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 742)	(4 220)	(7 633)	(9 942)
NET INCREASE (DECREASE) IN NAV	(16 894)	52 051	(179 199)	(118 292)
NAV AT END OF PERIOD	\$ 424 795	\$ 748 186	\$ 1 963 757	\$ 2 550 137

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money-market interest rates while preserving the value of the investment.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	73.4	69.8	85.1
R-1 (M)	22.2	23.0	8.4
R-1 (L)	4.4	7.2	6.5
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	42.3	37.7	43.4
1 – 3 months	37.3	42.9	37.1
4 – 6 months	18.6	15.9	16.4
7 – 12 months	1.8	3.5	3.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 964 165	–	1 964 165
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	1 964 165	–	1 964 165
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 137 062	–	2 137 062
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 137 062	–	2 137 062
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 662 555	–	2 662 555
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 662 555	–	2 662 555
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated up to the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.75%
Advisor Series	0.75%
Series D	0.60%
Series F	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	147 791	174 364
Issued number of units	29 770	38 373
Reinvested number of units	411	490
Redeemed number of units	(45 500)	(55 201)
Ending number of units	132 472	158 026

	2014	2013
Advisor Series		
Opening units	1 165	1 086
Issued number of units	951	739
Reinvested number of units	3	3
Redeemed number of units	(955)	(532)
Ending number of units	1 164	1 296

	2014	2013
Series D		
Opening units	19 202	19 235
Issued number of units	5 728	4 494
Reinvested number of units	57	56
Redeemed number of units	(6 355)	(5 296)
Ending number of units	18 632	18 489

	2014	2013
Series F		
Opening units	1 969	2 545
Issued number of units	243	868
Reinvested number of units	3	5
Redeemed number of units	(587)	(1 034)
Ending number of units	1 628	2 384

	2014	2013
Series O		
Opening units	44 169	69 614
Issued number of units	15 506	32 321
Reinvested number of units	256	374
Redeemed number of units	(17 451)	(27 490)
Ending number of units	42 480	74 819

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 361	–
Fair value of collateral received	1 388	–

Please see the generic notes at the back of the financial statements.

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Managed Payout Solution	983	966
RBC Select Very Conservative Portfolio	6 859	5 861
RBC Select Conservative Portfolio	3 755	9 749
RBC Select Balanced Portfolio	–	2 681
RBC Select Growth Portfolio	–	1 009
RBC Select Choices Conservative Portfolio	289	277
RBC Select Choices Balanced Portfolio	502	474
RBC Select Choices Growth Portfolio	368	341
RBC Target 2015 Education Fund	20 877	13 756
RBC Short Term Income Class	3 287	3 553
RBC Select Very Conservative Class	74	79
RBC Select Conservative Class	17	55
RBC Select Balanced Class	–	11
RBC Select Growth Class	–	2
RBC Canadian Money Market Guaranteed Investment Fund	767	761
Total	37 778	39 575

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 550 137	2 668 429
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 550 137	2 668 429

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	9 942
Revaluation of investments at FVTPL (see note 3 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	9 942



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PREMIUM MONEY MARKET FUND

June 30, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
20 000	Bank of Montreal	\$ 19 980	
156 880	Bank of Nova Scotia	156 666	
169 930	Canadian Imperial Bank of Commerce	169 311	
95 000	HSBC Bank Canada	94 654	
128 780	National Bank of Canada	128 114	
54 780	Toronto-Dominion Bank	54 739	
		623 464	31.1
COMMERCIAL PAPER			
97 690	Banner Trust	97 162	
99 070	Bay Street Funding Trust - Class A	98 602	
7 000	Caisse Centrale Desjardins	6 999	
23 310	Canadian Master Trust - Series A	23 229	
55 500	Clarity Trust	55 285	
98 640	Darwin Receivables Trust - Senior Notes	98 345	
14 190	Enbridge Inc.	14 176	
79 210	Fusion Trust	78 991	
11 340	Inter Pipeline Ltd.	11 306	
35 700	JPMorgan Chase & Co.	36 687	
92 390	King Street Funding Trust	92 054	
11 610	Manulife Financial Corporation	11 637	
97 730	Merit Trust - Senior Notes	97 456	
94 030	Prime Trust - Senior Notes	93 695	
94 350	Reliant Trust	93 976	
60 920	Ridge Trust	60 701	
82 740	SAFE Trust - Series 1996-1	82 242	
16 860	SOUND Trust	16 750	
18 000	TELUS Corp.	18 784	
30 000	TransCanada PipeLines Ltd.	29 996	
17 000	Wells Fargo Financial Canada Corp.	17 415	
95 780	Zeus Receivables Trust - Senior Notes	95 505	
		1 230 993	61.4
PROVINCIAL OBLIGATIONS			
4 670	Province of British Columbia	4 664	
3 080	Province of Manitoba	3 075	
14 500	Province of New Brunswick	14 472	
58 850	Province of Nova Scotia	59 066	
41 400	Province of Ontario	41 350	
18 970	Province of Quebec	18 929	
9 730	Province of Saskatchewan	9 707	
		151 263	7.5
TOTAL INVESTMENTS		2 005 720	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		493	—
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 2 006 213	100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 1.00% to 1.55% and mature between July 2, 2014 and April 12, 2016.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 005 720	\$ 2 270 974	\$ 2 832 513
Cash	9	—	36
Subscriptions receivable	2 589	8 091	8 160
Dividends receivable, interest accrued and other assets	3 809	7 270	6 970
TOTAL ASSETS	2 012 127	2 286 335	2 847 679
LIABILITIES			
Bank overdraft	—	20	—
Redemptions payable	4 258	4 489	3 342
Distributions payable	1 067	1 232	1 528
Accounts payable and accrued expenses	589	682	846
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 914	6 423	5 716
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 006 213	\$ 2 279 912	\$ 2 841 963
Investments at cost	\$ 2 005 720	\$ 2 270 974	\$ 2 832 513
NAV, END OF PERIOD			
SERIES A	\$ 1 980 892	\$ 2 249 586	\$ 2 795 422
SERIES F	\$ 12 571	\$ 14 559	\$ 27 419
SERIES I	\$ 12 750	\$ 15 767	\$ 19 122
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES F	\$ 10.00	\$ 10.00	\$ 10.00
SERIES I	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 12 986	\$ 16 203
Securities lending revenue (see note 6 in the generic notes)	–	7
TOTAL INCOME (LOSS)	12 986	16 210
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 194	3 949
Administration fees	213	262
Board of Governors costs	1	2
GST/HST	328	430
TOTAL EXPENSES	3 736	4 643
INCREASE (DECREASE) IN NAV	\$ 9 250	\$ 11 567
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 9 105	\$ 11 344
SERIES F	\$ 66	\$ 125
SERIES I	\$ 79	\$ 98
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.04	\$ 0.04
SERIES F	\$ 0.05	\$ 0.05
SERIES I	\$ 0.05	\$ 0.05

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 9 250	\$ 11 567
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	8 963	3 125
Increase (decrease) in accrued payables	(489)	4 260
Cost of investments purchased	(6 412 527)	(7 548 199)
Proceeds on sales of investments	6 677 781	7 840 816
NET CASH PROVIDED BY OPERATING ACTIVITIES	282 978	311 569
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	469 873	564 834
Cash paid on redemption of redeemable units	(752 108)	(875 578)
Distributions paid to holders of redeemable units	(714)	(855)
NET CASH USED IN FINANCING ACTIVITIES	\$ (282 949)	\$ (311 599)
Net increase (decrease) in cash for the year	29	(30)
Cash (bank overdraft), beginning of period	(20)	36
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 9	\$ 6
Interest received	\$ 16 447	\$ 16 912
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 249 586	\$ 2 795 422	\$ 14 559	\$ 27 419	\$ 15 767	\$ 19 122	\$ 2 279 912	\$ 2 841 963
INCREASE (DECREASE) IN NAV	9 105	11 344	66	125	79	98	9 250	11 567
Proceeds from redeemable units issued	465 065	560 661	4 328	2 662	480	1 511	469 873	564 834
Reinvestments of distributions to holders of redeemable units	8 393	10 497	64	117	79	97	8 536	10 711
Redemption of redeemable units	(742 152)	(861 659)	(6 380)	(6 819)	(3 576)	(7 100)	(752 108)	(875 578)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(268 694)	(290 501)	(1 988)	(4 040)	(3 017)	(5 492)	(273 699)	(300 033)
Distributions from net income	(9 105)	(11 343)	(66)	(125)	(79)	(98)	(9 250)	(11 566)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 105)	(11 343)	(66)	(125)	(79)	(98)	(9 250)	(11 566)
NET INCREASE (DECREASE) IN NAV	(268 694)	(290 500)	(1 988)	(4 040)	(3 017)	(5 492)	(273 699)	(300 032)
NAV AT END OF PERIOD	\$ 1 980 892	\$ 2 504 922	\$ 12 571	\$ 23 379	\$ 12 750	\$ 13 630	\$ 2 006 213	\$ 2 541 931

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money market rates for investors who have at least \$100,000 to invest.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	72.2	75.5	84.9
R-1 (M)	24.2	19.6	9.4
R-1 (L)	3.6	4.9	5.7
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	37.2	38.6	44.6
1 – 3 months	43.7	38.7	33.6
4 – 6 months	18.0	19.0	18.0
7 – 12 months	1.1	3.7	3.8
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 005 720	–	2 005 720
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 005 720	–	2 005 720
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 270 974	–	2 270 974
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 270 974	–	2 270 974
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 832 513	–	2 832 513
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 832 513	–	2 832 513
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated up to the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.30%
Series F	0.20%
Series I	0.10%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.02%
Series F	0.02%
Series I	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	108	107
Value of all units	1	1

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	224 959	279 542
Issued number of units	46 506	56 066
Reinvested number of units	839	1 050
Redeemed number of units	(74 215)	(86 166)
Ending number of units	198 089	250 492
Series F		
Opening units	1 456	2 742
Issued number of units	433	266
Reinvested number of units	6	12
Redeemed number of units	(638)	(682)
Ending number of units	1 257	2 338
Series I		
Opening units	1 577	1 912
Issued number of units	48	151
Reinvested number of units	8	10
Redeemed number of units	(358)	(710)
Ending number of units	1 275	1 363

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 541 931	2 841 963
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 541 931	2 841 963
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		11 567
Revaluation of investments at FVTPL (see note 3 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		11 567

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
RBC \$U.S. MONEY MARKET FUND

June 30, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
2 690	Bank of Nova Scotia	\$ 2 686	
1 500	Canadian Imperial Bank of Commerce	1 503	
16 460	HSBC Bank Canada	16 439	
8 830	Toronto-Dominion Bank	8 829	
		<u>29 457</u>	<u>16.1</u>
COMMERCIAL PAPER			
13 990	Banner Trust	13 975	
8 560	Caisse Centrale Desjardins	8 559	
7 330	Clarity Trust	7 319	
1 350	CPPIB Capital Inc.	1 349	
9 870	Darwin Receivables Trust - Senior Notes	9 854	
9 000	Enbridge Inc.	8 996	
3 600	Fusion Trust	3 597	
7 690	Merit Trust - Senior Notes	7 687	
11 700	Prime Trust - Senior Notes	11 694	
5 470	Reliant Trust	5 460	
12 430	Ridge Trust	12 411	
11 730	SAFE Trust - Series 1996-1	11 712	
17 100	SOUND Trust	17 074	
9 150	Zeus Receivables Trust - Senior Notes	9 135	
		<u>128 822</u>	<u>70.4</u>
PROVINCIAL OBLIGATIONS			
3 580	Province of Ontario	3 587	
22 500	Province of Quebec	22 493	
		<u>26 080</u>	<u>14.2</u>
TOTAL INVESTMENTS			<u>184 359</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(1 281)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 183 078</u>

Investments, which are grouped by issuer, earn interest at rates ranging from 0.11% to 0.35% and mature between July 2, 2014 and December 22, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 184 359	\$ 199 937	\$ 283 114
Cash	6	—	1
Subscriptions receivable	45	60	203
Dividends receivable, interest accrued and other assets	176	177	245
TOTAL ASSETS	184 586	200 174	283 563
LIABILITIES			
Redemptions payable	1 477	185	440
Distributions payable	7	7	15
Accounts payable and accrued expenses	24	29	54
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 508	221	509
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 183 078	\$ 199 953	\$ 283 054
Investments at cost	\$ 184 359	\$ 199 937	\$ 283 114
NAV, END OF PERIOD			
SERIES A	\$ 156 958	\$ 171 061	\$ 253 402
SERIES D	\$ 25 369	\$ 27 081	\$ 26 545
SERIES O	\$ 751	\$ 1 811	\$ 3 107
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00
SERIES O	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 237	\$ 404
TOTAL INCOME (LOSS)	237	404
EXPENSES (see notes – Fund Specific Information)		
Management fees	53	131
Administration fees	85	116
Board of Governors costs	1	2
GST/HST	15	28
TOTAL EXPENSES	154	277
INCREASE (DECREASE) IN NAV	\$ 83	\$ 127
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 71	\$ 110
SERIES D	\$ 12	\$ 13
SERIES O	\$ –	\$ 4
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ –	\$ 0.01
SERIES D	\$ –	\$ 0.01
SERIES O	\$ 0.01	\$ 0.02

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 83	\$ 127
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	16	(31)
Increase (decrease) in accrued payables	1 287	(70)
Cost of investments purchased	(434 369)	(747 440)
Proceeds on sales of investments	449 947	792 343
NET CASH PROVIDED BY OPERATING ACTIVITIES	16 964	44 929
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	41 935	39 610
Cash paid on redemption of redeemable units	(58 890)	(84 529)
Distributions paid to holders of redeemable units	(3)	(8)
NET CASH USED IN FINANCING ACTIVITIES	\$ (16 958)	\$ (44 927)
Net increase (decrease) in cash for the year	6	2
Cash (bank overdraft), beginning of period	–	1
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6	\$ 3
Interest received	\$ 238	\$ 418
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 171 061	\$ 253 402	\$ 27 081	\$ 26 545	\$ 1 811	\$ 3 107	\$ 199 953	\$ 283 054
INCREASE (DECREASE) IN NAV	71	110	12	13	–	4	83	127
Proceeds from redeemable units issued	30 134	25 877	10 998	13 241	803	492	41 935	39 610
Reinvestments of distributions to holders of redeemable units	69	106	11	13	1	–	81	119
Redemption of redeemable units	(44 306)	(70 751)	(12 721)	(12 619)	(1 863)	(1 159)	(58 890)	(84 529)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(14 103)	(44 768)	(1 712)	635	(1 059)	(667)	(16 874)	(44 800)
Distributions from net income	(71)	(110)	(12)	(13)	(1)	(4)	(84)	(127)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(71)	(110)	(12)	(13)	(1)	(4)	(84)	(127)
NET INCREASE (DECREASE) IN NAV	(14 103)	(44 768)	(1 712)	635	(1 060)	(667)	(16 875)	(44 800)
NAV AT END OF PERIOD	\$ 156 958	\$ 208 634	\$ 25 369	\$ 27 180	\$ 751	\$ 2 440	\$ 183 078	\$ 238 254

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide U.S. dollar current income and liquidity consistent with short-term U.S. money-market rates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	72.1	63.9	80.6
R-1 (M)	23.1	13.7	9.1
R-1 (L)	4.8	22.4	10.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	29.9	35.6	44.3
1 – 3 months	40.7	40.1	33.1
4 – 6 months	29.3	24.3	21.5
7 – 12 months	0.1	–	1.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	184 359	–	184 359
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	184 359	–	184 359
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	199 937	–	199 937
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	199 937	–	199 937
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	283 114	–	283 114
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	283 114	–	283 114
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated up to the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.85%
Series D	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Series D	0.05%
Series O	0.02%



June 30, 2014

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	231 580
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	17 106	25 340
Issued number of units	3 014	2 587
Reinvested number of units	7	11
Redeemed number of units	(4 431)	(7 075)
Ending number of units	15 696	20 863
Series D		
Opening units	2 708	2 654
Issued number of units	1 100	1 325
Reinvested number of units	1	1
Redeemed number of units	(1 272)	(1 262)
Ending number of units	2 537	2 718
Series O		
Opening units	181	311
Issued number of units	80	49
Reinvested number of units	–	–
Redeemed number of units	(186)	(116)
Ending number of units	75	244

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	238 254	283 054
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	238 254	283 054
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		127
Revaluation of investments at FVTPL (see note 3 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		127



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
RBC PREMIUM \$U.S. MONEY MARKET FUND

June 30, 2014

Par Value (000s)	Security		Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS				
9 240	Canadian Imperial Bank of Commerce	\$	9 233	
36 300	HSBC Bank Canada		36 275	
26 105	Toronto-Dominion Bank		26 075	
			<u>71 583</u>	<u>16.2</u>
COMMERCIAL PAPER				
31 180	Banner Trust		31 113	
33 415	Caisse Centrale Desjardins		33 404	
22 800	Clarity Trust		22 787	
10 700	CPPIB Capital Inc.		10 695	
32 240	Darwin Receivables Trust - Senior Notes		32 174	
6 210	Enbridge Inc.		6 208	
27 860	Fusion Trust		27 841	
19 410	Merit Trust - Senior Notes		19 396	
25 900	Prime Trust - Senior Notes		25 878	
24 280	Reliant Trust		24 255	
31 830	Ridge Trust		31 780	
4 000	SAFE Trust - Series 1996-1		3 997	
19 090	SOUND Trust		19 039	
24 310	Zeus Receivables Trust - Senior Notes		24 287	
			<u>312 854</u>	<u>70.5</u>
PROVINCIAL OBLIGATIONS				
32 480	Province of Ontario		32 486	
26 980	Province of Quebec		26 972	
			<u>59 458</u>	<u>13.4</u>
TOTAL INVESTMENTS			<u>443 895</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(278)</u>	<u>(0.1)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 443 617</u>	<u>100.0</u>

Investments, which are grouped by issuer, earn interest at rates ranging from 0.11% to 0.42% and mature between July 2, 2014 and April 1, 2015.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 443 895	\$ 456 345	\$ 587 508
Cash	5	1	4
Subscriptions receivable	18	336	5 022
Dividends receivable, interest accrued and other assets	199	177	334
TOTAL ASSETS	444 117	456 859	592 868
LIABILITIES			
Redemptions payable	432	529	16
Distributions payable	21	19	37
Accounts payable and accrued expenses	47	49	88
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	500	597	141
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 443 617	\$ 456 262	\$ 592 727
Investments at cost	\$ 443 895	\$ 456 345	\$ 587 508
NAV, END OF PERIOD			
SERIES A	\$ 423 808	\$ 436 349	\$ 557 247
SERIES F	\$ 19 475	\$ 19 720	\$ 34 313
SERIES I	\$ 334	\$ 193	\$ 1 167
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.02	\$ 10.02	\$ 10.00
SERIES F	\$ 10.02	\$ 10.02	\$ 10.00
SERIES I	\$ 10.02	\$ 10.02	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 557	\$ 866
TOTAL INCOME (LOSS)	557	866
EXPENSES (see notes – Fund Specific Information)		
Management fees	222	400
Administration fees	44	51
Board of Governors costs	1	2
GST/HST	28	47
TOTAL EXPENSES	295	500
INCREASE (DECREASE) IN NAV	\$ 262	\$ 366
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 248	\$ 347
SERIES F	\$ 13	\$ 18
SERIES I	\$ 1	\$ 1
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ –	\$ 0.01
SERIES F	\$ –	\$ 0.01
SERIES I	\$ –	\$ 0.01

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 262	\$ 366
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	(2 460)
(Increase) decrease in accrued receivables	296	4 505
Increase (decrease) in accrued payables	(97)	6 535
Cost of investments purchased	(1 129 784)	(1 711 249)
Proceeds on sales of investments	1 142 234	1 799 186
NET CASH PROVIDED BY OPERATING ACTIVITIES	12 911	96 883
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	115 848	138 952
Cash paid on redemption of redeemable units	(128 738)	(238 271)
Distributions paid to holders of redeemable units	(17)	(24)
NET CASH USED IN FINANCING ACTIVITIES	\$ (12 907)	\$ (99 343)
Net increase (decrease) in cash for the year	4	(2 460)
Cash (bank overdraft), beginning of period	1	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5	\$ 4
Interest received	\$ 536	\$ 921
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 436 349	\$ 557 247	\$ 19 720	\$ 34 313	\$ 193	\$ 1 167	\$ 456 262	\$ 592 727
INCREASE (DECREASE) IN NAV	248	347	13	18	1	1	262	366
Proceeds from redeemable units issued	103 143	115 450	12 155	23 502	550	–	115 848	138 952
Reinvestments of distributions to holders of redeemable units	234	322	11	20	–	–	245	342
Redemption of redeemable units	(115 915)	(209 646)	(12 413)	(27 650)	(410)	(975)	(128 738)	(238 271)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(12 538)	(93 874)	(247)	(4 128)	140	(975)	(12 645)	(98 977)
Distributions from net income	(251)	(344)	(11)	(21)	–	(1)	(262)	(366)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(251)	(344)	(11)	(21)	–	(1)	(262)	(366)
NET INCREASE (DECREASE) IN NAV	(12 541)	(93 871)	(245)	(4 131)	141	(975)	(12 645)	(98 977)
NAV AT END OF PERIOD	\$ 423 808	\$ 463 376	\$ 19 475	\$ 30 182	\$ 334	\$ 192	\$ 443 617	\$ 493 750

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money market rates for investors who have at least US\$100,000 to invest.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	78.8	78.8	81.3
R-1 (M)	20.6	20.6	7.4
R-1 (L)	0.6	0.6	11.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	35.5	46.1	34.8
1 – 3 months	43.2	29.5	46.2
4 – 6 months	14.6	17.9	17.9
7 – 12 months	6.7	6.5	1.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

**Fair value hierarchy (USD000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	443 895	–	443 895
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	443 895	–	443 895
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	456 345	–	456 345
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	456 345	–	456 345
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	587 508	–	587 508
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	587 508	–	587 508
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated up to the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Series F	0.25%
Series I	0.15%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.02%
Series F	0.02%
Series I	0.02%



June 30, 2014

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	104	104
Value of all units	1	1

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	80 102
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	43 400	55 494
Issued number of units	10 314	11 546
Reinvested number of units	23	32
Redeemed number of units	(11 591)	(20 965)
Ending number of units	42 146	46 107
Series F		
Opening units	1 961	3 416
Issued number of units	1 216	2 350
Reinvested number of units	1	2
Redeemed number of units	(1 241)	(2 765)
Ending number of units	1 937	3 003
Series I		
Opening units	19	117
Issued number of units	55	–
Reinvested number of units	–	–
Redeemed number of units	(41)	(98)
Ending number of units	33	19

Please see the generic notes at the back of the financial statements.

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	493 750	592 727
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	493 750	592 727
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		366
Revaluation of investments at FVTPL (see note 3 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		366



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN SHORT-TERM INCOME FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
22 000	407 International Inc.	3.880	16-Jun-15	\$ 22 613	\$ 22 537	
10 400	AltaGas Ltd.	4.600	15-Jan-18	11 341	11 217	
3 500	AltaGas Ltd.	4.550	17-Jan-19	3 774	3 800	
13 500	American Express Canada Credit Corp.	3.600	03-Jun-16	13 496	13 997	
15 000	American Express Canada Credit Corp.	2.310	29-Mar-18	14 996	15 142	
25 650	Bank of Montreal	2.960	02-Aug-16	26 140	26 329	
90 000	Bank of Montreal	2.240	11-Dec-17	89 761	90 834	
92 850	Bank of Montreal	3.210	13-Sep-18	94 109	96 748	
46 700	Bank of Montreal	2.430	04-Mar-19	46 695	47 092	
6 600	Bank of Montreal	4.870	22-Apr-20	7 033	6 775	
3 200	Bank of Montreal	5.100	21-Apr-21	3 448	3 388	
29 000	Bank of Nova Scotia	2.740	01-Dec-16	29 312	29 667	
54 000	Bank of Nova Scotia	2.598	27-Feb-17	54 173	55 113	
27 000	Bank of Nova Scotia	4.100	08-Jun-17	28 613	28 751	
61 000	Bank of Nova Scotia	2.370	11-Jan-18	60 589	61 762	
49 500	Bank of Nova Scotia	2.242	22-Mar-18	49 519	49 878	
43 500	Bank of Nova Scotia	2.750	13-Aug-18	43 603	44 504	
30 000	Bank of Nova Scotia	2.462	14-Mar-19	30 002	30 271	
4 500	bcIMC Realty Corp.	2.650	29-Jun-17	4 499	4 619	
9 000	Bell Aliant Regional Communications LP	1.798	22-Apr-16	9 000	9 001	
24 500	Bell Aliant Regional Communications LP	5.410	26-Sep-16	26 712	26 357	
10 000	Bell Aliant Regional Communications LP	4.880	26-Apr-18	11 068	10 906	
24 000	Bell Canada	3.600	02-Dec-15	24 571	24 667	
38 300	Bell Canada	4.400	16-Mar-18	41 256	41 300	
23 000	Bell Canada	3.500	10-Sep-18	23 051	24 078	
7 000	BMO Capital Trust	4.633	31-Dec-15	7 077	7 294	
2 500	BMW Canada Inc.	2.640	10-Aug-15	2 500	2 533	
9 000	BMW Canada Inc.	2.110	26-May-16	8 997	9 083	
2 500	BMW Canada Inc.	2.330	23-May-18	2 500	2 526	
7 500	BMW Canada Inc.	2.330	26-Sep-18	7 497	7 556	
17 000	Caisse Centrale Desjardins	2.281	17-Oct-16	16 942	17 201	
25 000	Caisse Centrale Desjardins	2.795	19-Nov-18	25 301	25 566	
16 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	16 083	16 469	
7 000	Canadian Credit Card Trust	2.306	24-Apr-15	7 000	7 057	
10 000	Canadian Credit Card Trust	3.444	24-Jul-15	10 000	10 212	
20 000	Canadian Credit Card Trust	1.596	24-Sep-15	20 000	20 026	
26 000	Canadian Imperial Bank of Commerce	1.608	06-Feb-15	26 000	26 017	
101 600	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	102 301	103 718	
45 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	45 111	45 564	
21 700	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	21 635	21 863	
29 700	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	29 674	29 733	
24 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	24 248	24 509	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	5 010	
8 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 000	8 235	
6 000	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	6 419	6 188	
7 700	Canadian Western Bank	2.378	14-Sep-15	7 763	7 776	
3 000	Canadian Western Bank	3.049	18-Jan-17	3 000	3 085	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 024	
13 600	Canadian Western Bank	2.531	22-Mar-18	13 639	13 759	
12 000	Canadian Western Bank	3.077	14-Jan-19	12 094	12 338	
13 000	Capital Power LP	4.600	01-Dec-15	13 219	13 495	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
25 000	Cards II Trust	1.984	15-Jan-16	\$ 25 000	\$ 25 168	
24 000	Cards II Trust	3.333	15-May-16	24 799	24 747	
10 000	Choice Properties LP	3.000	20-Sep-19	9 981	10 064	
5 300	Crombie Real Estate Investment Trust	3.986	31-Oct-18	5 300	5 515	
10 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	10 500	10 618	
10 700	Daimler Canada Finance Inc.	2.270	26-Mar-18	10 699	10 763	
16 000	Emera Inc.	2.960	13-Dec-16	16 091	16 401	
5 000	Enbridge Gas Distribution Inc.	1.850	24-Apr-17	4 999	5 017	
15 000	Enbridge Inc.	5.170	19-May-16	16 641	15 949	
7 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	6 999	7 158	
17 600	EPCOR Utilities Inc.	5.800	31-Jan-18	20 156	19 834	
7 000	First Capital Realty Inc.	4.950	30-Nov-18	7 634	7 650	
5 000	Ford Auto Securitization Trust	2.347	15-Apr-17	5 000	5 047	
24 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	26 093	26 215	
21 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	21 098	21 686	
22 750	Ford Credit Canada Ltd.	2.939	19-Feb-19	22 794	23 022	
15 600	GE Capital Canada Funding Co.	1.547	01-Jun-15	15 600	15 615	
24 000	GE Capital Canada Funding Co.	4.240	08-Jun-15	25 000	24 633	
31 600	GE Capital Canada Funding Co.	5.100	01-Jun-16	33 842	33 655	
10 000	GE Capital Canada Funding Co.	2.420	31-May-18	10 000	10 129	
23 000	Genesis Trust II	2.295	15-Feb-17	23 000	23 307	
22 500	Genesis Trust II	2.433	15-May-19	22 526	22 677	
5 000	George Weston Ltd.	3.780	25-Oct-16	5 000	5 216	
7 150	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	7 462	7 932	
15 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	16 621	16 562	
6 800	Great-West Lifeco Inc.	6.140	21-Mar-18	7 781	7 779	
7 262	Greater Toronto Airports Authority	4.700	15-Feb-16	7 817	7 639	
17 500	Greater Toronto Airports Authority	4.850	01-Jun-17	19 182	19 033	
13 300	Greater Toronto Airports Authority	5.260	17-Apr-18	14 876	14 878	
12 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	11 927	12 284	
43 000	HSBC Bank Canada	1.814	21-Jan-16	43 000	43 164	
18 500	HSBC Bank Canada	2.901	13-Jan-17	18 935	18 992	
25 000	HSBC Bank Canada	3.558	04-Oct-17	26 071	26 245	
70 500	HSBC Bank Canada	2.491	13-May-19	70 500	70 927	
5 000	Hydro One Inc.	5.180	18-Oct-17	5 770	5 529	
8 000	Hydro One Inc.	2.780	09-Oct-18	8 000	8 229	
7 000	Inter Pipeline Ltd.	3.839	30-Jul-18	7 392	7 403	
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	4 132	963	
15 464	Loblaw Companies Ltd.	7.100	01-Jun-16	18 253	17 011	
24 500	Loblaw Companies Ltd.	3.748	12-Mar-19	24 500	25 798	
17 500	Manulife Bank of Canada	1.836	12-Mar-16	17 500	17 563	
11 200	Manulife Bank of Canada	2.383	17-Oct-16	11 200	11 336	
6 000	Manulife Financial Corporation	5.505	26-Jun-18	6 743	6 731	
16 700	Master Credit Card Trust	3.502	21-May-16	17 112	17 273	
18 000	Master Credit Card Trust	2.626	21-Jan-17	18 088	18 374	
4 800	Master Credit Card Trust II	2.723	21-Nov-18	4 800	4 910	
10 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	10 554	10 406	
18 000	National Bank of Canada	2.050	11-Jan-16	18 005	18 139	
35 000	National Bank of Canada	2.702	15-Dec-16	35 195	35 777	
29 500	National Bank of Canada	2.019	13-Apr-17	29 520	29 657	
32 000	National Bank of Canada	2.689	21-Aug-17	32 361	32 716	
56 050	National Bank of Canada	2.794	09-Aug-18	55 661	57 386	
5 000	OMERS Realty Corp.	2.498	05-Jun-18	5 000	5 079	
12 075	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	12 361	12 506	
24 600	RBC Capital Trust*	4.870	31-Dec-15	26 374	25 734	
30 000	Rogers Communications Inc.	5.800	26-May-16	33 184	32 207	
15 000	Rogers Communications Inc.	3.000	06-Jun-17	15 013	15 424	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
8 500	Rogers Communications Inc.	2.800	13-Mar-19	\$ 8 498	\$ 8 597	
63 000	Royal Bank of Canada*	2.680	08-Dec-16	63 454	64 425	
24 000	Royal Bank of Canada*	3.660	25-Jan-17	24 569	25 123	
10 000	Royal Bank of Canada*	2.580	13-Apr-17	9 999	10 207	
17 500	Royal Bank of Canada*	2.364	21-Sep-17	17 500	17 727	
19 100	Royal Bank of Canada*	2.260	12-Mar-18	19 181	19 264	
48 000	Royal Bank of Canada*	2.820	12-Jul-18	48 437	49 252	
37 280	Royal Bank of Canada*	2.890	11-Oct-18	37 277	38 343	
10 000	Royal Bank of Canada*	2.770	11-Dec-18	10 133	10 230	
3 000	Royal Bank of Canada*	2.980	07-May-19	3 067	3 097	
5 400	Shaw Communications Inc.	5.650	01-Oct-19	6 094	6 154	
26 800	Sun Life Financial Inc.	4.800	23-Nov-35	27 635	27 915	
10 000	Sun Life Financial Inc.	4.950	01-Jun-36	10 715	10 560	
19 775	TELUS Corp.	5.950	15-Apr-15	21 689	20 453	
18 750	TELUS Corp.	3.650	25-May-16	19 256	19 425	
12 000	Teranet Holdings LP	3.531	16-Dec-15	12 244	12 309	
18 600	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	18 832	19 594	
15 800	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	15 753	16 127	
13 200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	13 200	13 391	
5 000	Thomson Reuters Corp.	5.700	15-Jul-15	5 585	5 210	
5 000	Thomson Reuters Corp.	6.000	31-Mar-16	5 634	5 349	
30 000	Toronto-Dominion Bank	4.779	14-Dec-16	32 517	32 038	
15 000	Toronto-Dominion Bank	2.433	15-Aug-17	15 000	15 245	
42 000	Toronto-Dominion Bank	2.171	02-Apr-18	42 020	42 251	
37 200	Toronto-Dominion Bank	2.447	02-Apr-19	37 280	37 537	
15 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	14 999	15 272	
12 000	Toyota Credit Canada Inc.	2.750	18-Jul-18	11 998	12 299	
18 100	TransCanada PipeLines Ltd.	4.650	03-Oct-16	19 699	19 323	
18 100	TransCanada PipeLines Ltd.	5.100	11-Jan-17	20 261	19 625	
10 000	Union Gas Ltd.	4.640	30-Jun-16	10 959	10 575	
2 500	VW Credit Canada Inc.	3.600	01-Feb-16	2 498	2 580	
8 000	VW Credit Canada Inc.	2.200	11-Oct-16	7 992	8 087	
49 750	Wells Fargo Canada Corp.	2.774	09-Feb-17	50 083	50 983	
13 700	Wells Fargo Canada Corp.	2.780	15-Nov-18	13 788	13 999	
5 000	Westcoast Energy Inc.	3.280	15-Jan-16	4 996	5 127	
7 000	WTH Car Rental ULC	4.143	20-Mar-15	7 000	7 093	
				2 940 849	2 962 028	58.5
FEDERAL						
81 800	Canada Housing Trust No. 1	2.450	15-Dec-15	83 875	83 379	
72 000	Canada Housing Trust No. 1	2.750	15-Dec-15	75 127	73 700	
30 000	Canada Housing Trust No. 1	1.850	15-Dec-16	30 311	30 383	
51 500	Canada Housing Trust No. 1	2.050	15-Jun-17	52 403	52 422	
133 300	Canada Housing Trust No. 1	1.700	15-Dec-17	133 326	134 011	
28 000	Canada Housing Trust No. 1	2.050	15-Jun-18	27 725	28 430	
42 300	Canada Housing Trust No. 1	2.350	15-Dec-18	42 850	43 388	
50 000	Canada Housing Trust No. 1	1.950	15-Jun-19	50 150	50 238	
150 000	Canada Housing Trust No. 1	3.350	15-Dec-20	160 693	160 875	
92 360	Government of Canada	2.750	01-Sep-16	96 476	95 602	
70 000	Government of Canada	1.500	01-Sep-17	69 830	70 466	
47 650	Government of Canada	1.250	01-Sep-18	46 493	47 256	
				869 259	870 150	17.2
PROVINCIAL/MUNICIPAL						
14 500	Cadillac Fairview Finance Trust	3.240	25-Jan-16	14 750	14 943	
25 000	Financement-Québec	4.250	01-Dec-15	27 639	26 081	
53 200	Financement-Québec	3.500	01-Dec-16	55 071	55 901	
25 000	Municipal Finance Authority of British Columbia	3.000	01-Jun-16	25 680	25 823	
58 400	Province of Alberta	1.600	15-Jun-18	57 963	58 265	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
20 000	Province of British Columbia	2.250	01-Mar-19	\$ 20 356	\$ 20 411	
34 000	Province of Manitoba	4.300	01-Mar-16	37 537	35 760	
45 000	Province of Manitoba	2.050	01-Dec-16	45 327	45 810	
35 000	Province of New Brunswick	4.300	03-Dec-15	35 920	36 552	
12 000	Province of Nova Scotia	4.700	14-Jan-15	12 072	12 232	
80 835	Province of Ontario	3.150	08-Sep-15	84 996	82 803	
125 500	Province of Ontario	4.300	08-Mar-17	138 701	134 969	
98 300	Province of Ontario	1.900	08-Sep-17	97 810	99 239	
48 000	Province of Ontario	1.435	28-Aug-18	48 000	48 204	
137 600	Province of Ontario	2.100	08-Sep-18	136 952	139 122	
53 500	Province of Ontario	2.100	08-Sep-19	53 402	53 494	
54 500	Province of Quebec	5.500	01-Dec-14	56 379	55 494	
107 400	Province of Quebec	4.500	01-Dec-17	119 464	117 586	
40 000	Province of Quebec	4.500	01-Dec-18	44 199	44 387	
				<u>1 112 218</u>	<u>1 107 136</u>	<u>21.9</u>
TOTAL BONDS				<u>4 922 326</u>	<u>4 939 314</u>	<u>97.6</u>
MORTGAGE-BACKED SECURITIES						
15 844	Canadian Mortgage Pools	2.170	01-Sep-15	15 760	15 974	
TOTAL MORTGAGE-BACKED SECURITIES				<u>15 760</u>	<u>15 974</u>	<u>0.3</u>
SHORT-TERM INVESTMENTS[†]				<u>71 154</u>	<u>71 154</u>	<u>1.4</u>
TOTAL INVESTMENTS				<u>5 009 240</u>	<u>5 026 442</u>	<u>99.3</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					257	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					(7)	–
TOTAL PORTFOLIO				<u>\$ 5 009 240</u>	<u>5 026 692</u>	<u>99.3</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					34 024	<u>0.7</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 5 060 716</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.13% to 1.16% and mature between July 2, 2014 and July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 11 Sold USD 10 @ 1.0976	03-Jul-14	\$ –
Bought CAD 152 Sold USD 135 @ 1.1233	03-Jul-14	8
Bought USD 145 Sold CAD 155 @ 1.0670	03-Jul-14	–
Bought CAD 1 289 Sold USD 1 164 @ 1.1070	09-Jul-14	47
Bought CAD 242 Sold USD 219 @ 1.1053	15-Jul-14	8
Bought CAD 77 Sold USD 70 @ 1.0935	17-Jul-14	2
Bought CAD 3 105 Sold USD 2 825 @ 1.0990	25-Jul-14	89
Bought CAD 44 Sold USD 40 @ 1.1009	28-Jul-14	1
Bought CAD 2 324 Sold USD 2 100 @ 1.1065	31-Jul-14	82
Bought CAD 55 Sold USD 50 @ 1.0912	08-Aug-14	1
Bought CAD 27 Sold USD 25 @ 1.0927	21-Aug-14	1
Bought CAD 49 Sold USD 45 @ 1.0912	22-Aug-14	1
Bought CAD 350 Sold USD 321 @ 1.0888	03-Sep-14	7
Bought CAD 161 Sold USD 150 @ 1.0708	19-Sep-14	–
Bought CAD 523 Sold USD 480 @ 1.0888	22-Sep-14	10
Bought CAD 16 Sold USD 15 @ 1.0755	24-Sep-14	–
Bought CAD 155 Sold USD 145 @ 1.0694	02-Oct-14	–
		<u>\$ 257</u>

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 255 Sold CAD 279 @ 1.0934	08-Aug-14	\$ (7)
		<u>\$ (7)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 250</u>

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 5 026 442	\$ 4 776 867	\$ 4 501 274
Cash	4	21	37
Subscriptions receivable	9 570	3 273	10 470
Unrealized gain on foreign exchange contracts	257	5	27
Dividends receivable, interest accrued and other assets	28 727	28 079	26 923
TOTAL ASSETS	5 065 000	4 808 245	4 538 731
LIABILITIES			
Redemptions payable	2 820	1 334	2 189
Unrealized loss on foreign exchange contracts	7	127	5
Distributions payable	124	—	—
Accounts payable and accrued expenses	1 333	1 713	2 131
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 284	3 174	4 325
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 5 060 716	\$ 4 805 071	\$ 4 534 406
Investments at cost	\$ 5 009 240	\$ 4 786 423	\$ 4 487 693
NAV, END OF PERIOD			
SERIES A	\$ 1 263 664	\$ 1 531 388	\$ 1 977 968
ADVISOR SERIES	\$ 27 811	\$ 33 727	\$ 33 377
SERIES D	\$ 26 436	\$ 27 435	\$ 28 191
SERIES F	\$ 10 831	\$ 11 870	\$ 11 357
SERIES O	\$ 3 731 974	\$ 3 200 651	\$ 2 483 513
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.84	\$ 10.80	\$ 10.91
ADVISOR SERIES	\$ 10.90	\$ 10.86	\$ 10.96
SERIES D	\$ 10.87	\$ 10.83	\$ 10.94
SERIES F	\$ 10.93	\$ 10.89	\$ 11.00
SERIES O	\$ 10.91	\$ 10.87	\$ 10.97



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 72 193	\$ 75 456
Securities lending revenue (see note 6 in the generic notes)	234	186
Net realized gain (loss) on investments	(5 665)	(12 523)
Net gain (loss) on foreign currencies and other net assets	(369)	(93)
Change in unrealized gain (loss) on investments	27 130	(39 361)
TOTAL INCOME (LOSS)	93 523	23 665
EXPENSES (see notes – Fund Specific Information)		
Management fees	7 130	9 721
Administration fees	707	1 239
Board of Governors costs	1	2
GST/HST	796	1 202
TOTAL EXPENSES	8 634	12 164
INCREASE (DECREASE) IN NAV	\$ 84 889	\$ 11 501
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 19 028	\$ (1 364)
ADVISOR SERIES	\$ 435	\$ (12)
SERIES D	\$ 411	\$ 29
SERIES F	\$ 184	\$ 12
SERIES O	\$ 64 831	\$ 12 836
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.15	\$ (0.02)
ADVISOR SERIES	\$ 0.15	\$ (0.01)
SERIES D	\$ 0.17	\$ 0.01
SERIES F	\$ 0.18	\$ 0.02
SERIES O	\$ 0.21	\$ 0.05

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 84 889	\$ 11 501
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	5 665	12 523
Change in unrealized loss (gain) on investments	(27 130)	39 361
(Increase) decrease in accrued receivables	(6 945)	(13 006)
Increase (decrease) in accrued payables	1 230	18 730
Cost of investments purchased	(2 122 690)	(2 811 182)
Proceeds on sales of investments	1 894 208	2 532 342
NET CASH PROVIDED BY OPERATING ACTIVITIES	(170 773)	(209 731)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	650 322	935 456
Cash paid on redemption of redeemable units	(469 143)	(710 286)
Distributions paid to holders of redeemable units	(10 423)	(14 413)
NET CASH USED IN FINANCING ACTIVITIES	\$ 170 756	\$ 210 757
Net increase (decrease) in cash for the year	(17)	1 026
Cash (bank overdraft), beginning of period	21	37
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 1 063
Interest received	\$ 71 545	\$ 75 090
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 531 388	\$ 1 977 968	\$ 33 727	\$ 33 377	\$ 27 435	\$ 28 191	\$ 11 870	\$ 11 357
INCREASE (DECREASE) IN NAV	19 028	(1 364)	435	(12)	411	29	184	12
Early redemption fees	3	4	–	–	1	1	–	–
Proceeds from redeemable units issued	81 839	271 126	3 496	2 708	4 179	5 453	1 822	3 900
Reinvestments of distributions to holders of redeemable units	12 145	18 303	239	270	219	263	80	99
Redemption of redeemable units	(367 965)	(451 439)	(9 787)	(5 322)	(5 503)	(5 713)	(2 986)	(1 867)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(273 978)	(162 006)	(6 052)	(2 344)	(1 104)	4	(1 084)	2 132
Distributions from net income	(12 774)	(19 358)	(299)	(337)	(306)	(358)	(139)	(164)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(12 774)	(19 358)	(299)	(337)	(306)	(358)	(139)	(164)
NET INCREASE (DECREASE) IN NAV	(267 724)	(182 728)	(5 916)	(2 693)	(999)	(325)	(1 039)	1 980
NAV AT END OF PERIOD	\$ 1 263 664	\$ 1 795 240	\$ 27 811	\$ 30 684	\$ 26 436	\$ 27 866	\$ 10 831	\$ 13 337

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 200 651	\$ 2 483 513	\$ 4 805 071	\$ 4 534 406
INCREASE (DECREASE) IN NAV	64 831	12 836	84 889	11 501
Early redemption fees	–	–	4	5
Proceeds from redeemable units issued	558 986	652 269	650 322	935 456
Reinvestments of distributions to holders of redeemable units	43 790	32 658	56 473	51 593
Redemption of redeemable units	(82 906)	(245 950)	(469 147)	(710 291)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	519 870	438 977	237 652	276 763
Distributions from net income	(53 378)	(45 789)	(66 896)	(66 006)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(53 378)	(45 789)	(66 896)	(66 006)
NET INCREASE (DECREASE) IN NAV	531 323	406 024	255 645	222 258
NAV AT END OF PERIOD	\$ 3 731 974	\$ 2 889 537	\$ 5 060 716	\$ 4 756 664

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive level of monthly income by investing primarily in short-term, high-quality fixed-income securities issued or guaranteed by Canadian federal, provincial or municipal governments or corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	23.6	23.4	20.6
AA	44.6	42.7	40.5
A	21.0	22.3	29.2
BBB	10.8	11.6	9.7
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	7.3	9.7	10.0
1 – 5 years	87.9	89.7	89.8
5 – 10 years	4.8	0.6	0.2
> 10 years	–	–	–
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.8% (December 31, 2013 – 2.6%, January 1, 2013 – 2.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	4 955 288	–	4 955 288
Short-term investments	–	71 154	–	71 154
Derivatives – assets	–	257	–	257
Derivatives – liabilities	–	(7)	–	(7)
Total financial instruments	–	5 026 692	–	5 026 692
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	4 706 733	–	4 706 733
Short-term investments	–	70 134	–	70 134
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(127)	–	(127)
Total financial instruments	–	4 776 745	–	4 776 745
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	4 419 739	–	4 419 739
Short-term investments	–	81 535	–	81 535
Derivatives – assets	–	27	–	27
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	–	4 501 296	–	4 501 296
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series D	0.65%
Series F	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.05% from 0.10%.

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	111 876
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	141 754	181 352
Issued number of units	7 536	24 857
Reinvested number of units	1 119	1 681
Redeemed number of units	(33 888)	(41 402)
Ending number of units	116 521	166 488

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	3 106	3 045
Issued number of units	320	246
Reinvested number of units	22	25
Redeemed number of units	(897)	(485)
Ending number of units	2 551	2 831
Series D		
Opening units	2 532	2 577
Issued number of units	384	499
Reinvested number of units	20	24
Redeemed number of units	(505)	(523)
Ending number of units	2 431	2 577
Series F		
Opening units	1 090	1 033
Issued number of units	167	354
Reinvested number of units	7	9
Redeemed number of units	(273)	(170)
Ending number of units	991	1 226
Series O		
Opening units	294 524	226 334
Issued number of units	51 177	59 452
Reinvested number of units	4 011	2 983
Redeemed number of units	(7 590)	(22 333)
Ending number of units	342 122	266 436

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	549 972	532 219
Fair value of collateral received	560 972	542 863



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Very Conservative Class	712	878
RBC Select Conservative Class	553	630
RBC Managed Payout Solution	67 860	64 474
RBC Managed Payout Solution – Enhanced	29 620	17 437
RBC Select Very Conservative Portfolio	78 819	67 307
RBC Select Conservative Portfolio	134 924	117 442
RBC Target 2015 Education Fund	10 537	10 823
RBC Target 2020 Education Fund	10 910	7 351
RBC Canadian Short Term Income Guaranteed Investment Fund	559	622
RBC Life Insurance Universal Life Fund	53	60
Total	334 547	287 024

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	4 752 625	4 529 714
Revaluation of investments at FVTPL	4 039	4 692
Net assets attributable to holders of redeemable units	4 756 664	4 534 406

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	12 154
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(653)
Increase (decrease) in net assets attributable to holders of redeemable units	11 501

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MONTHLY INCOME BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
24 941 940	RBC Bond Fund*	\$ 169 030	\$ 168 171	20.4
8 611 310	RBC Global Corporate Bond Fund*	83 612	84 039	10.2
2 773 524	RBC High Yield Bond Fund*	29 847	30 525	3.7
2 544 314	RBC Emerging Markets Bond Fund*	25 698	26 766	3.3
33 100 084	Phillips, Hager & North Short Term Bond & Mortgage Fund*	337 822	336 161	40.9
14 727 103	Phillips, Hager & North Total Return Bond Fund*	170 448	168 153	20.4
TOTAL MUTUAL FUND UNITS		816 457	813 815	98.9
SHORT-TERM INVESTMENTS†		6 970	6 970	0.9
TOTAL INVESTMENTS		<u>\$ 823 427</u>	820 785	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 620	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 822 405</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.95% to 1.15% and mature between July 2, 2014 and July 11, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 820 785	\$ 906 984	\$ 1 073 424
Cash	–	34	–
Due from investment dealers	2 200	2 350	–
Subscriptions receivable	1 363	386	3 585
Dividends receivable, interest accrued and other assets	3	2	–
TOTAL ASSETS	824 351	909 756	1 077 009
LIABILITIES			
Bank overdraft	–	–	992
Due to investment dealers	–	–	1 700
Redemptions payable	933	1 776	1 219
Distributions payable	239	–	–
Accounts payable and accrued expenses	774	898	1 014
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 946	2 674	4 925
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 822 405	\$ 907 082	\$ 1 072 084
Investments at cost	\$ 823 427	\$ 929 656	\$ 1 071 025
NAV, END OF PERIOD			
SERIES A	\$ 774 246	\$ 868 877	\$ 1 051 721
ADVISOR SERIES	\$ 22 400	\$ 20 505	\$ 10 425
SERIES H	\$ 3 368	\$ 1 961	\$ –
SERIES D	\$ 6 029	\$ 4 856	\$ 5 199
SERIES F	\$ 15 078	\$ 9 951	\$ 4 738
SERIES I	\$ 1 283	\$ 931	\$ –
SERIES O	\$ 1	\$ 1	\$ 1
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.96	\$ 9.76	\$ 10.06
ADVISOR SERIES	\$ 9.97	\$ 9.77	\$ 10.07
SERIES H	\$ 9.97	\$ 9.77	\$ –
SERIES D	\$ 10.09	\$ 9.87	\$ 10.13
SERIES F	\$ 10.14	\$ 9.91	\$ 10.15
SERIES I	\$ 10.15	\$ 9.91	\$ –
SERIES O	\$ 10.38	\$ 10.11	\$ 10.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 30	\$ 48
Other income received from underlying funds	14 549	20 720
Net realized gain (loss) on investments	(564)	(70)
Change in unrealized gain (loss) on investments	20 030	(27 193)
TOTAL INCOME (LOSS)	34 045	(6 495)
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 148	5 722
Administration fees	211	287
Board of Governors costs	1	2
GST/HST	442	669
TOTAL EXPENSES	4 802	6 680
INCREASE (DECREASE) IN NAV	\$ 29 243	\$ (13 175)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 27 791	\$ (12 732)
ADVISOR SERIES	\$ 720	\$ (290)
SERIES H	\$ 77	\$ –
SERIES D	\$ 187	\$ (49)
SERIES F	\$ 423	\$ (104)
SERIES I	\$ 45	\$ –
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.33	\$ (0.12)
ADVISOR SERIES	\$ 0.34	\$ (0.11)
SERIES H	\$ 0.35	\$ –
SERIES D	\$ 0.36	\$ (0.10)
SERIES F	\$ 0.37	\$ (0.09)
SERIES I	\$ 0.38	\$ –
SERIES O	\$ 0.42	\$ (0.06)

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 29 243	\$ (13 175)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	564	70
Change in unrealized loss (gain) on investments	(20 030)	27 193
(Increase) decrease in accrued receivables	(828)	(5 530)
Increase (decrease) in accrued payables	(728)	772
Cost of investments purchased	(173 479)	(603 222)
Proceeds on sales of investments	279 144	495 057
NET CASH PROVIDED BY OPERATING ACTIVITIES	113 886	(98 835)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	103 292	353 294
Cash paid on redemption of redeemable units	(215 707)	(252 092)
Distributions paid to holders of redeemable units	(1 505)	(2 524)
NET CASH USED IN FINANCING ACTIVITIES	\$ (113 920)	\$ 98 678
Net increase (decrease) in cash for the year	(34)	(157)
Cash (bank overdraft), beginning of period	34	(992)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ (1 149)
Interest received	\$ 29	\$ 48
Dividends received, net of withholding taxes	\$ –	\$ –

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 868 877	\$ 1 051 721	\$ 20 505	\$ 10 425	\$ 1 961	\$ –	\$ 4 856	\$ 5 199
INCREASE (DECREASE) IN NAV	27 791	(12 732)	720	(290)	77	–	187	(49)
Early redemption fees	1	9	–	–	–	–	–	–
Proceeds from redeemable units issued	85 711	331 272	4 862	12 959	1 330	–	3 279	2 440
Reinvestments of distributions to holders of redeemable units	9 427	14 602	225	201	32	–	67	77
Redemption of redeemable units	(206 786)	(244 895)	(3 615)	(1 940)	–	–	(2 286)	(2 471)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(111 647)	100 988	1 472	11 220	1 362	–	1 060	46
Distributions from net income	(10 775)	(17 024)	(297)	(262)	(32)	–	(74)	(84)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10 775)	(17 024)	(297)	(262)	(32)	–	(74)	(84)
NET INCREASE (DECREASE) IN NAV	(94 631)	71 232	1 895	10 668	1 407	–	1 173	(87)
NAV AT END OF PERIOD	\$ 774 246	\$ 1 122 953	\$ 22 400	\$ 21 093	\$ 3 368	\$ –	\$ 6 029	\$ 5 112

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 951	\$ 4 738	\$ 931	\$ –	\$ 1	\$ 1	\$ 907 082	\$ 1 072 084
INCREASE (DECREASE) IN NAV	423	(104)	45	–	–	–	29 243	(13 175)
Early redemption fees	–	–	–	–	–	–	1	9
Proceeds from redeemable units issued	7 610	6 623	418	–	82	–	103 292	353 294
Reinvestments of distributions to holders of redeemable units	96	58	13	–	–	–	9 860	14 938
Redemption of redeemable units	(2 833)	(2 795)	(106)	–	(82)	–	(215 708)	(252 101)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 873	3 886	325	–	–	–	(102 555)	116 140
Distributions from net income	(169)	(92)	(18)	–	–	–	(11 365)	(17 462)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(169)	(92)	(18)	–	–	–	(11 365)	(17 462)
NET INCREASE (DECREASE) IN NAV	5 127	3 690	352	–	–	–	(84 677)	85 503
NAV AT END OF PERIOD	\$ 15 078	\$ 8 428	\$ 1 283	\$ –	\$ 1	\$ 1	\$ 822 405	\$ 1 157 587

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular monthly income with the potential for modest capital appreciation by investing primarily in units of fixed-income funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.6% (December 31, 2013 – 4.6%, January 1, 2013 – 4.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	813 815	–	–	813 815
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	6 970	–	6 970
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	813 815	6 970	–	820 785
% of total portfolio	99.2	0.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	900 446	–	–	900 446
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	6 538	–	6 538
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	900 446	6 538	–	906 984
% of total portfolio	99.3	0.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	1 062 869	–	–	1 062 869
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	10 555	–	10 555
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 062 869	10 555	–	1 073 424
% of total portfolio	99.0	1.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.00%, for Series H is 0.90%, for Series D is 0.65%, for Series F is 0.50% and for Series I is 0.40%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Advisor Series	113	112
Series H	105	103
Series I	103	102
Series O	114	112
Value of all units	4	4

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	2 707
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	89 011	104 538
Issued number of units	8 636	32 997
Reinvested number of units	949	1 460
Redeemed number of units	(20 865)	(24 458)
Ending number of units	77 731	114 537

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	2 098	1 035
Issued number of units	489	1 288
Reinvested number of units	23	20
Redeemed number of units	(364)	(194)
Ending number of units	2 246	2 149
Series H		
Opening units	201	–
Issued number of units	134	–
Reinvested number of units	3	–
Redeemed number of units	–	–
Ending number of units	338	–
Series D		
Opening units	492	513
Issued number of units	327	241
Reinvested number of units	7	8
Redeemed number of units	(228)	(245)
Ending number of units	598	517
Series F		
Opening units	1 005	467
Issued number of units	753	653
Reinvested number of units	10	6
Redeemed number of units	(281)	(276)
Ending number of units	1 487	850
Series I		
Opening units	94	–
Issued number of units	41	–
Reinvested number of units	1	–
Redeemed number of units	(10)	–
Ending number of units	126	–
Series O		
Opening units	–	–
Issued number of units	8	–
Reinvested number of units	–	–
Redeemed number of units	(8)	–
Ending number of units	–	–

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 157 511	1 072 084
Revaluation of investments at FVTPL	76	–
Net assets attributable to holders of redeemable units	1 157 587	1 072 084
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(13 251)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		76
Increase (decrease) in net assets attributable to holders of redeemable units		(13 175)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
12 081 708	BlueBay Emerging Markets Corporate Bond Fund*	\$ 123 154	\$ 130 949	
TOTAL MUTUAL FUND UNITS		123 154	130 949	1.0

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
20 000	407 International Inc.	3.870	24-Nov-17	\$ 19 656	\$ 21 177	
4 500	407 International Inc.	3.350	16-May-24	4 496	4 559	
25 330	407 International Inc.	5.750	14-Feb-36	25 624	30 634	
1 905	Aéroports de Montréal	6.950	16-Apr-32	2 323	2 428	
12 850	Aéroports de Montréal	5.670	16-Oct-37	15 151	15 884	
19 800	Alimentation Couche Tard Inc.	2.861	01-Nov-17	19 795	20 105	
10 970	Alimentation Couche Tard Inc.	3.319	01-Nov-19	10 784	11 165	
2 397	Alliance Pipeline LP	5.546	31-Dec-23	2 460	2 660	
4 046	Alliance Pipeline LP	6.765	31-Dec-25	4 071	4 830	
24 400	AltaGas Ltd.	4.600	15-Jan-18	26 301	26 316	
4 500	AltaGas Ltd.	4.550	17-Jan-19	4 755	4 886	
15 800	AltaGas Ltd.	3.720	28-Sep-21	15 869	16 489	
12 400	AltaGas Ltd.	3.570	12-Jun-23	12 391	12 509	
8 800	AltaGas Ltd.	4.400	15-Mar-24	8 795	9 346	
13 000	AltaLink Investments LP	3.265	05-Jun-20	13 124	13 309	
5 000	AltaLink LP	3.668	06-Nov-23	5 000	5 212	
2 000	AltaLink LP	4.872	15-Nov-40	2 000	2 246	
3 000	AltaLink LP	4.462	08-Nov-41	2 980	3 164	
28 750	Bank of Montreal	2.960	02-Aug-16	29 262	29 511	
80 800	Bank of Montreal	2.390	12-Jul-17	80 963	82 126	
94 950	Bank of Montreal	2.240	11-Dec-17	94 421	95 830	
68 250	Bank of Montreal	3.210	13-Sep-18	70 284	71 115	
101 700	Bank of Montreal	2.430	04-Mar-19	101 655	102 555	
10 000	Bank of Montreal	2.840	04-Jun-20	9 998	10 193	
10 800	Bank of Montreal	5.100	21-Apr-21	10 701	11 435	
30 000	Bank of Montreal	3.400	23-Apr-21	30 311	31 285	
10 000	Bank of Montreal	6.170	28-Mar-23	11 400	11 428	
10 500	Bank of Montreal	4.609	10-Sep-25	10 589	11 861	
83 500	Bank of Nova Scotia	2.740	01-Dec-16	84 826	85 421	
89 890	Bank of Nova Scotia	2.598	27-Feb-17	90 622	91 744	
94 950	Bank of Nova Scotia	2.370	11-Jan-18	94 430	96 136	
71 000	Bank of Nova Scotia	2.242	22-Mar-18	70 591	71 543	
28 900	Bank of Nova Scotia	2.750	13-Aug-18	29 212	29 567	
36 500	Bank of Nova Scotia	2.462	14-Mar-19	36 494	36 829	
33 000	Bank of Nova Scotia	3.270	11-Jan-21	33 487	34 208	
18 250	Bank of Nova Scotia	6.650	22-Jan-21	18 994	19 591	
5 000	Baytex Energy Corp.	6.625	19-Jul-22	5 265	5 384	
5 225	BC Tel	9.650	08-Apr-22	6 766	7 359	
4 500	bcIMC Realty Corp.	2.650	29-Jun-17	4 499	4 619	
21 000	bcIMC Realty Corp.	2.960	07-Mar-19	20 998	21 683	
48 675	Bell Aliant Regional Communications LP	5.410	26-Sep-16	51 986	52 364	
6 500	Bell Aliant Regional Communications LP	4.880	26-Apr-18	7 137	7 089	
16 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	15 962	16 546	
71 920	Bell Canada	4.400	16-Mar-18	76 695	77 553	
14 950	Bell Canada	3.500	10-Sep-18	14 941	15 651	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
18 050	Bell Canada	3.350	18-Jun-19	\$ 18 545	\$ 18 736	
6 975	Bell Canada	3.250	17-Jun-20	6 970	7 162	
13 000	Bell Canada	4.950	19-May-21	12 952	14 568	
20 000	Bell Canada	3.350	22-Mar-23	19 966	19 902	
44 350	Bell Canada	6.100	16-Mar-35	46 738	54 176	
2 000	BMW Canada Inc.	2.640	10-Aug-15	2 000	2 026	
8 000	BMW Canada Inc.	2.330	26-Sep-18	7 997	8 060	
4 000	Bombardier Inc. USD	7.750	15-Mar-20	4 488	4 843	
2 500	Brookfield Power Corp.	5.840	05-Nov-36	2 532	2 668	
12 273	Brookfield Renewable Power Inc.	6.132	30-Nov-16	13 094	13 422	
4 100	Brookfield Renewable Power Inc.	5.140	13-Oct-20	4 098	4 559	
12 600	Caisse Centrale Desjardins	2.281	17-Oct-16	12 619	12 749	
17 000	Caisse Centrale Desjardins	3.502	05-Oct-17	17 275	17 808	
46 400	Caisse Centrale Desjardins	2.795	19-Nov-18	46 980	47 451	
7 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	7 000	7 205	
10 000	Calloway Real Estate Investment Trust	3.985	30-May-23	10 015	10 039	
13 900	Cameco Corp.	5.670	02-Sep-19	15 417	15 710	
6 975	Canadian Credit Card Trust	1.596	24-Sep-15	6 975	6 984	
12 000	Canadian Imperial Bank of Commerce	9.650	31-Oct-14	15 760	12 312	
4 400	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	4 466	4 492	
127 900	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	128 413	129 502	
106 875	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	105 903	107 679	
63 100	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	63 044	63 170	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	5 010	
7 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	7 000	7 066	
7 700	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	8 204	8 747	
17 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	17 108	17 500	
10 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	10 058	10 431	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 841	
10 000	Canadian Western Bank	2.378	14-Sep-15	10 000	10 098	
8 800	Canadian Western Bank	3.049	18-Jan-17	8 800	9 050	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 024	
24 700	Canadian Western Bank	2.531	22-Mar-18	24 743	24 989	
10 650	Canadian Western Bank	3.077	14-Jan-19	10 650	10 950	
20 000	Capital Desjardins Inc.	5.187	05-May-20	21 136	22 733	
32 075	Capital Power LP	4.600	01-Dec-15	32 806	33 297	
5 100	Capital Power LP	4.850	21-Feb-19	5 297	5 494	
13 500	Cards II Trust	1.984	15-Jan-16	13 500	13 591	
20 000	Cards II Trust	3.333	15-May-16	20 398	20 622	
10 000	Choice Properties LP	3.000	20-Sep-19	9 981	10 064	
12 400	Choice Properties LP	3.600	20-Sep-21	12 426	12 584	
4 000	Corus Entertainment Inc.	4.250	11-Feb-20	4 000	3 970	
13 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	13 110	13 528	
5 000	Daimler Canada Finance Inc.	3.280	15-Sep-16	5 000	5 163	
17 700	Emera Inc.	2.960	13-Dec-16	17 693	18 144	
9 500	Emera Inc.	4.830	02-Dec-19	10 428	10 445	
21 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	22 318	24 526	
10 000	Enbridge Gas Distribution Inc.	4.500	23-Nov-43	9 971	10 691	
17 000	Enbridge Inc.	5.170	19-May-16	18 768	18 076	
7 100	Enbridge Income Fund Holdings Inc.	5.250	22-Dec-14	7 235	7 213	
8 950	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	8 948	9 152	
1 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	1 653	1 662	
10 100	Encana Corp.	5.800	18-Jan-18	10 496	11 365	
13 775	EnerCare Solutions Inc.	4.300	30-Nov-17	14 011	14 497	
19 870	EPCOR Utilities Inc.	5.800	31-Jan-18	21 863	22 392	
8 000	EPCOR Utilities Inc.	4.550	28-Feb-42	8 091	8 452	
1 100	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	1 268	1 299	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
18 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	\$ 18 039	\$ 20 448	
3 000	Fairfax Financial Holdings Ltd.	5.840	14-Oct-22	2 999	3 299	
14 000	First Capital Realty Inc.	4.430	31-Jan-22	13 797	14 920	
9 406	Ford Auto Securitization Trust	2.482	15-Nov-16	9 406	9 469	
9 000	Ford Auto Securitization Trust	2.347	15-Apr-17	9 000	9 085	
17 850	Ford Credit Canada Ltd.	4.875	08-Feb-17	18 883	19 099	
36 450	Ford Credit Canada Ltd.	3.320	19-Dec-17	36 221	37 640	
47 800	Ford Credit Canada Ltd.	2.939	19-Feb-19	47 844	48 371	
2 500	FortisAlberta Inc.	6.220	31-Oct-34	2 897	3 232	
25 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	26 865	26 625	
30 500	GE Capital Canada Funding Co.	5.530	17-Aug-17	32 892	33 843	
10 000	GE Capital Canada Funding Co.	2.420	31-May-18	10 000	10 129	
31 800	GE Capital Canada Funding Co.	5.680	10-Sep-19	37 113	36 945	
10 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	10 494	12 954	
15 500	Genesis Trust II	2.295	15-Feb-17	15 500	15 707	
20 000	Genesis Trust II	2.433	15-May-19	20 022	20 156	
19 500	Genworth MI Canada Inc.	5.680	15-Jun-20	20 108	22 311	
7 525	George Weston Ltd.	3.780	25-Oct-16	7 574	7 851	
15 000	George Weston Ltd.	4.115	17-Jun-24	15 000	15 224	
5 400	Great Canadian Gaming Corp.	6.625	25-Jul-22	5 521	5 767	
27 400	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	29 507	30 254	
5 000	Great-West Lifeco Inc.	6.140	21-Mar-18	5 581	5 720	
17 000	Great-West Lifeco Inc.	4.650	13-Aug-20	19 037	18 930	
20 750	Great-West Lifeco Inc.	6.740	24-Nov-31	25 454	27 215	
8 600	Greater Toronto Airports Authority	4.850	01-Jun-17	9 685	9 353	
17 500	Greater Toronto Airports Authority	5.960	20-Nov-19	21 515	20 681	
27 050	Greater Toronto Airports Authority	6.980	15-Oct-32	37 971	37 627	
60 950	Greater Toronto Airports Authority	6.470	02-Feb-34	77 222	81 051	
12 000	Greater Toronto Airports Authority	5.630	07-Jun-40	13 664	14 946	
34 400	H&R Real Estate Investment Trust	3.344	20-Jun-18	34 260	35 213	
18 200	HSBC Bank Canada	2.901	13-Jan-17	18 274	18 684	
56 000	HSBC Bank Canada	3.558	04-Oct-17	57 667	58 788	
15 000	HSBC Bank Canada	2.491	13-May-19	15 000	15 091	
20 000	HSBC Bank Canada	2.938	14-Jan-20	20 107	20 453	
5 000	HSBC Bank Canada	4.800	10-Apr-22	4 828	5 365	
3 000	HSBC Canada Asset Trust Securities	5.149	29-Dec-49	2 977	3 097	
4 100	Hydro One Inc.	6.930	01-Jun-32	5 223	5 632	
93 350	Hydro One Inc.	5.360	20-May-36	109 231	110 629	
3 500	Hydro One Inc.	4.170	06-Jun-44	3 496	3 543	
6 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	6 499	6 926	
22 000	Inter Pipeline Ltd.	3.448	20-Jul-20	22 203	22 822	
10 600	Inter Pipeline Ltd.	4.967	02-Feb-21	10 699	11 884	
9 000	Inter Pipeline Ltd.	4.637	30-May-44	9 000	9 185	
21 975	Loblaw Companies Ltd.	3.748	12-Mar-19	21 975	23 140	
3 500	Loblaw Companies Ltd.	5.220	18-Jun-20	3 539	3 946	
9 000	Loblaw Companies Ltd.	6.450	09-Feb-28	9 940	10 802	
21 600	Loblaw Companies Ltd.	6.050	09-Jun-34	23 398	25 070	
46 550	Loblaw Companies Ltd.	5.900	18-Jan-36	47 202	53 507	
13 650	Manulife Bank of Canada	2.383	17-Oct-16	13 650	13 815	
10 000	Manulife Financial Corporation	5.505	26-Jun-18	10 816	11 218	
13 500	Manulife Financial Corporation	5.059	15-Dec-41	12 890	14 519	
7 700	Master Credit Card Trust	3.502	21-May-16	7 700	7 964	
42 000	Master Credit Card Trust	2.626	21-Jan-17	42 588	42 872	
34 300	Master Credit Card Trust II	2.723	21-Nov-18	34 352	35 085	
3 000	Mattamy Group Corp. USD	6.500	15-Nov-20	3 326	3 296	
14 600	Molson Coors Capital Finance ULC	5.000	22-Sep-15	15 138	15 192	
23 000	National Bank of Canada	3.580	26-Apr-16	23 601	23 792	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
37 500	National Bank of Canada	2.702	15-Dec-16	\$ 37 781	\$ 38 332	
55 500	National Bank of Canada	2.019	13-Apr-17	55 537	55 795	
28 000	National Bank of Canada	2.689	21-Aug-17	28 154	28 627	
52 000	National Bank of Canada	2.794	09-Aug-18	52 260	53 240	
12 500	National Bank of Canada	4.700	02-Nov-20	12 512	12 993	
4 715	NAV Canada	7.400	01-Jun-27	6 188	6 592	
14 000	NBC Capital Trust	5.329	30-Jun-56	14 002	14 909	
1 530	Newalta Corp.	7.750	14-Nov-19	1 590	1 665	
2 750	Newalta Corp.	5.875	01-Apr-21	2 786	2 839	
3 500	Nova Gas Transmission Ltd.	9.900	16-Dec-24	4 538	5 363	
6 700	Nova Scotia Power Inc.	5.610	15-Jun-40	8 341	8 169	
9 400	Nova Scotia Power Inc.	4.150	06-Mar-42	9 408	9 308	
8 000	Nova Scotia Power Inc.	4.500	20-Jul-43	7 876	8 383	
8 000	OMERS Realty Corp.	2.498	05-Jun-18	8 000	8 126	
9 000	Pembina Pipeline Corp.	4.890	29-Mar-21	9 000	10 044	
3 500	Pembina Pipeline Corp.	3.770	24-Oct-22	3 499	3 628	
2 000	Pembina Pipeline Corp.	4.750	30-Apr-43	1 995	2 062	
18 950	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	19 367	19 627	
3 000	Quebecor Media Inc.	7.375	15-Jan-21	3 038	3 283	
26 000	RBC Capital Trust*	4.870	31-Dec-15	24 623	27 198	
14 153	Reliance LP	4.574	15-Mar-17	14 315	14 901	
25 000	Reliance LP	5.187	15-Mar-19	26 671	27 004	
19 700	Rogers Communications Inc.	5.800	26-May-16	21 562	21 150	
6 750	Rogers Communications Inc.	5.380	04-Nov-19	6 976	7 635	
15 500	Rogers Communications Inc.	4.700	29-Sep-20	15 689	17 045	
40 000	Rogers Communications Inc.	5.340	22-Mar-21	44 078	45 366	
12 000	Rogers Communications Inc.	4.000	13-Mar-24	11 965	12 266	
58 750	Rogers Communications Inc.	6.110	25-Aug-40	64 367	69 185	
37 900	Royal Bank of Canada*	2.680	08-Dec-16	38 103	38 757	
71 200	Royal Bank of Canada*	2.580	13-Apr-17	71 754	72 672	
88 000	Royal Bank of Canada*	2.364	21-Sep-17	88 426	89 143	
85 400	Royal Bank of Canada*	2.260	12-Mar-18	85 587	86 132	
80 000	Royal Bank of Canada*	2.820	12-Jul-18	80 593	82 087	
60 600	Royal Bank of Canada*	2.890	11-Oct-18	60 711	62 327	
107 700	Royal Bank of Canada*	2.770	11-Dec-18	108 022	110 173	
21 950	Royal Bank of Canada*	2.980	07-May-19	22 350	22 663	
15 000	Royal Bank of Canada*	2.860	03-Apr-21	14 998	15 162	
9 700	Scotiabank Capital Trust	7.802	30-Jun-08	10 473	11 949	
17 300	Shaw Communications Inc.	5.700	02-Mar-17	17 289	18 948	
55 400	Shaw Communications Inc.	5.650	01-Oct-19	62 064	63 140	
20 000	Shaw Communications Inc.	4.350	31-Jan-24	19 995	20 876	
15 000	Shaw Communications Inc.	6.750	09-Nov-39	15 216	18 288	
4 000	Sun Life Capital Trust II	5.863	31-Dec-08	4 000	4 615	
14 700	Sun Life Financial Inc.	5.700	02-Jul-19	14 986	16 908	
33 700	Sun Life Financial Inc.	4.800	23-Nov-35	34 089	35 102	
8 000	Sun Life Financial Inc.	5.400	29-May-42	7 992	9 058	
16 200	Suncor Energy Inc.	5.390	26-Mar-37	15 789	18 431	
5 000	TELUS Corp.	5.950	15-Apr-15	5 496	5 171	
21 000	TELUS Corp.	3.650	25-May-16	20 922	21 756	
4 130	TELUS Corp.	4.950	15-Mar-17	3 832	4 463	
5 000	TELUS Corp.	5.050	04-Dec-19	4 971	5 600	
18 000	TELUS Corp.	5.050	23-Jul-20	19 074	20 234	
17 000	TELUS Corp.	3.600	26-Jan-21	17 036	17 685	
7 000	TELUS Corp.	3.200	05-Apr-21	6 982	7 103	
5 975	TELUS Corp.	3.350	15-Mar-23	5 968	5 967	
38 450	TELUS Corp.	4.400	01-Apr-43	37 334	37 218	
14 000	Teranet Holdings LP	3.531	16-Dec-15	14 190	14 360	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 522	5 503	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
13 800	Teranet Holdings LP	5.754	17-Dec-40	\$ 13 594	\$ 15 395	
15 000	Terasen Gas Inc.	5.900	26-Feb-35	16 271	18 701	
9 950	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	10 332	10 482	
6 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	6 350	6 370	
4 800	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	4 800	4 899	
10 900	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	10 932	11 057	
26 000	Thomson Reuters Corp.	6.000	31-Mar-16	29 118	27 812	
5 000	Thomson Reuters Corp.	4.350	30-Sep-20	4 981	5 399	
56 300	Toronto-Dominion Bank	4.779	14-Dec-16	55 062	60 125	
20 000	Toronto-Dominion Bank	2.433	15-Aug-17	20 000	20 327	
114 400	Toronto-Dominion Bank	2.171	02-Apr-18	114 425	115 084	
107 250	Toronto-Dominion Bank	2.447	02-Apr-19	107 536	108 221	
26 000	Toronto-Dominion Bank	2.563	24-Jun-20	26 000	26 082	
8 500	Toyota Credit Canada Inc.	2.750	18-Jul-18	8 499	8 712	
17 150	TransCanada PipeLines Ltd.	4.650	03-Oct-16	18 484	18 309	
5 125	TransCanada PipeLines Ltd.	3.690	19-Jul-23	5 125	5 359	
22 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	23 546	26 887	
17 300	TransCanada PipeLines Ltd.	4.550	15-Nov-41	16 793	18 389	
5 370	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	5 969	6 086	
8 400	Union Gas Ltd.	5.350	27-Apr-18	9 214	9 393	
20 000	Union Gas Ltd.	6.050	02-Sep-38	25 168	25 675	
2 900	Union Gas Ltd.	5.200	23-Jul-40	2 936	3 371	
17 000	Videotron Ltd.	6.875	15-Jul-21	18 358	18 845	
8 000	Videotron Ltd.	5.625	15-Jun-25	8 000	8 121	
6 000	VW Credit Canada Inc.	3.600	01-Feb-16	6 148	6 191	
2 300	VW Credit Canada Inc.	2.200	11-Oct-16	2 298	2 325	
55 500	Wells Fargo Canada Corp.	2.774	09-Feb-17	55 596	56 875	
25 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	24 993	25 545	
54 500	Wells Fargo Canada Corp.	2.944	25-Jul-19	54 940	55 934	
14 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	13 994	14 220	
8 250	Westcoast Energy Inc.	6.750	15-Dec-27	9 350	10 506	
				5 637 115	5 798 739	43.2
FEDERAL						
20 900	Canada Housing Trust No. 1	2.950	15-Mar-15	21 623	21 181	
10 000	Canada Housing Trust No. 1	2.750	15-Dec-15	10 295	10 236	
160 000	Canada Housing Trust No. 1	1.850	15-Dec-16	162 381	162 042	
264 085	Canada Housing Trust No. 1	3.350	15-Dec-20	271 498	283 232	
113 000	Canada Housing Trust No. 1	2.650	15-Mar-22	115 592	115 291	
110 000	Canada Housing Trust No. 1	2.350	15-Sep-23	107 902	107 880	
72 400	Government of Canada	2.750	01-Sep-16	75 115	74 942	
32 500	Government of Canada	1.250	01-Sep-18	31 366	32 232	
25 000	Government of Canada	1.750	01-Mar-19	25 088	25 249	
58 800	Government of Canada	3.500	01-Jun-20	66 100	64 791	
32 180	Government of Canada	2.750	01-Jun-22	33 125	33 972	
48 625	Government of Canada	1.500	01-Jun-23	45 309	46 181	
102 707	Government of Canada	2.500	01-Jun-24	102 958	105 111	
38 800	Government of Canada	5.750	01-Jun-29	52 247	54 221	
4 823	Government of Canada	5.750	01-Jun-33	6 096	7 015	
42 930	Government of Canada	4.000	01-Jun-41	50 661	52 673	
35 306	Government of Canada	3.500	01-Dec-45	41 166	40 602	
				1 218 522	1 236 851	9.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL						
20 000	Cadillac Fairview Finance Trust	3.640	09-May-18	\$ 19 998	\$ 21 363	
10 000	CDP Financial Inc.	4.600	15-Jul-20	10 010	11 240	
23 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	23 527	24 980	
6 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	6 008	6 568	
5 000	Ontario Strategic Infrastructure Financing Authority	4.600	01-Jun-15	5 058	5 155	
3 200	Province of British Columbia	9.950	15-May-21	4 599	4 713	
30 000	Province of British Columbia	5.700	18-Jun-29	33 171	38 499	
21 650	Province of Manitoba	6.500	22-Sep-17	23 011	25 027	
10 000	Province of Manitoba	4.600	05-Mar-38	9 641	11 546	
15 900	Province of Manitoba	4.650	05-Mar-40	17 086	18 566	
26 000	Province of New Brunswick	4.400	03-Jun-19	27 802	28 874	
25 000	Province of New Brunswick	4.500	02-Jun-20	28 124	28 056	
13 000	Province of New Brunswick	4.800	03-Jun-41	12 934	15 190	
3 500	Province of Newfoundland	10.125	22-Nov-14	4 669	3 623	
7 000	Province of Nova Scotia	9.600	30-Jan-22	9 783	10 316	
10 000	Province of Nova Scotia	6.600	01-Dec-31	9 948	13 907	
5 000	Province of Nova Scotia	4.500	01-Jun-37	4 674	5 607	
6 000	Province of Ontario	3.150	08-Sep-15	6 256	6 146	
154 150	Province of Ontario	4.300	08-Mar-17	163 176	165 780	
252 000	Province of Ontario	1.900	08-Sep-17	250 237	254 562	
143 200	Province of Ontario	2.100	08-Sep-18	142 482	144 784	
193 800	Province of Ontario	4.400	02-Jun-19	211 613	215 197	
275 000	Province of Ontario	4.200	02-Jun-20	286 373	304 057	
151 850	Province of Ontario	4.000	02-Jun-21	161 650	165 919	
197 000	Province of Ontario	3.150	02-Jun-22	200 879	202 762	
492 775	Province of Ontario	2.850	02-Jun-23	478 816	490 160	
358 000	Province of Ontario	3.500	02-Jun-24	365 278	371 221	
192 200	Province of Ontario	6.500	08-Mar-29	238 490	259 673	
32 500	Province of Ontario	6.200	02-Jun-31	45 007	43 375	
72 000	Province of Ontario	5.600	02-Jun-35	94 958	92 181	
117 700	Province of Ontario	4.700	02-Jun-37	119 985	135 786	
180 845	Province of Ontario	4.600	02-Jun-39	184 352	206 545	
219 650	Province of Ontario	4.650	02-Jun-41	242 644	254 307	
257 640	Province of Ontario	3.500	02-Jun-43	258 041	247 838	
362 880	Province of Ontario	3.450	02-Jun-45	333 593	346 234	
6 000	Province of Prince Edward Island	5.700	15-Jun-35	6 676	7 611	
15 000	Province of Quebec	5.500	01-Dec-14	15 573	15 273	
82 800	Province of Quebec	4.500	01-Dec-17	86 067	90 653	
48 000	Province of Quebec	4.500	01-Dec-19	50 904	53 686	
44 500	Province of Quebec	4.500	01-Dec-20	46 712	49 993	
80 100	Province of Quebec	3.500	01-Dec-22	82 613	84 076	
229 900	Province of Quebec	3.000	01-Sep-23	226 753	230 483	
34 800	Province of Quebec	3.750	01-Sep-24	36 523	36 706	
65 010	Province of Quebec	6.000	01-Oct-29	86 329	84 021	
25 000	Province of Quebec	6.250	01-Jun-32	26 184	33 574	
26 400	Province of Quebec	5.750	01-Dec-36	33 767	34 336	
84 300	Province of Quebec	5.000	01-Dec-38	91 748	100 599	
120 000	Province of Quebec	5.000	01-Dec-41	144 230	144 750	
97 375	Province of Quebec	4.250	01-Dec-43	104 963	105 523	
7 500	Simcoe County Board of Education	6.800	19-Jun-26	7 488	9 584	
				5 080 403	5 260 625	39.2
TOTAL CANADIAN BONDS				11 936 040	12 296 215	91.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Australia						
3 000	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	\$ 3 376	\$ 3 496	
				3 376	3 496	—
Azerbaijan						
600	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	696	682	
200	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	212	213	
				908	895	—
Brazil						
575	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	699	691	
3 950	Petrobras International Finance Co. USD	7.875	15-Mar-19	5 002	4 933	
2 505	Republic of Brazil USD	7.125	20-Jan-37	3 269	3 388	
				8 970	9 012	0.1
Chile						
4 560	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	4 742	5 064	
				4 742	5 064	—
China						
860	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	935	974	
2 300	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	2 333	2 636	
				3 268	3 610	—
Colombia						
650	Republic of Colombia USD	11.750	25-Feb-20	1 022	1 008	
4 150	Republic of Colombia USD	8.125	21-May-24	6 134	5 981	
4 175	Republic of Colombia USD	6.125	18-Jan-41	5 019	5 348	
				12 175	12 337	0.1
Croatia						
500	Croatia Government USD	6.250	27-Apr-17	589	579	
1 465	Croatia Government USD	6.750	05-Nov-19	1 779	1 755	
				2 368	2 334	—
Dominican Republic						
2 235	Dominican Republic USD	7.500	06-May-21	2 594	2 733	
				2 594	2 733	—
Hungary						
1 880	Hungary Government USD	4.125	19-Feb-18	2 074	2 092	
				2 074	2 092	—
Iceland						
950	Iceland Government USD	5.875	11-May-22	1 065	1 119	
				1 065	1 119	—
India						
600	Export-Import Bank of India USD	4.000	07-Aug-17	648	676	
600	Export-Import Bank of India USD	3.875	02-Oct-19	662	650	
				1 310	1 326	—
Indonesia						
780	Government of Indonesia USD	5.875	13-Mar-20	945	927	
1 620	Government of Indonesia USD	4.875	05-May-21	1 756	1 819	
465	Government of Indonesia USD	5.250	17-Jan-42	425	472	
815	Majapahit Holding BV USD	7.750	17-Oct-16	951	981	
915	Pertamina Persero PT USD	5.625	20-May-43	821	881	
2 125	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	2 379	2 391	
				7 277	7 471	0.1
Japan						
6 000	SoftBank Corp. USD	4.500	15-Apr-20	6 157	6 528	
				6 157	6 528	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Jordan						
1 040	Jordan Government USD	3.875	12-Nov-15	\$ 1 119	\$ 1 118	
				1 119	1 118	—
Kazakhstan						
1 025	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	1 222	1 215	
1 320	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	1 703	1 702	
1 680	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	1 902	2 004	
1 250	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	1 148	1 287	
625	Samruk-Energy JSC USD	3.750	20-Dec-17	639	676	
				6 614	6 884	0.1
Luxembourg						
5 000	ArcelorMittal USD	9.850	01-Jun-19	6 267	6 854	
5 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	4 952	5 694	
				11 219	12 548	0.1
Mexico						
3 595	Comision Federal de Electricidad USD	4.875	26-May-21	4 033	4 143	
1 300	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	1 525	1 640	
2 225	Petroleos Mexicanos USD	6.000	05-Mar-20	2 748	2 727	
4 100	Petroleos Mexicanos USD	3.500	30-Jan-23	4 026	4 282	
685	United Mexican States USD	5.750	12-Oct-10	676	780	
				13 008	13 572	0.1
Morocco						
690	Morocco Government EUR	4.500	05-Oct-20	856	1 098	
400	OCP S.A. USD	5.625	25-Apr-24	438	449	
				1 294	1 547	—
Netherlands						
10 000	ING Bank N.V. USD	4.125	21-Nov-23	10 538	10 989	
				10 538	10 989	0.1
Panama						
3 570	Republic of Panama USD	7.125	29-Jan-26	4 726	4 853	
1 000	Republic of Panama USD	6.700	26-Jan-36	1 184	1 321	
				5 910	6 174	0.1
Peru						
2 785	Republic of Peru USD	7.350	21-Jul-25	3 706	3 942	
500	Republic of Peru USD	5.625	18-Nov-50	584	601	
				4 290	4 543	—
Philippines						
3 747	Republic of Philippines USD	8.375	17-Jun-19	5 069	5 092	
2 300	Republic of Philippines USD	7.750	14-Jan-31	3 322	3 404	
25 000	Republic of Philippines PHP	6.250	14-Jan-36	642	663	
				9 033	9 159	0.1
Poland						
4 010	Government of Poland USD	6.375	15-Jul-19	4 742	5 076	
				4 742	5 076	—
Qatar						
635	State of Qatar USD	6.400	20-Jan-40	829	840	
				829	840	—
Romania						
1 725	Romanian Government EUR	4.625	18-Sep-20	2 464	2 838	
1 400	Romanian Government USD	6.750	07-Feb-22	1 661	1 788	
				4 125	4 626	—
Russia						
925	Gazprom OAO USD	9.250	23-Apr-19	1 242	1 203	
4 490	Russian Federation USD	5.000	31-Mar-30	3 940	3 806	
				5 182	5 009	—

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Serbia						
1 250	Republic of Serbia USD	5.875	03-Dec-18	\$ 1 453	\$ 1 425	
				1 453	1 425	—
Slovenia						
2 325	Slovenia Government USD	5.500	26-Oct-22	2 636	2 731	
				2 636	2 731	—
South Africa						
1 075	Republic of South Africa USD	4.665	17-Jan-24	1 127	1 173	
				1 127	1 173	—
Spain						
4 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	4 212	4 469	
				4 212	4 469	—
Supranational						
2 575	Eurasian Development Bank USD	5.000	26-Sep-20	2 686	2 834	
4 000	Inter-American Development Bank CAD	4.400	26-Jan-26	3 989	4 453	
				6 675	7 287	0.1
Turkey						
1 625	Export Credit Bank of Turkey USD	5.375	04-Nov-16	1 642	1 829	
1 055	Export Credit Bank of Turkey USD	5.875	24-Apr-19	1 143	1 196	
3 750	Republic of Turkey USD	7.500	14-Jul-17	4 513	4 561	
				7 298	7 586	0.1
United Arab Emirates						
700	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	828	877	
1 000	Emirate of Dubai USD	7.750	05-Oct-20	1 218	1 340	
1 180	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 319	1 410	
				3 365	3 627	—
United Kingdom						
6 150	Ineos Finance Plc. USD	8.375	15-Feb-19	6 989	7 192	
				6 989	7 192	0.1
United States						
5 000	Access Midstream Partners LP	4.875	15-May-23	5 286	5 647	
5 000	Ameristar Casinos Inc.	7.500	15-Apr-21	5 247	5 760	
4 000	Antero Resources Finance Corp.	5.375	01-Nov-21	4 414	4 443	
15 450	Ball Corp.	5.750	15-May-21	16 495	17 614	
14 000	Beazer Homes USA Inc.	6.625	15-Apr-18	15 133	15 979	
6 000	Calpine Corp.	6.000	15-Jan-22	6 659	6 928	
5 000	CCO Holdings LLC	6.500	30-Apr-21	4 873	5 700	
5 000	Choice Hotels International Inc.	5.750	01-Jul-22	5 356	5 751	
3 000	CommScope Inc.	5.500	15-Jun-24	3 276	3 268	
4 000	Community Health Systems Inc.	5.125	15-Aug-18	4 038	4 485	
17 000	Concho Resources Inc.	7.000	15-Jan-21	18 892	19 993	
9 500	Continental Resources Inc.	7.125	01-Apr-21	10 901	11 489	
3 000	Crown Castle International Corp.	4.875	15-Apr-22	3 321	3 314	
5 000	CSC Holdings LLC	6.750	15-Nov-21	5 352	5 887	
5 000	D.R. Horton Inc.	5.750	15-Aug-23	5 363	5 747	
5 250	Denbury Resources Inc.	5.500	01-May-22	5 785	5 733	
5 000	DISH DBS Corp.	7.875	01-Sep-19	5 782	6 347	
4 395	Everest Reinsurance Holdings Inc.	6.600	15-May-37	4 884	4 952	
5 000	Expedia Inc.	7.456	15-Aug-18	5 720	6 330	
22 550	Fidelity National Information Services Inc.	5.000	15-Mar-22	24 567	25 315	
3 000	Frontier Communications Corp.	8.500	15-Apr-20	3 589	3 792	
16 692	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	16 748	18 518	
8 000	HCA Inc.	7.250	15-Sep-20	9 146	9 152	
4 100	HCA Inc.	5.875	15-Mar-22	4 404	4 756	
5 000	HDTFS Inc.	6.250	15-Oct-22	5 478	5 674	
2 210	Hearst-Argyle Television Inc.	7.000	15-Jan-18	2 830	2 463	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
4 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	\$ 4 225	\$ 4 541	
5 000	HJ Heinz Co.	4.250	15-Oct-20	4 988	5 374	
5 500	Ingles Markets Inc.	5.750	15-Jun-23	5 725	5 970	
3 000	Lamar Media Corp.	5.375	15-Jan-24	3 417	3 328	
2 250	Lear Corp.	5.375	15-Mar-24	2 504	2 478	
5 225	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 883	914	
4 000	Micron Technology Inc.	5.875	15-Feb-22	4 644	4 587	
5 000	NCR Corp.	5.000	15-Jul-22	5 087	5 427	
225	NCR Escrow Corp.	5.875	15-Dec-21	239	254	
4 000	NRG Energy Inc.	7.875	15-May-21	4 277	4 752	
2 520	Owens-Brockway Glass Container Inc.	7.375	15-May-16	2 827	2 970	
4 000	Prestige Brands Inc.	5.375	15-Dec-21	4 260	4 373	
4 000	Qwest Corp.	6.500	01-Jun-17	4 217	4 854	
1 500	Qwest Corp.	6.750	01-Dec-21	1 502	1 854	
5 000	Range Resources Corp.	6.750	01-Aug-20	5 446	5 760	
12 000	Range Resources Corp.	5.750	01-Jun-21	13 128	13 888	
5 900	Reynolds Group Issuer Inc.	7.125	15-Apr-19	6 417	6 608	
4 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	4 431	4 626	
16 000	Rite Aid Corp.	8.000	15-Aug-20	18 483	18 859	
3 000	Seagate HDD Cayman USD	4.750	01-Jun-23	2 857	3 240	
5 400	Service Corp. International	7.625	01-Oct-18	5 949	6 783	
6 000	Smithfield Foods Inc.	6.625	15-Aug-22	6 639	7 040	
4 275	Sonic Automotive Inc.	7.000	15-Jul-22	4 769	5 028	
875	Sonic Automotive Inc.	5.000	15-May-23	889	922	
4 000	Spirit Aerosystems Inc.	6.750	15-Dec-20	4 086	4 608	
6 500	Sprint Nextel Corp.	9.000	15-Nov-18	8 247	8 424	
5 500	Standard Pacific Corp.	8.375	15-Jan-21	6 653	6 982	
6 000	T-Mobile USA Inc.	6.625	01-Apr-23	6 303	6 976	
1 500	Targa Resources Partners LP	6.875	01-Feb-21	1 673	1 740	
6 000	Tenet Healthcare Corp.	6.000	01-Oct-20	6 583	6 960	
365	The AES Corp.	8.000	15-Oct-17	387	455	
4 000	The AES Corp.	5.500	15-Mar-24	4 437	4 384	
6 500	Toll Brothers Finance Corp.	5.875	15-Feb-22	7 173	7 575	
16 300	United Rentals North America Inc.	5.750	15-Jul-18	17 607	18 474	
5 000	Whiting Petroleum Corp.	5.750	15-Mar-21	5 217	5 854	
3 000	Windstream Holdings Inc.	7.750	01-Oct-21	3 265	3 512	
2 000	Wynn Las Vegas LLC Corp.	7.875	01-May-20	2 109	2 320	
4 275	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	4 960	4 993	
				403 042	422 724	3.1
Uruguay						
1 700	Republic of Uruguay USD	4.500	14-Aug-24	1 820	1 923	
500	Republic of Uruguay USD	7.625	21-Mar-36	657	719	
				2 477	2 642	-
TOTAL FOREIGN BONDS				573 461	600 958	4.4
TOTAL BONDS				12 509 501	12 897 173	96.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
322	Schooner Trust Series 2004-CF2, Class A2	5.100	12-Jul-14	\$ 322	\$ 322	
3 000	Schooner Trust Series 2005-4, Class A2	4.363	12-Sep-20	3 000	3 085	
7 300	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	7 300	7 776	
TOTAL MORTGAGE-BACKED SECURITIES				10 622	11 183	0.1
SHORT-TERM INVESTMENTS†				315 099	315 100	2.4
TOTAL INVESTMENTS				12 958 376	13 354 405	99.5
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	416	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(870)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	19 607	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(10 708)	(0.1)
TOTAL PORTFOLIO				\$12 958 376	13 362 850	99.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					63 799	0.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$13 426 649	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.16% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
(1 250) United States 5-Year Note Future, September 2014 Contracts at USD 119.77 per contract	\$ (162 877)	\$ 416
	\$ (162 877)	\$ 416
Number of Contracts	Contracted Value	Unrealized Loss
(3 059) United States 10-Year Note Future, September 2014 Contracts at USD 124.90 per contract	\$ (414 738)	\$ (870)
	\$ (414 738)	\$ (870)
TOTAL FUTURES	\$ (577 615)	\$ (454)

\$12 600 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 539 Sold USD 9 639 @ 1.0934	02-Jul-14	\$ 257
Bought CAD 16 678 Sold USD 15 000 @ 1.1119	02-Jul-14	677
Bought CAD 22 076 Sold USD 20 693 @ 1.0669	02-Jul-14	3
Bought CAD 22 163 Sold USD 20 000 @ 1.1081	02-Jul-14	829
Bought CAD 16 151 Sold USD 14 715 @ 1.0976	03-Jul-14	455
Bought CAD 9 945 Sold USD 8 853 @ 1.1233	03-Jul-14	501
Bought USD 3 068 Sold CAD 3 269 @ 0.9384	03-Jul-14	3
Bought CAD 3 594 Sold USD 3 247 @ 1.1070	09-Jul-14	130
Bought CAD 32 034 Sold USD 29 342 @ 1.0918	09-Jul-14	730
Bought CAD 4 772 Sold USD 4 405 @ 1.0833	09-Jul-14	72
Bought CAD 5 221 Sold USD 4 725 @ 1.1049	09-Jul-14	180
Bought CAD 6 020 Sold USD 5 457 @ 1.1032	09-Jul-14	198
Bought CAD 132 Sold USD 120 @ 1.1018	10-Jul-14	4
Bought CAD 28 256 Sold USD 25 890 @ 1.0914	10-Jul-14	634
Bought CAD 9 844 Sold USD 8 903 @ 1.1057	10-Jul-14	346
Bought CAD 3 315 Sold USD 3 000 @ 1.1051	16-Jul-14	114
Bought CAD 4 900 Sold USD 4 500 @ 1.0888	16-Jul-14	98
Bought CAD 9 946 Sold USD 9 000 @ 1.1051	16-Jul-14	342
Bought CAD 20 547 Sold USD 18 791 @ 1.0935	17-Jul-14	495
Bought CAD 21 898 Sold USD 20 000 @ 1.0949	17-Jul-14	556
Bought CAD 646 Sold USD 586 @ 1.1026	17-Jul-14	21
Bought CAD 937 Sold EUR 615 @ 1.5230	22-Jul-14	38
Bought CAD 31 637 Sold USD 29 639 @ 1.0674	23-Jul-14	4
Bought CAD 35 124 Sold USD 32 073 @ 1.0951	23-Jul-14	892
Bought CAD 452 Sold EUR 302 @ 1.4963	24-Jul-14	11
Bought CAD 2 507 Sold USD 2 274 @ 1.1023	25-Jul-14	79
Bought CAD 9 919 Sold USD 9 026 @ 1.0990	25-Jul-14	285
Bought CAD 28 955 Sold USD 26 301 @ 1.1009	28-Jul-14	881
Bought CAD 341 Sold USD 310 @ 1.0985	29-Jul-14	10
Bought CAD 22 107 Sold USD 20 000 @ 1.1053	30-Jul-14	757
Bought CAD 26 912 Sold USD 24 321 @ 1.1065	31-Jul-14	948

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought TWD 146 639 Sold CAD 5 246 @ 0.0358	31-Jul-14	\$ -
Bought CAD 52 459 Sold USD 47 461 @ 1.1053	01-Aug-14	1 791
Bought CAD 11 002 Sold USD 10 000 @ 1.1002	05-Aug-14	325
Bought CAD 5 514 Sold USD 5 068 @ 1.0879	05-Aug-14	103
Bought RUB 854 200 Sold CAD 26 286 @ 0.0308	05-Aug-14	394
Bought CAD 422 Sold USD 395 @ 1.0696	08-Aug-14	1
Bought CAD 1 067 Sold EUR 711 @ 1.5009	12-Aug-14	27
Bought CAD 14 298 Sold USD 13 095 @ 1.0919	12-Aug-14	315
Bought CAD 10 430 Sold USD 9 618 @ 1.0845	13-Aug-14	160
Bought CAD 1 239 Sold EUR 829 @ 1.4942	14-Aug-14	26
Bought CAD 4 353 Sold USD 4 000 @ 1.0884	19-Aug-14	81
Bought CAD 4 623 Sold USD 4 324 @ 1.0692	20-Aug-14	5
Bought CAD 1 545 Sold USD 1 420 @ 1.0883	21-Aug-14	29
Bought CAD 11 570 Sold USD 10 588 @ 1.0927	21-Aug-14	261
Bought CAD 22 493 Sold USD 20 613 @ 1.0912	22-Aug-14	477
Bought CAD 3 207 Sold USD 2 950 @ 1.0870	22-Aug-14	56
Bought CAD 32 731 Sold USD 30 000 @ 1.0910	26-Aug-14	686
Bought CAD 14 052 Sold USD 12 916 @ 1.0879	27-Aug-14	255
Bought CAD 6 125 Sold USD 5 595 @ 1.0947	28-Aug-14	148
Bought CAD 13 084 Sold KRW 12 331 366 @ 0.0011	29-Aug-14	96
Bought CAD 13 862 Sold USD 12 732 @ 1.0888	03-Sep-14	260
Bought CAD 21 610 Sold USD 19 861 @ 1.0881	04-Sep-14	391
Bought CAD 42 293 Sold USD 38 866 @ 1.0882	04-Sep-14	769
Bought CAD 9 170 Sold USD 8 379 @ 1.0945	11-Sep-14	217
Bought CAD 7 277 Sold USD 6 640 @ 1.0959	12-Sep-14	181
Bought CAD 35 592 Sold USD 32 738 @ 1.0872	17-Sep-14	604
Bought CAD 33 172 Sold USD 30 505 @ 1.0874	18-Sep-14	569
Bought CAD 14 885 Sold USD 13 901 @ 1.0708	19-Sep-14	28
Bought CAD 18 174 Sold USD 16 692 @ 1.0888	22-Sep-14	333
Bought CAD 16 038 Sold USD 15 000 @ 1.0692	23-Sep-14	5
Bought CAD 9 773 Sold USD 8 960 @ 1.0907	23-Sep-14	196
Bought CAD 23 657 Sold USD 21 996 @ 1.0755	24-Sep-14	146
Bought CAD 188 Sold EUR 128 @ 1.4662	25-Sep-14	-
Bought CAD 13 890 Sold USD 12 885 @ 1.0780	26-Sep-14	116
Bought CAD 22 958 Sold USD 21 468 @ 1.0694	02-Oct-14	6
		\$ 19 607

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 15 000 Sold CAD 16 006 @ 1.0671	02-Jul-14	\$ (5)
Bought USD 20 693 Sold CAD 22 493 @ 1.0870	02-Jul-14	(420)
Bought USD 29 639 Sold CAD 31 622 @ 1.0669	02-Jul-14	(6)
Bought USD 4 324 Sold CAD 4 618 @ 1.0680	02-Jul-14	(6)
Bought USD 2 100 Sold CAD 2 282 @ 1.0869	03-Jul-14	(42)
Bought USD 21 468 Sold CAD 22 907 @ 1.0670	03-Jul-14	(7)
Bought USD 2 450 Sold CAD 2 678 @ 1.0931	09-Jul-14	(64)
Bought USD 382 Sold CAD 415 @ 1.0868	09-Jul-14	(8)
Bought TWD 367 608 Sold CAD 13 440 @ 0.0366	10-Jul-14	(308)
Bought USD 2 090 Sold CAD 2 282 @ 1.0919	10-Jul-14	(52)
Bought PHP 515 551 Sold CAD 12 670 @ 0.0246	24-Jul-14	(56)
Bought USD 19 363 Sold CAD 21 401 @ 1.1053	24-Jul-14	(734)
Bought USD 19 970 Sold CAD 21 976 @ 1.1004	24-Jul-14	(661)
Bought USD 20 693 Sold CAD 22 089 @ 1.0675	24-Jul-14	(3)
Bought USD 4 500 Sold CAD 4 901 @ 1.0891	24-Jul-14	(98)
Bought USD 46 898 Sold CAD 51 848 @ 1.1056	24-Jul-14	(1 793)
Bought USD 464 Sold CAD 504 @ 1.0868	24-Jul-14	(9)
Bought USD 5 833 Sold CAD 6 422 @ 1.1010	24-Jul-14	(196)
Bought MXN 13 883 Sold CAD 1 155 @ 0.0832	31-Jul-14	(16)
Bought MXN 148 548 Sold CAD 12 404 @ 0.0835	31-Jul-14	(211)
Bought MXN 160 521 Sold CAD 13 404 @ 0.0835	31-Jul-14	(228)
Bought TWD 219 620 Sold CAD 7 858 @ 0.0358	31-Jul-14	(1)
Bought USD 13 471 Sold CAD 14 654 @ 1.0878	07-Aug-14	(271)
Bought USD 4 383 Sold CAD 4 721 @ 1.0770	07-Aug-14	(41)
Bought USD 1 490 Sold CAD 1 624 @ 1.0902	08-Aug-14	(33)
Bought USD 157 Sold CAD 171 @ 1.0887	08-Aug-14	(3)
Bought USD 2 562 Sold CAD 2 794 @ 1.0905	08-Aug-14	(58)
Bought USD 219 Sold CAD 239 @ 1.0896	08-Aug-14	(5)
Bought USD 449 Sold CAD 488 @ 1.0872	08-Aug-14	(9)
Bought USD 7 927 Sold CAD 8 654 @ 1.0917	08-Aug-14	(190)
Bought USD 820 Sold CAD 898 @ 1.0955	08-Aug-14	(23)
Bought USD 972 Sold CAD 1 061 @ 1.0914	08-Aug-14	(23)
Bought IDR 73 698 486 Sold CAD 6 653 @ 0.0001	20-Aug-14	(63)
Bought USD 20 531 Sold CAD 22 345 @ 1.0883	25-Aug-14	(415)
Bought KRW 12 331 366 Sold CAD 13 076 @ 0.0011	29-Aug-14	(88)
Bought USD 1 900 Sold CAD 2 068 @ 1.0883	02-Sep-14	(38)
Bought USD 31 915 Sold CAD 34 742 @ 1.0886	02-Sep-14	(646)
Bought USD 6 883 Sold CAD 7 481 @ 1.0869	02-Sep-14	(128)
Bought USD 3 213 Sold CAD 3 492 @ 1.0869	03-Sep-14	(59)
Bought USD 29 936 Sold CAD 32 564 @ 1.0878	08-Sep-14	(577)
Bought USD 34 512 Sold CAD 37 426 @ 1.0844	08-Sep-14	(550)
Bought USD 52 148 Sold CAD 56 707 @ 1.0874	08-Sep-14	(987)
Bought MXN 155 185 Sold CAD 12 934 @ 0.0833	12-Sep-14	(218)
Bought USD 13 814 Sold CAD 14 983 @ 1.0847	18-Sep-14	(220)
Bought USD 20 051 Sold CAD 21 749 @ 1.0847	18-Sep-14	(320)
Bought USD 31 588 Sold CAD 34 260 @ 1.0846	18-Sep-14	(501)
Bought USD 33 517 Sold CAD 36 134 @ 1.0781	18-Sep-14	(313)
Bought USD 720 Sold CAD 774 @ 1.0751	18-Sep-14	(5)
		\$ (10 708)
		\$ 8 899
TOTAL FOREIGN EXCHANGE		

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 13 354 405	\$ 11 740 359	\$ 9 484 963
Cash	–	2 810	–
Due from investment dealers	33 686	3 167	–
Subscriptions receivable	1 103	50 702	18 461
Unrealized gain on futures contracts	416	8 500	1 008
Futures contracts margin receivable	105	–	–
Unrealized gain on foreign exchange contracts	19 607	4 017	4 749
Dividends receivable, interest accrued and other assets	87 993	82 977	63 990
TOTAL ASSETS	13 497 315	11 892 532	9 573 171
LIABILITIES			
Bank overdraft	2 923	–	1 476
Due to investment dealers	50 463	45 794	20 945
Redemptions payable	3 568	2 049	2 120
Unrealized loss on futures contracts	870	–	27
Futures contracts margin payable	–	8 717	564
Unrealized loss on foreign exchange contracts	10 708	10 351	2 235
Distributions payable	210	–	–
Accounts payable and accrued expenses	1 924	2 115	2 533
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	70 666	69 026	29 900
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 13 426 649	\$ 11 823 506	\$ 9 543 271
Investments at cost	\$ 12 958 376	\$ 11 716 925	\$ 9 009 097
NAV, END OF PERIOD			
SERIES A	\$ 1 638 245	\$ 1 776 368	\$ 2 271 734
ADVISOR SERIES	\$ 36 430	\$ 36 190	\$ 42 437
SERIES H	\$ 204	\$ 1	\$ –
SERIES D	\$ 56 486	\$ 53 735	\$ 68 826
SERIES F	\$ 10 610	\$ 7 299	\$ 7 441
SERIES I	\$ 506	\$ 490	\$ 898
SERIES O	\$ 11 684 168	\$ 9 949 423	\$ 7 151 935
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 6.46	\$ 6.26	\$ 6.55
ADVISOR SERIES	\$ 6.59	\$ 6.39	\$ 6.67
SERIES H	\$ 6.53	\$ 6.33	\$ –
SERIES D	\$ 6.50	\$ 6.30	\$ 6.59
SERIES F	\$ 6.66	\$ 6.45	\$ 6.74
SERIES I	\$ 6.62	\$ 6.42	\$ 6.74
SERIES O	\$ 6.74	\$ 6.54	\$ 6.81

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 228 109	\$ 185 011
Net gain (loss) from futures contracts	(13 413)	21 811
Other income received from underlying funds	3 382	2 390
Securities lending revenue (see note 6 in the generic notes)	483	303
Net realized gain (loss) on investments	39 646	33 116
Net gain (loss) on foreign currencies and other net assets	(22 517)	(225)
Change in unrealized gain (loss) on investments	387 828	(378 000)
TOTAL INCOME (LOSS)	623 518	(135 594)
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 765	11 365
Administration fees	1 958	1 908
Board of Governors costs	1	2
GST/HST	1 116	1 447
Withholding tax	225	–
TOTAL EXPENSES	12 065	14 722
INCREASE (DECREASE) IN NAV	\$ 611 453	\$ (150 316)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 74 217	\$ (39 613)
ADVISOR SERIES	\$ 1 566	\$ (764)
SERIES H	\$ 3	\$ (23)
SERIES D	\$ 2 488	\$ (999)
SERIES F	\$ 411	\$ (119)
SERIES I	\$ 24	\$ (22)
SERIES O	\$ 532 744	\$ (108 776)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.27	\$ (0.13)
ADVISOR SERIES	\$ 0.28	\$ (0.13)
SERIES H	\$ 0.28	\$ (0.03)
SERIES D	\$ 0.30	\$ (0.12)
SERIES F	\$ 0.30	\$ (0.11)
SERIES I	\$ 0.30	\$ (0.11)
SERIES O	\$ 0.32	\$ (0.09)

* Series H launched April 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 611 453	\$ (150 316)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(39 646)	(33 116)
Change in unrealized loss (gain) on investments	(387 828)	378 000
(Increase) decrease in accrued receivables	14 064	(20 268)
Increase (decrease) in accrued payables	6 207	52 726
Cost of investments purchased	(7 297 235)	(7 773 096)
Proceeds on sales of investments	6 095 562	6 300 446
NET CASH PROVIDED BY OPERATING ACTIVITIES	(997 423)	(1 245 624)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 997 819	2 262 145
Cash paid on redemption of redeemable units	(994 667)	(981 721)
Distributions paid to holders of redeemable units	(11 462)	(20 853)
NET CASH USED IN FINANCING ACTIVITIES	\$ 991 690	\$ 1 259 571
Net increase (decrease) in cash for the year	(5 733)	13 947
Cash (bank overdraft), beginning of period	2 810	(1 476)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (2 923)	\$ 12 471
Interest received	\$ 223 093	\$ 176 361
Dividends received, net of withholding taxes	\$ (225)	\$ –

* Series H launched April 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 776 368	\$ 2 271 734	\$ 36 190	\$ 42 437	\$ 1	\$ –	\$ 53 735	\$ 68 826
INCREASE (DECREASE) IN NAV	74 217	(39 613)	1 566	(764)	3	(23)	2 488	(999)
Early redemption fees	–	2	–	1	–	–	–	–
Proceeds from redeemable units issued	77 202	179 687	4 813	6 979	200	1 001	10 162	13 898
Reinvestments of distributions to holders of redeemable units	20 127	32 138	408	572	1	2	784	1 131
Redemption of redeemable units	(289 135)	(331 497)	(6 102)	(8 723)	–	–	(9 879)	(21 089)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(191 806)	(119 670)	(881)	(1 171)	201	1 003	1 067	(6 060)
Distributions from net income	(20 534)	(32 918)	(445)	(630)	(1)	(2)	(804)	(1 159)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(20 534)	(32 918)	(445)	(630)	(1)	(2)	(804)	(1 159)
NET INCREASE (DECREASE) IN NAV	(138 123)	(192 201)	240	(2 565)	203	978	2 751	(8 218)
NAV AT END OF PERIOD	\$ 1 638 245	\$ 2 079 533	\$ 36 430	\$ 39 872	\$ 204	\$ 978	\$ 56 486	\$ 60 608

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 299	\$ 7 441	\$ 490	\$ 898	\$ 9 949 423	\$ 7 151 935	\$ 11 823 506	\$ 9 543 271
INCREASE (DECREASE) IN NAV	411	(119)	24	(22)	532 744	(108 776)	611 453	(150 316)
Early redemption fees	–	–	–	–	–	–	–	3
Proceeds from redeemable units issued	4 601	1 642	–	500	1 900 841	2 058 438	1 997 819	2 262 145
Reinvestments of distributions to holders of redeemable units	104	84	–	18	192 029	147 291	213 453	181 236
Redemption of redeemable units	(1 660)	(1 800)	–	(1)	(687 891)	(618 614)	(994 667)	(981 724)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 045	(74)	–	517	1 404 979	1 587 115	1 216 605	1 461 660
Distributions from net income	(145)	(133)	(8)	(18)	(202 978)	(167 229)	(224 915)	(202 089)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(145)	(133)	(8)	(18)	(202 978)	(167 229)	(224 915)	(202 089)
NET INCREASE (DECREASE) IN NAV	3 311	(326)	16	477	1 734 745	1 311 110	1 603 143	1 109 255
NAV AT END OF PERIOD	\$ 10 610	\$ 7 115	\$ 506	\$ 1 375	\$ 11 684 168	\$ 8 463 045	\$ 13 426 649	\$ 10 652 526

* Series H launched April 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average long-term returns consisting of interest income and moderate capital growth by investing mainly in high-quality fixed-income securities issued by Canadian governments and corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	11.4	11.2	11.0
AA	50.3	47.6	44.4
A	18.8	20.3	26.5
BBB	15.4	15.9	14.3
BB	2.7	2.9	2.3
B	1.3	2.0	1.4
Unrated	0.1	0.1	0.1
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.6	0.8	1.7
1 – 5 years	41.2	41.2	43.4
5 – 10 years	32.0	31.9	27.0
> 10 years	26.2	26.1	27.9
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.7% (December 31, 2013 – 6.4%, January 1, 2013 – 6.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	130 949	–	–	130 949
Fixed-income				
and debt securities	–	12 908 356	–	12 908 356
Short-term investments	–	315 100	–	315 100
Derivatives – assets	416	19 607	–	20 023
Derivatives – liabilities	(870)	(10 708)	–	(11 578)
Total financial instruments	130 495	13 232 355	–	13 362 850
% of total portfolio	1.0	99.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	118 409	–	–	118 409
Fixed-income				
and debt securities	–	11 325 774	–	11 325 774
Short-term investments	–	296 176	–	296 176
Derivatives – assets	8 500	4 017	–	12 517
Derivatives – liabilities	–	(10 351)	–	(10 351)
Total financial instruments	126 909	11 615 616	–	11 742 525
% of total portfolio	1.1	98.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	96 255	–	–	96 255
Fixed-income				
and debt securities	–	9 094 262	–	9 094 262
Short-term investments	–	294 446	–	294 446
Derivatives – assets	1 008	4 749	–	5 757
Derivatives – liabilities	(27)	(2 235)	–	(2 262)
Total financial instruments	97 236	9 391 222	–	9 488 458
% of total portfolio	1.0	99.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series H	0.90%
Series D	0.65%
Series F	0.50%
Series I	0.40%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	156	154
Series I	1 148	1 130
Value of all units	9	8

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	283 729	347 067
Issued number of units	12 034	27 495
Reinvested number of units	3 137	5 002
Redeemed number of units	(45 142)	(50 783)
Ending number of units	253 758	328 781
Advisor Series		
Opening units	5 666	6 358
Issued number of units	735	1 048
Reinvested number of units	62	87
Redeemed number of units	(934)	(1 311)
Ending number of units	5 529	6 182
Series H		
Opening units	–	–
Issued number of units	31	154
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	31	154
Series D		
Opening units	8 532	10 448
Issued number of units	1 576	2 111
Reinvested number of units	121	175
Redeemed number of units	(1 533)	(3 207)
Ending number of units	8 696	9 527
Series F		
Opening units	1 131	1 104
Issued number of units	697	244
Reinvested number of units	16	13
Redeemed number of units	(251)	(268)
Ending number of units	1 593	1 093
Series I		
Opening units	76	133
Issued number of units	–	74
Reinvested number of units	–	3
Redeemed number of units	–	–
Ending number of units	76	210
Series O		
Opening units	1 522 142	1 049 482
Issued number of units	284 414	302 357
Reinvested number of units	28 641	22 002
Redeemed number of units	(102 276)	(90 259)
Ending number of units	1 732 921	1 283 582



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 026 555	1 342 812
Fair value of collateral received	1 047 107	1 369 668

**Investments by other related Investment Funds
(\$000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Monthly Income Bond Fund	24 942	27 912
RBC Managed Payout Solution	120 951	105 993
RBC Managed Payout Solution – Enhanced	80 198	57 433
RBC Select Very Conservative Portfolio	132 814	116 203
RBC Select Conservative Portfolio	546 491	492 123
RBC Select Balanced Portfolio	648 860	558 569
RBC Select Growth Portfolio	93 671	84 953
RBC Select Choices Conservative Portfolio	4 416	4 372
RBC Select Choices Balanced Portfolio	6 280	6 122
RBC Select Choices Growth Portfolio	4 854	4 689
RBC Target 2015 Education Fund	–	3 603
RBC Target 2020 Education Fund	32 424	29 920
RBC Target 2025 Education Fund	26 892	20 099
RBC Target 2030 Education Fund	2 074	1 018
RBC Select Very Conservative Class	702	1 071
RBC Select Conservative Class	1 139	1 533
RBC Select Balanced Class	1 863	2 278
RBC Select Growth Class	142	176
RBC Bond Guaranteed Investment Fund	2 718	2 549
RBC Life Insurance Bond Fund	620	630
RBC Life Insurance Security Fund “B”	66	65
RBC Life Insurance Universal Life Fund	805	831
Total	1 732 922	1 522 142

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	10 639 076	9 529 650
Revaluation of investments at FVTPL	13 450	13 621
Net assets attributable to holders of redeemable units	10 652 526	9 543 271

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(149 534)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(782)
Increase (decrease) in net assets attributable to holders of redeemable units	(150 316)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC ADVISOR CANADIAN BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
588	407 International Inc.	5.750	14-Feb-36	\$ 545	\$ 711	
350	Aéroports de Montréal	5.670	16-Oct-37	354	433	
174	Alliance Pipeline LP	5.546	31-Dec-23	181	193	
200	AltaGas Ltd.	4.400	15-Mar-24	200	212	
1 050	Bank of Montreal	2.240	11-Dec-17	1 037	1 060	
100	Bank of Montreal	2.430	04-Mar-19	101	101	
800	Bank of Nova Scotia	2.598	27-Feb-17	803	816	
500	Bank of Nova Scotia	2.370	11-Jan-18	493	506	
200	Bell Aliant Regional Communications LP	5.410	26-Sep-16	203	215	
200	Bell Canada	4.400	16-Mar-18	200	216	
350	Bell Canada	4.950	19-May-21	349	392	
145	Bell Canada	7.000	24-Sep-27	138	186	
200	Cameco Corp.	5.670	02-Sep-19	201	226	
600	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	603	608	
500	Canadian Imperial Bank of Commerce	6.000	06-Jun-23	509	570	
300	Canadian Western Bank	2.531	22-Mar-18	296	304	
200	Canadian Western Bank	3.077	14-Jan-19	200	206	
400	Capital Desjardins Inc.	5.187	05-May-20	458	455	
200	Crombie Real Estate Investment Trust	3.986	31-Oct-18	200	208	
200	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	231	234	
200	GE Capital Canada Funding Co.	5.530	17-Aug-17	222	222	
100	Glacier Credit Card Trust	2.755	20-Nov-18	102	102	
200	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	206	221	
400	Great-West Lifeco Inc.	6.740	24-Nov-31	451	525	
650	Greater Toronto Airports Authority	3.040	21-Sep-22	658	660	
200	HSBC Bank Canada	3.558	04-Oct-17	211	210	
400	HSBC Bank Canada	4.800	10-Apr-22	400	429	
200	Hydro One Inc.	5.180	18-Oct-17	207	221	
500	Hydro One Inc.	5.360	20-May-36	510	593	
200	Inter Pipeline Ltd.	4.967	02-Feb-21	225	224	
250	Investors Group Inc.	6.580	07-Mar-18	282	287	
300	Loblaw Companies Ltd.	5.220	18-Jun-20	339	338	
318	Loblaw Companies Ltd.	6.500	22-Jan-29	299	382	
300	Loblaw Companies Ltd.	6.050	09-Jun-34	249	348	
500	National Bank of Canada	2.794	09-Aug-18	500	512	
350	NAV Canada	5.304	17-Apr-19	357	400	
200	Nova Scotia Power Inc.	8.850	19-May-25	247	288	
200	OMERS Realty Corp.	2.498	05-Jun-18	200	203	
200	Pembina Pipeline Corp.	3.770	24-Oct-22	203	207	
1 000	RBC Capital Trust*	4.870	31-Dec-15	940	1 046	
400	Rogers Communications Inc.	5.800	26-May-16	431	429	
450	Rogers Communications Inc.	6.110	25-Aug-40	489	530	
1 200	Royal Bank of Canada*	2.580	13-Apr-17	1 200	1 225	
500	Scotiabank Capital Trust	7.802	30-Jun-08	600	616	
100	Shaw Communications Inc.	6.150	09-May-16	101	108	
250	Shaw Communications Inc.	5.700	02-Mar-17	276	274	
300	Shaw Communications Inc.	5.650	01-Oct-19	310	342	
600	Sun Life Financial Inc.	4.800	23-Nov-35	591	625	
200	Sun Life Financial Inc.	5.400	29-May-42	180	226	
500	Suncor Energy Inc.	5.390	26-Mar-37	422	569	
1 000	TCHC Issuer Trust	4.877	11-May-37	1 000	1 107	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
300	TELUS Corp.	5.050	04-Dec-19	\$ 298	\$ 336	
200	TELUS Corp.	3.600	26-Jan-21	199	208	
200	TELUS Corp.	3.350	15-Mar-23	200	200	
500	Teranet Holdings LP	3.531	16-Dec-15	500	513	
125	Terasen Gas Inc.	11.800	30-Sep-15	176	141	
200	Terasen Gas Inc.	5.550	25-Sep-36	205	241	
150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	150	153	
200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	200	203	
300	Thomson Reuters Corp.	4.350	30-Sep-20	299	324	
300	Toronto Hydro Corp.	4.490	12-Nov-19	316	332	
900	Toronto-Dominion Bank	4.779	14-Dec-16	893	961	
350	Toronto-Dominion Bank	2.447	02-Apr-19	350	353	
600	Toronto-Dominion Bank	5.763	18-Dec-06	640	672	
100	TransCanada PipeLines Ltd.	3.690	19-Jul-23	100	105	
100	TransCanada PipeLines Ltd.	4.550	15-Nov-41	99	106	
350	Union Gas Ltd.	5.350	27-Apr-18	350	391	
171	Union Gas Ltd.	8.750	03-Aug-18	203	212	
400	Wells Fargo Canada Corp.	2.774	09-Feb-17	404	410	
300	Wells Fargo Canada Corp.	3.040	29-Jan-21	302	305	
				25 594	27 487	36.1
FEDERAL						
2 000	Canada Housing Trust No. 1	2.450	15-Dec-15	2 080	2 039	
4 250	Canada Housing Trust No. 1	1.850	15-Dec-16	4 296	4 304	
1 800	Canada Housing Trust No. 1	1.700	15-Dec-17	1 800	1 810	
500	Canada Housing Trust No. 1	1.950	15-Jun-19	501	502	
4 450	Canada Housing Trust No. 1	3.350	15-Dec-20	4 493	4 773	
350	Government of Canada	2.250	01-Aug-14	354	350	
1 200	Government of Canada	1.250	01-Mar-18	1 169	1 196	
1 200	Government of Canada	2.750	01-Jun-22	1 287	1 267	
1 340	Government of Canada	1.500	01-Jun-23	1 248	1 273	
580	Government of Canada	2.500	01-Jun-24	564	594	
1 715	Government of Canada	4.000	01-Jun-41	1 997	2 103	
400	Government of Canada	3.500	01-Dec-45	498	460	
				20 287	20 671	27.1
PROVINCIAL/MUNICIPAL						
250	Hydro-Quebec	11.000	15-Aug-20	371	373	
120	Newfoundland & Labrador Hydro	10.250	14-Jul-17	163	151	
1 000	Province of Manitoba	2.050	01-Dec-16	1 010	1 018	
900	Province of Manitoba	4.650	05-Mar-40	897	1 051	
1 007	Province of New Brunswick	5.650	27-Dec-28	927	1 252	
207	Province of Nova Scotia	9.600	30-Jan-22	279	305	
650	Province of Nova Scotia	4.900	01-Jun-35	664	765	
1 000	Province of Ontario	1.900	08-Sep-17	991	1 010	
650	Province of Ontario	2.100	08-Sep-18	645	657	
1 500	Province of Ontario	4.200	02-Jun-20	1 578	1 658	
2 480	Province of Ontario	3.150	02-Jun-22	2 521	2 553	
1 000	Province of Ontario	2.850	02-Jun-23	993	995	
585	Province of Ontario	6.500	08-Mar-29	679	790	
2 725	Province of Ontario	4.700	02-Jun-37	2 785	3 144	
1 085	Province of Ontario	4.600	02-Jun-39	1 110	1 239	
1 250	Province of Ontario	4.650	02-Jun-41	1 381	1 447	
250	Province of Ontario	3.500	02-Jun-43	250	240	
200	Province of Prince Edward Island	5.700	15-Jun-35	228	254	
1 200	Province of Quebec	4.500	01-Dec-16	1 195	1 289	
700	Province of Quebec	4.500	01-Dec-19	754	783	
300	Province of Quebec	4.500	01-Dec-20	344	337	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
1 100	Province of Quebec	3.500	01-Dec-22	\$ 1 135	\$ 1 155	
692	Province of Quebec	9.500	30-Mar-23	939	1 043	
200	Province of Quebec	3.750	01-Sep-24	210	211	
1 239	Province of Quebec	6.000	01-Oct-29	1 335	1 601	
500	Province of Quebec	5.750	01-Dec-36	570	650	
700	Province of Quebec	5.000	01-Dec-41	729	844	
95	University of Toronto Governing Council	6.780	18-Jul-31	105	126	
				24 788	26 941	35.3
TOTAL BONDS				70 669	75 099	98.5
SHORT-TERM INVESTMENTS†				749	749	1.0
TOTAL INVESTMENTS				\$ 71 418	75 848	99.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					369	0.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 76 217	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.95% to 1.15% and mature between July 2, 2014 and July 14, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 75 848	\$ 84 836	\$ 109 294
Cash	–	–	27
Due from investment dealers	204	–	186
Subscriptions receivable	108	–	34
Dividends receivable, interest accrued and other assets	410	508	642
TOTAL ASSETS	76 570	85 344	110 183
LIABILITIES			
Redemptions payable	259	99	21
Distributions payable	59	–	–
Accounts payable and accrued expenses	35	39	58
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	353	138	79
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 76 217	\$ 85 206	\$ 110 104
Investments at cost	\$ 71 418	\$ 82 729	\$ 101 473
NAV, END OF PERIOD			
ADVISOR SERIES	\$ 37 383	\$ 42 079	\$ 64 534
SERIES F	\$ 9 363	\$ 9 669	\$ 13 475
SERIES O	\$ 29 471	\$ 33 458	\$ 32 095
NAV PER UNIT, END OF PERIOD			
ADVISOR SERIES	\$ 11.81	\$ 11.47	\$ 12.06
SERIES F	\$ 12.02	\$ 11.67	\$ 12.26
SERIES O	\$ 12.13	\$ 11.80	\$ 12.37



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 463	\$ 1 918
Securities lending revenue (see note 6 in the generic notes)	3	4
Net realized gain (loss) on investments	204	806
Change in unrealized gain (loss) on investments	2 323	(4 221)
TOTAL INCOME (LOSS)	3 993	(1 493)
EXPENSES (see notes – Fund Specific Information)		
Management fees	179	267
Administration fees	15	21
Board of Governors costs	1	2
GST/HST	16	27
TOTAL EXPENSES	211	317
INCREASE (DECREASE) IN NAV	\$ 3 782	\$ (1 810)
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	\$ 1 748	\$ (1 102)
SERIES F	\$ 416	\$ (224)
SERIES O	\$ 1 618	\$ (484)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
ADVISOR SERIES	\$ 0.53	\$ (0.24)
SERIES F	\$ 0.55	\$ (0.22)
SERIES O	\$ 0.60	\$ (0.17)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 782	\$ (1 810)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(204)	(806)
Change in unrealized loss (gain) on investments	(2 323)	4 221
(Increase) decrease in accrued receivables	(214)	4
Increase (decrease) in accrued payables	215	220
Cost of investments purchased	(27 225)	(31 736)
Proceeds on sales of investments	38 740	40 117
NET CASH PROVIDED BY OPERATING ACTIVITIES	12 771	10 210
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	6 047	9 963
Cash paid on redemption of redeemable units	(18 686)	(19 894)
Distributions paid to holders of redeemable units	(132)	(192)
NET CASH USED IN FINANCING ACTIVITIES	\$ (12 771)	\$ (10 123)
Net increase (decrease) in cash for the year	–	87
Cash (bank overdraft), beginning of period	–	27
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 114
Interest received	\$ 1 561	\$ 1 995
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Advisor Series		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 42 079	\$ 64 534	\$ 9 669	\$ 13 475	\$ 33 458	\$ 32 095	\$ 85 206	\$ 110 104
INCREASE (DECREASE) IN NAV	1 748	(1 102)	416	(224)	1 618	(484)	3 782	(1 810)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	1 540	2 251	1 751	1 212	2 756	6 500	6 047	9 963
Reinvestments of distributions to holders of redeemable units	459	708	108	152	623	625	1 190	1 485
Redemption of redeemable units	(7 886)	(11 942)	(2 439)	(3 052)	(8 361)	(4 900)	(18 686)	(19 894)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(5 887)	(8 983)	(580)	(1 688)	(4 982)	2 225	(11 449)	(8 446)
Distributions from net income	(557)	(857)	(142)	(195)	(623)	(625)	(1 322)	(1 677)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(557)	(857)	(142)	(195)	(623)	(625)	(1 322)	(1 677)
NET INCREASE (DECREASE) IN NAV	(4 696)	(10 942)	(306)	(2 107)	(3 987)	1 116	(8 989)	(11 933)
NAV AT END OF PERIOD	\$ 37 383	\$ 53 592	\$ 9 363	\$ 11 368	\$ 29 471	\$ 33 211	\$ 76 217	\$ 98 171

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a modest enhancement of long-term returns, consisting of income and modest capital gains, over that of its benchmark before fees and expenses are deducted, while keeping overall risk of underperformance to modest levels.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	27.7	28.4	31.7
AA	31.6	31.0	30.5
A	29.1	29.6	29.5
BBB	11.6	11.0	8.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.5	4.3	2.3
1 – 5 years	39.9	40.1	46.2
5 – 10 years	29.4	27.5	22.3
> 10 years	30.2	28.1	29.2
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 7.1% (December 31, 2013 – 6.7%, January 1, 2013 – 7.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	75 099	–	75 099
Short-term investments	–	749	–	749
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	75 848	–	75 848
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	84 052	–	84 052
Short-term investments	–	784	–	784
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	84 836	–	84 836
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	109 024	–	109 024
Short-term investments	–	270	–	270
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	109 294	–	109 294
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.80%
Series F	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.05%
Series F	0.05%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	104
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	3 668	5 352
Issued number of units	131	187
Reinvested number of units	39	60
Redeemed number of units	(672)	(994)
Ending number of units	3 166	4 605

Series F

Opening units	828	1 099
Issued number of units	146	99
Reinvested number of units	9	13
Redeemed number of units	(204)	(250)
Ending number of units	779	961

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	2 836	2 595
Issued number of units	230	528
Reinvested number of units	52	51
Redeemed number of units	(689)	(395)
Ending number of units	2 429	2 779

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	8 753	10 284
Fair value of collateral received	8 928	10 490

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Select Balanced Portfolio	1 609	–
RBC Select Growth Portfolio	820	–
RBC DS Balanced Global Portfolio	–	1 876
RBC DS Growth Global Portfolio	–	960
Total	2 429	2 836

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	98 087	109 991
Revaluation of investments at FVTPL	84	113
Net assets attributable to holders of redeemable units	98 171	110 104
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(1 781)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(29)
Increase (decrease) in net assets attributable to holders of redeemable units		(1 810)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN GOVERNMENT BOND INDEX FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
FEDERAL						
8 600	Canada Housing Trust No. 1	2.450	15-Dec-15	\$ 8 783	\$ 8 766	
13 000	Canada Housing Trust No. 1	1.850	15-Dec-16	13 112	13 166	
7 000	Canada Housing Trust No. 1	2.050	15-Jun-17	7 135	7 125	
14 300	Canada Housing Trust No. 1	1.700	15-Dec-17	14 290	14 376	
2 500	Canada Housing Trust No. 1	2.350	15-Dec-18	2 566	2 564	
11 400	Canada Housing Trust No. 1	4.100	15-Dec-18	12 861	12 544	
800	Canada Housing Trust No. 1	1.950	15-Jun-19	802	804	
14 700	Canada Housing Trust No. 1	3.350	15-Dec-20	14 735	15 766	
6 900	Canada Housing Trust No. 1	2.650	15-Mar-22	6 901	7 040	
2 800	Canada Housing Trust No. 1	2.350	15-Sep-23	2 689	2 746	
1 000	Canada Post Corp.	4.360	16-Jul-40	1 000	1 178	
9 400	Government of Canada	3.000	01-Dec-15	9 842	9 660	
20 100	Government of Canada	1.000	01-May-16	20 055	20 067	
11 800	Government of Canada	2.750	01-Sep-16	12 134	12 214	
13 300	Government of Canada	1.500	01-Sep-17	13 200	13 389	
7 000	Government of Canada	1.250	01-Mar-18	6 931	6 977	
7 200	Government of Canada	1.250	01-Sep-18	6 970	7 141	
2 500	Government of Canada	1.750	01-Mar-19	2 514	2 525	
7 655	Government of Canada	3.500	01-Jun-20	7 941	8 435	
10 400	Government of Canada	2.750	01-Jun-22	11 140	10 979	
10 920	Government of Canada	1.500	01-Jun-23	10 238	10 371	
4 750	Government of Canada	2.500	01-Jun-24	4 625	4 861	
4 715	Government of Canada	5.750	01-Jun-29	5 980	6 589	
4 542	Government of Canada	5.750	01-Jun-33	5 381	6 606	
6 150	Government of Canada	5.000	01-Jun-37	7 712	8 492	
11 600	Government of Canada	4.000	01-Jun-41	13 683	14 233	
3 100	Government of Canada	3.500	01-Dec-45	3 723	3 565	
2 500	Labrador-Island Link Funding Trust	3.760	01-Jun-33	2 546	2 703	
				229 489	234 882	97.4
FOREIGN BONDS						
SUPRANATIONAL						
4 000	Inter-American Development Bank CAD	4.400	26-Jan-26	3 989	4 453	
				3 989	4 453	1.8
TOTAL BONDS				233 478	239 335	99.2
SHORT-TERM INVESTMENTS*				622	622	0.3
TOTAL INVESTMENTS				\$ 234 100	239 957	99.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					1 286	0.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 241 243	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 239 957	\$ 276 153	\$ 410 099
Cash	–	4	1
Due from investment dealers	845	665	–
Subscriptions receivable	180	123	153
Dividends receivable, interest accrued and other assets	751	884	1 341
TOTAL ASSETS	241 733	277 829	411 594
LIABILITIES			
Redemptions payable	326	386	437
Distributions payable	30	–	–
Accounts payable and accrued expenses	134	160	231
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	490	546	668
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 241 243	\$ 277 283	\$ 410 926
Investments at cost	\$ 234 100	\$ 276 179	\$ 394 136
NAV, END OF PERIOD			
SERIES A	\$ 241 243	\$ 277 283	\$ 410 926
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.77	\$ 11.50	\$ 12.06



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 3 190	\$ 4 913
Securities lending revenue (see note 6 in the generic notes)	64	53
Net realized gain (loss) on investments	421	1 080
Change in unrealized gain (loss) on investments	5 883	(11 743)
TOTAL INCOME (LOSS)	9 558	(5 697)
EXPENSES (see notes – Fund Specific Information)		
Management fees	634	922
Administration fees	127	184
Board of Governors costs	1	2
GST/HST	81	124
TOTAL EXPENSES	843	1 232
INCREASE (DECREASE) IN NAV	\$ 8 715	\$ (6 929)
INCREASE (DECREASE) IN NAV SERIES A	\$ 8 715	\$ (6 929)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.40	\$ (0.23)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 8 715	\$ (6 929)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(421)	(1 080)
Change in unrealized loss (gain) on investments	(5 883)	11 743
(Increase) decrease in accrued receivables	(104)	(1 277)
Increase (decrease) in accrued payables	(56)	519
Cost of investments purchased	(233 889)	(219 947)
Proceeds on sales of investments	276 389	284 267
NET CASH PROVIDED BY OPERATING ACTIVITIES	44 751	67 296
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	13 333	19 107
Cash paid on redemption of redeemable units	(58 020)	(86 249)
Distributions paid to holders of redeemable units	(68)	(153)
NET CASH USED IN FINANCING ACTIVITIES	\$ (44 755)	\$ (67 295)
Net increase (decrease) in cash for the year	(4)	1
Cash (bank overdraft), beginning of period	4	1
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 2
Interest received	\$ 3 323	\$ 5 063
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 277 283	\$ 410 926
INCREASE (DECREASE) IN NAV	8 715	(6 929)
Early redemption fees	4	2
Proceeds from redeemable units issued	13 333	19 107
Reinvestments of distributions to holders of redeemable units	2 452	3 708
Redemption of redeemable units	(58 024)	(86 251)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(42 235)	(63 434)
Distributions from net income	(2 520)	(3 861)
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 520)	(3 861)
NET INCREASE (DECREASE) IN NAV	(36 040)	(74 224)
NAV AT END OF PERIOD	\$ 241 243	\$ 336 702

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a total return consisting of income and moderate capital growth consistent with the DEX Federal Bond Index before fees and expenses are deducted.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	100.0	100.0	100.0
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	–	7.4	5.8
1 – 5 years	54.9	52.4	52.8
5 – 10 years	25.2	20.7	23.2
> 10 years	19.9	19.5	18.2
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.1% (December 31, 2013 – 5.7%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	239 335	–	239 335
Short-term investments	–	622	–	622
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	239 957	–	239 957
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	273 936	–	273 936
Short-term investments	–	2 217	–	2 217
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	276 153	–	276 153
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	408 610	–	408 610
Short-term investments	–	1 489	–	1 489
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	410 099	–	410 099
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

The management fee paid by Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.50%
----------	-------



June 30, 2014

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.10%
----------	-------

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 111	34 084
Issued number of units	1 139	1 592
Reinvested number of units	209	312
Redeemed number of units	(4 958)	(7 194)
Ending number of units	20 501	28 794

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	99 392	160 973
Fair value of collateral received	101 381	164 193

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	336 650	410 821
Revaluation of investments at FVTPL	52	105
Net assets attributable to holders of redeemable units	336 702	410 926
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(6 876)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(53)
Increase (decrease) in net assets attributable to holders of redeemable units		(6 929)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
13 415 700	BlueBay Emerging Markets Corporate Bond Fund*	\$ 146 337	\$ 145 408	
TOTAL MUTUAL FUND UNITS		146 337	145 408	3.6

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
6 000	Bank of Nova Scotia USD	1.650	29-Oct-15	\$ 5 984	\$ 6 506	
25 350	Bank of Nova Scotia	2.598	27-Feb-17	25 866	25 873	
950	Bombardier Inc. USD	7.750	15-Mar-20	1 087	1 150	
1 200	Great Canadian Gaming Corp.	6.625	25-Jul-22	1 229	1 282	
4 500	Hydro-Quebec USD	1.375	19-Jun-17	4 521	4 845	
730	Newalta Corp.	7.750	14-Nov-19	752	794	
750	Newalta Corp.	5.875	01-Apr-21	761	774	
2 250	Quebecor Media Inc.	7.375	15-Jan-21	2 299	2 462	
1 150	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	1 306	1 303	
7 050	Videotron Ltd.	6.875	15-Jul-21	7 681	7 815	
2 250	Videotron Ltd.	5.625	15-Jun-25	2 247	2 284	
				53 733	55 088	1.4

PROVINCIAL						
2 150	Province of Manitoba USD	4.900	06-Dec-16	2 444	2 518	
3 000	Province of New Brunswick USD	2.750	15-Jun-18	2 972	3 350	
18 000	Province of Nova Scotia USD	2.375	21-Jul-15	18 817	19 620	
4 400	Province of Nova Scotia	4.600	18-Aug-16	4 479	4 706	
2 160	Province of Nova Scotia USD	8.750	01-Apr-22	3 148	3 151	
3 250	Province of Nova Scotia USD	8.250	30-Jul-22	4 616	4 621	
41 900	Province of Ontario USD	0.950	26-May-15	42 392	44 980	
700 000	Province of Ontario JPY	0.930	08-Jun-15	7 411	7 421	
20 000	Province of Ontario USD	1.875	15-Sep-15	21 721	21 730	
18 700	Province of Ontario USD	1.100	25-Oct-17	19 859	19 873	
8 400	Province of Ontario USD	3.150	15-Dec-17	8 466	9 526	
16 880	Province of Ontario USD	2.000	30-Jan-19	18 187	18 196	
200 000	Province of Ontario JPY	1.650	08-Jun-20	2 261	2 263	
9 520	Province of Ontario	3.150	02-Jun-22	9 460	9 798	
9 900	Province of Quebec EUR	3.375	20-Jun-16	14 032	15 355	
300 000	Province of Quebec JPY	4.000	28-Oct-16	3 414	3 418	
2 000	Province of Saskatchewan USD	9.375	15-Dec-20	2 869	2 872	
				186 548	193 398	4.7
TOTAL CANADIAN BONDS				240 281	248 486	6.1

FOREIGN BONDS						
Australia						
35 800	Australia Government AUD	4.500	15-Apr-20	35 762	38 689	
900	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	1 013	1 049	
				36 775	39 738	1.0
Austria						
6 800	Oesterreichische Kontrollbank AG EUR	3.875	15-Sep-16	9 905	10 759	
				9 905	10 759	0.3
Azerbaijan						
200	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	212	213	
				212	213	-

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Belgium						
29 370	Belgium Government EUR	4.250	28-Sep-22	\$ 51 263	\$ 52 765	
4 400	Belgium Government EUR	4.500	28-Mar-26	7 331	8 154	
3 935	Belgium Government EUR	3.750	22-Jun-45	5 209	6 885	
				63 803	67 804	1.7
Brazil						
475	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	571	571	
2 525	Petrobras International Finance Co. USD	7.875	15-Mar-19	3 151	3 154	
1 180	Republic of Brazil USD	7.125	20-Jan-37	1 567	1 596	
				5 289	5 321	0.1
Chile						
3 550	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	3 692	3 942	
				3 692	3 942	0.2
China						
750	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	815	849	
2 170	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	2 165	2 487	
				2 980	3 336	0.1
Colombia						
2 275	Republic of Colombia USD	8.125	21-May-24	3 276	3 279	
1 860	Republic of Colombia USD	6.125	18-Jan-41	2 271	2 383	
				5 547	5 662	0.1
Croatia						
350	Croatia Government USD	6.250	27-Apr-17	392	405	
775	Croatia Government USD	6.750	05-Nov-19	929	928	
				1 321	1 333	—
Denmark						
242 000	Denmark Government DKK	4.000	15-Nov-17	50 031	53 488	
169 400	Denmark Government DKK	3.000	15-Nov-21	37 584	38 132	
66 000	Denmark Government DKK	1.500	15-Nov-23	13 106	13 174	
				100 721	104 794	2.6
Dominican Republic						
1 135	Dominican Republic USD	7.500	06-May-21	1 231	1 388	
				1 231	1 388	—
Finland						
5 620	Finland Government EUR	2.750	04-Jul-28	7 505	9 069	
				7 505	9 069	0.2
France						
74 500	France O.A.T. EUR	0.250	25-Nov-15	105 797	109 126	
37 400	France O.A.T. EUR	1.000	25-May-19	55 612	55 861	
15 300	France O.A.T. EUR	2.250	25-May-24	23 515	23 692	
32 700	France O.A.T. EUR	4.000	25-Oct-38	59 011	60 057	
25 610	France O.A.T. EUR	3.250	25-May-45	40 903	41 596	
				284 838	290 332	7.1
Germany						
76 100	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	125 302	126 347	
15 200	Bundesrepublik Deutschland EUR	3.250	04-Jan-20	23 672	25 633	
48 870	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	73 471	74 504	
8 240	Bundesrepublik Deutschland EUR	1.750	15-Feb-24	12 572	12 637	
900	Bundesrepublik Deutschland EUR	5.500	04-Jan-31	1 619	1 979	
				236 636	241 100	5.9
Hungary						
1 510	Hungary Government USD	4.125	19-Feb-18	1 627	1 680	
				1 627	1 680	—

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Iceland						
775	Iceland Government USD	5.875	11-May-22	\$ 908	\$ 913	
				908	913	—
India						
600	Export-Import Bank of India USD	4.000	07-Aug-17	648	676	
650	Export-Import Bank of India USD	3.875	02-Oct-19	704	704	
				1 352	1 380	—
Indonesia						
1 100	Government of Indonesia USD	4.875	05-May-21	1 193	1 235	
620	Government of Indonesia USD	5.250	17-Jan-42	559	630	
1 480	Majapahit Holding BV USD	7.750	17-Oct-16	1 702	1 782	
660	Pertamina Persero PT USD	5.625	20-May-43	592	635	
2 030	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	2 272	2 284	
				6 318	6 566	0.2
Ireland						
1 950 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	17 535	20 754	
6 050	GE Capital European Funding EUR	2.875	17-Sep-15	8 474	9 100	
2 440	GE Capital European Funding EUR	3.750	04-Apr-16	3 756	3 769	
5 300	GE Capital European Funding EUR	4.125	27-Oct-16	7 599	8 381	
1 864	Ireland Government EUR	5.000	18-Oct-20	2 159	3 323	
1 865	Ireland Government EUR	3.900	20-Mar-23	2 435	3 117	
7 920	Ireland Government EUR	3.400	18-Mar-24	11 809	12 613	
				53 767	61 057	1.5
Italy						
71 883	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	106 483	106 888	
16 400	Buoni Poliennali Del Tesoro EUR	3.500	01-Nov-17	24 794	25 922	
11 200	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	17 171	17 234	
28 575	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	50 239	51 215	
59 285	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	100 761	102 893	
				299 448	304 152	7.5
Japan						
700 000	BMW Japan Finance Corp. JPY	0.351	21-Oct-16	7 369	7 379	
10 070 000	Development Bank of Japan JPY	1.750	17-Mar-17	110 477	110 615	
1 080 000	Development Bank of Japan JPY	1.700	20-Sep-22	12 473	12 484	
700 000	Development Bank of Japan JPY	2.300	19-Mar-26	7 656	8 618	
6 400	Japan Bank for International Cooperation USD	1.750	31-Jul-18	6 718	6 885	
5 480 000	Japan Finance Corporation for Municipal Enterprises JPY	2.000	09-May-16	59 614	59 694	
1 900 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	21 321	21 348	
110 000	Japan Government Ten Year JPY	1.000	20-Sep-20	1 213	1 214	
3 990 000	Japan Government Ten Year JPY	0.800	20-Sep-22	42 234	43 338	
1 710 000	Japan Government Twenty Year JPY	0.800	20-Jun-23	17 978	18 501	
300 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	3 618	3 622	
1 150 000	Japan Government Twenty Year JPY	2.100	20-Mar-26	14 007	14 023	
4 420 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	52 943	53 789	
17 317 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	196 479	196 649	
3 425 000	Japan Government Twenty Year JPY	1.600	20-Dec-33	36 586	37 383	
8 400	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	11 571	12 538	
				602 257	608 080	14.9
Jordan						
1 025	Jordan Government USD	3.875	12-Nov-15	1 102	1 102	
				1 102	1 102	—

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Kazakhstan						
875	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	\$ 1 038	\$ 1 037	
1 145	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	1 477	1 476	
1 685	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	1 913	2 010	
1 210	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	1 090	1 246	
800	Samruk-Energy JSC USD	3.750	20-Dec-17	818	865	
				6 336	6 634	0.2
Mexico						
2 125	Comision Federal de Electricidad USD	4.875	26-May-21	2 398	2 449	
210 300	Mexican Bonos MXN	7.250	15-Dec-16	17 721	18 769	
369 000	Mexican Bonos MXN	6.500	09-Jun-22	32 261	32 272	
1 100	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	1 267	1 388	
1 800	Petroleos Mexicanos USD	6.000	05-Mar-20	2 205	2 206	
4 000	Petroleos Mexicanos USD	3.500	30-Jan-23	4 041	4 177	
530	United Mexican States USD	5.750	12-Oct-10	525	603	
				60 418	61 864	1.5
Morocco						
485	Morocco Government EUR	4.500	05-Oct-20	595	772	
350	OCP S.A. USD	5.625	25-Apr-24	383	392	
				978	1 164	—
Norway						
6 700	Ekspportfinans ASA USD	5.500	26-Jun-17	7 557	7 683	
52 000	Norwegian Government NOK	4.500	22-May-19	10 153	10 216	
				17 710	17 899	0.4
Panama						
2 225	Republic of Panama USD	7.125	29-Jan-26	2 906	3 025	
250	Republic of Panama USD	6.700	26-Jan-36	322	330	
				3 228	3 355	0.1
Peru						
1 745	Republic of Peru USD	7.350	21-Jul-25	2 252	2 470	
425	Republic of Peru USD	5.625	18-Nov-50	492	510	
				2 744	2 980	0.1
Philippines						
2 200	Republic of Philippines USD	8.375	17-Jun-19	2 989	2 989	
1 525	Republic of Philippines USD	7.750	14-Jan-31	2 172	2 257	
20 000	Republic of Philippines PHP	6.250	14-Jan-36	512	531	
				5 673	5 777	0.1
Poland						
2 285	Government of Poland USD	6.375	15-Jul-19	2 745	2 893	
				2 745	2 893	0.1
Qatar						
650	State of Qatar USD	6.400	20-Jan-40	847	860	
				847	860	—
Romania						
1 545	Romanian Government EUR	4.625	18-Sep-20	2 214	2 542	
1 470	Romanian Government USD	6.750	07-Feb-22	1 817	1 877	
				4 031	4 419	0.1
Russia						
880	Gazprom OAO USD	9.250	23-Apr-19	1 144	1 144	
1 535	Russian Federation USD	5.000	31-Mar-30	1 291	1 301	
				2 435	2 445	0.1
Serbia						
1 200	Republic of Serbia USD	5.875	03-Dec-18	1 364	1 368	
				1 364	1 368	—

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Singapore						
7 800	Singapore Government SGD	4.000	01-Sep-18	\$ 7 447	\$ 7 536	
				7 447	7 536	0.2
Slovenia						
2 175	Slovenia Government USD	5.500	26-Oct-22	2 445	2 555	
				2 445	2 555	0.1
South Africa						
1 025	Republic of South Africa USD	4.665	17-Jan-24	1 086	1 119	
				1 086	1 119	-
Spain						
1 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	1 022	1 117	
36 370	Spain Government EUR	3.000	30-Apr-15	51 730	54 318	
57 773	Spain Government EUR	3.300	30-Jul-16	88 217	89 183	
24 500	Spain Government EUR	2.750	30-Apr-19	37 592	38 240	
17 200	Spain Government EUR	5.400	31-Jan-23	30 826	30 899	
11 930	Spain Government EUR	5.150	31-Oct-28	20 369	21 035	
27 150	Spain Government EUR	5.150	31-Oct-44	47 104	47 921	
				276 860	282 713	6.9
Supranational						
2 275	Eurasian Development Bank USD	5.000	26-Sep-20	2 380	2 503	
8 350	European Financial Stability Facility EUR	0.500	07-Mar-16	11 466	12 279	
20 500	European Financial Stability Facility EUR	2.000	15-May-17	29 154	31 472	
10 000	European Financial Stability Facility EUR	1.125	30-Nov-17	13 845	15 007	
985 000	European Investment Bank JPY	1.900	26-Jan-26	11 641	11 660	
5 000	European Investment Bank USD	1.125	15-Sep-17	5 300	5 349	
3 850	European Stability Mechanism EUR	1.250	15-Oct-18	5 396	5 821	
18 000	European Union EUR	2.500	04-Dec-15	25 510	27 202	
				104 692	111 293	2.7
Sweden						
142 100	Government of Sweden SEK	4.250	12-Mar-19	25 898	26 115	
36 000	Government of Sweden SEK	1.500	13-Nov-23	5 595	5 646	
				31 493	31 761	0.8
Turkey						
1 190	Export Credit Bank of Turkey USD	5.375	04-Nov-16	1 204	1 339	
1 555	Export Credit Bank of Turkey USD	5.875	24-Apr-19	1 687	1 763	
2 635	Republic of Turkey USD	7.500	14-Jul-17	3 131	3 205	
100	Republic of Turkey USD	7.000	11-Mar-19	123	123	
150	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	157	165	
				6 302	6 595	0.2
United Arab Emirates						
800	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	912	1 003	
1 150	Emirate of Dubai USD	7.750	05-Oct-20	1 401	1 541	
1 070	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 196	1 278	
				3 509	3 822	0.1
United Kingdom						
5 800	Barclays Bank Plc. EUR	3.500	18-Mar-15	8 516	8 666	
200	British Telecommunications Plc. GBP	6.625	23-Jun-17	358	411	
1 800	Ineos Finance Plc. USD	8.375	15-Feb-19	2 020	2 105	
22 270	Network Rail Infrastructure Finance Plc. GBP	1.125	15-Dec-16	39 461	40 474	
8 000	United Kingdom Gilt GBP	1.750	22-Jan-17	14 742	14 789	
9 580	United Kingdom Gilt GBP	4.750	07-Mar-20	19 899	19 957	
9 150	United Kingdom Gilt GBP	1.750	07-Sep-22	15 140	15 723	
43 820	United Kingdom Gilt GBP	4.250	07-Mar-36	90 009	91 238	
				190 145	193 363	4.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
1 350	Access Midstream Partners LP	4.875	15-May-23	\$ 1 504	\$ 1 525	
1 200	Ameristar Casinos Inc.	7.500	15-Apr-21	1 244	1 382	
900	Antero Resources Finance Corp.	5.375	01-Nov-21	1 006	1 000	
7 500	Ball Corp.	5.750	15-May-21	7 883	8 550	
200 000	Bank of America Corp. JPY	1.790	03-Dec-14	2 116	2 119	
500 000	Bank of America Corp. JPY	1.805	27-Nov-15	5 377	5 384	
850	Calpine Corp.	6.000	15-Jan-22	905	981	
1 750	CCO Holdings LLC	7.375	01-Jun-20	1 952	2 039	
800	Choice Hotels International Inc.	5.750	01-Jul-22	860	920	
750	CommScope Inc.	5.500	15-Jun-24	819	817	
500	Concho Resources Inc.	7.000	15-Jan-21	553	588	
2 000	Continental Resources Inc.	7.125	01-Apr-21	2 301	2 419	
700	Crown Castle International Corp.	4.875	15-Apr-22	770	773	
1 500	Denbury Resources Inc.	5.500	01-May-22	1 641	1 638	
1 250	DISH DBS Corp.	7.875	01-Sep-19	1 442	1 587	
600	Frontier Communications Corp.	8.500	15-Apr-20	760	758	
160 000	GE Capital Corp. JPY	2.185	20-Jun-16	1 749	1 752	
1 750	HCA Inc.	7.250	15-Sep-20	1 969	2 002	
2 250	HCA Inc.	5.875	15-Mar-22	2 423	2 610	
1 200	HDTFS Inc.	6.250	15-Oct-22	1 319	1 362	
534	Hearst-Argyle Television Inc.	7.000	15-Jan-18	595	595	
1 100	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	1 158	1 249	
500 000	HSBC Finance Corp. JPY	1.790	18-Sep-15	5 353	5 360	
1 200	Ingles Markets Inc.	5.750	15-Jun-23	1 240	1 302	
1 300 000	JPMorgan Chase & Co. JPY	1.920	06-Oct-14	13 724	13 743	
700 000	JPMorgan Chase & Co. JPY	0.462	13-Jun-16	7 395	7 405	
700	Lamar Media Corp.	5.375	15-Jan-24	777	777	
600	Lear Corp.	5.375	15-Mar-24	661	661	
600	Mattamy Group Corp. USD	6.500	15-Nov-20	659	659	
900	Micron Technology Inc.	5.875	15-Feb-22	1 034	1 032	
554	Morgan Stanley NZD	7.600	08-Aug-17	505	550	
1 185	Owens-Brockway Glass Container Inc.	7.375	15-May-16	1 301	1 397	
1 250	Qwest Corp.	6.500	01-Jun-17	1 318	1 517	
650	Qwest Corp.	6.750	01-Dec-21	714	804	
1 350	Reynolds Group Issuer Inc.	7.125	15-Apr-19	1 456	1 512	
1 200	Reynolds Group Issuer Inc.	6.875	15-Feb-21	1 330	1 388	
3 700	Rite Aid Corp.	8.000	15-Aug-20	4 244	4 361	
900	Seagate HDD Cayman USD	4.750	01-Jun-23	857	972	
2 075	Service Corp. International	7.625	01-Oct-18	2 240	2 606	
1 150	Smithfield Foods Inc.	6.625	15-Aug-22	1 226	1 349	
900	Spirit Aerosystems Inc.	6.750	15-Dec-20	924	1 037	
1 650	T-Mobile USA Inc.	6.625	01-Apr-23	1 721	1 918	
400	Targa Resources Partners LP	6.875	01-Feb-21	464	464	
2 500	Tenet Healthcare Corp.	6.000	01-Oct-20	2 717	2 900	
105	The AES Corp.	8.000	15-Oct-17	109	131	
900	The AES Corp.	5.500	15-Mar-24	994	986	
5 900	United Rentals North America Inc.	5.750	15-Jul-18	6 309	6 687	
160 100	United States Treasury	0.375	15-Nov-15	171 115	171 182	
214 850	United States Treasury	3.250	31-Dec-16	243 173	243 903	
52 600	United States Treasury	0.875	31-Jan-17	56 128	56 365	
117 000	United States Treasury	0.750	30-Jun-17	121 210	124 319	
3 000	United States Treasury	2.250	31-Jul-18	3 315	3 318	
151 900	United States Treasury	1.000	30-Sep-19	156 185	156 342	
7 000	United States Treasury	2.750	15-Nov-23	7 506	7 654	
29 570	United States Treasury	3.500	15-Feb-39	32 249	32 920	
13 050	United States Treasury	4.500	15-Aug-39	14 904	16 972	
1 400	Whiting Petroleum Corp.	5.750	15-Mar-21	1 461	1 639	
610	Windstream Holdings Inc.	7.750	01-Oct-21	661	714	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	Wynn Las Vegas LLC Corp.	7.875	01-May-20	\$ 515	\$ 580	
1 575	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	1 806	1 840	
				909 846	921 316	22.6
Uruguay						
725	Republic of Uruguay USD	4.500	14-Aug-24	778	820	
400	Republic of Uruguay USD	7.625	21-Mar-36	526	575	
				1 304	1 395	—
TOTAL FOREIGN BONDS				3 370 872	3 444 847	84.5
TOTAL BONDS				3 611 153	3 693 333	90.6
MORTGAGE-BACKED SECURITIES						
1 414	Freddie Mac Gold Pool	2.500	01-Feb-43	1 404	1 429	
TOTAL MORTGAGE-BACKED SECURITIES				1 404	1 429	—
SHORT-TERM INVESTMENTS†				133 482	133 489	3.3
TOTAL INVESTMENTS				3 892 376	3 973 659	97.5
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				—	367	—
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	81 761	2.0
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	(9 194)	(0.2)
TOTAL PORTFOLIO				\$ 3 892 376	4 046 593	99.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					26 471	0.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 4 073 064	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.16% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
81	Japan 10-Year Bond Future, September 2014	
	Contracts at JPY 145.26 per contract	\$ 367
TOTAL FUTURES	\$ 125 383	\$ 367

\$3 609 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 11 341 Sold USD 10 200 @ 1.1119	02-Jul-14	\$ 461
Bought CAD 12 196 Sold GBP 6 568 @ 1.8569	02-Jul-14	209
Bought CAD 19 859 Sold JPY 1 819 513 @ 0.0109	02-Jul-14	703
Bought CAD 2 427 Sold JPY 222 385 @ 0.0109	02-Jul-14	86
Bought CAD 2 957 Sold NOK 16 996 @ 0.1740	02-Jul-14	2
Bought CAD 67 Sold USD 63 @ 1.0669	02-Jul-14	—
Bought CAD 757 Sold USD 710 @ 1.0669	02-Jul-14	—
Bought CAD 763 Sold GBP 418 @ 1.8254	02-Jul-14	—
Bought DKK 15 182 Sold CAD 2 962 @ 0.1951	02-Jul-14	12
Bought GBP 418 Sold CAD 759 @ 1.8152	02-Jul-14	4
Bought GBP 6 568 Sold CAD 11 922 @ 1.8152	02-Jul-14	68
Bought JPY 222 385 Sold CAD 2 341 @ 0.0105	02-Jul-14	—
Bought USD 282 Sold CAD 301 @ 1.0680	02-Jul-14	—
Bought CAD 15 216 Sold USD 14 000 @ 1.0869	03-Jul-14	283
Bought CAD 20 488 Sold JPY 1 903 824 @ 0.0108	03-Jul-14	445
Bought CAD 241 Sold JPY 22 940 @ 0.0105	03-Jul-14	—
Bought CAD 258 Sold USD 235 @ 1.0976	03-Jul-14	7
Bought CAD 293 Sold USD 265 @ 1.1038	03-Jul-14	10
Bought CAD 365 Sold USD 325 @ 1.1233	03-Jul-14	18
Bought CAD 4 061 Sold USD 3 700 @ 1.0976	03-Jul-14	114
Bought CAD 52 845 Sold EUR 35 000 @ 1.5099	03-Jul-14	1 724
Bought CAD 7 526 Sold USD 6 700 @ 1.1233	03-Jul-14	379
Bought EUR 2 243 Sold CAD 3 277 @ 1.4606	03-Jul-14	—
Bought GBP 4 082 Sold CAD 7 447 @ 1.8244	03-Jul-14	5
Bought CAD 1 544 Sold USD 1 400 @ 1.1032	07-Jul-14	51

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 437 Sold SEK 14 915 @ 0.1634	07-Jul-14	\$ 56
Bought CAD 300 Sold SEK 1 835 @ 0.1634	07-Jul-14	7
Bought CAD 4 981 Sold SEK 30 492 @ 0.1634	07-Jul-14	113
Bought CAD 565 Sold NZD 597 @ 0.9463	07-Jul-14	7
Bought CAD 6 846 Sold SEK 40 595 @ 0.1687	07-Jul-14	366
Bought CAD 874 Sold SEK 5 184 @ 0.1687	07-Jul-14	47
Bought CAD 998 Sold SEK 6 111 @ 0.1634	07-Jul-14	23
Bought CAD 1 155 Sold JPY 107 630 @ 0.0107	08-Jul-14	21
Bought CAD 15 576 Sold EUR 10 185 @ 1.5293	08-Jul-14	698
Bought CAD 24 189 Sold USD 21 901 @ 1.1045	08-Jul-14	824
Bought CAD 4 023 Sold JPY 376 700 @ 0.0107	08-Jul-14	57
Bought CAD 51 125 Sold EUR 33 430 @ 1.5293	08-Jul-14	2 290
Bought CAD 575 Sold JPY 53 800 @ 0.0107	08-Jul-14	8
Bought CAD 6 928 Sold JPY 645 780 @ 0.0107	08-Jul-14	128
Bought CAD 7 018 Sold DKK 34 360 @ 0.2043	08-Jul-14	286
Bought CAD 77 Sold DKK 375 @ 0.2043	08-Jul-14	3
Bought CAD 9 396 Sold JPY 879 000 @ 0.0107	08-Jul-14	141
Bought CAD 935 Sold DKK 4 580 @ 0.2043	08-Jul-14	38
Bought CAD 1 179 Sold USD 1 100 @ 1.0715	09-Jul-14	5
Bought CAD 2 384 Sold JPY 223 000 @ 0.0107	09-Jul-14	36
Bought CAD 22 007 Sold JPY 2 045 247 @ 0.0108	09-Jul-14	469
Bought CAD 4 751 Sold USD 4 300 @ 1.1049	09-Jul-14	164
Bought CAD 7 984 Sold USD 7 212 @ 1.1070	09-Jul-14	289
Bought CAD 928 Sold USD 850 @ 1.0918	09-Jul-14	21
Bought CAD 132 Sold USD 120 @ 1.1018	10-Jul-14	4
Bought CAD 22 581 Sold USD 20 690 @ 1.0914	10-Jul-14	507
Bought CAD 3 081 Sold USD 2 786 @ 1.1057	10-Jul-14	108
Bought CAD 4 763 Sold USD 4 364 @ 1.0914	10-Jul-14	107
Bought CAD 49 Sold USD 45 @ 1.0873	10-Jul-14	1
Bought CAD 655 Sold USD 600 @ 1.0919	10-Jul-14	15
Bought CAD 2 418 Sold JPY 225 328 @ 0.0107	11-Jul-14	45
Bought CAD 23 714 Sold JPY 2 188 247 @ 0.0108	11-Jul-14	669
Bought CAD 24 575 Sold USD 22 353 @ 1.0994	11-Jul-14	726
Bought CAD 40 905 Sold EUR 26 814 @ 1.5255	11-Jul-14	1 731
Bought CAD 2 633 Sold JPY 242 918 @ 0.0108	14-Jul-14	74
Bought CAD 21 476 Sold JPY 2 008 000 @ 0.0107	14-Jul-14	327
Bought CAD 30 505 Sold EUR 20 000 @ 1.5252	14-Jul-14	1 282
Bought CAD 40 844 Sold JPY 3 768 677 @ 0.0108	14-Jul-14	1 150
Bought CAD 5 421 Sold JPY 506 856 @ 0.0107	14-Jul-14	83
Bought CAD 8 897 Sold JPY 829 355 @ 0.0107	14-Jul-14	162
Bought CAD 3 222 Sold USD 3 000 @ 1.0739	15-Jul-14	21
Bought CAD 3 372 Sold USD 3 051 @ 1.1053	15-Jul-14	117
Bought CAD 430 Sold USD 400 @ 1.0739	15-Jul-14	3
Bought CAD 746 Sold GBP 404 @ 1.8464	15-Jul-14	8
Bought CAD 9 784 Sold GBP 5 299 @ 1.8464	15-Jul-14	108
Bought CAD 1 138 Sold EUR 750 @ 1.5176	16-Jul-14	42
Bought CAD 1 633 Sold USD 1 500 @ 1.0888	16-Jul-14	33
Bought CAD 10 623 Sold EUR 7 000 @ 1.5176	16-Jul-14	395
Bought CAD 10 888 Sold USD 10 200 @ 1.0674	16-Jul-14	3
Bought CAD 111 Sold USD 100 @ 1.1051	16-Jul-14	4
Bought CAD 2 302 Sold USD 2 110 @ 1.0912	16-Jul-14	51
Bought CAD 27 981 Sold USD 25 500 @ 1.0973	16-Jul-14	771
Bought CAD 3 858 Sold EUR 2 542 @ 1.5176	16-Jul-14	143
Bought CAD 32 967 Sold JPY 3 088 000 @ 0.0107	16-Jul-14	440
Bought CAD 37 535 Sold EUR 24 734 @ 1.5176	16-Jul-14	1 394

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 663 Sold USD 600 @ 1.1051	16-Jul-14	\$ 23
Bought CAD 1 533 Sold USD 1 400 @ 1.0949	17-Jul-14	39
Bought CAD 123 Sold USD 112 @ 1.0949	17-Jul-14	3
Bought CAD 22 052 Sold USD 20 000 @ 1.1026	17-Jul-14	709
Bought CAD 4 663 Sold USD 4 264 @ 1.0935	17-Jul-14	112
Bought CAD 409 Sold GBP 222 @ 1.8438	17-Jul-14	4
Bought CAD 5 454 Sold GBP 2 958 @ 1.8438	17-Jul-14	52
Bought CAD 5 467 Sold USD 5 000 @ 1.0935	17-Jul-14	132
Bought CAD 20 065 Sold JPY 1 903 824 @ 0.0105	18-Jul-14	10
Bought CAD 20 418 Sold JPY 1 895 204 @ 0.0108	18-Jul-14	454
Bought CAD 27 240 Sold USD 25 000 @ 1.0896	18-Jul-14	561
Bought CAD 3 532 Sold JPY 327 875 @ 0.0108	18-Jul-14	78
Bought CAD 45 531 Sold EUR 30 142 @ 1.5106	18-Jul-14	1 485
Bought EUR 1 038 Sold CAD 1 512 @ 1.4565	18-Jul-14	5
Bought EUR 7 657 Sold CAD 11 152 @ 1.4565	18-Jul-14	37
Bought GBP 1 462 Sold CAD 2 662 @ 1.8210	18-Jul-14	7
Bought GBP 198 Sold CAD 361 @ 1.8210	18-Jul-14	1
Bought JPY 1 174 515 Sold CAD 12 364 @ 0.0105	18-Jul-14	9
Bought JPY 159 558 Sold CAD 1 680 @ 0.0105	18-Jul-14	1
Bought CAD 24 419 Sold USD 22 083 @ 1.1058	21-Jul-14	852
Bought CAD 12 970 Sold EUR 8 797 @ 1.4743	22-Jul-14	113
Bought CAD 2 188 Sold JPY 205 000 @ 0.0107	22-Jul-14	28
Bought CAD 2 345 Sold JPY 217 000 @ 0.0108	22-Jul-14	58
Bought CAD 20 405 Sold EUR 13 840 @ 1.4743	22-Jul-14	178
Bought CAD 22 743 Sold JPY 2 105 000 @ 0.0108	22-Jul-14	566
Bought CAD 31 656 Sold EUR 20 785 @ 1.5230	22-Jul-14	1 279
Bought CAD 5 390 Sold JPY 505 000 @ 0.0107	22-Jul-14	69
Bought CAD 1 304 Sold CNH 7 571 @ 0.1722	23-Jul-14	4
Bought CAD 140 Sold CNH 811 @ 0.1722	23-Jul-14	–
Bought CAD 2 487 Sold USD 2 270 @ 1.0954	23-Jul-14	64
Bought CAD 32 913 Sold USD 30 054 @ 1.0951	23-Jul-14	836
Bought CAD 34 293 Sold CNH 199 189 @ 0.1722	23-Jul-14	99
Bought CAD 4 413 Sold CNH 25 633 @ 0.1722	23-Jul-14	13
Bought CAD 4 414 Sold USD 4 030 @ 1.0954	23-Jul-14	113
Bought CAD 7 114 Sold GBP 3 864 @ 1.8411	23-Jul-14	58
Bought GBP 540 Sold CAD 984 @ 1.8231	23-Jul-14	2
Bought CAD 154 Sold USD 140 @ 1.0988	24-Jul-14	4
Bought CAD 17 Sold USD 16 @ 1.0875	24-Jul-14	–
Bought CAD 30 826 Sold EUR 20 601 @ 1.4963	24-Jul-14	716
Bought CAD 33 856 Sold AUD 33 670 @ 1.0055	24-Jul-14	25
Bought CAD 4 022 Sold AUD 4 000 @ 1.0055	24-Jul-14	3
Bought CAD 4 468 Sold EUR 2 986 @ 1.4963	24-Jul-14	104
Bought USD 63 Sold CAD 67 @ 1.0675	24-Jul-14	–
Bought USD 710 Sold CAD 758 @ 1.0675	24-Jul-14	–
Bought CAD 1 042 Sold MXN 12 370 @ 0.0843	25-Jul-14	27
Bought CAD 10 527 Sold MXN 124 934 @ 0.0843	25-Jul-14	268
Bought CAD 11 212 Sold USD 10 202 @ 1.0990	25-Jul-14	323
Bought CAD 213 Sold USD 193 @ 1.1023	25-Jul-14	7
Bought CAD 4 891 Sold USD 4 500 @ 1.0868	25-Jul-14	87
Bought CAD 46 184 Sold USD 42 025 @ 1.0990	25-Jul-14	1 329
Bought CAD 543 Sold USD 500 @ 1.0868	25-Jul-14	10
Bought CAD 22 904 Sold USD 20 804 @ 1.1009	28-Jul-14	696
Bought CAD 4 953 Sold USD 4 500 @ 1.1007	28-Jul-14	149
Bought CAD 648 Sold USD 589 @ 1.1009	28-Jul-14	20
Bought CAD 14 273 Sold GBP 7 800 @ 1.8299	29-Jul-14	27

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 36 559 Sold EUR 24 000 @ 1.5233	29-Jul-14	\$ 1 475
Bought CAD 48 970 Sold USD 44 580 @ 1.0985	29-Jul-14	1 382
Bought CAD 99 Sold GBP 54 @ 1.8299	29-Jul-14	–
Bought CAD 1 463 Sold NOK 7 950 @ 0.1840	30-Jul-14	81
Bought CAD 12 547 Sold NOK 68 180 @ 0.1840	30-Jul-14	695
Bought CAD 16 580 Sold USD 15 000 @ 1.1053	30-Jul-14	567
Bought CAD 22 108 Sold JPY 2 067 456 @ 0.0107	30-Jul-14	319
Bought CAD 27 299 Sold USD 25 000 @ 1.0920	30-Jul-14	611
Bought CAD 4 178 Sold JPY 390 676 @ 0.0107	30-Jul-14	60
Bought CAD 12 901 Sold USD 11 659 @ 1.1065	31-Jul-14	455
Bought CAD 16 820 Sold USD 15 450 @ 1.0887	31-Jul-14	327
Bought MXN 19 817 Sold CAD 1 626 @ 0.0820	31-Jul-14	1
Bought MXN 2 740 Sold CAD 225 @ 0.0820	31-Jul-14	–
Bought TWD 25 955 Sold CAD 929 @ 0.0358	31-Jul-14	–
Bought TWD 38 875 Sold CAD 1 391 @ 0.0358	31-Jul-14	–
Bought CAD 13 264 Sold USD 12 000 @ 1.1053	01-Aug-14	453
Bought CAD 31 923 Sold USD 29 000 @ 1.1008	01-Aug-14	964
Bought CAD 37 972 Sold EUR 25 011 @ 1.5182	01-Aug-14	1 407
Bought CAD 745 Sold EUR 500 @ 1.4894	01-Aug-14	14
Bought CAD 1 093 Sold USD 1 000 @ 1.0927	05-Aug-14	25
Bought CAD 13 412 Sold DKK 65 615 @ 0.2044	05-Aug-14	543
Bought CAD 20 881 Sold EUR 14 000 @ 1.4915	05-Aug-14	412
Bought CAD 33 193 Sold USD 30 510 @ 1.0879	05-Aug-14	619
Bought CAD 39 948 Sold EUR 26 190 @ 1.5253	05-Aug-14	1 656
Bought CAD 4 828 Sold DKK 24 381 @ 0.1980	05-Aug-14	47
Bought CAD 6 254 Sold EUR 4 100 @ 1.5253	05-Aug-14	259
Bought CAD 946 Sold DKK 4 776 @ 0.1980	05-Aug-14	9
Bought CAD 970 Sold DKK 4 748 @ 0.2044	05-Aug-14	39
Bought RUB 1 135 082 Sold CAD 34 929 @ 0.0308	05-Aug-14	523
Bought RUB 144 042 Sold CAD 4 432 @ 0.0308	05-Aug-14	66
Bought CAD 1 262 Sold SEK 7 722 @ 0.1634	06-Aug-14	29
Bought CAD 14 629 Sold JPY 1 361 964 @ 0.0107	06-Aug-14	272
Bought CAD 22 095 Sold JPY 2 095 900 @ 0.0105	06-Aug-14	2
Bought CAD 225 Sold JPY 21 000 @ 0.0107	06-Aug-14	3
Bought CAD 44 514 Sold EUR 30 000 @ 1.4838	06-Aug-14	650
Bought CAD 5 560 Sold JPY 520 000 @ 0.0107	06-Aug-14	79
Bought CAD 742 Sold EUR 500 @ 1.4838	06-Aug-14	11
Bought CAD 8 128 Sold JPY 771 000 @ 0.0105	06-Aug-14	1
Bought CAD 1 782 Sold DKK 8 955 @ 0.1990	07-Aug-14	26
Bought CAD 11 288 Sold DKK 56 715 @ 0.1990	07-Aug-14	165
Bought CAD 1 634 Sold USD 1 500 @ 1.0896	08-Aug-14	33
Bought CAD 1 989 Sold USD 1 860 @ 1.0696	08-Aug-14	3
Bought CAD 22 380 Sold USD 20 510 @ 1.0912	08-Aug-14	481
Bought CAD 321 Sold USD 300 @ 1.0696	08-Aug-14	1
Bought CAD 365 Sold USD 335 @ 1.0896	08-Aug-14	7
Bought CAD 4 298 Sold USD 4 000 @ 1.0745	08-Aug-14	27
Bought CAD 47 110 Sold EUR 31 500 @ 1.4956	08-Aug-14	1 050
Bought CAD 5 949 Sold USD 5 452 @ 1.0912	08-Aug-14	128
Bought CAD 1 819 Sold EUR 1 212 @ 1.5009	12-Aug-14	47
Bought CAD 11 448 Sold JPY 1 070 936 @ 0.0107	12-Aug-14	157
Bought CAD 15 025 Sold USD 13 783 @ 1.0901	12-Aug-14	307
Bought CAD 16 540 Sold EUR 11 075 @ 1.4934	12-Aug-14	344
Bought CAD 21 519 Sold USD 19 708 @ 1.0919	12-Aug-14	474
Bought CAD 3 124 Sold CHF 2 577 @ 1.2122	12-Aug-14	20
Bought CAD 31 761 Sold JPY 2 971 177 @ 0.0107	12-Aug-14	435

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 388 Sold CHF 320 @ 1.2122	12-Aug-14	\$ 2
Bought CAD 43 193 Sold EUR 28 778 @ 1.5009	12-Aug-14	1 109
Bought CAD 5 245 Sold USD 4 811 @ 1.0901	12-Aug-14	107
Bought CAD 5 615 Sold GBP 3 045 @ 1.8442	12-Aug-14	53
Bought CAD 5 966 Sold EUR 4 000 @ 1.4916	12-Aug-14	117
Bought CAD 6 628 Sold EUR 4 438 @ 1.4934	12-Aug-14	138
Bought CAD 746 Sold EUR 500 @ 1.4916	12-Aug-14	15
Bought CHF 2 897 Sold CAD 3 489 @ 1.2043	12-Aug-14	1
Bought CAD 33 531 Sold DKK 167 080 @ 0.2007	13-Aug-14	756
Bought CAD 35 102 Sold USD 32 077 @ 1.0943	13-Aug-14	848
Bought CAD 4 763 Sold DKK 23 733 @ 0.2007	13-Aug-14	107
Bought CAD 5 845 Sold USD 5 354 @ 1.0917	13-Aug-14	128
Bought CAD 10 515 Sold EUR 7 037 @ 1.4942	14-Aug-14	224
Bought CAD 15 095 Sold EUR 10 103 @ 1.4941	14-Aug-14	320
Bought CAD 37 381 Sold USD 34 284 @ 1.0903	14-Aug-14	770
Bought CAD 42 498 Sold EUR 28 441 @ 1.4942	14-Aug-14	904
Bought CAD 9 431 Sold USD 8 650 @ 1.0903	14-Aug-14	194
Bought CAD 1 147 Sold SEK 7 007 @ 0.1637	15-Aug-14	28
Bought CAD 11 470 Sold SEK 70 070 @ 0.1637	15-Aug-14	278
Bought CAD 2 456 Sold SEK 15 000 @ 0.1637	15-Aug-14	60
Bought CAD 27 309 Sold USD 25 000 @ 1.0924	15-Aug-14	612
Bought CAD 21 391 Sold JPY 2 000 000 @ 0.0107	18-Aug-14	301
Bought CAD 33 131 Sold USD 30 825 @ 1.0748	19-Aug-14	210
Bought CAD 34 004 Sold USD 31 577 @ 1.0768	19-Aug-14	279
Bought CAD 14 568 Sold JPY 1 361 964 @ 0.0107	20-Aug-14	205
Bought CAD 21 742 Sold USD 20 000 @ 1.0871	20-Aug-14	382
Bought CAD 300 Sold USD 281 @ 1.0692	20-Aug-14	–
Bought CAD 37 268 Sold EUR 24 926 @ 1.4952	20-Aug-14	809
Bought CAD 5 464 Sold JPY 510 883 @ 0.0107	20-Aug-14	77
Bought CAD 6 772 Sold EUR 4 529 @ 1.4952	20-Aug-14	147
Bought CAD 23 526 Sold USD 21 530 @ 1.0927	21-Aug-14	531
Bought CAD 2 989 Sold USD 2 750 @ 1.0870	22-Aug-14	52
Bought CAD 20 235 Sold JPY 1 898 014 @ 0.0107	22-Aug-14	218
Bought CAD 21 500 Sold USD 19 703 @ 1.0912	22-Aug-14	456
Bought CAD 3 261 Sold USD 3 000 @ 1.0870	22-Aug-14	57
Bought CAD 37 400 Sold EUR 25 000 @ 1.4960	22-Aug-14	831
Bought CAD 45 175 Sold USD 41 399 @ 1.0912	22-Aug-14	958
Bought CAD 8 326 Sold JPY 780 997 @ 0.0107	22-Aug-14	90
Bought CAD 1 233 Sold USD 1 132 @ 1.0893	25-Aug-14	24
Bought CAD 430 Sold USD 400 @ 1.0760	25-Aug-14	3
Bought CAD 54 Sold USD 50 @ 1.0760	25-Aug-14	–
Bought CAD 6 371 Sold DKK 32 116 @ 0.1984	25-Aug-14	69
Bought CAD 616 Sold DKK 3 104 @ 0.1984	25-Aug-14	7
Bought USD 31 Sold CAD 33 @ 1.0695	25-Aug-14	–
Bought CAD 25 239 Sold EUR 17 000 @ 1.4847	26-Aug-14	370
Bought CAD 1 433 Sold MXN 17 056 @ 0.0840	27-Aug-14	35
Bought CAD 14 333 Sold MXN 170 562 @ 0.0840	27-Aug-14	348
Bought CAD 21 361 Sold JPY 2 000 000 @ 0.0107	27-Aug-14	265
Bought CAD 21 641 Sold USD 19 892 @ 1.0879	27-Aug-14	393
Bought CAD 8 112 Sold USD 7 456 @ 1.0879	27-Aug-14	147
Bought CAD 16 341 Sold USD 15 000 @ 1.0894	28-Aug-14	318
Bought CAD 21 284 Sold EUR 14 395 @ 1.4786	28-Aug-14	225
Bought CAD 267 Sold USD 245 @ 1.0894	28-Aug-14	5
Bought CAD 34 522 Sold USD 31 536 @ 1.0947	28-Aug-14	835
Bought CAD 4 732 Sold USD 4 323 @ 1.0947	28-Aug-14	114

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 46 946 Sold EUR 31 750 @ 1.4786	28-Aug-14	\$ 496
Bought CAD 17 750 Sold KRW 16 728 926 @ 0.0011	29-Aug-14	130
Bought CAD 2 192 Sold KRW 2 065 860 @ 0.0011	29-Aug-14	16
Bought CAD 259 Sold USD 240 @ 1.0779	02-Sep-14	2
Bought CAD 1 328 Sold JPY 124 480 @ 0.0107	03-Sep-14	15
Bought CAD 13 351 Sold USD 12 262 @ 1.0888	03-Sep-14	250
Bought CAD 16 303 Sold USD 15 000 @ 1.0869	03-Sep-14	277
Bought CAD 17 398 Sold JPY 1 630 614 @ 0.0107	03-Sep-14	195
Bought CAD 2 584 Sold JPY 242 200 @ 0.0107	03-Sep-14	29
Bought CAD 30 645 Sold JPY 2 872 000 @ 0.0107	03-Sep-14	345
Bought CAD 35 707 Sold USD 32 795 @ 1.0888	03-Sep-14	669
Bought CAD 10 606 Sold EUR 7 138 @ 1.4858	04-Sep-14	161
Bought CAD 28 541 Sold USD 26 228 @ 1.0882	04-Sep-14	519
Bought CAD 51 268 Sold EUR 34 505 @ 1.4858	04-Sep-14	777
Bought CAD 589 Sold USD 541 @ 1.0881	04-Sep-14	11
Bought CAD 2 412 Sold JPY 225 978 @ 0.0107	05-Sep-14	28
Bought CAD 31 283 Sold JPY 2 930 283 @ 0.0107	05-Sep-14	367
Bought CAD 407 Sold GBP 222 @ 1.8352	05-Sep-14	2
Bought CAD 46 966 Sold EUR 31 432 @ 1.4942	08-Sep-14	967
Bought CAD 6 404 Sold EUR 4 286 @ 1.4942	08-Sep-14	132
Bought CAD 2 840 Sold USD 2 597 @ 1.0935	09-Sep-14	65
Bought CAD 24 341 Sold EUR 16 426 @ 1.4819	09-Sep-14	302
Bought CAD 27 932 Sold JPY 2 615 929 @ 0.0107	09-Sep-14	328
Bought CAD 31 931 Sold USD 29 200 @ 1.0935	09-Sep-14	730
Bought CAD 38 472 Sold EUR 25 962 @ 1.4819	09-Sep-14	478
Bought CAD 2 168 Sold SGD 2 489 @ 0.8709	10-Sep-14	35
Bought CAD 45 597 Sold EUR 30 500 @ 1.4950	10-Sep-14	960
Bought CAD 5 280 Sold SGD 6 060 @ 0.8712	10-Sep-14	86
Bought CAD 739 Sold SGD 848 @ 0.8712	10-Sep-14	12
Bought CAD 1 897 Sold USD 1 733 @ 1.0945	11-Sep-14	45
Bought CAD 28 100 Sold USD 25 675 @ 1.0945	11-Sep-14	665
Bought CAD 1 853 Sold DKK 9 380 @ 0.1976	12-Sep-14	12
Bought CAD 11 945 Sold USD 10 900 @ 1.0959	12-Sep-14	297
Bought CAD 2 360 Sold JPY 220 972 @ 0.0107	12-Sep-14	28
Bought CAD 32 716 Sold JPY 3 063 000 @ 0.0107	12-Sep-14	393
Bought CAD 6 736 Sold DKK 34 100 @ 0.1975	12-Sep-14	41
Bought CAD 6 955 Sold DKK 35 200 @ 0.1976	12-Sep-14	44
Bought CAD 740 Sold DKK 3 748 @ 0.1975	12-Sep-14	5
Bought CAD 1 165 Sold MXN 14 000 @ 0.0832	15-Sep-14	18
Bought CAD 1 958 Sold MXN 23 508 @ 0.0833	15-Sep-14	32
Bought CAD 10 322 Sold MXN 124 000 @ 0.0832	15-Sep-14	163
Bought CAD 12 018 Sold MXN 144 260 @ 0.0833	15-Sep-14	199
Bought CAD 2 314 Sold GBP 1 254 @ 1.8456	15-Sep-14	22
Bought CAD 28 859 Sold GBP 15 637 @ 1.8456	15-Sep-14	278
Bought CAD 65 509 Sold EUR 44 462 @ 1.4734	15-Sep-14	429
Bought CAD 14 474 Sold GBP 7 843 @ 1.8454	16-Sep-14	138
Bought CAD 72 473 Sold GBP 39 272 @ 1.8454	16-Sep-14	691
Bought CAD 18 319 Sold USD 16 850 @ 1.0872	17-Sep-14	311
Bought CAD 240 Sold USD 221 @ 1.0872	17-Sep-14	4
Bought CAD 58 221 Sold EUR 39 381 @ 1.4784	17-Sep-14	576
Bought CAD 6 502 Sold EUR 4 398 @ 1.4784	17-Sep-14	64
Bought CAD 22 045 Sold USD 20 273 @ 1.0874	18-Sep-14	378
Bought CAD 30 532 Sold JPY 2 868 000 @ 0.0106	18-Sep-14	260
Bought CAD 304 Sold USD 280 @ 1.0874	18-Sep-14	5
Bought CAD 5 483 Sold JPY 515 010 @ 0.0106	18-Sep-14	47

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 26 Sold CAD 28 @ 1.0847	18-Sep-14	\$ -
Bought USD 28 Sold CAD 30 @ 1.0847	18-Sep-14	-
Bought USD 50 Sold CAD 54 @ 1.0707	18-Sep-14	-
Bought CAD 16 321 Sold EUR 11 058 @ 1.4759	19-Sep-14	133
Bought CAD 28 475 Sold EUR 19 430 @ 1.4655	19-Sep-14	32
Bought CAD 36 898 Sold EUR 25 000 @ 1.4759	19-Sep-14	301
Bought CAD 4 002 Sold EUR 2 731 @ 1.4655	19-Sep-14	4
Bought CAD 1 750 Sold GBP 957 @ 1.8285	22-Sep-14	-
Bought CAD 29 839 Sold USD 27 405 @ 1.0888	22-Sep-14	547
Bought CAD 9 549 Sold USD 8 770 @ 1.0888	22-Sep-14	175
Bought CAD 9 908 Sold GBP 5 419 @ 1.8285	22-Sep-14	3
Bought CAD 14 839 Sold USD 13 605 @ 1.0907	23-Sep-14	297
Bought CAD 4 683 Sold USD 4 354 @ 1.0755	24-Sep-14	29
Bought CAD 46 328 Sold USD 43 074 @ 1.0755	24-Sep-14	285
Bought CAD 36 949 Sold EUR 25 200 @ 1.4662	25-Sep-14	53
Bought CAD 7 809 Sold EUR 5 326 @ 1.4662	25-Sep-14	11
Bought CAD 1 294 Sold USD 1 200 @ 1.0780	26-Sep-14	11
Bought CAD 2 348 Sold JPY 222 385 @ 0.0106	29-Sep-14	-
Bought CAD 26 694 Sold USD 24 962 @ 1.0694	02-Oct-14	7
Bought CAD 4 393 Sold EUR 3 000 @ 1.4644	02-Oct-14	-
		\$ 81 761

Contracts	Maturity Date	Unrealized Loss
Bought JPY 1 819 513 Sold CAD 19 157 @ 0.0105	02-Jul-14	\$ (1)
Bought USD 10 200 Sold CAD 10 884 @ 1.0671	02-Jul-14	(4)
Bought USD 63 Sold CAD 68 @ 1.0870	02-Jul-14	(1)
Bought USD 710 Sold CAD 772 @ 1.0870	02-Jul-14	(14)
Bought CAD 3 595 Sold CHF 2 989 @ 1.2027	03-Jul-14	(1)
Bought EUR 35 000 Sold CAD 51 123 @ 1.4606	03-Jul-14	(2)
Bought JPY 1 903 824 Sold CAD 20 056 @ 0.0105	03-Jul-14	(13)
Bought USD 185 Sold CAD 201 @ 1.0869	03-Jul-14	(4)
Bought USD 24 962 Sold CAD 26 635 @ 1.0670	03-Jul-14	(8)
Bought USD 78 Sold CAD 84 @ 1.0779	03-Jul-14	(1)
Bought USD 2 500 Sold CAD 2 733 @ 1.0931	09-Jul-14	(66)
Bought USD 200 Sold CAD 219 @ 1.0931	09-Jul-14	(5)
Bought TWD 492 505 Sold CAD 18 007 @ 0.0366	10-Jul-14	(412)
Bought TWD 62 373 Sold CAD 2 280 @ 0.0366	10-Jul-14	(52)
Bought EUR 1 632 Sold CAD 2 478 @ 1.5180	18-Jul-14	(93)
Bought EUR 12 901 Sold CAD 19 584 @ 1.5180	18-Jul-14	(731)
Bought EUR 6 996 Sold CAD 10 462 @ 1.4954	18-Jul-14	(239)
Bought EUR 892 Sold CAD 1 334 @ 1.4954	18-Jul-14	(30)
Bought GBP 1 398 Sold CAD 2 557 @ 1.8291	18-Jul-14	(4)
Bought GBP 186 Sold CAD 340 @ 1.8291	18-Jul-14	(1)
Bought GBP 2 670 Sold CAD 4 937 @ 1.8493	18-Jul-14	(62)
Bought GBP 330 Sold CAD 611 @ 1.8493	18-Jul-14	(8)
Bought JPY 1 127 511 Sold CAD 12 025 @ 0.0107	18-Jul-14	(148)
Bought JPY 140 790 Sold CAD 1 502 @ 0.0107	18-Jul-14	(18)
Bought JPY 2 069 730 Sold CAD 22 198 @ 0.0107	18-Jul-14	(395)
Bought JPY 264 815 Sold CAD 2 840 @ 0.0107	18-Jul-14	(51)
Bought USD 1 456 Sold CAD 1 579 @ 1.0844	18-Jul-14	(25)
Bought USD 1 602 Sold CAD 1 714 @ 1.0701	18-Jul-14	(5)
Bought USD 11 577 Sold CAD 12 554 @ 1.0844	18-Jul-14	(199)
Bought USD 11 791 Sold CAD 12 617 @ 1.0701	18-Jul-14	(34)
Bought USD 2 664 Sold CAD 2 906 @ 1.0912	18-Jul-14	(64)

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 20 895 Sold CAD 22 800 @ 1.0912	18-Jul-14	\$ (502)
Bought CNH 199 189 Sold CAD 34 548 @ 0.1734	23-Jul-14	(355)
Bought CNH 25 633 Sold CAD 4 446 @ 0.1734	23-Jul-14	(46)
Bought CNH 7 571 Sold CAD 1 313 @ 0.1735	23-Jul-14	(14)
Bought CNH 811 Sold CAD 141 @ 0.1735	23-Jul-14	(1)
Bought GBP 3 324 Sold CAD 6 152 @ 1.8508	23-Jul-14	(82)
Bought PHP 689 533 Sold CAD 16 946 @ 0.0246	24-Jul-14	(76)
Bought PHP 88 905 Sold CAD 2 185 @ 0.0246	24-Jul-14	(10)
Bought USD 1 300 Sold CAD 1 414 @ 1.0875	24-Jul-14	(26)
Bought USD 1 395 Sold CAD 1 515 @ 1.0858	24-Jul-14	(26)
Bought USD 12 180 Sold CAD 13 466 @ 1.1056	24-Jul-14	(466)
Bought USD 2 321 Sold CAD 2 565 @ 1.1053	24-Jul-14	(88)
Bought USD 2 712 Sold CAD 2 937 @ 1.0831	24-Jul-14	(43)
Bought USD 225 Sold CAD 248 @ 1.1010	24-Jul-14	(8)
Bought USD 4 165 Sold CAD 4 586 @ 1.1010	24-Jul-14	(140)
Bought USD 12 584 Sold CAD 13 699 @ 1.0886	25-Jul-14	(267)
Bought USD 498 Sold CAD 535 @ 1.0745	25-Jul-14	(4)
Bought USD 3 746 Sold CAD 4 025 @ 1.0746	29-Jul-14	(27)
Bought NOK 16 995 Sold CAD 2 956 @ 0.1739	30-Jul-14	(2)
Bought MXN 11 131 Sold CAD 926 @ 0.0832	31-Jul-14	(13)
Bought MXN 198 785 Sold CAD 16 599 @ 0.0835	31-Jul-14	(282)
Bought MXN 221 858 Sold CAD 18 526 @ 0.0835	31-Jul-14	(315)
Bought MXN 24 367 Sold CAD 2 035 @ 0.0835	31-Jul-14	(35)
Bought MXN 28 195 Sold CAD 2 354 @ 0.0835	31-Jul-14	(40)
Bought MXN 4 297 Sold CAD 358 @ 0.0832	31-Jul-14	(5)
Bought TWD 196 960 Sold CAD 7 047 @ 0.0358	31-Jul-14	(1)
Bought TWD 295 974 Sold CAD 10 589 @ 0.0358	31-Jul-14	(1)
Bought CAD 1 457 Sold EUR 1 000 @ 1.4567	01-Aug-14	(5)
Bought CAD 13 110 Sold EUR 9 000 @ 1.4567	01-Aug-14	(47)
Bought CAD 2 969 Sold DKK 15 200 @ 0.1953	07-Aug-14	(12)
Bought USD 18 237 Sold CAD 19 839 @ 1.0878	07-Aug-14	(367)
Bought USD 2 257 Sold CAD 2 455 @ 1.0878	07-Aug-14	(45)
Bought USD 5 861 Sold CAD 6 312 @ 1.0770	07-Aug-14	(55)
Bought USD 756 Sold CAD 814 @ 1.0770	07-Aug-14	(7)
Bought USD 130 Sold CAD 142 @ 1.0887	08-Aug-14	(3)
Bought USD 191 Sold CAD 208 @ 1.0914	08-Aug-14	(5)
Bought USD 214 Sold CAD 233 @ 1.0905	08-Aug-14	(5)
Bought USD 3 668 Sold CAD 4 004 @ 1.0917	08-Aug-14	(88)
Bought USD 327 Sold CAD 356 @ 1.0872	08-Aug-14	(6)
Bought USD 41 Sold CAD 45 @ 1.0902	08-Aug-14	(1)
Bought USD 486 Sold CAD 531 @ 1.0917	08-Aug-14	(12)
Bought USD 599 Sold CAD 656 @ 1.0955	08-Aug-14	(17)
Bought USD 626 Sold CAD 682 @ 1.0902	08-Aug-14	(14)
Bought USD 80 Sold CAD 87 @ 1.0872	08-Aug-14	(2)
Bought USD 978 Sold CAD 1 067 @ 1.0905	08-Aug-14	(22)
Bought USD 33 Sold CAD 36 @ 1.0956	13-Aug-14	(1)
Bought EUR 1 800 Sold CAD 2 694 @ 1.4966	14-Aug-14	(61)
Bought EUR 13 080 Sold CAD 19 575 @ 1.4966	14-Aug-14	(446)
Bought USD 100 Sold CAD 109 @ 1.0884	19-Aug-14	(2)
Bought USD 800 Sold CAD 871 @ 1.0884	19-Aug-14	(16)
Bought IDR 12 715 533 Sold CAD 1 148 @ 0.0001	20-Aug-14	(11)
Bought IDR 98 483 379 Sold CAD 8 891 @ 0.0001	20-Aug-14	(84)
Bought USD 810 Sold CAD 882 @ 1.0883	25-Aug-14	(16)
Bought USD 9 800 Sold CAD 10 666 @ 1.0883	25-Aug-14	(198)
Bought KRW 16 728 926 Sold CAD 17 739 @ 0.0011	29-Aug-14	(119)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought KRW 2 065 860 Sold CAD 2 191 @ 0.0011	29-Aug-14	\$ (15)
Bought USD 2 462 Sold CAD 2 653 @ 1.0777	02-Sep-14	(23)
Bought USD 21 726 Sold CAD 23 415 @ 1.0777	02-Sep-14	(204)
Bought USD 4 337 Sold CAD 4 721 @ 1.0886	02-Sep-14	(88)
Bought USD 595 Sold CAD 648 @ 1.0886	02-Sep-14	(12)
Bought USD 90 Sold CAD 98 @ 1.0883	02-Sep-14	(2)
Bought USD 1 925 Sold CAD 2 094 @ 1.0878	08-Sep-14	(37)
Bought USD 150 Sold CAD 163 @ 1.0844	08-Sep-14	(2)
Bought USD 171 Sold CAD 185 @ 1.0844	08-Sep-14	(3)
Bought USD 178 Sold CAD 194 @ 1.0878	08-Sep-14	(3)
Bought USD 2 922 Sold CAD 3 177 @ 1.0874	08-Sep-14	(55)
Bought USD 2 926 Sold CAD 3 173 @ 1.0844	08-Sep-14	(47)
Bought USD 27 133 Sold CAD 29 505 @ 1.0874	08-Sep-14	(513)
Bought USD 3 959 Sold CAD 4 293 @ 1.0844	08-Sep-14	(63)
Bought USD 7 241 Sold CAD 7 852 @ 1.0843	08-Sep-14	(115)
Bought GBP 787 Sold CAD 1 439 @ 1.8284	11-Sep-14	(1)
Bought MXN 207 441 Sold CAD 17 289 @ 0.0833	12-Sep-14	(291)
Bought MXN 25 496 Sold CAD 2 125 @ 0.0833	12-Sep-14	(36)
Bought CAD 7 821 Sold GBP 4 282 @ 1.8266	15-Sep-14	(5)
Bought USD 11 840 Sold CAD 12 842 @ 1.0846	18-Sep-14	(188)
Bought USD 126 Sold CAD 137 @ 1.0847	18-Sep-14	(2)
Bought USD 3 280 Sold CAD 3 528 @ 1.0757	18-Sep-14	(23)
Bought USD 425 Sold CAD 457 @ 1.0757	18-Sep-14	(3)
Bought USD 441 Sold CAD 478 @ 1.0846	18-Sep-14	(7)
Bought USD 500 Sold CAD 535 @ 1.0707	18-Sep-14	(1)
Bought USD 9 189 Sold CAD 9 967 @ 1.0847	18-Sep-14	(146)
Bought CAD 11 939 Sold GBP 6 568 @ 1.8178	29-Sep-14	(68)
Bought CAD 19 209 Sold JPY 1 819 513 @ 0.0106	29-Sep-14	(2)
Bought CAD 760 Sold GBP 418 @ 1.8178	29-Sep-14	(4)
Bought CAD 51 252 Sold EUR 35 000 @ 1.4644	02-Oct-14	(2)
		\$ (9 194)
TOTAL FOREIGN EXCHANGE		\$ 72 567

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 973 659	\$ 3 102 418	\$ 2 271 386
Cash	315	–	–
Due from investment dealers	20 648	–	–
Subscriptions receivable	8 034	6 189	2 954
Unrealized gain on futures contracts	367	–	–
Futures contracts margin receivable	–	198	453
Unrealized gain on foreign exchange contracts	81 761	28 296	34 766
Dividends receivable, interest accrued and other assets	27 973	23 178	16 734
TOTAL ASSETS	4 112 757	3 160 279	2 326 293
LIABILITIES			
Bank overdraft	–	71	32
Due to investment dealers	28 700	–	16 498
Redemptions payable	1 059	563	1 027
Unrealized loss on futures contracts	–	418	453
Futures contracts margin payable	421	–	–
Unrealized loss on foreign exchange contracts	9 194	41 395	18 752
Accounts payable and accrued expenses	319	282	261
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	39 693	42 729	37 023
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 073 064	\$ 3 117 550	\$ 2 289 270
Investments at cost	\$ 3 892 376	\$ 3 037 602	\$ 2 243 264
NAV, END OF PERIOD			
SERIES A	\$ 119 881	\$ 121 363	\$ 131 275
ADVISOR SERIES	\$ 6 966	\$ 6 018	\$ 4 199
SERIES D	\$ 7 036	\$ 5 657	\$ 5 646
SERIES F	\$ 41 071	\$ 39 310	\$ 21 833
SERIES I	\$ 38 339	\$ –	\$ –
SERIES O	\$ 3 859 771	\$ 2 945 202	\$ 2 126 317
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.76	\$ 10.42	\$ 10.51
ADVISOR SERIES	\$ 11.01	\$ 10.66	\$ 10.74
SERIES D	\$ 10.87	\$ 10.53	\$ 10.61
SERIES F	\$ 11.27	\$ 10.92	\$ 10.98
SERIES I	\$ 11.27	\$ –	\$ –
SERIES O	\$ 11.07	\$ 10.72	\$ 10.79

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ —	\$ (185)
Interest for distribution purposes	41 790	34 602
Net gain (loss) from futures contracts	1 362	(98)
Other income received from underlying funds	3 519	1 342
Securities lending revenue (see note 6 in the generic notes)	224	191
Net realized gain (loss) on investments	60 261	19 276
Net gain (loss) on foreign currencies and other net assets	(92 392)	40 632
Change in unrealized gain (loss) on investments	138 094	(96 591)
TOTAL INCOME (LOSS)	152 858	(831)
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 123	1 136
Administration fees	398	308
Board of Governors costs	1	2
GST/HST	160	158
Withholding tax	79	–
TOTAL EXPENSES	1 761	1 604
INCREASE (DECREASE) IN NAV	\$ 151 097	\$ (2 435)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 4 381	\$ (1 211)
ADVISOR SERIES	\$ 230	\$ (48)
SERIES D	\$ 238	\$ (32)
SERIES F	\$ 1 631	\$ (211)
SERIES I	\$ (5)	\$ –
SERIES O	\$ 144 622	\$ (967)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.40	\$ (0.09)
ADVISOR SERIES	\$ 0.41	\$ (0.10)
SERIES D	\$ 0.43	\$ (0.07)
SERIES F	\$ 0.46	\$ (0.05)
SERIES I	\$ 0.14	\$ –
SERIES O	\$ 0.50	\$ –

* Series I launched April 2014.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 151 097	\$ (2 469)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(60 261)	(19 276)
Change in unrealized loss (gain) on investments	(138 094)	96 591
(Increase) decrease in accrued receivables	(27 288)	(10 991)
Increase (decrease) in accrued payables	29 233	(8 326)
Cost of investments purchased	(2 715 775)	(3 102 959)
Proceeds on sales of investments	1 957 057	2 636 786
NET CASH PROVIDED BY OPERATING ACTIVITIES	(804 031)	(410 644)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	988 288	636 485
Cash paid on redemption of redeemable units	(183 571)	(217 789)
Distributions paid to holders of redeemable units	(300)	(240)
NET CASH USED IN FINANCING ACTIVITIES	\$ 804 417	\$ 418 456
Net increase (decrease) in cash for the year	386	7 812
Cash (bank overdraft), beginning of period	(71)	(32)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 315	\$ 7 780
Interest received	\$ 36 995	\$ 31 035
Dividends received, net of withholding taxes	\$ (79)	\$ (185)

* Series I launched April 2014.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 121 363	\$ 131 309	\$ 6 018	\$ 4 199	\$ 5 657	\$ 5 646	\$ 39 310	\$ 21 833
INCREASE (DECREASE) IN NAV	4 381	(1 211)	230	(48)	238	(32)	1 631	(211)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	7 430	11 129	1 405	1 978	1 928	1 380	6 995	16 242
Reinvestments of distributions to holders of redeemable units	517	718	24	24	49	51	98	62
Redemption of redeemable units	(13 284)	(14 415)	(682)	(768)	(785)	(1 475)	(6 581)	(3 150)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(5 337)	(2 568)	747	1 234	1 192	(44)	512	13 154
Distributions from net income	(526)	(731)	(29)	(28)	(51)	(53)	(382)	(283)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(526)	(731)	(29)	(28)	(51)	(53)	(382)	(283)
NET INCREASE (DECREASE) IN NAV	(1 482)	(4 510)	948	1 158	1 379	(129)	1 761	12 660
NAV AT END OF PERIOD	\$ 119 881	\$ 126 799	\$ 6 966	\$ 5 357	\$ 7 036	\$ 5 517	\$ 41 071	\$ 34 493

For the periods ended June 30 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 2 945 202	\$ 2 126 283	\$ 3 117 550	\$ 2 289 270
INCREASE (DECREASE) IN NAV	(5)	–	144 622	(967)	151 097	(2 469)
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	38 344	–	932 186	605 756	988 288	636 485
Reinvestments of distributions to holders of redeemable units	–	–	44 637	34 989	45 325	35 844
Redemption of redeemable units	–	–	(162 239)	(197 981)	(183 571)	(217 789)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	38 344	–	814 584	442 764	850 042	454 540
Distributions from net income	–	–	(44 637)	(34 989)	(45 625)	(36 084)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(44 637)	(34 989)	(45 625)	(36 084)
NET INCREASE (DECREASE) IN NAV	38 339	–	914 569	406 808	955 514	415 987
NAV AT END OF PERIOD	\$ 38 339	\$ –	\$ 3 859 771	\$ 2 533 091	\$ 4 073 064	\$ 2 705 257

* Series I launched April 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average long-term total returns, consisting of interest income and some capital growth in world fixed-income markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	25.5	45.7	25.1
AA	45.1	23.8	48.2
A	20.9	18.1	14.5
BBB	3.7	5.6	5.5
BB	3.3	4.6	4.8
B	1.2	1.9	1.7
CCC	0.1	–	–
Unrated	0.2	0.3	0.2
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	3.6	3.0	7.8
1 – 5 years	52.4	53.7	49.5
5 – 10 years	22.5	21.2	21.9
> 10 years	21.5	22.1	20.8
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.8% (December 31, 2013 – 5.8%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	5.5	2.5	5.5
Mexican peso	1.5	–	1.0
Japanese yen	1.3	0.8	1.7
Russian rouble	1.0	1.1	1.3
New Taiwan dollar	1.0	–	–
Euro	0.7	–	1.4
Philippine peso	0.5	0.5	–
Brazilian real	–	1.0	0.5
Turkish new lira	–	1.0	–
Chinese renminbi	–	0.5	–
Norwegian krone	–	–	0.5
Other currencies	0.4	1.1	0.7
Total	11.9	8.5	12.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	145 408	–	–	145 408
Fixed-income				
and debt securities	–	3 694 762	–	3 694 762
Short-term investments	–	133 489	–	133 489
Derivatives – assets	367	81 761	–	82 128
Derivatives – liabilities	–	(9 194)	–	(9 194)
Total financial instruments	145 775	3 900 818	–	4 046 593
% of total portfolio	3.6	96.4	–	100.0



June 30, 2014

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	119 695	–	–	119 695
Fixed-income				
and debt securities	–	2 888 529	–	2 888 529
Short-term investments	–	94 194	–	94 194
Derivatives – assets	–	28 296	–	28 296
Derivatives – liabilities	(418)	(41 395)	–	(41 813)
Total financial instruments	119 277	2 969 624	–	3 088 901
% of total portfolio	3.9	96.1	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	58 306	–	–	58 306
Fixed-income				
and debt securities	–	2 082 231	–	2 082 231
Short-term investments	–	130 849	–	130 849
Derivatives – assets	–	34 766	–	34 766
Derivatives – liabilities	(453)	(18 752)	–	(19 205)
Total financial instruments	57 853	2 229 094	–	2 286 947
% of total portfolio	2.5	97.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series D	0.90%
Series F	0.75%
Series I	0.50%

Please see the generic notes at the back of the financial statements.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	90	–
Series O	667	658
Value of all units	8	7

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	11 086
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

	2014	2013
For the periods ended June 30 (see note 2 in the generic notes)		
Series A		
Opening units	11 646	12 495
Issued number of units	699	1 059
Reinvested number of units	48	69
Redeemed number of units	(1 250)	(1 374)
Ending number of units	11 143	12 249
Advisor Series		
Opening units	565	391
Issued number of units	129	184
Reinvested number of units	2	2
Redeemed number of units	(63)	(71)
Ending number of units	633	506



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	537	532
Issued number of units	178	130
Reinvested number of units	5	5
Redeemed number of units	(73)	(139)
Ending number of units	647	528
Series F		
Opening units	3 600	1 988
Issued number of units	626	1 476
Reinvested number of units	9	6
Redeemed number of units	(589)	(286)
Ending number of units	3 646	3 184
Series I		
Opening units	–	–
Issued number of units	3 403	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	3 403	–
Series O		
Opening units	274 705	197 034
Issued number of units	84 852	56 062
Reinvested number of units	4 062	3 261
Redeemed number of units	(14 792)	(18 174)
Ending number of units	348 827	238 183

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	636 851	350 937
Fair value of collateral received	649 588	357 956

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Select Very Conservative Portfolio	74 900	65 408
RBC Select Conservative Portfolio	133 083	118 938
RBC Select Balanced Portfolio	56 495	47 851
RBC Select Growth Portfolio	37 883	34 593
RBC Target 2015 Education Fund	3 467	3 536
RBC Target 2020 Education Fund	2 746	2 517
RBC Select Very Conservative Class	677	854
RBC Select Conservative Class	544	638
RBC Select Balanced Class	164	197
RBC Select Growth Class	60	70
RBC Global Bond Guaranteed Investment Fund	88	61
RBC Life Insurance Universal Life Fund	36	42
Total	310 143	274 705

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private Global Bond Pool was merged into the RBC Global Bond Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private Global Bond Pool (the “Terminated Fund”) and the RBC Global Bond Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$465 035
Exchange ratio Series I	8.63
Units issued by Continuing Fund Series I	3 403
Exchange ratio Series O	8.86
Units issued by Continuing Fund Series O	38 576

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.



June 30, 2014

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 702 729	2 286 410
Revaluation of investments at FVTPL	2 528	2 860
Net assets attributable to holders of redeemable units	2 705 257	2 289 270

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(2 137)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(298)
Increase (decrease) in net assets attributable to holders of redeemable units	(2 435)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
RBC \$U.S. INVESTMENT GRADE CORPORATE BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
400	Rogers Communications Inc. USD	5.000	15-Mar-44	\$ 397	\$ 418	
250	Thomson Reuters Corp. USD	0.875	23-May-16	248	234	
275	Thomson Reuters Corp. USD	1.300	23-Feb-17	274	275	
				919	927	1.2
China						
300	Baidu Inc. USD	3.250	06-Aug-18	302	311	
400	CNOOC Nexen Finance 2014 ULC USD	1.625	30-Apr-17	398	401	
				700	712	0.9
France						
600	AXA S.A. USD	8.600	15-Dec-30	736	808	
500	BNP Paribas S.A. USD	2.700	20-Aug-18	499	512	
				1 235	1 320	1.7
Ireland						
500	XLIT Ltd. USD	5.750	01-Oct-21	572	584	
300	XLIT Ltd. USD	5.250	15-Dec-43	299	329	
				871	913	1.2
Japan						
300	Nippon Telegraph & Telephone Corp. USD	1.400	18-Jul-17	300	302	
				300	302	0.4
Mexico						
600	Coca-Cola Femsa S.A.B. de C.V. USD	2.375	26-Nov-18	601	609	
400	Grupo Televisa S.A.B. USD	5.000	13-May-45	388	403	
500	Kansas City Southern de Mexico S.A. de C.V. USD	2.350	15-May-20	471	480	
				1 460	1 492	1.9
Netherlands						
400	Rabobank Nederland N.V. USD	5.750	01-Dec-43	393	462	
				393	462	0.6
South Korea						
400	Korea Development Bank USD	3.500	22-Aug-17	415	423	
				415	423	0.5
Sweden						
500	Svenska Handelsbanken AB USD	2.250	17-Jun-19	500	503	
				500	503	0.6
Switzerland						
600	Credit Suisse USD	5.400	14-Jan-20	658	675	
				658	675	0.9
United Kingdom						
250	Abbey National Treasury Services Plc.	3.050	23-Aug-18	249	261	
410	Lloyds TSB Bank Plc. USD	4.875	21-Jan-16	444	437	
500	National Grid Plc. USD	6.300	01-Aug-16	569	554	
400	Vodafone Group Plc. USD	5.625	27-Feb-17	451	445	
				1 713	1 697	2.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
500	American Electric Power Co. Inc.	1.650	15-Dec-17	\$ 496	\$ 503	
600	American International Group Inc.	6.400	15-Dec-20	709	725	
275	American Tower Corp.	3.400	15-Feb-19	274	288	
200	American Tower Corp.	4.700	15-Mar-22	206	215	
300	American Tower Corp.	3.500	31-Jan-23	275	295	
300	AmerisourceBergen Corp.	3.500	15-Nov-21	311	312	
400	Anheuser-Busch Companies, LLC	5.600	01-Mar-17	449	447	
800	Anheuser-Busch InBev Worldwide Inc.	5.375	15-Jan-20	919	925	
500	Appalachian Power Co.	7.000	01-Apr-38	681	682	
450	Apple Inc.	3.450	06-May-24	450	456	
250	Apple Inc.	3.850	04-May-43	212	230	
400	AT&T Inc.	1.600	15-Feb-17	399	405	
350	AT&T Inc.	5.550	15-Aug-41	367	393	
124	Bank of America Corp.	3.875	22-Mar-17	133	132	
700	Bank of America Corp.	5.750	01-Dec-17	793	791	
300	Bank of America Corp.	7.625	01-Jun-19	371	371	
300	Bank of America Corp.	4.125	22-Jan-24	300	310	
300	BB&T Corp.	5.200	23-Dec-15	326	319	
200	Burlington Northern Santa Fe LLC	5.150	01-Sep-43	200	221	
400	Cameron International Corp.	1.400	15-Jun-17	400	402	
600	CBS Corp.	5.750	15-Apr-20	677	696	
400	CF Industries Inc.	6.875	01-May-18	466	471	
400	Cisco Systems Inc.	2.900	04-Mar-21	399	407	
250	Cisco Systems Inc.	5.900	15-Feb-39	279	306	
600	Citigroup Inc.	5.500	15-Feb-17	657	660	
500	Citigroup Inc.	6.125	15-May-18	578	576	
250	Citigroup Inc.	6.125	25-Aug-36	274	288	
400	Comcast Corp.	6.400	15-May-38	481	513	
300	ConAgra Foods Inc.	3.200	25-Jan-23	282	290	
500	ConocoPhillips Holding Co.	6.950	15-Apr-29	666	686	
700	Continental Resources Inc.	5.000	15-Sep-22	729	762	
700	CVS Caremark Corp.	4.125	15-May-21	738	757	
250	CVS Caremark Corp.	6.125	15-Sep-39	297	312	
350	Delphi Corp.	4.150	15-Mar-24	349	364	
300	DIRECTV Holdings LLC	2.400	15-Mar-17	307	309	
400	DIRECTV Holdings LLC	5.200	15-Mar-20	431	451	
250	DIRECTV Holdings LLC	5.000	01-Mar-21	268	279	
500	Duke Energy Corp.	3.950	15-Oct-23	499	527	
450	EnLink Midstream Partners LP	2.700	01-Apr-19	449	457	
500	Enterprise Products Operating LLC	7.034	15-Jan-68	558	571	
400	Exelon Corp.	5.625	15-Jun-35	437	450	
600	Express Scripts Holding Co.	1.250	02-Jun-17	601	599	
275	Fidelity National Information Services Inc.	3.875	05-Jun-24	274	277	
800	Fifth Third Bank	2.375	25-Apr-19	799	811	
400	Fiserv Inc.	3.500	01-Oct-22	377	403	
750	Ford Motor Credit Co. LLC	8.000	15-Dec-16	878	872	
525	Ford Motor Credit Co. LLC	5.750	01-Feb-21	591	611	
350	GE Capital Corp.	6.000	07-Aug-19	417	415	
1 000	GE Capital Corp.	6.875	10-Jan-39	1 255	1 346	
1 000	Genworth Holdings Inc.	7.700	15-Jun-20	1 240	1 235	
350	Georgia-Pacific LLC	8.000	15-Jan-24	451	473	
500	Hartford Financial Services Group Inc.	5.500	30-Mar-20	564	573	
500	HSBC Bank USA	4.875	24-Aug-20	537	557	
300	HSBC Bank USA	5.875	01-Nov-34	334	361	
650	HSBC USA Inc.	2.250	23-Jun-19	648	653	
850	ING US Inc.	2.900	15-Feb-18	857	881	
450	John Deere Capital Corp.	5.350	03-Apr-18	513	511	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
485	JPMorgan Chase & Co.	6.125	27-Jun-17	\$ 550	\$ 548	
400	JPMorgan Chase & Co.	6.000	15-Jan-18	463	458	
450	JPMorgan Chase & Co.	2.350	28-Jan-19	451	456	
300	JPMorgan Chase & Co.	4.850	01-Feb-44	299	318	
450	Kerr-McGee Corp.	6.950	01-Jul-24	542	579	
400	Kinder Morgan Energy Partners LP	6.950	15-Jan-38	469	494	
250	Kraft Foods Group Inc.	5.000	04-Jun-42	248	268	
300	L-3 Communications Corp.	1.500	28-May-17	300	301	
625	Laboratory Corp of America Holdings	2.500	01-Nov-18	625	637	
350	Life Technologies Corp.	6.000	01-Mar-20	410	410	
900	LyondellBasell Industries N.V. USD	6.000	15-Nov-21	1 032	1 077	
850	Macy's Retail Holdings Inc.	3.875	15-Jan-22	848	888	
400	Magellan Midstream Partners LP	5.150	15-Oct-43	412	439	
300	Marathon Oil Corp.	6.600	01-Oct-37	360	387	
400	McKesson Corp.	4.750	01-Mar-21	433	446	
400	McKesson Corp.	4.883	15-Mar-44	400	418	
400	Medtronic Inc.	4.625	15-Mar-44	397	421	
150	MetLife Inc.	4.875	13-Nov-43	149	163	
250	Microsoft Corp.	4.875	15-Dec-43	249	276	
500	MidAmerican Energy Holdings Co.	6.125	01-Apr-36	562	621	
700	Morgan Stanley	5.500	28-Jul-21	773	805	
400	Morgan Stanley	4.100	22-May-23	371	406	
490	Murray Street Investment Trust I	4.647	09-Mar-17	522	530	
500	National City Corp.	6.875	15-May-19	600	598	
650	NBCUniversal Media LLC	5.150	30-Apr-20	737	745	
250	News America Inc.	6.400	15-Dec-35	273	312	
300	Noble Energy Inc.	8.250	01-Mar-19	382	379	
500	Nucor Corp.	5.750	01-Dec-17	572	569	
300	Oncor Electric Delivery Co. LLC	7.250	15-Jan-33	390	423	
300	Oracle Corp.	4.500	08-Jul-44	300	300	
500	Owens Corning	4.200	15-Dec-22	487	514	
389	Pacific Gas & Electric Co.	5.800	01-Mar-37	455	470	
500	Pioneer Natural Resources Co.	5.875	15-Jul-16	556	547	
400	Plains All American Pipeline LP	4.700	15-Jun-44	399	405	
700	Plains Exploration & Production Co.	6.500	15-Nov-20	760	780	
330	PNC Bank NA	1.125	27-Jan-17	331	331	
400	Prudential Financial Inc.	5.700	14-Dec-36	432	470	
300	PSEG Power LLC	8.625	15-Apr-31	423	433	
400	Puget Energy Inc.	6.000	01-Sep-21	460	472	
500	Regions Financial Corp.	5.750	15-Jun-15	537	523	
550	Rowan Cos Inc.	4.750	15-Jan-24	551	583	
500	Santander Holdings USA Inc.	3.450	27-Aug-18	505	530	
500	Spectra Energy Partners LP	4.750	15-Mar-24	502	542	
550	St Jude Medical Inc.	3.250	15-Apr-23	519	546	
300	SunTrust Banks Inc.	3.500	20-Jan-17	316	318	
600	The Dow Chemical Co.	8.550	15-May-19	771	772	
400	The Goldman Sachs Group Inc.	5.625	15-Jan-17	443	440	
500	The Goldman Sachs Group Inc.	3.625	22-Jan-23	493	501	
275	The Kroger Co.	1.200	17-Oct-16	276	276	
300	The Travelers Cos Inc.	3.900	01-Nov-20	321	324	
750	Thermo Fisher Scientific Inc.	1.300	01-Feb-17	749	751	
400	Time Warner Cable Inc.	6.750	15-Jun-39	466	516	
700	Time Warner Inc.	4.875	15-Mar-20	768	785	
250	Time Warner Inc.	5.350	15-Dec-43	250	273	
500	Union Bank NA	2.250	06-May-19	499	503	
180	Union Pacific Corp.	4.850	15-Jun-44	179	199	
400	United States Treasury	0.250	31-Jul-15	399	400	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
2 200	United States Treasury	1.000	31-Mar-17	\$ 2 216	\$ 2 213	
1 550	United States Treasury	2.875	15-May-43	1 356	1 417	
250	Verizon Communications Inc.	6.000	01-Apr-41	266	293	
900	Verizon Communications Inc.	6.550	15-Sep-43	1 038	1 135	
200	Viacom Inc.	4.250	01-Sep-23	198	210	
200	Viacom Inc.	5.850	01-Sep-43	199	230	
300	Waste Management Inc.	6.125	30-Nov-39	347	377	
750	Wells Fargo & Co.	5.625	11-Dec-17	863	854	
550	Wells Fargo & Co.	2.125	22-Apr-19	549	552	
500	Wells Fargo & Co.	5.606	15-Jan-44	547	574	
210	Whirlpool Corp.	1.350	01-Mar-17	210	210	
600	Williams Partners LP	3.900	15-Jan-25	598	604	
700	Xerox Corp.	6.400	15-Mar-16	779	765	
				64 560	66 442	84.6
				73 724	75 868	96.6
				\$ 73 724	75 868	96.6
					2 661	3.4
					\$ 78 529	100.0
TOTAL BONDS						
TOTAL INVESTMENTS						
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 75 868	\$ 41 818
Cash	2 251	3 198
Subscriptions receivable	670	23
Dividends receivable, interest accrued and other assets	773	481
TOTAL ASSETS	79 562	45 520
LIABILITIES		
Due to investment dealers	710	–
Redemptions payable	–	1
Distributions payable	310	–
Accounts payable and accrued expenses	13	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 033	5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 78 529	\$ 45 515
Investments at cost	\$ 73 724	\$ 41 643
NAV, END OF PERIOD		
SERIES A	\$ 7 139	\$ 2 067
ADVISOR SERIES	\$ 332	\$ 139
SERIES H	\$ 328	\$ 1
SERIES D	\$ 545	\$ 270
SERIES F	\$ 1 025	\$ 198
SERIES I	\$ 2 131	\$ 507
SERIES O	\$ 67 029	\$ 42 333
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 10.46	\$ 10.06
ADVISOR SERIES	\$ 10.46	\$ 10.08
SERIES H	\$ 10.40	\$ 10.01
SERIES D	\$ 10.45	\$ 10.07
SERIES F	\$ 10.45	\$ 10.05
SERIES I	\$ 10.48	\$ 10.07
SERIES O	\$ 10.41	\$ 10.04

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income *(unaudited)*

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 15
Interest for distribution purposes	1 275
Net realized gain (loss) on investments	151
Change in unrealized gain (loss) on investments	1 969
TOTAL INCOME (LOSS)	3 410
EXPENSES (see notes – Fund Specific Information)	
Management fees	33
Administration fees	10
Board of Governors costs	1
GST/HST	4
TOTAL EXPENSES	48
INCREASE (DECREASE) IN NAV	\$ 3 362
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 177
ADVISOR SERIES	\$ 9
SERIES H	\$ 3
SERIES D	\$ 21
SERIES F	\$ 22
SERIES I	\$ 49
SERIES O	\$ 3 081
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.46
ADVISOR SERIES	\$ 0.48
SERIES H	\$ 0.41
SERIES D	\$ 0.50
SERIES F	\$ 0.47
SERIES I	\$ 0.49
SERIES O	\$ 0.55

* Fund launched August 2013.

Statement of Cash Flow *(unaudited) (in \$000s)*

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 3 362
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(151)
Change in unrealized loss (gain) on investments	(1 969)
(Increase) decrease in accrued receivables	(939)
Increase (decrease) in accrued payables	1 028
Cost of investments purchased	(42 174)
Proceeds on sales of investments	10 244
NET CASH PROVIDED BY OPERATING ACTIVITIES	(30 599)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	34 716
Cash paid on redemption of redeemable units	(4 497)
Distributions paid to holders of redeemable units	(567)
NET CASH USED IN FINANCING ACTIVITIES	\$ 29 652
Net increase (decrease) in cash for the year	(947)
Cash (bank overdraft), beginning of period	3 198
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 251
Interest received	\$ 998
Dividends received, net of withholding taxes	\$ –

* Fund launched August 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ 2 067	\$ 139	\$ 1	\$ 270
INCREASE (DECREASE) IN NAV	177	9	3	21
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	5 217	185	325	403
Reinvestments of distributions to holders of redeemable units	49	2	–	7
Redemption of redeemable units	(317)	–	–	(149)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 949	187	325	261
Distributions from net income	(54)	(3)	(1)	(7)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(54)	(3)	(1)	(7)
NET INCREASE (DECREASE) IN NAV	5 072	193	327	275
NAV AT END OF PERIOD	\$ 7 139	\$ 332	\$ 328	\$ 545

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ 198	\$ 507	\$ 42 333	\$ 45 515
INCREASE (DECREASE) IN NAV	22	49	3 081	3 362
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	824	1 589	26 173	34 716
Reinvestments of distributions to holders of redeemable units	6	2	673	739
Redemption of redeemable units	(17)	(1)	(4 013)	(4 497)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	813	1 590	22 833	30 958
Distributions from net income	(8)	(15)	(1 218)	(1 306)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(8)	(15)	(1 218)	(1 306)
NET INCREASE (DECREASE) IN NAV	827	1 624	24 696	33 014
NAV AT END OF PERIOD	\$ 1 025	\$ 2 131	\$ 67 029	\$ 78 529

* Fund launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide interest income with the potential for modest capital growth by investing primarily in a portfolio of diversified investment-grade fixed-income securities issued by U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013
AAA	0.4	4.6
AA	14.1	8.9
A	32.3	34.9
BBB	52.5	51.6
BB	0.7	–
Total	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013
Less than 1 year	0.7	–
1 – 5 years	39.1	36.6
5 – 10 years	31.7	35.3
> 10 years	28.5	28.1
Total	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.9% (December 31, 2013 – 6.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	75 868	–	75 868
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	75 868	–	75 868
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	41 818	–	41 818
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	41 818	–	41 818
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	102	101
Advisor Series	102	101
Series H	103	101
Series D	102	101
Series F	102	101
Series I	102	101
Series O	2 589 320	2 539 417
Value of all units	26 964	25 495

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series A

Opening units	205
Issued number of units	504
Reinvested number of units	5
Redeemed number of units	(31)
Ending number of units	683

Advisor Series

Opening units	14
Issued number of units	18
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	32

Please see the generic notes at the back of the financial statements.

For the period ended June 30
(see note 2 in the generic notes)

2014

Series H

Opening units	–
Issued number of units	32
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	32

Series D

Opening units	27
Issued number of units	38
Reinvested number of units	1
Redeemed number of units	(14)
Ending number of units	52

Series F

Opening units	20
Issued number of units	79
Reinvested number of units	1
Redeemed number of units	(2)
Ending number of units	98

Series I

Opening units	50
Issued number of units	153
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	203

Series O

Opening units	4 217
Issued number of units	2 542
Reinvested number of units	65
Redeemed number of units	(386)
Ending number of units	6 438



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL CORPORATE BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
2 839 430	BlueBay Emerging Markets Corporate Bond Fund*	\$ 29 292	\$ 30 776	
4 136 708	RBC Emerging Markets Bond Fund*	41 876	43 517	
TOTAL MUTUAL FUND UNITS		71 168	74 293	4.9

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
500	Republic of Angola USD	7.000	16-Aug-19	\$ 594	\$ 583	
				594	583	—
Argentina						
525	Republic of Argentina USD	8.280	31-Dec-33	654	660	
				654	660	—
Australia						
800	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	887	932	
				887	932	0.1
Azerbaijan						
800	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	905	909	
200	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	212	213	
				1 117	1 122	0.1
Bahrain						
200	Bahrain Government USD	5.500	31-Mar-20	219	234	
				219	234	—
Belarus						
125	Republic of Belarus USD	8.750	03-Aug-15	132	138	
				132	138	—
Brazil						
400	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	489	481	
1 375	Petrobras International Finance Co. USD	7.875	15-Mar-19	1 741	1 717	
775	Republic of Brazil USD	7.125	20-Jan-37	1 058	1 048	
				3 288	3 246	0.2
Canada						
2 000	407 International Inc.	3.870	24-Nov-17	2 049	2 118	
1 000	407 International Inc.	5.750	14-Feb-36	1 025	1 209	
1 000	407 International Inc.	4.450	15-Nov-41	1 113	1 053	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 198	2 472	
400	Air Canada	7.625	01-Oct-19	434	433	
1 000	Air Canada USD	6.750	01-Oct-19	1 090	1 161	
1 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	1 000	1 015	
315	Alliance Pipeline LP	6.765	31-Dec-25	369	375	
2 000	AltaGas Ltd.	3.720	28-Sep-21	2 034	2 087	
2 000	AltaGas Ltd.	4.400	15-Mar-24	1 999	2 124	
1 000	AltaLink Investments LP	3.265	05-Jun-20	1 000	1 024	
500	AltaLink LP	4.872	15-Nov-40	500	561	
500	American Express Canada Credit Corp.	2.310	29-Mar-18	500	505	
3 500	Bank of Montreal	2.390	12-Jul-17	3 516	3 557	
2 000	Bank of Montreal	2.240	11-Dec-17	2 000	2 019	
1 500	Bank of Montreal	6.020	02-May-18	1 572	1 718	
6 000	Bank of Montreal	2.430	04-Mar-19	5 980	6 050	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
1 500	Bank of Montreal	2.840	04-Jun-20	\$ 1 500	\$ 1 529	
750	Bank of Montreal	4.609	10-Sep-25	775	847	
3 500	Bank of Nova Scotia	2.740	01-Dec-16	3 533	3 581	
1 000	Bank of Nova Scotia	4.100	08-Jun-17	1 023	1 065	
6 750	Bank of Nova Scotia	2.462	14-Mar-19	6 757	6 811	
1 000	Bank of Nova Scotia	6.650	22-Jan-21	1 000	1 073	
2 865	Barrick North America Finance LLC	7.500	15-Sep-38	3 493	3 608	
1 500	Baytex Energy Corp.	6.625	19-Jul-22	1 521	1 615	
500	BC Tel	10.650	19-Jun-21	744	730	
1 000	Bell Aliant Regional Communications LP	5.410	26-Sep-16	1 051	1 076	
2 500	Bell Aliant Regional Communications LP	4.880	26-Apr-18	2 727	2 727	
1 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	1 000	1 034	
5 240	Bell Canada	4.400	16-Mar-18	5 683	5 650	
2 000	Bell Canada	3.350	22-Mar-23	1 997	1 990	
2 610	Bell Canada	6.100	16-Mar-35	2 832	3 188	
1 500	Bombardier Inc. USD	7.750	15-Mar-20	1 742	1 816	
1 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	1 599	1 640	
200	Brookfield Renewable Power Inc.	5.140	13-Oct-20	200	222	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 004	
10 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	10 055	10 125	
2 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	1 998	2 002	
1 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	998	1 002	
3 000	Canadian Natural Resources Ltd. USD	5.700	15-May-17	3 581	3 586	
1 000	Canadian Natural Resources Ltd. USD	6.250	15-Mar-38	1 260	1 330	
2 725	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	3 042	3 188	
1 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	997	1 136	
1 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	1 000	1 029	
2 000	Canadian Western Bank	3.049	18-Jan-17	2 001	2 057	
1 000	Canadian Western Bank	2.104	26-Jun-17	1 000	1 002	
1 000	Canadian Western Bank	2.531	22-Mar-18	1 000	1 012	
2 000	Canadian Western Bank	3.077	14-Jan-19	2 000	2 056	
2 500	Capital Power LP	4.600	01-Dec-15	2 567	2 595	
1 000	Cascades Inc.	5.500	15-Jul-21	1 000	999	
1 000	Choice Properties LP	3.000	20-Sep-19	1 000	1 006	
1 000	Choice Properties LP	3.600	20-Sep-21	1 009	1 015	
750	Corus Entertainment Inc.	4.250	11-Feb-20	748	744	
800	Crew Energy Inc.	8.375	21-Oct-20	796	862	
1 000	Emera Inc.	2.960	13-Dec-16	1 000	1 025	
1 000	Enbridge Inc.	4.770	02-Sep-19	1 130	1 109	
1 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	1 000	1 023	
2 000	Enbridge Pipelines Inc.	2.930	30-Nov-22	2 000	1 995	
1 500	EnerCare Solutions Inc.	4.300	30-Nov-17	1 524	1 579	
1 500	EPCOR Utilities Inc.	4.550	28-Feb-42	1 550	1 585	
3 000	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	2 965	3 463	
1 500	Fairfax Financial Holdings Ltd.	6.400	25-May-21	1 506	1 704	
1 000	First Capital Realty Inc.	4.430	31-Jan-22	1 059	1 066	
3 250	Ford Credit Canada Ltd.	2.939	19-Feb-19	3 250	3 289	
1 000	FortisAlberta Inc.	6.220	31-Oct-34	1 296	1 293	
1 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	1 005	1 110	
2 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 315	2 324	
1 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	1 558	1 851	
3 000	Genesis Trust II	2.433	15-May-19	3 000	3 023	
500	Genworth MI Canada Inc.	5.680	15-Jun-20	500	572	
1 000	George Weston Ltd.	3.780	25-Oct-16	1 021	1 043	
1 000	George Weston Ltd.	4.115	17-Jun-24	1 000	1 015	
1 500	Gibson Energy Inc.	7.000	15-Jul-20	1 505	1 633	
350	Gibson Energy Inc.	5.375	15-Jul-22	350	354	
1 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	1 008	1 068	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
2 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	\$ 2 139	\$ 2 208	
1 500	Great-West Lifeco Inc.	4.650	13-Aug-20	1 500	1 670	
500	Greater Toronto Airports Authority	4.850	01-Jun-17	484	544	
250	Greater Toronto Airports Authority	6.980	15-Oct-32	318	348	
2 000	Greater Toronto Airports Authority	5.630	07-Jun-40	2 349	2 491	
1 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	979	1 024	
1 000	HSBC Bank Canada	3.558	04-Oct-17	1 047	1 050	
2 000	HSBC Bank Canada	2.938	14-Jan-20	1 994	2 045	
850	HSBC Bank Canada	4.800	10-Apr-22	822	912	
1 250	HudBay Minerals Inc. USD	9.500	01-Oct-20	1 259	1 473	
3 000	Hydro One Inc.	6.930	01-Jun-32	4 027	4 121	
2 000	Hydro One Inc.	5.360	20-May-36	2 341	2 370	
2 000	Inter Pipeline Ltd.	4.967	02-Feb-21	2 114	2 242	
1 000	Inter Pipeline Ltd.	4.637	30-May-44	1 000	1 021	
1 000	Loblaw Companies Ltd.	3.748	12-Mar-19	1 000	1 053	
1 000	Loblaw Companies Ltd.	4.860	12-Sep-23	1 078	1 092	
700	Loblaw Companies Ltd.	6.450	09-Feb-28	744	840	
500	Loblaw Companies Ltd.	6.050	09-Jun-34	552	580	
3 300	Loblaw Companies Ltd.	5.900	18-Jan-36	3 385	3 793	
500	Manulife Financial Corporation	5.505	26-Jun-18	562	561	
600	Manulife Financial Corporation	5.059	15-Dec-41	600	645	
300	Master Credit Card Trust II	2.723	21-Nov-18	300	307	
1 400	Mattamy Group Corp.	6.875	15-Nov-20	1 405	1 448	
3 000	National Bank of Canada	2.702	15-Dec-16	3 047	3 067	
2 000	National Bank of Canada	2.019	13-Apr-17	2 000	2 011	
2 000	National Bank of Canada	2.689	21-Aug-17	2 035	2 045	
2 500	NBC Capital Trust	5.329	30-Jun-56	2 678	2 662	
1 250	New Gold Inc. USD	7.000	15-Apr-20	1 265	1 430	
1 185	Newalta Corp.	7.750	14-Nov-19	1 246	1 289	
300	Newalta Corp.	5.875	01-Apr-21	300	310	
3 000	Nova Scotia Power Inc.	4.150	06-Mar-42	3 088	2 971	
1 300	OMERS Realty Corp.	2.498	05-Jun-18	1 300	1 321	
1 000	Pembina Pipeline Corp.	4.890	29-Mar-21	1 045	1 116	
100 000	Province of Ontario JPY	1.650	08-Jun-20	1 377	1 132	
1 750	Quebecor Media Inc.	7.375	15-Jan-21	1 827	1 915	
1 000	Reliance LP	4.574	15-Mar-17	1 000	1 053	
1 000	Reliance LP	5.187	15-Mar-19	1 076	1 080	
1 500	Rogers Communications Inc.	5.380	04-Nov-19	1 689	1 697	
1 500	Rogers Communications Inc.	5.340	22-Mar-21	1 687	1 701	
4 000	Rogers Communications Inc. USD	7.500	15-Aug-38	5 523	5 777	
2 000	Rogers Communications Inc.	6.110	25-Aug-40	2 140	2 355	
1 000	Royal Bank of Canada*	3.660	25-Jan-17	1 060	1 047	
3 700	Royal Bank of Canada*	2.260	12-Mar-18	3 644	3 732	
9 000	Royal Bank of Canada*	2.820	12-Jul-18	9 131	9 235	
1 450	Shaw Communications Inc.	5.700	02-Mar-17	1 519	1 588	
2 000	Shaw Communications Inc.	5.650	01-Oct-19	2 257	2 279	
2 000	Shaw Communications Inc.	4.350	31-Jan-24	2 000	2 088	
2 000	Shaw Communications Inc.	6.750	09-Nov-39	2 154	2 438	
750	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	754	756	
850	Sun Life Financial Inc.	5.700	02-Jul-19	869	978	
500	Sun Life Financial Inc.	4.800	23-Nov-35	500	521	
825	Sun Life Financial Inc.	5.400	29-May-42	824	934	
3 500	Suncor Energy Inc. USD	6.500	15-Jun-38	4 652	4 804	
2 000	TELUS Corp.	5.050	04-Dec-19	2 276	2 240	
3 000	TELUS Corp.	4.400	01-Apr-43	2 886	2 904	
500	Teranet Holdings LP	3.531	16-Dec-15	500	513	
1 000	Teranet Holdings LP	4.807	16-Dec-20	1 114	1 101	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
500	Teranet Holdings LP	5.754	17-Dec-40	\$ 522	\$ 558	
750	Terasen Gas Inc.	10.300	30-Sep-16	1 089	886	
2 000	Thomson Reuters Corp. USD	5.500	15-Aug-35	2 347	2 278	
6 000	Toronto-Dominion Bank	4.779	14-Dec-16	6 233	6 408	
430	Toronto-Dominion Bank	2.171	02-Apr-18	432	433	
70	Toronto-Dominion Bank	2.447	02-Apr-19	70	71	
1 000	Toronto-Dominion Bank	2.563	24-Jun-20	1 000	1 003	
500	TransCanada PipeLines Ltd.	4.650	03-Oct-16	552	534	
500	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	490	575	
3 047	TransCanada PipeLines Ltd.	5.650	20-Jun-29	3 705	3 609	
2 000	TransCanada PipeLines Ltd. USD	6.100	01-Jun-40	2 359	2 662	
1 500	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	1 565	1 700	
500	Union Gas Ltd.	5.350	27-Apr-18	582	559	
1 500	Union Gas Ltd.	6.050	02-Sep-38	1 812	1 926	
2 000	Videotron Ltd.	6.875	15-Jul-21	2 105	2 217	
2 500	Viterra Inc. USD	5.950	01-Aug-20	2 462	3 047	
4 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	4 030	4 105	
1 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	1 011	1 016	
1 500	Westcoast Energy Inc.	5.600	16-Jan-19	1 619	1 695	
				272 599	281 767	18.5
Chile						
2 100	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	2 221	2 332	
				2 221	2 332	0.2
China						
400	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	441	453	
950	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	1 052	1 089	
				1 493	1 542	0.1
Colombia						
450	Ecopetrol S.A. USD	7.625	23-Jul-19	584	590	
350	Pacific Rubiales Energy Corp. USD	5.375	26-Jan-19	382	390	
250	Republic of Colombia USD	11.750	25-Feb-20	393	388	
950	Republic of Colombia USD	8.125	21-May-24	1 413	1 369	
575	Republic of Colombia USD	6.125	18-Jan-41	733	737	
				3 505	3 474	0.2
Costa Rica						
200	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	209	219	
425	Costa Rica Government USD	4.375	30-Apr-25	431	426	
				640	645	—
Croatia						
400	Croatia Government USD	6.250	27-Apr-17	459	463	
1 180	Croatia Government USD	6.750	05-Nov-19	1 392	1 414	
				1 851	1 877	0.1
Dominican Republic						
1 250	Dominican Republic USD	7.500	06-May-21	1 503	1 529	
325	Dominican Republic USD	7.450	30-Apr-44	372	372	
				1 875	1 901	0.1
El Salvador						
625	Republic of El Salvador USD	7.375	01-Dec-19	747	743	
				747	743	—

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
3 300	Air Liquide S.A. EUR	2.375	06-Sep-23	\$ 4 482	\$ 5 065	
2 000	BPCE S.A. USD	5.150	21-Jul-24	2 192	2 255	
2 750	Carrefour S.A. EUR	3.875	25-Apr-21	4 139	4 625	
4 700	EDF S.A. EUR	3.875	18-Jan-22	7 016	7 965	
3 400	France Telecom S.A. EUR	4.125	23-Jan-19	5 677	5 633	
1 500	Numericable Group S.A. USD	6.000	15-May-22	1 676	1 666	
750	Orange S.A. EUR	5.625	22-May-18	1 335	1 291	
4 000	Orange S.A. USD	2.750	06-Feb-19	4 474	4 375	
3 400	Orange S.A. EUR	2.500	01-Mar-23	4 951	5 216	
2 000	Schneider Electric S.A. EUR	4.000	11-Aug-17	3 127	3 214	
1 500	Total Capital International S.A. USD	1.550	28-Jun-17	1 511	1 619	
2 500	Total Capital International S.A. USD	2.700	25-Jan-23	2 513	2 580	
595	Veolia Environnement S.A. EUR	5.125	24-May-22	958	1 076	
2 500	Veolia Environnement S.A. EUR	4.625	30-Mar-27	3 913	4 387	
				47 964	50 967	3.4
Gabon						
400	Gabonese Republic USD	6.375	12-Dec-24	469	469	
				469	469	—
Georgia						
300	Georgia Government USD	6.875	12-Apr-21	352	364	
				352	364	—
Germany						
5 850	BMW Finance N.V. EUR	2.375	24-Jan-23	8 379	9 034	
4 750	Deutsche Telekom International Finance BV EUR	6.000	20-Jan-17	7 449	7 876	
3 250	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	4 180	4 114	
2 000	Deutsche Telekom International Finance BV EUR	5.375	27-Jul-21	3 087	3 643	
3 250	Deutsche Telekom International Finance BV EUR	4.250	13-Jul-22	5 138	5 657	
1 950	Deutsche Telekom International Finance BV GBP	7.625	15-Jun-30	4 449	4 912	
3 100	E.ON International Finance BV EUR	5.500	02-Oct-17	4 837	5 230	
1 000	E.ON International Finance BV GBP	6.375	07-Jun-32	1 999	2 247	
1 500	Metro Finance BV EUR	4.250	22-Feb-17	2 363	2 385	
1 000	RWE Finance BV EUR	5.125	23-Jul-18	1 516	1 705	
650	RWE Finance BV GBP	6.500	20-Apr-21	1 203	1 399	
700	RWE Finance BV GBP	4.750	31-Jan-34	1 212	1 293	
2 750	Siemens Financieringsmaatschappij N.V. EUR	5.625	11-Jun-18	4 532	4 778	
				50 344	54 273	3.6
Guatemala						
850	Republic of Guatemala USD	5.750	06-Jun-22	994	981	
				994	981	0.1
Hungary						
820	Hungary Government USD	4.125	19-Feb-18	885	912	
260	Hungary Government USD	7.625	29-Mar-41	291	355	
				1 176	1 267	0.1
Iceland						
425	Iceland Government USD	5.875	11-May-22	497	501	
				497	501	—
India						
525	Export-Import Bank of India USD	4.000	07-Aug-17	577	591	
400	Export-Import Bank of India USD	3.875	02-Oct-19	441	433	
				1 018	1 024	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Indonesia						
325	Government of Indonesia USD	5.875	13-Mar-20	\$ 394	\$ 386	
825	Government of Indonesia USD	4.875	05-May-21	936	926	
355	Government of Indonesia USD	5.250	17-Jan-42	360	361	
475	Majapahit Holding BV USD	7.750	17-Oct-16	562	572	
600	Pertamina Persero PT USD	5.625	20-May-43	529	578	
950	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	1 062	1 069	
				3 843	3 892	0.3
Iraq						
250	Republic of Iraq USD	5.800	15-Jan-28	234	242	
				234	242	—
Ireland						
4 500	GE Capital European Funding EUR	4.250	01-Mar-17	6 516	7 208	
500	GE Capital UK Funding GBP	6.750	06-Aug-18	1 032	1 064	
1 000	GE Capital UK Funding GBP	5.875	04-Nov-20	1 709	2 121	
1 500	GE Capital UK Funding GBP	5.875	18-Jan-33	2 762	3 344	
410	Ireland Government EUR	5.400	13-Mar-25	606	760	
				12 625	14 497	1.0
Ivory Coast						
430	Ivory Coast Government USD	5.750	31-Dec-32	426	448	
				426	448	—
Japan						
1 500	SoftBank Corp. USD	4.500	15-Apr-20	1 568	1 632	
				1 568	1 632	0.1
Jordan						
409	Jordan Government USD	3.875	12-Nov-15	431	440	
				431	440	—
Kazakhstan						
525	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	623	622	
640	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	838	825	
300	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	344	358	
700	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	631	721	
475	Samruk-Energy JSC USD	3.750	20-Dec-17	488	514	
				2 924	3 040	0.2
Luxembourg						
1 550	ArcelorMittal USD	9.850	01-Jun-19	1 997	2 125	
1 250	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	1 272	1 423	
				3 269	3 548	0.2
Malaysia						
175	Petronas Capital Ltd. USD	5.250	12-Aug-19	208	213	
				208	213	—
Mexico						
200	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	227	223	
1 200	Comision Federal de Electricidad USD	4.875	26-May-21	1 375	1 383	
5 000	Mexican Bonos MXN	8.000	11-Jun-20	490	474	
200	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	206	229	
775	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	957	978	
775	Petroleos Mexicanos USD	6.000	05-Mar-20	957	950	
900	Petroleos Mexicanos USD	3.500	30-Jan-23	904	940	
510	United Mexican States USD	5.750	12-Oct-10	561	581	
				5 677	5 758	0.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Morocco						
440	Morocco Government EUR	4.500	05-Oct-20	\$ 621	\$ 700	
300	Morocco Government USD	5.500	11-Dec-42	266	316	
250	OCP S.A. USD	5.625	25-Apr-24	274	280	
				1 161	1 296	0.1
Netherlands						
1 400	Constellium N.V. USD	5.750	15-May-24	1 572	1 570	
2 750	Heineken N.V. EUR	2.125	04-Aug-20	3 834	4 200	
4 500	ING Bank N.V. EUR	4.250	13-Jan-17	6 318	7 168	
3 000	ING Bank N.V. USD	4.125	21-Nov-23	3 142	3 297	
750	NXP BV USD	5.750	15-Feb-21	809	845	
1 250	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 317	1 413	
4 000	Rabobank Nederland N.V. EUR	3.375	21-Apr-17	5 476	6 282	
3 500	Rabobank Nederland N.V. EUR	3.750	09-Nov-20	5 235	5 615	
3 500	Rabobank Nederland N.V. EUR	4.125	14-Jul-25	5 087	6 131	
2 000	Rabobank Nederland N.V. GBP	5.250	14-Sep-27	3 332	3 910	
2 000	Shell International Finance BV EUR	4.375	14-May-18	3 043	3 344	
3 000	Shell International Finance BV USD	6.375	15-Dec-38	4 312	4 224	
				43 477	47 999	3.2
Nigeria						
205	Nigeria Government USD	6.750	28-Jan-21	238	242	
				238	242	-
Panama						
1 075	Republic of Panama USD	7.125	29-Jan-26	1 481	1 461	
500	Republic of Panama USD	6.700	26-Jan-36	674	661	
				2 155	2 122	0.1
Peru						
300	Banco de Credito del Peru USD	5.375	16-Sep-20	353	352	
1 375	Republic of Peru USD	7.350	21-Jul-25	1 964	1 946	
325	Republic of Peru USD	5.625	18-Nov-50	399	390	
				2 716	2 688	0.2
Philippines						
1 850	Republic of Philippines USD	8.375	17-Jun-19	2 534	2 514	
1 095	Republic of Philippines USD	7.750	14-Jan-31	1 572	1 621	
20 000	Republic of Philippines PHP	6.250	14-Jan-36	512	531	
				4 618	4 666	0.3
Poland						
1 120	Government of Poland USD	6.375	15-Jul-19	1 398	1 418	
				1 398	1 418	0.1
Qatar						
375	State of Qatar USD	6.400	20-Jan-40	490	496	
				490	496	-
Romania						
350	Romanian Government EUR	4.625	18-Sep-20	505	576	
680	Romanian Government USD	6.750	07-Feb-22	815	868	
				1 320	1 444	0.1
Russia						
550	Gazprom OAO USD	9.250	23-Apr-19	738	715	
2 170	Russian Federation USD	5.000	31-Mar-30	1 898	1 840	
				2 636	2 555	0.2
Rwanda						
400	Rwanda International Government USD	6.625	02-May-23	430	446	
				430	446	-

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Serbia						
440	Republic of Serbia USD	5.250	21-Nov-17	\$ 463	\$ 491	
600	Republic of Serbia USD	5.875	03-Dec-18	699	684	
475	Republic of Serbia USD	7.250	28-Sep-21	565	580	
				1 727	1 755	0.1
Seychelles						
125	Republic of Seychelles USD	5.000	01-Jan-26	125	126	
				125	126	—
Singapore						
1 250	Flextronics International Ltd. USD	4.625	15-Feb-20	1 388	1 377	
				1 388	1 377	0.1
Slovenia						
1 200	Slovenia Government USD	5.500	26-Oct-22	1 381	1 410	
				1 381	1 410	0.1
South Africa						
500	Republic of South Africa USD	4.665	17-Jan-24	553	546	
				553	546	—
South Korea						
650	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	735	770	
				735	770	0.1
Spain						
2 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	2 039	2 235	
3 300	Iberdrola International BV EUR	4.500	21-Sep-17	5 254	5 375	
225	Spain Government EUR	4.400	31-Oct-23	323	378	
				7 616	7 988	0.5
Sri Lanka						
670	Sri Lanka Government USD	6.250	04-Oct-20	788	760	
				788	760	0.1
Supranational						
475	African Export-Import Bank USD	5.750	27-Jul-16	521	531	
600	Eurasian Development Bank USD	5.000	26-Sep-20	638	660	
				1 159	1 191	0.1
Sweden						
3 500	Nordea Bank AB EUR	4.500	26-Mar-20	4 813	5 886	
				4 813	5 886	0.4
Switzerland						
1 000	Roche Holdings Inc. EUR	6.500	04-Mar-21	1 793	1 944	
2 905	UBS AG USD	5.875	20-Dec-17	3 382	3 541	
				5 175	5 485	0.4
Turkey						
250	Export Credit Bank of Turkey USD	5.375	04-Nov-16	273	281	
400	Export Credit Bank of Turkey USD	5.875	24-Apr-19	448	454	
1 490	Republic of Turkey USD	7.500	14-Jul-17	1 830	1 812	
700	Republic of Turkey USD	7.000	11-Mar-19	867	861	
200	Republic of Turkey USD	5.750	22-Mar-24	220	233	
175	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	184	193	
				3 822	3 834	0.3
Ukraine						
400	Ukraine Government USD	6.250	17-Jun-16	416	411	
680	Ukraine Government USD	7.950	23-Feb-21	615	695	
900	Ukraine Government USD	7.800	28-Nov-22	863	912	
				1 894	2 018	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Arab Emirates						
200	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	\$ 240	\$ 251	
500	Emirate of Dubai USD	7.750	05-Oct-20	631	670	
500	IPIC GMTN Ltd. USD	5.000	15-Nov-20	576	597	
				1 447	1 518	0.1
United Kingdom						
1 000	Barclays Bank Plc. AUD	6.750	17-Aug-15	1 103	1 046	
4 000	Barclays Bank Plc. EUR	6.000	14-Jan-21	6 367	6 978	
1 000	British Sky Broadcasting Group Plc. GBP	6.000	21-May-27	1 915	2 106	
1 750	British Telecommunications Plc. GBP	5.750	07-Dec-28	3 431	3 686	
1 000	Diageo Capital Plc. USD	2.625	29-Apr-23	1 021	1 024	
2 750	Diageo Investment Corp.	4.250	11-May-42	2 881	2 907	
1 500	GlaxoSmithKline Capital Inc.	6.375	15-May-38	2 015	2 082	
1 500	GlaxoSmithKline Capital Plc. USD	1.500	08-May-17	1 490	1 619	
6 250	HSBC Bank Plc. EUR	3.875	24-Oct-18	9 228	10 298	
3 000	HSBC Bank Plc. GBP	4.750	29-Sep-20	5 063	5 645	
750	HSBC Bank Plc. GBP	5.000	20-Mar-23	1 331	1 457	
7 250	HSBC Holdings Plc. EUR	3.625	29-Jun-20	9 984	10 849	
2 000	HSBC Holdings Plc. USD	5.100	05-Apr-21	2 471	2 427	
1 250	Ineos Finance Plc. USD	7.500	01-May-20	1 412	1 457	
3 500	Lloyds TSB Bank Plc. EUR	11.875	16-Dec-21	5 667	6 374	
2 500	Lloyds TSB Bank Plc. GBP	6.500	17-Sep-40	4 916	5 899	
3 000	Nationwide Building Society USD	5.000	01-Aug-15	2 838	3 331	
2 000	Nationwide Building Society EUR	3.125	03-Apr-17	2 629	3 118	
1 500	Nationwide Building Society GBP	5.625	09-Sep-19	2 591	3 103	
2 000	Tesco Corporate Treasury Services Plc. EUR	1.250	13-Nov-17	2 805	2 959	
1 650	Tesco Plc. GBP	6.125	24-Feb-22	3 103	3 466	
1 000	The Royal Bank of Scotland Plc. GBP	6.625	17-Sep-18	1 946	2 109	
5 000	The Royal Bank of Scotland Plc. EUR	5.375	30-Sep-19	6 618	8 737	
2 500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	2 933	3 132	
3 250	Vodafone Group Plc. USD	5.625	27-Feb-17	3 795	3 859	
6 000	Vodafone Group Plc. EUR	5.375	06-Jun-22	10 295	11 038	
1 000	Zurich Finance UK Plc. GBP	6.625	31-Dec-59	1 551	2 085	
				101 399	112 791	7.4
United States						
2 000	Access Midstream Partners LP	4.875	15-May-23	2 187	2 259	
1 060	Alabama Power Co.	5.500	15-Oct-17	1 378	1 277	
2 000	Alabama Power Co.	5.875	01-Dec-22	2 670	2 601	
500	Ally Financial Inc.	6.250	01-Dec-17	497	597	
1 500	Ally Financial Inc.	8.000	15-Mar-20	1 696	1 948	
5 000	Altria Group Inc.	4.000	31-Jan-24	5 574	5 488	
3 000	Amazon.com, Inc.	2.500	29-Nov-22	2 954	3 031	
1 500	AMC Entertainment Inc.	9.750	01-Dec-20	1 789	1 832	
1 500	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	1 543	1 852	
4 500	American Electric Power Co. Inc.	2.950	15-Dec-22	4 579	4 671	
2 500	American Express Co.	2.650	02-Dec-22	2 623	2 604	
5 000	American Honda Finance Corp.	1.500	11-Sep-17	5 025	5 366	
5 000	American International Group Inc.	5.850	16-Jan-18	5 879	6 093	
2 500	American International Group Inc.	4.875	01-Jun-22	2 825	2 973	
2 002	American International Group Inc.	6.250	01-May-36	2 536	2 698	
750	American International Group Inc. GBP	8.625	22-May-38	1 455	1 634	
1 500	Ameristar Casinos Inc.	7.500	15-Apr-21	1 534	1 728	
750	Anheuser-Busch InBev Finance Inc.	2.625	17-Jan-23	769	769	
3 400	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	4 319	4 702	
1 750	Antero Resources Finance Corp.	5.375	01-Nov-21	1 933	1 944	
2 500	Apache Corp.	6.900	15-Sep-18	3 039	3 196	
1 000	Apache Corp.	4.750	15-Apr-43	1 064	1 120	
300	AT&T Inc. GBP	5.875	28-Apr-17	498	604	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 250	AT&T Inc.	5.500	01-Feb-18	\$ 1 490	\$ 1 512	
3 500	AT&T Inc.	3.000	15-Feb-22	3 711	3 721	
3 000	AT&T Inc.	5.550	15-Aug-41	3 234	3 595	
1 950	Avery Dennison Corp.	5.375	15-Apr-20	2 038	2 200	
8 000	Bank of America Corp.	3.625	17-Mar-16	8 051	8 916	
7 400	Bank of America Corp. EUR	7.000	15-Jun-16	11 176	12 133	
100 000	Bank of America Corp. JPY	2.305	26-Jun-17	1 259	1 113	
3 500	Bank of America Corp.	5.650	01-May-18	4 171	4 234	
1 250	Bank of America Corp.	7.625	01-Jun-19	1 596	1 648	
5 000	Bank of America Corp.	5.000	13-May-21	4 947	5 959	
1 500	Beazer Homes USA Inc.	6.625	15-Apr-18	1 591	1 712	
1 500	Berry Plastics Corp.	9.750	15-Jan-21	1 678	1 832	
750	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	750	849	
2 300	Boston Scientific Corp.	6.400	15-Jun-16	2 608	2 707	
1 600	Brunswick Corp.	4.625	15-May-21	1 606	1 711	
375	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	410	420	
1 500	Calpine Corp.	6.000	15-Jan-22	1 655	1 732	
1 500	Carmike Cinemas Inc.	7.375	15-May-19	1 603	1 748	
4 000	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	5 137	5 247	
4 000	CC Holdings GS V LLC	3.849	15-Apr-23	3 970	4 289	
500	CCO Holdings LLC	7.375	01-Jun-20	544	583	
1 000	CCO Holdings LLC	6.500	30-Apr-21	1 005	1 140	
1 265	Cedar Fair LP	5.250	15-Mar-21	1 418	1 397	
250	CenturyLink Inc.	6.750	01-Dec-23	294	293	
1 000	Chaparral Energy Inc.	7.625	15-Nov-22	1 050	1 157	
1 500	Chesapeake Energy Corp.	4.875	15-Apr-22	1 647	1 658	
1 250	Choice Hotels International Inc.	5.750	01-Jul-22	1 360	1 438	
750	Cinemark USA Inc.	4.875	01-Jun-23	770	800	
2 000	Cintas Corp.	4.300	01-Jun-21	1 959	2 304	
5 000	Cisco Systems Inc.	5.900	15-Feb-39	6 464	6 523	
1 250	CIT Group Inc.	5.000	01-Aug-23	1 403	1 368	
10 000	Citigroup Inc.	3.953	15-Jun-16	10 290	11 259	
4 500	Citigroup Inc. AUD	6.500	13-Feb-17	4 734	4 838	
2 400	Citigroup Inc. NZD	6.250	29-Jun-17	2 220	2 314	
900	Citigroup Inc. GBP	7.625	03-Apr-18	1 914	1 945	
100 000	Citigroup Inc. JPY	2.040	16-Sep-20	1 165	1 128	
4 000	Citigroup Inc.	5.375	09-Aug-20	4 441	4 895	
1 000	Clearwater Paper Corp.	7.125	01-Nov-18	1 117	1 125	
1 000	CommScope Inc.	5.500	15-Jun-24	1 094	1 089	
1 250	Comcast Corp.	5.700	15-May-18	1 589	1 537	
3 500	Comcast Corp.	7.050	15-Mar-33	4 723	5 040	
750	Community Health Systems Inc.	5.125	15-Aug-18	756	841	
750	Community Health Systems Inc.	7.125	15-Jul-20	791	870	
750	Concho Resources Inc.	7.000	15-Jan-21	843	882	
1 000	Concho Resources Inc.	5.500	01-Apr-23	1 140	1 152	
3 955	ConocoPhillips Holding Co.	6.950	15-Apr-29	5 592	5 788	
1 250	Consol Energy Inc.	5.875	15-Apr-22	1 393	1 400	
2 000	Consolidated Edison Company of New York Inc.	7.125	01-Dec-18	2 669	2 594	
1 800	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	2 208	2 292	
500	Continental Resources Inc.	7.125	01-Apr-21	553	605	
3 500	COX Communications Inc.	8.375	01-Mar-39	5 339	5 256	
1 250	Crown Castle International Corp.	4.875	15-Apr-22	1 375	1 381	
1 500	CSC Holdings LLC	6.750	15-Nov-21	1 633	1 766	
2 000	CSX Corp.	4.100	15-Mar-44	1 953	2 016	
2 000	CVS Caremark Corp.	4.125	15-May-21	2 256	2 308	
1 600	D.R. Horton Inc.	5.750	15-Aug-23	1 661	1 839	
3 250	Delphi Corp.	6.125	15-May-21	4 001	3 883	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
435	Denbury Resources Inc.	6.375	15-Aug-21	\$ 499	\$ 500	
1 500	Denbury Resources Inc.	5.500	01-May-22	1 655	1 638	
1 500	DISH DBS Corp.	7.875	01-Sep-19	1 770	1 904	
1 500	Dominion Resources Inc.	1.400	15-Sep-17	1 493	1 598	
2 000	Dominion Resources Inc.	5.200	15-Aug-19	2 282	2 430	
1 000	Dominion Resources Inc.	4.050	15-Sep-42	982	993	
5 000	Domtar Corp.	4.400	01-Apr-22	4 984	5 497	
750	Eagle Spinco Inc.	4.625	15-Feb-21	748	797	
750	Energy Transfer Partners LP	6.700	01-Jul-18	867	937	
2 000	Energy Transfer Partners LP	5.200	01-Feb-22	2 247	2 363	
4 000	Enterprise Products Operating LLC	4.450	15-Feb-43	4 022	4 195	
2 500	Everest Reinsurance Holdings Inc.	6.600	15-May-37	2 594	2 817	
4 000	Exelon Generation Co. LLC	5.200	01-Oct-19	4 498	4 814	
4 250	Expedia Inc.	7.456	15-Aug-18	4 956	5 381	
4 000	Federal Realty Investment Trust	2.750	01-Jun-23	3 957	4 091	
4 953	Fidelity National Information Services Inc.	5.000	15-Mar-22	5 450	5 560	
1 250	Ford Motor Credit Co. LLC	2.375	12-Mar-19	1 360	1 341	
3 750	Ford Motor Credit Co. LLC	7.450	16-Jul-31	4 794	5 356	
250	Frontier Communications Corp.	8.500	15-Apr-20	261	316	
1 000	Frontier Communications Corp.	7.125	15-Jan-23	995	1 136	
1 500	GE Capital Corp. NZD	4.250	17-Jan-18	1 259	1 375	
5 500	GE Capital Corp.	5.625	01-May-18	6 234	6 728	
200 000	GE Capital Corp. JPY	2.215	20-Nov-20	2 696	2 315	
5 000	GE Capital Corp.	5.875	14-Jan-38	5 469	6 483	
5 250	GE Capital Trust IV EUR	4.625	15-Sep-66	7 277	8 040	
2 000	General Mills Inc.	3.150	15-Dec-21	2 049	2 180	
5 150	Georgia-Pacific LLC	5.400	01-Nov-20	5 272	6 348	
3 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 070	3 328	
2 805	Halliburton Co.	6.700	15-Sep-38	4 139	4 037	
4 750	Hasbro Inc.	6.350	15-Mar-40	5 158	6 078	
2 800	HCA Inc.	5.875	15-Mar-22	3 128	3 248	
2 000	HDTFS Inc.	6.250	15-Oct-22	2 133	2 269	
1 500	Hearst-Argyle Television Inc.	7.000	15-Jan-18	1 853	1 672	
1 250	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	1 366	1 419	
1 500	HJ Heinz Co.	4.250	15-Oct-20	1 624	1 612	
1 500	Ingles Markets Inc.	5.750	15-Jun-23	1 553	1 628	
2 750	International Business Machines Corp.	7.000	30-Oct-25	3 930	3 887	
4 000	International Game Technology	7.500	15-Jun-19	4 912	4 855	
1 000	International Paper Co.	7.950	15-Jun-18	1 280	1 305	
1 000	International Paper Co.	8.700	15-Jun-38	1 219	1 599	
1 055	International Paper Co.	7.300	15-Nov-39	1 454	1 522	
3 500	John Deere Capital Corp.	5.500	13-Apr-17	3 975	4 184	
2 300	JPMorgan Chase & Co. AUD	6.750	11-Mar-15	2 467	2 372	
200 000	JPMorgan Chase & Co. JPY	1.930	10-Nov-15	2 575	2 128	
100 000	JPMorgan Chase & Co. JPY	2.160	30-May-17	1 239	1 100	
15 000	JPMorgan Chase & Co.	1.625	15-May-18	15 591	15 951	
4 000	JPMorgan Chase & Co.	4.500	24-Jan-22	4 502	4 681	
5 750	JPMorgan Chase & Co.	6.400	15-May-38	7 545	7 748	
1 500	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	1 625	1 830	
2 750	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	2 846	2 922	
1 250	Kinder Morgan Inc.	5.625	15-Nov-23	1 349	1 377	
3 500	KLA-Tencor Corp.	6.900	01-May-18	4 039	4 396	
3 000	Kraft Foods Group Inc.	5.375	10-Feb-20	3 480	3 644	
2 000	L-3 Communications Corp.	4.750	15-Jul-20	2 041	2 340	
3 000	L-3 Communications Corp.	4.950	15-Feb-21	3 177	3 550	
1 250	Lamar Media Corp.	5.375	15-Jan-24	1 404	1 387	
1 500	Lear Corp.	5.375	15-Mar-24	1 678	1 652	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
240	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	\$ 180	\$ 42	
600	Lehman Brothers Holdings Inc. EUR	4.750	16-Jan-14	673	165	
3 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	2 917	3 524	
2 000	Liberty Mutual Group Inc.	4.950	01-May-22	2 107	2 336	
1 000	Liberty Mutual Group Inc.	4.250	15-Jun-23	1 011	1 107	
1 500	Liberty Mutual Group Inc.	7.000	15-Mar-37	1 756	1 704	
1 365	Linn Energy Finance Corp.	8.625	15-Apr-20	1 503	1 580	
3 000	Lubrizol Corp.	8.875	01-Feb-19	3 802	4 113	
4 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	5 464	5 671	
300	McDonald's Corp. EUR	2.375	27-Nov-24	388	454	
3 500	McDonald's Corp.	6.300	15-Oct-37	5 051	4 834	
2 500	McKesson Corp.	7.500	15-Feb-19	3 295	3 279	
500	Merrill Lynch & Co Inc. GBP	7.750	30-Apr-18	1 006	1 079	
1 500	MetLife Inc.	6.750	01-Jun-16	1 693	1 779	
4 000	MetLife Inc.	5.700	15-Jun-35	4 719	5 145	
4 000	Metropolitan Life Global Funding I EUR	4.625	16-May-17	5 847	6 513	
1 750	MGM Resorts International	6.750	01-Oct-20	1 787	2 088	
1 250	Micron Technology Inc.	5.875	15-Feb-22	1 456	1 433	
4 000	MidAmerican Energy Co.	6.750	30-Dec-31	4 892	5 729	
1 790	Mobile Mini Inc.	7.875	01-Dec-20	1 991	2 100	
4 000	Mohawk Industries Inc.	3.850	01-Feb-23	4 390	4 272	
3 500	Mondelez International Inc.	6.500	09-Feb-40	4 952	4 790	
4 900	Morgan Stanley EUR	4.000	17-Nov-15	6 807	7 488	
3 600	Morgan Stanley NZD	7.600	08-Aug-17	3 393	3 571	
2 800	Morgan Stanley AUD	7.375	22-Feb-18	3 078	3 110	
1 000	Morgan Stanley AUD	4.750	16-Nov-18	1 036	1 028	
3 500	Morgan Stanley	5.500	28-Jul-21	3 812	4 294	
4 000	Mylan Inc.	7.875	15-Jul-20	4 743	4 724	
1 250	NCR Corp.	5.000	15-Jul-22	1 307	1 357	
50	NCR Escrow Corp.	5.875	15-Dec-21	53	57	
2 000	Nevada Power Co.	6.500	15-May-18	2 377	2 505	
475	Newfield Exploration Co.	5.625	01-Jul-24	544	559	
3 250	NewMarket Corp.	4.100	15-Dec-22	3 257	3 467	
1 000	Northern Oil and Gas Inc.	8.000	01-Jun-20	1 067	1 144	
1 250	NRG Energy Inc.	7.875	15-May-21	1 367	1 485	
750	NRG Energy Inc.	6.250	01-May-24	828	837	
500	Oasis Petroleum Inc.	7.250	01-Feb-19	528	568	
500	Oasis Petroleum Inc.	6.500	01-Nov-21	569	576	
400	Oshkosh Corp.	5.375	01-Mar-22	453	442	
3 500	Owens Corning	4.200	15-Dec-22	3 548	3 838	
3 250	Pacific Gas & Electric Co.	3.750	15-Aug-42	3 041	3 175	
3 000	Penske Truck Leasing Co. LP	3.750	11-May-17	3 187	3 402	
2 500	Pfizer Inc.	7.200	15-Mar-39	3 796	3 779	
2 000	Pioneer Natural Resources Co.	6.650	15-Mar-17	2 385	2 430	
2 000	Pioneer Natural Resources Co.	6.875	01-May-18	2 501	2 523	
4 500	PNC Bank Corp.	4.875	21-Sep-17	4 939	5 310	
1 000	PNC Bank Corp.	2.950	30-Jan-23	996	1 045	
1 500	Prestige Brands Inc.	8.125	01-Feb-20	1 632	1 792	
3 300	Progress Energy Inc.	6.000	01-Dec-39	4 448	4 410	
2 500	Prudential Financial Inc.	2.300	15-Aug-18	2 551	2 713	
2 500	PSEG Power LLC	5.125	15-Apr-20	2 686	2 990	
1 000	PSEG Power LLC	4.150	15-Sep-21	1 083	1 128	
4 455	Qwest Corp.	6.500	01-Jun-17	5 042	5 406	
1 500	Qwest Corp.	6.750	01-Dec-21	1 649	1 854	
1 000	Range Resources Corp.	5.750	01-Jun-21	1 155	1 157	
750	Regal Entertainment Group	5.750	15-Mar-22	842	832	
2 500	Regency Centers LP	4.800	15-Apr-21	2 840	2 937	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
4 000	Republic Services Inc.	4.750	15-May-23	\$ 4 356	\$ 4 726	
675	Reynolds Group Issuer Inc.	9.000	15-Apr-19	754	766	
1 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	1 104	1 156	
1 500	Rite Aid Corp.	8.000	15-Aug-20	1 715	1 768	
3 250	Schlumberger Investment S.A. USD	3.300	14-Sep-21	3 484	3 600	
750	Seagate HDD Cayman USD	4.750	01-Jun-23	824	810	
1 412	Service Corp. International	7.625	01-Oct-18	1 590	1 774	
500	Service Corp International	5.375	15-Jan-22	562	555	
1 750	Smithfield Foods Inc.	6.625	15-Aug-22	1 839	2 053	
1 625	Sonic Automotive Inc.	7.000	15-Jul-22	1 792	1 911	
325	Sonic Automotive Inc.	5.000	15-May-23	331	342	
1 250	Spirit Aerosystems Inc.	6.750	15-Dec-20	1 321	1 440	
2 000	Sprint Capital Corp.	6.875	15-Nov-28	1 840	2 165	
1 500	Sprint Nextel Corp.	9.000	15-Nov-18	1 661	1 944	
750	Sprint Nextel Corp.	6.000	15-Nov-22	810	820	
1 500	Standard Pacific Corp.	8.375	15-Jan-21	1 831	1 904	
40	T-Mobile USA Inc.	6.731	28-Apr-22	41	46	
1 500	T-Mobile USA Inc.	6.625	01-Apr-23	1 564	1 744	
150	T-Mobile USA Inc.	6.500	15-Jan-24	156	171	
1 000	Targa Resources Partners LP	6.875	01-Feb-21	1 153	1 160	
750	Teekay Corp.	8.500	15-Jan-20	749	928	
1 660	Tempur Sealy International Inc.	6.875	15-Dec-20	1 745	1 948	
1 000	Tenet Healthcare Corp.	6.000	01-Oct-20	1 085	1 160	
1 000	Tenet Healthcare Corp.	8.125	01-Apr-22	1 134	1 237	
1 000	Terasen Gas Inc.	5.900	26-Feb-35	1 255	1 247	
244	The AES Corp.	8.000	15-Oct-17	267	304	
1 250	The AES Corp.	5.500	15-Mar-24	1 384	1 370	
1 076	The Dow Chemical Co.	5.700	15-May-18	1 163	1 310	
1 500	The Dow Chemical Co.	8.550	15-May-19	2 110	2 058	
4 000	The Goldman Sachs Group Inc. AUD	7.750	23-Nov-16	4 322	4 392	
6 000	The Goldman Sachs Group Inc.	6.250	01-Sep-17	6 850	7 299	
2 500	The Goldman Sachs Group Inc. EUR	5.125	23-Oct-19	3 676	4 329	
2 000	The Goldman Sachs Group Inc. GBP	5.500	12-Oct-21	3 664	3 969	
100 000	The Goldman Sachs Group Inc. JPY	2.450	28-Dec-21	1 244	1 147	
3 000	The Goldman Sachs Group Inc.	5.750	24-Jan-22	3 614	3 707	
2 000	The Kroger Co.	2.200	15-Jan-17	2 039	2 190	
4 000	Thermo Fisher Scientific Inc.	3.150	15-Jan-23	4 065	4 220	
1 000	Thomson Reuters Corp.	4.350	30-Sep-20	1 075	1 080	
3 000	Time Warner Cable Inc.	5.850	01-May-17	3 342	3 601	
1 000	Time Warner Cable Inc.	7.250	15-Oct-17	1 349	1 249	
3 500	Time Warner Cable Inc.	6.950	15-Jan-28	4 466	4 822	
1 875	Toll Brothers Finance Corp.	5.875	15-Feb-22	1 986	2 185	
3 000	Tyco Electronics Group S.A.	4.875	15-Jan-21	3 100	3 524	
1 500	Tyson Foods Inc.	4.500	15-Jun-22	1 533	1 680	
1 000	Unit Corp.	6.625	15-May-21	1 108	1 144	
1 000	United Parcel Service Inc.	8.375	01-Apr-20	1 573	1 394	
1 000	United Parcel Service Inc.	3.625	01-Oct-42	995	986	
1 750	United Rentals North America Inc.	7.625	15-Apr-22	2 072	2 105	
550	United States Treasury	2.500	15-May-24	587	586	
1 500	United Technologies Corp.	5.400	01-May-35	1 484	1 909	
2 500	Unum Group	7.125	30-Sep-16	2 785	3 022	
5 500	Verizon Communications Inc.	3.650	14-Sep-18	6 568	6 270	
3 750	Verizon Communications Inc.	5.150	15-Sep-23	3 856	4 482	
2 000	Verizon Communications Inc.	6.550	15-Sep-43	2 061	2 690	
2 000	Walgreen Co.	1.800	15-Sep-17	1 988	2 156	
1 500	Walgreen Co.	5.250	15-Jan-19	1 768	1 817	
1 300	Wal-Mart Stores Inc. EUR	4.875	21-Sep-29	2 479	2 475	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Waste Management Inc.	6.100	15-Mar-18	\$ 1 153	\$ 1 232	
1 500	Waste Management Inc.	7.750	15-May-32	2 075	2 269	
2 500	Waste Management Inc.	6.125	30-Nov-39	2 925	3 349	
2 000	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	2 293	2 509	
8 750	Wells Fargo & Co.	2.100	08-May-17	9 004	9 578	
3 000	Wells Fargo & Co.	4.600	01-Apr-21	3 285	3 565	
4 500	Whirlpool Corp.	5.150	01-Mar-43	4 966	5 118	
1 000	Whiting Petroleum Corp.	5.750	15-Mar-21	1 175	1 171	
2 100	Williams Partners LP	7.250	01-Feb-17	2 563	2 561	
790	Windstream Holdings Inc.	7.750	01-Oct-21	844	925	
500	Wynn Las Vegas LLC Corp.	7.875	01-May-20	509	580	
4 000	Xerox Corp.	6.750	01-Feb-17	4 496	4 843	
				678 410	716 040	47.1
Uruguay						
450	Republic of Uruguay USD	4.500	14-Aug-24	471	509	
400	Republic of Uruguay USD	7.625	21-Mar-36	589	575	
				1 060	1 084	0.1
Venezuela						
1 025	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	593	682	
1 530	Republic of Venezuela USD	9.250	15-Sep-27	1 413	1 416	
				2 006	2 098	0.1
TOTAL BONDS				1 301 978	1 376 801	90.5
MORTGAGE-BACKED SECURITIES						
250	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	250	266	
TOTAL MORTGAGE-BACKED SECURITIES				250	266	—
SHORT-TERM INVESTMENTS†				25 985	25 986	1.7
TOTAL INVESTMENTS				1 399 381	1 477 346	97.1
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				—	60	—
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	28 914	1.9
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	(2 147)	(0.1)
TOTAL PORTFOLIO				\$ 1 399 381	1 504 173	98.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					16 326	1.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 520 499	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.16% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
(185) United States 10-Year Note Future, September 2014 Contracts at USD 125.48 per contract	\$ (25 240)	\$ 60
TOTAL FUTURES	\$ (25 240)	\$ 60

\$1 200 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 14 454 Sold USD 13 000 @ 1.1119	02-Jul-14	\$ 587
Bought CAD 16 622 Sold USD 15 000 @ 1.1081	02-Jul-14	622
Bought CAD 5 771 Sold GBP 3 108 @ 1.8569	02-Jul-14	97
Bought CAD 64 Sold USD 60 @ 1.0669	02-Jul-14	–
Bought GBP 3 108 Sold CAD 5 642 @ 1.8152	02-Jul-14	32
Bought CAD 1 497 Sold EUR 1 000 @ 1.4972	03-Jul-14	37
Bought CAD 12 496 Sold USD 11 124 @ 1.1233	03-Jul-14	630
Bought CAD 9 503 Sold EUR 6 294 @ 1.5099	03-Jul-14	310
Bought EUR 7 294 Sold CAD 10 654 @ 1.4606	03-Jul-14	–
Bought USD 153 Sold CAD 163 @ 0.9384	03-Jul-14	–
Bought CAD 1 831 Sold NZD 1 934 @ 0.9466	07-Jul-14	25
Bought CAD 2 059 Sold NZD 2 176 @ 0.9463	07-Jul-14	27
Bought CAD 15 684 Sold USD 14 200 @ 1.1045	08-Jul-14	534
Bought CAD 926 Sold USD 852 @ 1.0871	08-Jul-14	17
Bought CAD 1 489 Sold USD 1 370 @ 1.0868	09-Jul-14	27
Bought CAD 2 815 Sold USD 2 565 @ 1.0977	09-Jul-14	79
Bought CAD 21 845 Sold USD 19 733 @ 1.1070	09-Jul-14	792
Bought CAD 5 444 Sold USD 5 025 @ 1.0833	09-Jul-14	82
Bought CAD 16 267 Sold USD 14 963 @ 1.0871	10-Jul-14	303
Bought CAD 16 659 Sold USD 15 264 @ 1.0914	10-Jul-14	374
Bought CAD 2 511 Sold USD 2 300 @ 1.0919	10-Jul-14	58
Bought CAD 4 118 Sold USD 3 724 @ 1.1057	10-Jul-14	145
Bought CAD 1 355 Sold EUR 920 @ 1.4733	11-Jul-14	11
Bought CAD 10 576 Sold EUR 6 933 @ 1.5255	11-Jul-14	447
Bought CAD 2 642 Sold JPY 243 752 @ 0.0108	11-Jul-14	75
Bought CAD 17 468 Sold USD 16 000 @ 1.0917	14-Jul-14	395
Bought CAD 1 154 Sold GBP 625 @ 1.8464	15-Jul-14	13
Bought CAD 19 371 Sold USD 17 526 @ 1.1053	15-Jul-14	670
Bought CAD 2 003 Sold USD 1 865 @ 1.0739	15-Jul-14	13
Bought CAD 711 Sold USD 650 @ 1.0932	15-Jul-14	17
Bought CAD 1 214 Sold EUR 800 @ 1.5176	16-Jul-14	42
Bought CAD 1 633 Sold USD 1 500 @ 1.0888	16-Jul-14	32
Bought CAD 13 876 Sold USD 13 000 @ 1.0674	16-Jul-14	4
Bought CAD 15 733 Sold EUR 10 367 @ 1.5176	16-Jul-14	581
Bought CAD 12 050 Sold USD 11 005 @ 1.0949	17-Jul-14	306
Bought CAD 2 663 Sold USD 2 415 @ 1.1026	17-Jul-14	86
Bought CAD 9 241 Sold USD 8 451 @ 1.0935	17-Jul-14	223
Bought CAD 20 702 Sold USD 19 000 @ 1.0896	18-Jul-14	427
Bought EUR 3 139 Sold CAD 4 572 @ 1.4565	18-Jul-14	15
Bought GBP 609 Sold CAD 1 109 @ 1.8210	18-Jul-14	3
Bought JPY 486 572 Sold CAD 5 122 @ 0.0105	18-Jul-14	4

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 15 590 Sold EUR 10 236 @ 1.5230	22-Jul-14	\$ 630
Bought CAD 658 Sold EUR 446 @ 1.4743	22-Jul-14	6
Bought CAD 16 540 Sold USD 15 100 @ 1.0954	23-Jul-14	424
Bought CAD 3 366 Sold GBP 1 828 @ 1.8411	23-Jul-14	27
Bought GBP 70 Sold CAD 128 @ 1.8253	23-Jul-14	–
Bought CAD 11 255 Sold EUR 7 522 @ 1.4963	24-Jul-14	262
Bought CAD 3 114 Sold EUR 2 106 @ 1.4787	24-Jul-14	36
Bought CAD 482 Sold USD 440 @ 1.0948	24-Jul-14	12
Bought CAD 84 Sold USD 77 @ 1.0875	24-Jul-14	2
Bought USD 14 Sold CAD 15 @ 1.0877	24-Jul-14	–
Bought USD 60 Sold CAD 64 @ 1.0675	24-Jul-14	–
Bought CAD 1 119 Sold USD 1 015 @ 1.1023	25-Jul-14	35
Bought CAD 2 554 Sold USD 2 346 @ 1.0886	25-Jul-14	50
Bought CAD 21 121 Sold USD 19 219 @ 1.0990	25-Jul-14	608
Bought CAD 3 260 Sold USD 3 000 @ 1.0868	25-Jul-14	58
Bought CAD 1 101 Sold USD 1 000 @ 1.1007	28-Jul-14	33
Bought CAD 225 Sold AUD 222 @ 1.0125	28-Jul-14	2
Bought CAD 248 Sold USD 225 @ 1.1009	28-Jul-14	8
Bought CAD 26 531 Sold USD 24 000 @ 1.1055	28-Jul-14	912
Bought CAD 4 914 Sold AUD 4 853 @ 1.0125	28-Jul-14	39
Bought CAD 5 074 Sold AUD 5 012 @ 1.0124	28-Jul-14	39
Bought CAD 7 092 Sold AUD 7 053 @ 1.0055	28-Jul-14	7
Bought CAD 21 326 Sold EUR 14 000 @ 1.5233	29-Jul-14	861
Bought CAD 32 121 Sold USD 29 241 @ 1.0985	29-Jul-14	907
Bought CAD 12 159 Sold USD 11 000 @ 1.1053	30-Jul-14	416
Bought CAD 16 379 Sold USD 15 000 @ 1.0920	30-Jul-14	367
Bought CAD 13 797 Sold USD 12 469 @ 1.1065	31-Jul-14	486
Bought TWD 16 680 Sold CAD 597 @ 0.0358	31-Jul-14	–
Bought TWD 25 004 Sold CAD 895 @ 0.0358	31-Jul-14	–
Bought CAD 1 489 Sold EUR 1 000 @ 1.4894	01-Aug-14	27
Bought CAD 11 274 Sold USD 10 200 @ 1.1053	01-Aug-14	385
Bought CAD 22 275 Sold EUR 14 672 @ 1.5182	01-Aug-14	826
Bought CAD 673 Sold EUR 460 @ 1.4633	01-Aug-14	1
Bought CAD 1 744 Sold USD 1 600 @ 1.0901	05-Aug-14	36
Bought CAD 11 233 Sold USD 10 210 @ 1.1002	05-Aug-14	332
Bought CAD 11 801 Sold USD 10 786 @ 1.0941	05-Aug-14	285
Bought CAD 14 915 Sold EUR 10 000 @ 1.4915	05-Aug-14	294
Bought CAD 17 809 Sold USD 16 370 @ 1.0879	05-Aug-14	332
Bought RUB 86 399 Sold CAD 2 659 @ 0.0308	05-Aug-14	40
Bought CAD 27 018 Sold USD 24 772 @ 1.0907	07-Aug-14	569
Bought CAD 1 272 Sold USD 1 165 @ 1.0920	08-Aug-14	28
Bought CAD 1 612 Sold USD 1 507 @ 1.0696	08-Aug-14	3
Bought CAD 2 057 Sold USD 1 886 @ 1.0905	08-Aug-14	43
Bought CAD 21 928 Sold USD 20 096 @ 1.0912	08-Aug-14	471
Bought CAD 3 416 Sold USD 3 135 @ 1.0896	08-Aug-14	68
Bought CAD 4 244 Sold USD 3 950 @ 1.0745	08-Aug-14	27
Bought CAD 2 782 Sold USD 2 552 @ 1.0901	12-Aug-14	57
Bought CAD 22 371 Sold EUR 14 905 @ 1.5009	12-Aug-14	574
Bought CAD 6 012 Sold EUR 4 072 @ 1.4765	12-Aug-14	58
Bought CAD 7 036 Sold GBP 3 815 @ 1.8442	12-Aug-14	66
Bought CAD 91 Sold USD 83 @ 1.0919	12-Aug-14	2
Bought CAD 10 917 Sold USD 10 000 @ 1.0917	13-Aug-14	238
Bought CAD 12 840 Sold USD 11 840 @ 1.0845	13-Aug-14	197
Bought CAD 14 417 Sold USD 13 223 @ 1.0903	14-Aug-14	297
Bought CAD 3 924 Sold EUR 2 626 @ 1.4942	14-Aug-14	84

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 892 Sold USD 10 000 @ 1.0892	19-Aug-14	\$ 212
Bought CAD 3 374 Sold USD 3 100 @ 1.0884	19-Aug-14	63
Bought CAD 1 719 Sold USD 1 608 @ 1.0692	20-Aug-14	2
Bought CAD 1 944 Sold EUR 1 300 @ 1.4952	20-Aug-14	42
Bought CAD 14 265 Sold USD 13 122 @ 1.0871	20-Aug-14	250
Bought CAD 22 325 Sold USD 20 431 @ 1.0927	21-Aug-14	504
Bought CAD 871 Sold USD 800 @ 1.0883	21-Aug-14	16
Bought CAD 3 065 Sold USD 2 820 @ 1.0870	22-Aug-14	53
Bought CAD 17 834 Sold USD 16 322 @ 1.0927	25-Aug-14	400
Bought USD 80 Sold CAD 86 @ 1.0695	25-Aug-14	–
Bought CAD 22 853 Sold USD 21 006 @ 1.0879	27-Aug-14	415
Bought CAD 15 688 Sold USD 14 400 @ 1.0894	28-Aug-14	305
Bought CAD 17 770 Sold EUR 12 018 @ 1.4786	28-Aug-14	188
Bought CAD 8 539 Sold USD 7 800 @ 1.0947	28-Aug-14	206
Bought CAD 1 384 Sold KRW 1 304 875 @ 0.0011	29-Aug-14	10
Bought CAD 1 440 Sold USD 1 325 @ 1.0869	03-Sep-14	24
Bought CAD 10 339 Sold USD 9 496 @ 1.0888	03-Sep-14	194
Bought CAD 19 593 Sold USD 18 000 @ 1.0885	03-Sep-14	362
Bought CAD 9 009 Sold USD 8 280 @ 1.0881	04-Sep-14	163
Bought CAD 32 033 Sold USD 29 233 @ 1.0958	05-Sep-14	800
Bought CAD 5 940 Sold JPY 556 394 @ 0.0107	05-Sep-14	70
Bought CAD 9 719 Sold GBP 5 296 @ 1.8352	05-Sep-14	41
Bought CAD 28 835 Sold EUR 19 298 @ 1.4942	08-Sep-14	594
Bought CAD 479 Sold USD 440 @ 1.0888	08-Sep-14	9
Bought CAD 15 708 Sold EUR 10 600 @ 1.4819	09-Sep-14	195
Bought CAD 20 012 Sold USD 18 300 @ 1.0935	09-Sep-14	458
Bought CAD 23 933 Sold USD 21 868 @ 1.0945	11-Sep-14	566
Bought CAD 431 Sold GBP 236 @ 1.8284	11-Sep-14	–
Bought CAD 14 795 Sold USD 13 500 @ 1.0959	12-Sep-14	368
Bought CAD 621 Sold JPY 58 098 @ 0.0107	12-Sep-14	7
Bought CAD 15 745 Sold USD 14 457 @ 1.0891	15-Sep-14	295
Bought CAD 32 403 Sold GBP 17 558 @ 1.8455	15-Sep-14	311
Bought CAD 493 Sold GBP 267 @ 1.8456	15-Sep-14	5
Bought CAD 8 131 Sold GBP 4 406 @ 1.8454	16-Sep-14	78
Bought CAD 12 127 Sold USD 11 155 @ 1.0872	17-Sep-14	206
Bought CAD 12 529 Sold EUR 8 475 @ 1.4784	17-Sep-14	124
Bought CAD 13 307 Sold USD 12 237 @ 1.0874	18-Sep-14	228
Bought CAD 16 033 Sold USD 15 000 @ 1.0689	18-Sep-14	2
Bought CAD 50 Sold USD 46 @ 1.0856	18-Sep-14	1
Bought CAD 51 Sold USD 47 @ 1.0851	18-Sep-14	1
Bought CAD 958 Sold JPY 89 946 @ 0.0106	18-Sep-14	8
Bought USD 100 Sold CAD 107 @ 1.0707	18-Sep-14	–
Bought CAD 1 690 Sold EUR 1 153 @ 1.4657	19-Sep-14	2
Bought CAD 23 878 Sold USD 22 300 @ 1.0708	19-Sep-14	44
Bought CAD 4 920 Sold EUR 3 357 @ 1.4655	19-Sep-14	6
Bought CAD 2 276 Sold GBP 1 245 @ 1.8285	22-Sep-14	1
Bought CAD 26 263 Sold USD 24 121 @ 1.0888	22-Sep-14	481
Bought CAD 10 771 Sold USD 9 875 @ 1.0907	23-Sep-14	215
Bought CAD 9 142 Sold USD 8 500 @ 1.0755	24-Sep-14	56
Bought CAD 27 222 Sold USD 25 000 @ 1.0889	25-Sep-14	499
Bought CAD 14 674 Sold USD 13 612 @ 1.0780	26-Sep-14	123
Bought CAD 10 681 Sold EUR 7 294 @ 1.4644	02-Oct-14	–
Bought CAD 9 864 Sold USD 9 224 @ 1.0694	02-Oct-14	2
		\$ 28 914

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 608 Sold CAD 1 718 @ 1.0680	02-Jul-14	\$ (2)
Bought USD 13 000 Sold CAD 13 872 @ 1.0671	02-Jul-14	(5)
Bought USD 15 000 Sold CAD 16 004 @ 1.0669	02-Jul-14	(3)
Bought USD 60 Sold CAD 65 @ 1.0870	02-Jul-14	(1)
Bought USD 1 900 Sold CAD 2 065 @ 1.0869	03-Jul-14	(38)
Bought USD 9 224 Sold CAD 9 842 @ 1.0670	03-Jul-14	(3)
Bought CAD 1 986 Sold NZD 2 130 @ 0.9324	07-Jul-14	(3)
Bought USD 2 000 Sold CAD 2 186 @ 1.0931	09-Jul-14	(52)
Bought TWD 41 479 Sold CAD 1 517 @ 0.0366	10-Jul-14	(35)
Bought USD 500 Sold CAD 538 @ 1.0765	10-Jul-14	(5)
Bought EUR 2 722 Sold CAD 4 132 @ 1.5180	18-Jul-14	(154)
Bought EUR 2 866 Sold CAD 4 286 @ 1.4954	18-Jul-14	(98)
Bought GBP 521 Sold CAD 963 @ 1.8493	18-Jul-14	(12)
Bought GBP 621 Sold CAD 1 136 @ 1.8291	18-Jul-14	(2)
Bought JPY 441 738 Sold CAD 4 738 @ 0.0107	18-Jul-14	(84)
Bought JPY 456 411 Sold CAD 4 868 @ 0.0107	18-Jul-14	(60)
Bought USD 4 444 Sold CAD 4 849 @ 1.0912	18-Jul-14	(107)
Bought USD 4 676 Sold CAD 5 070 @ 1.0844	18-Jul-14	(80)
Bought USD 4 898 Sold CAD 5 241 @ 1.0701	18-Jul-14	(14)
Bought GBP 1 676 Sold CAD 3 102 @ 1.8508	23-Jul-14	(41)
Bought GBP 25 Sold CAD 47 @ 1.8513	23-Jul-14	(1)
Bought GBP 57 Sold CAD 106 @ 1.8544	23-Jul-14	(2)
Bought PHP 58 320 Sold CAD 1 433 @ 0.0246	24-Jul-14	(6)
Bought USD 10 790 Sold CAD 11 929 @ 1.1056	24-Jul-14	(412)
Bought USD 2 425 Sold CAD 2 680 @ 1.1053	24-Jul-14	(92)
Bought USD 50 Sold CAD 54 @ 1.0891	24-Jul-14	(1)
Bought USD 53 Sold CAD 58 @ 1.0858	24-Jul-14	(1)
Bought MXN 16 046 Sold CAD 1 340 @ 0.0835	31-Jul-14	(23)
Bought MXN 16 148 Sold CAD 1 348 @ 0.0835	31-Jul-14	(23)
Bought MXN 5 272 Sold CAD 439 @ 0.0832	31-Jul-14	(6)
Bought USD 1 141 Sold CAD 1 237 @ 1.0846	05-Aug-14	(19)
Bought USD 1 184 Sold CAD 1 284 @ 1.0841	05-Aug-14	(19)
Bought USD 1 424 Sold CAD 1 549 @ 1.0878	07-Aug-14	(29)
Bought USD 496 Sold CAD 534 @ 1.0770	07-Aug-14	(5)
Bought USD 1 323 Sold CAD 1 444 @ 1.0914	08-Aug-14	(31)
Bought USD 1 639 Sold CAD 1 782 @ 1.0872	08-Aug-14	(32)
Bought USD 1 726 Sold CAD 1 882 @ 1.0902	08-Aug-14	(39)
Bought USD 146 Sold CAD 160 @ 1.0958	08-Aug-14	(4)
Bought USD 2 233 Sold CAD 2 438 @ 1.0917	08-Aug-14	(53)
Bought USD 238 Sold CAD 260 @ 1.0916	08-Aug-14	(6)
Bought USD 578 Sold CAD 633 @ 1.0955	08-Aug-14	(16)
Bought USD 89 Sold CAD 97 @ 1.0887	08-Aug-14	(2)
Bought USD 411 Sold CAD 449 @ 1.0929	13-Aug-14	(10)
Bought GBP 887 Sold CAD 1 624 @ 1.8311	19-Aug-14	(4)
Bought IDR 8 346 964 Sold CAD 754 @ 0.0001	20-Aug-14	(7)
Bought USD 1 021 Sold CAD 1 111 @ 1.0883	25-Aug-14	(21)
Bought USD 236 Sold CAD 257 @ 1.0877	25-Aug-14	(5)
Bought USD 94 Sold CAD 102 @ 1.0893	25-Aug-14	(2)
Bought CAD 1 589 Sold NZD 1 735 @ 0.9157	28-Aug-14	(25)
Bought KRW 1 304 875 Sold CAD 1 384 @ 0.0011	29-Aug-14	(9)
Bought USD 2 687 Sold CAD 2 925 @ 1.0886	02-Sep-14	(54)
Bought USD 920 Sold CAD 1 001 @ 1.0883	02-Sep-14	(18)
Bought USD 1 125 Sold CAD 1 224 @ 1.0878	08-Sep-14	(22)

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 142 Sold CAD 154 @ 1.0843	08-Sep-14	\$ (2)
Bought USD 43 Sold CAD 47 @ 1.0844	08-Sep-14	(1)
Bought USD 5 101 Sold CAD 5 547 @ 1.0874	08-Sep-14	(97)
Bought USD 65 Sold CAD 70 @ 1.0844	08-Sep-14	(1)
Bought MXN 16 830 Sold CAD 1 403 @ 0.0833	12-Sep-14	(24)
Bought GBP 2 567 Sold CAD 4 738 @ 1.8457	15-Sep-14	(46)
Bought USD 125 Sold CAD 134 @ 1.0757	18-Sep-14	(1)
Bought USD 138 Sold CAD 150 @ 1.0847	18-Sep-14	(2)
Bought USD 140 Sold CAD 152 @ 1.0852	18-Sep-14	(2)
Bought USD 8 882 Sold CAD 9 633 @ 1.0846	18-Sep-14	(141)
Bought CAD 5 650 Sold GBP 3 108 @ 1.8178	29-Sep-14	(32)
		<u>\$ (2 147)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 26 767</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 477 346	\$ 1 318 746	\$ 1 163 898
Cash	300	1 739	66
Due from investment dealers	851	–	–
Subscriptions receivable	1 810	1 954	19 473
Unrealized gain on futures contracts	60	579	–
Unrealized gain on foreign exchange contracts	28 914	2 636	3 884
Dividends receivable, interest accrued and other assets	18 560	18 236	14 815
TOTAL ASSETS	1 527 841	1 343 890	1 202 136
LIABILITIES			
Due to investment dealers	3 101	–	9 468
Redemptions payable	1 196	833	403
Futures contracts margin payable	76	593	–
Unrealized loss on foreign exchange contracts	2 147	14 563	5 776
Distributions payable	321	–	–
Accounts payable and accrued expenses	551	571	545
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 392	16 560	16 192
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 520 449	\$ 1 327 330	\$ 1 185 944
Investments at cost	\$ 1 399 381	\$ 1 274 050	\$ 1 126 440
NAV, END OF PERIOD			
SERIES A	\$ 203 408	\$ 202 911	\$ 210 424
ADVISOR SERIES	\$ 115 517	\$ 122 448	\$ 124 349
SERIES H	\$ 1 465	\$ 855	\$ –
SERIES D	\$ 49 986	\$ 43 224	\$ 32 457
SERIES F	\$ 41 291	\$ 40 506	\$ 38 518
SERIES I	\$ 7 697	\$ 2 604	\$ –
SERIES O	\$ 1 101 085	\$ 914 782	\$ 780 196
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.69	\$ 9.38	\$ 9.75
ADVISOR SERIES	\$ 9.82	\$ 9.51	\$ 9.88
SERIES H	\$ 9.84	\$ 9.50	\$ –
SERIES D	\$ 10.39	\$ 10.06	\$ 10.44
SERIES F	\$ 9.85	\$ 9.54	\$ 9.92
SERIES I	\$ 10.01	\$ 9.63	\$ –
SERIES O	\$ 9.76	\$ 9.45	\$ 9.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 31 085	\$ 28 524
Net gain (loss) from futures contracts	(420)	120
Other income received from underlying funds	2 153	2 630
Securities lending revenue (see note 6 in the generic notes)	14	9
Net realized gain (loss) on investments	16 824	5 882
Net gain (loss) on foreign currencies and other net assets	(41 918)	(18 886)
Change in unrealized gain (loss) on investments	71 963	(40 863)
TOTAL INCOME (LOSS)	79 701	(22 584)
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 760	3 071
Administration fees	218	220
Board of Governors costs	1	2
GST/HST	305	353
TOTAL EXPENSES	3 284	3 646
INCREASE (DECREASE) IN NAV	\$ 76 417	\$ (26 230)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 9 769	\$ (5 752)
ADVISOR SERIES	\$ 5 766	\$ (3 687)
SERIES H	\$ 42	\$ –
SERIES D	\$ 2 374	\$ (994)
SERIES F	\$ 2 154	\$ (1 125)
SERIES I	\$ 244	\$ –
SERIES O	\$ 56 068	\$ (14 672)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.46	\$ (0.26)
ADVISOR SERIES	\$ 0.48	\$ (0.25)
SERIES H	\$ 0.49	\$ –
SERIES D	\$ 0.54	\$ (0.23)
SERIES F	\$ 0.52	\$ (0.21)
SERIES I	\$ 0.52	\$ –
SERIES O	\$ 0.56	\$ (0.18)

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)*

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 76 417	\$ (26 230)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(16 824)	(5 882)
Change in unrealized loss (gain) on investments	(71 963)	40 863
(Increase) decrease in accrued receivables	(1 031)	12 877
Increase (decrease) in accrued payables	3 765	5 243
Cost of investments purchased	(709 263)	(789 786)
Proceeds on sales of investments	600 758	595 266
NET CASH PROVIDED BY OPERATING ACTIVITIES	(118 141)	(167 649)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	251 275	318 021
Cash paid on redemption of redeemable units	(122 035)	(125 543)
Distributions paid to holders of redeemable units	(12 538)	(18 706)
NET CASH USED IN FINANCING ACTIVITIES	\$ 116 702	\$ 173 772
Net increase (decrease) in cash for the year	(1 439)	6 123
Cash (bank overdraft), beginning of period	1 739	66
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 300	\$ 6 189
Interest received	\$ 30 761	\$ 25 810
Dividends received, net of withholding taxes	\$ –	\$ –

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 202 911	\$ 210 424	\$ 122 448	\$ 124 349	\$ 855	\$ –	\$ 43 224	\$ 32 457
INCREASE (DECREASE) IN NAV	9 769	(5 752)	5 766	(3 687)	42	–	2 374	(994)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	23 203	56 410	10 835	43 166	861	–	8 519	20 556
Reinvestments of distributions to holders of redeemable units	2 993	3 328	1 667	1 845	11	–	846	764
Redemption of redeemable units	(32 264)	(37 163)	(23 302)	(21 726)	(291)	–	(4 074)	(10 108)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(6 068)	22 575	(10 800)	23 285	581	–	5 291	11 212
Distributions from net income	(3 204)	(3 570)	(1 897)	(2 192)	(13)	–	(903)	(785)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 204)	(3 570)	(1 897)	(2 192)	(13)	–	(903)	(785)
NET INCREASE (DECREASE) IN NAV	497	13 253	(6 931)	17 406	610	–	6 762	9 433
NAV AT END OF PERIOD	\$ 203 408	\$ 223 677	\$ 115 517	\$ 141 755	\$ 1 465	\$ –	\$ 49 986	\$ 41 890

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40 506	\$ 38 518	\$ 2 604	\$ –	\$ 914 782	\$ 780 196	\$ 1 327 330	\$ 1 185 944
INCREASE (DECREASE) IN NAV	2 154	(1 125)	244	–	56 068	(14 672)	76 417	(26 230)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	10 767	21 714	5 562	–	191 528	176 175	251 275	318 021
Reinvestments of distributions to holders of redeemable units	557	682	73	–	13 104	3 300	19 251	9 919
Redemption of redeemable units	(11 857)	(8 746)	(684)	–	(49 563)	(47 800)	(122 035)	(125 543)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(533)	13 650	4 951	–	155 069	131 675	148 491	202 397
Distributions from net income	(836)	(924)	(102)	–	(24 834)	(21 154)	(31 789)	(28 625)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(836)	(924)	(102)	–	(24 834)	(21 154)	(31 789)	(28 625)
NET INCREASE (DECREASE) IN NAV	785	11 601	5 093	–	186 303	95 849	193 119	147 542
NAV AT END OF PERIOD	\$ 41 291	\$ 50 119	\$ 7 697	\$ –	\$ 1 101 085	\$ 876 045	\$ 1 520 449	\$ 1 333 486

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of interest income with the potential for modest capital growth by investing primarily in global corporate bonds.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	0.3	0.1	0.7
AA	12.6	9.5	12.4
A	31.5	35.2	37.5
BBB	40.2	38.8	34.7
BB	8.0	7.5	6.3
B	6.4	7.7	7.8
CCC	0.7	0.8	0.3
Unrated	0.3	0.4	0.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	1.0	0.2	0.3
1 – 5 years	38.9	39.6	41.5
5 – 10 years	38.7	39.8	37.5
> 10 years	21.4	20.4	20.7
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.6% (December 31, 2013 – 5.5%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	2.9	–	–
Japanese yen	1.0	–	–
Euro	0.6	–	–
Mexican peso	0.3	–	–
Other currencies	0.6	–	–
Total	5.4	–	–

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0%, January 1, 2013 – 0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	74 293	–	–	74 293
Fixed-income and debt securities	–	1 377 067	–	1 377 067
Short-term investments	–	25 986	–	25 986
Derivatives – assets	60	28 914	–	28 974
Derivatives – liabilities	–	(2 147)	–	(2 147)
Total financial instruments	74 353	1 429 820	–	1 504 173
% of total portfolio	4.9	95.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	80 791	–	–	80 791
Fixed-income and debt securities	–	1 216 663	–	1 216 663
Short-term investments	–	21 292	–	21 292
Derivatives – assets	579	2 636	–	3 215
Derivatives – liabilities	–	(14 563)	–	(14 563)
Total financial instruments	81 370	1 226 028	–	1 307 398
% of total portfolio	6.2	93.8	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	114 679	–	–	114 679
Fixed-income and debt securities	–	1 044 751	–	1 044 751
Short-term investments	–	4 468	–	4 468
Derivatives – assets	–	3 884	–	3 884
Derivatives – liabilities	–	(5 776)	–	(5 776)
Total financial instruments	114 679	1 047 327	–	1 162 006
% of total portfolio	9.9	90.1	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.07%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	108	106
Series I	107	105
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	41 438
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	21 633	21 581
Issued number of units	2 419	5 797
Reinvested number of units	312	349
Redeemed number of units	(3 369)	(3 830)
Ending number of units	20 995	23 897
Advisor Series		
Opening units	12 880	12 590
Issued number of units	1 112	4 375
Reinvested number of units	171	191
Redeemed number of units	(2 396)	(2 211)
Ending number of units	11 767	14 945
Series H		
Opening units	90	–
Issued number of units	88	–
Reinvested number of units	1	–
Redeemed number of units	(30)	–
Ending number of units	149	–
Series D		
Opening units	4 297	3 109
Issued number of units	826	1 970
Reinvested number of units	82	75
Redeemed number of units	(396)	(975)
Ending number of units	4 809	4 179



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	4 244	3 884
Issued number of units	1 103	2 190
Reinvested number of units	57	70
Redeemed number of units	(1 213)	(883)
Ending number of units	4 191	5 261
Series I		
Opening units	270	–
Issued number of units	560	–
Reinvested number of units	7	–
Redeemed number of units	(68)	–
Ending number of units	769	–
Series O		
Opening units	96 798	79 596
Issued number of units	19 799	18 017
Reinvested number of units	1 346	344
Redeemed number of units	(5 117)	(4 865)
Ending number of units	112 826	93 092

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	17 081	14 144
Fair value of collateral received	17 422	14 427

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Monthly Income High Yield Bond Fund	520	221
RBC Monthly Income Bond Fund	8 611	9 657
RBC Managed Payout Solution	75 855	73 383
RBC Managed Payout Solution – Enhanced	22 133	9 996
RBC Balanced Growth & Income Fund	4 209	1 766
RBC Select Balanced Portfolio	991	–
RBC Select Growth Portfolio	506	–
RBC DS Balanced Global Portfolio	–	1 172
RBC DS Growth Global Portfolio	–	603
Total	112 825	96 798

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 330 637	1 183 386
Revaluation of investments at FVTPL	2 849	2 558
Net assets attributable to holders of redeemable units	1 333 486	1 185 944
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(26 521)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		291
Increase (decrease) in net assets attributable to holders of redeemable units		(26 230)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC HIGH YIELD BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
4 000	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	\$ 4 583	\$ 4 661	
				4 583	4 661	0.3
Canada						
5 800	Air Canada USD	6.750	01-Oct-19	6 611	6 736	
4 350	Air Canada	7.625	01-Oct-19	4 720	4 711	
4 800	Baytex Energy Corp. USD	5.125	01-Jun-21	5 241	5 159	
12 000	Baytex Energy Corp.	6.625	19-Jul-22	12 454	12 923	
2 200	Baytex Energy Corp. USD	5.625	01-Jun-24	2 384	2 358	
5 000	Bombardier Inc. USD	7.750	15-Mar-20	5 660	6 054	
6 000	Bombardier Inc. USD	6.125	15-Jan-23	6 551	6 624	
12 000	Corus Entertainment Inc.	4.250	11-Feb-20	11 992	11 910	
4 500	EnerCare Solutions Inc.	4.600	03-Feb-20	4 552	4 788	
9 500	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	10 615	11 219	
750	Fairfax Financial Holdings Ltd.	6.400	25-May-21	786	852	
33 000	Ford Credit Canada Ltd.	7.500	18-Aug-15	36 185	34 965	
9 250	Gibson Energy Inc.	7.000	15-Jul-20	9 279	10 071	
5 000	Gibson Energy Inc.	5.375	15-Jul-22	5 006	5 050	
7 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	7 086	7 475	
4 600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	4 921	5 079	
4 000	HudBay Minerals Inc. USD	9.500	01-Oct-20	4 061	4 715	
800	Mattamy Group Corp. USD	6.500	15-Nov-20	896	879	
9 000	Mattamy Group Corp.	6.875	15-Nov-20	9 008	9 311	
5 500	New Gold Inc. USD	7.000	15-Apr-20	5 600	6 292	
7 240	Newalta Corp.	7.750	14-Nov-19	7 467	7 877	
5 000	Newalta Corp.	5.875	01-Apr-21	5 074	5 163	
15 250	Quebecor Media Inc.	7.375	15-Jan-21	16 018	16 687	
5 000	Reliance LP	5.187	15-Mar-19	5 077	5 402	
5 000	Rogers Communications Inc.	4.000	13-Mar-24	4 952	5 112	
5 000	Shaw Communications Inc.	4.350	31-Jan-24	5 058	5 220	
12 000	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	13 463	13 601	
4 500	Vermilion Energy Inc.	6.500	10-Feb-16	4 690	4 654	
18 500	Videotron Ltd.	6.875	15-Jul-21	20 019	20 509	
3 750	Videotron Ltd.	5.625	15-Jun-25	3 794	3 808	
				239 220	245 204	18.1
France						
12 000	Numericable Group S.A. USD	6.000	15-May-22	13 419	13 328	
				13 419	13 328	1.0
Japan						
12 000	SoftBank Corp. USD	4.500	15-Apr-20	12 462	13 056	
				12 462	13 056	1.0
Luxembourg						
13 000	ArcelorMittal USD	9.850	01-Jun-19	16 257	17 819	
14 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	14 632	15 942	
				30 889	33 761	2.5
Singapore						
10 000	Flextronics International Ltd. USD	4.625	15-Feb-20	10 305	11 014	
				10 305	11 014	0.8
Spain						
12 200	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	12 454	13 632	
				12 454	13 632	1.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Kingdom						
8 550	Ineos Finance Plc. USD	8.375	15-Feb-19	\$ 9 729	\$ 9 998	
2 500	Ineos Finance Plc. USD	7.500	01-May-20	2 915	2 913	
				12 644	12 911	1.0
United States						
11 000	Access Midstream Partners LP	4.875	15-May-23	12 139	12 423	
1 000	AMC Entertainment Inc.	9.750	01-Dec-20	1 277	1 221	
4 000	AMC Entertainment Inc.	5.875	15-Feb-22	4 432	4 459	
750	American Axle & Manufacturing Holdings, Inc.	5.125	15-Feb-19	784	844	
1 750	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	1 981	2 161	
3 880	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	4 210	4 553	
10 000	Ameristar Casinos Inc.	7.500	15-Apr-21	10 343	11 520	
9 000	Antero Resources Finance Corp.	5.375	01-Nov-21	9 979	9 996	
19 409	Ball Corp.	5.750	15-May-21	21 052	22 127	
13 000	Beazer Homes USA Inc.	6.625	15-Apr-18	13 822	14 838	
8 500	Berry Plastics Corp.	9.750	15-Jan-21	9 730	10 382	
3 250	Brunswick Corp.	4.625	15-May-21	3 214	3 475	
13 000	Calpine Corp.	6.000	15-Jan-22	14 177	15 011	
9 500	Carmike Cinemas Inc.	7.375	15-May-19	10 575	11 071	
7 250	CCO Holdings LLC	7.375	01-Jun-20	7 835	8 449	
8 000	CCO Holdings LLC	6.500	30-Apr-21	8 584	9 120	
5 000	Cedar Fair LP	9.125	01-Aug-18	5 650	5 624	
8 000	Chesapeake Energy Corp.	4.875	15-Apr-22	8 805	8 843	
10 000	Choice Hotels International Inc.	5.750	01-Jul-22	10 826	11 502	
2 000	Cinemark USA Inc.	4.875	01-Jun-23	2 041	2 133	
2 500	Clearwater Paper Corp.	7.125	01-Nov-18	2 792	2 813	
5 000	CommScope Inc.	5.500	15-Jun-24	5 471	5 447	
9 000	Community Health Systems Inc.	5.125	15-Aug-18	9 159	10 092	
3 000	Community Health Systems Inc.	5.125	01-Aug-21	3 421	3 296	
14 262	Concho Resources Inc.	7.000	15-Jan-21	15 961	16 773	
5 000	Concho Resources Inc.	5.500	01-Apr-23	5 707	5 760	
7 000	Consol Energy Inc.	5.875	15-Apr-22	7 969	7 840	
15 000	Continental Resources Inc.	7.125	01-Apr-21	17 646	18 141	
6 000	Crown Castle International Corp.	4.875	15-Apr-22	6 628	6 628	
10 000	CSC Holdings LLC	6.750	15-Nov-21	10 826	11 774	
14 725	D.R. Horton Inc.	5.750	15-Aug-23	15 951	16 924	
10 000	Delphi Corp.	6.125	15-May-21	11 034	11 948	
6 000	Denbury Resources Inc.	6.375	15-Aug-21	6 765	6 896	
10 000	Denbury Resources Inc.	5.500	01-May-22	11 019	10 920	
17 500	DISH DBS Corp.	7.875	01-Sep-19	20 199	22 214	
5 000	Frontier Communications Corp.	8.500	15-Apr-20	5 543	6 320	
5 000	Frontier Communications Corp.	7.125	15-Jan-23	5 198	5 680	
11 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	11 478	12 203	
6 375	HCA Inc.	7.250	15-Sep-20	7 234	7 293	
10 300	HCA Inc.	5.875	15-Mar-22	11 106	11 948	
13 900	HDTFS Inc.	6.250	15-Oct-22	14 618	15 772	
11 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	11 824	12 489	
14 000	HJ Heinz Co.	4.250	15-Oct-20	14 493	15 046	
14 000	Ingles Markets Inc.	5.750	15-Jun-23	14 738	15 195	
9 000	Kinder Morgan Inc.	5.625	15-Nov-23	9 826	9 912	
15 000	Lamar Media Corp.	5.375	15-Jan-24	16 641	16 641	
5 000	Lear Corp.	5.375	15-Mar-24	5 606	5 507	
5 000	Levi Strauss & Co.	7.625	15-May-20	5 804	5 767	
12 000	Micron Technology Inc.	5.875	15-Feb-22	13 767	13 760	
8 000	Mobile Mini Inc.	7.875	01-Dec-20	9 244	9 387	
10 000	NCR Corp.	5.000	15-Jul-22	10 129	10 854	
450	NCR Escrow Corp.	5.875	15-Dec-21	479	509	
3 275	Newfield Exploration Co.	5.625	01-Jul-24	3 753	3 852	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
13 000	NRG Energy Inc.	7.875	15-May-21	\$ 14 248	\$ 15 444	
5 000	NRG Energy Inc.	6.250	01-May-24	5 517	5 580	
2 500	Oasis Petroleum Inc.	6.875	15-Mar-22	2 587	2 920	
6 000	Oshkosh Corp.	5.375	01-Mar-22	6 768	6 624	
4 200	Owens-Brockway Glass Container Inc.	7.375	15-May-16	4 653	4 951	
8 000	Prestige Brands Inc.	5.375	15-Dec-21	8 520	8 747	
5 000	Qwest Corp.	6.500	01-Jun-17	5 397	6 067	
13 000	Qwest Corp.	6.750	01-Dec-21	14 517	16 071	
5 000	Range Resources Corp.	6.750	01-Aug-20	5 446	5 760	
4 600	Range Resources Corp.	5.750	01-Jun-21	5 058	5 324	
5 000	Regal Entertainment Group	5.750	15-Mar-22	5 735	5 547	
2 000	Reynolds Group Issuer Inc.	9.000	15-Apr-19	2 225	2 269	
14 150	Reynolds Group Issuer Inc.	6.875	15-Feb-21	15 705	16 364	
15 000	Rite Aid Corp.	8.000	15-Aug-20	17 203	17 681	
2 000	Seagate HDD Cayman USD	4.750	01-Jun-23	2 034	2 160	
8 500	Seagate HDD Cayman USD	4.750	01-Jan-25	9 262	9 044	
9 865	Service Corp. International	7.625	01-Oct-18	11 172	12 391	
4 722	Service Corp International	5.375	15-Jan-22	5 036	5 238	
16 000	Smithfield Foods Inc.	6.625	15-Aug-22	17 156	18 774	
12 475	Sonic Automotive Inc.	7.000	15-Jul-22	13 576	14 671	
1 350	Sonic Automotive Inc.	5.000	15-May-23	1 376	1 422	
5 000	Spirit Aerosystems Inc.	6.750	15-Dec-20	5 555	5 760	
7 700	Sprint Corp.	7.875	15-Sep-23	8 094	9 158	
19 000	Sprint Nextel Corp.	9.000	15-Nov-18	23 970	24 625	
13 000	Standard Pacific Corp.	8.375	15-Jan-21	15 753	16 502	
3 250	T-Mobile USA Inc.	6.731	28-Apr-22	3 476	3 753	
17 350	T-Mobile USA Inc.	6.625	01-Apr-23	18 371	20 173	
1 130	T-Mobile USA Inc.	6.500	15-Jan-24	1 179	1 291	
8 000	Targa Resources Partners LP	6.875	01-Feb-21	9 339	9 280	
2 000	Targa Resources Partners LP	6.375	01-Aug-22	2 269	2 331	
10 000	Tempur Sealy International Inc.	6.875	15-Dec-20	10 891	11 734	
12 000	Tenet Healthcare Corp.	6.000	01-Oct-20	13 058	13 920	
3 000	Tenet Healthcare Corp.	8.125	01-Apr-22	3 401	3 712	
1 825	The AES Corp.	8.000	15-Oct-17	2 059	2 273	
12 000	The AES Corp.	5.500	15-Mar-24	13 297	13 152	
14 975	Toll Brothers Finance Corp.	5.875	15-Feb-22	16 537	17 451	
13 000	Unit Corp.	6.625	15-May-21	14 220	14 872	
11 300	United Rentals North America Inc.	5.750	15-Jul-18	11 895	12 807	
4 000	United Rentals North America Inc.	7.625	15-Apr-22	4 681	4 811	
5 500	Whiting Petroleum Corp.	5.750	15-Mar-21	5 706	6 439	
3 500	Windstream Holdings Inc.	7.750	01-Oct-21	3 779	4 097	
10 000	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	11 322	11 680	
				855 528	898 223	66.3
TOTAL BONDS				1 191 504	1 245 790	92.0
SHORT-TERM INVESTMENTS*						
5 690	Bank of Montreal			5 684	5 684	
44 560	Canadian Imperial Bank of Commerce			44 516	44 516	
21 090	Toronto-Dominion Bank			21 072	21 072	
TOTAL SHORT-TERM INVESTMENTS				71 272	71 272	5.3
TOTAL INVESTMENTS				1 262 776	1 317 062	97.3
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	27 260	2.0
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(793)	(0.1)
TOTAL PORTFOLIO				\$ 1 262 776	1 343 529	99.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					11 203	0.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 354 732	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.14% to 1.16% and mature between July 2, 2014 and July 31, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 16 622 Sold USD 15 000 @ 1.1081	02-Jul-14	\$ 622
Bought CAD 28 908 Sold USD 26 000 @ 1.1119	02-Jul-14	1 175
Bought CAD 1 656 Sold USD 1 500 @ 1.1038	03-Jul-14	56
Bought CAD 26 058 Sold USD 23 198 @ 1.1233	03-Jul-14	1 313
Bought CAD 21 559 Sold USD 19 519 @ 1.1045	08-Jul-14	735
Bought CAD 1 031 Sold USD 931 @ 1.1070	09-Jul-14	37
Bought CAD 1 236 Sold USD 1 137 @ 1.0868	09-Jul-14	23
Bought CAD 13 062 Sold USD 11 840 @ 1.1032	09-Jul-14	430
Bought CAD 2 201 Sold USD 2 015 @ 1.0922	09-Jul-14	51
Bought CAD 8 367 Sold USD 7 700 @ 1.0867	09-Jul-14	153
Bought CAD 11 892 Sold USD 10 896 @ 1.0914	10-Jul-14	267
Bought CAD 24 953 Sold USD 22 567 @ 1.1057	10-Jul-14	876
Bought CAD 5 920 Sold USD 5 500 @ 1.0765	10-Jul-14	52
Bought CAD 954 Sold USD 866 @ 1.1018	10-Jul-14	30
Bought CAD 983 Sold USD 900 @ 1.0919	10-Jul-14	23
Bought CAD 21 187 Sold USD 19 169 @ 1.1053	15-Jul-14	733
Bought CAD 3 279 Sold USD 3 000 @ 1.0932	15-Jul-14	78
Bought CAD 1 089 Sold USD 1 000 @ 1.0888	16-Jul-14	22
Bought CAD 21 823 Sold USD 20 000 @ 1.0912	16-Jul-14	481
Bought CAD 7 404 Sold USD 6 700 @ 1.1051	16-Jul-14	255
Bought CAD 12 753 Sold USD 11 663 @ 1.0935	17-Jul-14	307
Bought CAD 2 450 Sold USD 2 222 @ 1.1026	17-Jul-14	79
Bought CAD 27 154 Sold USD 24 800 @ 1.0949	17-Jul-14	689
Bought CAD 22 882 Sold USD 21 000 @ 1.0896	18-Jul-14	472
Bought CAD 13 143 Sold USD 12 000 @ 1.0952	23-Jul-14	335
Bought CAD 1 686 Sold USD 1 552 @ 1.0864	25-Jul-14	30
Bought CAD 4 870 Sold USD 4 481 @ 1.0868	25-Jul-14	87
Bought CAD 47 462 Sold USD 43 188 @ 1.0990	25-Jul-14	1 365
Bought CAD 9 011 Sold USD 8 175 @ 1.1023	25-Jul-14	285
Bought CAD 28 302 Sold USD 25 708 @ 1.1009	28-Jul-14	861
Bought CAD 26 369 Sold USD 24 005 @ 1.0985	29-Jul-14	744
Bought CAD 10 603 Sold USD 9 748 @ 1.0877	30-Jul-14	197
Bought CAD 12 012 Sold USD 11 000 @ 1.0920	30-Jul-14	269
Bought CAD 12 159 Sold USD 11 000 @ 1.1053	30-Jul-14	416
Bought CAD 11 724 Sold USD 10 769 @ 1.0887	31-Jul-14	228
Bought CAD 27 491 Sold USD 24 845 @ 1.1065	31-Jul-14	969
Bought CAD 10 500 Sold USD 9 500 @ 1.1053	01-Aug-14	359
Bought CAD 15 340 Sold USD 14 100 @ 1.0879	05-Aug-14	286
Bought CAD 16 411 Sold USD 15 000 @ 1.0941	05-Aug-14	397
Bought CAD 16 851 Sold USD 15 317 @ 1.1002	05-Aug-14	498
Bought CAD 27 344 Sold USD 24 838 @ 1.1009	07-Aug-14	825
Bought CAD 15 197 Sold USD 13 927 @ 1.0912	08-Aug-14	326
Bought CAD 2 224 Sold USD 2 070 @ 1.0745	08-Aug-14	14
Bought CAD 25 166 Sold USD 23 000 @ 1.0942	08-Aug-14	608
Bought CAD 4 451 Sold USD 4 085 @ 1.0896	08-Aug-14	89
Bought CAD 7 947 Sold USD 7 280 @ 1.0917	08-Aug-14	174
Bought CAD 15 766 Sold USD 14 439 @ 1.0919	12-Aug-14	347
Bought CAD 19 650 Sold USD 18 000 @ 1.0917	13-Aug-14	429
Bought CAD 2 763 Sold USD 2 548 @ 1.0845	13-Aug-14	42
Bought CAD 30 694 Sold USD 28 151 @ 1.0903	14-Aug-14	632
Bought CAD 16 386 Sold USD 15 000 @ 1.0924	15-Aug-14	367
Bought CAD 18 516 Sold USD 17 000 @ 1.0892	19-Aug-14	360
Bought CAD 7 074 Sold USD 6 500 @ 1.0884	19-Aug-14	132
Bought CAD 10 871 Sold USD 10 000 @ 1.0871	20-Aug-14	191
Bought CAD 2 263 Sold USD 2 117 @ 1.0692	20-Aug-14	2

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 30 816 Sold USD 28 202 @ 1.0927	21-Aug-14	\$ 695
Bought CAD 13 044 Sold USD 12 000 @ 1.0870	22-Aug-14	227
Bought CAD 8 402 Sold USD 7 700 @ 1.0912	22-Aug-14	178
Bought CAD 19 182 Sold USD 17 555 @ 1.0927	25-Aug-14	430
Bought CAD 16 366 Sold USD 15 000 @ 1.0910	26-Aug-14	343
Bought CAD 17 641 Sold USD 16 215 @ 1.0879	27-Aug-14	320
Bought CAD 11 984 Sold USD 11 000 @ 1.0894	28-Aug-14	233
Bought CAD 16 530 Sold USD 15 100 @ 1.0947	28-Aug-14	400
Bought CAD 11 097 Sold USD 10 192 @ 1.0888	03-Sep-14	208
Bought CAD 21 770 Sold USD 20 000 @ 1.0885	03-Sep-14	402
Bought CAD 27 093 Sold USD 24 900 @ 1.0881	04-Sep-14	490
Bought CAD 10 959 Sold USD 10 000 @ 1.0959	08-Sep-14	274
Bought CAD 14 533 Sold USD 13 290 @ 1.0935	09-Sep-14	332
Bought CAD 7 231 Sold USD 6 607 @ 1.0945	11-Sep-14	171
Bought CAD 11 726 Sold USD 10 700 @ 1.0959	12-Sep-14	292
Bought CAD 10 891 Sold USD 10 000 @ 1.0891	15-Sep-14	204
Bought CAD 5 069 Sold USD 4 663 @ 1.0872	17-Sep-14	86
Bought CAD 10 494 Sold USD 9 650 @ 1.0874	18-Sep-14	180
Bought CAD 16 033 Sold USD 15 000 @ 1.0689	18-Sep-14	2
Bought CAD 20 987 Sold USD 19 600 @ 1.0708	19-Sep-14	39
Bought CAD 19 644 Sold USD 18 042 @ 1.0888	22-Sep-14	360
Bought CAD 14 026 Sold USD 12 860 @ 1.0907	23-Sep-14	281
Bought CAD 1 076 Sold USD 1 000 @ 1.0755	24-Sep-14	7
Bought CAD 24 734 Sold USD 23 000 @ 1.0754	24-Sep-14	149
Bought CAD 14 449 Sold USD 13 404 @ 1.0780	26-Sep-14	121
Bought CAD 27 803 Sold USD 26 000 @ 1.0694	29-Sep-14	8
Bought CAD 20 958 Sold USD 19 598 @ 1.0694	02-Oct-14	5

\$ 27 260

Contracts	Maturity Date	Unrealized Loss
Bought USD 15 000 Sold CAD 16 004 @ 1.0669	02-Jul-14	\$ (3)
Bought USD 2 117 Sold CAD 2 261 @ 1.0680	02-Jul-14	(3)
Bought USD 26 000 Sold CAD 27 743 @ 1.0671	02-Jul-14	(9)
Bought USD 19 598 Sold CAD 20 912 @ 1.0670	03-Jul-14	(6)
Bought USD 5 100 Sold CAD 5 534 @ 1.0851	03-Jul-14	(94)
Bought USD 3 551 Sold CAD 3 863 @ 1.0879	29-Jul-14	(73)
Bought USD 5 147 Sold CAD 5 597 @ 1.0874	29-Jul-14	(103)
Bought USD 7 680 Sold CAD 8 357 @ 1.0882	29-Jul-14	(159)
Bought USD 8 914 Sold CAD 9 598 @ 1.0768	29-Jul-14	(83)
Bought USD 1 238 Sold CAD 1 346 @ 1.0872	08-Aug-14	(24)
Bought USD 2 482 Sold CAD 2 709 @ 1.0914	08-Aug-14	(59)
Bought USD 3 542 Sold CAD 3 863 @ 1.0905	08-Aug-14	(81)
Bought USD 4 291 Sold CAD 4 678 @ 1.0902	08-Aug-14	(96)

\$ (793)

TOTAL FOREIGN EXCHANGE

\$ 26 467

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 317 062	\$ 1 140 965	\$ 733 036
Cash	49	21	22
Subscriptions receivable	2 435	2 533	3 273
Unrealized gain on foreign exchange contracts	27 260	1 101	1 776
Dividends receivable, interest accrued and other assets	19 975	17 539	10 695
TOTAL ASSETS	1 366 781	1 162 159	748 802
LIABILITIES			
Due to investment dealers	2 241	–	9 519
Redemptions payable	2 948	1 677	968
Unrealized loss on foreign exchange contracts	793	10 626	735
Distributions payable	5 627	–	–
Accounts payable and accrued expenses	440	423	327
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	12 049	12 726	11 549
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 354 732	\$ 1 149 433	\$ 737 253
Investments at cost	\$ 1 262 776	\$ 1 098 123	\$ 717 851
NAV, END OF PERIOD			
SERIES A	\$ 173 414	\$ 164 164	\$ 132 710
ADVISOR SERIES	\$ 83 190	\$ 88 505	\$ 84 977
SERIES H	\$ 4 250	\$ 1 971	\$ –
SERIES D	\$ 71 158	\$ 55 132	\$ 38 037
SERIES F	\$ 71 129	\$ 69 104	\$ 43 644
SERIES I	\$ 5 971	\$ 2 807	\$ –
SERIES O	\$ 945 620	\$ 767 750	\$ 437 885
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.83	\$ 10.61	\$ 10.69
ADVISOR SERIES	\$ 10.91	\$ 10.70	\$ 10.79
SERIES H	\$ 10.92	\$ 10.69	\$ –
SERIES D	\$ 10.95	\$ 10.73	\$ 10.80
SERIES F	\$ 10.94	\$ 10.73	\$ 10.79
SERIES I	\$ 11.02	\$ 10.75	\$ –
SERIES O	\$ 11.01	\$ 10.79	\$ 10.83

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 36 823	\$ 26 801
Securities lending revenue (see note 6 in the generic notes)	11	2
Net realized gain (loss) on investments	8 574	3 636
Net gain (loss) on foreign currencies and other net assets	(31 334)	(13 244)
Change in unrealized gain (loss) on investments	47 436	(17 796)
TOTAL INCOME (LOSS)	61 510	(601)
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 145	1 934
Administration fees	180	137
Board of Governors costs	1	2
GST/HST	239	229
Withholding tax	143	–
TOTAL EXPENSES	2 708	2 302
INCREASE (DECREASE) IN NAV	\$ 58 802	\$ (2 903)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 7 048	\$ (792)
ADVISOR SERIES	\$ 3 592	\$ (336)
SERIES H	\$ 129	\$ (38)
SERIES D	\$ 2 813	\$ (161)
SERIES F	\$ 3 058	\$ (365)
SERIES I	\$ 191	\$ –
SERIES O	\$ 41 971	\$ (1 211)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.45	\$ (0.10)
ADVISOR SERIES	\$ 0.45	\$ (0.09)
SERIES H	\$ 0.46	\$ (0.04)
SERIES D	\$ 0.47	\$ (0.07)
SERIES F	\$ 0.48	\$ (0.06)
SERIES I	\$ 0.49	\$ (0.01)
SERIES O	\$ 0.53	\$ (0.01)

* Series H and Series I launched April 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 58 802	\$ (2 903)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 574)	(3 636)
Change in unrealized loss (gain) on investments	(47 436)	17 796
(Increase) decrease in accrued receivables	(2 338)	(17 923)
Increase (decrease) in accrued payables	9 156	(5 031)
Cost of investments purchased	(1 212 966)	(1 509 854)
Proceeds on sales of investments	1 056 887	1 232 829
NET CASH PROVIDED BY OPERATING ACTIVITIES	(146 469)	(288 722)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	312 733	402 252
Cash paid on redemption of redeemable units	(154 369)	(105 801)
Distributions paid to holders of redeemable units	(11 867)	(7 741)
NET CASH USED IN FINANCING ACTIVITIES	\$ 146 497	\$ 288 710
Net increase (decrease) in cash for the year	28	(12)
Cash (bank overdraft), beginning of period	21	22
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 49	\$ 10
Interest received	\$ 34 387	\$ 21 246
Dividends received, net of withholding taxes	\$ (143)	\$ –

* Series H and Series I launched April 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 164 164	\$ 132 710	\$ 88 505	\$ 84 977	\$ 1 971	\$ –	\$ 55 132	\$ 38 037
INCREASE (DECREASE) IN NAV	7 048	(792)	3 592	(336)	129	(38)	2 813	(161)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	29 927	55 555	9 982	21 805	2 180	1 175	20 488	18 922
Reinvestments of distributions to holders of redeemable units	3 506	3 392	1 306	1 554	60	4	1 460	1 092
Redemption of redeemable units	(27 498)	(21 113)	(18 308)	(14 610)	(19)	–	(7 172)	(10 782)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 935	37 834	(7 020)	8 749	2 221	1 179	14 776	9 232
Distributions from net income	(3 733)	(3 684)	(1 887)	(2 159)	(71)	(8)	(1 563)	(1 152)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 733)	(3 684)	(1 887)	(2 159)	(71)	(8)	(1 563)	(1 152)
NET INCREASE (DECREASE) IN NAV	9 250	33 358	(5 315)	6 254	2 279	1 133	16 026	7 919
NAV AT END OF PERIOD	\$ 173 414	\$ 166 068	\$ 83 190	\$ 91 231	\$ 4 250	\$ 1 133	\$ 71 158	\$ 45 956

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 69 104	\$ 43 644	\$ 2 807	\$ –	\$ 767 750	\$ 437 885	\$ 1 149 433	\$ 737 253
INCREASE (DECREASE) IN NAV	3 058	(365)	191	–	41 971	(1 211)	58 802	(2 903)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	13 329	27 447	3 647	1	233 180	277 347	312 733	402 252
Reinvestments of distributions to holders of redeemable units	884	888	94	–	15 513	10 749	22 823	17 679
Redemption of redeemable units	(13 521)	(9 724)	(658)	–	(87 193)	(49 572)	(154 369)	(105 801)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	692	18 611	3 083	1	161 500	238 524	181 187	314 130
Distributions from net income	(1 725)	(1 388)	(110)	–	(25 601)	(17 029)	(34 690)	(25 420)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 725)	(1 388)	(110)	–	(25 601)	(17 029)	(34 690)	(25 420)
NET INCREASE (DECREASE) IN NAV	2 025	16 858	3 164	1	177 870	220 284	205 299	285 807
NAV AT END OF PERIOD	\$ 71 129	\$ 60 502	\$ 5 971	\$ 1	\$ 945 620	\$ 658 169	\$ 1 354 732	\$ 1 023 060

* Series H and Series I launched April 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of income with the potential for modest capital growth by investing primarily in higher-yielding corporate debt securities issued by Canadian and U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AA	2.0	–	–
A	0.4	0.5	1.4
BBB	10.4	9.2	18.3
BB	46.3	44.3	39.1
B	39.6	44.2	40.6
CCC	1.3	1.8	0.6
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.5	–	0.4
1 – 5 years	20.8	19.8	28.5
5 – 10 years	77.4	80.1	69.4
> 10 years	1.3	0.1	1.7
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.6% (December 31, 2013 – 3.8%, January 1, 2013 – 4.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 245 790	–	1 245 790
Short-term investments	–	71 272	–	71 272
Derivatives – assets	–	27 260	–	27 260
Derivatives – liabilities	–	(793)	–	(793)
Total financial instruments	–	1 343 529	–	1 343 529
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 033 771	–	1 033 771
Short-term investments	–	107 194	–	107 194
Derivatives – assets	–	1 101	–	1 101
Derivatives – liabilities	–	(10 626)	–	(10 626)
Total financial instruments	–	1 131 440	–	1 131 440
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	618 711	–	618 711
Short-term investments	–	114 325	–	114 325
Derivatives – assets	–	1 776	–	1 776
Derivatives – liabilities	–	(735)	–	(735)
Total financial instruments	–	734 077	–	734 077
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	97	95
Series I	97	95
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	23 662
Non-capital losses	–

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 469	12 415
Issued number of units	2 775	5 162
Reinvested number of units	325	321
Redeemed number of units	(2 555)	(1 965)
Ending number of units	16 014	15 933
Advisor Series		
Opening units	8 268	7 874
Issued number of units	918	2 003
Reinvested number of units	120	146
Redeemed number of units	(1 684)	(1 343)
Ending number of units	7 622	8 680
Series H		
Opening units	184	–
Issued number of units	202	108
Reinvested number of units	5	–
Redeemed number of units	(2)	–
Ending number of units	389	108
Series D		
Opening units	5 140	3 523
Issued number of units	1 880	1 738
Reinvested number of units	134	102
Redeemed number of units	(658)	(994)
Ending number of units	6 496	4 369
Series F		
Opening units	6 441	4 044
Issued number of units	1 219	2 518
Reinvested number of units	81	83
Redeemed number of units	(1 241)	(896)
Ending number of units	6 500	5 749
Series I		
Opening units	261	–
Issued number of units	331	–
Reinvested number of units	9	–
Redeemed number of units	(59)	–
Ending number of units	542	–
Series O		
Opening units	71 174	40 420
Issued number of units	21 275	25 363
Reinvested number of units	1 415	1 004
Redeemed number of units	(7 945)	(4 537)
Ending number of units	85 919	62 250



June 30, 2014

Securities lending (\$000s)

(see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	4 246	10 086
Fair value of collateral received	4 331	10 287

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
Phillips, Hager & North Monthly Income Fund	18 700	17 826
Phillips, Hager & North Core Plus Bond Fund	1 434	1 634
Phillips, Hager & North Enhanced Long Government Bond Fund	–	90
RBC Monthly Income High Yield Bond Fund	233	111
RBC Bond Trust	60	75
RBC Monthly Income Bond Fund	2 774	3 663
RBC Target 2025 Education Fund	3 370	3 624
RBC Target 2030 Education Fund	1 076	680
RBC High Yield Bond Guaranteed Investment Fund	176	22
Total	27 823	27 725

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 019 486	734 716
Revaluation of investments at FVTPL	3 574	2 537
Net assets attributable to holders of redeemable units	1 023 060	737 253

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(3 940)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	1 037
Increase (decrease) in net assets attributable to holders of redeemable units	(2 903)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
RBC \$U.S. HIGH YIELD BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
500	Baytex Energy Corp.	6.625	19-Jul-22	\$ 491	\$ 505	
400	Bombardier Inc. USD	7.750	15-Mar-20	444	454	
200	Corus Entertainment Inc.	4.250	11-Feb-20	183	186	
200	Crew Energy Inc.	8.375	21-Oct-20	191	202	
400	Gibson Energy Inc.	7.000	15-Jul-20	402	408	
150	Gibson Energy Inc.	5.375	15-Jul-22	138	141	
350	HudBay Minerals Inc. USD	9.500	01-Oct-20	359	387	
250	Mattamy Group Corp. USD	6.500	15-Nov-20	248	257	
320	Newalta Corp.	7.750	14-Nov-19	330	325	
100	Newalta Corp.	5.875	01-Apr-21	90	96	
500	Quebecor Media Inc.	7.375	15-Jan-21	510	512	
250	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	227	235	
400	Videotron Ltd.	6.875	15-Jul-21	415	416	
				4 028	4 124	9.1
France						
500	Numericable Group S.A. USD	6.000	15-May-22	500	521	
				500	521	1.2
Japan						
250	SoftBank Corp. USD	4.500	15-Apr-20	248	255	
				248	255	0.6
Luxembourg						
600	ArcelorMittal USD	9.850	01-Jun-19	761	771	
300	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	325	320	
				1 086	1 091	2.4
Singapore						
500	Flextronics International Ltd. USD	4.625	15-Feb-20	506	516	
				506	516	1.1
United States						
600	Access Midstream Partners LP	4.875	15-May-23	597	635	
550	Ally Financial Inc.	8.000	15-Mar-20	660	670	
500	AMC Entertainment Inc.	9.750	01-Dec-20	577	573	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	343	347	
300	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	328	330	
450	Ameristar Casinos Inc.	7.500	15-Apr-21	494	486	
500	Antero Resources Finance Corp.	5.375	01-Nov-21	523	521	
500	Beazer Homes USA Inc.	6.625	15-Apr-18	537	535	
500	Berry Plastics Corp.	9.750	15-Jan-21	585	573	
500	Carmike Cinemas Inc.	7.375	15-May-19	547	546	
200	CCO Holdings LLC	7.375	01-Jun-20	218	219	
350	CCO Holdings LLC	6.500	30-Apr-21	366	374	
500	Cedar Fair LP	5.250	15-Mar-21	509	518	
450	CenturyLink Inc.	6.750	01-Dec-23	459	494	
350	Chaparral Energy Inc.	7.625	15-Nov-22	369	380	
500	Chesapeake Energy Corp.	4.875	15-Apr-22	501	518	
500	Choice Hotels International Inc.	5.750	01-Jul-22	524	539	
350	Cinemark USA Inc.	4.875	01-Jun-23	336	350	
500	CIT Group Inc.	5.000	01-Aug-23	512	513	
205	Clearwater Paper Corp.	7.125	01-Nov-18	219	216	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
200	Community Health Systems Inc.	5.125	15-Aug-18	\$ 211	\$ 210	
300	Community Health Systems Inc.	7.125	15-Jul-20	314	326	
150	Concho Resources Inc.	7.000	15-Jan-21	166	165	
350	Concho Resources Inc.	5.500	01-Apr-23	365	378	
251	Continental Resources Inc.	7.125	01-Apr-21	280	285	
500	Crown Castle International Corp.	4.875	15-Apr-22	498	518	
500	CSC Holdings LLC	6.750	15-Nov-21	552	552	
500	D.R. Horton Inc.	5.750	15-Aug-23	514	539	
450	Denbury Resources Inc.	6.375	15-Aug-21	482	485	
500	Denbury Resources Inc.	5.500	01-May-22	500	512	
500	DISH DBS Corp.	7.875	01-Sep-19	585	595	
250	Frontier Communications Corp.	7.125	15-Jan-23	260	266	
750	Graphic Packaging International Inc.	4.750	15-Apr-21	761	771	
900	HCA Inc.	5.875	15-Mar-22	954	979	
600	HDTFS Inc.	6.250	15-Oct-22	631	638	
500	Ingles Markets Inc.	5.750	15-Jun-23	494	509	
350	International Lease Finance Corp.	8.625	15-Sep-15	388	380	
500	Lamar Media Corp.	5.000	01-May-23	500	506	
500	Lear Corp.	5.375	15-Mar-24	504	516	
532	Levi Strauss & Co.	7.625	15-May-20	580	575	
350	Linn Energy Finance Corp.	8.625	15-Apr-20	376	380	
700	MGM Resorts International	6.750	01-Oct-20	768	783	
400	Mobile Mini Inc.	7.875	01-Dec-20	444	440	
500	NCR Corp.	5.000	15-Jul-22	502	509	
150	Newfield Exploration Co.	5.625	01-Jul-24	157	165	
200	Northern Oil and Gas Inc.	8.000	01-Jun-20	210	215	
500	NRG Energy Inc.	7.875	15-May-21	549	557	
150	Oasis Petroleum Inc.	7.250	01-Feb-19	161	160	
150	Oasis Petroleum Inc.	6.500	01-Nov-21	161	162	
400	Prestige Brands Inc.	8.125	01-Feb-20	448	448	
400	Range Resources Corp.	5.750	01-Jun-21	427	434	
500	Regal Entertainment Group	5.750	15-Mar-22	500	520	
75	Reynolds Group Issuer Inc.	9.000	15-Apr-19	80	80	
350	Reynolds Group Issuer Inc.	6.875	15-Feb-21	381	379	
500	Rite Aid Corp.	8.000	15-Aug-20	558	553	
300	Service Corp. International	7.625	01-Oct-18	346	353	
125	Service Corp International	5.375	15-Jan-22	128	130	
500	Smithfield Foods Inc.	6.625	15-Aug-22	526	550	
350	Sonic Automotive Inc.	7.000	15-Jul-22	383	386	
150	Sonic Automotive Inc.	5.000	15-May-23	139	148	
500	Spirit Aerosystems Inc.	6.750	15-Dec-20	541	540	
500	Sprint Capital Corp.	6.875	15-Nov-28	472	508	
450	Sprint Nextel Corp.	6.000	15-Nov-22	440	461	
500	Standard Pacific Corp.	8.375	15-Jan-21	580	595	
300	T-Mobile USA Inc.	6.731	28-Apr-22	313	325	
200	T-Mobile USA Inc.	6.500	15-Jan-24	203	214	
200	Targa Resources Partners LP	6.875	01-Feb-21	216	218	
378	Targa Resources Partners LP	6.375	01-Aug-22	402	413	
300	Teekay Corp.	8.500	15-Jan-20	334	348	
500	Tempur Sealy International Inc.	6.875	15-Dec-20	541	550	
400	Tenet Healthcare Corp.	6.250	01-Nov-18	437	446	
200	Tenet Healthcare Corp.	8.125	01-Apr-22	218	232	
37	The AES Corp.	8.000	15-Oct-17	43	43	
700	The AES Corp.	5.500	15-Mar-24	706	719	
600	Toll Brothers Finance Corp.	5.875	15-Feb-22	634	656	
500	Unit Corp.	6.625	15-May-21	532	536	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	United Rentals North America Inc.	7.625	15-Apr-22	\$ 563	\$ 564	
500	Whiting Petroleum Corp.	5.750	15-Mar-21	539	549	
150	Windstream Holdings Inc.	7.750	01-Oct-21	157	165	
150	Wynn Las Vegas LLC Corp.	7.875	01-May-20	167	163	
150	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	168	164	
				34 193	34 803	77.1
TOTAL BONDS				40 561	41 310	91.5
SHORT-TERM INVESTMENTS*						
3 426	Bank of Nova Scotia			3 426	3 426	
TOTAL SHORT TERM INVESTMENTS				3 426	3 426	7.6
TOTAL INVESTMENTS				43 987	44 736	99.1
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	21	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(58)	(0.1)
TOTAL PORTFOLIO				\$ 43 987	44 699	99.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					465	1.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 45 164	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at a rate of 0.07% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 33 Sold USD 30 @ 1.0872	08-Aug-14	\$ 1
Bought BRL 489 Sold USD 212 @ 2.3110	11-Aug-14	7
Bought CNH 4 105 Sold USD 655 @ 6.2647	11-Aug-14	4
Bought PEN 642 Sold USD 228 @ 2.8205	02-Sep-14	–
Bought RUB 15 158 Sold USD 431 @ 35.1313	16-Sep-14	7
Bought MXN 8 750 Sold USD 669 @ 13.0807	23-Sep-14	2
		\$ 21
Contracts	Maturity Date	Unrealized Loss
Bought USD 190 Sold CAD 210 @ 1.1070	09-Jul-14	\$ (7)
Bought USD 231 Sold CAD 255 @ 1.1057	10-Jul-14	(8)
Bought USD 200 Sold CAD 220 @ 1.1026	17-Jul-14	(7)
Bought USD 138 Sold CAD 150 @ 1.0886	25-Jul-14	(3)
Bought USD 302 Sold CAD 330 @ 1.0920	08-Aug-14	(7)
Bought USD 647 Sold CAD 706 @ 1.0912	08-Aug-14	(14)
Bought USD 178 Sold CAD 194 @ 1.0903	14-Aug-14	(4)
Bought USD 90 Sold CAD 98 @ 1.0888	03-Sep-14	(2)
Bought USD 1 018 Sold CAD 1 095 @ 1.0755	24-Sep-14	(6)
		\$ (58)
TOTAL FOREIGN EXCHANGE		\$ (37)

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 44 736	\$ 21 415
Cash	2	4
Subscriptions receivable	36	–
Unrealized gain on foreign exchange contracts	21	14
Dividends receivable, interest accrued and other assets	628	320
TOTAL ASSETS	45 423	21 753
LIABILITIES		
Redemptions payable	22	–
Unrealized loss on foreign exchange contracts	58	1
Distributions payable	174	50
Accounts payable and accrued expenses	5	3
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	259	54
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 45 164	\$ 21 699
Investments at cost	\$ 43 987	\$ 21 378
NAV, END OF PERIOD		
SERIES A	\$ 1 753	\$ 576
ADVISOR SERIES	\$ 512	\$ 5
SERIES H	\$ 1	\$ 1
SERIES D	\$ 781	\$ 250
SERIES F	\$ 727	\$ 36
SERIES I	\$ 1	\$ 1
SERIES O	\$ 41 389	\$ 20 830
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 10.31	\$ 10.05
ADVISOR SERIES	\$ 10.34	\$ 10.05
SERIES H	\$ 10.23	\$ 10.01
SERIES D	\$ 10.31	\$ 10.04
SERIES F	\$ 10.37	\$ 10.07
SERIES I	\$ 10.23	\$ 10.01
SERIES O	\$ 10.30	\$ 10.04

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Interest for distribution purposes	\$ 1 010
Net realized gain (loss) on investments	10
Net gain (loss) on foreign currencies and other net assets	61
Change in unrealized gain (loss) on investments	662
TOTAL INCOME (LOSS)	1 743
EXPENSES (see notes – Fund Specific Information)	
Management fees	11
Administration fees	6
Board of Governors costs	1
GST/HST	1
Withholding tax	3
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	21
INCREASE (DECREASE) IN NAV	\$ 1 722
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 36
ADVISOR SERIES	\$ 11
SERIES H	\$ –
SERIES D	\$ 25
SERIES F	\$ 12
SERIES I	\$ –
SERIES O	\$ 1 638
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.43
ADVISOR SERIES	\$ 0.37
SERIES H	\$ 0.46
SERIES D	\$ 0.45
SERIES F	\$ 0.40
SERIES I	\$ 0.49
SERIES O	\$ 0.50

* Fund launched October 2013.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 1 722
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(10)
Change in unrealized loss (gain) on investments	(662)
(Increase) decrease in accrued receivables	(344)
Increase (decrease) in accrued payables	148
Cost of investments purchased	(439 779)
Proceeds on sales of investments	417 180
NET CASH PROVIDED BY OPERATING ACTIVITIES	(21 745)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	25 390
Cash paid on redemption of redeemable units	(3 357)
Distributions paid to holders of redeemable units	(290)
NET CASH USED IN FINANCING ACTIVITIES	\$ 21 743
Net increase (decrease) in cash for the year	(2)
Cash (bank overdraft), beginning of period	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2
Interest received	\$ 702
Dividends received, net of withholding taxes	\$ (3)

* Fund launched October 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ 576	\$ 5	\$ 1	\$ 250
INCREASE (DECREASE) IN NAV	36	11	—	25
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1 664	500	—	806
Reinvestments of distributions to holders of redeemable units	18	2	—	13
Redemption of redeemable units	(522)	—	—	(300)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 160	502	—	519
Distributions from net income	(19)	(6)	—	(13)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(19)	(6)	—	(13)
NET INCREASE (DECREASE) IN NAV	1 177	507	—	531
NAV AT END OF PERIOD	\$ 1 753	\$ 512	\$ 1	\$ 781

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ 36	\$ 1	\$ 20 830	\$ 21 699
INCREASE (DECREASE) IN NAV	12	—	1 638	1 722
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	733	—	21 687	25 390
Reinvestments of distributions to holders of redeemable units	4	—	664	701
Redemption of redeemable units	(51)	—	(2 484)	(3 357)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	686	—	19 867	22 734
Distributions from net income	(7)	—	(946)	(991)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7)	—	(946)	(991)
NET INCREASE (DECREASE) IN NAV	691	—	20 559	23 465
NAV AT END OF PERIOD	\$ 727	\$ 1	\$ 41 389	\$ 45 164

* Fund launched October 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and modest capital growth by investing primarily in higher-yielding corporate debt securities issued by U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013
BBB	1.1	4.5
BB	46.2	33.6
B	50.0	57.0
CCC	2.7	4.9
Total	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013
Less than 1 year	–	–
1 – 5 years	11.6	12.7
5 – 10 years	86.7	85.2
> 10 years	1.7	2.1
Total	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.1% (December 31, 2013 – 4.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	41 310	–	41 310
Short-term investments	–	3 426	–	3 426
Derivatives – assets	–	21	–	21
Derivatives – liabilities	–	(58)	–	(58)
Total financial instruments	–	44 699	–	44 699
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	19 222	–	19 222
Short-term investments	–	2 193	–	2 193
Derivatives – assets	–	14	–	14
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	–	21 428	–	21 428
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	103	101
Advisor Series	103	101
Series H	104	101
Series D	103	101
Series F	103	101
Series I	104	102
Series O	138 251	1 013 333
Value of all units	1 430	10 182

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series A

Opening units	57
Issued number of units	162
Reinvested number of units	2
Redeemed number of units	(51)
Ending number of units	170

Advisor Series

Opening units	1
Issued number of units	49
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	50

Please see the generic notes at the back of the financial statements.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series H

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series D

Opening units	25
Issued number of units	79
Reinvested number of units	1
Redeemed number of units	(29)
Ending number of units	76

Series F

Opening units	4
Issued number of units	71
Reinvested number of units	–
Redeemed number of units	(5)
Ending number of units	70

Series I

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series O

Opening units	2 074
Issued number of units	2 121
Reinvested number of units	65
Redeemed number of units	(242)
Ending number of units	4 018



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL HIGH YIELD BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
6 826 854	BlueBay Emerging Markets Corporate Bond Fund*	\$ 70 465	\$ 73 994	
TOTAL MUTUAL FUND UNITS		70 465	73 994	4.7

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
2 700	Republic of Angola USD	7.000	16-Aug-19	\$ 3 210	\$ 3 151	
				3 210	3 151	0.2
Argentina						
4 925	Republic of Argentina USD	8.280	31-Dec-33	6 134	6 187	
				6 134	6 187	0.4
Armenia						
1 280	Republic of Armenia USD	6.000	30-Sep-20	1 303	1 446	
				1 303	1 446	0.1
Australia						
3 600	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	3 923	4 195	
				3 923	4 195	0.3
Azerbaijan						
8 025	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	9 045	9 116	
900	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	952	960	
				9 997	10 076	0.6
Bahrain						
1 825	Bahrain Government USD	5.500	31-Mar-20	2 002	2 139	
				2 002	2 139	0.1
Belarus						
1 140	Republic of Belarus USD	8.750	03-Aug-15	1 016	1 256	
				1 016	1 256	0.1
Brazil						
3 460	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	4 211	4 161	
9 675	Petrobras International Finance Co. USD	7.875	15-Mar-19	12 257	12 083	
9 995	Republic of Brazil USD	7.125	20-Jan-37	13 328	13 520	
				29 796	29 764	1.9
Canada						
2 750	Air Canada	7.625	01-Oct-19	2 989	2 978	
3 250	Air Canada USD	6.750	01-Oct-19	3 542	3 774	
6 000	Baytex Energy Corp.	6.625	19-Jul-22	6 129	6 461	
3 250	Baytex Energy Corp. USD	5.625	01-Jun-24	3 568	3 485	
6 000	Bombardier Inc. USD	7.750	15-Mar-20	6 982	7 265	
4 000	Cascades Inc.	5.500	15-Jul-21	4 000	3 996	
3 000	Corus Entertainment Inc.	4.250	11-Feb-20	2 995	2 978	
3 000	Crew Energy Inc.	8.375	21-Oct-20	2 984	3 233	
4 500	Gibson Energy Inc.	7.000	15-Jul-20	4 516	4 899	
3 000	Gibson Energy Inc.	5.375	15-Jul-22	3 008	3 030	
4 500	Great Canadian Gaming Corp.	6.625	25-Jul-22	4 555	4 806	
4 000	HudBay Minerals Inc. USD	9.500	01-Oct-20	4 028	4 715	
1 570	Mattamy Group Corp. USD	6.500	15-Nov-20	1 759	1 725	
5 000	Mattamy Group Corp.	6.875	15-Nov-20	5 018	5 173	
5 000	New Gold Inc. USD	7.000	15-Apr-20	5 226	5 720	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
4 950	Newalta Corp.	7.750	14-Nov-19	\$ 5 097	\$ 5 385	
1 000	Newalta Corp.	5.875	01-Apr-21	1 000	1 033	
7 000	Quebecor Media Inc.	7.375	15-Jan-21	7 165	7 659	
3 500	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	3 519	3 526	
6 000	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	6 335	6 800	
5 870	Videotron Ltd.	6.875	15-Jul-21	6 111	6 507	
1 750	Videotron Ltd.	5.625	15-Jun-25	1 771	1 777	
				92 297	96 925	6.2
Chile						
22 638	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	24 097	25 140	
				24 097	25 140	1.6
China						
3 496	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	3 797	3 959	
9 750	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	10 108	11 176	
				13 905	15 135	1.0
Colombia						
5 067	Ecopetrol S.A. USD	7.625	23-Jul-19	6 348	6 648	
3 200	Pacific Rubiales Energy Corp. USD	5.375	26-Jan-19	3 471	3 567	
900	Republic of Colombia USD	11.750	25-Feb-20	1 415	1 396	
11 175	Republic of Colombia USD	8.125	21-May-24	16 681	16 105	
5 515	Republic of Colombia USD	6.125	18-Jan-41	7 022	7 064	
				34 937	34 780	2.2
Costa Rica						
1 700	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	1 772	1 863	
4 900	Costa Rica Government USD	4.375	30-Apr-25	4 968	4 907	
				6 740	6 770	0.5
Croatia						
2 875	Croatia Government USD	6.250	27-Apr-17	3 276	3 329	
11 040	Croatia Government USD	6.750	05-Nov-19	12 374	13 226	
				15 650	16 555	1.1
Dominican Republic						
10 158	Dominican Republic USD	7.500	06-May-21	11 742	12 423	
2 900	Dominican Republic USD	7.450	30-Apr-44	3 320	3 318	
				15 062	15 741	1.0
El Salvador						
6 375	Republic of El Salvador USD	7.375	01-Dec-19	7 510	7 574	
				7 510	7 574	0.5
France						
7 500	Numericable Group S.A. USD	6.000	15-May-22	8 418	8 330	
				8 418	8 330	0.5
Gabon						
2 875	Gabonese Republic USD	6.375	12-Dec-24	3 369	3 373	
				3 369	3 373	0.2
Georgia						
2 700	Georgia Government USD	6.875	12-Apr-21	3 161	3 273	
				3 161	3 273	0.1
Guatemala						
7 155	Republic of Guatemala USD	5.750	06-Jun-22	8 338	8 257	
				8 338	8 257	0.5
Hungary						
9 140	Hungary Government USD	4.125	19-Feb-18	9 934	10 170	
2 460	Hungary Government USD	7.625	29-Mar-41	2 751	3 362	
				12 685	13 532	0.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Iceland						
5 575	Iceland Government USD	5.875	11-May-22	\$ 6 484	\$ 6 568	
				6 484	6 568	0.4
India						
3 950	Export-Import Bank of India USD	4.000	07-Aug-17	4 278	4 450	
3 275	Export-Import Bank of India USD	3.875	02-Oct-19	3 615	3 545	
				7 893	7 995	0.5
Indonesia						
1 180	Government of Indonesia USD	5.875	13-Mar-20	1 430	1 402	
8 635	Government of Indonesia USD	4.875	05-May-21	9 523	9 695	
2 975	Government of Indonesia USD	5.250	17-Jan-42	2 924	3 023	
4 835	Majapahit Holding BV USD	7.750	17-Oct-16	5 541	5 822	
5 585	Pertamina Persero PT USD	5.625	20-May-43	4 987	5 377	
7 395	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	8 267	8 322	
				32 672	33 641	2.1
Iraq						
2 425	Republic of Iraq USD	5.800	15-Jan-28	2 250	2 347	
				2 250	2 347	-
Ireland						
3 955	Ireland Government EUR	5.400	13-Mar-25	5 638	7 327	
				5 638	7 327	0.5
Ivory Coast						
4 050	Ivory Coast Government USD	5.750	31-Dec-32	3 993	4 218	
				3 993	4 218	0.3
Japan						
5 500	SoftBank Corp. USD	4.500	15-Apr-20	5 757	5 984	
				5 757	5 984	0.4
Jordan						
3 805	Jordan Government USD	3.875	12-Nov-15	4 001	4 092	
				4 001	4 092	0.3
Kazakhstan						
5 075	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	6 023	6 016	
4 525	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	5 791	5 834	
4 250	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	4 962	5 071	
6 875	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	6 193	7 077	
6 050	Samruk-Energy JSC USD	3.750	20-Dec-17	6 293	6 542	
				29 262	30 540	1.9
Luxembourg						
6 300	ArcelorMittal USD	9.850	01-Jun-19	7 810	8 635	
5 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	5 013	5 694	
				12 823	14 329	0.9
Malaysia						
1 950	Petronas Capital Ltd. USD	5.250	12-Aug-19	2 237	2 371	
				2 237	2 371	0.2
Mexico						
1 575	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	1 777	1 757	
11 700	Comision Federal de Electricidad USD	4.875	26-May-21	13 091	13 485	
51 000	Mexican Bonos MXN	8.000	11-Jun-20	5 002	4 832	
1 700	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	1 867	1 945	
8 550	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	9 981	10 785	
7 275	Petroleos Mexicanos USD	6.000	05-Mar-20	8 981	8 917	
9 300	Petroleos Mexicanos USD	3.500	30-Jan-23	9 321	9 712	
5 020	United Mexican States USD	5.750	12-Oct-10	5 381	5 715	
				55 401	57 148	3.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Morocco						
2 750	Morocco Government EUR	4.500	05-Oct-20	\$ 3 574	\$ 4 376	
3 525	Morocco Government USD	5.500	11-Dec-42	3 121	3 713	
1 925	OCP S.A. USD	5.625	25-Apr-24	2 107	2 159	
				8 802	10 248	0.7
Netherlands						
5 700	Constellium N.V. USD	5.750	15-May-24	6 399	6 392	
6 000	NXP BV USD	5.750	15-Feb-21	6 764	6 760	
				13 163	13 152	0.8
Nigeria						
2 390	Nigeria Government USD	6.750	28-Jan-21	2 754	2 827	
				2 754	2 827	0.2
Pakistan						
675	Pakistan Government USD	7.250	15-Apr-19	744	741	
				744	741	-
Panama						
12 805	Republic of Panama USD	7.125	29-Jan-26	16 921	17 407	
5 198	Republic of Panama USD	6.700	26-Jan-36	6 985	6 867	
				23 906	24 274	1.5
Peru						
3 575	Banco de Credito del Peru USD	5.375	16-Sep-20	4 211	4 200	
12 285	Republic of Peru USD	7.350	21-Jul-25	16 456	17 389	
5 375	Republic of Peru USD	5.625	18-Nov-50	6 402	6 455	
				27 069	28 044	1.8
Philippines						
17 955	Republic of Philippines USD	8.375	17-Jun-19	24 446	24 398	
11 356	Republic of Philippines USD	7.750	14-Jan-31	16 727	16 808	
116 000	Republic of Philippines PHP	6.250	14-Jan-36	2 967	3 077	
				44 140	44 283	2.8
Poland						
10 540	Government of Poland USD	6.375	15-Jul-19	12 493	13 342	
				12 493	13 342	0.9
Qatar						
3 680	State of Qatar USD	6.400	20-Jan-40	4 810	4 871	
				4 810	4 871	0.3
Romania						
3 295	Romanian Government EUR	4.625	18-Sep-20	4 755	5 422	
7 770	Romanian Government USD	6.750	07-Feb-22	9 366	9 922	
				14 121	15 344	1.0
Russia						
4 880	Gazprom OAO USD	9.250	23-Apr-19	6 551	6 344	
22 470	Russian Federation USD	5.000	31-Mar-30	19 657	19 048	
				26 208	25 392	1.6
Rwanda						
3 170	Rwanda International Government USD	6.625	02-May-23	3 401	3 538	
				3 401	3 538	0.2
Serbia						
8 335	Republic of Serbia USD	5.250	21-Nov-17	8 899	9 302	
4 280	Republic of Serbia USD	5.875	03-Dec-18	4 995	4 879	
4 725	Republic of Serbia USD	7.250	28-Sep-21	5 519	5 774	
				19 413	19 955	1.3
Seychelles						
1 155	Republic of Seychelles USD	5.000	01-Jan-26	1 154	1 164	
				1 154	1 164	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Singapore						
5 250	Flextronics International Ltd. USD	4.625	15-Feb-20	\$ 5 835	\$ 5 782	
				5 835	5 782	0.4
Slovenia						
11 580	Slovenia Government USD	5.500	26-Oct-22	13 250	13 603	
				13 250	13 603	0.9
South Africa						
5 925	Republic of South Africa USD	4.665	17-Jan-24	6 526	6 468	
				6 526	6 468	0.4
South Korea						
6 400	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	6 941	7 579	
				6 941	7 579	0.5
Spain						
7 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	7 184	7 822	
2 480	Spain Government EUR	4.400	31-Oct-23	3 556	4 166	
				10 740	11 988	0.8
Sri Lanka						
5 395	Sri Lanka Government USD	6.250	04-Oct-20	6 359	6 118	
				6 359	6 118	0.4
Supranational						
4 540	African Export-Import Bank USD	5.750	27-Jul-16	4 828	5 077	
5 100	Eurasian Development Bank USD	5.000	26-Sep-20	5 406	5 612	
				10 234	10 689	0.7
Turkey						
2 675	Export Credit Bank of Turkey USD	5.375	04-Nov-16	2 730	3 010	
4 450	Export Credit Bank of Turkey USD	5.875	24-Apr-19	5 012	5 046	
12 250	Republic of Turkey USD	7.500	14-Jul-17	14 822	14 901	
5 700	Republic of Turkey USD	7.000	11-Mar-19	7 059	7 015	
1 600	Republic of Turkey USD	5.750	22-Mar-24	1 761	1 867	
1 650	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	1 732	1 816	
				33 116	33 655	2.1
Ukraine						
3 500	Ukraine Government USD	6.250	17-Jun-16	3 639	3 598	
5 485	Ukraine Government USD	7.950	23-Feb-21	4 964	5 610	
9 400	Ukraine Government USD	7.800	28-Nov-22	9 012	9 526	
				17 615	18 734	1.2
United Kingdom						
7 000	Ineos Finance Plc. USD	7.500	01-May-20	8 250	8 158	
				8 250	8 158	0.5
United Arab Emirates						
1 350	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	1 524	1 692	
4 635	Emirate of Dubai USD	7.750	05-Oct-20	5 417	6 213	
5 000	IPIC GMTN Ltd. USD	5.000	15-Nov-20	5 610	5 974	
				12 551	13 879	0.9
United States						
8 000	Access Midstream Partners LP	4.875	15-May-23	8 817	9 035	
7 500	Ally Financial Inc.	8.000	15-Mar-20	8 239	9 740	
6 000	AMC Entertainment Inc.	9.750	01-Dec-20	7 097	7 328	
6 200	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	6 546	7 655	
6 200	Ameristar Casinos Inc.	7.500	15-Apr-21	6 276	7 143	
7 500	Antero Resources Finance Corp.	5.375	01-Nov-21	8 359	8 330	
6 000	Beazer Homes USA Inc.	6.625	15-Apr-18	6 196	6 848	
6 000	Berry Plastics Corp.	9.750	15-Jan-21	6 644	7 328	
5 800	Brunswick Corp.	4.625	15-May-21	5 837	6 202	
1 500	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	1 639	1 680	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
7 000	Calpine Corp.	6.000	15-Jan-22	\$ 7 858	\$ 8 083	
6 000	Carmike Cinemas Inc.	7.375	15-May-19	6 384	6 992	
2 750	CCO Holdings LLC	7.375	01-Jun-20	2 891	3 205	
5 500	CCO Holdings LLC	6.500	30-Apr-21	5 781	6 270	
4 170	Cedar Fair LP	5.250	15-Mar-21	4 671	4 604	
1 000	CenturyLink Inc.	6.750	01-Dec-23	1 178	1 171	
4 000	Chaparral Energy Inc.	7.625	15-Nov-22	4 183	4 629	
7 000	Chesapeake Energy Corp.	4.875	15-Apr-22	7 722	7 738	
5 996	Choice Hotels International Inc.	5.750	01-Jul-22	6 570	6 896	
3 000	Cinemark USA Inc.	4.875	01-Jun-23	3 123	3 200	
5 250	CIT Group Inc.	5.000	01-Aug-23	5 890	5 747	
3 000	Clearwater Paper Corp.	7.125	01-Nov-18	3 350	3 376	
5 250	CommScope Inc.	5.500	15-Jun-24	5 753	5 719	
3 500	Community Health Systems Inc.	5.125	15-Aug-18	3 539	3 925	
3 000	Community Health Systems Inc.	7.125	15-Jul-20	3 275	3 480	
2 000	Concho Resources Inc.	7.000	15-Jan-21	2 173	2 352	
3 500	Concho Resources Inc.	5.500	01-Apr-23	3 989	4 032	
7 150	Consol Energy Inc.	5.875	15-Apr-22	8 030	8 008	
2 000	Continental Resources Inc.	7.125	01-Apr-21	2 217	2 419	
7 000	Crown Castle International Corp.	4.875	15-Apr-22	7 791	7 733	
6 500	CSC Holdings LLC	6.750	15-Nov-21	6 818	7 653	
7 150	D.R. Horton Inc.	5.750	15-Aug-23	7 966	8 218	
2 800	Denbury Resources Inc.	6.375	15-Aug-21	3 240	3 218	
5 250	Denbury Resources Inc.	5.500	01-May-22	5 793	5 733	
6 300	DISH DBS Corp.	7.875	01-Sep-19	7 288	7 997	
2 500	Eagle Spinco Inc.	4.625	15-Feb-21	2 531	2 657	
4 000	Frontier Communications Corp.	7.125	15-Jan-23	4 135	4 544	
4 750	Graphic Packaging International Inc.	4.750	15-Apr-21	5 253	5 206	
4 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 981	4 437	
11 650	HCA Inc.	5.875	15-Mar-22	13 029	13 514	
7 200	HDTFS Inc.	6.250	15-Oct-22	7 439	8 170	
921	Hearst-Argyle Television Inc.	7.000	15-Jan-18	810	1 027	
5 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	5 542	5 677	
7 150	HJ Heinz Co.	4.250	15-Oct-20	7 750	7 684	
6 200	Ingles Markets Inc.	5.750	15-Jun-23	6 514	6 729	
5 000	International Lease Finance Corp.	8.625	15-Sep-15	5 099	5 787	
7 150	Kinder Morgan Inc.	5.625	15-Nov-23	7 786	7 875	
6 000	Lamar Media Corp.	5.375	15-Jan-24	6 772	6 656	
6 000	Lear Corp.	5.375	15-Mar-24	6 731	6 608	
6 000	Liberty Mutual Group Inc.	7.000	15-Mar-37	7 024	6 816	
4 450	Linn Energy Finance Corp.	8.625	15-Apr-20	4 867	5 150	
7 000	MGM Resorts International	6.750	01-Oct-20	6 943	8 354	
7 150	Micron Technology Inc.	5.875	15-Feb-22	8 325	8 199	
6 300	Mobile Mini Inc.	7.875	01-Dec-20	6 982	7 392	
5 250	NCR Corp.	5.000	15-Jul-22	5 592	5 698	
125	NCR Escrow Corp.	5.875	15-Dec-21	133	141	
1 975	Newfield Exploration Co.	5.625	01-Jul-24	2 263	2 323	
3 500	Northern Oil and Gas Inc.	8.000	01-Jun-20	3 736	4 004	
4 000	NRG Energy Inc.	7.875	15-May-21	4 262	4 752	
4 000	NRG Energy Inc.	6.250	01-May-24	4 454	4 464	
2 500	Oasis Petroleum Inc.	7.250	01-Feb-19	2 643	2 840	
1 500	Oasis Petroleum Inc.	6.500	01-Nov-21	1 525	1 728	
1 400	Oshkosh Corp.	5.375	01-Mar-22	1 586	1 546	
6 000	Prestige Brands Inc.	8.125	01-Feb-20	6 428	7 168	
6 000	Qwest Corp.	6.750	01-Dec-21	6 746	7 418	
4 000	Range Resources Corp.	5.750	01-Jun-21	4 628	4 629	
3 350	Regal Entertainment Group	5.750	15-Mar-22	3 758	3 716	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 700	Reynolds Group Issuer Inc.	9.000	15-Apr-19	\$ 1 898	\$ 1 929	
3 775	Reynolds Group Issuer Inc.	6.875	15-Feb-21	4 181	4 366	
7 500	Rite Aid Corp.	8.000	15-Aug-20	8 573	8 840	
3 000	Seagate HDD Cayman USD	4.750	01-Jun-23	3 310	3 240	
4 400	Service Corp. International	7.625	01-Oct-18	4 858	5 527	
1 500	Service Corp International	5.375	15-Jan-22	1 685	1 664	
1 665	Six Flags Entertainment Corp.	5.250	15-Jan-21	1 852	1 825	
7 000	Smithfield Foods Inc.	6.625	15-Aug-22	7 242	8 214	
4 875	Sonic Automotive Inc.	7.000	15-Jul-22	5 468	5 733	
1 825	Sonic Automotive Inc.	5.000	15-May-23	1 860	1 922	
4 500	Spirit Aerosystems Inc.	6.750	15-Dec-20	4 754	5 184	
7 000	Sprint Capital Corp.	6.875	15-Nov-28	5 770	7 579	
2 000	Sprint Corp.	7.875	15-Sep-23	2 454	2 379	
7 000	Sprint Nextel Corp.	9.000	15-Nov-18	8 208	9 072	
3 350	Sprint Nextel Corp.	6.000	15-Nov-22	3 620	3 663	
4 925	Standard Pacific Corp.	8.375	15-Jan-21	6 075	6 252	
35	T-Mobile USA Inc.	6.731	28-Apr-22	36	40	
6 200	T-Mobile USA Inc.	6.625	01-Apr-23	6 477	7 209	
500	T-Mobile USA Inc.	6.500	15-Jan-24	522	571	
7 000	Targa Resources Partners LP	6.875	01-Feb-21	8 164	8 120	
3 500	Teekay Corp.	8.500	15-Jan-20	3 612	4 331	
5 300	Tempur Sealy International Inc.	6.875	15-Dec-20	5 538	6 219	
4 000	Tenet Healthcare Corp.	6.000	01-Oct-20	4 410	4 640	
3 400	Tenet Healthcare Corp.	8.125	01-Apr-22	3 854	4 207	
791	The AES Corp.	8.000	15-Oct-17	840	985	
7 000	The AES Corp.	5.500	15-Mar-24	7 770	7 672	
7 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	7 628	8 158	
6 272	Unit Corp.	6.625	15-May-21	7 013	7 175	
7 000	United Rentals North America Inc.	7.625	15-Apr-22	8 192	8 419	
4 075	United States Treasury	2.500	15-May-24	4 347	4 341	
6 000	Whiting Petroleum Corp.	5.750	15-Mar-21	7 053	7 024	
3 000	Windstream Holdings Inc.	7.750	01-Oct-21	3 241	3 512	
1 750	Wynn Las Vegas LLC Corp.	7.875	01-May-20	1 793	2 030	
				510 688	538 638	34.4
Uruguay						
4 750	Republic of Uruguay USD	4.500	14-Aug-24	5 067	5 374	
3 550	Republic of Uruguay USD	7.625	21-Mar-36	4 691	5 103	
				9 758	10 477	0.7
Venezuela						
10 550	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	6 157	7 022	
12 775	Republic of Venezuela USD	9.250	15-Sep-27	11 183	11 822	
				17 340	18 844	1.2
TOTAL BONDS				1 343 342	1 401 946	89.4
SHORT-TERM INVESTMENTS*				45 476	45 487	2.9
TOTAL INVESTMENTS				1 459 283	1 521 427	97.0
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(166)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	35 766	2.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(3 763)	(0.2)
TOTAL PORTFOLIO				\$ 1 459 283	1 553 264	99.1
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					13 496	0.9
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 566 760	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.15% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(53) Euro-Bund Future, September 2014 Contracts at EUR 144.86 per contract	\$ (11 412)	\$ (166)
TOTAL FUTURES	\$ (11 412)	\$ (166)

\$400 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 197 Sold USD 185 @ 1.0669	02-Jul-14	\$ -
Bought CAD 35 580 Sold USD 32 000 @ 1.1119	02-Jul-14	1 445
Bought CAD 28 561 Sold USD 25 426 @ 1.1233	03-Jul-14	1 439
Bought CAD 8 830 Sold USD 8 000 @ 1.1038	03-Jul-14	297
Bought EUR 58 Sold CAD 84 @ 0.6855	03-Jul-14	-
Bought CAD 18 549 Sold USD 16 750 @ 1.1074	07-Jul-14	680
Bought CAD 12 549 Sold USD 11 362 @ 1.1045	08-Jul-14	428
Bought CAD 3 563 Sold USD 3 277 @ 1.0871	08-Jul-14	67
Bought CAD 1 082 Sold USD 981 @ 1.1032	09-Jul-14	36
Bought CAD 1 832 Sold USD 1 691 @ 1.0833	09-Jul-14	28
Bought CAD 1 847 Sold USD 1 700 @ 1.0867	09-Jul-14	34
Bought CAD 10 338 Sold USD 9 418 @ 1.0977	09-Jul-14	290
Bought CAD 29 833 Sold USD 27 000 @ 1.1049	09-Jul-14	1 028
Bought CAD 7 201 Sold USD 6 626 @ 1.0868	09-Jul-14	132
Bought CAD 15 162 Sold USD 13 892 @ 1.0914	10-Jul-14	340
Bought CAD 15 731 Sold USD 14 227 @ 1.1057	10-Jul-14	552
Bought CAD 3 206 Sold USD 2 910 @ 1.1018	10-Jul-14	101
Bought CAD 3 229 Sold USD 3 000 @ 1.0765	10-Jul-14	29
Bought CAD 7 567 Sold USD 6 930 @ 1.0919	10-Jul-14	174
Bought CAD 17 721 Sold USD 16 000 @ 1.1076	14-Jul-14	649
Bought CAD 19 651 Sold USD 18 000 @ 1.0917	14-Jul-14	445
Bought CAD 1 074 Sold USD 1 000 @ 1.0739	15-Jul-14	7
Bought CAD 12 025 Sold USD 11 000 @ 1.0932	15-Jul-14	287
Bought CAD 18 789 Sold USD 17 000 @ 1.1052	16-Jul-14	649
Bought CAD 2 763 Sold USD 2 500 @ 1.1051	16-Jul-14	95
Bought CAD 258 Sold EUR 170 @ 1.5176	16-Jul-14	10
Bought CAD 5 009 Sold USD 4 600 @ 1.0888	16-Jul-14	100
Bought CAD 607 Sold EUR 400 @ 1.5176	16-Jul-14	23
Bought CAD 7 328 Sold USD 6 700 @ 1.0937	16-Jul-14	178
Bought CAD 11 278 Sold USD 10 300 @ 1.0949	17-Jul-14	284
Bought CAD 11 875 Sold USD 10 860 @ 1.0935	17-Jul-14	284
Bought CAD 9 323 Sold USD 8 456 @ 1.1026	17-Jul-14	300
Bought CAD 4 686 Sold EUR 3 077 @ 1.5230	22-Jul-14	189
Bought CAD 17 856 Sold USD 16 304 @ 1.0952	23-Jul-14	455
Bought CAD 109 Sold USD 100 @ 1.0875	24-Jul-14	2
Bought CAD 112 Sold USD 102 @ 1.1010	24-Jul-14	3
Bought CAD 3 835 Sold EUR 2 563 @ 1.4963	24-Jul-14	89
Bought USD 185 Sold CAD 197 @ 1.0675	24-Jul-14	-
Bought CAD 16 581 Sold USD 15 000 @ 1.1054	25-Jul-14	570
Bought CAD 3 260 Sold USD 3 000 @ 1.0868	25-Jul-14	58
Bought CAD 3 786 Sold USD 3 435 @ 1.1023	25-Jul-14	120

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 5 771 Sold USD 5 312 @ 1.0864	25-Jul-14	\$ 101
Bought CAD 9 740 Sold USD 8 863 @ 1.0990	25-Jul-14	280
Bought CAD 32 463 Sold USD 29 487 @ 1.1009	28-Jul-14	987
Bought CAD 31 302 Sold USD 28 496 @ 1.0985	29-Jul-14	884
Bought CAD 14 195 Sold USD 13 000 @ 1.0920	30-Jul-14	318
Bought CAD 22 107 Sold USD 20 000 @ 1.1053	30-Jul-14	757
Bought CAD 19 844 Sold USD 17 934 @ 1.1065	31-Jul-14	699
Bought CAD 25 693 Sold USD 23 600 @ 1.0887	31-Jul-14	499
Bought MXN 8 767 Sold CAD 719 @ 0.0820	31-Jul-14	-
Bought TWD 131 521 Sold CAD 4 706 @ 0.0358	31-Jul-14	-
Bought TWD 87 900 Sold CAD 3 145 @ 0.0358	31-Jul-14	-
Bought CAD 1 122 Sold EUR 739 @ 1.5182	01-Aug-14	42
Bought CAD 1 308 Sold USD 1 200 @ 1.0901	05-Aug-14	27
Bought CAD 10 915 Sold USD 10 000 @ 1.0915	05-Aug-14	238
Bought CAD 11 112 Sold USD 10 100 @ 1.1002	05-Aug-14	328
Bought CAD 23 173 Sold USD 21 300 @ 1.0879	05-Aug-14	432
Bought RUB 479 402 Sold CAD 14 752 @ 0.0308	05-Aug-14	221
Bought CAD 22 974 Sold USD 21 000 @ 1.0940	06-Aug-14	553
Bought CAD 28 994 Sold USD 26 337 @ 1.1009	07-Aug-14	874
Bought CAD 1 972 Sold USD 1 835 @ 1.0745	08-Aug-14	12
Bought CAD 24 992 Sold USD 22 904 @ 1.0912	08-Aug-14	537
Bought CAD 5 704 Sold USD 5 235 @ 1.0896	08-Aug-14	114
Bought CAD 6 175 Sold USD 5 655 @ 1.0920	08-Aug-14	137
Bought CAD 8 936 Sold USD 8 355 @ 1.0696	08-Aug-14	15
Bought CAD 11 021 Sold USD 10 110 @ 1.0901	12-Aug-14	225
Bought CAD 18 145 Sold USD 16 618 @ 1.0919	12-Aug-14	400
Bought CAD 4 677 Sold EUR 3 116 @ 1.5009	12-Aug-14	120
Bought CAD 20 767 Sold USD 19 150 @ 1.0845	13-Aug-14	318
Bought CAD 23 867 Sold USD 21 810 @ 1.0943	13-Aug-14	577
Bought CAD 2 391 Sold EUR 1 600 @ 1.4942	14-Aug-14	51
Bought CAD 23 923 Sold USD 21 941 @ 1.0903	14-Aug-14	493
Bought CAD 18 716 Sold USD 17 133 @ 1.0924	15-Aug-14	419
Bought CAD 15 781 Sold USD 14 500 @ 1.0884	19-Aug-14	295
Bought CAD 21 784 Sold USD 20 000 @ 1.0892	19-Aug-14	424
Bought CAD 10 871 Sold USD 10 000 @ 1.0871	20-Aug-14	191
Bought CAD 11 897 Sold USD 11 127 @ 1.0692	20-Aug-14	13
Bought CAD 21 850 Sold USD 20 000 @ 1.0925	20-Aug-14	490
Bought CAD 3 206 Sold EUR 2 144 @ 1.4952	20-Aug-14	70
Bought CAD 29 388 Sold USD 26 895 @ 1.0927	21-Aug-14	663
Bought CAD 9 795 Sold USD 9 000 @ 1.0883	21-Aug-14	182
Bought CAD 11 785 Sold USD 10 800 @ 1.0912	22-Aug-14	250
Bought CAD 15 218 Sold USD 14 000 @ 1.0870	22-Aug-14	265
Bought CAD 37 721 Sold USD 34 522 @ 1.0927	25-Aug-14	846
Bought CAD 21 821 Sold USD 20 000 @ 1.0910	26-Aug-14	457
Bought CAD 25 376 Sold USD 23 325 @ 1.0879	27-Aug-14	460
Bought CAD 1 095 Sold USD 1 000 @ 1.0947	28-Aug-14	26
Bought CAD 25 710 Sold USD 23 600 @ 1.0894	28-Aug-14	500
Bought CAD 934 Sold EUR 632 @ 1.4786	28-Aug-14	10
Bought CAD 7 197 Sold KRW 6 782 892 @ 0.0011	29-Aug-14	53
Bought CAD 205 Sold USD 190 @ 1.0779	02-Sep-14	2
Bought CAD 19 593 Sold USD 18 000 @ 1.0885	03-Sep-14	362
Bought CAD 25 029 Sold USD 22 992 @ 1.0886	03-Sep-14	465
Bought CAD 27 473 Sold USD 25 233 @ 1.0888	03-Sep-14	515
Bought CAD 5 839 Sold USD 5 372 @ 1.0869	03-Sep-14	99
Bought CAD 22 463 Sold USD 20 645 @ 1.0881	04-Sep-14	406

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 25 539 Sold USD 23 307 @ 1.0958	05-Sep-14	\$ 638
Bought CAD 1 548 Sold EUR 1 036 @ 1.4942	08-Sep-14	32
Bought CAD 26 301 Sold USD 24 000 @ 1.0959	08-Sep-14	657
Bought CAD 1 006 Sold EUR 679 @ 1.4819	09-Sep-14	12
Bought CAD 20 795 Sold USD 19 016 @ 1.0935	09-Sep-14	476
Bought CAD 34 316 Sold USD 31 354 @ 1.0945	11-Sep-14	812
Bought CAD 21 918 Sold USD 20 000 @ 1.0959	12-Sep-14	546
Bought CAD 35 939 Sold USD 33 000 @ 1.0891	15-Sep-14	673
Bought CAD 4 406 Sold USD 4 053 @ 1.0872	17-Sep-14	75
Bought CAD 27 319 Sold USD 25 123 @ 1.0874	18-Sep-14	469
Bought CAD 75 Sold USD 70 @ 1.0734	18-Sep-14	–
Bought CAD 42 383 Sold USD 39 582 @ 1.0708	19-Sep-14	79
Bought CAD 28 160 Sold USD 25 863 @ 1.0888	22-Sep-14	516
Bought CAD 21 306 Sold USD 19 534 @ 1.0907	23-Sep-14	426
Bought CAD 22 879 Sold USD 21 272 @ 1.0755	24-Sep-14	141
Bought CAD 32 666 Sold USD 30 000 @ 1.0889	25-Sep-14	598
Bought CAD 34 220 Sold USD 32 000 @ 1.0694	29-Sep-14	10
Bought CAD 29 329 Sold USD 27 426 @ 1.0694	02-Oct-14	7
		<u>\$ 35 766</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 11 127 Sold CAD 11 884 @ 1.0680	02-Jul-14	\$ (14)
Bought USD 185 Sold CAD 201 @ 1.0870	02-Jul-14	(4)
Bought USD 32 000 Sold CAD 34 146 @ 1.0671	02-Jul-14	(11)
Bought USD 2 500 Sold CAD 2 717 @ 1.0869	03-Jul-14	(50)
Bought USD 27 426 Sold CAD 29 264 @ 1.0670	03-Jul-14	(9)
Bought USD 3 500 Sold CAD 3 798 @ 1.0851	03-Jul-14	(64)
Bought USD 10 500 Sold CAD 11 478 @ 1.0931	09-Jul-14	(275)
Bought USD 12 875 Sold CAD 14 062 @ 1.0922	09-Jul-14	(326)
Bought USD 2 500 Sold CAD 2 679 @ 1.0715	09-Jul-14	(12)
Bought TWD 204 072 Sold CAD 7 461 @ 0.0366	10-Jul-14	(171)
Bought PHP 297 710 Sold CAD 7 316 @ 0.0246	24-Jul-14	(33)
Bought USD 114 Sold CAD 124 @ 1.0877	24-Jul-14	(2)
Bought USD 13 579 Sold CAD 15 012 @ 1.1056	24-Jul-14	(519)
Bought USD 200 Sold CAD 218 @ 1.0891	24-Jul-14	(4)
Bought USD 319 Sold CAD 346 @ 1.0858	24-Jul-14	(6)
Bought USD 350 Sold CAD 383 @ 1.0939	24-Jul-14	(9)
Bought USD 4 974 Sold CAD 5 498 @ 1.1053	24-Jul-14	(189)
Bought USD 273 Sold CAD 293 @ 1.0746	29-Jul-14	(2)
Bought MXN 13 050 Sold CAD 1 086 @ 0.0832	31-Jul-14	(15)
Bought MXN 14 885 Sold CAD 1 239 @ 0.0832	31-Jul-14	(17)
Bought MXN 76 152 Sold CAD 6 359 @ 0.0835	31-Jul-14	(108)
Bought MXN 92 001 Sold CAD 7 682 @ 0.0835	31-Jul-14	(131)
Bought EUR 1 600 Sold CAD 2 383 @ 1.4894	01-Aug-14	(44)
Bought USD 2 531 Sold CAD 2 726 @ 1.0770	07-Aug-14	(24)
Bought USD 6 738 Sold CAD 7 330 @ 1.0878	07-Aug-14	(136)
Bought USD 1 000 Sold CAD 1 091 @ 1.0905	08-Aug-14	(23)
Bought USD 1 548 Sold CAD 1 696 @ 1.0958	08-Aug-14	(43)
Bought USD 13 000 Sold CAD 14 192 @ 1.0917	08-Aug-14	(311)
Bought USD 2 082 Sold CAD 2 272 @ 1.0914	08-Aug-14	(49)
Bought USD 2 669 Sold CAD 2 910 @ 1.0902	08-Aug-14	(60)
Bought USD 327 Sold CAD 358 @ 1.0955	08-Aug-14	(9)
Bought USD 941 Sold CAD 1 023 @ 1.0872	08-Aug-14	(18)
Bought USD 958 Sold CAD 1 043 @ 1.0887	08-Aug-14	(20)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 809 Sold CAD 882 @ 1.0902	14-Aug-14	\$ (18)
Bought IDR 42 536 441 Sold CAD 3 840 @ 0.0001	20-Aug-14	(36)
Bought USD 1 025 Sold CAD 1 116 @ 1.0883	25-Aug-14	(21)
Bought USD 200 Sold CAD 218 @ 1.0877	25-Aug-14	(4)
Bought USD 212 Sold CAD 230 @ 1.0872	25-Aug-14	(4)
Bought USD 556 Sold CAD 595 @ 1.0695	25-Aug-14	(1)
Bought KRW 6 782 892 Sold CAD 7 192 @ 0.0011	29-Aug-14	(48)
Bought USD 1 585 Sold CAD 1 725 @ 1.0883	02-Sep-14	(32)
Bought USD 18 283 Sold CAD 19 903 @ 1.0886	02-Sep-14	(370)
Bought USD 1 221 Sold CAD 1 324 @ 1.0843	08-Sep-14	(19)
Bought USD 3 650 Sold CAD 3 970 @ 1.0878	08-Sep-14	(70)
Bought USD 463 Sold CAD 502 @ 1.0844	08-Sep-14	(7)
Bought USD 471 Sold CAD 513 @ 1.0888	08-Sep-14	(10)
Bought USD 525 Sold CAD 569 @ 1.0844	08-Sep-14	(8)
Bought USD 7 404 Sold CAD 8 051 @ 1.0874	08-Sep-14	(140)
Bought MXN 78 537 Sold CAD 6 546 @ 0.0833	12-Sep-14	(110)
Bought USD 1 041 Sold CAD 1 129 @ 1.0847	18-Sep-14	(17)
Bought USD 325 Sold CAD 350 @ 1.0757	18-Sep-14	(2)
Bought USD 390 Sold CAD 418 @ 1.0707	18-Sep-14	(1)
Bought USD 74 Sold CAD 80 @ 1.0847	18-Sep-14	(1)
Bought USD 8 539 Sold CAD 9 261 @ 1.0846	18-Sep-14	(135)
Bought USD 85 Sold CAD 92 @ 1.0852	18-Sep-14	(1)
		<u>\$ (3 763)</u>

TOTAL FOREIGN EXCHANGE

\$ 32 003

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 521 427	\$ 1 254 134	\$ 1 124 118
Cash	526	171	210
Due from investment dealers	4 121	–	–
Subscriptions receivable	22 568	4 370	8 456
Unrealized gain on futures contracts	–	59	–
Futures contracts margin receivable	159	–	–
Unrealized gain on foreign exchange contracts	35 766	2 526	4 092
Dividends receivable, interest accrued and other assets	20 537	18 615	17 147
TOTAL ASSETS	1 605 104	1 279 875	1 154 023
LIABILITIES			
Due to investment dealers	29 595	–	–
Redemptions payable	2 958	3 063	475
Unrealized loss on futures contracts	166	–	–
Futures contracts margin payable	–	75	–
Unrealized loss on foreign exchange contracts	3 763	13 450	2 731
Distributions payable	1 052	1	–
Accounts payable and accrued expenses	810	897	913
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	38 344	17 486	4 119
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 566 760	\$ 1 262 389	\$ 1 149 904
Investments at cost	\$ 1 459 283	\$ 1 214 163	\$ 1 073 225
NAV, END OF PERIOD			
SERIES A	\$ 213 634	\$ 230 557	\$ 259 867
ADVISOR SERIES	\$ 260 927	\$ 280 799	\$ 285 063
SERIES H	\$ 2 672	\$ 2 502	\$ –
SERIES D	\$ 36 042	\$ 37 350	\$ 53 179
SERIES F	\$ 97 789	\$ 104 214	\$ 114 999
SERIES I	\$ 3 929	\$ 2 397	\$ –
SERIES O	\$ 951 767	\$ 604 570	\$ 436 796
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.69	\$ 10.30	\$ 10.81
ADVISOR SERIES	\$ 10.62	\$ 10.24	\$ 10.73
SERIES H	\$ 10.83	\$ 10.43	\$ –
SERIES D	\$ 10.84	\$ 10.45	\$ 10.99
SERIES F	\$ 10.95	\$ 10.57	\$ 11.08
SERIES I	\$ 11.18	\$ 10.74	\$ –
SERIES O	\$ 10.87	\$ 10.46	\$ 10.93

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 38 188	\$ 37 409
Net gain (loss) from futures contracts	(873)	100
Other income received from underlying funds	1 911	1 480
Securities lending revenue (see note 6 in the generic notes)	35	21
Net realized gain (loss) on investments	26 721	12 655
Net gain (loss) on foreign currencies and other net assets	(39 103)	(24 881)
Change in unrealized gain (loss) on investments	65 100	(64 308)
TOTAL INCOME (LOSS)	91 979	(37 524)
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 171	5 310
Administration fees	282	317
Board of Governors costs	1	2
GST/HST	490	648
TOTAL EXPENSES	4 944	6 277
INCREASE (DECREASE) IN NAV	\$ 87 035	\$ (43 801)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 12 831	\$ (10 566)
ADVISOR SERIES	\$ 15 875	\$ (12 279)
SERIES H	\$ 157	\$ –
SERIES D	\$ 2 216	\$ (1 829)
SERIES F	\$ 6 261	\$ (4 490)
SERIES I	\$ 159	\$ –
SERIES O	\$ 49 536	\$ (14 637)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.63	\$ (0.41)
ADVISOR SERIES	\$ 0.61	\$ (0.40)
SERIES H	\$ 0.64	\$ –
SERIES D	\$ 0.66	\$ (0.38)
SERIES F	\$ 0.68	\$ (0.37)
SERIES I	\$ 0.71	\$ –
SERIES O	\$ 0.72	\$ (0.31)

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 87 035	\$ (43 801)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(26 721)	(12 629)
Change in unrealized loss (gain) on investments	(65 100)	64 308
(Increase) decrease in accrued receivables	(24 241)	(5 296)
Increase (decrease) in accrued payables	30 454	18 764
Cost of investments purchased	(1 119 456)	(1 206 457)
Proceeds on sales of investments	901 048	995 861
NET CASH PROVIDED BY OPERATING ACTIVITIES	(216 981)	(189 250)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	399 684	357 892
Cash paid on redemption of redeemable units	(174 610)	(157 574)
Distributions paid to holders of redeemable units	(7 738)	(11 094)
NET CASH USED IN FINANCING ACTIVITIES	\$ 217 336	\$ 189 224
Net increase (decrease) in cash for the year	355	(26)
Cash (bank overdraft), beginning of period	171	210
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 526	\$ 184
Interest received	\$ 36 266	\$ 34 272
Dividends received, net of withholding taxes	\$ –	\$ –

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 230 557	\$ 259 867	\$ 280 799	\$ 285 063	\$ 2 502	\$ –	\$ 37 350	\$ 53 179
INCREASE (DECREASE) IN NAV	12 831	(10 566)	15 875	(12 279)	157	–	2 216	(1 829)
Early redemption fees	–	3	–	–	–	–	–	2
Proceeds from redeemable units issued	14 277	75 305	17 005	89 967	83	–	5 999	20 976
Reinvestments of distributions to holders of redeemable units	4 347	5 780	4 717	5 691	36	–	889	1 469
Redemption of redeemable units	(43 614)	(46 957)	(51 542)	(36 563)	(46)	–	(9 497)	(25 148)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(24 990)	34 131	(29 820)	59 095	73	–	(2 609)	(2 701)
Distributions from net income	(4 764)	(6 381)	(5 927)	(7 261)	(60)	–	(915)	(1 516)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 764)	(6 381)	(5 927)	(7 261)	(60)	–	(915)	(1 516)
NET INCREASE (DECREASE) IN NAV	(16 923)	17 184	(19 872)	39 555	170	–	(1 308)	(6 046)
NAV AT END OF PERIOD	\$ 213 634	\$ 277 051	\$ 260 927	\$ 324 618	\$ 2 672	\$ –	\$ 36 042	\$ 47 133

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 104 214	\$ 114 999	\$ 2 397	\$ –	\$ 604 570	\$ 436 796	\$ 1 262 389	\$ 1 149 904
INCREASE (DECREASE) IN NAV	6 261	(4 490)	159	–	49 536	(14 637)	87 035	(43 801)
Early redemption fees	–	–	–	–	–	–	–	5
Proceeds from redeemable units issued	18 082	47 845	2 409	–	341 829	123 799	399 684	357 892
Reinvestments of distributions to holders of redeemable units	1 683	2 317	48	–	17 289	7 745	29 009	23 002
Redemption of redeemable units	(29 810)	(24 634)	(1 016)	–	(39 085)	(24 277)	(174 610)	(157 579)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(10 045)	25 528	1 441	–	320 033	107 267	254 083	223 320
Distributions from net income	(2 641)	(3 540)	(68)	–	(22 372)	(15 398)	(36 747)	(34 096)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 641)	(3 540)	(68)	–	(22 372)	(15 398)	(36 747)	(34 096)
NET INCREASE (DECREASE) IN NAV	(6 425)	17 498	1 532	–	347 197	77 232	304 371	145 423
NAV AT END OF PERIOD	\$ 97 789	\$ 132 497	\$ 3 929	\$ –	\$ 951 767	\$ 514 028	\$ 1 566 760	\$ 1 295 327

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average total returns comprised of interest income and capital growth by investing in higher-yielding corporate or government debt securities available in international markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	0.3	–	–
AA	4.9	2.6	1.2
A	4.8	5.7	6.2
BBB	25.9	33.7	26.3
BB	33.7	27.0	29.8
B	26.4	26.4	33.5
CCC	3.1	2.7	1.1
Unrated	0.9	1.9	1.9
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.1	0.2	0.8
1 – 5 years	18.5	19.4	20.8
5 – 10 years	65.3	59.4	60.1
> 10 years	16.1	21.0	18.3
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.0% (December 31, 2013 – 5.3%, January 1, 2013 – 6.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	3.9	–	1.7
Mexican peso	1.8	0.9	1.0
Russian rouble	1.0	1.5	1.2
New Taiwan dollar	1.0	–	–
Philippine peso	0.7	0.6	–
Indonesian rupiah	0.2	–	–
Brazilian real	–	1.0	0.5
Turkish new lira	–	1.0	–
Norwegian krone	–	–	0.5
Other currencies	–	–	0.2
Total	8.6	5.0	5.1

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%).

In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	73 994	–	–	73 994
Fixed-income and debt securities	–	1 401 946	–	1 401 946
Short-term investments	–	45 487	–	45 487
Derivatives – assets	–	35 766	–	35 766
Derivatives – liabilities	(166)	(3 763)	–	(3 929)
Total financial instruments	73 828	1 479 436	–	1 553 264
% of total portfolio	4.8	95.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	68 704	–	–	68 704
Fixed-income and debt securities	–	1 166 160	–	1 166 160
Short-term investments	–	19 270	–	19 270
Derivatives – assets	59	2 526	–	2 585
Derivatives – liabilities	–	(13 450)	–	(13 450)
Total financial instruments	68 763	1 174 506	–	1 243 269
% of total portfolio	5.6	94.4	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	52 893	–	–	52 893
Fixed-income and debt securities	–	1 052 674	–	1 052 674
Short-term investments	–	18 551	–	18 551
Derivatives – assets	–	4 092	–	4 092
Derivatives – liabilities	–	(2 731)	–	(2 731)
Total financial instruments	52 893	1 072 586	–	1 125 479
% of total portfolio	4.7	95.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	100	98
Series I	98	96
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	35 750
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	22 379	24 040
Issued number of units	1 356	6 967
Reinvested number of units	412	553
Redeemed number of units	(4 158)	(4 383)
Ending number of units	19 989	27 177
Advisor Series		
Opening units	27 429	26 572
Issued number of units	1 625	8 384
Reinvested number of units	449	549
Redeemed number of units	(4 932)	(3 434)
Ending number of units	24 571	32 071
Series H		
Opening units	240	–
Issued number of units	8	–
Reinvested number of units	3	–
Redeemed number of units	(4)	–
Ending number of units	247	–
Series D		
Opening units	3 574	4 839
Issued number of units	560	1 906
Reinvested number of units	83	138
Redeemed number of units	(892)	(2 323)
Ending number of units	3 325	4 560



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	9 863	10 376
Issued number of units	1 667	4 316
Reinvested number of units	155	217
Redeemed number of units	(2 758)	(2 233)
Ending number of units	8 927	12 676
Series I		
Opening units	223	–
Issued number of units	217	–
Reinvested number of units	4	–
Redeemed number of units	(93)	–
Ending number of units	351	–
Series O		
Opening units	57 822	39 968
Issued number of units	31 784	11 354
Reinvested number of units	1 603	734
Redeemed number of units	(3 656)	(2 219)
Ending number of units	87 553	49 837

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	18 663	37 439
Fair value of collateral received	19 036	38 188

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Monthly Income High Yield Bond Fund	236	114
RBC Managed Payout Solution	13 543	–
RBC Managed Payout Solution – Enhanced	29 783	27 090
RBC Balanced Growth & Income Fund	2 830	1 203
Total	46 392	28 407

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 290 149	1 145 603
Revaluation of investments at FVTPL	5 178	4 301
Net assets attributable to holders of redeemable units	1 295 327	1 149 904
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(44 678)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		877
Increase (decrease) in net assets attributable to holders of redeemable units		(43 801)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MONTHLY INCOME HIGH YIELD BOND FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
233 390	RBC High Yield Bond Fund*	\$ 2 540	\$ 2 569	14.6
520 168	RBC Global Corporate Bond Fund*	4 994	5 076	28.9
236 235	RBC Global High Yield Bond Fund*	2 504	2 567	14.6
171 908	BlueBay Global Convertible Bond Fund (Canada)*	1 956	2 034	11.6
245 393	RBC Emerging Markets Bond Fund*	2 520	2 581	14.7
238 144	BlueBay Emerging Markets Corporate Bond Fund*	2 526	2 582	14.7
TOTAL MUTUAL FUND UNITS		17 040	17 409	99.1
SHORT-TERM INVESTMENTS†		554	554	3.2
TOTAL INVESTMENTS		\$ 17 594	17 963	102.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(407)	(2.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 17 556	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 17 963	\$ 7 887
Cash	5	5
Subscriptions receivable	91	114
Dividends receivable, interest accrued and other assets	–	1
TOTAL ASSETS	18 059	8 007
LIABILITIES		
Due to investment dealers	460	–
Redemptions payable	16	–
Distributions payable	3	3
Accounts payable and accrued expenses	24	10
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	503	13
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 17 556	\$ 7 994
Investments at cost	\$ 17 594	\$ 7 869
NAV, END OF PERIOD		
SERIES A	\$ 11 952	\$ 6 169
ADVISOR SERIES	\$ 1 209	\$ 185
SERIES H	\$ 15	\$ 15
SERIES D	\$ 3 891	\$ 1 524
SERIES F	\$ 144	\$ 98
SERIES I	\$ 344	\$ 1
SERIES O	\$ 1	\$ 2
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 10.41	\$ 10.03
ADVISOR SERIES	\$ 10.42	\$ 10.04
SERIES H	\$ 10.39	\$ 10.00
SERIES D	\$ 10.49	\$ 10.07
SERIES F	\$ 10.50	\$ 10.08
SERIES I	\$ 10.40	\$ 9.98
SERIES O	\$ 10.47	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Interest for distribution purposes	\$ 1
Other income received from underlying funds	356
Net realized gain (loss) on investments	7
Net gain (loss) on foreign currencies and other net assets	(1)
Change in unrealized gain (loss) on investments	351
TOTAL INCOME (LOSS)	714
EXPENSES (see notes – Fund Specific Information)	
Management fees	87
Administration fees	4
Board of Governors costs	1
GST/HST	10
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	101
INCREASE (DECREASE) IN NAV	\$ 613
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 422
ADVISOR SERIES	\$ 31
SERIES H	\$ –
SERIES D	\$ 146
SERIES F	\$ 8
SERIES I	\$ 6
SERIES O	\$ –
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.47
ADVISOR SERIES	\$ 0.45
SERIES H	\$ 0.51
SERIES D	\$ 0.51
SERIES F	\$ 0.56
SERIES I	\$ 0.44
SERIES O	\$ 0.59

* Fund launched August 2013.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 613
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(7)
Change in unrealized loss (gain) on investments	(351)
(Increase) decrease in accrued receivables	24
Increase (decrease) in accrued payables	490
Cost of investments purchased	(47 978)
Proceeds on sales of investments	38 260
NET CASH PROVIDED BY OPERATING ACTIVITIES	(8 949)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	9 973
Cash paid on redemption of redeemable units	(1 011)
Distributions paid to holders of redeemable units	(13)
NET CASH USED IN FINANCING ACTIVITIES	\$ 8 949
Net increase (decrease) in cash for the year	–
Cash (bank overdraft), beginning of period	5
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5
Interest received	\$ 2
Dividends received, net of withholding taxes	\$ –

* Fund launched August 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ 6 169	\$ 185	\$ 15	\$ 1 524
INCREASE (DECREASE) IN NAV	422	31	–	146
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	5 879	1 058	–	2 600
Reinvestments of distributions to holders of redeemable units	152	13	–	51
Redemption of redeemable units	(512)	(64)	–	(377)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 519	1 007	–	2 274
Distributions from net income	(158)	(14)	–	(53)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(158)	(14)	–	(53)
NET INCREASE (DECREASE) IN NAV	5 783	1 024	–	2 367
NAV AT END OF PERIOD	\$ 11 952	\$ 1 209	\$ 15	\$ 3 891

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ 98	\$ 1	\$ 2	\$ 7 994
INCREASE (DECREASE) IN NAV	8	6	–	613
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	96	340	–	9 973
Reinvestments of distributions to holders of redeemable units	1	–	–	217
Redemption of redeemable units	(57)	–	(1)	(1 011)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	40	340	(1)	9 179
Distributions from net income	(2)	(3)	–	(230)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2)	(3)	–	(230)
NET INCREASE (DECREASE) IN NAV	46	343	(1)	9 562
NAV AT END OF PERIOD	\$ 144	\$ 344	\$ 1	\$ 17 556

* Fund launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular monthly income with a potential for modest capital appreciation by investing primarily in units of other mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.0% (December 31, 2013 – 4.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.6%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	17 409	–	–	17 409
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	554	–	554
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	17 409	554	–	17 963
% of total portfolio	96.9	3.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	7 746	–	–	7 746
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	141	–	141
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	7 746	141	–	7 887
% of total portfolio	98.2	1.8	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.35%
Series D	0.90%
Series F	0.75%
Series I	0.60%



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	104	102
Advisor Series	104	102
Series H	104	103
Series D	104	102
Series F	104	102
Series I	105	103
Series O	104	102
Value of all units	8	7

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series A

Opening units	615
Issued number of units	569
Reinvested number of units	15
Redeemed number of units	(50)
Ending number of units	1 149

Advisor Series

Opening units	18
Issued number of units	103
Reinvested number of units	1
Redeemed number of units	(6)
Ending number of units	116

Please see the generic notes at the back of the financial statements.

For the period ended June 30
(see note 2 in the generic notes)

2014

Series H

Opening units	1
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	1

Series D

Opening units	151
Issued number of units	251
Reinvested number of units	5
Redeemed number of units	(36)
Ending number of units	371

Series F

Opening units	10
Issued number of units	10
Reinvested number of units	–
Redeemed number of units	(6)
Ending number of units	14

Series I

Opening units	–
Issued number of units	33
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	33

Series O

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC EMERGING MARKETS BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Angola						
1 400	Republic of Angola USD	7.000	16-Aug-19	\$ 1 664	\$ 1 634	
				1 664	1 634	0.5
Argentina						
2 550	Republic of Argentina USD	8.280	31-Dec-33	3 177	3 203	
				3 177	3 203	0.9
Armenia						
720	Republic of Armenia USD	6.000	30-Sep-20	733	813	
				733	813	0.2
Azerbaijan						
4 075	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	4 571	4 629	
500	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	529	533	
				5 100	5 162	1.4
Bahrain						
975	Bahrain Government USD	5.500	31-Mar-20	1 070	1 143	
				1 070	1 143	0.3
Belarus						
735	Republic of Belarus USD	8.750	03-Aug-15	667	809	
				667	809	0.2
Brazil						
1 630	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	1 988	1 960	
4 525	Petrobras International Finance Co. USD	7.875	15-Mar-19	5 736	5 651	
4 770	Republic of Brazil USD	7.125	20-Jan-37	6 371	6 451	
				14 095	14 062	3.9
Chile						
11 524	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	12 252	12 798	
				12 252	12 798	3.5
China						
1 350	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	1 466	1 529	
4 855	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	4 956	5 565	
				6 422	7 094	1.9
Colombia						
2 690	Ecopetrol S.A. USD	7.625	23-Jul-19	3 358	3 529	
1 650	Pacific Rubiales Energy Corp. USD	5.375	26-Jan-19	1 789	1 839	
5 385	Republic of Colombia USD	8.125	21-May-24	8 080	7 761	
2 875	Republic of Colombia USD	6.125	18-Jan-41	3 663	3 683	
				16 890	16 812	4.6
Costa Rica						
900	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	938	986	
2 675	Costa Rica Government USD	4.375	30-Apr-25	2 713	2 679	
				3 651	3 665	1.0
Croatia						
1 375	Croatia Government USD	6.250	27-Apr-17	1 562	1 592	
4 928	Croatia Government USD	6.750	05-Nov-19	5 340	5 904	
				6 902	7 496	2.1
Dominican Republic						
4 875	Dominican Republic USD	7.500	06-May-21	5 703	5 962	
1 375	Dominican Republic USD	7.450	30-Apr-44	1 574	1 573	
				7 277	7 535	2.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
El Salvador						
3 700	Republic of El Salvador USD	7.375	01-Dec-19	\$ 4 353	\$ 4 396	
				4 353	4 396	1.2
Gabon						
1 475	Gabonese Republic USD	6.375	12-Dec-24	1 729	1 731	
				1 729	1 731	0.5
Georgia						
1 400	Georgia Government USD	6.875	12-Apr-21	1 638	1 697	
				1 638	1 697	0.5
Guatemala						
3 575	Republic of Guatemala USD	5.750	06-Jun-22	4 158	4 126	
				4 158	4 126	1.1
Hungary						
4 550	Hungary Government USD	4.125	19-Feb-18	4 919	5 063	
1 280	Hungary Government USD	7.625	29-Mar-41	1 429	1 749	
				6 348	6 812	1.9
Iceland						
2 775	Iceland Government USD	5.875	11-May-22	3 205	3 269	
				3 205	3 269	0.9
India						
1 825	Export-Import Bank of India USD	4.000	07-Aug-17	1 937	2 056	
1 575	Export-Import Bank of India USD	3.875	02-Oct-19	1 740	1 705	
				3 677	3 761	1.0
Indonesia						
4 170	Government of Indonesia USD	4.875	05-May-21	4 589	4 682	
1 520	Government of Indonesia USD	5.250	17-Jan-42	1 488	1 544	
2 765	Majapahit Holding BV USD	7.750	17-Oct-16	3 241	3 329	
3 240	Pertamina Persero PT USD	5.625	20-May-43	2 863	3 119	
4 100	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	4 584	4 614	
				16 765	17 288	4.7
Iraq						
1 225	Republic of Iraq USD	5.800	15-Jan-28	1 136	1 186	
				1 136	1 186	0.3
Ireland						
2 110	Ireland Government EUR	5.400	13-Mar-25	3 004	3 909	
				3 004	3 909	1.1
Ivory Coast						
2 120	Ivory Coast Government USD	5.750	31-Dec-32	2 080	2 208	
				2 080	2 208	0.6
Jordan						
2 085	Jordan Government USD	3.875	12-Nov-15	2 194	2 242	
				2 194	2 242	0.6
Kazakhstan						
2 650	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	3 144	3 141	
3 095	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	3 995	3 990	
1 950	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	2 257	2 327	
3 665	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	3 318	3 773	
2 300	Samruk-Energy JSC USD	3.750	20-Dec-17	2 352	2 487	
				15 066	15 718	4.3
Malaysia						
975	Petronas Capital Ltd. USD	5.250	12-Aug-19	1 130	1 185	
				1 130	1 185	0.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Mexico						
825	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	\$ 931	\$ 921	
5 175	Comision Federal de Electricidad USD	4.875	26-May-21	5 771	5 965	
29 000	Mexican Bonos MXN	8.000	11-Jun-20	2 847	2 748	
900	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	988	1 030	
4 050	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	4 719	5 109	
3 925	Petroleos Mexicanos USD	6.000	05-Mar-20	4 847	4 811	
4 600	Petroleos Mexicanos USD	3.500	30-Jan-23	4 611	4 804	
2 805	United Mexican States USD	5.750	12-Oct-10	3 001	3 193	
				27 715	28 581	7.8
Morocco						
1 635	Morocco Government EUR	4.500	05-Oct-20	2 108	2 602	
1 775	Morocco Government USD	5.500	11-Dec-42	1 572	1 870	
1 075	OCP S.A. USD	5.625	25-Apr-24	1 177	1 205	
				4 857	5 677	1.6
Nigeria						
1 305	Nigeria Government USD	6.750	28-Jan-21	1 506	1 543	
				1 506	1 543	0.4
Pakistan						
325	Pakistan Government USD	7.250	15-Apr-19	358	357	
				358	357	0.1
Panama						
6 600	Republic of Panama USD	7.125	29-Jan-26	8 826	8 972	
2 719	Republic of Panama USD	6.700	26-Jan-36	3 682	3 592	
				12 508	12 564	3.4
Peru						
1 625	Banco de Credito del Peru USD	5.375	16-Sep-20	1 914	1 909	
6 355	Republic of Peru USD	7.350	21-Jul-25	8 735	8 995	
2 775	Republic of Peru USD	5.625	18-Nov-50	3 261	3 333	
				13 910	14 237	3.9
Philippines						
10 030	Republic of Philippines USD	8.375	17-Jun-19	13 651	13 629	
5 025	Republic of Philippines USD	7.750	14-Jan-31	7 349	7 438	
67 000	Republic of Philippines PHP	6.250	14-Jan-36	1 712	1 778	
				22 712	22 845	6.2
Poland						
4 334	Government of Poland USD	6.375	15-Jul-19	5 146	5 486	
				5 146	5 486	1.5
Qatar						
1 960	State of Qatar USD	6.400	20-Jan-40	2 561	2 594	
				2 561	2 594	0.7
Romania						
1 735	Romanian Government EUR	4.625	18-Sep-20	2 503	2 855	
4 080	Romanian Government USD	6.750	07-Feb-22	4 855	5 210	
				7 358	8 065	2.2
Russia						
2 750	Gazprom OAO USD	9.250	23-Apr-19	3 690	3 575	
9 935	Russian Federation USD	5.000	31-Mar-30	8 717	8 422	
				12 407	11 997	3.3
Rwanda						
1 730	Rwanda International Government USD	6.625	02-May-23	1 857	1 931	
				1 857	1 931	0.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Serbia						
4 435	Republic of Serbia USD	5.250	21-Nov-17	\$ 4 635	\$ 4 950	
2 170	Republic of Serbia USD	5.875	03-Dec-18	2 533	2 474	
2 200	Republic of Serbia USD	7.250	28-Sep-21	2 569	2 688	
				9 737	10 112	2.8
Seychelles						
670	Republic of Seychelles USD	5.000	01-Jan-26	670	675	
				670	675	0.2
Slovenia						
5 670	Slovenia Government USD	5.500	26-Oct-22	6 477	6 660	
				6 477	6 660	1.8
South Africa						
2 800	Republic of South Africa USD	4.665	17-Jan-24	3 048	3 057	
				3 048	3 057	0.8
South Korea						
3 825	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	4 182	4 530	
				4 182	4 530	1.2
Spain						
1 295	Spain Government EUR	4.400	31-Oct-23	1 857	2 176	
				1 857	2 176	0.6
Sri Lanka						
2 991	Sri Lanka Government USD	6.250	04-Oct-20	3 524	3 392	
				3 524	3 392	0.9
Supranational						
2 755	African Export-Import Bank USD	5.750	27-Jul-16	2 949	3 081	
2 475	Eurasian Development Bank USD	5.000	26-Sep-20	2 603	2 724	
				5 552	5 805	1.6
Turkey						
1 460	Export Credit Bank of Turkey USD	5.375	04-Nov-16	1 480	1 643	
2 175	Export Credit Bank of Turkey USD	5.875	24-Apr-19	2 449	2 466	
5 400	Republic of Turkey USD	7.500	14-Jul-17	6 600	6 568	
3 050	Republic of Turkey USD	7.000	11-Mar-19	3 777	3 753	
800	Republic of Turkey USD	5.750	22-Mar-24	880	934	
950	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	997	1 046	
				16 183	16 410	4.5
United Arab Emirates						
725	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	799	909	
2 390	Emirate of Dubai USD	7.750	05-Oct-20	2 746	3 203	
2 825	IPIC GMTN Ltd. USD	5.000	15-Nov-20	3 156	3 375	
				6 701	7 487	2.0
United States						
2 325	United States Treasury	2.500	15-May-24	2 480	2 477	
				2 480	2 477	0.7
Ukraine						
2 100	Ukraine Government USD	6.250	17-Jun-16	2 183	2 159	
2 835	Ukraine Government USD	7.950	23-Feb-21	2 566	2 899	
5 200	Ukraine Government USD	7.800	28-Nov-22	4 992	5 269	
				9 741	10 327	2.8
Uruguay						
2 525	Republic of Uruguay USD	4.500	14-Aug-24	2 706	2 857	
1 750	Republic of Uruguay USD	7.625	21-Mar-36	2 352	2 515	
				5 058	5 372	1.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Venezuela						
5 325	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	\$ 3 078	\$ 3 544	
6 230	Republic of Venezuela USD	9.250	15-Sep-27	5 403	5 765	
				8 481	9 309	2.6
				342 969	355 420	97.2
SHORT-TERM INVESTMENTS*						
				498	498	0.1
TOTAL INVESTMENTS						
				343 467	355 918	97.3
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)						
				-	(122)	-
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)						
				-	180	-
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)						
				-	(85)	-
TOTAL PORTFOLIO						
				\$ 343 467	355 891	97.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						
					9 818	2.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						
					\$ 365 709	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(39)	Euro-Bund Future, September 2014	
	Contracts at EUR 144.86 per contract	\$ (8 397) \$ (122)
TOTAL FUTURES	\$ (8 397)	\$ (122)

\$500 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 43 Sold CAD 62 @ 0.6855	03-Jul-14	\$ -
Bought BRL 4 143 Sold USD 1 793 @ 2.3110	11-Aug-14	65
Bought CNH 32 966 Sold USD 5 262 @ 6.2647	11-Aug-14	35
Bought PEN 2 677 Sold USD 949 @ 2.8205	02-Sep-14	1
Bought RUB 121 695 Sold USD 3 464 @ 35.1313	16-Sep-14	66
Bought MXN 68 145 Sold USD 5 210 @ 13.0807	23-Sep-14	13
		\$ 180
Contracts	Maturity Date	Unrealized Loss
Bought USD 281 Sold CAD 300 @ 1.0687	02-Jul-14	\$ (1)
Bought USD 1 453 Sold EUR 1 062 @ 1.3683	24-Jul-14	(1)
Bought USD 781 Sold EUR 571 @ 1.3682	24-Jul-14	(1)
Bought USD 116 Sold BRL 264 @ 2.2686	11-Aug-14	(2)
Bought USD 154 Sold CNH 962 @ 6.2470	11-Aug-14	(1)
Bought PEN 2 510 Sold USD 899 @ 2.7924	02-Sep-14	(9)
Bought USD 3 692 Sold EUR 2 717 @ 1.3587	05-Sep-14	(32)
Bought USD 1 062 Sold EUR 780 @ 1.3609	24-Sep-14	(7)
Bought USD 3 707 Sold EUR 2 727 @ 1.3592	24-Sep-14	(31)
		\$ (85)
TOTAL FOREIGN EXCHANGE		\$ 95

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 355 918	\$ 352 640	\$ 371 258
Cash	13 758	4 178	2 824
Subscriptions receivable	770	393	912
Unrealized gain on futures contracts	–	43	–
Futures contracts margin receivable	117	–	–
Unrealized gain on foreign exchange contracts	180	118	8
Dividends receivable, interest accrued and other assets	5 052	5 493	5 599
TOTAL ASSETS	375 795	362 865	380 601
LIABILITIES			
Due to investment dealers	7 716	–	–
Redemptions payable	281	365	278
Unrealized loss on futures contracts	122	–	–
Futures contracts margin payable	–	55	–
Unrealized loss on foreign exchange contracts	85	343	29
Distributions payable	1 722	–	–
Accounts payable and accrued expenses	160	157	152
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	10 086	920	459
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 365 709	\$ 361 945	\$ 380 142
Investments at cost	\$ 343 467	\$ 350 336	\$ 353 339
NAV, END OF PERIOD			
SERIES A	\$ 30 184	\$ 29 688	\$ 30 281
ADVISOR SERIES	\$ 32 850	\$ 33 244	\$ 31 059
SERIES D	\$ 6 019	\$ 4 646	\$ 5 857
SERIES F	\$ 48 220	\$ 37 332	\$ 40 591
SERIES O	\$ 248 436	\$ 257 035	\$ 272 354
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.53	\$ 9.99	\$ 10.34
ADVISOR SERIES	\$ 10.52	\$ 9.98	\$ 10.32
SERIES D	\$ 10.64	\$ 10.09	\$ 10.44
SERIES F	\$ 10.49	\$ 9.95	\$ 10.30
SERIES O	\$ 10.52	\$ 10.00	\$ 10.34

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 10 746	\$ 10 906
Net gain (loss) from futures contracts	(642)	73
Securities lending revenue (see note 6 in the generic notes)	12	6
Capital gains received from underlying funds	–	–
Net realized gain (loss) on investments	9 036	6 063
Net gain (loss) on foreign currencies and other net assets	(82)	220
Change in unrealized gain (loss) on investments	10 467	(21 801)
TOTAL INCOME (LOSS)	29 537	(4 533)
EXPENSES (see notes – Fund Specific Information)		
Management fees	654	712
Administration fees	184	198
Board of Governors costs	1	2
GST/HST	94	110
TOTAL EXPENSES	933	1 022
INCREASE (DECREASE) IN NAV	\$ 28 604	\$ (5 555)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 081	\$ (791)
ADVISOR SERIES	\$ 2 339	\$ (836)
SERIES D	\$ 346	\$ (117)
SERIES F	\$ 2 962	\$ (669)
SERIES O	\$ 20 876	\$ (3 142)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.73	\$ (0.21)
ADVISOR SERIES	\$ 0.73	\$ (0.21)
SERIES D	\$ 0.78	\$ (0.18)
SERIES F	\$ 0.77	\$ (0.16)
SERIES O	\$ 0.81	\$ (0.13)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 28 604	\$ (5 555)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(9 036)	(6 063)
Change in unrealized loss (gain) on investments	(10 467)	21 801
(Increase) decrease in accrued receivables	64	(3 446)
Increase (decrease) in accrued payables	9 357	6 674
Cost of investments purchased	(134 628)	(332 777)
Proceeds on sales of investments	150 526	299 185
NET CASH PROVIDED BY OPERATING ACTIVITIES	34 420	(20 181)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	54 083	145 831
Cash paid on redemption of redeemable units	(75 546)	(118 526)
Distributions paid to holders of redeemable units	(3 377)	(4 088)
NET CASH USED IN FINANCING ACTIVITIES	\$ (24 840)	\$ 23 217
Net increase (decrease) in cash for the year	9 580	3 036
Cash (bank overdraft), beginning of period	4 178	2 824
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 13 758	\$ 5 860
Interest received	\$ 11 187	\$ 10 255
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 29 688	\$ 30 281	\$ 33 244	\$ 31 059	\$ 4 646	\$ 5 857	\$ 37 332	\$ 40 591
INCREASE (DECREASE) IN NAV	2 081	(791)	2 339	(836)	346	(117)	2 962	(669)
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	6 176	12 155	4 261	9 201	1 540	1 735	13 841	10 945
Reinvestments of distributions to holders of redeemable units	488	589	333	374	109	128	409	624
Redemption of redeemable units	(7 723)	(7 235)	(6 742)	(3 090)	(513)	(2 153)	(5 363)	(10 437)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 059)	5 509	(2 148)	6 485	1 136	(290)	8 887	1 132
Distributions from net income	(526)	(660)	(585)	(662)	(109)	(129)	(961)	(1 042)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(526)	(660)	(585)	(662)	(109)	(129)	(961)	(1 042)
NET INCREASE (DECREASE) IN NAV	496	4 058	(394)	4 987	1 373	(536)	10 888	(579)
NAV AT END OF PERIOD	\$ 30 184	\$ 34 339	\$ 32 850	\$ 36 046	\$ 6 019	\$ 5 321	\$ 48 220	\$ 40 012

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 257 035	\$ 272 354	\$ 361 945	\$ 380 142
INCREASE (DECREASE) IN NAV	20 876	(3 142)	28 604	(5 555)
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	28 265	111 795	54 083	145 831
Reinvestments of distributions to holders of redeemable units	4 499	4 630	5 838	6 345
Redemption of redeemable units	(55 205)	(95 611)	(75 546)	(118 526)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(22 441)	20 814	(15 625)	33 650
Distributions from net income	(7 034)	(7 940)	(9 215)	(10 433)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7 034)	(7 940)	(9 215)	(10 433)
NET INCREASE (DECREASE) IN NAV	(8 599)	9 732	3 764	17 662
NAV AT END OF PERIOD	\$ 248 436	\$ 282 086	\$ 365 709	\$ 397 804

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and capital growth by investing primarily in government debt securities of emerging market countries.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	0.7	–	–
AA	5.7	4.5	2.5
A	9.5	10.3	11.3
BBB	48.1	53.8	45.4
BB	23.0	21.5	27.3
B	7.9	5.8	10.3
CCC	3.9	1.2	–
Unrated	1.2	2.9	3.2
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.2	–	1.8
1 – 5 years	23.5	24.5	22.5
5 – 10 years	46.0	41.7	43.6
> 10 years	30.3	33.8	32.1
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.2% (December 31, 2013 – 6.0%, January 1, 2013 – 6.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	93.2	92.3	99.6
Mexican peso	2.3	2.3	–
Chinese renminbi	1.5	0.5	–
Russian rouble	1.0	2.0	–
Brazilian real	0.5	1.1	–
Philippine peso	0.5	–	–
Peruvian nuevo sol	0.5	–	–
Other currencies	–	0.5	0.1
Total	99.5	98.7	99.7

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	355 420	–	355 420
Short-term investments	–	498	–	498
Derivatives – assets	–	180	–	180
Derivatives – liabilities	(122)	(85)	–	(207)
Total financial instruments	(122)	356 013	–	355 891
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	352 142	–	352 142
Short-term investments	–	498	–	498
Derivatives – assets	43	118	–	161
Derivatives – liabilities	–	(343)	–	(343)
Total financial instruments	43	352 415	–	352 458
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	370 427	–	370 427
Short-term investments	–	831	–	831
Derivatives – assets	–	8	–	8
Derivatives – liabilities	–	(29)	–	(29)
Total financial instruments	–	371 237	–	371 237
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series D	0.90%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series D	117	115
Value of all units	1	1

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	2 971	2 929
Issued number of units	582	1 175
Reinvested number of units	46	58
Redeemed number of units	(732)	(706)
Ending number of units	2 867	3 456

Advisor Series		
Opening units	3 329	3 009
Issued number of units	403	889
Reinvested number of units	32	37
Redeemed number of units	(641)	(303)
Ending number of units	3 123	3 632

Series D		
Opening units	461	561
Issued number of units	144	165
Reinvested number of units	10	13
Redeemed number of units	(49)	(208)
Ending number of units	566	531

Series F		
Opening units	3 752	3 940
Issued number of units	1 313	1 060
Reinvested number of units	39	62
Redeemed number of units	(509)	(1 018)
Ending number of units	4 595	4 044

Series O		
Opening units	25 704	26 339
Issued number of units	2 671	10 850
Reinvested number of units	426	458
Redeemed number of units	(5 185)	(9 272)
Ending number of units	23 616	28 375

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	7 077	9 207
Fair value of collateral received	7 218	9 391



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Monthly Income High Yield Bond Fund	245	121
RBC Monthly Income Bond Fund	2 544	3 733
Total	2 789	3 854
Series 0 (USD)		
RBC Bond Trust	24	46
RBC Global Corporate Bond Fund	4 137	5 222
RBC U.S. Monthly Income Fund	3 399	3 307
Total	7 560	8 575

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	396 085	378 653
Revaluation of investments at FVTPL	1 719	1 489
Net assets attributable to holders of redeemable units	397 804	380 142
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(5 785)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		230
Increase (decrease) in net assets attributable to holders of redeemable units		(5 555)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
BLUEBAY GLOBAL MONTHLY INCOME BOND FUND

June 30, 2014

Holdings	Security			Cost	Fair Value	% of Net Assets
EQUITIES						
Australia						
529 100	TFS Corp Ltd., Warrants @ 1.28 July 15, 2018			\$ -	\$ -	-
France						
2 000	Cap Gemini S.A.			169	152	
1 974	Eurazeo S.A.			177	175	
1 700	Kering S.A.			384	398	
3 553	Technip S.A.			414	414	
				1 144	1 139	0.2
Germany						
2 900	Adidas AG			348	313	
24 806	Deutsche Post AG			1 030	957	
				1 378	1 270	0.2
South Korea						
9 890	Hynix Semiconductor Inc.			494	506	
				494	506	0.1
United Kingdom						
585	CEVA Group Plc., A-2 Convertible Preference			511	718	
270	CEVA Group Plc., Restricted			236	332	
				747	1 050	0.1
United States						
257	The Priceline Group Inc.			343	330	
				343	330	-
TOTAL EQUITIES				4 106	4 295	0.6
Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Argentina						
102	MercadoLibre Inc., Convertible	2.250	01-Jul-19	\$ 111	\$ 114	
				111	114	-
Australia						
300	Beach Energy Ltd., Convertible AUD	3.950	03-Apr-17	347	336	
500	CFS Retail Property Trust Group, Convertible AUD	5.750	04-Jul-16	530	534	
400	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	403	489	
870	Paladin Energy Ltd., Convertible USD	3.625	04-Nov-15	783	845	
1 430	TFS Corp Ltd. USD	11.000	15-Jul-18	1 422	1 747	
500	Western Areas NL, Convertible AUD	6.400	02-Jul-15	540	523	
				4 025	4 474	0.6
Austria						
67	IMMOFINANZ AG, Convertible EUR	4.250	08-Mar-18	406	461	
				406	461	0.1
Barbados						
3 050	Columbus International Inc. USD	7.375	30-Mar-21	3 427	3 518	
				3 427	3 518	0.5
Belgium						
3 325	LBC Tank Terminals Holding Netherlands BV USD	6.875	15-May-23	3 690	3 751	
1 450	Ontex IV S.A. EUR	9.000	15-Apr-19	2 353	2 298	
				6 043	6 049	0.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Brazil						
1 160	Banco Nacional de Desenvolvimento Economico e Social USD	4.000	14-Apr-19	\$ 1 267	\$ 1 262	
6 610	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-18	3 132	3 050	
18 827	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-21	8 367	8 329	
5 680	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-23	2 525	2 461	
980	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-25	370	414	
16 210	Nota Do Tesouro Nacional	10.000	01-Jan-17	7 934	7 584	
1 465	Petrobras Global Finance BV USD	4.875	17-Mar-20	1 633	1 609	
1 631	Petrobras Global Finance BV USD	4.375	20-May-23	1 650	1 681	
1 403	Republic of Brazil USD	4.250	07-Jan-25	1 509	1 520	
1 495	Republic of Brazil USD	7.125	20-Jan-37	2 053	2 022	
				30 440	29 932	4.2
Bulgaria						
1 495	Republic of Bulgaria EUR	2.950	03-Sep-24	2 156	2 146	
				2 156	2 146	0.3
Canada						
570	Baytex Energy Corp. USD	5.125	01-Jun-21	617	613	
1 820	Baytex Energy Corp. USD	5.625	01-Jun-24	1 988	1 951	
1 500	Great Canadian Gaming Corp.	6.625	25-Jul-22	1 554	1 602	
2 778	Mood Media Corp. USD	9.250	15-Oct-20	2 749	2 697	
1 762	Videotron Ltd. USD	5.375	15-Jun-24	1 956	1 931	
				8 864	8 794	1.2
Chile						
990 000	Republic of Chile CLP	6.000	01-Jan-18	2 137	2 014	
				2 137	2 014	0.3
China						
1 100	Billion Express Investments Ltd., Convertible USD	0.750	18-Oct-15	1 213	1 206	
14 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	2 306	2 233	
1 500	China Power International Development Ltd., Convertible CNY	2.750	18-Sep-17	321	358	
450	Ctrip.com International Ltd., Convertible USD	1.250	15-Oct-18	493	525	
5 000	Logo Star Ltd., Convertible HKD	1.500	22-Nov-18	672	805	
520	Qihoo 360 Technology Co. Ltd., Convertible USD	2.500	15-Sep-18	606	640	
2 000	Shenzhen International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	282	279	
500	SINA Corp., Convertible USD	1.000	01-Dec-18	530	491	
				6 423	6 537	0.9
Colombia						
6 535 400	Colombian TES COP	7.000	11-Sep-19	3 912	3 852	
14 438 800	Colombian TES COP	10.000	24-Jul-24	10 169	10 239	
2 415 000	Colombian TES COP	6.000	28-Apr-28	1 234	1 246	
2 210	Republic of Colombia USD	4.375	12-Jul-21	2 575	2 539	
2 391	Republic of Colombia USD	4.000	26-Feb-24	2 628	2 635	
535	Republic of Colombia USD	5.625	26-Feb-44	626	641	
				21 144	21 152	2.9
Costa Rica						
385	Costa Rica Government USD	4.250	26-Jan-23	381	398	
200	Costa Rica Government USD	4.375	30-Apr-25	199	200	
				580	598	0.1
Croatia						
960	Croatia Government USD	6.750	05-Nov-19	1 158	1 150	
1 540	Croatia Government EUR	3.875	30-May-22	2 280	2 254	
2 330	Croatia Government USD	5.500	04-Apr-23	2 368	2 593	
1 497	Croatia Government USD	6.000	26-Jan-24	1 615	1 715	
				7 421	7 712	1.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Denmark						
1 450	Welltec A/S USD	8.000	01-Feb-19	\$ 1 515	\$ 1 655	
				1 515	1 655	0.2
Dominican Republic						
339	Dominican Republic USD	7.500	06-May-21	399	415	
247	Dominican Republic USD	6.600	28-Jan-24	285	289	
1 230	Dominican Republic USD	5.875	18-Apr-24	1 386	1 370	
100	Dominican Republic USD	7.450	30-Apr-44	115	114	
				2 185	2 188	0.3
Ecuador						
1 065	Government of Ecuador USD	7.950	20-Jun-24	1 157	1 164	
				1 157	1 164	0.2
Finland						
1 100	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	985	185	
				985	185	-
France						
18	Air France-KLM, Convertible EUR	4.970	01-Apr-15	375	328	
29	Air France-KLM, Convertible EUR	2.030	15-Feb-23	587	544	
2 720	Albea Beauty Holdings S.A. USD	8.375	01-Nov-19	2 963	3 171	
910	Albea Beauty Holdings S.A. EUR	8.750	01-Nov-19	1 287	1 465	
2 020	Credit Agricole S.A. USD	7.875	31-Dec-99	2 232	2 357	
8	Faurecia, Convertible EUR	3.250	01-Jan-18	420	367	
1 570	Numericable Group S.A. USD	6.000	15-May-22	1 732	1 744	
1 570	Numericable Group S.A. USD	6.250	15-May-24	1 732	1 750	
3	Unibail-Rodamco SE, Convertible EUR	0.000	01-Jul-21	1 402	1 388	
				12 730	13 114	1.8
Germany						
300	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	402	427	
100	Grand City Properties S.A., Convertible EUR	1.500	24-Feb-19	164	163	
1 000	Hypo Real Estate International Trust I EUR	5.864	31-Dec-59	1 218	1 274	
500	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	781	758	
250	Siemens Financieringsmaatschappij N.V., Convertible USD	1.050	16-Aug-17	260	297	
8	TUI AG, Convertible EUR	2.750	24-Mar-16	599	797	
1 230	Unitymedia GmbH USD	7.500	15-Mar-19	1 386	1 407	
240	Unitymedia GmbH EUR	9.500	15-Mar-21	344	401	
1 430	Unitymedia GmbH USD	5.500	15-Jan-23	1 610	1 586	
				6 764	7 110	1.0
Ghana						
500	Republic of Ghana USD	7.875	07-Aug-23	530	520	
				530	520	0.1
Guatemala						
355	Guatemala Government USD	8.125	06-Oct-34	496	498	
485	Guatemala Government USD	4.875	13-Feb-28	508	510	
				1 004	1 008	0.1
Hong Kong						
600	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	654	649	
4 000	China Overseas Grand Oceans Finance Cayman Ltd., Convertible HKD	2.000	21-Mar-17	578	555	
300	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	349	383	
4 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	562	551	
				2 143	2 138	0.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
1 378 880	Hungary Government HUF	8.000	12-Feb-15	\$ 6 686	\$ 6 732	
69 260	Hungary Government HUF	5.500	22-Dec-16	338	349	
1 580	Hungary Government USD	4.000	25-Mar-19	1 759	1 737	
243 500	Hungary Government HUF	6.500	24-Jun-19	1 340	1 313	
298 010	Hungary Government HUF	7.500	12-Nov-20	1 551	1 700	
2 364	Hungary Government USD	5.750	22-Nov-23	2 722	2 782	
5 270	Hungary Government USD	5.375	25-Mar-24	5 988	6 026	
344 420	Hungary Government HUF	5.500	24-Jun-25	1 799	1 780	
500	Magyar Nemzeti Vagyonkezelő ZRt., Convertible EUR	3.375	02-Apr-19	711	783	
				22 894	23 202	3.2
India						
300	Vedanta Resources Jersey Ltd., Convertible USD	5.500	13-Jul-16	332	329	
				332	329	0.1
Indonesia						
549	Government of Indonesia USD	11.625	04-Mar-19	799	798	
1 410	Government of Indonesia USD	3.375	15-Apr-23	1 378	1 401	
525	Government of Indonesia USD	5.875	15-Jan-24	600	620	
1 565	Pertamina Persero PT USD	6.450	30-May-44	1 654	1 661	
				4 431	4 480	0.6
Ireland						
2 080	Bank of Ireland EUR	4.250	11-Jun-24	3 082	3 026	
				3 082	3 026	0.4
Italy						
1 933	Wind Acquisition Finance S.A. USD	7.250	15-Feb-18	2 059	2 180	
2 332	Wind Acquisition Finance S.A. EUR	7.375	15-Feb-18	3 396	3 602	
2 740	Wind Acquisition Finance S.A. EUR	4.000	15-Jul-20	4 005	3 997	
900	Wind Acquisition Finance S.A. EUR	4.216	15-Jul-20	1 316	1 323	
1 670	Wind Acquisition Finance S.A. EUR	7.000	23-Apr-21	2 545	2 631	
1 760	Wind Acquisition Finance S.A. USD	7.375	23-Apr-21	1 923	2 009	
				15 244	15 742	2.2
Ivory Coast						
2 185	Ivory Coast Government USD	5.750	31-Dec-32	2 227	2 275	
				2 227	2 275	0.3
Jamaica						
4 403	Digicel Ltd. USD	8.250	01-Sep-17	4 778	4 855	
2 420	Digicel Ltd. USD	7.000	15-Feb-20	2 540	2 736	
3 230	Digicel Ltd. USD	6.000	15-Apr-21	3 476	3 566	
1 720	Digicel Group Ltd. USD	7.125	01-Apr-22	1 940	1 917	
				12 734	13 074	1.8
Japan						
60 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	682	634	
40 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	435	453	
30 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	320	324	
30 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	333	325	
				1 770	1 736	0.2
Kenya						
2 420	Kenya Government USD	6.875	24-Jun-24	2 654	2 688	
				2 654	2 688	0.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Luxembourg						
1 310	Altice Financing S.A. USD	7.875	15-Dec-19	\$ 1 369	\$ 1 535	
785	Altice Financing S.A. EUR	6.500	15-Jan-22	1 270	1 229	
1 960	Altice Financing S.A. USD	6.500	15-Jan-22	2 221	2 232	
470	Altice Finco S.A. EUR	9.000	15-Jun-23	665	798	
1 530	Altice S.A. USD	7.750	15-May-22	1 688	1 746	
3 060	Intelsat Jackson Holdings S.A. USD	6.625	15-Dec-22	3 278	3 423	
1 190	Monitchem HoldCo 3 S.A. EUR	5.250	15-Jun-21	1 759	1 760	
				12 250	12 723	1.8
Malaysia						
1 250	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	1 071	1 106	
13 798	Malaysia Government MYR	3.197	15-Oct-15	4 535	4 586	
5 108	Malaysia Government MYR	4.262	15-Sep-16	1 907	1 729	
6 500	Malaysia Government MYR	3.314	31-Oct-17	2 134	2 144	
4 125	Malaysia Government MYR	4.181	15-Jul-24	1 407	1 387	
600	YTL Corp. Finance Labuan Ltd., Convertible USD	1.875	18-Mar-15	671	683	
				11 725	11 635	1.6
Mexico						
525	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	838	851	
3 730	Mexican Bonos MXN	8.000	17-Dec-15	330	328	
39 590	Mexican Bonos MXN	5.000	15-Jun-17	3 048	3 374	
23 340	Mexican Bonos MXN	6.500	10-Jun-21	1 865	2 059	
41 710	Mexican Bonos MXN	8.000	07-Dec-23	4 017	4 018	
4 170	Mexican Bonos MXN	10.000	20-Nov-36	430	479	
1 182	Petroleos Mexicanos USD	5.500	21-Jan-21	1 426	1 422	
942	Petroleos Mexicanos USD	4.875	24-Jan-22	1 095	1 090	
1 620	Petroleos Mexicanos USD	4.875	18-Jan-24	1 854	1 858	
1 460	United Mexican States USD	3.500	21-Jan-21	1 574	1 621	
330	United Mexican States USD	3.625	15-Mar-22	367	366	
1 612	United Mexican States USD	4.000	02-Oct-23	1 816	1 810	
500	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	101	61	
				18 761	19 337	2.7
Morocco						
2 015	Morocco Government EUR	3.500	19-Jun-24	2 913	2 903	
				2 913	2 903	0.4
Mozambique						
2 300	Mozambique EMATUM Finance 2020 BV USD	6.305	11-Sep-20	2 521	2 483	
				2 521	2 483	0.4
Netherlands						
120	InterGen N.V. GBP	7.500	30-Jun-21	234	228	
3 260	InterGen N.V. USD	7.000	30-Jun-23	3 469	3 608	
2 120	UPC Holding BV CHF	6.750	15-Mar-23	2 322	2 840	
1 220	UPCB Finance Ltd. EUR	7.625	15-Jan-20	1 763	1 898	
650	UPCB Finance II Ltd. EUR	6.375	01-Jul-20	781	1 011	
1 280	UPCB Finance V Ltd. USD	7.250	15-Nov-21	1 538	1 509	
300	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	455	442	
2 740	Ziggo Bond Co BV EUR	8.000	15-May-18	4 427	4 442	
				14 989	15 978	2.2
Nigeria						
865	Nigeria Government USD	6.750	28-Jan-21	1 036	1 023	
				1 036	1 023	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Norway						
400	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	\$ 439	\$ 396	
900	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	1 381	1 421	
500	Ship Finance International Ltd., Convertible USD	3.750	10-Feb-16	581	589	
480	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	492	581	
				2 893	2 987	0.4
Pakistan						
657	Pakistan Government USD	6.875	01-Jun-17	677	725	
400	Pakistan Government USD	7.250	15-Apr-19	437	439	
460	Pakistan Government USD	8.250	15-Apr-24	495	509	
				1 609	1 673	0.2
Panama						
477	Republic of Panama USD	5.200	30-Jan-20	555	570	
599	Republic of Panama USD	6.700	26-Jan-36	753	791	
1 379	Republic of Panama USD	4.300	29-Apr-53	1 230	1 290	
				2 538	2 651	0.4
Peru						
340	Peruvian Government PEN	7.840	12-Aug-20	136	149	
2 850	Peruvian Government PEN	5.200	12-Sep-23	1 197	1 080	
1 430	Peruvian Government USD	7.350	21-Jul-25	1 962	2 024	
				3 295	3 253	0.5
Philippines						
30 000	Republic of Philippines PHP	3.900	26-Nov-22	773	732	
				773	732	0.1
Poland						
3 097	Government of Poland PLN	4.750	25-Oct-16	936	1 142	
8 220	Government of Poland PLN	5.250	25-Oct-17	2 979	3 117	
6 168	Government of Poland PLN	3.750	25-Apr-18	2 197	2 239	
7 222	Government of Poland PLN	5.250	25-Oct-20	2 484	2 838	
3 652	Government of Poland PLN	5.750	25-Oct-21	1 189	1 487	
1 820	Government of Poland PLN	5.750	23-Sep-22	609	748	
1 810	Government of Poland PLN	3.250	25-Jul-25	621	617	
120	TVN Finance Corp III AB EUR	7.875	15-Nov-18	153	186	
				11 168	12 374	1.7
Portugal						
600	Parpublica - Participacoes Publicas SGPS S.A., Convertible EUR	5.250	28-Sep-17	1 047	1 018	
				1 047	1 018	0.1
Romania						
780	Romanian Government RON	6.000	30-Apr-16	244	275	
2 810	Romanian Government RON	5.900	26-Jul-17	894	1 016	
600	Romanian Government EUR	4.625	18-Sep-20	1 005	987	
820	Romanian Government RON	5.950	11-Jun-21	295	307	
1 626	Romanian Government USD	4.375	22-Aug-23	1 804	1 783	
276	Romanian Government USD	4.875	22-Jan-24	311	314	
1 190	Romanian Government EUR	3.625	24-Apr-24	1 841	1 825	
224	Romanian Government USD	6.125	22-Jan-44	274	273	
				6 668	6 780	0.9
Russia						
200	Lukoil International Finance BV, Convertible USD	2.625	16-Jun-15	221	218	
33 600	Russian Federal Bond - OFZ RUB	7.400	14-Jun-17	1 172	1 041	
202 500	Russian Federal Bond - OFZ RUB	7.500	15-Mar-18	7 165	6 256	
48 280	Russian Federal Bond - OFZ RUB	7.000	16-Aug-23	1 389	1 403	
34 330	Russian Federal Bond - OFZ RUB	8.150	03-Feb-27	1 073	1 065	
1 860	Russian Federal Bond - OFZ RUB	7.050	19-Jan-28	52	52	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Russia (cont.)						
2 750	Russian Foreign Bond - Eurobond USD	7.500	31-Mar-30	\$ 3 437	\$ 3 404	
1 800	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	2 031	2 008	
1 750	Vnesheconombank USD	5.942	21-Nov-23	1 885	1 888	
				18 425	17 335	2.4
Serbia						
2 195	Republic of Serbia USD	5.875	03-Dec-18	2 478	2 502	
				2 478	2 502	0.4
Singapore						
1 250	CapitaLand Ltd., Convertible SGD	1.850	19-Jun-20	1 022	1 018	
900	Olam International Ltd., Convertible USD	6.000	15-Oct-16	910	1 066	
1 000	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	853	875	
				2 785	2 959	0.4
Slovenia						
1 970	Slovenia Government USD	5.250	18-Feb-24	2 346	2 268	
				2 346	2 268	0.3
South Africa						
1 660	Gold Fields Orogen Holding BVI Ltd. USD	4.875	07-Oct-20	1 368	1 638	
1	Impala Platinum Holdings Ltd., Convertible USD	5.000	21-Feb-18	761	606	
17 239	Republic of South Africa ZAR	13.500	15-Sep-15	2 656	1 861	
3 260	Republic of South Africa USD	5.875	16-Sep-25	3 788	3 879	
64 208	Republic of South Africa ZAR	10.500	21-Dec-26	8 220	7 522	
250	Steinhoff Finance Holding GmbH, Convertible EUR	5.000	22-May-16	522	544	
400	Steinhoff Finance Holding GmbH, Convertible EUR	6.375	26-May-17	556	799	
300	Steinhoff Finance Holding GmbH, Convertible EUR	4.000	30-Jan-21	460	538	
				18 331	17 387	2.4
Spain						
400	Caja de Ahorros y Pensiones de Barcelona, Convertible EUR	1.000	25-Nov-17	564	659	
1 170	Grupo Isolux Corsan Finance BV EUR	6.625	15-Apr-21	1 783	1 747	
1 420	Inaer Aviation Finance Ltd. EUR	9.500	01-Aug-17	1 867	2 188	
				4 214	4 594	0.7
Sri Lanka						
1 255	Sri Lanka Government USD	6.250	27-Jul-21	1 455	1 419	
1 720	Sri Lanka Government USD	5.875	25-Jul-22	1 850	1 891	
				3 305	3 310	0.5
Switzerland						
4 190	Credit Suisse Group AG USD	6.250	18-Dec-24	4 569	4 506	
950	Credit Suisse Group AG USD	7.500	31-Dec-99	1 082	1 124	
1 140	Mobile Challenger Intermediate Group S.A. CHF	8.750	15-Mar-19	1 225	1 419	
355	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	387	442	
720	Sunrise Communications Holdings S.A. EUR	8.500	31-Dec-18	1 021	1 122	
2 387	UBS AG USD	5.125	15-May-24	2 581	2 556	
				10 865	11 169	1.6
Taiwan						
800	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	842	1 069	
585	Asia Cement Corp., Convertible USD	0.000	13-May-18	592	653	
200	Pegatron Corp., Convertible USD	0.000	06-Feb-17	264	305	
400	Wistron Corp., Convertible USD	0.000	19-Jan-15	412	443	
300	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	328	327	
				2 438	2 797	0.4
Thailand						
27 926	Thailand Government THB	3.125	11-Dec-15	915	930	
56 330	Thailand Government THB	1.200	14-Jul-21	1 923	1 792	
45 520	Thailand Government THB	3.625	16-Jun-23	1 495	1 486	
				4 333	4 208	0.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Turkey						
2 320	Republic of Turkey TRY	11.000	06-Aug-14	\$ 1 295	\$ 1 174	
1 314	Republic of Turkey TRY	10.500	15-Jan-20	772	721	
1 050	Republic of Turkey TRY	9.500	12-Jan-22	632	552	
3 727	Republic of Turkey TRY	3.000	23-Feb-22	2 415	2 033	
730	Republic of Turkey EUR	4.125	11-Apr-23	1 140	1 115	
90	Republic of Turkey TRY	8.800	27-Sep-23	41	45	
				6 295	5 640	0.8
United Arab Emirates						
1 800	DP World Ltd., Convertible USD	1.750	19-Jun-24	1 961	1 939	
				1 961	1 939	0.3
United Kingdom						
400	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	417	375	
2 130	Brakes Capital GBP	7.125	15-Dec-18	3 743	3 996	
920	BrightHouse Group Plc. GBP	7.875	15-May-18	1 779	1 784	
3 210	CEVA Group Plc. USD	7.000	01-Mar-21	3 564	3 535	
1 610	Co-operative Group Holdings 2011 GBP	5.625	08-Jul-20	2 787	3 134	
1 990	Co-operative Group Holdings 2011 GBP	7.500	08-Jul-26	3 811	3 923	
2 210	EnQuest Plc. USD	7.000	15-Apr-22	2 437	2 438	
1 000	F&C Asset Management Plc. GBP	6.750	20-Dec-26	1 389	1 967	
600	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	582	490	
100	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	183	183	
500	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	771	936	
1 020	Johnston Press Bond Plc. GBP	8.625	01-Jun-19	1 821	1 827	
2 390	KCA Deutag UK Finance Plc. USD	7.250	15-May-21	2 654	2 651	
120	LBG Capital No.1 Plc. USD	8.000	31-Dec-59	142	142	
1 118	Lloyds Banking Group Plc. EUR	6.375	31-Dec-99	1 696	1 739	
1 000	Lloyds Banking Group Plc. GBP	7.000	31-Dec-99	1 891	1 881	
1 378	Lloyds Banking Group Plc. USD	7.500	31-Dec-99	1 575	1 568	
1 550	Lynx I Corp. GBP	6.000	15-Apr-21	2 460	2 992	
900	Lynx II Corp. GBP	7.000	15-Apr-23	1 518	1 807	
1 960	Moto Finance Plc. GBP	10.250	15-Mar-17	3 317	3 864	
1 192	MU Finance Plc. USD	8.375	01-Feb-17	1 286	1 332	
861	Phosphorus Holdco Plc. GBP	10.000	01-Apr-19	1 510	1 427	
200	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	369	367	
500	Royal Bank of Scotland Group Plc. EUR	7.092	31-Dec-59	779	774	
1 037	The Royal Bank of Scotland Group Plc. USD	6.990	05-Oct-17	1 115	1 294	
400	TUI Travel Plc., Convertible GBP	4.900	27-Apr-17	835	877	
				44 431	47 303	6.6
United States						
420	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	458	459	
3 950	AMC Entertainment Inc.	5.875	15-Feb-22	4 417	4 403	
375	Ares Capital Corp., Convertible	4.375	15-Jan-19	438	424	
1 940	Athlon Holdings LP	6.000	01-May-22	2 158	2 148	
2 308	Audatex North America Inc.	6.000	15-Jun-21	2 431	2 641	
720	Audatex North America Inc.	6.125	01-Nov-23	774	824	
2 200	BakerCorp International Inc.	8.250	01-Jun-19	2 228	2 435	
1 570	Belden Inc. EUR	5.500	15-Apr-23	2 123	2 414	
3 680	BI-LO Finance Corp.	9.250	15-Feb-19	3 990	4 239	
3 180	Blackboard Inc.	7.750	15-Nov-19	3 421	3 562	
1 032	Burger King Corp.	9.875	15-Oct-18	1 180	1 183	
1 460	CBRE Services Inc.	5.000	15-Mar-23	1 493	1 581	
3 220	CEC Entertainment Inc.	8.000	15-Feb-22	3 542	3 572	
480	Cepheid Inc., Convertible	1.250	01-Feb-21	544	531	
2 780	Cequel Communications Escrow 1 LLC	6.375	15-Sep-20	2 975	3 166	
430	Chaparral Energy Inc.	9.875	01-Oct-20	495	519	
1 537	Chaparral Energy Inc.	7.625	15-Nov-22	1 711	1 779	
2 510	Cinemark USA Inc.	4.875	01-Jun-23	2 572	2 677	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
901	Citrix Systems Inc., Convertible	0.500	15-Apr-19	\$ 988	\$ 1 019	
705	Cobalt International Energy Inc., Convertible	2.625	01-Dec-19	791	695	
525	Concur Technologies Inc., Convertible	0.500	15-Jun-18	647	628	
3 310	Cott Beverages Inc.	5.375	01-Jul-22	3 612	3 544	
500	Cubist Pharmaceuticals Inc., Convertible	1.875	01-Sep-20	623	609	
2 320	DJO Finance Corp.	8.750	15-Mar-18	2 557	2 673	
300	Electronic Arts Inc., Convertible	0.750	15-Jul-16	370	406	
4 770	Envision Healthcare Corp.	5.125	01-Jul-22	5 177	5 145	
3 719	Epicor Software Corp.	8.625	01-May-19	4 048	4 289	
300	General Cable Corp., Convertible	4.500	15-Nov-29	332	318	
1 064	Griffey Intermediate Inc.	7.000	15-Oct-20	1 085	1 046	
550	HCA Holdings Inc.	6.250	15-Feb-21	577	631	
1 010	HCA Holdings Inc.	7.750	15-May-21	1 110	1 184	
2 070	HCA Inc.	5.875	01-May-23	2 337	2 316	
1 640	HCA Inc.	5.000	15-Mar-24	1 799	1 778	
1 780	Infor US Inc. EUR	10.000	01-Apr-19	2 688	2 964	
805	Intel Corp., Convertible	3.250	01-Aug-39	1 190	1 326	
670	Iron Mountain Inc. EUR	6.750	15-Oct-18	822	992	
15 630 000	JPMorgan Chase Bank IDR	5.625	17-May-23	1 653	1 194	
24 775 000	JPMorgan Chase Bank IDR	7.000	18-May-27	2 773	1 979	
2 010	Level 3 Financing Inc.	8.125	01-Jul-19	2 101	2 350	
2 350	Level 3 Financing Inc.	7.000	01-Jun-20	2 534	2 751	
900	Liberty Interactive LLC, Convertible	0.750	30-Mar-43	980	1 291	
890	Liberty Media Corp., Convertible	1.375	15-Oct-23	926	965	
2 975	Live Nation Entertainment Inc.	5.375	15-Jun-22	3 259	3 229	
500	Medivation Inc., Convertible	2.625	01-Apr-17	619	853	
720	Memorial Resource Development Corp.	5.875	01-Jul-22	772	778	
350	Micron Technology Inc., Convertible	3.000	15-Nov-43	405	483	
2 816	National Mentor Holdings Inc.	12.500	15-Feb-18	3 034	3 195	
2 290	NCR Escrow Corp.	5.875	15-Dec-21	2 539	2 589	
1 333	Nielsen Finance LLC	5.000	15-Apr-22	1 436	1 433	
730	NVIDIA Corp., Convertible	1.000	01-Dec-18	769	863	
1 116	Overseas Shipholding Group Inc.	8.125	30-Mar-18	1 449	1 446	
3 667	PAETEC Holding Corp.	9.875	01-Dec-18	4 090	4 228	
2 615	Palace Entertainment Holdings Corp.	8.875	15-Apr-17	2 795	2 899	
198	Palo Alto Networks Inc., Convertible	0.000	01-Jul-19	213	219	
1 070	PDC Energy Inc.	7.750	15-Oct-22	1 068	1 278	
281	Physio-Control International Inc.	9.875	15-Jan-19	304	333	
1 355	Pinnacle Entertainment Inc.	7.750	01-Apr-22	1 487	1 579	
740	Salesforce.com Inc., Convertible	0.250	01-Apr-18	760	910	
1 030	SanDisk Corp., Convertible	0.500	15-Oct-20	1 144	1 388	
2 320	Sinclair Television Group Inc.	6.375	01-Nov-21	2 532	2 645	
1 740	Spectrum Brands Inc.	6.375	15-Nov-20	1 843	2 009	
1 260	Spectrum Brands Inc.	6.625	15-Nov-22	1 369	1 462	
1 216	Sprint Corp.	7.250	15-Sep-21	1 277	1 435	
1 445	Sprint Corp.	7.875	15-Sep-23	1 516	1 719	
1 180	Sprint Corp.	7.125	15-Jun-24	1 319	1 337	
1 060	Sprint Nextel Corp.	6.000	15-Nov-22	1 115	1 159	
400	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	428	482	
390	SunEdison Inc., Convertible	0.250	15-Jan-20	426	447	
3 660	Taylor Morrison Communities Inc.	5.625	03-Jan-24	4 038	3 885	
180	Taylor Morrison Communities Inc.	5.625	01-Mar-24	198	191	
1 160	Tenet Healthcare Corp.	8.000	01-Aug-20	1 222	1 344	
620	Tenet Healthcare Corp.	8.125	01-Apr-22	651	767	
490	Tesla Motors Inc., Convertible	0.250	03-Jan-19	518	512	
960	Tesla Motors Inc., Convertible	1.250	03-Jan-21	1 018	995	
4 965	The Geo Group Inc.	5.125	01-Apr-23	5 169	5 323	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 280	The Kenan Advantage Group Inc.	8.375	15-Dec-18	\$ 1 430	\$ 1 464	
595	The Priceline Group Inc., Convertible	1.000	15-Mar-18	760	902	
1 835	Toys "R" Us Inc.	7.375	15-Oct-18	1 663	1 483	
2 070	tw telecom holdings inc.	6.375	01-Sep-23	2 193	2 517	
180	United Surgical Partners International Inc.	9.000	01-Apr-20	193	213	
3 270	Vertellus Specialties Inc.	9.375	01-Oct-15	3 625	3 514	
1 706	WMM Acquisition Corp. EUR	6.250	15-Jan-21	2 418	2 642	
1 445	Yahoo! Inc.	0.000	01-Dec-18	1 591	1 541	
				143 325	148 341	20.6
Venezuela						
2 139	Petroleos de Venezuela S.A. USD	5.250	12-Apr-17	1 731	1 938	
351	Petroleos de Venezuela S.A. USD	8.500	02-Nov-17	319	351	
120	Petroleos de Venezuela S.A. USD	12.750	17-Feb-22	131	130	
5 278	Petroleos de Venezuela S.A. USD	6.000	15-Nov-26	3 639	3 659	
1 185	Republic of Venezuela USD	6.000	09-Dec-20	871	973	
900	Republic of Venezuela USD	8.250	13-Oct-24	667	784	
				7 358	7 835	1.1
Vietnam						
500	Vingroup JSC, Convertible USD	5.000	03-Apr-17	611	617	
				611	617	0.1
Zambia						
200	Zambia Government USD	8.500	14-Apr-24	232	238	
				232	238	-
TOTAL BONDS				555 477	567 127	78.9
LOANS						
Bulgaria						
1 143	VIVACOM EUR	7.907	06-May-15	1 595	1 670	
				1 595	1 670	0.2
Croatia						
1 690	Adria Group Holding BV EUR	0.000	20-May-21	2 464	2 496	
				2 464	2 496	0.4
Germany						
1 317	Springer Science+Business Media GmbH USD	5.000	14-Aug-20	1 334	1 409	
				1 334	1 409	0.2
Italy						
800	Seat Pagine Gialle S.p.A. EUR	5.488	28-Jun-16	285	219	
				285	219	-
Netherlands						
2 950	UPC Broadband Holding BV USD	3.250	30-Jun-21	3 290	3 129	
1 913	Ziggo BV EUR	0.000	27-Jan-21	2 878	2 782	
1 737	Ziggo BV EUR	3.500	27-Jan-21	2 616	2 527	
				8 784	8 438	1.2
Singapore						
2 600	Avago Technologies Ltd. USD	3.750	06-May-21	2 849	2 785	
				2 849	2 785	0.4
United Kingdom						
3 502	AB Acquisitions Ltd. GBP	3.478	09-Jul-15	5 592	6 396	
4 360	Virgin Media Investment Holdings Ltd. USD	3.500	07-Jul-20	4 538	4 642	
				10 130	11 038	1.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
2 007	Ardent Medical Services, Inc. USD	11.000	02-Jan-19	\$ 2 125	\$ 2 154	
1 700	CBS Outdoor Americas Inc. USD	3.000	31-Jan-19	1 826	1 810	
888	Darling Ingredients Inc. EUR	3.500	06-Jan-21	1 287	1 301	
3 208	Dunkin' Brands Inc. USD	0.000	07-Feb-21	3 543	3 420	
3 234	HCA Inc. USD	2.984	31-Mar-16	3 598	3 459	
1 700	Hilton Worldwide Holdings Inc. USD	0.000	26-Oct-20	1 829	1 812	
1 000	Ranpak Corp. USD	8.500	23-Apr-20	1 051	1 089	
2 993	Sedgwick Inc. USD	3.750	28-Feb-21	3 261	3 149	
1 721	Sensus USA, Inc. USD	4.750	09-May-17	1 788	1 847	
1 400	Sensus USA, Inc. USD	8.500	09-May-18	1 409	1 503	
2 990	Southwire Co. USD	3.250	11-Feb-21	3 314	3 190	
93	Travelport LLC USD	9.500	01-Dec-16	93	102	
311	W.R. Grace & Co. USD	0.000	31-Jan-20	346	331	
867	W.R. Grace & Co. USD	3.000	31-Jan-20	965	925	
				26 435	26 092	3.6
TOTAL LOANS				53 876	54 147	7.5
OTHER INVESTMENTS						
103	Daimler AG, Call @ 62.00 June 17, 2016			176	165	
92	The S&P 500 Index Future, Put @ 1900.00 July 19, 2014			61	57	
TOTAL OTHER INVESTMENTS				237	222	-
SHORT-TERM INVESTMENTS*				11 450	11 450	1.6
TOTAL INVESTMENTS				625 146	637 241	88.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				-	3 045	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				-	(875)	(0.1)
TOTAL PORTFOLIO				\$ 625 146	639 411	88.9
CASH					83 142	11.6
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(3 622)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 718 931	100.0

*Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.89% and mature on July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought COP 1 676 104 Sold USD 892 @ 0.0005	01-Jul-14	\$ 1
Bought BRL 1 626 Sold CAD 780 @ 0.4796	02-Jul-14	5
Bought BRL 1 627 Sold CAD 780 @ 0.4794	02-Jul-14	6
Bought BRL 1 639 Sold CAD 780 @ 0.4758	02-Jul-14	12
Bought BRL 4 815 Sold CAD 2 290 @ 0.4756	02-Jul-14	35
Bought CAD 339 Sold ZAR 3 363 @ 9.9203	02-Jul-14	2
Bought KRW 465 325 Sold USD 455 @ 0.0010	15-Jul-14	5
Bought CAD 1 010 Sold MXN 12 137 @ 12.0167	24-Jul-14	13
Bought CAD 1 160 Sold MXN 14 089 @ 12.1460	24-Jul-14	3
Bought CAD 1 279 Sold HUF 270 803 @ 0.0047	24-Jul-14	3
Bought CAD 1 758 Sold KRW 1 653 053 @ 0.0011	24-Jul-14	16
Bought CAD 115 Sold RUB 3 633 @ 31.5850	24-Jul-14	2
Bought CAD 156 Sold PLN 440 @ 2.8097	24-Jul-14	2
Bought CAD 2 091 Sold THB 62 589 @ 0.0334	24-Jul-14	33
Bought CAD 240 Sold RUB 7 680 @ 32.0000	24-Jul-14	-
Bought CAD 3 351 Sold TRY 6 628 @ 1.9779	24-Jul-14	29
Bought CAD 3 567 Sold ZAR 35 384 @ 9.9195	24-Jul-14	31
Bought CAD 315 Sold PHP 12 782 @ 0.0246	24-Jul-14	2
Bought CAD 323 Sold RUB 10 239 @ 31.6591	24-Jul-14	3

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 360 Sold HUF 75 564 @ 0.0048	24-Jul-14	\$ 4
Bought CAD 360 Sold HUF 75 581 @ 0.0048	24-Jul-14	4
Bought CAD 360 Sold HUF 75 864 @ 0.0047	24-Jul-14	2
Bought CAD 360 Sold HUF 76 084 @ 0.0047	24-Jul-14	1
Bought CAD 360 Sold HUF 76 326 @ 0.0047	24-Jul-14	-
Bought CAD 363 Sold COP 637 466 @ 0.0006	24-Jul-14	1
Bought CAD 390 Sold INR 21 704 @ 0.0180	24-Jul-14	6
Bought CAD 390 Sold INR 21 715 @ 0.0180	24-Jul-14	6
Bought CAD 450 Sold ZAR 4 462 @ 9.9151	24-Jul-14	4
Bought CAD 524 Sold HUF 111 091 @ 0.0047	24-Jul-14	-
Bought CAD 53 Sold RUB 1 702 @ 32.1950	24-Jul-14	-
Bought CAD 580 Sold HUF 121 748 @ 0.0048	24-Jul-14	6
Bought CAD 6 290 Sold HUF 1 311 598 @ 0.0048	24-Jul-14	106
Bought CAD 630 Sold INR 35 438 @ 0.0178	24-Jul-14	3
Bought CAD 675 Sold ILS 2 148 @ 3.1798	24-Jul-14	8
Bought CAD 730 Sold TRY 1 446 @ 1.9805	24-Jul-14	5
Bought CAD 740 Sold PEN 1 916 @ 2.5885	24-Jul-14	11
Bought CAD 756 Sold RON 2 258 @ 2.9889	24-Jul-14	4
Bought CAD 770 Sold MXN 9 351 @ 12.1445	24-Jul-14	2
Bought CAD 781 Sold RUB 24 697 @ 31.6050	24-Jul-14	8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 8 559 Sold COP 14 970 557 @ 0.0006	24-Jul-14	\$ 71
Bought CAD 820 Sold MXN 9 960 @ 12.1464	24-Jul-14	2
Bought CAD 820 Sold TRY 1 637 @ 1.9961	24-Jul-14	-
Bought CAD 840 Sold MXN 10 231 @ 12.1795	24-Jul-14	-
Bought CAD 910 Sold SGD 1 060 @ 1.1653	24-Jul-14	2
Bought CAD 930 Sold PLN 2 611 @ 2.8076	24-Jul-14	14
Bought CAD 951 Sold COP 1 676 104 @ 0.0006	24-Jul-14	1
Bought CLP 186 930 Sold CAD 360 @ 0.0019	24-Jul-14	-
Bought GBP 1 550 Sold ILS 9 078 @ 5.8565	24-Jul-14	8
Bought ILS 4 398 Sold USD 1 280 @ 0.2911	24-Jul-14	1
Bought INR 54 246 Sold CAD 960 @ 0.0177	24-Jul-14	-
Bought PLN 32 Sold CAD 11 @ 0.3501	24-Jul-14	-
Bought PLN 798 Sold CAD 280 @ 0.3508	24-Jul-14	-
Bought RUB 12 888 Sold CAD 400 @ 0.0310	24-Jul-14	3
Bought RUB 20 800 Sold CAD 650 @ 0.0313	24-Jul-14	1
Bought RUB 23 361 Sold CAD 730 @ 0.0312	24-Jul-14	1
Bought RUB 33 574 Sold CAD 1 050 @ 0.0313	24-Jul-14	1
Bought RUB 36 754 Sold CAD 1 150 @ 0.0313	24-Jul-14	-
Bought RUB 36 898 Sold CAD 1 150 @ 0.0312	24-Jul-14	5
Bought RUB 42 442 Sold CAD 1 320 @ 0.0311	24-Jul-14	8
Bought TRY 801 Sold CAD 400 @ 0.4995	24-Jul-14	1
Bought CAD 7 971 Sold BRL 16 564 @ 2.0781	05-Aug-14	53
Bought CAD 1 345 Sold AUD 1 340 @ 0.9962	07-Aug-14	-
Bought CAD 1 585 Sold HKD 11 429 @ 7.2112	07-Aug-14	11
Bought CAD 1 663 Sold JPY 157 600 @ 0.0106	07-Aug-14	1
Bought CAD 15 587 Sold EUR 10 655 @ 0.6836	07-Aug-14	8
Bought CAD 2 138 Sold USD 2 000 @ 0.9355	07-Aug-14	2
Bought CAD 2 485 Sold EUR 1 700 @ 0.6840	07-Aug-14	-
Bought CAD 2 985 Sold SGD 3 475 @ 1.1640	07-Aug-14	10
Bought CAD 231 518 Sold USD 215 500 @ 0.9308	07-Aug-14	1 428
Bought CAD 36 762 Sold USD 34 200 @ 0.9303	07-Aug-14	246
Bought CAD 49 750 Sold EUR 34 000 @ 0.6834	07-Aug-14	36
Bought CAD 646 Sold ZAR 6 422 @ 9.9394	07-Aug-14	6
Bought CAD 8 057 Sold USD 7 500 @ 0.9309	07-Aug-14	49
Bought CAD 80 Sold SEK 500 @ 6.2717	07-Aug-14	-
Bought CAD 9 064 Sold EUR 6 195 @ 0.6834	07-Aug-14	6
Bought CAD 96 680 Sold USD 90 000 @ 0.9309	07-Aug-14	587
Bought CAD 2 620 Sold CNY 14 845 @ 5.6662	23-Sep-14	50
Bought CAD 2 620 Sold CNY 14 853 @ 5.6690	23-Sep-14	49
		<u>\$ 3 045</u>

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought RUB 3 633 Sold CAD 116 @ 0.0318	01-Jul-14	\$ (2)
Bought BRL 16 564 Sold CAD 8 041 @ 0.4854	02-Jul-14	(43)
Bought BRL 2 152 Sold CAD 1 040 @ 0.4833	02-Jul-14	(1)
Bought BRL 3 008 Sold CAD 1 460 @ 0.4854	02-Jul-14	(8)
Bought CAD 1 550 Sold BRL 3 219 @ 2.0765	02-Jul-14	(4)
Bought CAD 13 574 Sold BRL 28 212 @ 2.0784	02-Jul-14	(47)
Bought RUB 24 697 Sold CAD 785 @ 0.0318	02-Jul-14	(10)
Bought USD 2 000 Sold CAD 2 136 @ 1.0680	02-Jul-14	(3)
Bought USD 892 Sold CAD 959 @ 1.0757	02-Jul-14	(8)
Bought CAD 1 267 Sold RUB 40 941 @ 32.3225	24-Jul-14	(15)
Bought CAD 1 912 Sold EUR 1 310 @ 0.6853	24-Jul-14	(3)
Bought CAD 205 Sold RUB 6 599 @ 32.1950	24-Jul-14	(2)
Bought CAD 249 Sold RUB 7 999 @ 32.1870	24-Jul-14	(2)
Bought CAD 730 Sold RUB 23 581 @ 32.3025	24-Jul-14	(8)
Bought CAD 746 Sold RUB 24 071 @ 32.2698	24-Jul-14	(7)
Bought CAD 98 Sold RUB 3 170 @ 32.1950	24-Jul-14	(1)
Bought CLP 2 179 976 Sold CAD 4 221 @ 0.0019	24-Jul-14	(24)
Bought IDR 5 109 151 Sold CAD 460 @ 0.0001	24-Jul-14	(2)
Bought IDR 6 534 902 Sold CAD 590 @ 0.0001	24-Jul-14	(4)
Bought INR 1 337 830 Sold CAD 23 979 @ 0.0179	24-Jul-14	(297)
Bought INR 20 282 Sold CAD 360 @ 0.0177	24-Jul-14	(1)
Bought INR 32 043 Sold CAD 570 @ 0.0178	24-Jul-14	(3)
Bought KRW 1 732 176 Sold CAD 1 840 @ 0.0011	24-Jul-14	(14)
Bought MXN 4 393 Sold CAD 365 @ 0.0831	24-Jul-14	(4)
Bought MXN 7 050 Sold CAD 580 @ 0.0823	24-Jul-14	(1)
Bought MXN 8 786 Sold CAD 730 @ 0.0831	24-Jul-14	(9)
Bought MXN 90 800 Sold CAD 7 556 @ 0.0832	24-Jul-14	(100)
Bought MYR 14 657 Sold CAD 4 920 @ 0.3357	24-Jul-14	(50)
Bought PEN 2 328 Sold CAD 900 @ 0.3865	24-Jul-14	(14)
Bought PLN 1 166 Sold CAD 410 @ 0.3516	24-Jul-14	(1)
Bought PLN 1 166 Sold CAD 410 @ 0.3517	24-Jul-14	(1)
Bought BRL 1 601 Sold CAD 770 @ 0.4810	05-Aug-14	(5)
Bought BRL 1 630 Sold CAD 780 @ 0.4785	05-Aug-14	(1)
Bought CAD 1 457 Sold GBP 800 @ 0.5491	07-Aug-14	(4)
Bought CAD 1 846 Sold GBP 1 012 @ 0.5483	07-Aug-14	(3)
Bought CAD 34 674 Sold GBP 19 000 @ 0.5480	07-Aug-14	(34)
Bought CAD 4 349 Sold CHF 3 615 @ 0.8313	07-Aug-14	(5)
Bought CAD 585 Sold CHF 486 @ 0.8312	07-Aug-14	(1)
Bought CNY 14 246 Sold CAD 2 480 @ 0.1741	23-Sep-14	(14)
Bought CNY 29 698 Sold CAD 5 258 @ 0.1771	23-Sep-14	(117)
Bought CNY 9 403 Sold CAD 1 630 @ 0.1733	23-Sep-14	(2)
		<u>\$ (875)</u>

TOTAL FOREIGN EXCHANGE

\$ 2 170

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 637 241	\$ 584 939	\$ 281 605
Cash	83 142	50 055	48 470
Due from investment dealers	11 612	821	2 623
Subscriptions receivable	3 426	1 486	2 559
Futures contracts margin receivable	789	–	–
Unrealized gain on foreign exchange contracts	3 045	1 964	1 720
Dividends receivable, interest accrued and other assets	8 604	7 406	4 067
TOTAL ASSETS	747 859	646 671	341 044
LIABILITIES			
Due to investment dealers	25 015	5 109	7 121
Redemptions payable	1 072	2 847	143
Unrealized loss on foreign exchange contracts	875	6 201	1 082
Distributions payable	1 509	–	–
Accounts payable and accrued expenses	457	450	218
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	28 928	14 607	8 564
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 718 931	\$ 632 064	\$ 332 480
Investments at cost	\$ 625 146	\$ 569 864	\$ 271 407
NAV, END OF PERIOD			
SERIES A	\$ 68 278	\$ 67 294	\$ 42 389
ADVISOR SERIES	\$ 72 846	\$ 69 008	\$ 34 392
SERIES H	\$ 4 670	\$ 4 899	\$ 2 432
SERIES D	\$ 11 683	\$ 10 217	\$ 7 462
SERIES F	\$ 98 066	\$ 97 616	\$ 39 272
SERIES I	\$ 21 357	\$ 20 898	\$ 7 093
SERIES O	\$ 442 031	\$ 362 132	\$ 199 440
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.27	\$ 9.98	\$ 10.23
ADVISOR SERIES	\$ 10.28	\$ 9.99	\$ 10.23
SERIES H	\$ 10.29	\$ 10.00	\$ 10.23
SERIES D	\$ 10.50	\$ 10.16	\$ 10.33
SERIES F	\$ 10.55	\$ 10.20	\$ 10.36
SERIES I	\$ 10.57	\$ 10.22	\$ 10.36
SERIES O	\$ 10.64	\$ 10.34	\$ 10.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 94	\$ –
Interest for distribution purposes	18 682	11 724
Net gain (loss) from futures contracts	26	(67)
Net realized gain (loss) on investments	23 489	6 062
Net gain (loss) on foreign currencies and other net assets	(6 648)	(7 277)
Change in unrealized gain (loss) on investments	3 427	(19 178)
TOTAL INCOME (LOSS)	39 070	(8 736)
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 750	1 387
Administration fees	670	475
Board of Governors costs	1	2
GST/HST	259	216
Withholding tax	40	19
TOTAL EXPENSES	2 720	2 099
INCREASE (DECREASE) IN NAV	\$ 36 350	\$ (10 835)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 3 244	\$ (1 461)
ADVISOR SERIES	\$ 3 397	\$ (1 627)
SERIES H	\$ 223	\$ (189)
SERIES D	\$ 575	\$ (171)
SERIES F	\$ 5 160	\$ (2 230)
SERIES I	\$ 1 133	\$ (698)
SERIES O	\$ 22 618	\$ (4 459)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.48	\$ (0.29)
ADVISOR SERIES	\$ 0.48	\$ (0.30)
SERIES H	\$ 0.48	\$ (0.29)
SERIES D	\$ 0.53	\$ (0.27)
SERIES F	\$ 0.54	\$ (0.25)
SERIES I	\$ 0.54	\$ (0.23)
SERIES O	\$ 0.59	\$ (0.20)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 36 350	\$ (10 835)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(23 489)	(6 062)
Change in unrealized loss (gain) on investments	(3 427)	19 178
(Increase) decrease in accrued receivables	(13 929)	(3 637)
Increase (decrease) in accrued payables	19 647	29 121
Cost of investments purchased	(603 353)	(543 775)
Proceeds on sales of investments	570 771	292 474
NET CASH PROVIDED BY OPERATING ACTIVITIES	(17 430)	(223 536)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	145 233	310 920
Cash paid on redemption of redeemable units	(85 417)	(46 798)
Distributions paid to holders of redeemable units	(9 299)	(5 539)
NET CASH USED IN FINANCING ACTIVITIES	\$ 50 517	\$ 258 583
Net increase (decrease) in cash for the year	33 087	35 047
Cash (bank overdraft), beginning of period	50 055	48 470
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 83 142	\$ 83 517
Interest received	\$ 17 484	\$ 8 776
Dividends received, net of withholding taxes	\$ 54	\$ (19)

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 67 294	\$ 42 389	\$ 69 008	\$ 34 392	\$ 4 899	\$ 2 432	\$ 10 217	\$ 7 462
INCREASE (DECREASE) IN NAV	3 244	(1 461)	3 397	(1 627)	223	(189)	575	(171)
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	8 421	31 124	11 785	46 880	1 121	4 379	2 126	5 398
Reinvestments of distributions to holders of redeemable units	1 066	935	1 052	887	62	47	193	160
Redemption of redeemable units	(10 419)	(5 542)	(10 997)	(9 887)	(1 545)	(2 057)	(1 209)	(3 179)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(932)	26 517	1 840	37 880	(362)	2 369	1 110	2 379
Distributions from net income	(1 328)	(1 164)	(1 399)	(1 180)	(90)	(74)	(219)	(184)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 328)	(1 164)	(1 399)	(1 180)	(90)	(74)	(219)	(184)
NET INCREASE (DECREASE) IN NAV	984	23 892	3 838	35 073	(229)	2 106	1 466	2 024
NAV AT END OF PERIOD	\$ 68 278	\$ 66 281	\$ 72 846	\$ 69 465	\$ 4 670	\$ 4 538	\$ 11 683	\$ 9 486

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 97 616	\$ 39 272	\$ 20 898	\$ 7 093	\$ 362 132	\$ 199 440	\$ 632 064	\$ 332 480
INCREASE (DECREASE) IN NAV	5 160	(2 230)	1 133	(698)	22 618	(4 459)	36 350	(10 835)
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	24 322	73 843	2 364	18 927	95 094	130 369	145 233	310 920
Reinvestments of distributions to holders of redeemable units	1 045	988	293	274	4 017	1 562	7 728	4 853
Redemption of redeemable units	(28 199)	(12 858)	(2 918)	(5 220)	(30 130)	(8 055)	(85 417)	(46 798)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2 832)	61 973	(261)	13 981	68 981	123 876	67 544	268 975
Distributions from net income	(1 878)	(1 444)	(413)	(322)	(11 700)	(6 024)	(17 027)	(10 392)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 878)	(1 444)	(413)	(322)	(11 700)	(6 024)	(17 027)	(10 392)
NET INCREASE (DECREASE) IN NAV	450	58 299	459	12 961	79 899	113 393	86 867	247 748
NAV AT END OF PERIOD	\$ 98 066	\$ 97 571	\$ 21 357	\$ 20 054	\$ 442 031	\$ 312 833	\$ 718 931	\$ 580 228

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide high regular monthly income and total returns comprised of interest income and modest capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	–	–	0.2
AA	0.7	1.4	0.7
A	6.1	14.7	16.9
BBB	20.5	16.9	19.5
BB	18.6	17.8	18.0
B	30.9	26.7	26.6
CCC	7.5	7.6	7.3
D	0.2	–	–
Unrated	15.5	14.9	10.8
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	2.3	4.9	1.4
1 – 5 years	31.6	33.7	30.5
5 – 10 years	53.3	47.5	50.2
> 10 years	12.8	13.9	17.9
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.0% (December 31, 2013 – 7.1%, January 1, 2013 – 4.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Indian rupee	3.3	2.7	–
Brazilian real	2.3	2.6	0.6
Mexican peso	2.2	3.1	3.7
Malaysian ringgit	2.1	1.6	2.2
Polish zloty	1.7	3.0	3.2
Russian rouble	1.6	1.1	2.1
Colombian peso	0.9	1.4	–
Chilean peso	0.9	0.5	–
Chinese renminbi	0.9	–	–
South African rand	0.7	2.2	2.0
Indonesian rupiah	0.7	1.0	1.0
Turkish new lira	–	1.3	2.1
Thailand baht	–	0.8	1.2
Hungarian forint	–	–	0.8
Uruguay peso	–	–	0.5
Other currencies	–	0.7	0.6
Total	17.3	22.0	20.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%).

In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	387	3 080	–	3 467
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	622 324	–	622 324
Short-term investments	–	11 450	–	11 450
Derivatives – assets	–	3 045	–	3 045
Derivatives – liabilities	–	(875)	–	(875)
Total financial instruments	387	639 024	–	639 411
% of total portfolio	0.1	99.9	–	100.0



June 30, 2014

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	913	–	913
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	575 834	–	575 834
Short-term investments	–	8 192	–	8 192
Derivatives – assets	–	1 964	–	1 964
Derivatives – liabilities	–	(6 201)	–	(6 201)
Total financial instruments	–	580 702	–	580 702
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	278 127	–	278 127
Short-term investments	–	3 478	–	3 478
Derivatives – assets	–	1 720	–	1 720
Derivatives – liabilities	–	(1 082)	–	(1 082)
Total financial instruments	–	282 243	–	282 243
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.65%
Advisor Series	1.65%
Series H	1.55%
Series D	1.05%
Series F	0.90%
Series I	0.80%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series I	0.20%
Series O	0.20%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	68	66
Advisor Series	56	55
Series H	110	108
Series D	56	55
Series F	56	55
Series I	109	107
Value of all units	5	5

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	13 097
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	6 742	4 145
Issued number of units	825	3 034
Reinvested number of units	105	92
Redeemed number of units	(1 024)	(543)
Ending number of units	6 648	6 728

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	6 910	3 361
Issued number of units	1 156	4 561
Reinvested number of units	103	87
Redeemed number of units	(1 079)	(963)
Ending number of units	7 090	7 046
Series H		
Opening units	490	238
Issued number of units	110	424
Reinvested number of units	6	5
Redeemed number of units	(152)	(207)
Ending number of units	454	460
Series D		
Opening units	1 006	722
Issued number of units	205	519
Reinvested number of units	19	16
Redeemed number of units	(117)	(307)
Ending number of units	1 113	950
Series F		
Opening units	9 567	3 791
Issued number of units	2 335	7 085
Reinvested number of units	100	96
Redeemed number of units	(2 702)	(1 239)
Ending number of units	9 300	9 733
Series I		
Opening units	2 045	684
Issued number of units	229	1 808
Reinvested number of units	28	27
Redeemed number of units	(280)	(520)
Ending number of units	2 022	1 999
Series O		
Opening units	35 028	19 037
Issued number of units	9 007	12 356
Reinvested number of units	381	149
Redeemed number of units	(2 857)	(768)
Ending number of units	41 559	30 774

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Balanced Growth & Income Fund	2 891	1 221

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	578 386	331 479
Revaluation of investments at FVTPL	1 842	1 001
Net assets attributable to holders of redeemable units	580 228	332 480
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(11 676)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		841
Increase (decrease) in net assets attributable to holders of redeemable units		(10 835)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
BLUEBAY EMERGING MARKETS CORPORATE BOND FUND

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Argentina						
1 824	YPF S.A. USD	8.750	04-Apr-24	\$ 1 822	\$ 1 910	
				1 822	1 910	0.4
Barbados						
1 816	Columbus International Inc. USD	7.375	30-Mar-21	1 856	1 964	
				1 856	1 964	0.4
Brazil						
984	Alaskan Rigs Ltd. USD	5.250	30-Jul-18	1 013	1 032	
2 027	Banco do Brasil S.A. USD	3.875	10-Oct-22	1 894	1 910	
1 057	Banco do Brasil S.A. USD	6.250	31-Dec-99	846	855	
850	Cosan Luxembourg S.A. USD	5.000	14-Mar-23	724	814	
4 419	Cosan Overseas Ltd. USD	8.250	05-Nov-15	4 601	4 647	
2 210	JBS Investments GmbH USD	7.250	03-Apr-24	2 231	2 293	
1 100	Marfrig Holding Europe BV USD	6.875	24-Jun-19	1 100	1 117	
1 200	OAS Finance Ltd. USD	8.000	02-Jul-21	1 200	1 218	
5 858	Odebrecht Finance Ltd. USD	7.125	26-Jun-42	6 476	6 356	
1 800	Odebrecht Oil & Gas Finance Ltd. USD	7.000	31-Dec-99	1 800	1 872	
4 386	Oi S.A. USD	5.750	10-Feb-22	4 241	4 421	
4 615	Petrobras Global Finance BV USD	6.250	17-Mar-24	4 751	4 924	
1 053	Petrobras Global Finance BV USD	7.250	17-Mar-44	1 044	1 166	
1 200	Petrobras International Finance Co. USD	6.750	27-Jan-41	1 257	1 242	
1 072	Telemar Norte Leste S.A. USD	5.500	23-Oct-20	1 070	1 104	
				34 248	34 971	7.8
Bulgaria						
3 509	Vivacom EUR	6.625	15-Nov-18	4 802	5 057	
				4 802	5 057	1.1
Chile						
2 000	AES Gener S.A. USD	8.375	18-Dec-73	2 044	2 245	
4 097	Cencosud S.A. USD	4.875	20-Jan-23	4 000	4 163	
4 050	Guanay Finance Ltd. USD	6.000	15-Dec-20	4 198	4 285	
				10 242	10 693	2.4
China						
604	Baidu Inc. USD	3.500	28-Nov-22	588	596	
800	China Overseas Finance Cayman III Ltd. USD	6.375	29-Oct-43	771	776	
1 000	China Overseas Finance Cayman V Ltd. USD	5.350	15-Nov-42	850	859	
1 800	China Overseas Finance Cayman VI Ltd. USD	6.450	11-Jun-34	1 790	1 837	
2 720	China Resources Power East Foundation Co. Ltd. USD	7.250	31-Dec-99	2 825	2 853	
1 540	CITIC Pacific Ltd. USD	8.625	31-Dec-99	1 670	1 776	
3 845	CNOOC Finance 2013 Ltd. USD	3.000	09-May-23	3 532	3 635	
2 400	CNOOC Nexen Finance 2014 ULC USD	4.250	30-Apr-24	2 390	2 464	
700	Country Garden Holdings Co. Ltd. USD	11.750	10-Sep-14	708	714	
500	Country Garden Holdings Co. Ltd. USD	10.500	11-Aug-15	485	536	
2 991	ENN Energy Holdings Ltd. USD	6.000	13-May-21	3 094	3 323	
2 900	Greenland Global Investment Ltd. USD	5.875	03-Jul-24	2 884	2 864	
900	Kaisa Group Holdings Ltd. USD	8.875	19-Mar-18	928	929	
2 500	Longfor Properties Co. Ltd. USD	6.875	18-Oct-19	2 557	2 591	
2 000	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	1 978	2 056	
600	Sunac China Holdings Ltd. USD	9.375	05-Apr-18	605	614	
796	Tencent Holdings Ltd. USD	3.375	02-May-19	795	815	
200	Trillion Chance Ltd. USD	8.500	10-Jan-19	202	202	
1 784	Wanda Properties Overseas Ltd. USD	4.875	21-Nov-18	1 775	1 796	
				30 427	31 236	7.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Colombia						
3 700	Banco de Bogota S.A. USD	5.375	19-Feb-23	\$ 3 650	\$ 3 848	
332	Bancolombia S.A. USD	5.950	03-Jun-21	363	368	
2 798	Bancolombia S.A. USD	5.125	11-Sep-22	2 735	2 828	
1 583	Ecopetrol S.A. USD	7.375	18-Sep-43	1 808	1 956	
735	Ecopetrol S.A. USD	5.875	28-May-45	730	765	
6 100	Empresa de Energia de Bogota S.A. USD	6.125	10-Nov-21	6 381	6 695	
3 182 440	Empresa de Telecomunicaciones de Bogota COP	7.000	17-Jan-23	1 554	1 585	
3 640 000	Empresas Publicas de Medellin E.S.P. COP	8.375	01-Feb-21	2 044	2 068	
7 770	Pacific Rubiales Energy Corp. USD	7.250	12-Dec-21	8 231	8 664	
4 070	Transportadora de Gas Internacional SA ESP USD	5.700	20-Mar-22	4 149	4 396	
				31 645	33 173	7.4
Guatemala						
1 800	Comcel Trust USD	6.875	06-Feb-24	1 783	1 949	
3 827	Industrial Senior Trust USD	5.500	01-Nov-22	3 640	3 846	
				5 423	5 795	1.3
Hong Kong						
2 920	FPC Finance Ltd. USD	6.000	28-Jun-19	3 108	3 132	
1 200	FPC Treasury Ltd. USD	4.500	16-Apr-23	1 139	1 140	
1 750	Goodman HK Finance USD	4.375	19-Jun-24	1 741	1 761	
6 765	Hutchison Whampoa International 12 Ltd. USD	6.000	31-Dec-99	7 172	7 315	
4 578	PCCW Capital No 4 Ltd. USD	5.750	17-Apr-22	4 652	4 861	
2 616	Studio City Finance Ltd. USD	8.500	01-Dec-20	2 811	2 910	
				20 623	21 119	4.7
India						
9 880	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	9 505	10 171	
1 000	Bharti Airtel International Netherlands BV USD	5.350	20-May-24	999	1 043	
1 300	ICICI Bank Ltd. USD	4.800	22-May-19	1 303	1 377	
3 900	ICICI Bank Ltd. USD	5.750	16-Nov-20	3 976	4 276	
714	NTPC Ltd. USD	5.625	14-Jul-21	771	772	
1 220	NTPC Ltd. USD	4.750	03-Oct-22	1 244	1 239	
383	Oil India Ltd. USD	3.875	17-Apr-19	382	393	
3 100	Oil India Ltd. USD	5.375	17-Apr-24	3 151	3 251	
2 558	ONGC Videsh Ltd. USD	3.750	07-May-23	2 221	2 445	
100	Vedanta Resources Plc. USD	9.500	18-Jul-18	107	116	
3 034	Vedanta Resources Plc. USD	8.250	07-Jun-21	3 086	3 411	
				26 745	28 494	6.3
Indonesia						
373	Pertamina Persero PT USD	5.625	20-May-43	341	337	
2 408	Perusahaan Listrik Negara PT USD	5.250	24-Oct-42	1 807	2 071	
5 591	Listrindo Capital BV USD	6.950	21-Feb-19	5 809	6 052	
				7 957	8 460	1.9
Israel						
1 100	Delek & Avner Tamar Bond Ltd. USD	3.839	30-Dec-18	1 100	1 109	
4 050	Delek & Avner Tamar Bond Ltd. USD	5.412	30-Dec-25	4 140	4 183	
1 589	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	1 792	1 813	
4 174	Israel Electric Corp. Ltd. USD	6.875	21-Jun-23	4 514	4 800	
				11 546	11 905	2.6
Jamaica						
2 950	Digicel Group Ltd. USD	7.125	01-Apr-22	2 989	3 083	
				2 989	3 083	0.7
Luxembourg						
4 070	Altice Financing S.A. USD	7.875	15-Dec-19	4 358	4 470	
900	Altice Finco S.A. USD	9.875	15-Dec-20	958	1 042	
850	Altice S.A. EUR	7.250	15-May-22	1 248	1 238	
1 400	Altice S.A. USD	7.750	15-May-22	1 400	1 499	
1 366	Millicom International Cellular S.A. USD	6.625	15-Oct-21	1 376	1 475	
				9 340	9 724	2.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Macau						
2 350	MCE Finance Ltd. USD	5.000	15-Feb-21	\$ 2 339	\$ 2 385	
				2 339	2 385	0.5
Mexico						
10 470	America Movil S.A.B. de C.V. MXN	6.000	09-Jun-19	809	829	
56 030	America Movil S.A.B. de C.V. MXN	6.450	05-Dec-22	4 254	4 304	
4 999	America Movil S.A.B. de C.V. EUR	5.125	06-Sep-73	7 195	7 350	
1 101	Banco Santander Mexico S.A. USD	5.950	30-Jan-24	1 129	1 160	
6 365	BBVA Bancomer S.A. USD	6.750	30-Sep-22	6 905	7 304	
600	Cemex Espana Luxembourg USD	9.875	30-Apr-19	678	692	
3 377	Cemex Finance LLC	9.375	12-Oct-22	3 754	3 989	
2 052	Controladora Mabe SA CV USD	7.875	28-Oct-19	2 218	2 360	
3 710	Fermaca Enterprises S. de R.L. de C.V. USD	6.375	30-Mar-38	3 829	3 886	
1 900	Grupo Bimbo S.A.B. de C.V. USD	4.875	27-Jun-44	1 866	1 871	
4 300	Grupo Televisa S.A. MXN	7.250	14-May-43	356	289	
1 000	Grupo Televisa S.A.B. USD	5.000	13-May-45	965	1 007	
3 100	Mexico Generadora de Energia S. de R.L. USD	5.500	06-Dec-32	2 929	3 178	
2 300	Offshore Drilling Holding S.A. USD	8.375	20-Sep-20	2 411	2 559	
13 000	Petroleos Mexicanos MXN	7.650	24-Nov-21	1 041	1 090	
10 400	Petroleos Mexicanos MXN	7.190	12-Sep-24	818	817	
1 000	Petroleos Mexicanos EUR	3.750	16-Apr-26	1 419	1 457	
2 200	Petroleos Mexicanos USD	5.500	27-Jun-44	2 271	2 301	
8 600	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	6 037	989	
				50 884	47 432	10.6
Morocco						
2 300	OCP S.A. USD	5.625	25-Apr-24	2 278	2 418	
2 450	OCP S.A. USD	6.875	25-Apr-44	2 449	2 573	
				4 727	4 991	1.1
Paraguay						
1 924	Telefonica Celular del Paraguay S.A. USD	6.750	13-Dec-22	1 972	2 073	
				1 972	2 073	0.5
Peru						
2 966	Banco de Credito del Peru USD	6.875	16-Sep-26	3 328	3 344	
5 930	Banco de Credito del Peru USD	6.125	24-Apr-27	6 085	6 345	
4 500	Consorcio Transmantaro S.A. USD	4.375	07-May-23	4 208	4 388	
				13 621	14 077	3.1
Philippines						
3 120	SM Investments Corp. USD	4.250	17-Oct-19	2 991	3 160	
				2 991	3 160	0.7
Poland						
1 066	Eileme 2 AB USD	11.625	31-Jan-20	1 189	1 279	
				1 189	1 279	0.3
Qatar						
2 875	Otel International Finance Ltd. USD	3.875	31-Jan-28	2 539	2 706	
2 256	Ras Laffan Liquefied Natural Gas Co. Ltd. II USD	5.298	30-Sep-20	2 432	2 464	
3 948	Ras Laffan Liquefied Natural Gas Co. Ltd. III USD	6.332	30-Sep-27	4 409	4 599	
				9 380	9 769	2.2
Russia						
2 085	ALROSA Finance S.A. USD	7.750	03-Nov-20	2 295	2 327	
3 900	Gazprom Neft OAO USD	4.375	19-Sep-22	3 621	3 637	
6 700	Gazprom Neft OAO USD	6.000	27-Nov-23	6 744	6 909	
700	Gazprom OAO USD	4.950	06-Feb-28	627	660	
1 227	OJSC Rosneft Oil Company USD	4.199	06-Mar-22	1 143	1 147	
9 500	OJSC Russian Agricultural Bank RUB	8.700	17-Mar-16	269	274	
11 500	OJSC Russian Agricultural Bank RUB	7.875	07-Feb-18	304	312	
3 547	OJSC Russian Agricultural Bank USD	6.000	03-Jun-21	3 553	3 582	
4 733	Polyus Gold International Ltd. USD	5.625	29-Apr-20	4 672	4 709	
1 400	Sberbank of Russia USD	6.125	07-Feb-22	1 484	1 503	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Russia (cont.)						
1 400	Sberbank of Russia USD	5.250	23-May-23	\$ 1 304	\$ 1 320	
616	Sberbank of Russia USD	5.500	26-Feb-24	580	602	
4 310	Vimpel Communications OJSC USD	7.748	02-Feb-21	4 518	4 752	
2 377	VimpelCom Holdings BV USD	5.950	13-Feb-23	2 306	2 362	
				33 420	34 096	7.6
Saudi Arabia						
4 457	Saudi Electricity Global Sukuk Co. 2 USD	5.060	08-Apr-43	4 248	4 362	
				4 248	4 362	1.0
Singapore						
3 652	Oversea-Chinese Banking Corp Ltd. USD	3.150	11-Mar-23	3 652	3 691	
2 100	Puma International Financing S.A. USD	6.750	01-Feb-21	2 096	2 174	
2 125	STATS ChipPAC Ltd. USD	4.500	20-Mar-18	2 158	2 146	
4 080	United Overseas Bank Ltd. USD	3.750	19-Sep-24	4 061	4 123	
				11 967	12 134	2.7
South Africa						
5 200	AngloGold Ashanti Holdings Plc. USD	8.500	30-Jul-20	5 460	5 844	
300	AngloGold Ashanti Holdings Plc. USD	5.125	01-Aug-22	258	293	
				5 718	6 137	1.4
South Korea						
2 100	Woori Bank Co. Ltd. USD	4.750	30-Apr-24	2 099	2 124	
				2 099	2 124	0.5
Thailand						
900	Bangkok Bank PCL USD	3.875	27-Sep-22	884	898	
2 225	Krung Thai Bank PCL USD	5.200	26-Dec-24	2 225	2 246	
1 967	PTTEP Canada International Finance Ltd. USD	6.350	12-Jun-42	2 077	2 224	
				5 186	5 368	1.2
Turkey						
2 650	Akbank TAS TRY	7.500	05-Feb-18	1 085	1 166	
2 230	Arcelik A.S. USD	5.000	03-Apr-23	2 029	2 154	
2 500	Turk Telekomunikasyon A.S. USD	3.750	19-Jun-19	2 490	2 479	
2 069	Turkiye Halk Bankasi A.S. USD	4.875	19-Jul-17	2 099	2 141	
4 255	Turkiye Is Bankasi USD	6.000	24-Oct-22	3 936	4 278	
375	Turkiye Is Bankasi USD	7.850	10-Dec-23	375	416	
800	Turkiye Vakiflar Bankasi T.A.O. EUR	3.500	17-Jun-19	1 077	1 089	
				13 091	13 723	3.1
United Arab Emirates						
700	AHB Tier 1 Sukuk Ltd. USD	5.500	30-Jun-19	701	700	
1 055	Doric Nimrod Air Finance Alpha Ltd 2012-1 Class B Pass Through Trust USD	6.500	30-May-21	1 110	1 133	
2 013	Doric Nimrod Air Finance Alpha Ltd 2012-1 Class A Pass Through Trust USD	5.125	30-Nov-22	2 034	2 131	
10 110	DP World Ltd. USD	6.850	02-Jul-37	10 611	11 323	
1 200	Emirates Airline USD	4.500	06-Feb-25	1 163	1 182	
5 471	MAF Global Securities Ltd. USD	7.125	31-Dec-99	5 496	5 895	
				21 115	22 364	5.0
United Kingdom						
4 320	Sable International Finance Ltd. USD	8.750	01-Feb-20	4 778	4 882	
				4 778	4 882	1.1
United States						
1 213	Southern Copper Corp.	7.500	27-Jul-35	1 364	1 423	
				1 364	1 423	0.3
Venezuela						
3 277	Petroleos de Venezuela S.A. USD	5.250	12-Apr-17	2 576	2 784	
3 145	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	1 991	1 962	
				4 567	4 746	1.1
TOTAL FOREIGN BONDS				394 321	404 109	90.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
381	United States 10-Year Note Future, Call @ 126.50 August 22, 2014	\$ 107	\$ 113	
(381)	United States 10-Year Note Future, Written Call @ 127.50 August 22, 2014 (54)	(54)	(48)	
1 032	United States 10-Year Note Future, Put @ 121.00 August 22, 2014	226	48	
2 674 000	USD/COP, Call @ 1 983.25 August 25, 2014	18	6	
(2 674 000)	USD/COP, Written Put @ 1 881.83 August 25, 2014	(14)	(26)	
TOTAL OTHER INVESTMENTS		283	93	–
SHORT-TERM INVESTMENTS*		1 000	1 000	0.2
TOTAL INVESTMENTS		395 604	405 202	90.4
UNREALIZED LOSS ON				
FUTURES CONTRACTS (SCHEDULE A)				
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
RECEIVABLE ON OPEN SWAP CONTRACTS (SCHEDULE C)				
TOTAL PORTFOLIO		\$ 395 604	405 071	90.4
CASH			32 616	7.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			10 515	2.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 448 202		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.05% and mature on July 24, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(26)	CME Ultra Long Term U.S. Treasury Bond Future, September 2014 Contracts at USD 148.20 per contract	\$ (3 863) \$ (35)
TOTAL FUTURES		\$ (3 863) \$ (35)

US\$273 are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE C

Interest Rate Swaps

Notional Amount (000s)	Floating Rate Index	Currency	Pay/Receive Floating Rate	Fixed Rate	Expiration Date	Counterparty	Credit Rating	Unrealized Appreciation/Depreciation	% of Net Assets
(60 300)	MXN-TIIE-Banxico	MXN	Receive	4.96%	25-Jun-19	Deutsche Bank AG	A+	\$ –	–
TOTAL								\$ –	–

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought TRY 4 217 Sold USD 1 961 @ 0.4651	01-Jul-14	\$ 29
Bought USD 10 Sold MXN 133 @ 13.0589	01-Jul-14	–
Bought USD 2 084 Sold MXN 26 835 @ 12.8768	01-Jul-14	15
Bought USD 4 965 Sold MXN 64 179 @ 12.9262	01-Jul-14	19
Bought MXN 10 843 Sold USD 833 @ 0.0768	02-Jul-14	3
Bought TRY 2 459 Sold USD 1 150 @ 0.4677	04-Aug-14	2
Bought USD 300 Sold RUB 10 173 @ 33.9100	04-Aug-14	2
		\$ 70
Contracts	Maturity Date	Unrealized Loss
Bought MXN 12 836 Sold USD 993 @ 0.0774	01-Jul-14	\$ (4)
Bought MXN 12 844 Sold USD 993 @ 0.0773	01-Jul-14	(3)
Bought MXN 19 256 Sold USD 1 490 @ 0.0774	01-Jul-14	(6)
Bought MXN 19 262 Sold USD 1 490 @ 0.0773	01-Jul-14	(5)
Bought MXN 26 950 Sold USD 2 084 @ 0.0773	01-Jul-14	(7)
Bought USD 1 980 Sold TRY 4 217 @ 2.1297	01-Jul-14	(10)
Bought USD 862 Sold MXN 11 241 @ 13.0385	01-Jul-14	(4)
Bought USD 1 195 Sold TRY 2 540 @ 2.1258	03-Jul-14	(4)
Bought USD 1 947 Sold TRY 4 217 @ 2.1661	04-Aug-14	(29)
Bought USD 289 Sold RUB 9 900 @ 34.2500	04-Aug-14	(1)
Bought USD 16 368 Sold EUR 12 020 @ 0.7344	07-Aug-14	(93)
		\$ (166)
TOTAL FOREIGN EXCHANGE		\$ (96)

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 405 202	\$ 393 334	\$ 277 244
Cash	32 616	20 024	18 075
Due from investment dealers	13 829	–	–
Subscriptions receivable	201	848	315
Futures contracts margin receivable	222	–	76
Unrealized gain on foreign exchange contracts	70	65	5
Dividends receivable, interest accrued and other assets	5 326	5 812	4 220
TOTAL ASSETS	457 466	420 083	299 935
LIABILITIES			
Due to investment dealers	8 300	–	–
Redemptions payable	259	402	–
Unrealized loss on futures contracts	35	–	–
Unrealized loss on foreign exchange contracts	166	157	–
Distributions payable	392	–	–
Accounts payable and accrued expenses	112	109	85
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	9 264	668	85
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 448 202	\$ 419 415	\$ 299 850
Investments at cost	\$ 395 604	\$ 401 817	\$ 264 053
NAV, END OF PERIOD			
SERIES A	\$ 6 389	\$ 6 840	\$ 5 696
ADVISOR SERIES	\$ 3 494	\$ 5 238	\$ 4 333
SERIES H	\$ 982	\$ 928	\$ 726
SERIES D	\$ 2 343	\$ 2 338	\$ 4 004
SERIES F	\$ 9 551	\$ 10 264	\$ 7 690
SERIES I	\$ 2 897	\$ 2 853	\$ 3 084
SERIES O	\$ 422 546	\$ 390 954	\$ 274 317
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.14	\$ 9.70	\$ 10.77
ADVISOR SERIES	\$ 10.13	\$ 9.71	\$ 10.76
SERIES H	\$ 10.18	\$ 9.73	\$ 10.79
SERIES D	\$ 10.15	\$ 9.72	\$ 10.82
SERIES F	\$ 10.18	\$ 9.75	\$ 10.77
SERIES I	\$ 10.14	\$ 9.70	\$ 10.78
SERIES O	\$ 10.16	\$ 9.72	\$ 10.72

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 11 356	\$ 8 555
Net gain (loss) from futures contracts	(481)	(1 068)
Net realized gain (loss) on investments	2 017	2 847
Net gain (loss) on foreign currencies and other net assets	(156)	70
Change in unrealized gain (loss) on investments	18 077	(31 233)
TOTAL INCOME (LOSS)	30 813	(20 829)
EXPENSES (see notes – Fund Specific Information)		
Management fees	173	209
Administration fees	429	327
Board of Governors costs	1	2
GST/HST	64	62
TOTAL EXPENSES	667	600
INCREASE (DECREASE) IN NAV	\$ 30 146	\$ (21 429)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 399	\$ (698)
ADVISOR SERIES	\$ 268	\$ (452)
SERIES H	\$ 58	\$ (85)
SERIES D	\$ 150	\$ (202)
SERIES F	\$ 659	\$ (686)
SERIES I	\$ 175	\$ (212)
SERIES O	\$ 28 437	\$ (19 094)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.83	\$ (0.78)
ADVISOR SERIES	\$ 0.83	\$ (0.79)
SERIES H	\$ 0.83	\$ (0.79)
SERIES D	\$ 0.86	\$ (0.76)
SERIES F	\$ 0.87	\$ (0.75)
SERIES I	\$ 0.88	\$ (0.74)
SERIES O	\$ 0.92	\$ (0.69)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 30 146	\$ (21 429)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 017)	(2 847)
Change in unrealized loss (gain) on investments	(18 077)	31 233
(Increase) decrease in accrued receivables	(12 696)	(1 654)
Increase (decrease) in accrued payables	8 552	3 251
Cost of investments purchased	(332 205)	(225 747)
Proceeds on sales of investments	340 248	179 590
NET CASH PROVIDED BY OPERATING ACTIVITIES	13 951	(37 603)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	14 086	70 546
Cash paid on redemption of redeemable units	(14 559)	(17 544)
Distributions paid to holders of redeemable units	(886)	(848)
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 359)	\$ 52 154
Net increase (decrease) in cash for the year	12 592	14 551
Cash (bank overdraft), beginning of period	20 024	18 075
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 32 616	\$ 32 626
Interest received	\$ 11 842	\$ 8 022
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 840	\$ 5 696	\$ 5 238	\$ 4 333	\$ 928	\$ 726	\$ 2 338	\$ 4 004
INCREASE (DECREASE) IN NAV	399	(698)	268	(452)	58	(85)	150	(202)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	476	7 716	305	3 428	–	505	79	714
Reinvestments of distributions to holders of redeemable units	96	99	42	48	12	12	47	61
Redemption of redeemable units	(1 314)	(4 714)	(2 284)	(1 434)	–	–	(224)	(1 768)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(742)	3 101	(1 937)	2 042	12	517	(98)	(993)
Distributions from net income	(108)	(110)	(75)	(77)	(16)	(13)	(47)	(61)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(108)	(110)	(75)	(77)	(16)	(13)	(47)	(61)
NET INCREASE (DECREASE) IN NAV	(451)	2 293	(1 744)	1 513	54	419	5	(1 256)
NAV AT END OF PERIOD	\$ 6 389	\$ 7 989	\$ 3 494	\$ 5 846	\$ 982	\$ 1 145	\$ 2 343	\$ 2 748

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 264	\$ 7 690	\$ 2 853	\$ 3 084	\$ 390 954	\$ 274 317	\$ 419 415	\$ 299 850
INCREASE (DECREASE) IN NAV	659	(686)	175	(212)	28 437	(19 094)	30 146	(21 429)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	1 257	4 677	209	972	11 760	52 534	14 086	70 546
Reinvestments of distributions to holders of redeemable units	50	91	56	58	9 990	6 110	10 293	6 479
Redemption of redeemable units	(2 468)	(2 066)	(337)	(492)	(7 932)	(7 070)	(14 559)	(17 544)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 161)	2 702	(72)	538	13 818	51 574	9 820	59 481
Distributions from net income	(211)	(162)	(59)	(62)	(10 663)	(6 842)	(11 179)	(7 327)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(211)	(162)	(59)	(62)	(10 663)	(6 842)	(11 179)	(7 327)
NET INCREASE (DECREASE) IN NAV	(713)	1 854	44	264	31 592	25 638	28 787	30 725
NAV AT END OF PERIOD	\$ 9 551	\$ 9 544	\$ 2 897	\$ 3 348	\$ 422 546	\$ 299 955	\$ 448 202	\$ 330 575

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and modest capital appreciation.

**Financial instrument risk and capital management
(see note 4 in the generic notes)**

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AA	3.1	3.6	1.7
A	5.9	5.9	14.2
BBB	44.5	44.5	47.8
BB	31.8	32.3	23.0
B	8.7	8.8	9.2
CCC	1.5	1.0	–
D	–	0.3	–
Unrated	4.5	3.6	4.1
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.2	2.1	0.9
1 – 5 years	12.2	20.2	24.5
5 – 10 years	58.2	65.4	64.6
> 10 years	29.4	12.3	10.0
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.7% (December 31, 2013 – 5.1%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (USD000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	404 202	–	404 202
Short-term investments	–	1 000	–	1 000
Derivatives – assets	–	70	–	70
Derivatives – liabilities	(35)	(166)	–	(201)
Total financial instruments	(35)	405 106	–	405 071
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	393 334	–	393 334
Short-term investments	–	–	–	–
Derivatives – assets	–	65	–	65
Derivatives – liabilities	–	(157)	–	(157)
Total financial instruments	–	393 242	–	393 242
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	276 745	–	276 745
Short-term investments	–	499	–	499
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	277 249	–	277 249
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Series H	1.60%
Series D	1.10%
Series F	0.95%
Series I	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series I	0.20%
Series O	0.20%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	105	104
Series D	56	55
Series I	108	105
Value of all units	3	3

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	705	529
Issued number of units	48	721
Reinvested number of units	10	10
Redeemed number of units	(133)	(453)
Ending number of units	630	807
Advisor Series		
Opening units	540	403
Issued number of units	30	318
Reinvested number of units	4	5
Redeemed number of units	(229)	(135)
Ending number of units	345	591
Series H		
Opening units	95	67
Issued number of units	–	47
Reinvested number of units	1	1
Redeemed number of units	–	–
Ending number of units	96	115
Series D		
Opening units	241	370
Issued number of units	8	66
Reinvested number of units	5	6
Redeemed number of units	(23)	(166)
Ending number of units	231	276
Series F		
Opening units	1 053	714
Issued number of units	126	438
Reinvested number of units	5	9
Redeemed number of units	(246)	(197)
Ending number of units	938	964
Series I		
Opening units	294	286
Issued number of units	20	94
Reinvested number of units	6	6
Redeemed number of units	(34)	(48)
Ending number of units	286	338
Series O		
Opening units	40 202	25 583
Issued number of units	1 186	4 946
Reinvested number of units	999	593
Redeemed number of units	(802)	(663)
Ending number of units	41 585	30 459

Please see the generic notes at the back of the financial statements.



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Bond Trust	23	26
RBC Monthly Income High Yield Bond Fund	238	118
RBC Bond Fund	12 082	11 463
RBC Global Bond Fund	13 416	11 587
RBC Global Corporate Bond Fund	2 839	2 766
RBC Global High Yield Bond Fund	6 827	6 651
RBC Private Global Bond Pool	–	1 483
Total	35 425	34 094

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	329 146	298 693
Revaluation of investments at FVTPL	1 429	1 157
Net assets attributable to holders of redeemable units	330 575	299 850

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(21 701)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	272
Increase (decrease) in net assets attributable to holders of redeemable units	(21 429)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets		
EQUITIES						
France						
30 430	Cap Gemini S.A.	\$ 2 372	\$ 2 316			
17 595	Eurazeo S.A.	1 585	1 562			
16 337	Kering S.A.	3 772	3 823			
39 124	Technip S.A.	4 520	4 560			
		12 249	12 261	1.3		
Germany						
23 812	Adidas AG	2 892	2 569			
282 852	Deutsche Post AG	10 501	10 912			
7 166	Osram Licht AG	460	385			
		13 853	13 866	1.4		
Portugal						
70 200	Galp Energia SGPS S.A.	1 355	1 373			
		1 355	1 373	0.1		
South Korea						
121 970	Hynix Semiconductor Inc.	6 096	6 246			
		6 096	6 246	0.6		
United States						
83 939	Jaguar Mining Inc.	438	72			
66 301	Lam Research Corp.	4 043	4 779			
35 633	Salesforce.com Inc.	2 197	2 208			
3 328	The Priceline Group Inc.	4 439	4 271			
		11 117	11 330	1.2		
TOTAL EQUITIES						
		44 670	45 076	4.6		
Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Argentina						
1 363	MercadoLibre Inc., Convertible	2.250	01-Jul-19	\$ 1 483	\$ 1 528	
				1 483	1 528	0.2
Australia						
4 100	Beach Energy Ltd., Convertible AUD	3.950	03-Apr-17	4 266	4 592	
4 490	CFS Retail Property Trust Group, Convertible AUD	5.750	04-Jul-16	4 752	4 800	
4 800	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	5 574	5 869	
10 101	Paladin Energy Ltd., Convertible USD	3.625	04-Nov-15	9 556	9 805	
4 144	Paladin Energy Ltd., Convertible USD	6.000	30-Apr-17	3 621	3 656	
6 750	Western Areas NL, Convertible AUD	6.400	02-Jul-15	6 776	7 063	
				34 545	35 785	3.7
Austria						
696	IMMOFINANZ AG, Convertible EUR	4.250	08-Mar-18	4 805	4 794	
				4 805	4 794	0.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
China						
11 500	Billion Express Investments Ltd., Convertible USD	0.750	18-Oct-15	\$ 12 619	\$ 12 604	
20 000	China Power International Development Ltd., Convertible CNY	2.750	18-Sep-17	4 120	4 775	
4 569	Ctrip.com International Ltd., Convertible USD	1.250	15-Oct-18	4 919	5 328	
18 000	Fufeng Group Ltd., Convertible CNY	3.000	27-Nov-18	3 226	3 172	
2 750	Haitian International Holdings Ltd., Convertible USD	2.000	13-Feb-19	3 000	3 021	
11 800	Kaisa Group Holdings Ltd., Convertible CNY	8.000	20-Dec-15	2 254	2 210	
15 000	Kingsoft Corp Ltd., Convertible HKD	1.250	11-Apr-19	1 980	1 966	
58 000	Logo Star Ltd., Convertible HKD	1.500	22-Nov-18	8 473	9 340	
4 116	Qihoo 360 Technology Co. Ltd., Convertible USD	2.500	15-Sep-18	5 075	5 066	
44 000	Shenzhou International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	6 225	6 131	
4 590	SINA Corp., Convertible USD	1.000	01-Dec-18	4 811	4 504	
				56 702	58 117	6.0
Finland						
1 900	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	858	319	
				858	319	-
France						
225	Air France-KLM, Convertible EUR	4.970	01-Apr-15	4 507	4 085	
358	Air France-KLM, Convertible EUR	2.030	15-Feb-23	6 041	6 638	
92	Etablissements Maurel et Prom, Convertible EUR	7.125	31-Jul-15	2 141	2 221	
91	Faurecia, Convertible EUR	3.250	01-Jan-18	4 390	4 065	
18	Gecina S.A., Convertible EUR	2.125	01-Jan-16	3 594	3 795	
48	Unibail-Rodamco SE, Convertible EUR	0.000	01-Jul-21	20 410	20 197	
				41 083	41 001	4.2
Germany						
3 700	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	5 343	5 269	
300 000	Deutsche Bank Luxembourg S.A. JPY	0.000	02-May-19	382	316	
1 500	Deutsche Wohnen AG, Convertible EUR	0.500	22-Nov-20	2 203	2 280	
2 100	Grand City Properties S.A., Convertible EUR	1.500	24-Feb-19	3 437	3 427	
4 700	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	7 001	7 122	
81	TUI AG, Convertible EUR	2.750	24-Mar-16	7 730	8 409	
				26 096	26 823	2.8
Hong Kong						
28 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	4 079	4 220	
28 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	4 621	4 465	
13 000	China LotSynergy Holdings Ltd., Convertible HKD	5.000	17-Apr-19	1 838	1 968	
6 000	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	6 580	6 488	
40 000	China Overseas Grand Oceans Finance Cayman Ltd., Convertible HKD	2.000	21-Mar-17	6 176	5 547	
2 500	Johnson Electric Holdings Ltd., Convertible USD	1.000	02-Apr-21	2 797	2 853	
2 800	PB Issuer No 2 Ltd., Convertible USD	1.750	12-Apr-16	3 020	2 994	
6 653	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	8 564	8 498	
14 000	REXLot Holdings Ltd., Convertible HKD	4.500	17-Apr-19	1 998	1 994	
52 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	7 322	7 157	
				46 995	46 184	4.8
Hungary						
6 300	Magyar Nemzeti Vagyonkezelő ZRt., Convertible EUR	3.375	02-Apr-19	9 454	9 862	
				9 454	9 862	1.0
India						
2 600	Amtek India Ltd., Convertible USD	2.500	21-Sep-17	2 841	2 974	
3 638	Jaiprakash Power Ventures Ltd., Convertible USD	5.000	13-Feb-15	3 738	4 230	
4 300	Vedanta Resources Jersey Ltd., Convertible USD	5.500	13-Jul-16	4 759	4 719	
				11 338	11 923	1.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Italy						
2 400	Eni S.p.A., Convertible EUR	0.250	30-Nov-15	\$ 3 770	\$ 3 612	
				3 770	3 612	0.4
Japan						
300 000	ABC-Mart Inc., Convertible JPY	0.000	05-Feb-18	3 773	3 983	
200 000	Alps Electric Co. Ltd., Convertible JPY	0.000	25-Mar-19	2 202	2 242	
200 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	2 374	2 455	
300 000	Bic Camera Inc., Convertible JPY	0.000	28-Jun-21	3 312	3 289	
109 000	Ebara Corp., Convertible JPY	0.000	19-Mar-18	1 539	1 604	
270 000	Fukuyama Transporting Co. Ltd., Convertible JPY	0.000	22-Mar-17	3 427	3 336	
790 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	8 737	8 344	
2 700	Mitsui OSK Lines Ltd., Convertible USD	0.000	24-Apr-20	2 867	2 884	
220 000	Nidec Corp., Convertible JPY	0.000	18-Sep-15	2 481	2 838	
85 000	Nihon Unisys Ltd., Convertible JPY	0.000	20-Jun-16	944	939	
185 000	Nikkiso Co. Ltd., Convertible JPY	0.000	02-Aug-18	2 069	2 032	
420 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	4 758	4 752	
285 000	Senshukai Co. Ltd., Convertible JPY	0.000	23-Apr-19	3 130	3 031	
213 000	Square Enix Holdings Co. Ltd., Convertible JPY	0.000	04-Feb-15	2 451	2 329	
112 000	Takashimaya Co. Ltd., Convertible JPY	0.000	14-Nov-14	1 294	1 436	
290 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-18	3 213	3 162	
260 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-20	2 862	2 905	
2 400	The Joyo Bank Ltd., Convertible USD	0.000	24-Apr-19	2 613	2 640	
16 000	The Nagano Bank Ltd., Convertible JPY	0.000	30-Apr-21	181	177	
1 400	The Yamagata Bank Ltd., Convertible USD	0.000	22-Apr-19	1 621	1 572	
370 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	4 003	3 990	
100 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-19	1 071	1 079	
380 000	Toray Industries Inc., Convertible JPY	0.000	30-Aug-19	4 164	4 168	
180 000	Toray Industries Inc., Convertible JPY	0.000	31-Aug-21	1 978	2 020	
510 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	5 651	5 517	
				72 715	72 724	7.5
Malaysia						
11 863	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	10 098	10 495	
5 600	YTL Corp. Finance Labuan Ltd., Convertible USD	1.875	18-Mar-15	6 370	6 377	
				16 468	16 872	1.7
Mexico						
5 745	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	8 729	9 311	
				8 729	9 311	1.0
Netherlands						
2 300	Kore Coal Finance BV EUR	9.000	22-Oct-16	3 440	3 527	
2 000	SH Properties Finance BV EUR	0.000	29-Jan-16	3 088	3 184	
2 600	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	3 937	3 830	
				10 465	10 541	1.1
Norway						
700	Frontline Ltd., Convertible USD	4.500	14-Apr-15	682	676	
4 200	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	4 613	4 161	
12 500	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	19 192	19 733	
2 700	Seadrill Ltd., Convertible USD	3.375	27-Oct-17	4 221	4 376	
4 600	Ship Finance International Ltd., Convertible USD	3.750	10-Feb-16	5 190	5 415	
5 513	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	6 190	6 678	
				40 088	41 039	4.2
Portugal						
2 200	BES Finance Ltd., Convertible USD	3.500	06-Dec-15	2 530	2 536	
7 800	Parpublica - Participacoes Publicas SGPS S.A., Convertible EUR	5.250	28-Sep-17	12 886	13 228	
				15 416	15 764	1.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Russia						
5 100	Lukoil International Finance BV, Convertible USD	2.625	16-Jun-15	\$ 5 635	\$ 5 556	
4 000	Yandex N.V., Convertible USD	1.125	15-Dec-18	4 081	4 243	
				9 716	9 799	1.0
Singapore						
14 750	CapitaLand Ltd., Convertible SGD	1.850	19-Jun-20	11 799	12 018	
13 000	China Merchants Holdings Pacific Ltd., Convertible HKD	1.250	06-Nov-17	1 946	1 959	
2 000	Golden Agri-Resources Ltd., Convertible USD	2.500	04-Oct-17	2 099	2 125	
13 400	Olam International Ltd., Convertible USD	6.000	15-Oct-16	14 924	15 866	
10 000	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	8 663	8 747	
				39 431	40 715	4.2
South Africa						
1	Impala Platinum Holdings Ltd., Convertible USD	5.000	21-Feb-18	998	859	
2 400	Steinhoff Finance Holding GmbH, Convertible EUR	5.000	22-May-16	4 178	5 220	
4 700	Steinhoff Finance Holding GmbH, Convertible EUR	6.375	26-May-17	7 880	9 391	
3 100	Steinhoff Finance Holding GmbH, Convertible EUR	4.000	30-Jan-21	4 952	5 558	
				18 008	21 028	2.2
South Korea						
200 000	Lotte Shopping Co. Ltd., Convertible JPY	0.000	05-Jul-16	2 155	2 092	
2 800 000	Lotte Shopping Co. Ltd., Convertible KRW	0.000	24-Jan-18	2 855	2 982	
				5 010	5 074	0.5
Spain						
3 900	ACS Actividades Finance 2 BV, Convertible EUR	1.625	27-Mar-19	6 019	6 007	
5 300	Caja de Ahorros y Pensiones de Barcelona, Convertible EUR	1.000	25-Nov-17	8 586	8 728	
2 800	OHL Investments S.A., Convertible EUR	4.000	25-Apr-18	4 168	4 427	
				18 773	19 162	2.0
Switzerland						
4 000	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	4 771	4 982	
				4 771	4 982	0.5
Taiwan						
1 000	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	1 343	1 336	
500	Asia Cement Corp., Convertible USD	0.000	13-May-18	556	558	
2 700	AU Optronics Corp., Convertible USD	0.000	13-Oct-15	2 891	3 164	
4 600	Epistar Corp., Convertible USD	0.000	07-Aug-18	5 374	6 207	
1 800	Far Eastern International Bank, Convertible USD	0.000	07-Feb-18	1 980	1 922	
3 600	Pegatron Corp., Convertible USD	0.000	06-Feb-17	4 478	5 487	
600	Taiwan Glass Industry Corp., Convertible USD	0.000	28-Jul-14	631	639	
1 400	Taiwan Glass Industry Corp., Convertible USD	0.000	10-Mar-19	1 551	1 456	
8 600	Wistron Corp., Convertible USD	0.000	19-Jan-15	9 302	9 529	
3 900	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	4 264	4 246	
				32 370	34 544	3.6
United Arab Emirates						
24 000	DP World Ltd., Convertible USD	1.750	19-Jun-24	26 189	25 860	
				26 189	25 860	2.7
United Kingdom						
2 800	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	2 928	2 628	
4 400	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	4 599	3 597	
2 100	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	3 881	3 851	
5 200	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	9 472	9 731	
3 000	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	5 539	5 502	
2 700	St Modwen Properties Securities Jersey Ltd., Convertible GBP	2.875	06-Mar-19	5 075	4 902	
4 600	Subsea 7 S.A., Convertible USD	1.000	05-Oct-17	5 093	4 936	
4 100	TUI Travel Plc., Convertible GBP	4.900	27-Apr-17	8 504	8 993	
				45 091	44 140	4.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
4 710	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	\$ 5 214	\$ 5 134	
4 150	Alpha Natural Resources Inc., Convertible	4.875	15-Dec-20	4 256	3 439	
4 525	American Realty Capital Properties Inc., Convertible	3.750	15-Dec-20	5 099	5 044	
3 500	Ares Capital Corp., Convertible	5.750	01-Feb-16	4 146	3 981	
4 340	Ares Capital Corp., Convertible	4.375	15-Jan-19	4 769	4 896	
3 745	BioMarin Pharmaceutical Inc., Convertible	0.750	15-Oct-18	4 388	4 152	
3 935	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	4 706	4 441	
6 000	Cardtronics Inc., Convertible	1.000	01-Dec-20	6 331	5 860	
5 707	Cepheid Inc., Convertible	1.250	01-Feb-21	6 703	6 308	
10 505	Citrix Systems Inc., Convertible	0.500	15-Apr-19	11 537	11 878	
7 810	Cobalt International Energy Inc., Convertible	2.625	01-Dec-19	8 240	7 696	
6 657	Concur Technologies Inc., Convertible	0.500	15-Jun-18	8 706	7 962	
4 103	Cubist Pharmaceuticals Inc., Convertible	1.875	01-Sep-20	5 255	5 000	
3 735	Electronic Arts Inc., Convertible	0.750	15-Jul-16	4 390	5 057	
2 031	Energy XXI Bermuda Ltd., Convertible USD	3.000	15-Dec-18	2 142	2 148	
2 486	General Cable Corp., Convertible	4.500	15-Nov-29	2 888	2 635	
2 420	Hologic Inc., Convertible	2.000	15-Dec-37	3 006	3 245	
6 816	Intel Corp., Convertible	3.250	01-Aug-39	9 756	11 229	
6 370	Jarden Corp., Convertible	1.125	15-Mar-34	7 067	6 973	
3 649	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	4 071	3 912	
823	Liberty Interactive LLC, Convertible	4.000	15-Nov-29	581	576	
7 200	Liberty Interactive LLC, Convertible	3.500	15-Jan-31	4 082	4 239	
7 060	Liberty Interactive LLC, Convertible	0.750	30-Mar-43	8 878	10 129	
7 710	Liberty Media Corp., Convertible	1.375	15-Oct-23	8 143	8 358	
3 910	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	4 921	4 502	
5 490	Medivation Inc., Convertible	2.625	01-Apr-17	8 835	9 363	
3 145	Molina Healthcare Inc., Convertible	1.125	15-Jan-20	3 687	4 210	
1 950	National Health Investors Inc., Convertible	3.250	01-Apr-21	2 187	2 105	
10 280	NVIDIA Corp., Convertible	1.000	01-Dec-18	11 708	12 158	
2 640	Palo Alto Networks Inc., Convertible	0.000	01-Jul-19	2 839	2 920	
2 740	Prospect Capital Corp., Convertible	4.750	15-Apr-20	2 944	2 899	
4 000	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	4 496	4 589	
2 665	Restoration Hardware Holdings Inc., Convertible	0.000	15-Jun-19	2 918	2 965	
3 721	Salesforce.com Inc., Convertible	0.250	01-Apr-18	4 345	4 577	
10 700	SanDisk Corp., Convertible	0.500	15-Oct-20	12 201	14 417	
4 200	ServiceNow Inc., Convertible	0.000	01-Nov-18	4 643	4 939	
4 533	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	5 296	5 467	
2 402	Starwood Property Trust Inc., Convertible	4.000	15-Jan-19	2 989	2 945	
7 510	SunEdison Inc., Convertible	0.250	15-Jan-20	8 251	8 617	
6 525	Tesla Motors Inc., Convertible	0.250	03-Jan-19	7 027	6 817	
9 880	Tesla Motors Inc., Convertible	1.250	03-Jan-21	10 558	10 243	
6 437	The Priceline Group Inc., Convertible	1.000	15-Mar-18	9 327	9 763	
17 733	Yahoo! Inc.	0.000	01-Dec-18	19 545	18 916	
				263 071	266 704	27.6
Vietnam						
5 900	Vingroup JSC, Convertible USD	5.000	03-Apr-17	7 315	7 277	
				7 315	7 277	0.8
TOTAL BONDS				870 755	885 484	91.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
5 000 000	Advanced Semiconductor Engineering Inc., Call @ 1.85 September 5, 2016	\$ —	\$ 1 634	
500 000 000	Asahi Glass Co. Ltd., Call @ 0.30 November 14, 2014	—	—	
3 000 000	Asia Cement Corp., Call @ 1.75 May 13, 2016	—	288	
7	AYC Finance Ltd., Call @ 100.00 May 10, 2017	1 218	1 266	
2 000 000	CapitaLand Ltd., Call @ 0.28 October 17, 2018	87	127	
1 267	Daimler AG, Call @ 62.00 June 17, 2016	2 178	2 030	
120 000 000	Nidec Corp., Call @ 0.30 September 18, 2015	—	290	
790	Siemens AG, Call @ 100.00 June 19, 2015	591	640	
2 000 000	Suntec Real Estate Investment Trust, Call @ 1.80 March 18, 2016	63	62	
1 239	The S&P 500 Index Future, Put @ 1900.00 July 19, 2014	819	773	
200 000 000	Toppan Printing Co. Ltd., Call @ 0.28 December 19, 2016	—	70	
100 000 000	Toppan Printing Co. Ltd., Call @ 0.38 December 19, 2019	—	64	
TOTAL OTHER INVESTMENTS		4 956	7 244	0.7
SHORT-TERM INVESTMENTS*		2 887	2 887	0.3
TOTAL INVESTMENTS		923 268	940 691	97.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		—	4 214	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		—	(92)	—
TOTAL PORTFOLIO		\$ 923 268	944 813	97.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			22 720	2.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 967 533	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.89% and mature on July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought KRW 5 738 689 Sold USD 5 615 @ 0.0010	15-Jul-14	\$ 56
Bought CAD 1 599 Sold SEK 10 000 @ 6.2548	07-Aug-14	2
Bought CAD 1 760 Sold SGD 2 048 @ 1.1634	07-Aug-14	7
Bought CAD 16 839 Sold AUD 16 722 @ 0.9931	07-Aug-14	49
Bought CAD 207 011 Sold EUR 141 480 @ 0.6834	07-Aug-14	143
Bought CAD 30 002 Sold SGD 34 890 @ 1.1629	07-Aug-14	128
Bought CAD 35 030 Sold HKD 252 728 @ 7.2146	07-Aug-14	229
Bought CAD 480 Sold SEK 3 000 @ 6.2551	07-Aug-14	—
Bought CAD 504 979 Sold USD 470 000 @ 0.9307	07-Aug-14	3 159
Bought CAD 68 443 Sold JPY 6 491 650 @ 0.0105	07-Aug-14	11
Bought CAD 911 Sold ZAR 9 000 @ 9.8807	07-Aug-14	13
Bought EUR 1 000 Sold CAD 1 459 @ 1.4594	07-Aug-14	3
Bought JPY 538 900 Sold CAD 5 680 @ 0.0105	07-Aug-14	1
Bought SEK 12 170 Sold CAD 1 940 @ 0.1594	07-Aug-14	4
Bought CAD 14 224 Sold USD 13 000 @ 0.9139	08-Sep-14	334
Bought CAD 295 Sold SEK 1 800 @ 6.1001	08-Sep-14	8
Bought CAD 5 395 Sold JPY 504 964 @ 93.5929	08-Sep-14	67
		\$ 4 214

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 920 Sold EUR 2 000 @ 0.6850	07-Aug-14	\$ (4)
Bought CAD 23 250 Sold GBP 12 740 @ 0.5480	07-Aug-14	(22)
Bought CAD 5 803 Sold CHF 4 826 @ 0.8317	07-Aug-14	(9)
Bought HKD 16 200 Sold CAD 2 286 @ 0.1411	08-Sep-14	(54)
		\$ (92)
TOTAL FOREIGN EXCHANGE		\$ 4 122

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 940 691	\$ 452 773	\$ 24 628
Cash	25 723	20 835	4 176
Due from investment dealers	5 349	–	–
Subscriptions receivable	7 730	4 178	309
Futures contracts margin receivable	623	–	–
Unrealized gain on foreign exchange contracts	4 214	1 179	104
Dividends receivable, interest accrued and other assets	3 856	1 867	123
TOTAL ASSETS	988 186	480 832	29 340
LIABILITIES			
Due to investment dealers	17 478	7 845	3 147
Redemptions payable	1 218	110	157
Unrealized loss on foreign exchange contracts	92	3 450	132
Distributions payable	1 090	–	12
Accounts payable and accrued expenses	775	388	7
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	20 653	11 793	3 455
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 967 533	\$ 469 039	\$ 25 885
Investments at cost	\$ 923 268	\$ 431 875	\$ 24 099
NAV, END OF PERIOD			
SERIES A	\$ 53 570	\$ 22 403	\$ 955
ADVISOR SERIES	\$ 172 300	\$ 99 309	\$ 2 103
ADVISOR T5 SERIES	\$ 290	\$ –	\$ –
SERIES T5	\$ 75	\$ –	\$ –
SERIES H	\$ 16 995	\$ 8 695	\$ 530
SERIES D	\$ 4 550	\$ 2 333	\$ 290
SERIES F	\$ 230 992	\$ 104 248	\$ 1 281
SERIES FT5	\$ 139	\$ –	\$ –
SERIES I	\$ 61 156	\$ 39 792	\$ 407
SERIES O	\$ 427 466	\$ 192 259	\$ 20 319
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.74	\$ 11.27	\$ 10.24
ADVISOR SERIES	\$ 11.74	\$ 11.27	\$ 10.24
ADVISOR T5 SERIES	\$ 11.59	\$ –	\$ –
SERIES T5	\$ 11.60	\$ –	\$ –
SERIES H	\$ 11.77	\$ 11.29	\$ 10.24
SERIES D	\$ 11.78	\$ 11.29	\$ 10.24
SERIES F	\$ 11.81	\$ 11.31	\$ 10.25
SERIES FT5	\$ 11.68	\$ –	\$ –
SERIES I	\$ 11.82	\$ 11.33	\$ 10.25
SERIES O	\$ 11.83	\$ 11.33	\$ 10.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 827	\$ 43
Interest for distribution purposes	6 622	840
Net gain (loss) from futures contracts	39	29
Net realized gain (loss) on investments	21 258	1 915
Net gain (loss) on foreign currencies and other net assets	5 547	(1 661)
Change in unrealized gain (loss) on investments	2 918	171
TOTAL INCOME (LOSS)	37 211	1 337
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 681	320
Administration fees	754	89
Board of Governors costs	1	2
GST/HST	383	48
Withholding tax	139	7
TOTAL EXPENSES	3 958	466
INCREASE (DECREASE) IN NAV	\$ 33 253	\$ 871
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 526	\$ 46
ADVISOR SERIES	\$ 5 452	\$ (130)
ADVISOR T5 SERIES	\$ 4	\$ –
SERIES T5	\$ –	\$ –
SERIES H	\$ 549	\$ 37
SERIES D	\$ 155	\$ 8
SERIES F	\$ 7 618	\$ (16)
SERIES FT5	\$ 1	\$ –
SERIES I	\$ 2 327	\$ 46
SERIES O	\$ 15 621	\$ 880
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.43	\$ 0.05
ADVISOR SERIES	\$ 0.45	\$ 0.04
ADVISOR T5 SERIES	\$ 0.13	\$ –
SERIES T5	\$ 0.13	\$ –
SERIES H	\$ 0.45	\$ 0.06
SERIES D	\$ 0.49	\$ 0.09
SERIES F	\$ 0.50	\$ 0.08
SERIES FT5	\$ 0.15	\$ –
SERIES I	\$ 0.52	\$ 0.09
SERIES O	\$ 0.56	\$ 0.16

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 33 253	\$ 871
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(21 258)	(1 915)
Change in unrealized loss (gain) on investments	(2 918)	(171)
(Increase) decrease in accrued receivables	(10 890)	(3 673)
Increase (decrease) in accrued payables	12 218	2 795
Cost of investments purchased	(957 443)	(202 796)
Proceeds on sales of investments	486 685	81 756
NET CASH PROVIDED BY OPERATING ACTIVITIES	(460 353)	(123 133)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	546 267	155 517
Cash paid on redemption of redeemable units	(79 181)	(21 936)
Distributions paid to holders of redeemable units	(1 845)	(293)
NET CASH USED IN FINANCING ACTIVITIES	\$ 465 241	\$ 133 288
Net increase (decrease) in cash for the year	4 888	10 155
Cash (bank overdraft), beginning of period	20 835	4 176
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 25 723	\$ 14 331
Interest received	\$ 4 643	\$ 265
Dividends received, net of withholding taxes	\$ 678	\$ 36

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 403	\$ 955	\$ 99 309	\$ 2 103	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	1 526	46	5 452	(130)	4	–	–	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	34 749	11 970	83 327	36 208	288	–	75	–
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(5 108)	(1 050)	(15 788)	(1 426)	–	–	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	29 641	10 920	67 539	34 782	288	–	75	–
Distributions from net income	–	–	–	–	(2)	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	(2)	–	–	–
NET INCREASE (DECREASE) IN NAV	31 167	10 966	72 991	34 652	290	–	75	–
NAV AT END OF PERIOD	\$ 53 570	\$ 11 921	\$ 172 300	\$ 36 755	\$ 290	\$ –	\$ 75	\$ –

For the periods ended June 30 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series FT5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 695	\$ 530	\$ 2 333	\$ 290	\$ 104 248	\$ 1 281	\$ –	\$ –
INCREASE (DECREASE) IN NAV	549	37	155	8	7 618	(16)	1	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	9 050	2 579	2 543	1 315	139 777	28 222	139	–
Reinvestments of distributions to holders of redeemable units	5	1	10	2	374	29	–	–
Redemption of redeemable units	(1 297)	(202)	(481)	(334)	(20 426)	(1 474)	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 758	2 378	2 072	983	119 725	26 777	139	–
Distributions from net income	(7)	(2)	(10)	(2)	(599)	(46)	(1)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7)	(2)	(10)	(2)	(599)	(46)	(1)	–
NET INCREASE (DECREASE) IN NAV	8 300	2 413	2 217	989	126 744	26 715	139	–
NAV AT END OF PERIOD	\$ 16 995	\$ 2 943	\$ 4 550	\$ 1 279	\$ 230 992	\$ 27 996	\$ 139	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 39 792	\$ 407	\$ 192 259	\$ 20 319	\$ 469 039	\$ 25 885
INCREASE (DECREASE) IN NAV	2 327	46	15 621	880	33 253	871
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	24 746	12 256	251 573	62 967	546 267	155 517
Reinvestments of distributions to holders of redeemable units	208	26	1 223	84	1 820	142
Redemption of redeemable units	(5 669)	(281)	(30 412)	(17 169)	(79 181)	(21 936)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	19 285	12 001	222 384	45 882	468 906	133 723
Distributions from net income	(248)	(30)	(2 798)	(355)	(3 665)	(435)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(248)	(30)	(2 798)	(355)	(3 665)	(435)
NET INCREASE (DECREASE) IN NAV	21 364	12 017	235 207	46 407	498 494	134 159
NAV AT END OF PERIOD	\$ 61 156	\$ 12 424	\$ 427 466	\$ 66 726	\$ 967 533	\$ 160 044

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns consisting of interest income and modest capital appreciation by investing primarily in global convertible bonds issued by entities domiciled or carrying out business activities anywhere in the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AA	0.6	–	–
A	4.7	8.8	17.8
BBB	10.3	8.5	14.5
BB	14.3	13.5	9.1
B	7.1	10.0	1.3
CCC	1.2	–	–
Unrated	61.8	59.2	57.3
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	4.3	9.7	9.3
1 – 5 years	67.9	68.2	74.2
5 – 10 years	17.7	11.9	7.3
> 10 years	10.1	10.2	9.2
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.7% (December 31, 2013 – 3.9%, January 1, 2013 – 3.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	12 103	36 416	–	48 519
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	889 285	–	889 285
Short-term investments	–	2 887	–	2 887
Derivatives – assets	–	4 214	–	4 214
Derivatives – liabilities	–	(92)	–	(92)
Total financial instruments	12 103	932 710	–	944 813
% of total portfolio	1.3	98.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	13 934	–	13 934
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	435 860	–	435 860
Short-term investments	–	2 979	–	2 979
Derivatives – assets	–	1 179	–	1 179
Derivatives – liabilities	–	(3 450)	–	(3 450)
Total financial instruments	–	450 502	–	450 502
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	24 628	–	24 628
Short-term investments	–	–	–	–
Derivatives – assets	–	104	–	104
Derivatives – liabilities	–	(132)	–	(132)
Total financial instruments	–	24 600	–	24 600
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Advisor T5 Series	1.70%
Series T5	1.70%
Series H	1.45%
Series D	1.10%
Series F	0.95%
Series FT5	0.95%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Advisor T5 Series	0.20%
Series T5	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series FT5	0.20%
Series I	0.20%
Series O	0.20%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	100	100
Advisor Series	100	100
Advisor T5 Series	88	–
Series T5	88	–
Series H	100	100
Series D	101	101
Series F	101	101
Series FT5	88	–
Series I	101	101
Value of all units	10	7

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	768
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	1 988	93
Issued number of units	3 017	1 133
Reinvested number of units	–	–
Redeemed number of units	(443)	(99)
Ending number of units	4 562	1 127
Advisor Series		
Opening units	8 815	205
Issued number of units	7 234	3 405
Reinvested number of units	–	–
Redeemed number of units	(1 372)	(134)
Ending number of units	14 677	3 476
Advisor T5 Series		
Opening units	–	–
Issued number of units	25	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	25	–



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series T5		
Opening units	–	–
Issued number of units	6	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	6	–
Series H		
Opening units	770	52
Issued number of units	786	245
Reinvested number of units	–	–
Redeemed number of units	(113)	(19)
Ending number of units	1 443	278
Series D		
Opening units	207	28
Issued number of units	220	125
Reinvested number of units	1	–
Redeemed number of units	(42)	(32)
Ending number of units	386	121
Series F		
Opening units	9 214	125
Issued number of units	12 081	2 652
Reinvested number of units	32	3
Redeemed number of units	(1 761)	(139)
Ending number of units	19 566	2 641
Series FT5		
Opening units	–	–
Issued number of units	12	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	12	–
Series I		
Opening units	3 511	40
Issued number of units	2 133	1 155
Reinvested number of units	18	2
Redeemed number of units	(489)	(26)
Ending number of units	5 173	1 171
Series O		
Opening units	16 966	1 983
Issued number of units	21 668	5 931
Reinvested number of units	104	8
Redeemed number of units	(2 615)	(1 629)
Ending number of units	36 123	6 293

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
BlueBay Global Convertible Bond Class (Canada)	6 064	–
RBC Monthly Income High Yield Bond Fund	172	75
Total	6 236	75

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	159 476	25 770
Revaluation of investments at FVTPL	568	115
Net assets attributable to holders of redeemable units	160 044	25 885
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		418
Revaluation of investments at FVTPL (see note 3 in the generic notes)		453
Increase (decrease) in net assets attributable to holders of redeemable units		871



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MANAGED PAYOUT SOLUTION

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
983 019	RBC Canadian Money Market Fund*	\$ 9 830	\$ 9 830	0.2
67 860 290	RBC Canadian Short-Term Income Fund*	743 701	740 234	18.1
120 950 878	RBC Bond Fund*	793 931	815 511	19.9
39 740 668	RBC Monthly Income Fund*	539 530	615 130	15.0
75 855 390	RBC Global Corporate Bond Fund*	721 670	740 288	18.1
13 542 669	RBC Global High Yield Bond Fund*	145 144	147 180	3.6
8 543 645	RBC Canadian Dividend Fund*	423 920	553 786	13.6
24 398 680	Phillips, Hager & North Canadian Income Fund*	349 979	365 773	9.0
TOTAL MUTUAL FUND UNITS		3 727 705	3 987 732	97.5
SHORT-TERM INVESTMENTS†		116 376	116 376	2.9
TOTAL INVESTMENTS		<u>\$ 3 844 081</u>	<u>4 104 108</u>	<u>100.4</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(15 217)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 4 088 891</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 02, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 104 108	\$ 3 857 818	\$ 3 339 239
Cash	35	10	59
Subscriptions receivable	3 933	1 430	2 821
Dividends receivable, interest accrued and other assets	43	20	6
TOTAL ASSETS	4 108 119	3 859 278	3 342 125
LIABILITIES			
Due to investment dealers	2 500	—	34 450
Redemptions payable	2 549	2 678	2 155
Distributions payable	8 840	—	—
Accounts payable and accrued expenses	5 339	5 321	4 472
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	19 228	7 999	41 077
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 088 891	\$ 3 851 279	\$ 3 301 048
Investments at cost	\$ 3 844 081	\$ 3 670 181	\$ 3 187 567
NAV, END OF PERIOD			
SERIES A	\$ 4 030 418	\$ 3 797 152	\$ 3 257 210
ADVISOR SERIES	\$ 41 200	\$ 39 131	\$ 34 305
SERIES F	\$ 17 273	\$ 14 996	\$ 9 533
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.62	\$ 9.35	\$ 9.43
ADVISOR SERIES	\$ 9.62	\$ 9.35	\$ 9.42
SERIES F	\$ 10.15	\$ 9.82	\$ 9.82

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 455	\$ 429
Other income received from underlying funds	73 400	76 124
Net realized gain (loss) on investments	94 807	11 523
Change in unrealized gain (loss) on investments	72 390	(71 951)
TOTAL INCOME (LOSS)	241 052	16 125
EXPENSES (see notes – Fund Specific Information)		
Management fees	27 509	25 119
Administration fees	982	898
Board of Governors costs	1	2
GST/HST	2 871	2 804
TOTAL EXPENSES	31 363	28 823
INCREASE (DECREASE) IN NAV	\$ 209 689	\$ (12 698)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 206 726	\$ (12 514)
ADVISOR SERIES	\$ 2 095	\$ (171)
SERIES F	\$ 868	\$ (13)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.50	\$ (0.04)
ADVISOR SERIES	\$ 0.51	\$ (0.04)
SERIES F	\$ 0.57	\$ –

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 209 689	\$ (12 698)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(94 807)	(11 523)
Change in unrealized loss (gain) on investments	(72 390)	71 951
(Increase) decrease in accrued receivables	(2 526)	(1 162)
Increase (decrease) in accrued payables	11 229	(25 985)
Cost of investments purchased	(1 669 525)	(1 990 992)
Proceeds on sales of investments	1 590 432	1 531 933
NET CASH PROVIDED BY OPERATING ACTIVITIES	(27 898)	(438 476)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	455 293	802 775
Cash paid on redemption of redeemable units	(375 376)	(290 260)
Distributions paid to holders of redeemable units	(51 994)	(48 737)
NET CASH USED IN FINANCING ACTIVITIES	\$ 27 923	\$ 463 778
Net increase (decrease) in cash for the year	25	25 302
Cash (bank overdraft), beginning of period	10	59
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 35	\$ 25 361
Interest received	\$ 432	\$ 389
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 797 152	\$ 3 257 210	\$ 39 131	\$ 34 305	\$ 14 996	\$ 9 533	\$ 3 851 279	\$ 3 301 048
INCREASE (DECREASE) IN NAV	206 726	(12 514)	2 095	(171)	868	(13)	209 689	(12 698)
Early redemption fees	1	3	–	–	–	–	1	3
Proceeds from redeemable units issued	443 698	781 311	5 591	11 605	6 004	9 859	455 293	802 775
Reinvestments of distributions to holders of redeemable units	44 688	42 394	642	685	227	225	45 557	43 304
Redemption of redeemable units	(365 636)	(283 847)	(5 292)	(3 141)	(4 449)	(3 275)	(375 377)	(290 263)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	122 751	539 861	941	9 149	1 782	6 809	125 474	555 819
Distributions from net income	(96 211)	(90 708)	(967)	(1 003)	(373)	(330)	(97 551)	(92 041)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(96 211)	(90 708)	(967)	(1 003)	(373)	(330)	(97 551)	(92 041)
NET INCREASE (DECREASE) IN NAV	233 266	436 639	2 069	7 975	2 277	6 466	237 612	451 080
NAV AT END OF PERIOD	\$ 4 030 418	\$ 3 693 849	\$ 41 200	\$ 42 280	\$ 17 273	\$ 15 999	\$ 4 088 891	\$ 3 752 128

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide relatively high, regular monthly distributions that are comparatively tax efficient with a potential for modest capital appreciation by investing primarily in units of other RBC Funds.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.1% (December 31, 2013 – 3.5%, January 1, 2013 – 4.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.2	+ or - 0.2	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 987 732	–	–	3 987 732
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	116 376	–	116 376
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 987 732	116 376	–	4 104 108
% of total portfolio	97.2	2.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 779 043	–	–	3 779 043
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	78 775	–	78 775
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 779 043	78 775	–	3 857 818
% of total portfolio	98.0	2.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 264 249	–	–	3 264 249
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	74 990	–	74 990
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 264 249	74 990	–	3 339 239
% of total portfolio	97.8	2.2	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.55% and for Series F is 0.70%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series F	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	1 732
Non-capital losses	–

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	406 197	345 338
Issued number of units	46 652	82 653
Reinvested number of units	4 696	4 506
Redeemed number of units	(38 490)	(30 101)
Ending number of units	419 055	402 396

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	4 187	3 640
Issued number of units	587	1 228
Reinvested number of units	68	73
Redeemed number of units	(558)	(333)
Ending number of units	4 284	4 608
Series F		
Opening units	1 527	971
Issued number of units	597	1 005
Reinvested number of units	23	23
Redeemed number of units	(445)	(332)
Ending number of units	1 702	1 667

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 751 803	3 301 048
Revaluation of investments at FVTPL	325	–
Net assets attributable to holders of redeemable units	3 752 128	3 301 048
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(13 023)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		325
Increase (decrease) in net assets attributable to holders of redeemable units		(12 698)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MANAGED PAYOUT SOLUTION – ENHANCED

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
29 620 108	RBC Canadian Short-Term Income Fund*	\$ 323 546	\$ 323 103	13.2
80 197 764	RBC Bond Fund*	524 695	540 733	22.1
22 133 473	RBC Global Corporate Bond Fund*	212 334	216 005	8.8
29 782 617	RBC Global High Yield Bond Fund*	308 404	323 675	13.2
8 731 483	RBC Canadian Dividend Fund*	446 166	565 962	23.2
6 922 064	RBC Canadian Equity Income Fund*	205 582	212 821	8.7
14 282 462	Phillips, Hager & North Canadian Income Fund*	204 877	214 116	8.8
TOTAL MUTUAL FUND UNITS		2 225 604	2 396 415	98.0
SHORT-TERM INVESTMENTS[†]		60 431	60 431	2.5
TOTAL INVESTMENTS		<u>\$ 2 286 035</u>	2 456 846	100.5
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(12 370)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 2 444 476</u>	100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 456 846	\$ 2 174 989	\$ 1 852 146
Cash	13	1	10
Subscriptions receivable	2 660	903	817
Dividends receivable, interest accrued and other assets	29	10	6
TOTAL ASSETS	2 459 548	2 175 903	1 852 979
LIABILITIES			
Due to investment dealers	3 500	2 500	11 750
Redemptions payable	904	1 837	1 956
Distributions payable	7 097	–	–
Accounts payable and accrued expenses	3 571	3 341	2 841
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	15 072	7 678	16 547
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 444 476	\$ 2 168 225	\$ 1 836 432
Investments at cost	\$ 2 286 035	\$ 1 997 702	\$ 1 722 863
NAV, END OF PERIOD			
SERIES A	\$ 2 404 276	\$ 2 134 517	\$ 1 806 761
ADVISOR SERIES	\$ 25 439	\$ 24 065	\$ 23 532
SERIES F	\$ 14 761	\$ 9 643	\$ 6 139
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.41	\$ 9.11	\$ 9.12
ADVISOR SERIES	\$ 9.41	\$ 9.11	\$ 9.12
SERIES F	\$ 10.02	\$ 9.65	\$ 9.55

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 220	\$ 196
Other income received from underlying funds	47 959	48 842
Net realized gain (loss) on investments	120 167	12 484
Change in unrealized gain (loss) on investments	(6 476)	(43 070)
TOTAL INCOME (LOSS)	161 870	18 452
EXPENSES (see notes – Fund Specific Information)		
Management fees	18 119	15 352
Administration fees	573	481
Board of Governors costs	1	2
GST/HST	1 793	1 654
TOTAL EXPENSES	20 486	17 489
INCREASE (DECREASE) IN NAV	\$ 141 384	\$ 963
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 139 107	\$ 929
ADVISOR SERIES	\$ 1 499	\$ 14
SERIES F	\$ 778	\$ 20
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.57	\$ 0.01
ADVISOR SERIES	\$ 0.57	\$ 0.01
SERIES F	\$ 0.65	\$ 0.05

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 141 384	\$ 963
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(120 167)	(12 484)
Change in unrealized loss (gain) on investments	6 476	43 070
(Increase) decrease in accrued receivables	(1 776)	(2 116)
Increase (decrease) in accrued payables	7 394	(6 418)
Cost of investments purchased	(1 778 366)	(980 006)
Proceeds on sales of investments	1 610 200	824 162
NET CASH PROVIDED BY OPERATING ACTIVITIES	(134 855)	(132 829)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	357 739	329 031
Cash paid on redemption of redeemable units	(181 795)	(145 524)
Distributions paid to holders of redeemable units	(41 077)	(34 913)
NET CASH USED IN FINANCING ACTIVITIES	\$ 134 867	\$ 148 594
Net increase (decrease) in cash for the year	12	15 765
Cash (bank overdraft), beginning of period	1	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 13	\$ 15 775
Interest received	\$ 201	\$ 192
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 134 517	\$ 1 806 761	\$ 24 065	\$ 23 532	\$ 9 643	\$ 6 139	\$ 2 168 225	\$ 1 836 432
INCREASE (DECREASE) IN NAV	139 107	929	1 499	14	778	20	141 384	963
Early redemption fees	–	1	–	–	–	–	–	1
Proceeds from redeemable units issued	349 675	321 994	3 083	5 169	4 981	1 868	357 739	329 031
Reinvestments of distributions to holders of redeemable units	26 398	23 247	378	407	167	88	26 943	23 742
Redemption of redeemable units	(178 469)	(140 002)	(2 868)	(3 231)	(458)	(2 292)	(181 795)	(145 525)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	197 604	205 240	593	2 345	4 690	(336)	202 887	207 249
Distributions from net income	(66 952)	(57 755)	(718)	(740)	(350)	(160)	(68 020)	(58 655)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(66 952)	(57 755)	(718)	(740)	(350)	(160)	(68 020)	(58 655)
NET INCREASE (DECREASE) IN NAV	269 759	148 414	1 374	1 619	5 118	(476)	276 251	149 557
NAV AT END OF PERIOD	\$ 2 404 276	\$ 1 955 175	\$ 25 439	\$ 25 151	\$ 14 761	\$ 5 663	\$ 2 444 476	\$ 1 985 989

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide relatively high, regular monthly distributions that are comparatively tax efficient with a potential for modest capital appreciation by investing primarily in units of other RBC Funds.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.0% (December 31, 2013 – 3.2%, January 1, 2013 – 4.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	2 396 415	–	–	2 396 415
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	60 431	–	60 431
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 396 415	60 431	–	2 456 846
% of total portfolio	97.5	2.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	2 138 611	–	–	2 138 611
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	36 378	–	36 378
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 138 611	36 378	–	2 174 989
% of total portfolio	98.3	1.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	1 827 057	–	–	1 827 057
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	25 089	–	25 089
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 827 057	25 089	–	1 852 146
% of total portfolio	98.6	1.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.75% and for Series F is 0.75%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series F	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	4 421
Non-capital losses	–

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	234 227	198 173
Issued number of units	37 701	35 153
Reinvested number of units	2 845	2 551
Redeemed number of units	(19 256)	(15 294)
Ending number of units	255 517	220 583

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	2 642	2 581
Issued number of units	331	565
Reinvested number of units	41	45
Redeemed number of units	(309)	(353)
Ending number of units	2 705	2 838
Series F		
Opening units	999	643
Issued number of units	503	194
Reinvested number of units	17	9
Redeemed number of units	(46)	(239)
Ending number of units	1 473	607

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 985 795	1 836 432
Revaluation of investments at FVTPL	194	–
Net assets attributable to holders of redeemable units	1 985 989	1 836 432

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	769
Revaluation of investments at FVTPL (see note 3 in the generic notes)	194
Increase (decrease) in net assets attributable to holders of redeemable units	963



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MANAGED PAYOUT SOLUTION – ENHANCED PLUS

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
95 900	Gildan Activewear Inc., Class A	\$ 5 458	\$ 6 029	
108 100	Linamar Corp.	3 841	6 805	
108 600	Magna International Inc., Class A	5 434	12 474	
144 600	Quebecor Inc., Class B	3 245	3 734	
298 400	Shaw Communications Inc., Class B	6 056	8 164	
226 000	Thomson Corp.	7 587	8 780	
69 900	Tim Hortons Inc.	2 902	4 080	
		<u>34 523</u>	<u>50 066</u>	2.4
Consumer Staples				
276 200	Alimentation Couche-Tard Inc.	8 010	8 073	
250 305	Loblaw Companies Ltd.	10 548	11 920	
		<u>18 558</u>	<u>19 993</u>	1.0
Energy				
300 200	ARC Resources Ltd.	6 959	9 753	
268 900	Bonavista Energy Corp.	5 740	4 402	
214 900	Cameco Corp.	4 754	4 498	
625 100	Canadian Natural Resources Ltd.	21 042	30 649	
480 100	Cenovus Energy Inc.	13 927	16 607	
244 100	Crescent Point Energy Corp.	10 456	11 543	
349 300	Enbridge Inc.	9 577	17 685	
326 700	Encana Corp.	8 562	8 259	
254 200	Husky Energy Inc.	7 869	8 760	
204 600	Pembina Pipeline Corp.	7 002	9 393	
127 100	ShawCor Ltd.	3 700	7 542	
775 600	Suncor Energy Inc.	28 895	35 290	
666 200	Talisman Energy Inc.	7 657	7 515	
159 700	Tourmaline Oil Corp.	6 533	8 985	
308 800	TransCanada Corp.	12 934	15 727	
149 800	Trilogy Energy Corp.	4 178	4 374	
129 400	Vermilion Energy Inc.	5 093	9 608	
324 100	Whitecap Resources Inc.	3 870	5 338	
		<u>168 748</u>	<u>215 928</u>	10.3
Financials				
289 400	Bank of Montreal	17 042	22 741	
544 100	Bank of Nova Scotia	25 690	38 707	
322 300	Brookfield Asset Management Inc., Class A	9 160	15 151	
466 000	Brookfield Property Partners LP	7 452	10 388	
192 600	Canadian Imperial Bank of Commerce	13 298	18 701	
193 521	Canadian Real Estate Investment Trust	5 252	8 900	
95 200	CI Financial Corp.	3 008	3 337	
248 500	Element Financial Corp.	3 455	3 350	
18 000	Fairfax Financial Holdings Ltd.	6 930	9 112	
125 800	Intact Financial Corp.	8 137	9 256	
928 028	Manulife Financial Corporation	16 495	19 683	
75 500	Onex Corporation	2 668	4 985	
368 600	Power Corporation of Canada	11 480	10 929	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
676 500	Royal Bank of Canada*	\$ 31 183	\$ 51 603	
281 600	Sun Life Financial Inc.	6 594	11 044	
854 700	Toronto-Dominion Bank	26 618	46 949	
		<u>194 462</u>	<u>284 836</u>	13.5
Health Care				
125 800	Catamaran Corp.	5 937	5 928	
101 300	Valeant Pharmaceuticals International Inc.	9 406	13 669	
		<u>15 343</u>	<u>19 597</u>	0.9
Industrials				
949 100	Bombardier Inc., Class B	6 042	3 578	
523 200	Canadian National Railway Co.	16 415	36 310	
137 300	Finning International Inc.	2 953	4 097	
214 100	Progressive Waste Solutions Ltd.	5 243	5 864	
138 700	Russel Metals Inc.	3 530	4 759	
185 400	WestJet Airlines Ltd.	4 893	4 857	
		<u>39 076</u>	<u>59 465</u>	2.8
Information Technology				
214 000	Blackberry Ltd.	2 138	2 341	
205 200	CGI Group Inc., Class A	5 225	7 761	
135 600	DH Corp.	2 981	4 210	
141 200	Open Text Corp.	2 632	7 229	
532 900	Redknee Solutions Inc.	3 130	2 931	
		<u>16 106</u>	<u>24 472</u>	1.2
Materials				
159 900	Agnico Eagle Mines Ltd.	4 881	6 534	
101 300	Agrium Inc.	7 503	9 902	
1 889 900	B2Gold Corp.	6 803	5 878	
522 000	Barrick Gold Corp.	16 456	10 200	
888 800	Eldorado Gold Corp.	7 967	7 253	
447 900	First Quantum Minerals Ltd.	9 095	10 221	
355 300	Goldcorp Inc.	12 983	10 581	
103 000	Methanex Corp.	7 389	6 795	
436 600	Potash Corporation of Saskatchewan Inc.	15 369	17 717	
242 300	Silver Wheaton Corp.	7 618	6 804	
284 100	Teck Resources Ltd., Class B	9 864	6 921	
		<u>105 928</u>	<u>98 806</u>	4.7
Telecommunication Services				
309 500	BCE Inc.	13 487	14 980	
233 500	Rogers Communications Inc., Class B	8 904	10 026	
334 900	TELUS Corp.	8 377	13 319	
		<u>30 768</u>	<u>38 325</u>	1.8
Utilities				
86 400	Atco Ltd., Class I, Non-Voting	3 510	4 469	
132 300	Canadian Utilities Ltd., Class A	5 047	5 292	
341 700	TransAlta Corp.	4 513	4 469	
		<u>13 070</u>	<u>14 230</u>	0.7
TOTAL CANADIAN EQUITIES				
		<u>636 582</u>	<u>825 718</u>	39.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
132 700	D.R. Horton Inc.	\$ 3 358	\$ 3 479	
148 700	Ford Motor Company	2 656	2 735	
42 700	Macy's Inc.	2 761	2 642	
39 200	Marriott International Inc., Class A	2 586	2 680	
70 100	MGM Mirage	1 991	1 974	
43 400	Starbucks Corp.	3 530	3 582	
62 200	The Walt Disney Company	5 518	5 689	
		22 400	22 781	1.1
Consumer Staples				
60 500	Altria Group Inc.	2 680	2 706	
54 800	Archer Daniels Midland Co.	2 492	2 578	
13 300	Brown-Forman Corp., Class B	1 308	1 336	
31 300	Colgate-Palmolive Company	2 326	2 276	
28 200	CVS Corp.	2 166	2 266	
22 300	Kraft Foods Group Inc.	1 467	1 426	
20 200	Molson Coors Brewing Co., Class B	1 471	1 598	
48 100	PepsiCo Inc.	4 454	4 583	
58 800	The Coca-Cola Co.	2 652	2 655	
64 000	The Kroger Co.	3 128	3 374	
18 400	Walgreen Co.	1 501	1 454	
		25 645	26 252	1.2
Energy				
70 700	Baker Hughes Inc.	4 916	5 615	
51 000	Carrizo Oil & Gas Inc.	2 952	3 768	
35 700	Cimarex Energy Co.	4 254	5 462	
30 500	Diamondback Energy Inc.	1 839	2 889	
55 800	FMC Technologies Inc.	3 489	3 635	
82 700	Halliburton Co.	4 595	6 263	
63 200	Newfield Exploration Company	2 342	2 980	
28 300	Patterson-UTI Energy Inc.	941	1 055	
11 200	Pioneer Natural Resources Co.	2 634	2 746	
		27 962	34 413	1.6
Financials				
154 200	Bank of America Corp.	2 634	2 528	
78 900	Bank of New York Mellon Corp.	2 946	3 153	
48 900	Capital One Financial Corp.	4 048	4 309	
38 200	Comerica Inc.	2 096	2 043	
60 500	Invesco Ltd.	2 473	2 437	
78 800	Marsh & McLennan Companies Inc.	4 202	4 356	
90 600	Morgan Stanley	2 847	3 124	
38 500	Prudential Financial Inc.	3 642	3 646	
170 100	Wells Fargo & Company	8 159	9 534	
		33 047	35 130	1.7
Health Care				
46 200	Abbott Laboratories	1 995	2 015	
54 800	AbbVie Inc.	3 126	3 297	
6 100	Biogen Idec Inc.	2 068	2 052	
42 100	Eli Lilly & Co.	2 679	2 792	
28 600	Gilead Sciences Inc.	2 333	2 529	
56 800	Johnson & Johnson	5 653	6 337	
64 800	Merck & Co. Inc.	3 864	3 999	
31 100	St. Jude Medical Inc.	2 309	2 297	
40 500	WellPoint Inc.	4 472	4 648	
		28 499	29 966	1.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
19 800	3M Co.	\$ 3 064	\$ 3 025	
29 000	Caterpillar Inc.	3 116	3 361	
30 600	Cummins Engine Inc.	4 834	5 035	
34 500	Delta Air Lines Inc.	1 347	1 425	
43 500	Dover Corp.	4 072	4 220	
22 400	FedEx Corporation	3 499	3 616	
25 900	Ryder System Inc.	2 294	2 434	
34 000	Union Pacific Corp.	3 512	3 618	
20 200	United Rentals Inc.	1 708	2 258	
31 800	Watsco Inc.	3 596	3 486	
		31 042	32 478	1.5
Information Technology				
54 100	Analog Devices Inc.	3 241	3 120	
125 000	Apple Inc.	10 491	12 391	
24 700	Autodesk Inc.	1 469	1 485	
26 200	Avago Technologies Ltd.	1 795	2 014	
154 300	Cisco Systems Inc.	3 926	4 090	
44 500	Facebook Inc., Class A	3 102	3 194	
5 800	Google Inc., Class A	5 411	3 617	
2 400	Google Inc., Class C	342	1 473	
115 500	Hewlett-Packard Co.	4 205	4 150	
41 500	Lam Research Corp.	2 697	2 992	
112 700	Micron Technology Inc.	3 316	3 961	
142 700	Microsoft Corp.	5 884	6 347	
75 700	Monolithic Power Systems Inc.	3 163	3 420	
59 800	NXP Semiconductor N.V.	3 253	4 222	
50 200	Oracle Corporation	2 212	2 170	
48 200	Salesforce.com Inc.	3 009	2 986	
13 000	Visa Inc., Class A	3 062	2 922	
32 400	Western Digital Corp.	2 968	3 190	
		63 546	67 744	3.2
Materials				
63 600	Allegheny Technologies Inc.	2 908	3 060	
33 600	Eagle Materials Inc.	3 331	3 379	
57 900	Freeport-McMoRan Copper & Gold Inc.	2 223	2 254	
15 900	LyondellBasell Industries N.V.	1 434	1 656	
10 100	Martin Marietta Materials	1 454	1 423	
		11 350	11 772	0.6
Utilities				
79 000	NiSource Inc.	3 040	3 315	
32 000	NRG Energy Inc.	1 270	1 270	
		4 310	4 585	0.2
TOTAL UNITED STATES EQUITIES		247 801	265 121	12.5
TOTAL EQUITIES		884 383	1 090 839	51.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADA						
CORPORATE						
2 000	407 International Inc.	3.870	24-Nov-17	\$ 1 983	\$ 2 118	
3 000	407 International Inc.	5.750	14-Feb-36	3 170	3 628	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 250	2 472	
1 000	Alimentation Couche Tard Inc.	3.899	01-Nov-22	1 005	1 014	
1 000	AltaGas Ltd.	4.550	17-Jan-19	1 066	1 086	
1 000	AltaGas Ltd.	3.720	28-Sep-21	1 008	1 044	
2 000	AltaGas Ltd.	4.400	15-Mar-24	1 999	2 124	
1 900	AltaLink LP	5.243	29-May-18	2 056	2 123	
2 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 998	2 019	
2 800	Bank of Montreal	2.390	12-Jul-17	2 805	2 846	
3 000	Bank of Montreal	3.210	13-Sep-18	3 047	3 126	
9 000	Bank of Montreal	2.430	04-Mar-19	8 988	9 076	
2 000	Bank of Montreal	2.840	04-Jun-20	1 989	2 039	
2 000	Bank of Montreal	4.609	10-Sep-25	2 278	2 259	
4 100	Bank of Nova Scotia	4.100	08-Jun-17	4 308	4 366	
6 000	Bank of Nova Scotia	2.370	11-Jan-18	6 008	6 075	
9 400	Bank of Nova Scotia	2.462	14-Mar-19	9 412	9 485	
1 000	BC Tel	9.650	08-Apr-22	1 416	1 408	
1 000	bcIMC Realty Corp.	2.790	02-Aug-18	1 023	1 028	
4 000	bcIMC Realty Corp.	2.960	07-Mar-19	3 976	4 130	
1 000	Bell Aliant Regional Communications LP	4.880	26-Apr-18	1 087	1 091	
2 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	1 994	2 068	
4 430	Bell Canada	4.400	16-Mar-18	4 764	4 777	
1 000	Bell Canada	3.250	17-Jun-20	999	1 027	
1 000	Bell Canada	4.950	19-May-21	1 127	1 121	
1 500	Bell Canada	3.350	22-Mar-23	1 497	1 493	
4 000	Bell Canada	6.100	16-Mar-35	4 323	4 886	
500	Caisse Centrale Desjardins	2.795	19-Nov-18	500	511	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 004	
7 000	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	7 004	7 053	
2 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	1 994	2 272	
2 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	2 023	2 086	
2 000	Canadian Western Bank	2.531	22-Mar-18	2 000	2 023	
3 000	Canadian Western Bank	3.077	14-Jan-19	3 021	3 084	
2 000	Capital Desjardins Inc.	5.187	05-May-20	2 000	2 273	
1 000	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 000	1 006	
2 212	Emera Inc.	4.830	02-Dec-19	2 308	2 432	
3 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	3 179	3 504	
2 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	2 704	2 770	
2 170	Encana Corp.	5.800	18-Jan-18	2 430	2 442	
900	EnerCare Solutions Inc.	4.600	03-Feb-20	899	958	
3 250	EPCOR Utilities Inc.	5.800	31-Jan-18	3 659	3 662	
1 500	Fairfax Financial Holdings Ltd.	6.400	25-May-21	1 510	1 704	
2 500	First Capital Realty Inc.	3.950	05-Dec-22	2 470	2 547	
2 000	Ford Credit Canada Ltd.	4.875	08-Feb-17	2 121	2 140	
3 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	3 239	3 329	
1 000	GE Capital Canada Funding Co.	2.420	31-May-18	1 000	1 013	
1 000	Genesis Trust II	2.295	15-Feb-17	1 002	1 013	
2 000	Genworth MI Canada Inc.	5.680	15-Jun-20	2 107	2 288	
1 000	George Weston Ltd.	3.780	25-Oct-16	1 013	1 043	
2 750	Great-West Lifeco Inc.	6.140	21-Mar-18	3 208	3 146	
3 000	Great-West Lifeco Inc.	4.650	13-Aug-20	3 115	3 341	
2 750	Greater Toronto Airports Authority	4.850	01-Jun-17	2 951	2 991	
3 500	Greater Toronto Airports Authority	6.470	02-Feb-34	4 423	4 654	
4 500	H&R Real Estate Investment Trust	3.344	20-Jun-18	4 496	4 606	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
500	HSBC Bank Canada	2.901	13-Jan-17	\$ 514	\$ 513	
1 500	HSBC Bank Canada	2.938	14-Jan-20	1 510	1 534	
1 000	HSBC Bank Canada	4.800	10-Apr-22	999	1 073	
1 600	Hydro One Inc.	5.180	18-Oct-17	1 836	1 769	
3 500	Hydro One Inc.	5.360	20-May-36	4 219	4 148	
2 000	Inter Pipeline Ltd.	3.448	20-Jul-20	2 000	2 075	
2 000	Loblaw Companies Ltd.	3.748	12-Mar-19	2 000	2 106	
2 650	Loblaw Companies Ltd.	6.050	09-Jun-34	2 778	3 076	
2 500	Loblaw Companies Ltd.	5.900	18-Jan-36	2 618	2 874	
2 000	Manulife Financial Corporation	5.505	26-Jun-18	2 253	2 244	
2 000	Manulife Financial Corporation	5.059	15-Dec-41	1 895	2 151	
2 000	National Bank of Canada	2.019	13-Apr-17	2 000	2 011	
3 500	National Bank of Canada	2.689	21-Aug-17	3 530	3 578	
5 500	National Bank of Canada	2.794	09-Aug-18	5 565	5 631	
1 000	National Bank of Canada	4.700	02-Nov-20	1 012	1 039	
1 000	NBC Capital Trust	5.329	30-Jun-56	1 015	1 065	
3 000	OMERS Realty Corp.	2.498	05-Jun-18	2 980	3 047	
500	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	499	518	
2 000	RBC Capital Trust*	4.870	31-Dec-15	1 832	2 092	
2 000	Reliance LP	4.574	15-Mar-17	2 079	2 106	
1 500	Rogers Communications Inc.	5.380	04-Nov-19	1 552	1 697	
2 000	Rogers Communications Inc.	4.700	29-Sep-20	1 999	2 199	
1 500	Rogers Communications Inc.	5.340	22-Mar-21	1 626	1 701	
3 000	Rogers Communications Inc.	6.110	25-Aug-40	3 085	3 533	
2 000	Royal Bank of Canada*	3.660	25-Jan-17	1 996	2 094	
5 750	Royal Bank of Canada*	2.364	21-Sep-17	5 738	5 825	
3 000	Royal Bank of Canada*	2.770	11-Dec-18	2 999	3 069	
3 000	Royal Bank of Canada*	4.930	16-Jul-25	3 019	3 466	
2 000	Shaw Communications Inc.	5.650	01-Oct-19	2 150	2 279	
2 000	Shaw Communications Inc.	4.350	31-Jan-24	2 000	2 088	
2 000	Shaw Communications Inc.	6.750	09-Nov-39	1 948	2 438	
4 570	Sun Life Financial Inc.	4.800	23-Nov-35	4 617	4 760	
2 000	Sun Life Financial Inc.	5.400	29-May-42	1 925	2 265	
1 700	Suncor Energy Inc.	5.390	26-Mar-37	1 613	1 934	
1 600	TELUS Corp.	4.950	15-Mar-17	1 740	1 729	
2 000	TELUS Corp.	5.050	23-Jul-20	2 004	2 248	
2 500	TELUS Corp.	4.400	01-Apr-43	2 321	2 420	
1 500	Teranet Holdings LP	5.754	17-Dec-40	1 538	1 673	
1 000	Terasen Gas Inc.	5.900	26-Feb-35	1 089	1 247	
4 300	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	4 432	4 530	
610	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	610	623	
720	Toronto-Dominion Bank	4.779	14-Dec-16	695	769	
3 000	Toronto-Dominion Bank	2.433	15-Aug-17	3 000	3 049	
4 600	Toronto-Dominion Bank	2.171	02-Apr-18	4 610	4 628	
4 750	Toronto-Dominion Bank	2.447	02-Apr-19	4 754	4 793	
2 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	2 000	2 036	
1 000	TransCanada PipeLines Ltd.	4.650	03-Oct-16	1 103	1 068	
2 500	TransCanada PipeLines Ltd.	3.690	19-Jul-23	2 500	2 614	
850	TransCanada PipeLines Ltd.	6.500	09-Dec-30	937	1 074	
5 000	Union Gas Ltd.	5.350	27-Apr-18	5 782	5 591	
2 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	2 037	2 050	
7 700	Wells Fargo Canada Corp.	2.780	15-Nov-18	7 742	7 868	
1 500	Wells Fargo Canada Corp.	2.944	25-Jul-19	1 512	1 539	
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	1 996	2 260	
2 000	Westcoast Energy Inc.	3.883	28-Oct-21	2 078	2 104	
				279 835	290 735	13.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
4 000	Canada Housing Trust No. 1	2.950	15-Mar-15	\$ 4 138	\$ 4 054	
5 000	Canada Housing Trust No. 1	2.750	15-Dec-15	5 148	5 118	
42 800	Canada Housing Trust No. 1	3.350	15-Dec-20	45 177	45 903	
10 000	Canada Housing Trust No. 1	2.650	15-Mar-22	10 072	10 203	
30 000	Government of Canada	1.250	01-Feb-16	30 104	30 087	
30 000	Government of Canada	1.500	01-Sep-17	30 154	30 199	
10 000	Government of Canada	1.250	01-Sep-18	9 802	9 916	
20 000	Government of Canada	1.750	01-Mar-19	20 057	20 198	
5 000	Government of Canada	2.750	01-Jun-22	5 102	5 278	
9 095	Government of Canada	1.500	01-Jun-23	8 643	8 638	
20 970	Government of Canada	2.500	01-Jun-24	20 816	21 461	
5 000	Government of Canada	5.750	01-Jun-29	6 801	6 987	
8 140	Government of Canada	3.500	01-Dec-45	9 130	9 361	
				205 144	207 403	9.8
PROVINCIAL/MUNICIPAL						
5 050	Province of Manitoba	2.050	01-Dec-16	5 099	5 141	
3 000	Province of Manitoba	4.650	05-Mar-40	2 925	3 503	
4 500	Province of New Brunswick	4.400	03-Jun-19	4 992	4 997	
2 500	Province of New Brunswick	4.800	03-Jun-41	2 490	2 921	
1 600	Province of Newfoundland	5.600	17-Oct-33	1 668	2 028	
4 000	Province of Nova Scotia	4.900	01-Jun-35	3 951	4 706	
7 000	Province of Ontario	4.300	08-Mar-17	7 127	7 528	
22 000	Province of Ontario	1.900	08-Sep-17	21 612	22 224	
21 300	Province of Ontario	2.100	08-Sep-18	21 222	21 536	
14 200	Province of Ontario	4.400	02-Jun-19	15 864	15 768	
10 000	Province of Ontario	4.000	02-Jun-21	10 838	10 927	
8 600	Province of Ontario	3.150	02-Jun-22	8 733	8 852	
14 000	Province of Ontario	3.500	02-Jun-24	14 367	14 517	
15 800	Province of Ontario	6.200	02-Jun-31	21 967	21 087	
7 300	Province of Ontario	5.600	02-Jun-35	9 655	9 346	
11 180	Province of Ontario	4.600	02-Jun-39	10 980	12 769	
16 020	Province of Ontario	4.650	02-Jun-41	17 563	18 548	
10 000	Province of Ontario	3.500	02-Jun-43	9 712	9 620	
13 000	Province of Ontario	3.450	02-Jun-45	11 815	12 404	
7 000	Province of Quebec	4.500	01-Dec-19	7 178	7 829	
18 930	Province of Quebec	4.500	01-Dec-20	21 356	21 267	
9 375	Province of Quebec	3.500	01-Dec-22	9 751	9 840	
10 000	Province of Quebec	3.000	01-Sep-23	9 877	10 025	
10 000	Province of Quebec	6.000	01-Oct-29	13 437	12 924	
9 500	Province of Quebec	5.000	01-Dec-38	11 062	11 337	
13 000	Province of Quebec	5.000	01-Dec-41	14 216	15 681	
				289 457	297 325	14.1
TOTAL CANADIAN BONDS						
				774 436	795 463	37.7
FOREIGN BONDS						
1 110	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	820	194	
250	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	241	264	
				1 061	458	–
TOTAL BONDS						
				775 497	795 921	37.7

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
5 640	Bank of Montreal	\$ 5 635	\$ 5 635	
16 660	Bank of Nova Scotia	16 646	16 646	
79 970	Canadian Imperial Bank of Commerce	79 893	79 893	
18 000	Government of Canada Treasury Bills	17 931	17 931	
83 910	National Bank of Canada	83 829	83 829	
29 940	Toronto-Dominion Bank	29 922	29 922	
TOTAL SHORT-TERM INVESTMENTS		233 856	233 856	11.1
TOTAL INVESTMENTS		1 893 736	2 120 616	100.6
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	766	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	2 194	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(1 235)	(0.1)
TOTAL PORTFOLIO		\$ 1 893 736	2 122 341	100.6
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(13 439)	(0.6)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 2 108 902	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
1 490	The S&P 500 Mini Index Future, September 2014 Contracts at USD 1 946.91 per contract	\$ 156 381 \$ 437
165	The S&P/TSX 60 Index Future, September 2014 Contracts at CAD 853.70 per contract	28 172 329
TOTAL FUTURES		\$ 184 553 \$ 766

\$18 000 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 309 Sold USD 290 @ 1.0686	02-Jul-14	\$ 1
Bought CAD 9 Sold USD 9 @ 1.0657	03-Jul-14	–
Bought CAD 1 356 Sold USD 1 235 @ 1.0977	09-Jul-14	37
Bought CAD 2 232 Sold USD 2 044 @ 1.0922	09-Jul-14	52
Bought CAD 38 983 Sold USD 35 277 @ 1.1050	10-Jul-14	1 345
Bought CAD 4 178 Sold USD 3 780 @ 1.1052	17-Jul-14	144
Bought CAD 1 364 Sold USD 1 255 @ 1.0868	25-Jul-14	24
Bought CAD 4 606 Sold USD 4 167 @ 1.1054	25-Jul-14	159
Bought CAD 820 Sold USD 745 @ 1.1009	28-Jul-14	25
Bought CAD 3 290 Sold USD 3 015 @ 1.0912	08-Aug-14	71
Bought CAD 4 258 Sold USD 3 900 @ 1.0917	08-Aug-14	93
Bought CAD 4 710 Sold USD 4 305 @ 1.0942	08-Aug-14	114
Bought CAD 3 306 Sold USD 3 090 @ 1.0700	03-Sep-14	5
Bought CAD 6 219 Sold USD 5 719 @ 1.0875	19-Sep-14	107
Bought CAD 2 761 Sold USD 2 567 @ 1.0755	24-Sep-14	17
		\$ 2 194

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 3 090 Sold CAD 3 301 @ 1.0684	02-Jul-14	\$ (5)
Bought USD 1 950 Sold CAD 2 112 @ 1.0833	09-Jul-14	(32)
Bought USD 1 990 Sold CAD 2 163 @ 1.0868	09-Jul-14	(40)
Bought USD 10 913 Sold CAD 11 859 @ 1.0867	09-Jul-14	(216)
Bought USD 1 140 Sold CAD 1 239 @ 1.0871	10-Jul-14	(23)
Bought USD 13 242 Sold CAD 14 590 @ 1.1018	10-Jul-14	(462)
Bought USD 3 780 Sold CAD 4 168 @ 1.1026	17-Jul-14	(134)
Bought USD 3 359 Sold CAD 3 649 @ 1.0864	25-Jul-14	(64)
Bought USD 4 167 Sold CAD 4 593 @ 1.1023	25-Jul-14	(145)
Bought USD 4 587 Sold CAD 4 929 @ 1.0745	08-Aug-14	(31)
Bought USD 3 543 Sold CAD 3 862 @ 1.0901	12-Aug-14	(79)
Bought USD 219 Sold CAD 238 @ 1.0888	03-Sep-14	(4)
		\$ (1 235)
TOTAL FOREIGN EXCHANGE		\$ 959

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 120 616	\$ 3 258 741	\$ 2 902 863
Cash	310	582	–
Due from investment dealers	5 894	2 869	–
Subscriptions receivable	1 462	463	5 847
Unrealized gain on futures contracts	766	–	852
Futures contracts margin receivable	–	157	7 072
Unrealized gain on foreign exchange contracts	2 194	708	826
Dividends receivable, interest accrued and other assets	7 049	11 543	9 867
TOTAL ASSETS	2 138 291	3 275 063	2 927 327
LIABILITIES			
Bank overdraft	–	–	886
Due to investment dealers	15 651	564	3 427
Redemptions payable	2 100	1 682	931
Unrealized loss on futures contracts	–	63	111
Futures contracts margin payable	171	–	–
Unrealized loss on foreign exchange contracts	1 235	136	120
Distributions payable	7 021	–	–
Accounts payable and accrued expenses	3 211	3 054	2 852
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	29 389	5 499	8 327
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")			
	\$ 2 108 902	\$ 3 269 564	\$ 2 919 000
Investments at cost	\$ 1 893 736	\$ 3 004 625	\$ 2 744 441
NAV, END OF PERIOD			
SERIES A	\$ 1 976 729	\$ 1 812 333	\$ 1 687 096
ADVISOR SERIES	\$ 28 806	\$ 24 978	\$ 19 525
SERIES D	\$ 69 914	\$ 60 116	\$ 47 795
SERIES F	\$ 32 583	\$ 26 821	\$ 27 588
SERIES O	\$ 870	\$ 1 345 316	\$ 1 136 996
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 7.68	\$ 7.44	\$ 7.34
ADVISOR SERIES	\$ 7.68	\$ 7.45	\$ 7.35
SERIES D	\$ 8.15	\$ 7.86	\$ 7.69
SERIES F	\$ 8.91	\$ 8.58	\$ 8.38
SERIES O	\$ 8.72	\$ 8.36	\$ 8.09

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 19 978	\$ 20 364
Interest for distribution purposes	20 383	21 619
Net gain (loss) from futures contracts	10 703	25 541
Other income (loss)	246	239
Securities lending revenue (see note 6 in the generic notes)	149	166
Net realized gain (loss) on investments	190 446	53 248
Net gain (loss) on foreign currencies and other net assets	(604)	(314)
Change in unrealized gain (loss) on investments	(26 849)	(63 424)
TOTAL INCOME (LOSS)	214 452	57 439
EXPENSES (see notes – Fund Specific Information)		
Management fees	16 562	15 106
Administration fees	586	572
Board of Governors costs	1	2
GST/HST	1 571	1 589
Transaction costs	1 204	784
Withholding tax	473	417
TOTAL EXPENSES	20 397	18 470
INCREASE (DECREASE) IN NAV	\$ 194 055	\$ 38 969
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 124 634	\$ 16 449
ADVISOR SERIES	\$ 1 763	\$ 190
SERIES D	\$ 4 486	\$ 619
SERIES F	\$ 2 099	\$ 475
SERIES O	\$ 61 073	\$ 21 236
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.52	\$ 0.07
ADVISOR SERIES	\$ 0.52	\$ 0.07
SERIES D	\$ 0.58	\$ 0.10
SERIES F	\$ 0.65	\$ 0.12
SERIES O	\$ 0.54	\$ 0.15

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 194 055	\$ 38 969
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(190 446)	(53 244)
Change in unrealized loss (gain) on investments	26 849	63 424
(Increase) decrease in accrued receivables	470	(31 999)
Increase (decrease) in accrued payables	22 683	43 315
Cost of investments purchased	(2 877 488)	(3 782 140)
Proceeds on sales of investments	4 178 322	3 633 477
NET CASH PROVIDED BY OPERATING ACTIVITIES	1 354 445	(88 198)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	289 179	346 232
Cash paid on redemption of redeemable units	(1 579 553)	(173 510)
Distributions paid to holders of redeemable units	(64 343)	(80 103)
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 354 717)	\$ 92 619
Net increase (decrease) in cash for the year	(272)	4 421
Cash (bank overdraft), beginning of period	582	(886)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 310	\$ 3 535
Interest received	\$ 23 927	\$ 20 787
Dividends received, net of withholding taxes	\$ 20 701	\$ 19 947



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 812 333	\$ 1 687 096	\$ 24 978	\$ 19 525	\$ 60 116	\$ 47 795	\$ 26 821	\$ 27 588
INCREASE (DECREASE) IN NAV	124 634	16 449	1 763	190	4 486	619	2 099	475
Early redemption fees	2	2	–	–	–	–	–	–
Proceeds from redeemable units issued	228 111	188 705	5 725	5 199	17 163	10 809	5 430	1 469
Reinvestments of distributions to holders of redeemable units	27 125	25 035	230	245	1 064	736	307	378
Redemption of redeemable units	(150 092)	(153 182)	(2 957)	(3 095)	(10 700)	(8 093)	(1 060)	(4 142)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	105 146	60 560	2 998	2 349	7 527	3 452	4 677	(2 295)
Distributions from net income	(65 384)	(60 613)	(933)	(701)	(2 215)	(1 747)	(1 014)	(963)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(65 384)	(60 613)	(933)	(701)	(2 215)	(1 747)	(1 014)	(963)
NET INCREASE (DECREASE) IN NAV	164 396	16 396	3 828	1 838	9 798	2 324	5 762	(2 783)
NAV AT END OF PERIOD	\$ 1 976 729	\$ 1 703 492	\$ 28 806	\$ 21 363	\$ 69 914	\$ 50 119	\$ 32 583	\$ 24 805

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 345 316	\$ 1 136 996	\$ 3 269 564	\$ 2 919 000
INCREASE (DECREASE) IN NAV	61 073	21 236	194 055	38 969
Early redemption fees	–	–	2	2
Proceeds from redeemable units issued	32 750	140 050	289 179	346 232
Reinvestments of distributions to holders of redeemable units	–	–	28 726	26 394
Redemption of redeemable units	(1 414 746)	(5 000)	(1 579 555)	(173 512)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 381 996)	135 050	(1 261 648)	199 116
Distributions from net income	(23 523)	(42 473)	(93 069)	(106 497)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(23 523)	(42 473)	(93 069)	(106 497)
NET INCREASE (DECREASE) IN NAV	(1 344 446)	113 813	(1 160 662)	131 588
NAV AT END OF PERIOD	\$ 870	\$ 1 250 809	\$ 2 108 902	\$ 3 050 588

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of monthly distributions, primarily flowing from dividends, realized capital gains, other income and a return of capital, while avoiding significant erosion of the net asset value of the Fund.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 37.7% (December 31, 2013 – 38.5%, January 1, 2013 – 36.0%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	26.2	28.5	32.7
AA	36.5	38.2	35.1
A	24.0	22.3	22.1
BBB	13.3	11.0	10.1
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 37.7% (December 31, 2013 – 38.5%, January 1, 2013 – 36.1%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.5	6.6	4.9
1 – 5 years	44.1	40.1	42.9
5 – 10 years	29.4	27.5	25.2
> 10 years	26.0	25.8	27.0
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.7% (December 31, 2013 – 2.5%, January 1, 2013 – 2.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	11.3	11.6	9.6
Total	11.3	11.6	9.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.5	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 090 839	–	–	1 090 839
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	795 921	–	795 921
Short-term investments	–	233 856	–	233 856
Derivatives – assets	766	2 194	–	2 960
Derivatives – liabilities	–	(1 235)	–	(1 235)
Total financial instruments	1 091 605	1 030 736	–	2 122 341
% of total portfolio	51.4	48.6	–	100.0



June 30, 2014

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 800 349	–	–	1 800 349
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 256 420	–	1 256 420
Short-term investments	–	201 972	–	201 972
Derivatives – assets	–	708	–	708
Derivatives – liabilities	(63)	(136)	–	(199)
Total financial instruments	1 800 286	1 458 964	–	3 259 250
% of total portfolio	55.3	44.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 456 971	–	–	1 456 971
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 049 457	–	1 049 457
Short-term investments	–	396 435	–	396 435
Derivatives – assets	852	826	–	1 678
Derivatives – liabilities	(111)	(120)	–	(231)
Total financial instruments	1 457 712	1 446 598	–	2 904 310
% of total portfolio	50.2	49.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Series D	0.95%
Series F	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	243 655	229 799
Issued number of units	30 142	25 538
Reinvested number of units	3 583	3 399
Redeemed number of units	(19 839)	(20 719)
Ending number of units	257 541	238 017

Advisor Series

Opening units	3 354	2 657
Issued number of units	754	709
Reinvested number of units	30	33
Redeemed number of units	(389)	(418)
Ending number of units	3 749	2 981

Series D

Opening units	7 646	6 212
Issued number of units	2 141	1 391
Reinvested number of units	133	95
Redeemed number of units	(1 338)	(1 044)
Ending number of units	8 582	6 654

Series F

Opening units	3 125	3 294
Issued number of units	619	173
Reinvested number of units	35	45
Redeemed number of units	(121)	(491)
Ending number of units	3 658	3 021

Series O

Opening units	160 861	140 545
Issued number of units	3 874	17 121
Reinvested number of units	–	–
Redeemed number of units	(164 635)	(609)
Ending number of units	100	157 057

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1 204	100	784	100
Related-party brokerage commissions*	108	9	105	13
Commission arrangements [†]	70	6	60	8

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	258 731	410 993
Fair value of collateral received	263 906	419 213

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Managed Payout Solution	–	69 621
RBC Managed Payout Solution – Enhanced	–	91 140
Total	–	160 761

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 048 259	2 915 892
Revaluation of investments at FVTPL	2 329	3 108
Net assets attributable to holders of redeemable units	3 050 588	2 919 000

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	39 748
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(779)
Increase (decrease) in net assets attributable to holders of redeemable units	38 969

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC MONTHLY INCOME FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INCOME TRUSTS				
Real Estate				
170 793	Allied Properties Real Estate Investment Trust	\$ 3 333	\$ 6 038	
222 329	Boardwalk Real Estate Investment Trust	13 096	14 509	
510 000	Canadian Apartment Properties Real Estate Investment Trust	10 628	11 659	
528 725	Canadian Real Estate Investment Trust	19 075	24 316	
1 904 401	Chartwell Retirement Residences Real Estate Investment Trust	15 166	20 644	
550 000	Crombie Real Estate Investment Trust	6 960	7 392	
TOTAL INCOME TRUSTS		68 258	84 558	0.9
COMMON EQUITIES				
Consumer Discretionary				
558 996	Hudson's Bay Co.	9 152	9 453	
702 700	Magna International Inc., Class A	29 147	80 712	
1 166 629	Shaw Communications Inc., Class B	25 849	31 919	
571 507	Thomson Corp.	18 633	22 203	
668 515	Tim Hortons Inc.	37 914	39 021	
		120 695	183 308	2.0
Consumer Staples				
237 200	Bunge Ltd.	14 463	19 139	
240 100	George Weston Ltd.	16 967	18 898	
1 172 643	Loblaw Companies Ltd.	49 178	55 841	
625 300	Maple Leaf Foods Inc.	6 581	12 418	
		87 189	106 296	1.2
Energy				
1 496 968	ARC Resources Ltd.	40 481	48 636	
100 731	Baytex Energy Corp.	4 261	4 961	
2 347 030	Bonavista Energy Corp.	43 338	38 421	
2 436 808	Canadian Natural Resources Ltd.	83 896	119 477	
2 163 659	Cenovus Energy Inc.	68 264	74 841	
1 246 624	Crescent Point Energy Corp.	48 793	58 953	
2 803 929	Enbridge Inc.	95 432	141 963	
2 586 200	Encana Corp.	55 639	65 379	
575 897	Gibson Energy Inc.	12 851	19 604	
941 120	Husky Energy Inc.	27 421	32 431	
241 500	Imperial Oil Ltd.	11 505	13 580	
250 790	Keyera Corp.	10 055	19 715	
576	Pembina Pipeline Corp.	17	26	
2 378 237	Pengrowth Energy Corp.	24 982	18 194	
118 600	PrairieSky Royalty Ltd.	3 321	4 602	
300 000	Precision Drilling Corp.	3 982	4 533	
245 000	ShawCor Ltd.	10 526	14 538	
288 900	Spectra Energy Corp.	6 714	13 091	
3 000 800	Suncor Energy Inc.	95 442	136 536	
2 535 600	Talisman Energy Inc.	42 953	28 602	
2 442 526	TransCanada Corp.	100 620	124 398	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
1 277 700	Trinidad Drilling Ltd.	\$ 11 272	\$ 15 473	
790 758	Veresen Inc.	11 439	14 827	
360 697	Vermilion Energy Inc.	15 301	26 782	
		828 505	1 039 563	11.1
Financials				
1 432 796	Bank of Montreal	75 119	112 589	
4 153 773	Bank of Nova Scotia	192 935	295 499	
1 591 852	Brookfield Asset Management Inc., Class A	38 584	74 833	
462 600	Brookfield Canada Office Properties	11 490	12 745	
3 576 143	Brookfield Property Partners LP	58 844	79 712	
1 281 689	Canadian Imperial Bank of Commerce	89 964	124 452	
1 587 504	CI Financial Corp.	29 042	55 642	
16 700	Fairfax Financial Holdings Ltd.	6 680	8 454	
1 791 121	First Capital Realty Inc.	30 590	33 351	
1 080 232	Great-West Lifeco Inc.	28 047	32 601	
5 813 568	Manulife Financial Corporation	107 583	123 306	
470 836	National Bank of Canada	12 851	21 310	
1 358 700	Power Corporation of Canada	40 106	40 285	
4 101 725	Royal Bank of Canada*	196 818	312 880	
2 210 173	Sun Life Financial Inc.	68 468	86 683	
5 149 313	Toronto-Dominion Bank	165 707	282 852	
		1 152 828	1 697 194	18.2
Health Care				
407 100	Bristol-Myers Squibb Co.	10 324	21 066	
248 000	Merck & Co. Inc.	9 702	15 304	
1 003 900	Pfizer Inc.	18 016	31 783	
		38 042	68 153	0.7
Industrials				
851	CAE Inc.	8 288	11 881	
1 037 000	Canadian National Railway Co.	28 806	71 968	
203 900	Canadian Pacific Railway Ltd.	11 577	39 416	
1 117 682	CSX Corp.	24 439	36 733	
107 400	Deere & Co.	8 610	10 372	
365 406	Finning International Inc.	7 946	10 904	
420 100	Fluor Corp.	23 167	34 460	
363 100	KBR Inc.	11 468	9 238	
1 269 199	Newalta Inc.	14 932	27 199	
582 519	Russel Metals Inc.	13 228	19 986	
685 988	WestJet Airlines Ltd.	12 471	17 973	
253 495	Westshore Terminals Investment Corp.	5 680	8 266	
		170 612	298 396	3.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
343 000	Acadian Timber Corp.	\$ 3 534	\$ 4 565	
668 623	Agrium Inc.	55 797	65 358	
1 732 200	Barrick Gold Corp.	58 016	33 847	
2 047 700	Goldcorp Inc.	73 427	60 981	
1 215 400	iShares S&P/TSX Global Gold Index Fund	30 577	14 901	
115 466	Methanex Corp.	2 954	7 617	
213 400	Norbord Inc.	6 952	5 587	
1 454 800	Potash Corporation of Saskatchewan Inc.	65 902	59 036	
1 928 900	Teck Resources Ltd., Class B	67 350	46 988	
218 400	The Mosaic Co.	14 933	11 520	
		<u>379 442</u>	<u>310 400</u>	<u>3.3</u>
Telecommunication Services				
500 000	AT&T Inc.	17 900	18 859	
762 985	BCE Inc.	17 460	36 928	
746 076	Rogers Communications Inc., Class B	29 270	32 037	
809 100	TELUS Corp.	21 733	32 178	
		<u>86 363</u>	<u>120 002</u>	<u>1.3</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
2 439 236	Algonquin Power & Utilities Corp.	\$ 15 211	\$ 20 075	
497 380	Atco Ltd., Class I, Non-Voting	12 122	25 724	
107 223	Brookfield Infrastructure Partners LP	3 574	4 775	
932 322	Brookfield Renewable Energy Partners LP	21 987	29 405	
1 083 409	Canadian Utilities Ltd., Class A	26 309	43 336	
1 129 190	Emera Inc.	31 293	38 517	
896 846	Fortis Inc.	26 952	29 121	
1 153 700	Northland Power Inc.	18 578	21 032	
1 180 000	TransAlta Corp.	15 492	15 434	
		<u>171 518</u>	<u>227 419</u>	<u>2.4</u>
TOTAL COMMON EQUITIES		<u>3 035 194</u>	<u>4 050 731</u>	<u>43.4</u>

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
22 100	407 International Inc.	5.750	14-Feb-36	\$ 23 091	\$ 26 728	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 264	
4 000	Aéroports de Montréal	5.670	16-Oct-37	4 340	4 945	
5 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	5 000	5 077	
7 600	AltaGas Ltd.	4.550	17-Jan-19	8 303	8 252	
5 000	AltaGas Ltd.	3.570	12-Jun-23	4 996	5 044	
9 800	AltaLink LP	3.668	06-Nov-23	9 876	10 215	
6 300	American Express Canada Credit Corp.	2.310	29-Mar-18	6 298	6 360	
5 000	Bank of Montreal	2.240	11-Dec-17	4 999	5 046	
14 000	Bank of Montreal	6.020	02-May-18	15 599	16 034	
21 900	Bank of Montreal	3.210	13-Sep-18	22 243	22 819	
31 450	Bank of Montreal	2.430	04-Mar-19	31 443	31 714	
5 000	Bank of Montreal	2.840	04-Jun-20	4 999	5 097	
9 550	Bank of Montreal	5.100	21-Apr-21	9 948	10 111	
10 000	Bank of Montreal	6.170	28-Mar-23	11 367	11 428	
13 500	Bank of Nova Scotia	1.800	09-May-16	13 497	13 541	
7 000	Bank of Nova Scotia	4.100	08-Jun-17	7 558	7 454	
28 000	Bank of Nova Scotia	2.242	22-Mar-18	27 931	28 214	
15 000	Bank of Nova Scotia	2.750	13-Aug-18	14 979	15 346	
11 500	Bank of Nova Scotia	2.462	14-Mar-19	11 500	11 604	
17 825	Bank of Nova Scotia	8.900	20-Jun-25	26 108	26 658	
15 000	BC Tel	11.900	22-Nov-15	21 859	21 070	
8 000	BC Tel	10.650	19-Jun-21	12 237	11 677	
10 000	bclMC Realty Corp.	2.650	29-Jun-17	10 061	10 264	
5 000	Bell Aliant Regional Communications LP	5.410	26-Sep-16	5 013	5 379	
5 000	Bell Aliant Regional Communications LP	4.880	26-Apr-18	5 331	5 453	
15 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	14 930	15 512	
23 000	Bell Canada	4.400	16-Mar-18	23 560	24 802	
10 000	Bell Canada	3.500	10-Sep-18	10 130	10 469	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
8 000	Bell Canada	3.350	18-Jun-19	\$ 8 219	\$ 8 304	
12 500	Bell Canada	4.950	19-May-21	13 107	14 008	
10 000	Bell Canada	3.350	22-Mar-23	9 983	9 951	
1 500	Bell Canada	6.100	16-Mar-35	1 681	1 832	
3 500	BMW Canada Inc.	2.110	26-May-16	3 499	3 532	
6 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	7 209	8 000	
3 000	Brookfield Renewable Power Inc.	6.132	30-Nov-16	3 296	3 281	
2 050	Brookfield Renewable Power Inc.	5.140	13-Oct-20	2 049	2 279	
2 700	Caisse Centrale Desjardins	2.281	17-Oct-16	2 711	2 732	
5 000	Caisse Centrale Desjardins	3.502	05-Oct-17	5 000	5 238	
7 380	Caisse Centrale Desjardins	2.795	19-Nov-18	7 400	7 547	
4 500	Calloway Real Estate Investment Trust	3.985	30-May-23	4 504	4 517	
5 000	Cameco Corp.	5.670	02-Sep-19	5 116	5 651	
10 000	Canada Life Capital Trust	7.529	30-Jun-32	13 174	13 461	
16 643	Canadian Imperial Bank of Commerce	9.650	31-Oct-14	22 034	17 075	
30 400	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	30 837	31 034	
5 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	4 995	5 063	
38 425	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	38 319	38 714	
4 600	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	4 596	4 605	
5 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	5 000	5 106	
5 000	Canadian Natural Resources Ltd.	4.950	01-Jun-15	5 300	5 156	
3 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	3 000	3 028	
5 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	4 986	5 680	
5 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	5 000	5 147	
4 600	Canadian Real Estate Investment Trust	4.323	15-Jan-21	4 600	4 798	
3 500	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	3 670	3 610	
10 000	Canadian Western Bank	3.049	18-Jan-17	10 000	10 284	
10 000	Canadian Western Bank	2.531	22-Mar-18	10 000	10 117	
11 500	Capital Desjardins Inc.	5.187	05-May-20	12 320	13 072	
9 000	Capital Power LP	4.600	01-Dec-15	9 160	9 343	
10 000	Cards II Trust	1.984	15-Jan-16	10 000	10 067	
5 000	Cards II Trust	3.333	15-May-16	5 247	5 156	
8 420	Centra Gas Ontario Inc.	8.650	19-Oct-18	11 330	10 467	
3 000	Choice Properties LP	3.000	20-Sep-19	3 000	3 019	
2 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	2 012	2 081	
5 000	Daimler Canada Finance Inc.	3.280	15-Sep-16	5 000	5 163	
5 000	Daimler Canada Finance Inc.	2.280	17-Feb-17	5 000	5 056	
5 000	Daimler Canada Finance Inc.	2.270	26-Mar-18	5 000	5 030	
5 000	Emera Inc.	2.960	13-Dec-16	4 998	5 125	
10 000	Enbridge Gas Distribution Inc.	1.850	24-Apr-17	9 998	10 034	
3 000	Enbridge Gas Distribution Inc.	4.040	23-Nov-20	2 999	3 264	
6 000	Enbridge Gas Distribution Inc.	9.850	02-Dec-24	9 037	9 378	
5 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	5 906	5 840	
11 000	Enbridge Inc.	5.170	19-May-16	12 137	11 696	
5 000	Enbridge Income Fund Holdings Inc.	5.250	22-Dec-14	4 919	5 080	
3 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	3 497	3 879	
4 000	Encana Corp.	5.800	18-Jan-18	4 469	4 501	
3 500	EnerCare Solutions Inc.	4.600	03-Feb-20	3 498	3 724	
7 750	EPCOR Utilities Inc.	5.800	31-Jan-18	8 697	8 734	
7 000	EPCOR Utilities Inc.	4.550	28-Feb-42	7 315	7 396	
10 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	9 959	11 360	
4 000	First Capital Realty Inc.	4.430	31-Jan-22	3 942	4 263	
5 000	Ford Credit Canada Ltd.	4.875	08-Feb-17	5 342	5 350	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	4 998	5 163	
15 000	Fortis Inc., Convertible	4.000	09-Jan-24	4 995	5 735	
1 200	FortisAlberta Inc.	6.220	31-Oct-34	1 489	1 551	
14 200	Gaz Metropolitan Inc.	10.450	31-Oct-16	20 733	16 948	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
3 100	Gaz Metropolitan Inc.	9.000	16-May-25	\$ 4 624	\$ 4 624	
10 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	10 712	10 650	
20 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	20 947	22 192	
5 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	5 855	5 809	
10 000	GE Capital Canada Funding Co.	5.730	22-Oct-37	9 994	12 337	
4 000	Genesis Trust II	2.295	15-Feb-17	4 008	4 053	
8 500	Genworth MI Canada Inc.	5.680	15-Jun-20	8 817	9 725	
10 000	Great-West Lifeco Inc.	6.140	21-Mar-18	10 866	11 439	
6 000	Great-West Lifeco Inc.	6.740	24-Nov-31	6 967	7 869	
5 000	Greater Toronto Airports Authority	4.850	01-Jun-17	5 315	5 438	
4 500	Greater Toronto Airports Authority	5.960	20-Nov-19	4 963	5 318	
10 000	Greater Toronto Airports Authority	6.980	15-Oct-32	12 194	13 910	
9 500	Greater Toronto Airports Authority	6.470	02-Feb-34	12 056	12 633	
11 500	Greater Toronto Airports Authority	5.630	07-Jun-40	13 676	14 324	
10 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 911	10 236	
20 000	HSBC Bank Canada	3.558	04-Oct-17	20 477	20 996	
5 000	HSBC Bank Canada	2.491	13-May-19	5 000	5 030	
7 500	HSBC Bank Canada	2.938	14-Jan-20	7 500	7 670	
17 000	Hydro One Inc.	5.180	18-Oct-17	18 779	18 798	
10 000	Hydro One Inc.	2.780	09-Oct-18	10 000	10 287	
20 600	Hydro One Inc.	7.350	03-Jun-30	26 032	28 707	
8 000	Hydro One Inc.	5.360	20-May-36	9 420	9 481	
3 000	Inter Pipeline Ltd.	3.448	20-Jul-20	3 087	3 112	
4 000	Inter Pipeline Ltd.	4.967	02-Feb-21	4 012	4 484	
5 000	Loblaw Companies Ltd.	7.100	01-Jun-16	6 094	5 500	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 265	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 400	
5 900	Loblaw Companies Ltd.	6.050	09-Jun-34	6 446	6 848	
10 200	Loblaw Companies Ltd.	5.900	18-Jan-36	9 614	11 724	
8 000	Manulife Bank of Canada	2.383	17-Oct-16	8 000	8 097	
15 000	Manulife Financial Corporation	5.059	15-Dec-41	12 811	16 132	
5 600	Master Credit Card Trust	3.502	21-May-16	5 738	5 792	
11 500	Master Credit Card Trust	2.626	21-Jan-17	11 739	11 739	
1 600	Master Credit Card Trust II	2.723	21-Nov-18	1 600	1 637	
10 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	9 790	10 406	
15 000	National Bank of Canada	2.050	11-Jan-16	15 000	15 116	
11 000	National Bank of Canada	2.702	15-Dec-16	11 123	11 244	
5 000	National Bank of Canada	2.019	13-Apr-17	5 000	5 027	
20 000	National Bank of Canada	2.689	21-Aug-17	20 155	20 448	
12 500	National Bank of Canada	2.794	09-Aug-18	12 500	12 798	
4 953	Newfoundland Power Inc.	10.550	01-Aug-14	7 031	4 989	
2 952	Newfoundland Power Inc.	10.900	02-May-16	4 457	3 415	
8 000	Nova Gas Transmission Ltd.	9.900	16-Dec-24	11 975	12 258	
6 972	Nova Scotia Power Inc.	9.750	02-Aug-19	9 768	9 281	
3 000	Nova Scotia Power Inc.	4.500	20-Jul-43	3 028	3 144	
5 500	OMERS Realty Corp.	2.498	05-Jun-18	5 428	5 587	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 348	
1 600	Pembina Pipeline Corp.	4.750	30-Apr-43	1 596	1 650	
5 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	5 022	5 179	
10 000	RBC Capital Trust*	4.870	31-Dec-15	9 158	10 461	
5 000	Reliance LP	4.574	15-Mar-17	5 000	5 264	
5 000	Rogers Communications Inc.	5.380	04-Nov-19	5 172	5 655	
5 000	Rogers Communications Inc.	4.700	29-Sep-20	4 997	5 498	
22 500	Rogers Communications Inc.	5.340	22-Mar-21	24 462	25 518	
17 000	Rogers Communications Inc.	6.110	25-Aug-40	18 454	20 020	
10 000	Royal Bank of Canada*	3.030	26-Jul-16	9 996	10 278	
5 000	Royal Bank of Canada*	2.680	08-Dec-16	4 999	5 113	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
20 000	Royal Bank of Canada*	3.660	25-Jan-17	\$ 19 993	\$ 20 936	
5 000	Royal Bank of Canada*	2.580	13-Apr-17	5 045	5 103	
14 500	Royal Bank of Canada*	2.364	21-Sep-17	14 500	14 688	
5 000	Royal Bank of Canada*	2.820	12-Jul-18	4 999	5 130	
15 000	Royal Bank of Canada*	2.770	11-Dec-18	14 994	15 344	
5 000	Royal Bank of Canada*	2.860	03-Apr-21	4 999	5 054	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 510	
8 300	Scotiabank Capital Trust	7.802	30-Jun-08	8 300	10 225	
5 000	Shaw Communications Inc.	5.700	02-Mar-17	5 245	5 476	
10 500	Shaw Communications Inc.	5.650	01-Oct-19	10 699	11 967	
5 000	Shaw Communications Inc.	4.350	31-Jan-24	4 999	5 219	
10 000	Shaw Communications Inc.	6.750	09-Nov-39	9 737	12 192	
20 000	Sun Life Financial Inc.	4.570	23-Aug-21	19 992	22 108	
8 000	Sun Life Financial Inc.	5.400	29-May-42	7 995	9 058	
5 000	Suncor Energy Inc.	5.800	22-May-18	5 271	5 670	
5 000	TELUS Corp.	3.200	05-Apr-21	4 987	5 073	
5 000	TELUS Corp.	4.400	01-Apr-43	4 988	4 840	
5 000	Teranet Holdings LP	3.531	16-Dec-15	5 000	5 129	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 508	5 503	
2 260	Teranet Holdings LP	5.754	17-Dec-40	2 214	2 521	
4 626	Terasen Gas Inc.	10.300	30-Sep-16	6 320	5 462	
1 500	Terasen Gas Inc.	5.900	26-Feb-35	1 775	1 870	
5 500	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	5 500	5 794	
4 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	4 233	4 247	
1 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 500	1 531	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 551	
10 000	Thomson Reuters Corp.	6.000	31-Mar-16	11 160	10 697	
3 000	Toronto Hydro Corp.	4.490	12-Nov-19	2 999	3 319	
18 079	Toronto-Dominion Bank	10.050	04-Aug-14	25 027	18 215	
7 500	Toronto-Dominion Bank	4.779	14-Dec-16	7 278	8 010	
14 500	Toronto-Dominion Bank	2.433	15-Aug-17	14 500	14 737	
16 600	Toronto-Dominion Bank	2.171	02-Apr-18	16 646	16 699	
26 600	Toronto-Dominion Bank	2.447	02-Apr-19	26 615	26 841	
10 000	Toronto-Dominion Bank	2.563	24-Jun-20	10 000	10 031	
3 000	Toronto-Dominion Bank	9.150	26-May-25	4 326	4 518	
10 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	9 999	10 456	
5 687	Union Gas Ltd.	11.500	28-Aug-15	8 716	6 316	
10 000	Union Gas Ltd.	8.750	03-Aug-18	13 460	12 425	
10 000	Union Gas Ltd.	4.880	21-Jun-41	11 577	11 137	
7 000	VW Credit Canada Inc.	3.600	01-Feb-16	7 006	7 223	
3 000	VW Credit Canada Inc.	2.200	11-Oct-16	2 997	3 033	
19 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	19 000	19 471	
10 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	9 997	10 218	
14 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	14 012	14 368	
10 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	9 996	10 157	
9 500	Westcoast Energy Inc.	3.280	15-Jan-16	9 491	9 741	
5 000	Westcoast Energy Inc.	5.600	16-Jan-19	5 817	5 649	
5 000	Westcoast Energy Inc.	6.750	15-Dec-27	5 662	6 367	
				1 765 184	1 801 584	19.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
80 000	Canada Housing Trust No. 1	2.450	15-Dec-15	\$ 82 354	\$ 81 545	
10 000	Canada Housing Trust No. 1	2.750	15-Dec-15	10 295	10 236	
45 000	Canada Housing Trust No. 1	1.850	15-Dec-16	45 269	45 574	
100 950	Canada Housing Trust No. 1	3.350	15-Dec-20	104 808	108 269	
52 000	Canada Housing Trust No. 1	2.650	15-Mar-22	52 949	53 054	
30 000	Canada Housing Trust No. 1	2.350	15-Sep-23	29 268	29 422	
9 000	Canada Post Corp.	4.080	16-Jul-25	8 995	10 141	
65 700	Government of Canada	1.250	01-Feb-16	66 074	65 892	
29 300	Government of Canada	2.750	01-Sep-16	30 362	30 328	
112 440	Government of Canada	1.500	01-Sep-17	112 260	113 190	
44 400	Government of Canada	1.250	01-Sep-18	43 015	44 033	
35 800	Government of Canada	1.750	01-Mar-19	35 883	36 156	
25 000	Government of Canada	1.750	01-Sep-19	25 099	25 154	
24 000	Government of Canada	3.500	01-Jun-20	27 035	26 445	
10 000	Government of Canada	2.750	01-Jun-22	10 291	10 557	
7 970	Government of Canada	1.500	01-Jun-23	7 554	7 569	
50 160	Government of Canada	2.500	01-Jun-24	50 419	51 334	
62 970	Government of Canada	5.750	01-Jun-29	85 007	87 997	
22 886	Government of Canada	5.750	01-Jun-33	29 477	33 288	
89 990	Government of Canada	4.000	01-Jun-41	110 896	110 414	
16 900	Government of Canada	3.500	01-Dec-45	18 976	19 435	
				986 286	1 000 033	10.7
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	16 022	
35 000	Hydro-Quebec	11.000	15-Aug-20	57 482	52 166	
45 000	Hydro-Quebec	6.500	15-Feb-35	55 644	62 742	
17 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	17 416	18 492	
30 000	Municipal Finance Authority of British Columbia	4.800	01-Dec-17	32 950	33 105	
9 500	Newfoundland & Labrador Hydro	10.250	14-Jul-17	14 204	11 928	
7 280	Ontario Electricity Financial Corp.	8.400	06-Nov-20	9 229	9 652	
10 000	Ontario Electricity Financial Corp.	8.500	26-May-25	14 776	14 858	
60 000	Ontario Electricity Financial Corp.	8.250	22-Jun-26	86 813	89 334	
9 000	Province of British Columbia	9.000	23-Aug-24	13 483	13 787	
10 000	Province of Manitoba	3.050	01-Sep-14	9 997	10 033	
15 000	Province of Manitoba	2.050	01-Dec-16	15 145	15 270	
5 000	Province of Manitoba	4.600	05-Mar-38	4 899	5 773	
7 000	Province of Manitoba	4.650	05-Mar-40	6 825	8 174	
26 088	Province of New Brunswick	8.750	12-May-15	33 371	27 789	
8 000	Province of New Brunswick	4.400	03-Jun-19	8 197	8 884	
24 000	Province of New Brunswick	4.800	03-Jun-41	24 183	28 042	
2 000	Province of Newfoundland	10.125	22-Nov-14	2 774	2 071	
6 000	Province of Newfoundland	5.600	17-Oct-33	6 595	7 606	
3 700	Province of Nova Scotia	9.600	30-Jan-22	5 804	5 452	
15 000	Province of Nova Scotia	6.600	01-Dec-31	19 889	20 860	
10 000	Province of Nova Scotia	4.500	01-Jun-37	9 373	11 215	
54 900	Province of Ontario	3.150	08-Sep-15	56 838	56 237	
32 000	Province of Ontario	4.300	08-Mar-17	35 131	34 414	
40 000	Province of Ontario	1.900	08-Sep-17	39 661	40 407	
130 100	Province of Ontario	2.100	08-Sep-18	129 711	131 539	
104 000	Province of Ontario	4.400	02-Jun-19	113 506	115 482	
41 010	Province of Ontario	4.000	02-Jun-21	43 261	44 810	
145 700	Province of Ontario	3.150	02-Jun-22	149 546	149 961	
63 000	Province of Ontario	2.850	02-Jun-23	61 219	62 666	
13 500	Province of Ontario	8.100	08-Sep-23	19 811	19 099	
48 900	Province of Ontario	3.500	02-Jun-24	49 911	50 706	
50 000	Province of Ontario	8.000	02-Jun-26	68 614	73 453	
47 700	Province of Ontario	6.500	08-Mar-29	58 773	64 445	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets	
PROVINCIAL/MUNICIPAL (cont.)							
16 400	Province of Ontario	5.600	02-Jun-35	\$ 21 734	\$ 20 997		
8 000	Province of Ontario	4.700	02-Jun-37	9 443	9 229		
79 860	Province of Ontario	4.600	02-Jun-39	87 326	91 209		
92 450	Province of Ontario	4.650	02-Jun-41	101 017	107 037		
44 770	Province of Ontario	3.500	02-Jun-43	45 440	43 067		
91 500	Province of Ontario	3.450	02-Jun-45	83 962	87 303		
8 750	Province of Prince Edward Island	4.250	24-Sep-19	8 740	9 651		
3 000	Province of Prince Edward Island	4.650	19-Nov-37	2 925	3 366		
66 400	Province of Quebec	4.500	01-Dec-16	72 266	71 346		
46 980	Province of Quebec	4.500	01-Dec-20	52 827	52 779		
24 600	Province of Quebec	3.500	01-Dec-22	25 477	25 821		
77 800	Province of Quebec	3.000	01-Sep-23	77 918	77 997		
5 600	Province of Quebec	5.750	01-Dec-36	6 559	7 283		
7 000	Province of Quebec	5.000	01-Dec-38	8 733	8 353		
52 500	Province of Quebec	5.000	01-Dec-41	57 951	63 328		
23 000	Province of Quebec	4.250	01-Dec-43	25 678	24 925		
				<u>1 978 025</u>	<u>2 020 165</u>	<u>21.7</u>	
TOTAL CANADIAN BONDS				<u>4 729 495</u>	<u>4 821 782</u>	<u>51.7</u>	
FOREIGN BONDS							
10 000	JPMorgan Chase & Co. CAD	5.058	22-Feb-21	10 067	10 431		
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	4 100	963		
10 000	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	9 719	10 575		
				<u>23 886</u>	<u>21 969</u>	<u>0.3</u>	
TOTAL BONDS				<u>4 753 381</u>	<u>4 843 751</u>	<u>52.0</u>	
SHORT-TERM INVESTMENTS†							
				<u>344 948</u>	<u>344 948</u>	<u>3.7</u>	
TOTAL INVESTMENTS				<u>8 201 781</u>	<u>9 323 988</u>	<u>100.0</u>	
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					–	1 406	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					–	(345)	–
TOTAL PORTFOLIO				<u>\$ 8 201 781</u>	<u>9 325 049</u>	<u>100.0</u>	
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						1 326	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						<u>\$ 9 326 375</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.95% to 1.16% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 57 Sold USD 54 @ 1.0657	03-Jul-14	\$ —
Bought CAD 8 292 Sold USD 7 382 @ 1.1233	03-Jul-14	418
Bought CAD 1 010 Sold USD 925 @ 1.0914	10-Jul-14	23
Bought CAD 774 Sold USD 700 @ 1.1057	10-Jul-14	27
Bought CAD 951 Sold USD 860 @ 1.1053	15-Jul-14	33
Bought CAD 1 971 Sold USD 1 800 @ 1.0949	17-Jul-14	50
Bought CAD 986 Sold USD 900 @ 1.0954	23-Jul-14	25
Bought CAD 2 143 Sold USD 1 950 @ 1.0990	25-Jul-14	62
Bought CAD 2 475 Sold USD 2 268 @ 1.0912	08-Aug-14	53
Bought CAD 3 494 Sold USD 3 200 @ 1.0919	12-Aug-14	77
Bought CAD 922 Sold USD 850 @ 1.0845	13-Aug-14	14
Bought CAD 273 Sold USD 250 @ 1.0903	14-Aug-14	6
Bought CAD 11 789 Sold USD 10 844 @ 1.0871	20-Aug-14	207
Bought CAD 4 314 Sold USD 3 965 @ 1.0879	27-Aug-14	78
Bought CAD 2 782 Sold USD 2 555 @ 1.0888	03-Sep-14	52
Bought CAD 535 Sold USD 500 @ 1.0700	03-Sep-14	1
Bought CAD 1 527 Sold USD 1 403 @ 1.0881	04-Sep-14	28
Bought CAD 7 376 Sold USD 6 745 @ 1.0935	09-Sep-14	169
Bought CAD 1 581 Sold USD 1 445 @ 1.0945	11-Sep-14	37
Bought CAD 535 Sold USD 500 @ 1.0708	19-Sep-14	1
Bought CAD 2 174 Sold USD 1 997 @ 1.0888	22-Sep-14	40
Bought CAD 753 Sold USD 700 @ 1.0755	24-Sep-14	3
Bought CAD 7 894 Sold USD 7 382 @ 1.0694	02-Oct-14	2
		<u>\$ 1 406</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 7 382 Sold CAD 7 877 @ 1.0670	03-Jul-14	\$ (2)
Bought USD 7 595 Sold CAD 8 397 @ 1.1056	24-Jul-14	(290)
Bought USD 300 Sold CAD 327 @ 1.0883	25-Aug-14	(6)
Bought USD 1 141 Sold CAD 1 242 @ 1.0886	02-Sep-14	(23)
Bought USD 1 261 Sold CAD 1 371 @ 1.0874	08-Sep-14	(24)
		<u>\$ (345)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 1 061</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 9 323 988	\$ 8 903 301	\$ 8 533 319
Cash	1 038	453	958
Due from investment dealers	–	–	15 728
Subscriptions receivable	4 881	2 425	5 594
Futures contracts margin receivable	–	752	–
Unrealized gain on foreign exchange contracts	1 406	263	135
Dividends receivable, interest accrued and other assets	45 884	44 605	47 731
TOTAL ASSETS	9 377 197	8 951 799	8 603 465
LIABILITIES			
Due to investment dealers	30 285	11 778	862
Redemptions payable	6 726	4 692	4 554
Unrealized loss on futures contracts	–	732	–
Unrealized loss on foreign exchange contracts	345	570	166
Distributions payable	5 010	–	–
Accounts payable and accrued expenses	8 456	8 393	8 127
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	50 822	26 165	13 709
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 9 326 375	\$ 8 925 634	\$ 8 589 756
Investments at cost	\$ 8 201 781	\$ 8 243 983	\$ 7 988 147
NAV, END OF PERIOD			
SERIES A	\$ 8 404 196	\$ 8 088 353	\$ 7 852 696
ADVISOR SERIES	\$ 57 506	\$ 53 908	\$ 50 969
SERIES D	\$ 167 317	\$ 154 446	\$ 145 640
SERIES F	\$ 75 817	\$ 48 710	\$ 45 182
SERIES O	\$ 621 539	\$ 580 217	\$ 495 269
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.21	\$ 13.52	\$ 13.31
ADVISOR SERIES	\$ 14.33	\$ 13.63	\$ 13.41
SERIES D	\$ 14.57	\$ 13.84	\$ 13.56
SERIES F	\$ 15.18	\$ 14.40	\$ 14.07
SERIES O	\$ 15.48	\$ 14.62	\$ 14.18

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 64 262	\$ 68 675
Interest for distribution purposes	93 416	91 876
Net gain (loss) from futures contracts	1 487	(89)
Other income (loss)	2 370	2 276
Securities lending revenue (see note 6 in the generic notes)	554	439
Net realized gain (loss) on investments	47 607	56 018
Net gain (loss) on foreign currencies and other net assets	(2 139)	(1 112)
Change in unrealized gain (loss) on investments	464 257	(182 375)
TOTAL INCOME (LOSS)	671 814	35 708
EXPENSES (see notes – Fund Specific Information)		
Management fees	41 726	40 708
Administration fees	3 784	3 695
Board of Governors costs	1	2
GST/HST	4 502	4 709
Transaction costs	920	908
Withholding tax	429	384
TOTAL EXPENSES	51 362	50 406
INCREASE (DECREASE) IN NAV	\$ 620 452	\$ (14 698)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 557 402	\$ (15 645)
ADVISOR SERIES	\$ 3 789	\$ (100)
SERIES D	\$ 10 983	\$ (180)
SERIES F	\$ 4 095	\$ 37
SERIES O	\$ 44 183	\$ 1 190
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.95	\$ (0.03)
ADVISOR SERIES	\$ 0.96	\$ (0.03)
SERIES D	\$ 0.99	\$ (0.01)
SERIES F	\$ 1.04	\$ 0.01
SERIES O	\$ 1.11	\$ 0.05

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 620 452	\$ (14 698)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(47 607)	(56 018)
Change in unrealized loss (gain) on investments	(464 257)	182 375
(Increase) decrease in accrued receivables	(3 735)	(35 600)
Increase (decrease) in accrued payables	25 614	74 057
Cost of investments purchased	(2 879 147)	(4 640 027)
Proceeds on sales of investments	2 968 976	4 360 671
NET CASH PROVIDED BY OPERATING ACTIVITIES	220 296	(129 240)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	531 969	739 339
Cash paid on redemption of redeemable units	(715 364)	(570 251)
Distributions paid to holders of redeemable units	(36 316)	(38 538)
NET CASH USED IN FINANCING ACTIVITIES	\$ (219 711)	\$ 130 550
Net increase (decrease) in cash for the year	585	1 310
Cash (bank overdraft), beginning of period	453	958
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1 038	\$ 2 268
Interest received	\$ 94 750	\$ 92 899
Dividends received, net of withholding taxes	\$ 63 590	\$ 68 291



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 088 353	\$ 7 852 696	\$ 53 908	\$ 50 969	\$ 154 446	\$ 145 640	\$ 48 710	\$ 45 182
INCREASE (DECREASE) IN NAV	557 402	(15 645)	3 789	(100)	10 983	(180)	4 095	37
Early redemption fees	1	2	–	–	–	–	–	–
Proceeds from redeemable units issued	461 787	625 208	7 039	8 740	18 737	23 198	30 627	7 443
Reinvestments of distributions to holders of redeemable units	122 083	125 238	658	655	2 295	2 267	695	517
Redemption of redeemable units	(675 042)	(542 067)	(6 876)	(6 404)	(16 300)	(14 779)	(7 278)	(7 003)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(91 171)	208 381	821	2 991	4 732	10 686	24 044	957
Distributions from net income	(150 388)	(152 674)	(1 012)	(1 030)	(2 844)	(2 891)	(1 032)	(849)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(150 388)	(152 674)	(1 012)	(1 030)	(2 844)	(2 891)	(1 032)	(849)
NET INCREASE (DECREASE) IN NAV	315 843	40 062	3 598	1 861	12 871	7 615	27 107	145
NAV AT END OF PERIOD	\$ 8 404 196	\$ 7 892 758	\$ 57 506	\$ 52 830	\$ 167 317	\$ 153 255	\$ 75 817	\$ 45 327

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 580 217	\$ 495 269	\$ 8 925 634	\$ 8 589 756
INCREASE (DECREASE) IN NAV	44 183	1 190	620 452	(14 698)
Early redemption fees	–	–	1	2
Proceeds from redeemable units issued	13 779	74 750	531 969	739 339
Reinvestments of distributions to holders of redeemable units	3 368	–	129 099	128 677
Redemption of redeemable units	(9 869)	–	(715 365)	(570 253)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 278	74 750	(54 296)	297 765
Distributions from net income	(10 139)	(9 771)	(165 415)	(167 215)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10 139)	(9 771)	(165 415)	(167 215)
NET INCREASE (DECREASE) IN NAV	41 322	66 169	400 741	115 852
NAV AT END OF PERIOD	\$ 621 539	\$ 561 438	\$ 9 326 375	\$ 8 705 608

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a tax-efficient monthly distribution consisting of dividend income, interest income and capital gains along with providing the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 52.0% (December 31, 2013 – 52.5%, January 1, 2013 – 50.1%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	22.9	24.9	29.8
AA	40.3	38.0	34.9
A	26.0	26.0	26.2
BBB	10.8	11.1	9.1
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 52.0% (December 31, 2013 – 52.5%, January 1, 2013 – 50.1%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	2.0	4.0	5.5
1 – 5 years	42.1	41.8	38.3
5 – 10 years	25.0	25.0	24.2
> 10 years	30.9	29.2	32.0
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.6% (December 31, 2013 – 3.5%, January 1, 2013 – 3.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	4 135 289	–	–	4 135 289
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 843 751	–	4 843 751
Short-term investments	–	344 948	–	344 948
Derivatives – assets	–	1 406	–	1 406
Derivatives – liabilities	–	(345)	–	(345)
Total financial instruments	4 135 289	5 189 760	–	9 325 049
% of total portfolio	44.3	55.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 919 532	–	–	3 919 532
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 685 704	–	4 685 704
Short-term investments	–	298 065	–	298 065
Derivatives – assets	–	263	–	263
Derivatives – liabilities	(732)	(570)	–	(1 302)
Total financial instruments	3 918 800	4 983 462	–	8 902 262
% of total portfolio	44.0	56.0	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	3 869 395	–	–	3 869 395
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 307 035	–	4 307 035
Short-term investments	–	356 889	–	356 889
Derivatives – assets	–	135	–	135
Derivatives – liabilities	–	(166)	–	(166)
Total financial instruments	3 869 395	4 663 893	–	8 533 288
% of total portfolio	45.3	54.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	3 200
Net transfers in (out)	–	–	(3 093)
Realized gains (losses)	–	–	(107)
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series D	0.75%
Series F	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.09%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	598 177	590 050
Issued number of units	33 215	46 671
Reinvested number of units	8 769	9 366
Redeemed number of units	(48 715)	(40 492)
Ending number of units	591 446	605 595
Advisor Series		
Opening units	3 955	3 802
Issued number of units	503	646
Reinvested number of units	47	49
Redeemed number of units	(492)	(475)
Ending number of units	4 013	4 022



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	11 161	10 737
Issued number of units	1 315	1 696
Reinvested number of units	161	166
Redeemed number of units	(1 155)	(1 085)
Ending number of units	11 482	11 514
Series F		
Opening units	3 383	3 211
Issued number of units	2 054	523
Reinvested number of units	47	37
Redeemed number of units	(491)	(493)
Ending number of units	4 993	3 278
Series O		
Opening units	39 678	34 919
Issued number of units	913	5 218
Reinvested number of units	219	–
Redeemed number of units	(655)	–
Ending number of units	40 155	40 137

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	920	100	908	100
Related-party brokerage commissions*	96	10	158	17
Commission arrangements†	72	8	39	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	964 723	1 350 790
Fair value of collateral received	984 045	1 377 806

**Investments by other related Investment Funds
(\$000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Managed Payout Solution	39 741	39 573

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	8 699 481	8 578 993
Revaluation of investments at FVTPL	6 127	10 763
Net assets attributable to holders of redeemable units	8 705 608	8 589 756

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(10 062)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(4 636)
Increase (decrease) in net assets attributable to holders of redeemable units	(14 698)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)

RBC U.S. MONTHLY INCOME FUND

formerly, RBC \$U.S. Income Fund

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
44 300	Delphi Automotive Plc.	\$ 2 997	\$ 3 045	
77 100	Garmin Ltd.	4 551	4 697	
38 000	Home Depot Inc.	3 011	3 076	
58 300	Las Vegas Sands Corp.	4 419	4 444	
59 200	Leggett & Platt Inc.	2 001	2 028	
34 100	Macy's Inc.	1 998	1 978	
59 500	McDonald's Corp.	5 726	5 994	
64 300	The Walt Disney Company	3 313	5 513	
58 400	Time Warner Cable Inc.	7 861	8 601	
72 500	Time Warner Inc.	4 987	5 093	
28 600	Wyndham Worldwide Corp.	1 858	2 166	
		42 722	46 635	5.0
Consumer Staples				
160 200	Altria Group Inc.	6 478	6 716	
47 000	Archer Daniels Midland Co.	2 052	2 073	
107 000	CVS Corp.	6 079	8 062	
44 800	General Mills Inc.	2 382	2 353	
74 600	Kraft Foods Group Inc.	4 367	4 472	
71 000	PepsiCo Inc.	5 876	6 342	
121 000	Philip Morris International Inc.	10 347	10 198	
156 300	The Coca-Cola Co.	6 293	6 617	
		43 874	46 833	5.0
Energy				
64 200	Chevron Corp.	7 885	8 379	
111 200	ConocoPhillips	7 342	9 532	
105 100	Exxon Mobil Corp.	10 543	10 576	
34 500	Hess Corp.	2 852	3 412	
30 900	Occidental Petroleum Corp.	2 983	3 170	
73 700	Phillips 66 Company	5 685	5 927	
31 800	Schlumberger Ltd.	3 206	3 751	
		40 496	44 747	4.8
Financials				
14 700	ACE Ltd.	1 504	1 524	
30 500	Ameriprise Financial Inc.	2 662	3 660	
24 400	Equity Residential Properties Trust	1 507	1 537	
97 800	Host Marriott Corp.	1 893	2 153	
54 000	iShares Dow Jones US Real Estate Index Fund	3 706	3 877	
152 000	JPMorgan Chase & Co.	7 279	8 753	
132 300	MetLife Inc.	6 028	7 348	
23 300	Plum Creek Timber Company Inc.	1 009	1 051	
57 500	Prudential Financial Inc.	4 523	5 104	
30 900	Simon Property Group Inc.	5 220	5 138	
144 200	U.S. Bancorp	5 470	6 245	
15 450	Washington Prime Group Inc. Real Estate Investment Trust	325	290	
212 200	Wells Fargo & Company	9 415	11 150	
		50 541	57 830	6.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
130 500	AbbVie Inc.	\$ 6 388	\$ 7 362	
33 400	Amgen Inc.	3 896	3 954	
104 300	Bristol-Myers Squibb Co.	4 691	5 060	
136 900	Cardinal Health Inc.	7 291	9 384	
83 500	Johnson & Johnson	6 811	8 733	
22 700	McKesson Corp.	4 023	4 227	
138 200	Merck & Co. Inc.	7 067	7 995	
339 200	Pfizer Inc.	9 444	10 067	
51 200	WellPoint Inc.	4 677	5 509	
		54 288	62 291	6.7
Industrials				
17 600	3M Co.	2 500	2 521	
65 700	Allison Transmission Holdings Inc.	2 017	2 043	
18 800	Boeing Co.	2 259	2 388	
13 500	Cummins Engine Inc.	2 022	2 082	
68 400	Eaton Corp Plc.	5 014	5 278	
198 800	General Electric Company	5 348	5 224	
20 900	Honeywell International Inc.	1 564	1 942	
13 700	Lockheed Martin Corporation	1 960	2 201	
23 700	Raytheon Company	2 078	2 186	
48 600	Tyco International Ltd.	1 869	2 216	
43 200	Union Pacific Corp.	3 549	4 309	
55 200	United Parcel Service Inc.	5 617	5 667	
28 800	United Technologies Corp.	2 721	3 325	
25 000	United Technologies Corp., Preferred Series 7.500%	1 292	1 630	
		39 810	43 012	4.6
Information Technology				
22 000	Analog Devices Inc.	1 130	1 190	
191 800	Apple Inc.	13 816	17 824	
160 800	Cisco Systems Inc.	3 717	3 996	
76 600	Hewlett-Packard Co.	2 125	2 580	
316 250	Intel Corp.	8 079	9 772	
59 100	Linear Technology Corp.	2 467	2 782	
258 224	Microsoft Corp.	8 401	10 768	
98 100	Oracle Corporation	3 382	3 976	
107 100	Seagate Technology	4 767	6 085	
46 400	Texas Instruments Inc.	1 900	2 217	
57 700	Western Digital Corp.	5 057	5 326	
		54 841	66 516	7.1
Materials				
117 500	Dow Chemical Company	5 495	6 045	
64 300	LyondellBasell Industries N.V.	4 672	6 278	
		10 167	12 323	1.3
Telecommunications				
138 100	AT&T Inc.	4 648	4 883	
113 400	Verizon Communications Inc.	5 447	5 546	
		10 095	10 429	1.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
28 800	American Electric Power	\$ 1 510	\$ 1 606	
51 300	CMS Energy Corp.	1 501	1 599	
34 700	Edison International	1 949	2 016	
107 000	Utilities Select Sector SPDR Fund	4 728	4 736	
		9 688	9 957	1.1
TOTAL COMMON EQUITIES		356 522	400 573	42.9

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 398 618	RBC Emerging Markets Bond Fund*	\$ 32 812	\$ 33 517	
TOTAL MUTUAL FUND UNITS		32 812	33 517	3.6

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
200	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	\$ 210	\$ 219	
				210	219	—
Canada						
150	Air Canada	7.625	01-Oct-19	149	152	
300	Air Canada USD	6.750	01-Oct-19	307	327	
200	Baytex Energy Corp. USD	5.125	01-Jun-21	199	202	
300	Baytex Energy Corp. USD	5.625	01-Jun-24	299	302	
300	Bombardier Inc. USD	7.750	15-Mar-20	335	341	
1 000	Caisse Centrale Desjardins USD	2.650	16-Sep-15	1 006	1 023	
1 000	Canadian Natural Resources Ltd. USD	5.700	15-May-17	1 137	1 121	
900	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	976	987	
1 250	ConocoPhillips Canada Funding Co. USD	5.625	15-Oct-16	1 407	1 386	
1 000	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	1 043	1 082	
200	HudBay Minerals Inc. USD	9.500	01-Oct-20	202	221	
500	Mattamy Group Corp. USD	6.500	15-Nov-20	502	515	
350	New Gold Inc. USD	7.000	15-Apr-20	355	375	
100	Newalta Corp.	5.875	01-Apr-21	89	97	
1 300	Province of Ontario USD	1.600	21-Sep-16	1 328	1 326	
9 100	Province of Ontario USD	3.150	15-Dec-17	9 841	9 674	
400	Quebecor Media Inc.	7.375	15-Jan-21	405	410	
1 000	Rogers Communications Inc. USD	6.800	15-Aug-18	1 270	1 189	
2 000	Royal Bank of Canada USD*	2.875	19-Apr-16	2 048	2 081	
250	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	229	236	
1 000	Suncor Energy Inc. USD	6.500	15-Jun-38	1 163	1 286	
750	Thomson Reuters Corp. USD	6.500	15-Jul-18	828	878	
750	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	718	808	
500	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	537	530	
1 000	Viterra Inc. USD	5.950	01-Aug-20	1 019	1 142	
				27 392	27 691	3.0
France						
1 000	BPCE S.A. USD	5.150	21-Jul-24	998	1 057	
500	Numericable Group S.A. USD	6.000	15-May-22	505	521	
600	Orange S.A. USD	2.750	06-Feb-19	611	615	
1 000	Total Capital International S.A. USD	2.700	25-Jan-23	1 005	967	
				3 119	3 160	0.3
Germany						
1 000	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	1 252	1 186	
				1 252	1 186	0.1
Japan						
500	SoftBank Corp. USD	4.500	15-Apr-20	508	510	
				508	510	0.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Luxembourg						
300	ArcelorMittal USD	9.850	01-Jun-19	\$ 381	\$ 386	
250	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	250	267	
800	Schlumberger Investment S.A. USD	3.300	14-Sep-21	813	831	
				1 444	1 484	0.1
Netherlands						
250	Constellium N.V. USD	5.750	15-May-24	256	263	
1 000	ING Bank N.V. USD	4.125	21-Nov-23	997	1 030	
1 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	1 681	1 772	
250	NXP BV USD	5.750	15-Feb-21	253	264	
1 000	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 024	1 059	
1 000	Shell International Finance BV USD	6.375	15-Dec-38	1 273	1 320	
				5 484	5 708	0.6
Spain						
500	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	504	524	
				504	524	0.1
Switzerland						
582	UBS AG USD	5.875	20-Dec-17	694	665	
				694	665	0.1
United Kingdom						
500	Diageo Capital Plc. USD	2.625	29-Apr-23	476	480	
800	Diageo Investment Corp.	4.250	11-May-42	810	793	
500	HSBC Holdings Plc. USD	5.100	05-Apr-21	560	569	
400	Ineos Finance Plc. USD	7.500	01-May-20	435	437	
500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	558	587	
1 000	Vodafone Group Plc. USD	5.625	27-Feb-17	1 175	1 113	
				4 014	3 979	0.4
United States						
250	Access Midstream Partners LP	4.875	15-May-23	251	265	
147	Alabama Power Co.	5.500	15-Oct-17	155	166	
250	Ally Financial Inc.	6.250	01-Dec-17	247	280	
250	Ally Financial Inc.	8.000	15-Mar-20	303	304	
1 400	Altria Group Inc.	4.000	31-Jan-24	1 428	1 441	
1 000	Amazon.com, Inc.	2.500	29-Nov-22	994	947	
500	AMC Entertainment Inc.	9.750	01-Dec-20	568	573	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	304	347	
700	American Electric Power Co. Inc.	2.950	15-Dec-22	655	681	
750	American Express Co.	2.650	02-Dec-22	716	732	
1 000	American Honda Finance Corp.	1.500	11-Sep-17	1 011	1 006	
1 000	American International Group Inc.	5.850	16-Jan-18	1 152	1 142	
1 500	American International Group Inc.	4.875	01-Jun-22	1 674	1 672	
300	Ameristar Casinos Inc.	7.500	15-Apr-21	301	324	
250	Anheuser-Busch InBev Finance Inc.	2.625	17-Jan-23	238	240	
1 000	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	1 414	1 296	
300	Antero Resources Finance Corp.	5.375	01-Nov-21	306	312	
1 000	Apache Corp.	4.750	15-Apr-43	1 080	1 050	
1 000	AT&T Inc.	1.700	01-Jun-17	1 027	1 014	
1 000	AT&T Inc.	6.500	01-Sep-37	1 102	1 238	
350	Avery Dennison Corp.	5.375	15-Apr-20	360	370	
1 000	Bank of America Corp.	5.650	01-May-18	1 129	1 134	
2 000	Bank of America Corp.	7.625	01-Jun-19	2 425	2 473	
2 000	Bank of America Corp.	5.700	24-Jan-22	2 329	2 318	
300	Beazer Homes USA Inc.	6.625	15-Apr-18	301	321	
500	Berry Plastics Corp.	9.750	15-Jan-21	557	573	
250	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	249	265	
1 000	Boston Scientific Corp.	6.400	15-Jun-16	1 152	1 103	
300	Brunswick Corp.	4.625	15-May-21	296	301	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
125	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	\$ 126	\$ 131	
400	Calpine Corp.	6.000	15-Jan-22	414	433	
460	Carmike Cinemas Inc.	7.375	15-May-19	485	503	
1 250	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	1 573	1 537	
1 200	CC Holdings GS V LLC	3.849	15-Apr-23	1 141	1 206	
250	CCO Holdings LLC	7.375	01-Jun-20	255	273	
100	CCO Holdings LLC	6.500	30-Apr-21	100	107	
250	Cedar Fair LP	5.250	15-Mar-21	254	259	
200	Chaparral Energy Inc.	7.625	15-Nov-22	209	217	
350	Chesapeake Energy Corp.	4.875	15-Apr-22	350	363	
300	Choice Hotels International Inc.	5.750	01-Jul-22	311	323	
300	Cinemark USA Inc.	4.875	01-Jun-23	296	300	
500	Cintas Corp.	4.300	01-Jun-21	537	540	
1 500	Cisco Systems Inc.	5.900	15-Feb-39	1 921	1 835	
250	CIT Group Inc.	5.000	01-Aug-23	256	257	
1 000	Citigroup Inc.	8.500	22-May-19	1 260	1 281	
1 000	Citigroup Inc.	5.375	09-Aug-20	1 137	1 147	
2 000	Citigroup Inc.	4.500	14-Jan-22	2 096	2 173	
300	Clearwater Paper Corp.	7.125	01-Nov-18	328	317	
925	Comcast Corp.	5.700	15-May-18	1 001	1 066	
500	Comcast Corp.	7.050	15-Mar-33	618	675	
250	CommScope Inc.	5.500	15-Jun-24	251	255	
250	Community Health Systems Inc.	5.125	15-Aug-18	250	263	
250	Community Health Systems Inc.	7.125	15-Jul-20	255	272	
150	Concho Resources Inc.	7.000	15-Jan-21	170	165	
350	Concho Resources Inc.	5.500	01-Apr-23	365	378	
175	ConocoPhillips Holding Co.	6.950	15-Apr-29	229	240	
350	Consol Energy Inc.	5.875	15-Apr-22	355	368	
500	Consolidated Edison Company of New York Inc.	6.650	01-Apr-19	602	603	
500	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	591	597	
250	Continental Resources Inc.	7.125	01-Apr-21	278	283	
1 500	COX Communications Inc.	8.375	01-Mar-39	2 096	2 112	
400	Crown Castle International Corp.	4.875	15-Apr-22	400	414	
350	CSC Holdings LLC	6.750	15-Nov-21	373	386	
500	CSX Corp.	4.100	15-Mar-44	424	472	
1 250	CVS Caremark Corp.	4.125	15-May-21	1 310	1 352	
350	D.R. Horton Inc.	5.750	15-Aug-23	366	377	
750	Delphi Corp.	6.125	15-May-21	836	840	
150	Denbury Resources Inc.	6.375	15-Aug-21	162	162	
250	Denbury Resources Inc.	5.500	01-May-22	250	256	
300	DISH DBS Corp.	7.875	01-Sep-19	346	357	
500	Dominion Resources Inc.	5.200	15-Aug-19	513	569	
500	Dominion Resources Inc.	4.050	15-Sep-42	497	465	
1 500	Domtar Corp.	4.400	01-Apr-22	1 551	1 546	
250	Eagle Spinco Inc.	4.625	15-Feb-21	256	249	
1 250	Energy Transfer Partners LP	5.200	01-Feb-22	1 327	1 385	
1 000	Enterprise Products Operating LLC	4.450	15-Feb-43	921	983	
750	Everest Reinsurance Holdings Inc.	6.600	15-May-37	748	792	
1 000	Exelon Generation Co. LLC	5.200	01-Oct-19	1 030	1 128	
1 000	Expedia Inc.	7.456	15-Aug-18	1 121	1 187	
1 210	Federal Realty Investment Trust	2.750	01-Jun-23	1 099	1 160	
1 250	Fidelity National Information Services Inc.	5.000	15-Mar-22	1 299	1 316	
250	Flextronics International Ltd. USD	4.625	15-Feb-20	253	258	
1 200	Ford Motor Credit Co. LLC	2.375	12-Mar-19	1 202	1 207	
300	Ford Motor Credit Co. LLC	7.450	16-Jul-31	371	402	
200	Frontier Communications Corp.	7.125	15-Jan-23	200	213	
1 250	GE Capital Corp.	2.950	09-May-16	1 258	1 304	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	GE Capital Corp.	5.875	14-Jan-38	\$ 1 071	\$ 1 215	
1 000	General Electric Company	5.250	06-Dec-17	1 121	1 129	
1 000	General Mills Inc.	3.150	15-Dec-21	996	1 022	
1 500	Georgia-Pacific LLC	5.400	01-Nov-20	1 547	1 733	
1 225	GlaxoSmithKline Capital Inc.	6.375	15-May-38	1 644	1 594	
1 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	1 037	1 040	
750	Halliburton Co.	6.700	15-Sep-38	1 006	1 012	
1 000	Hasbro Inc.	6.350	15-Mar-40	1 104	1 200	
500	HCA Inc.	5.875	15-Mar-22	528	544	
350	HDTFS Inc.	6.250	15-Oct-22	370	372	
250	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	259	266	
350	HJ Heinz Co.	4.250	15-Oct-20	346	353	
300	Ingles Markets Inc.	5.750	15-Jun-23	300	305	
1 150	International Business Machines Corp.	5.700	14-Sep-17	1 316	1 311	
1 270	International Game Technology	7.500	15-Jun-19	1 510	1 445	
1 619	International Paper Co.	7.950	15-Jun-18	1 996	1 981	
750	John Deere Capital Corp.	5.500	13-Apr-17	843	840	
3 000	JPMorgan Chase & Co.	1.625	15-May-18	2 887	2 991	
2 000	JPMorgan Chase & Co.	4.500	24-Jan-22	2 156	2 194	
1 500	JPMorgan Chase & Co.	6.400	15-May-38	1 861	1 895	
1 000	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	1 202	1 144	
250	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	240	249	
350	Kinder Morgan Inc.	5.625	15-Nov-23	349	361	
1 000	KLA-Tencor Corp.	6.900	01-May-18	1 118	1 177	
1 000	Kraft Foods Group Inc.	5.375	10-Feb-20	1 112	1 139	
1 000	L-3 Communications Corp.	4.750	15-Jul-20	1 022	1 097	
650	L-3 Communications Corp.	4.950	15-Feb-21	694	721	
400	Lamar Media Corp.	5.375	15-Jan-24	405	416	
400	Lear Corp.	5.375	15-Mar-24	404	413	
1 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	986	1 101	
750	Liberty Mutual Group Inc.	4.950	01-May-22	809	821	
250	Liberty Mutual Group Inc.	4.250	15-Jun-23	258	259	
500	Liberty Mutual Group Inc.	7.000	15-Mar-37	536	533	
230	Linn Energy Finance Corp.	8.625	15-Apr-20	245	250	
840	Lubrizol Corp.	8.875	01-Feb-19	1 063	1 080	
1 000	McDonald's Corp.	6.300	15-Oct-37	1 229	1 295	
1 000	McKesson Corp.	7.500	15-Feb-19	1 233	1 230	
500	MetLife Inc.	6.750	01-Jun-16	566	556	
1 500	MetLife Inc.	5.700	15-Jun-35	1 825	1 809	
350	MGM Resorts International	6.750	01-Oct-20	361	392	
350	Micron Technology Inc.	5.875	15-Feb-22	370	376	
1 000	MidAmerican Energy Co.	6.750	30-Dec-31	1 298	1 343	
305	Mobile Mini Inc.	7.875	01-Dec-20	339	336	
1 000	Mohawk Industries Inc.	3.850	01-Feb-23	999	1 001	
1 000	Morgan Stanley	5.500	28-Jul-21	1 131	1 150	
1 000	Mylan Inc.	7.875	15-Jul-20	1 148	1 107	
250	NCR Corp.	5.000	15-Jul-22	256	254	
25	NCR Escrow Corp.	5.875	15-Dec-21	25	27	
200	Nevada Power Co.	6.500	15-May-18	204	235	
175	Newfield Exploration Co.	5.625	01-Jul-24	184	193	
750	NewMarket Corp.	4.100	15-Dec-22	756	750	
150	Northern Oil and Gas Inc.	8.000	01-Jun-20	159	161	
250	NRG Energy Inc.	7.875	15-May-21	267	278	
250	NRG Energy Inc.	6.250	01-May-24	251	262	
255	Oasis Petroleum Inc.	7.250	01-Feb-19	264	272	
200	Oshkosh Corp.	5.375	01-Mar-22	206	207	
1 000	Owens Corning	4.200	15-Dec-22	964	1 028	
1 000	Pacific Gas & Electric Co.	3.750	15-Aug-42	817	916	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
485	Penske Truck Leasing Co. LP	3.750	11-May-17	\$ 507	\$ 516	
750	Pfizer Inc.	7.200	15-Mar-39	997	1 063	
500	Pioneer Natural Resources Co.	6.650	15-Mar-17	579	569	
750	Pioneer Natural Resources Co.	6.875	01-May-18	888	887	
900	PNC Bank Corp.	4.875	21-Sep-17	1 003	996	
450	Prestige Brands Inc.	8.125	01-Feb-20	470	504	
1 000	Progress Energy Inc.	6.000	01-Dec-39	1 236	1 253	
1 500	Prudential Financial Inc.	2.300	15-Aug-18	1 498	1 527	
1 000	PSEG Power LLC	5.125	15-Apr-20	1 130	1 121	
1 500	Qwest Corp.	6.500	01-Jun-17	1 676	1 706	
500	Qwest Corp.	6.750	01-Dec-21	538	579	
400	Range Resources Corp.	5.750	01-Jun-21	431	434	
150	Regal Entertainment Group	5.750	15-Mar-22	155	156	
750	Regency Centers LP	4.800	15-Apr-21	802	826	
1 000	Republic Services Inc.	4.750	15-May-23	1 089	1 108	
200	Reynolds Group Issuer Inc.	9.000	15-Apr-19	214	213	
300	Reynolds Group Issuer Inc.	6.875	15-Feb-21	323	325	
500	Rite Aid Corp.	8.000	15-Aug-20	570	553	
250	Seagate HDD Cayman USD	4.750	01-Jun-23	250	252	
375	Service Corp. International	7.625	01-Oct-18	405	442	
125	Service Corp International	5.375	15-Jan-22	128	130	
500	Smithfield Foods Inc.	6.625	15-Aug-22	515	550	
536	Sonic Automotive Inc.	7.000	15-Jul-22	587	591	
150	Sonic Automotive Inc.	5.000	15-May-23	152	148	
250	Spirit Aerosystems Inc.	6.750	15-Dec-20	253	270	
500	Sprint Capital Corp.	6.875	15-Nov-28	413	508	
500	Sprint Nextel Corp.	9.000	15-Nov-18	621	608	
150	Sprint Nextel Corp.	6.000	15-Nov-22	154	154	
445	Standard Pacific Corp.	8.375	15-Jan-21	531	530	
125	T-Mobile USA Inc.	6.731	28-Apr-22	131	135	
300	T-Mobile USA Inc.	6.625	01-Apr-23	304	327	
50	T-Mobile USA Inc.	6.500	15-Jan-24	50	54	
500	Targa Resources Partners LP	6.875	01-Feb-21	536	544	
250	Teekay Corp.	8.500	15-Jan-20	249	290	
500	Tempur Sealy International Inc.	6.875	15-Dec-20	522	550	
325	Tenet Healthcare Corp.	6.000	01-Oct-20	342	353	
325	Tenet Healthcare Corp.	8.125	01-Apr-22	358	377	
61	The AES Corp.	8.000	15-Oct-17	66	71	
350	The AES Corp.	5.500	15-Mar-24	350	360	
231	The Dow Chemical Co.	5.700	15-May-18	251	264	
500	The Dow Chemical Co.	8.550	15-May-19	644	643	
1 750	The Goldman Sachs Group Inc.	6.250	01-Sep-17	2 034	1 996	
1 000	The Goldman Sachs Group Inc.	5.750	24-Jan-22	1 139	1 158	
750	The Kroger Co.	5.400	15-Jul-40	824	831	
2 500	Thermo Fisher Scientific Inc.	3.600	15-Aug-21	2 675	2 601	
400	Time Warner Cable Inc.	5.850	01-May-17	429	450	
641	Time Warner Cable Inc.	7.250	15-Oct-17	798	750	
616	Toll Brothers Finance Corp.	5.875	15-Feb-22	658	673	
1 750	Tyco Electronics Group S.A. USD	6.550	01-Oct-17	2 017	2 026	
500	Tyson Foods Inc.	4.500	15-Jun-22	497	525	
200	Unit Corp.	6.625	15-May-21	211	215	
200	United Parcel Service Inc.	8.375	01-Apr-20	270	261	
300	United Parcel Service Inc.	3.625	01-Oct-42	275	277	
350	United Rentals North America Inc.	7.625	15-Apr-22	393	395	
6 000	United States Treasury	0.875	31-Jan-17	6 008	6 027	
37 800	United States Treasury	3.750	15-Nov-18	43 343	41 587	
2 100	United States Treasury	3.125	15-May-19	2 310	2 252	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
16 600	United States Treasury	1.000	30-Sep-19	\$ 15 840	\$ 16 017	
23 500	United States Treasury	1.125	30-Apr-20	22 399	22 551	
1 000	United Technologies Corp.	8.875	15-Nov-19	1 439	1 300	
750	Unum Group	7.125	30-Sep-16	833	850	
900	Verizon Communications Inc.	3.650	14-Sep-18	959	962	
1 250	Verizon Communications Inc.	5.150	15-Sep-23	1 246	1 401	
750	Verizon Communications Inc.	6.550	15-Sep-43	749	946	
750	Walgreen Co.	5.250	15-Jan-19	835	852	
1 000	Waste Management Inc.	6.100	15-Mar-18	1 095	1 155	
400	Waste Management Inc.	6.125	30-Nov-39	488	502	
750	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	910	882	
2 000	Wells Fargo & Co.	2.100	08-May-17	2 070	2 052	
1 000	Wells Fargo & Co.	4.600	01-Apr-21	1 108	1 114	
1 100	Whirlpool Corp.	5.150	01-Mar-43	1 123	1 173	
500	Whiting Petroleum Corp.	5.750	15-Mar-21	539	549	
60	Windstream Holdings Inc.	7.750	01-Oct-21	66	66	
100	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	112	110	
1 000	Xerox Corp.	6.750	01-Feb-17	1 181	1 135	
500	Yum! Brands, Inc.	5.300	15-Sep-19	577	556	
				250 508	252 212	27.0
				295 129	297 338	31.8
TOTAL BONDS						
MORTGAGE-BACKED SECURITIES						
21	Fannie Mae Pool	5.500	01-Sep-17	21	22	
37	Fannie Mae Pool	5.000	01-Aug-18	38	40	
21	Fannie Mae Pool	5.000	01-Jan-19	21	22	
61	Fannie Mae Pool	5.000	01-Oct-19	60	65	
71	Fannie Mae Pool	5.500	01-May-21	71	77	
1 944	Fannie Mae Pool	2.500	01-Nov-26	2 023	1 979	
12 693	Fannie Mae Pool	3.000	01-Feb-27	12 943	13 197	
6 357	Fannie Mae Pool	2.500	01-Oct-27	6 679	6 466	
5 774	Fannie Mae Pool	2.000	01-Nov-27	5 946	5 704	
5 768	Fannie Mae Pool	2.000	01-Feb-28	5 871	5 699	
5 715	Fannie Mae Pool	2.000	01-Apr-28	5 866	5 646	
4 924	Fannie Mae Pool	2.500	01-Jun-28	4 961	5 008	
5 533	Fannie Mae Pool	3.000	01-Aug-28	5 773	5 756	
1 956	Fannie Mae Pool	2.500	01-Sep-28	1 985	1 989	
55	Fannie Mae Pool	5.000	01-May-33	54	61	
36	Fannie Mae Pool	5.000	01-Jul-33	36	40	
315	Fannie Mae Pool	5.000	01-Sep-33	332	352	
124	Fannie Mae Pool	5.500	01-Oct-33	123	139	
115	Fannie Mae Pool	5.500	01-Nov-33	115	130	
4 763	Fannie Mae Pool	4.000	01-Dec-33	5 069	5 102	
364	Fannie Mae Pool	5.000	01-Aug-34	379	405	
248	Fannie Mae Pool	6.500	01-Oct-37	267	280	
2 592	Fannie Mae Pool	4.000	01-Aug-40	2 630	2 753	
1 948	Fannie Mae Pool	4.000	01-Nov-40	1 994	2 069	
5 829	Fannie Mae Pool	4.500	01-Dec-40	6 248	6 315	
4 821	Fannie Mae Pool	4.500	01-May-41	5 172	5 223	
2 151	Fannie Mae Pool	3.500	01-May-42	2 187	2 217	
10	Freddie Mac Gold Pool	5.500	01-Dec-19	11	11	
90	Freddie Mac Gold Pool	5.000	01-May-20	91	97	
61	Freddie Mac Gold Pool	5.500	01-Nov-20	61	66	
53	Freddie Mac Gold Pool	5.000	01-Feb-21	52	57	
44	Freddie Mac Gold Pool	5.500	01-Nov-21	44	49	
79	Freddie Mac Gold Pool	5.500	01-Apr-22	79	86	
320	Freddie Mac Gold Pool	4.500	01-Mar-24	334	345	
10 562	Freddie Mac Gold Pool	2.500	01-Feb-28	10 962	10 732	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES (cont.)						
4 943	Freddie Mac Gold Pool	2.000	01-Mar-28	\$ 5 018	\$ 4 882	
7 457	Freddie Mac Gold Pool	4.000	01-Jan-34	7 923	7 981	
58	Freddie Mac Gold Pool	5.500	01-Dec-34	57	65	
414	Freddie Mac Gold Pool	5.000	01-Jan-37	448	459	
1 876	Freddie Mac Gold Pool	4.500	01-May-39	1 951	2 030	
691	Freddie Mac Gold Pool	4.500	01-Sep-40	722	749	
5 283	Freddie Mac Gold Pool	4.500	01-Oct-40	5 674	5 728	
3 012	Freddie Mac Gold Pool	4.000	01-Dec-40	2 992	3 193	
3 828	Freddie Mac Gold Pool	4.500	01-Feb-41	3 971	4 143	
2 797	Freddie Mac Gold Pool	4.000	01-Sep-41	2 890	2 969	
1 449	Freddie Mac Gold Pool	3.500	01-Nov-41	1 490	1 490	
6 895	Freddie Mac Gold Pool	3.500	01-Feb-42	7 159	7 092	
4 310	Freddie Mac Gold Pool	3.000	01-Aug-42	4 430	4 254	
5 611	Freddie Mac Gold Pool	3.500	01-Aug-42	6 022	5 771	
13 200	Freddie Mac Gold Pool	2.500	01-Feb-43	12 656	12 501	
27	Ginnie Mae I Pool	5.500	15-May-33	27	30	
118	Ginnie Mae I Pool	5.000	15-Nov-33	116	131	
109	Ginnie Mae I Pool	5.500	15-Nov-34	110	123	
194	Ginnie Mae I Pool	5.000	15-Mar-35	195	215	
TOTAL MORTGAGE-BACKED SECURITIES				152 349	152 005	16.3
SHORT-TERM INVESTMENTS†						
43 966	Bank of Nova Scotia			43 966	43 966	
3 150	United States Treasury Bills			3 149	3 149	
TOTAL SHORT-TERM INVESTMENTS				47 115	47 115	5.0
TOTAL INVESTMENTS				\$ 883 927	930 548	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					3 596	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 934 144	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.05% to 0.07% and mature between July 2, 2014 and July 17, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 930 548	\$ 787 265	\$ 580 616
Cash	13	4	4
Due from investment dealers	20 080	–	1 613
Subscriptions receivable	1 241	700	1 217
Dividends receivable, interest accrued and other assets	3 802	3 389	2 596
TOTAL ASSETS	955 684	791 358	586 046
LIABILITIES			
Due to investment dealers	18 958	6 008	–
Redemptions payable	907	2 701	434
Distributions payable	395	–	–
Accounts payable and accrued expenses	1 280	1 120	844
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	21 540	9 829	1 278
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 934 144	\$ 781 529	\$ 584 768
Investments at cost	\$ 883 927	\$ 746 027	\$ 557 786
NAV, END OF PERIOD			
SERIES A	\$ 779 415	\$ 653 064	\$ 495 626
ADVISOR SERIES	\$ 65 129	\$ 61 673	\$ 57 583
SERIES H	\$ 25 986	\$ 15 728	\$ –
SERIES D	\$ 22 179	\$ 15 655	\$ 10 715
SERIES F	\$ 25 960	\$ 22 004	\$ 20 844
SERIES I	\$ 15 475	\$ 13 405	\$ –
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.05	\$ 10.75	\$ 10.56
ADVISOR SERIES	\$ 11.14	\$ 10.84	\$ 10.63
SERIES H	\$ 11.08	\$ 10.76	\$ –
SERIES D	\$ 11.68	\$ 11.32	\$ 11.00
SERIES F	\$ 11.29	\$ 10.94	\$ 10.64
SERIES I	\$ 11.31	\$ 10.94	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 990	\$ 4 221
Interest for distribution purposes	8 042	6 240
Other income (loss)	23	(7)
Other income received from underlying funds	895	692
Securities lending revenue (see note 6 in the generic notes)	5	2
Net realized gain (loss) on investments	24 868	17 475
Net gain (loss) on foreign currencies and other net assets	(1)	2
Change in unrealized gain (loss) on investments	5 383	(8 075)
TOTAL INCOME (LOSS)	44 205	20 550
EXPENSES (see notes – Fund Specific Information)		
Management fees	6 083	4 732
Administration fees	378	296
Board of Governors costs	1	2
GST/HST	652	557
Transaction costs	345	332
Withholding tax	648	606
TOTAL EXPENSES	8 107	6 525
INCREASE (DECREASE) IN NAV	\$ 36 098	\$ 14 025
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 29 912	\$ 11 718
ADVISOR SERIES	\$ 2 612	\$ 1 446
SERIES H	\$ 903	\$ –
SERIES D	\$ 892	\$ 282
SERIES F	\$ 1 108	\$ 579
SERIES I	\$ 671	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.46	\$ 0.23
ADVISOR SERIES	\$ 0.47	\$ 0.24
SERIES H	\$ 0.47	\$ –
SERIES D	\$ 0.52	\$ 0.28
SERIES F	\$ 0.51	\$ 0.28
SERIES I	\$ 0.52	\$ –

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 36 098	\$ 14 025
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(24 868)	(17 475)
Change in unrealized loss (gain) on investments	(5 383)	8 075
(Increase) decrease in accrued receivables	(21 034)	1 252
Increase (decrease) in accrued payables	11 711	1 008
Cost of investments purchased	(4 298 460)	(5 656 668)
Proceeds on sales of investments	4 185 428	5 550 967
NET CASH PROVIDED BY OPERATING ACTIVITIES	(116 508)	(98 816)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	215 078	194 336
Cash paid on redemption of redeemable units	(96 322)	(93 665)
Distributions paid to holders of redeemable units	(2 239)	(1 808)
NET CASH USED IN FINANCING ACTIVITIES	\$ 116 517	\$ 98 863
Net increase (decrease) in cash for the year	9	47
Cash (bank overdraft), beginning of period	4	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 13	\$ 51
Interest received	\$ 7 662	\$ 5 912
Dividends received, net of withholding taxes	\$ 4 332	\$ 3 615

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 653 064	\$ 495 626	\$ 61 673	\$ 57 583	\$ 15 728	\$ –	\$ 15 655	\$ 10 715
INCREASE (DECREASE) IN NAV	29 912	11 718	2 612	1 446	903	–	892	282
Early redemption fees	2	1	–	–	–	–	–	–
Proceeds from redeemable units issued	173 906	158 437	8 968	19 158	12 901	–	8 259	5 779
Reinvestments of distributions to holders of redeemable units	7 978	6 169	691	729	236	–	235	154
Redemption of redeemable units	(75 557)	(73 841)	(7 952)	(10 847)	(3 498)	–	(2 606)	(3 334)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	106 329	90 766	1 707	9 040	9 639	–	5 888	2 599
Distributions from net income	(9 890)	(7 742)	(863)	(895)	(284)	–	(256)	(166)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 890)	(7 742)	(863)	(895)	(284)	–	(256)	(166)
NET INCREASE (DECREASE) IN NAV	126 351	94 742	3 456	9 591	10 258	–	6 524	2 715
NAV AT END OF PERIOD	\$ 779 415	\$ 590 368	\$ 65 129	\$ 67 174	\$ 25 986	\$ –	\$ 22 179	\$ 13 430

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 004	\$ 20 844	\$ 13 405	\$ –	\$ 781 529	\$ 584 768
INCREASE (DECREASE) IN NAV	1 108	579	671	–	36 098	14 025
Early redemption fees	–	–	–	–	2	1
Proceeds from redeemable units issued	7 737	10 962	3 307	–	215 078	194 336
Reinvestments of distributions to holders of redeemable units	266	278	167	–	9 573	7 330
Redemption of redeemable units	(4 829)	(5 644)	(1 882)	–	(96 324)	(93 666)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 174	5 596	1 592	–	128 329	108 001
Distributions from net income	(326)	(335)	(193)	–	(11 812)	(9 138)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(326)	(335)	(193)	–	(11 812)	(9 138)
NET INCREASE (DECREASE) IN NAV	3 956	5 840	2 070	–	152 615	112 888
NAV AT END OF PERIOD	\$ 25 960	\$ 26 684	\$ 15 475	\$ –	\$ 934 144	\$ 697 656

* Series H and Series I launched August 2013.



General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular U.S. dollar monthly income and modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 51.7% (December 31, 2013 – 48.9%, January 1, 2013 – 45.4%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	–	52.1	0.3
AA	55.0	5.3	53.3
A	13.2	13.4	14.8
BBB	21.1	18.1	17.5
BB	5.6	4.8	5.6
B	4.3	5.6	8.0
CCC	0.6	0.6	0.3
Unrated	0.2	0.1	0.2
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 48.1% (December 31, 2013 – 48.9%, January 1, 2013 – 45.4%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	6.2	4.4	9.4
1 – 5 years	39.8	40.6	39.1
5 – 10 years	37.2	38.0	42.1
> 10 years	16.8	17.0	9.4
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.9% (December 31, 2013 – 3.8%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	400 573	–	–	400 573
Mutual fund units	33 517	–	–	33 517
Fixed-income and debt securities	–	449 343	–	449 343
Short-term investments	–	47 115	–	47 115
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	434 090	496 458	–	930 548
% of total portfolio	46.6	53.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	332 434	–	–	332 434
Mutual fund units	31 129	–	–	31 129
Fixed-income and debt securities	–	382 320	–	382 320
Short-term investments	–	41 382	–	41 382
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	363 563	423 702	–	787 265
% of total portfolio	46.2	53.8	–	100.0



January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	257 432	–	–	257 432
Mutual fund units	18 454	–	–	18 454
Fixed-income and debt securities	–	266 038	–	266 038
Short-term investments	–	38 692	–	38 692
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	275 886	304 730	–	580 616
% of total portfolio	47.5	52.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series H	98	97
Series I	97	96
Value of all units	2	2

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	60 724	46 945
Issued number of units	16 017	14 622
Reinvested number of units	733	571
Redeemed number of units	(6 965)	(6 824)
Ending number of units	70 509	55 314
Advisor Series		
Opening units	5 691	5 416
Issued number of units	820	1 757
Reinvested number of units	63	67
Redeemed number of units	(729)	(993)
Ending number of units	5 845	6 247
Series H		
Opening units	1 461	–
Issued number of units	1 184	–
Reinvested number of units	22	–
Redeemed number of units	(321)	–
Ending number of units	2 346	–
Series D		
Opening units	1 383	974
Issued number of units	723	512
Reinvested number of units	20	14
Redeemed number of units	(228)	(297)
Ending number of units	1 898	1 203
Series F		
Opening units	2 012	1 959
Issued number of units	701	1 002
Reinvested number of units	24	25
Redeemed number of units	(438)	(517)
Ending number of units	2 299	2 469
Series I		
Opening units	1 225	–
Issued number of units	298	–
Reinvested number of units	15	–
Redeemed number of units	(170)	–
Ending number of units	1 368	–



Transaction costs (USD000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	345	100	332	100
Related-party brokerage commissions*	13	4	45	14
Commission arrangements†	26	8	52	16

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (USD000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	6 170	20 730
Fair value of collateral received	6 293	21 145

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	697 196	584 365
Revaluation of investments at FVTPL	460	403
Net assets attributable to holders of redeemable units	697 656	584 768

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	13 968
Revaluation of investments at FVTPL (see note 3 in the generic notes)	57
Increase (decrease) in net assets attributable to holders of redeemable units	14 025



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC BALANCED FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
359 107	Azure Dynamics Corp.	\$ 3 891	\$ —	
1 207 750	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	22	—	
198 600	BRP Inc.	5 531	5 223	
69 800	Canadian Tire Corp. Ltd., Class A	5 567	7 145	
34 712	Dollarama Inc.	1 997	3 049	
244 300	Gildan Activewear Inc., Class A	9 831	15 359	
370 682	Hudson's Bay Co.	6 319	6 268	
216 400	Linamar Corp.	7 531	13 622	
383 796	Magna International Inc., Class A	13 665	44 083	
382 648	Quebecor Inc., Class B	9 577	9 880	
902 205	Shaw Communications Inc., Class B	17 707	24 684	
591 600	Thomson Corp.	17 677	22 984	
129 200	Tim Hortons Inc.	4 891	7 541	
		104 206	159 838	2.3
Consumer Staples				
355 989	Alimentation Couche-Tard Inc.	4 631	10 406	
662 050	Loblaw Companies Ltd.	29 254	31 527	
726 950	Maple Leaf Foods Inc.	9 244	14 437	
		43 129	56 370	0.8
Energy				
624 335	ARC Resources Ltd.	14 018	20 285	
577 587	Cameco Corp.	12 544	12 089	
1 828 700	Canadian Natural Resources Ltd.	52 620	89 661	
509 150	Canadian Oil Sands Ltd.	12 972	12 311	
1 255 329	Cenovus Energy Inc.	25 564	43 422	
574 512	Crescent Point Energy Corp.	23 777	27 169	
1 256 576	Enbridge Inc.	40 697	63 620	
1 546 631	Encana Corp.	34 078	39 099	
28	Gibson Energy Inc.	1	1	
702 720	Husky Energy Inc.	19 775	24 216	
455 600	Imperial Oil Ltd.	21 107	25 618	
251 700	Inter Pipeline Ltd.	6 330	8 336	
99 197	Keyera Corp.	4 185	7 798	
125 000	Laricina Energy Ltd.* (Private)	3 425	1 250	
331 885	Penn West Petroleum Ltd.	5 780	3 458	
71 900	PrairieSky Royalty Ltd.	2 013	2 790	
2 648 998	Suncor Energy Inc.	76 569	120 529	
1 632 867	Talisman Energy Inc.	21 226	18 419	
972 775	TransCanada Corp.	37 746	49 543	
		414 427	569 614	8.1
Financials				
212 000	Allied Properties Real Estate Investment Trust	7 106	7 494	
726 591	Bank of Montreal	41 520	57 096	
1 830 760	Bank of Nova Scotia	91 719	130 240	
1 063 536	Brookfield Asset Management Inc., Class A	28 985	49 997	
1 177 379	Brookfield Property Partners LP	19 053	26 244	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
227 600	Calloway Real Estate Investment Trust	\$ 6 113	\$ 6 045	
545 697	Canadian Imperial Bank of Commerce	38 525	52 987	
551 900	Chartwell Retirement Residences Real Estate Investment Trust	5 525	5 983	
564 000	CI Financial Corp.	11 073	19 768	
474 130	Element Financial Corp.	6 223	6 391	
362 670	Element Financial Corp., Subscription Receipts	4 624	4 863	
28 818	Fairfax Financial Holdings Ltd.	10 917	14 588	
133 300	Industrial Alliance Insurance & Financial Services Inc.	6 099	6 233	
263 183	Intact Financial Corp.	15 652	19 365	
3 079 679	Manulife Financial Corporation	52 669	65 320	
283 155	Onex Corporation	7 399	18 694	
1 214 944	Power Corporation of Canada	28 389	36 023	
2 072 235	Royal Bank of Canada†	100 361	158 070	
817 150	Sun Life Financial Inc.	22 790	32 049	
2 562 903	Toronto-Dominion Bank	87 497	140 780	
		592 239	858 230	12.2
Health Care				
297 400	Catamaran Corp.	14 505	14 013	
246 100	Valeant Pharmaceuticals International Inc.	10 665	33 209	
		25 170	47 222	0.7
Industrials				
406 500	Air Canada, Class B	1 130	3 874	
2 780 255	Bombardier Inc., Class B	12 915	10 482	
367 076	CAE Inc.	4 171	5 124	
1 440 600	Canadian National Railway Co.	29 968	99 978	
255 187	Canadian Pacific Railway Ltd.	26 729	49 330	
438 038	Finning International Inc.	10 102	13 071	
420 562	Progressive Waste Solutions Ltd.	9 710	11 519	
63 581	SNC-Lavalin Group Inc.	2 829	3 568	
111 060	Toromont Industries Ltd.	1 800	2 922	
378 901	WestJet Airlines Ltd.	8 191	9 927	
		107 545	209 795	3.0
Information Technology				
683 700	Blackberry Ltd.	5 584	7 480	
659 000	CGI Group Inc., Class A	21 365	24 923	
190 400	DH Corp.	5 920	5 912	
257 642	Open Text Corp.	7 825	13 191	
1 187 300	Redknee Solutions Inc.	7 034	6 530	
		47 728	58 036	0.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
465 140	Agnico Eagle Mines Ltd.	\$ 17 086	\$ 19 006	
200 900	Agrium Inc.	17 646	19 638	
1 670 444	B2Gold Corp.	5 046	5 195	
660 214	Barrick Gold Corp.	17 645	12 901	
479 590	Continental Gold Ltd.	3 729	1 679	
416 500	Detour Gold Corp.	6 543	6 081	
335 716	Dundee Precious Metals Inc.	2 711	1 716	
1 603 500	Eldorado Gold Corp.	18 644	13 085	
141 200	First Majestic Silver Corp.	2 989	1 628	
1 052 060	First Quantum Minerals Ltd.	20 087	24 008	
214 155	Franco-Nevada Corp.	9 241	13 117	
137 500	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	616	1 203	
952 430	Goldcorp Inc.	31 526	28 363	
76 648	Kinross Gold Corp., Warrants @ 21.30 September 17, 2014	372	2	
233 000	Mountain Province Diamonds Inc.*, Restricted July 28, 2014	1 188	1 162	
569 400	New Gold Inc.	5 917	3 855	
2 500 000	One Earth Farms Corp.* (Private)	3 500	1 325	
244 472	Osisko Gold Royalties Ltd.	3 884	3 924	
1 308 900	Potash Corporation of Saskatchewan Inc.	52 245	53 115	
539 800	Primero Mining Corp.	3 409	4 615	
488 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	804	722	
675 500	Semafo Inc.	2 027	3 384	
627 200	Silver Wheaton Corp.	16 393	17 612	
83 233	Tahoe Resources Inc.	706	2 326	
547 558	Teck Resources Ltd., Class B	15 363	13 339	
2 165 900	Torex Gold Resources Inc.	3 662	3 530	
438 350	Torex Gold Resources Inc., Warrants @ 1.50 August 4, 2014	33	61	
732 440	Yamana Gold Inc.	8 396	6 431	
		271 408	263 023	3.7
Telecommunication Services				
489 190	BCE Inc.	13 003	23 677	
133 000	Bell Aliant Inc.	3 509	3 709	
508 346	Rogers Communications Inc., Class B	15 615	21 828	
1 014 800	TELUS Corp.	22 983	40 359	
		55 110	89 573	1.3
Utilities				
394 924	Atco Ltd., Class I, Non-Voting	5 805	20 425	
134 176	Canadian Utilities Ltd., Class A	3 327	5 367	
25 150 000	Fortis Inc., Convertible	8 011	9 615	
		17 143	35 407	0.5
TOTAL CANADIAN EQUITIES				
UNITED STATES EQUITIES				
Consumer Discretionary				
48 100	Abercrombie & Fitch Co.	2 113	2 219	
9 900	Amazon.com, Inc.	3 568	3 430	
42 900	ARAMARK Corp.	1 327	1 185	
2 400	Autozone Inc.	1 411	1 372	
30 900	CBS Corp.	2 081	2 048	
247 500	D.R. Horton Inc.	6 313	6 489	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Discretionary (cont.)				
70 600	Foot Locker Inc.	\$ 3 298	\$ 3 820	
289 700	Ford Motor Company	5 283	5 328	
59 600	Garmin Ltd.	3 819	3 873	
71 811	Home Depot Inc.	5 836	6 202	
185 300	Interpublic Group of Companies Inc.	3 654	3 856	
98 500	Macy's Inc.	6 010	6 095	
28 900	Marriott International Inc., Class A	1 871	1 976	
19 400	McDonald's Corp.	2 144	2 085	
97 700	MGM Mirage	2 790	2 751	
57 100	Nordstrom Inc.	4 260	4 138	
76 500	Starbucks Corp.	6 219	6 314	
2 100	The Priceline Group Inc.	2 770	2 695	
88 100	The Walt Disney Company	6 887	8 058	
60 800	Time Warner Inc.	4 537	4 556	
		76 191	78 490	1.1
Consumer Staples				
100 000	Altria Group Inc.	4 339	4 472	
129 700	Archer Daniels Midland Co.	5 220	6 103	
86 000	Colgate-Palmolive Company	5 735	6 252	
68 300	CVS Corp.	5 071	5 489	
37 400	Dr Pepper Snapple Group Inc.	2 103	2 337	
59 700	Kraft Foods Group Inc.	3 907	3 818	
52 700	Lorillard Inc.	3 088	3 427	
24 700	Mead Johnson Nutrition Co., Class A	2 466	2 455	
39 300	Molson Coors Brewing Co., Class B	2 924	3 109	
81 200	PepsiCo Inc.	7 593	7 737	
108 700	The Coca-Cola Co.	4 902	4 909	
90 900	The Kroger Co.	4 499	4 791	
88 200	Walgreen Co.	6 449	6 972	
		58 296	61 871	0.9
Energy				
49 600	Anadarko Petroleum Corp.	5 535	5 791	
110 600	Baker Hughes Inc.	7 695	8 783	
38 400	Cimarex Energy Co.	5 103	5 875	
44 300	ConocoPhillips	3 719	4 050	
48 400	Devon Energy Corporation	3 766	4 099	
36 400	Diamondback Energy Inc.	1 933	3 448	
44 200	EOG Resources Inc.	3 640	5 508	
65 900	FMC Technologies Inc.	4 185	4 293	
133 600	Halliburton Co.	6 465	10 118	
92 200	Hess Corp.	7 607	9 726	
37 700	Patterson-UTI Energy Inc.	1 176	1 405	
26 900	Pioneer Natural Resources Co.	6 195	6 594	
30 800	Rice Energy Inc.	1 121	1 000	
92 100	Superior Energy Services	3 138	3 552	
13 200	Targa Resources Corp.	1 982	1 966	
181 300	Weatherford International Plc.	3 769	4 448	
		67 029	80 656	1.1
Financials				
80 000	Allstate Corp.	4 996	5 011	
66 400	American Express Company	5 612	6 718	
72 200	American International Group Inc.	4 161	4 204	
445 400	Bank of America Corp.	6 592	7 302	
112 800	Bank of New York Mellon Corp.	4 354	4 508	
75 700	Capital One Financial Corp.	5 479	6 670	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
150 300	Citigroup Inc.	\$ 7 889	\$ 7 551	
78 000	Comerica Inc.	4 362	4 172	
95 500	Genworth Financial Inc., Class A	1 796	1 773	
86 200	Invesco Ltd.	3 482	3 472	
141 000	JPMorgan Chase & Co.	7 866	8 661	
182 400	KeyCorp	2 813	2 788	
125 900	MetLife Inc.	6 541	7 459	
209 900	Morgan Stanley	6 411	7 239	
55 100	Prudential Financial Inc.	4 702	5 217	
305 100	Wells Fargo & Company	14 786	17 101	
		<u>91 842</u>	<u>99 846</u>	<u>1.4</u>
Health Care				
138 800	Abbott Laboratories	5 757	6 053	
98 900	AbbVie Inc.	5 473	5 951	
22 100	Biogen Idec Inc.	7 509	7 433	
33 600	Bristol-Myers Squibb Co.	1 788	1 739	
45 200	Cardinal Health Inc.	3 500	3 305	
84 700	Celgene Corp.	7 484	7 759	
117 600	Eli Lilly & Co.	7 436	7 799	
63 200	Gilead Sciences Inc.	4 405	5 589	
121 100	Johnson & Johnson	11 657	13 510	
21 200	Medtronic Inc.	1 428	1 442	
130 600	Merck & Co. Inc.	7 650	8 059	
65 900	St. Jude Medical Inc.	4 842	4 868	
27 100	Tenet Healthcare Corp.	1 463	1 356	
77 100	WellPoint Inc.	8 507	8 849	
		<u>78 899</u>	<u>83 712</u>	<u>1.2</u>
Industrials				
27 900	3M Co.	4 323	4 263	
51 900	Caterpillar Inc.	5 578	6 015	
34 700	Con-way Inc.	1 847	1 865	
47 000	Cummins Engine Inc.	7 608	7 734	
82 300	Delta Air Lines Inc.	2 843	3 399	
65 800	Eaton Corp Plc.	5 483	5 416	
30 700	FedEx Corporation	4 938	4 957	
27 400	Joy Global Inc.	1 539	1 800	
20 100	Lockheed Martin Corporation	2 763	3 445	
76 600	Robert Half International Inc.	3 814	3 901	
81 100	Ryder System Inc.	7 423	7 621	
175 700	Tyco International Ltd.	7 826	8 546	
79 000	Union Pacific Corp.	7 555	8 406	
43 923	United Rentals Inc.	3 933	4 909	
		<u>67 473</u>	<u>72 277</u>	<u>1.0</u>
Information Technology				
46 400	Analog Devices Inc.	2 820	2 676	
301 000	Apple Inc.	25 769	29 838	
191 400	Applied Materials Inc.	4 380	4 604	
44 200	Avago Technologies Ltd.	2 518	3 398	
311 300	Cisco Systems Inc.	7 880	8 252	
298 100	Corning Inc.	6 922	6 980	
15 000	F5 Networks Inc.	1 789	1 783	
148 000	Facebook Inc., Class A	10 182	10 623	
17 000	Google Inc., Class A	12 601	10 602	
8 200	Google Inc., Class C	1 753	5 032	
210 000	Hewlett-Packard Co.	6 170	7 545	
285 000	Intel Corp.	8 299	9 394	
197 900	Micron Technology Inc.	5 955	6 956	

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
329 700	Microsoft Corp.	\$ 12 844	\$ 14 666	
61 700	NXP Semiconductor N.V.	4 203	4 356	
152 600	Oracle Corporation	6 181	6 597	
62 100	QUALCOMM Inc.	4 517	5 246	
79 900	Salesforce.com Inc.	4 988	4 950	
45 700	Sandisk Corp.	4 060	5 091	
67 900	Texas Instruments Inc.	3 529	3 461	
33 800	VMware Inc.	3 738	3 490	
59 300	Western Digital Corp.	5 933	5 838	
		<u>147 031</u>	<u>161 378</u>	<u>2.3</u>
Materials				
258 500	Alcoa Inc.	3 535	4 106	
51 400	Allegheny Technologies Inc.	2 386	2 473	
82 800	Dow Chemical Company	4 158	4 544	
90 900	Freeport-McMoRan Copper & Gold Inc.	3 514	3 539	
166 000	Huntsman Corp.	4 653	4 976	
46 600	LyondellBasell Industries N.V.	4 075	4 853	
21 600	Martin Marietta Materials	3 124	3 042	
31 900	Monsanto Co.	4 152	4 244	
55 900	US Silica Holdings Inc.	3 054	3 306	
		<u>32 651</u>	<u>35 083</u>	<u>0.5</u>
Telecommunication Services				
127 200	AT&T Inc.	4 897	4 798	
133 000	Verizon Communications Inc.	7 057	6 938	
		<u>11 954</u>	<u>11 736</u>	<u>0.2</u>
Utilities				
23 900	American Electric Power	1 419	1 421	
71 400	Entergy Corp.	5 743	6 253	
115 300	NiSource Inc.	4 467	4 838	
85 900	NRG Energy Inc.	3 464	3 409	
68 800	Sempra Energy	6 837	7 683	
		<u>21 930</u>	<u>23 604</u>	<u>0.3</u>
TOTAL UNITED STATES EQUITIES				
		<u>653 296</u>	<u>708 653</u>	<u>10.0</u>
INTERNATIONAL EQUITIES				
Australia				
150 000	BHP Billiton Ltd.	5 712	5 458	
773 482	Challenger Ltd.	5 088	5 789	
96 000	Commonwealth Bank of Australia	6 980	7 812	
		<u>17 780</u>	<u>19 059</u>	<u>0.3</u>
Belgium				
123 384	InBev N.V.	14 890	15 122	
101 966	KBC Groep N.V.	7 117	5 917	
		<u>22 007</u>	<u>21 039</u>	<u>0.3</u>
Denmark				
58 235	Coloplast A/S	2 691	5 621	
235 322	Novo Nordisk A/S	7 198	11 585	
		<u>9 889</u>	<u>17 206</u>	<u>0.2</u>
Finland				
195 601	Sampo OYJ	5 774	10 547	
		<u>5 774</u>	<u>10 547</u>	<u>0.2</u>
France				
25 137	Christian Dior S.A.	5 616	5 338	
109 150	Safran S.A.	6 241	7 622	
177 318	Zodiac S.A.	3 611	6 404	
		<u>15 468</u>	<u>19 364</u>	<u>0.3</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Germany				
64 294	Bayer AG	\$ 6 816	\$ 9 698	
27 943	Brenntag AG	3 889	5 337	
25 634	Continental AG	3 321	6 335	
112 420	GEA Group AG	3 014	5 669	
97 152	Henkel KGaA, Preferred Non-Voting	7 634	11 951	
76 956	SAP AG	4 467	6 341	
		29 141	45 331	0.7
Hong Kong				
1 170 000	AIA Group Ltd.	5 961	6 283	
546 000	Hutchison Whampoa Ltd.	6 914	7 965	
350 000	Tencent Holdings Ltd.	5 164	5 689	
		18 039	19 937	0.3
Ireland				
135 582	Paddy Power Plc.	6 692	9 494	
131 752	Ryanair Holdings Plc. ADR	4 284	7 842	
		10 976	17 336	0.2
Italy				
241 330	Azimut Holding S.p.A.	3 043	6 626	
		3 043	6 626	0.1
Japan				
680 000	Asahi Kasei Corp.	4 039	5 552	
147 000	Bridgestone Corp.	3 540	5 491	
378 000	Casio Computer Co., Ltd.	5 535	5 856	
83 700	Daikin Industries Ltd.	5 405	5 634	
205 500	Fuji Heavy Industries Ltd.	6 510	6 077	
149 300	Japan Tobacco Inc.	5 484	5 806	
85 500	KDDI Corporation	5 632	5 564	
153 000	Olympus Optical Co. Ltd.	5 492	5 614	
30 500	Oriental Land Co. Ltd.	5 473	5 575	
140 000	Seiko Epson Corp.	5 566	6 353	
73 000	SoftBank Corp.	6 558	5 802	
364 700	Sumitomo Electric Industries Ltd.	4 979	5 476	
165 000	Sumitomo Mitsui Financial Group Inc.	5 320	7 384	
349 000	The Dai-ichi Life Insurance Co. Ltd.	5 678	5 547	
157 000	Tokio Marine Holdings, Inc.	5 181	5 511	
90 500	Toyota Motor Corp.	5 349	5 779	
1 120 000	Yahoo! Japan Corp.	5 978	5 516	
		91 719	98 537	1.4
Netherlands				
668 147	ING Groep N.V.	5 941	10 001	
3 080 731	Koninklijke KPN N.V.	12 360	11 981	
321 085	Royal Dutch Shell Plc., A Shares	13 969	14 142	
331 270	SBM Offshore N.V.	6 165	5 697	
		38 435	41 821	0.6
Norway				
342 079	DnB ASA	3 975	6 667	
		3 975	6 667	0.1
Spain				
220 348	ACS Actividades Construccion y Servicios S.A.	9 866	10 758	
63 226	Red Electrica de Espana	5 675	6 165	
		15 541	16 923	0.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
188 286	Svenska Cellulosa AB	\$ 3 592	\$ 5 230	
249 323	Swedbank AB	4 182	7 044	
		7 774	12 274	0.2
Switzerland				
60 515	Aryzta AG	5 802	6 113	
56 618	Roche Holdings AG Genussscheine	14 291	17 995	
40 499	Schindler Holding AG	4 096	6 562	
		24 189	30 670	0.4
Taiwan				
1 587 000	Taiwan Semiconductor Manufacturing Co. Ltd.	3 551	7 160	
		3 551	7 160	0.1
United Kingdom				
529 573	Aberdeen Asset Management Plc.	3 599	4 384	
153 634	Aveva Group Plc.	5 044	5 709	
267 559	Babcock International Group	3 293	5 673	
1 487 537	BP Plc.	11 832	13 973	
1 758 001	BT Group Plc.	6 937	12 322	
693 002	Daily Mail & General Trust Plc.	7 830	10 520	
208 056	Diageo Plc.	5 168	7 068	
252 343	Hargreaves Lansdown Plc.	4 347	5 699	
893 986	Howden Joinery Group Plc.	2 842	5 053	
163 147	London Stock Exchange Group Plc.	2 566	5 975	
1 349 695	Perform Group Plc.	9 462	5 683	
247 303	Petrofac Limited	5 835	5 426	
553 358	Playtech Plc.	7 181	6 219	
211 313	Rio Tinto Plc.	13 120	12 171	
163 748	Shire Plc.	6 014	13 702	
303 941	Unilever Plc.	14 146	14 696	
939 439	William Hill Plc.	3 865	5 626	
		113 081	139 899	2.0
TOTAL INTERNATIONAL EQUITIES				
		430 382	530 396	7.6
TOTAL FOREIGN EQUITIES				
		1 083 678	1 239 049	17.6
MUTUAL FUND UNITS				
13 967 723	RBC Canadian Small & Mid-Cap Resources Fund [†]	\$ 139 884	\$ 185 489	
1 776 656	RBC Emerging Markets Dividend Fund [†]	17 784	19 539	
19 706 007	RBC Emerging Markets Equity Fund [†]	200 625	250 505	
1 740 000	RBC Emerging Markets Small-Cap Equity Fund [†]	17 400	19 694	
1 193 230	RBC U.S. Mid-Cap Equity Fund [†]	22 729	32 155	
2 103 086	RBC U.S. Mid-Cap Value Equity Fund [†]	21 607	31 814	
545 295	RBC U.S. Small-Cap Core Equity Fund [†]	5 473	8 414	
		425 502	547 610	7.8
TOTAL MUTUAL FUND UNITS				

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
2 500	407 International Inc.	3.870	24-Nov-17	\$ 2 625	\$ 2 647	
11 430	407 International Inc.	5.750	14-Feb-36	12 025	13 823	
3 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	2 991	3 046	
1 989	Alliance Pipeline LP	6.765	31-Dec-25	2 248	2 375	
3 000	AltaGas Ltd.	3.720	28-Sep-21	3 101	3 131	
6 000	American Express Canada Credit Corp.	3.600	03-Jun-16	6 131	6 221	
1 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 000	1 009	
1 200	Bank of Montreal	6.020	02-May-18	1 301	1 374	
9 000	Bank of Montreal	3.210	13-Sep-18	9 000	9 378	
9 150	Bank of Montreal	2.430	04-Mar-19	9 140	9 227	
750	Bank of Nova Scotia	1.800	09-May-16	750	752	
1 000	Bank of Nova Scotia	2.740	01-Dec-16	1 000	1 023	
4 000	Bank of Nova Scotia	2.370	11-Jan-18	3 907	4 050	
8 000	Bank of Nova Scotia	2.242	22-Mar-18	8 000	8 061	
10 650	Bank of Nova Scotia	2.462	14-Mar-19	10 650	10 746	
13 000	Bank of Nova Scotia	6.650	22-Jan-21	14 920	13 955	
850	BC Tel	10.650	19-Jun-21	1 319	1 241	
2 200	BC Tel	9.650	08-Apr-22	3 220	3 099	
3 000	bcIMC Realty Corp.	2.960	07-Mar-19	2 994	3 098	
6 700	Bell Aliant Regional Communications LP	5.410	26-Sep-16	6 933	7 208	
13 060	Bell Canada	4.400	16-Mar-18	14 101	14 083	
2 000	Bell Canada	3.350	18-Jun-19	2 055	2 076	
4 200	Bell Canada	6.100	16-Mar-35	3 911	5 130	
10 000	BMO Subordinated Notes Trust	5.750	26-Sep-22	11 006	11 134	
3 500	BMW Canada Inc.	2.110	26-May-16	3 499	3 532	
650	Brookfield Power Corp.	5.840	05-Nov-36	658	694	
1 600	Brookfield Renewable Power Inc.	5.140	13-Oct-20	1 599	1 779	
4 000	Caisse Centrale Desjardins	2.795	19-Nov-18	4 000	4 091	
2 000	Cameco Corp.	5.670	02-Sep-19	2 035	2 260	
1 700	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	1 698	1 735	
20 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	19 975	20 251	
2 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 502	2 519	
300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	300	300	
5 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	5 000	5 106	
2 000	Canadian Natural Resources Ltd.	4.950	01-Jun-15	2 182	2 062	
2 700	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	2 699	3 506	
2 700	Canadian Utilities Ltd.	6.800	13-Aug-19	3 109	3 279	
1 500	Canadian Western Bank	2.531	22-Mar-18	1 500	1 518	
3 500	Canadian Western Bank	3.077	14-Jan-19	3 564	3 598	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 547	
5 000	Capital Power LP	4.600	01-Dec-15	5 098	5 191	
3 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	3 014	3 122	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 517	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 509	
2 500	Emera Inc.	4.830	02-Dec-19	2 744	2 749	
4 400	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	4 303	5 139	
3 000	Enbridge Income Fund Holdings Inc.	5.250	22-Dec-14	3 000	3 048	
1 550	Enbridge Pipelines Inc.	4.490	12-Nov-19	1 549	1 718	
1 800	Encana Corp.	5.800	18-Jan-18	1 944	2 025	
2 200	EnerCare Solutions Inc.	4.300	30-Nov-17	2 300	2 315	
3 000	EPCOR Utilities Inc.	5.800	31-Jan-18	3 458	3 381	
3 000	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	3 368	3 543	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	5 020	5 163	
6 000	GE Capital Canada Funding Co.	4.240	08-Jun-15	6 239	6 158	
11 750	GE Capital Canada Funding Co.	5.530	17-Aug-17	12 498	13 038	
2 500	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 824	2 904	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
14 000	Genesis Trust II	2.295	15-Feb-17	\$ 14 000	\$ 14 187	
3 000	Genworth MI Canada Inc.	5.680	15-Jun-20	3 067	3 432	
8 150	Greater Toronto Airports Authority	5.960	20-Nov-19	9 503	9 631	
6 000	Greater Toronto Airports Authority	6.470	02-Feb-34	7 194	7 979	
4 300	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	4 267	4 748	
2 350	Great-West Lifeco Inc.	6.140	21-Mar-18	2 544	2 688	
1 750	Great-West Lifeco Inc.	6.740	24-Nov-31	1 894	2 295	
5 000	HSBC Bank Canada	2.938	14-Jan-20	5 035	5 113	
3 850	HSBC Bank Canada	4.800	10-Apr-22	3 714	4 131	
500	HSBC Canada Asset Trust Securities	5.149	29-Dec-49	496	516	
5 850	Hydro One Inc.	2.780	09-Oct-18	5 850	6 018	
4 900	Hydro One Inc.	6.930	01-Jun-32	6 295	6 731	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 400	
2 000	Loblaw Companies Ltd.	6.050	09-Jun-34	1 850	2 321	
6 170	Loblaw Companies Ltd.	5.900	18-Jan-36	5 934	7 092	
2 280	Manulife Bank of Canada	2.383	17-Oct-16	2 280	2 308	
2 500	Manulife Financial Corporation	5.059	15-Dec-41	2 498	2 689	
9 300	Master Credit Card Trust	3.502	21-May-16	9 729	9 619	
5 000	Master Credit Card Trust	2.626	21-Jan-17	5 033	5 104	
2 700	Master Credit Card Trust II	2.723	21-Nov-18	2 700	2 762	
3 000	National Bank of Canada	3.580	26-Apr-16	3 148	3 103	
5 000	National Bank of Canada	2.689	21-Aug-17	5 084	5 112	
3 750	National Bank of Canada	4.700	02-Nov-20	3 823	3 898	
2 000	NAV Canada	4.397	18-Feb-21	2 000	2 224	
2 000	NBC Capital Trust	5.329	30-Jun-56	2 028	2 130	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 043	2 071	
6 000	RBC Capital Trust†	4.870	31-Dec-15	5 806	6 277	
2 000	Reliance LP	4.574	15-Mar-17	2 094	2 106	
5 000	Rogers Communications Inc.	5.380	04-Nov-19	5 070	5 655	
6 500	Rogers Communications Inc.	4.700	29-Sep-20	6 669	7 148	
4 000	Rogers Communications Inc.	6.110	25-Aug-40	4 016	4 710	
20 000	Royal Bank of Canada†	3.030	26-Jul-16	20 496	20 556	
8 000	Royal Bank of Canada†	3.660	25-Jan-17	7 997	8 374	
13 800	Royal Bank of Canada†	2.580	13-Apr-17	13 826	14 085	
7 000	Royal Bank of Canada†	2.364	21-Sep-17	7 056	7 091	
2 000	Royal Bank of Canada†	2.770	11-Dec-18	1 999	2 046	
3 000	Shaw Communications Inc.	5.700	02-Mar-17	3 166	3 286	
4 000	Shaw Communications Inc.	5.650	01-Oct-19	4 452	4 559	
4 500	Shaw Communications Inc.	6.750	09-Nov-39	4 581	5 486	
5 000	Sun Life Financial Inc.	5.700	02-Jul-19	5 205	5 751	
6 470	Sun Life Financial Inc.	4.800	23-Nov-35	6 330	6 739	
4 820	Sun Life Financial Inc.	5.400	29-May-42	4 815	5 458	
3 700	Suncor Energy Inc.	5.800	22-May-18	3 900	4 196	
2 400	TELUS Corp.	5.050	04-Dec-19	2 386	2 688	
3 000	TELUS Corp.	4.400	01-Apr-43	2 979	2 904	
1 500	Teranet Holdings LP	3.531	16-Dec-15	1 500	1 539	
1 500	Teranet Holdings LP	5.754	17-Dec-40	1 490	1 673	
3 500	Terasen Gas Inc.	5.900	26-Feb-35	3 701	4 364	
4 500	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	4 500	4 740	
1 400	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 400	1 429	
3 100	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 100	3 145	
4 000	Thomson Reuters Corp.	6.000	31-Mar-16	4 458	4 279	
13 030	Toronto-Dominion Bank	4.779	14-Dec-16	13 114	13 915	
10 300	Toronto-Dominion Bank	2.171	02-Apr-18	10 349	10 362	
10 900	Toronto-Dominion Bank	2.447	02-Apr-19	10 910	10 999	
1 000	Toronto Hydro Corp.	4.490	12-Nov-19	1 000	1 106	
5 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	5 000	5 228	
800	Union Gas Ltd.	5.460	11-Sep-36	800	950	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
2 500	Union Gas Ltd.	5.200	23-Jul-40	\$ 2 488	\$ 2 906	
3 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	3 057	3 079	
8 000	Westcoast Energy Inc.	3.280	15-Jan-16	8 203	8 203	
2 000	Westcoast Energy Inc.	6.750	15-Dec-27	2 265	2 547	
				557 469	581 065	8.3
FEDERAL						
25 000	Canada Housing Trust No. 1	2.450	15-Dec-15	25 681	25 484	
55 000	Canada Housing Trust No. 1	1.850	15-Dec-16	55 462	55 702	
83 900	Canada Housing Trust No. 1	3.350	15-Dec-20	86 464	89 983	
20 000	Canada Housing Trust No. 1	2.650	15-Mar-22	20 625	20 405	
25 000	Canada Housing Trust No. 1	2.350	15-Sep-23	24 390	24 518	
32 000	Government of Canada	1.250	01-Feb-16	32 157	32 094	
20 000	Government of Canada	1.500	01-Sep-17	20 141	20 134	
75 000	Government of Canada	1.250	01-Sep-18	72 822	74 381	
65 000	Government of Canada	1.750	01-Mar-19	65 137	65 646	
10 000	Government of Canada	1.750	01-Sep-19	10 024	10 062	
26 480	Government of Canada	3.500	01-Jun-20	29 334	29 178	
16 255	Government of Canada	2.750	01-Jun-22	16 419	17 160	
17 220	Government of Canada	1.500	01-Jun-23	15 968	16 355	
50 125	Government of Canada	2.500	01-Jun-24	50 040	51 299	
7 700	Government of Canada	5.750	01-Jun-29	10 300	10 761	
33 238	Government of Canada	4.000	01-Jun-41	41 648	40 782	
28 900	Government of Canada	3.500	01-Dec-45	33 346	33 236	
				609 958	617 180	8.8
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	16 022	
35 000	Hydro-Quebec	6.500	15-Feb-35	40 772	48 799	
11 900	Labrador-Island Link Funding Trust	3.760	01-Jun-33	12 120	12 868	
4 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	3 991	4 266	
12 000	Newfoundland & Labrador Hydro	6.650	27-Aug-31	11 981	16 720	
6 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	6 008	6 568	
5 000	Ontario Strategic Infrastructure Financing Authority	4.600	01-Jun-15	5 017	5 155	
10 000	Province of Manitoba	3.050	01-Sep-14	10 030	10 033	
54 300	Province of Manitoba	6.500	22-Sep-17	57 712	62 769	
15 000	Province of Manitoba	5.700	05-Mar-37	16 435	19 805	
39 000	Province of New Brunswick	4.400	03-Jun-19	43 262	43 311	
16 000	Province of New Brunswick	5.500	27-Jan-34	16 450	19 932	
5 000	Province of New Brunswick	4.800	03-Jun-41	4 872	5 842	
5 000	Province of Nova Scotia	6.600	01-Dec-31	6 630	6 953	
15 000	Province of Nova Scotia	4.900	01-Jun-35	15 190	17 649	
6 000	Province of Nova Scotia	4.500	01-Jun-37	5 951	6 729	
9 100	Province of Ontario	3.150	08-Sep-15	9 472	9 322	
38 000	Province of Ontario	4.300	08-Mar-17	38 906	40 867	
40 000	Province of Ontario	1.900	08-Sep-17	39 628	40 407	
86 500	Province of Ontario	2.100	08-Sep-18	86 088	87 457	
36 400	Province of Ontario	4.400	02-Jun-19	37 836	40 419	
3 800	Province of Ontario	4.200	02-Jun-20	4 213	4 202	
10 400	Province of Ontario	4.000	02-Jun-21	11 247	11 364	
113 900	Province of Ontario	3.150	02-Jun-22	118 442	117 231	
83 200	Province of Ontario	2.850	02-Jun-23	80 958	82 759	
34 000	Province of Ontario	3.500	02-Jun-24	34 936	35 256	
38 800	Province of Ontario	6.200	02-Jun-31	53 944	51 783	
8 250	Province of Ontario	5.600	02-Jun-35	10 983	10 562	
43 200	Province of Ontario	4.700	02-Jun-37	47 001	49 838	
46 185	Province of Ontario	4.600	02-Jun-39	51 633	52 748	
63 130	Province of Ontario	4.650	02-Jun-41	70 695	73 091	
6 880	Province of Ontario	3.500	02-Jun-43	7 079	6 618	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
36 870	Province of Ontario	3.450	02-Jun-45	\$ 33 568	\$ 35 179	
5 000	Province of Prince Edward Island	5.700	15-Jun-35	5 282	6 342	
55 000	Province of Quebec	4.500	01-Dec-17	54 153	60 217	
30 000	Province of Quebec	4.500	01-Dec-20	31 186	33 703	
36 550	Province of Quebec	3.500	01-Dec-22	38 268	38 364	
43 200	Province of Quebec	3.000	01-Sep-23	42 721	43 310	
11 500	Province of Quebec	6.000	01-Oct-29	15 059	14 863	
22 500	Province of Quebec	5.750	01-Dec-36	28 243	29 263	
10 300	Province of Quebec	5.000	01-Dec-38	12 399	12 291	
18 000	Province of Quebec	5.000	01-Dec-41	22 028	21 713	
22 500	Province of Quebec	4.250	01-Dec-43	24 054	24 383	
9 500	Province of Saskatchewan	4.250	03-Dec-15	9 252	9 921	
15 000	Province of Saskatchewan	5.750	05-Mar-29	15 562	19 282	
5 000	Province of Saskatchewan	5.600	05-Sep-35	5 261	6 549	
				1 311 516	1 372 725	19.6
TOTAL CANADIAN BONDS				2 478 943	2 570 970	36.7
FOREIGN BONDS						
Supranational						
6 000	Inter-American Development Bank CAD	4.400	26-Jan-26	5 794	6 679	
				5 794	6 679	0.1
United States						
1 975	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 469	346	
790	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	773	835	
				2 242	1 181	–
				8 036	7 860	0.1
TOTAL FOREIGN BONDS				2 486 979	2 578 830	36.8
TOTAL BONDS						
MORTGAGES						
2 000	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	2 000	2 130	
				2 000	2 130	–
SHORT-TERM INVESTMENTS†				314 675	314 686	4.5
TOTAL INVESTMENTS				5 990 939	7 029 413	100.1
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	327	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	9 065	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(2 458)	–
TOTAL PORTFOLIO				\$ 5 990 939	7 036 347	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(15 951)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 7 020 396	100.0

* Illiquid security.

† Investment in related party (see note 7 in the generic notes).

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.16% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
127	The S&P 500 Index Future, September 2014 Contracts at USD 1 949.37 per contract	\$ 66 362 \$ 102
115	The S&P/TSX 60 Index Future, September 2014 Contracts at CAD 853.94 per contract	19 641 225
TOTAL FUTURES	\$ 86 003	\$ 327

\$15 000 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 6 172 Sold GBP 3 324 @ 1.8569	02-Jul-14	\$ 104
Bought CAD 906 Sold JPY 82 964 @ 0.0109	02-Jul-14	32
Bought GBP 3 324 Sold CAD 6 034 @ 1.8152	02-Jul-14	34
Bought JPY 112 718 Sold CAD 1 187 @ 0.0105	02-Jul-14	–
Bought JPY 82 964 Sold CAD 873 @ 0.0105	02-Jul-14	–
Bought CAD 18 782 Sold USD 16 720 @ 1.1233	03-Jul-14	946
Bought CAD 22 Sold USD 21 @ 1.0657	03-Jul-14	–
Bought CAD 219 Sold SEK 1 300 @ 0.1686	07-Jul-14	12
Bought CAD 270 Sold SEK 1 600 @ 0.1687	07-Jul-14	14
Bought CAD 893 Sold SEK 5 464 @ 0.1634	07-Jul-14	21
Bought CAD 927 Sold SEK 5 676 @ 0.1634	07-Jul-14	21
Bought CAD 1 305 Sold USD 1 200 @ 1.0871	08-Jul-14	24
Bought CAD 102 Sold DKK 500 @ 0.2043	08-Jul-14	4
Bought CAD 2 060 Sold USD 1 865 @ 1.1045	08-Jul-14	70
Bought CAD 225 Sold DKK 1 100 @ 0.2043	08-Jul-14	9
Bought CAD 1 043 Sold USD 960 @ 1.0867	09-Jul-14	19
Bought CAD 1 640 Sold USD 1 500 @ 1.0931	09-Jul-14	39
Bought CAD 2 307 Sold USD 2 130 @ 1.0833	09-Jul-14	35
Bought CAD 5 400 Sold USD 4 878 @ 1.1070	09-Jul-14	196
Bought CAD 12 238 Sold USD 11 068 @ 1.1057	10-Jul-14	430
Bought CAD 2 153 Sold USD 2 000 @ 1.0765	10-Jul-14	19
Bought CAD 2 341 Sold USD 2 145 @ 1.0914	10-Jul-14	53
Bought CAD 1 030 Sold JPY 95 000 @ 0.0108	11-Jul-14	29
Bought CAD 1 859 Sold EUR 1 243 @ 1.4958	11-Jul-14	43
Bought CAD 2 769 Sold GBP 1 497 @ 1.8496	11-Jul-14	36
Bought CAD 2 922 Sold EUR 1 934 @ 1.5110	11-Jul-14	97
Bought CAD 207 Sold EUR 139 @ 1.4881	11-Jul-14	4
Bought CAD 294 Sold EUR 200 @ 1.4721	11-Jul-14	2
Bought CAD 673 Sold JPY 62 965 @ 0.0107	11-Jul-14	10
Bought CAD 756 Sold EUR 505 @ 1.4979	11-Jul-14	19
Bought CAD 297 Sold JPY 28 200 @ 0.0105	14-Jul-14	–
Bought CAD 373 Sold JPY 35 000 @ 0.0107	14-Jul-14	5
Bought CAD 4 059 Sold JPY 378 335 @ 0.0107	14-Jul-14	74
Bought CAD 555 Sold JPY 51 200 @ 0.0108	14-Jul-14	16
Bought CAD 1 074 Sold USD 1 000 @ 1.0739	15-Jul-14	7
Bought CAD 16 411 Sold USD 14 848 @ 1.1053	15-Jul-14	568
Bought CAD 277 Sold CHF 221 @ 1.2538	15-Jul-14	11
Bought CAD 32 Sold SEK 200 @ 0.1594	15-Jul-14	–
Bought CAD 547 Sold USD 500 @ 1.0932	15-Jul-14	13
Bought CAD 592 Sold SEK 3 625 @ 0.1633	15-Jul-14	13

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 8 196 Sold GBP 4 439 @ 1.8464	15-Jul-14	\$ 91
Bought CAD 1 105 Sold USD 1 000 @ 1.1051	16-Jul-14	35
Bought CAD 17 409 Sold USD 15 900 @ 1.0949	17-Jul-14	442
Bought CAD 553 Sold DKK 2 760 @ 0.2002	17-Jul-14	12
Bought CAD 765 Sold USD 700 @ 1.0935	17-Jul-14	18
Bought CAD 2 101 Sold JPY 195 000 @ 0.0108	18-Jul-14	44
Bought CAD 1 248 Sold HKD 8 850 @ 0.1411	21-Jul-14	30
Bought CAD 531 Sold HKD 3 791 @ 0.1402	21-Jul-14	10
Bought CAD 1 809 Sold EUR 1 188 @ 1.5230	22-Jul-14	73
Bought CAD 250 Sold EUR 170 @ 1.4712	22-Jul-14	2
Bought CAD 485 Sold EUR 329 @ 1.4743	22-Jul-14	4
Bought CAD 697 Sold JPY 64 514 @ 0.0108	22-Jul-14	15
Bought CAD 1 004 Sold CHF 822 @ 1.2212	23-Jul-14	14
Bought CAD 2 371 Sold USD 2 165 @ 1.0954	23-Jul-14	61
Bought CAD 379 Sold CHF 310 @ 1.2233	23-Jul-14	6
Bought CAD 524 Sold CHF 429 @ 1.2213	23-Jul-14	8
Bought CAD 6 945 Sold GBP 3 772 @ 1.8411	23-Jul-14	56
Bought CAD 61 Sold CHF 50 @ 1.2208	23-Jul-14	1
Bought GBP 11 Sold CAD 20 @ 1.8229	23-Jul-14	–
Bought GBP 27 Sold CAD 49 @ 1.8253	23-Jul-14	–
Bought GBP 60 Sold CAD 110 @ 1.8252	23-Jul-14	–
Bought CAD 157 Sold USD 145 @ 1.0858	24-Jul-14	3
Bought CAD 346 Sold USD 314 @ 1.1010	24-Jul-14	11
Bought CAD 381 Sold USD 350 @ 1.0875	24-Jul-14	7
Bought CAD 7 335 Sold EUR 4 902 @ 1.4963	24-Jul-14	170
Bought USD 105 Sold CAD 112 @ 1.0690	24-Jul-14	–
Bought CAD 3 026 Sold USD 2 780 @ 1.0886	25-Jul-14	59
Bought CAD 3 626 Sold USD 3 290 @ 1.1023	25-Jul-14	115
Bought CAD 869 Sold USD 800 @ 1.0868	25-Jul-14	16
Bought CAD 9 160 Sold USD 8 335 @ 1.0990	25-Jul-14	263
Bought CAD 1 158 Sold AUD 1 144 @ 1.0125	28-Jul-14	9
Bought CAD 1 638 Sold AUD 1 629 @ 1.0055	28-Jul-14	2
Bought CAD 101 Sold AUD 100 @ 1.0127	28-Jul-14	1
Bought CAD 286 Sold AUD 284 @ 1.0055	28-Jul-14	–
Bought CAD 396 Sold AUD 391 @ 1.0125	28-Jul-14	3
Bought CAD 4 921 Sold USD 4 470 @ 1.1009	28-Jul-14	150
Bought CAD 405 Sold AUD 400 @ 1.0124	28-Jul-14	3
Bought CAD 759 Sold AUD 750 @ 1.0125	28-Jul-14	6
Bought CAD 887 Sold USD 806 @ 1.1007	28-Jul-14	27
Bought CAD 1 760 Sold GBP 962 @ 1.8299	29-Jul-14	3
Bought CAD 549 Sold USD 500 @ 1.0985	29-Jul-14	16
Bought GBP 3 152 Sold CAD 5 743 @ 1.8220	29-Jul-14	14
Bought CAD 1 262 Sold JPY 118 056 @ 0.0107	30-Jul-14	18
Bought CAD 147 Sold EUR 100 @ 1.4716	30-Jul-14	1
Bought CAD 316 Sold JPY 30 000 @ 0.0105	30-Jul-14	–
Bought CAD 414 Sold NOK 2 250 @ 0.1840	30-Jul-14	23
Bought CAD 6 755 Sold EUR 4 555 @ 1.4830	30-Jul-14	96
Bought CAD 5 576 Sold USD 5 039 @ 1.1065	31-Jul-14	196
Bought TWD 114 550 Sold CAD 4 098 @ 0.0358	31-Jul-14	–
Bought TWD 76 201 Sold CAD 2 726 @ 0.0358	31-Jul-14	–
Bought CAD 1 888 Sold JPY 176 959 @ 0.0107	01-Aug-14	23
Bought CAD 11 456 Sold EUR 7 546 @ 1.5182	01-Aug-14	425
Bought CAD 160 Sold JPY 15 000 @ 0.0107	01-Aug-14	2
Bought CAD 269 Sold JPY 25 185 @ 0.0107	01-Aug-14	4
Bought CAD 895 Sold EUR 607 @ 1.4741	01-Aug-14	7

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 94 Sold EUR 63 @ 1.4944	01-Aug-14	\$ 2
Bought CAD 176 Sold NOK 1 000 @ 0.1756	05-Aug-14	2
Bought CAD 2 241 Sold USD 2 060 @ 1.0879	05-Aug-14	42
Bought CAD 261 Sold CHF 215 @ 1.2123	05-Aug-14	2
Bought CAD 318 Sold NOK 1 809 @ 0.1755	05-Aug-14	3
Bought CAD 327 Sold USD 300 @ 1.0901	05-Aug-14	7
Bought CAD 546 Sold USD 500 @ 1.0927	05-Aug-14	13
Bought CAD 550 Sold USD 500 @ 1.1002	05-Aug-14	16
Bought CAD 701 Sold DKK 3 430 @ 0.2044	05-Aug-14	28
Bought RUB 454 966 Sold CAD 14 000 @ 0.0308	05-Aug-14	210
Bought CAD 159 Sold SEK 970 @ 0.1635	06-Aug-14	4
Bought CAD 205 Sold HKD 1 450 @ 0.1413	07-Aug-14	5
Bought CAD 1 769 Sold USD 1 654 @ 1.0696	08-Aug-14	3
Bought CAD 461 Sold USD 423 @ 1.0896	08-Aug-14	9
Bought CAD 6 441 Sold USD 5 900 @ 1.0917	08-Aug-14	141
Bought CAD 742 Sold USD 680 @ 1.0912	08-Aug-14	16
Bought CAD 1 410 Sold CHF 1 163 @ 1.2122	12-Aug-14	9
Bought CAD 15 221 Sold USD 13 940 @ 1.0919	12-Aug-14	335
Bought CAD 3 345 Sold CHF 2 749 @ 1.2168	12-Aug-14	34
Bought CAD 3 495 Sold GBP 1 895 @ 1.8442	12-Aug-14	33
Bought CAD 398 Sold EUR 265 @ 1.5009	12-Aug-14	10
Bought CAD 4 076 Sold JPY 381 300 @ 0.0107	12-Aug-14	56
Bought CAD 94 Sold EUR 63 @ 1.4953	12-Aug-14	2
Bought CAD 15 767 Sold USD 14 539 @ 1.0845	13-Aug-14	241
Bought CAD 315 Sold EUR 210 @ 1.4986	13-Aug-14	8
Bought CAD 351 Sold DKK 1 750 @ 0.2007	13-Aug-14	8
Bought CAD 822 Sold EUR 549 @ 1.4979	13-Aug-14	19
Bought CAD 1 762 Sold EUR 1 179 @ 1.4942	14-Aug-14	37
Bought CAD 3 630 Sold USD 3 329 @ 1.0903	14-Aug-14	75
Bought CAD 139 Sold SEK 850 @ 0.1639	15-Aug-14	4
Bought CAD 164 Sold SEK 1 000 @ 0.1637	15-Aug-14	4
Bought CAD 382 Sold SEK 2 330 @ 0.1637	15-Aug-14	9
Bought CAD 1 736 Sold GBP 950 @ 1.8274	19-Aug-14	-
Bought CAD 511 Sold GBP 278 @ 1.8388	19-Aug-14	3
Bought GBP 25 Sold CAD 46 @ 1.8443	19-Aug-14	-
Bought CAD 44 Sold NOK 250 @ 0.1756	20-Aug-14	-
Bought CAD 7 891 Sold EUR 5 278 @ 1.4952	20-Aug-14	171
Bought CAD 81 Sold NOK 460 @ 0.1755	20-Aug-14	1
Bought CAD 426 Sold CHF 350 @ 1.2167	21-Aug-14	4
Bought CAD 462 Sold CHF 380 @ 1.2168	21-Aug-14	5
Bought CAD 874 Sold USD 800 @ 1.0927	21-Aug-14	20
Bought CAD 15 732 Sold USD 14 417 @ 1.0912	22-Aug-14	334
Bought CAD 6 717 Sold JPY 630 069 @ 0.0107	22-Aug-14	72
Bought CAD 34 Sold DKK 170 @ 0.1984	25-Aug-14	-
Bought CAD 105 Sold HKD 750 @ 0.1404	26-Aug-14	2
Bought CAD 157 Sold HKD 1 117 @ 0.1404	26-Aug-14	3
Bought CAD 186 Sold HKD 1 324 @ 0.1404	26-Aug-14	3
Bought CAD 464 Sold HKD 3 300 @ 0.1405	26-Aug-14	9
Bought CAD 19 106 Sold USD 17 562 @ 1.0879	27-Aug-14	347
Bought CAD 417 Sold EUR 285 @ 1.4620	27-Aug-14	-
Bought CAD 1 861 Sold USD 1 700 @ 1.0947	28-Aug-14	45
Bought CAD 10 322 Sold USD 9 475 @ 1.0894	28-Aug-14	201
Bought CAD 961 Sold EUR 650 @ 1.4786	28-Aug-14	10
Bought CAD 7 092 Sold KRW 6 684 251 @ 0.0011	29-Aug-14	52
Bought CAD 2 029 Sold EUR 1 375 @ 1.4757	02-Sep-14	17

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 6 918 Sold EUR 4 689 @ 1.4755	02-Sep-14	\$ 58
Bought CAD 320 Sold JPY 30 000 @ 0.0107	03-Sep-14	4
Bought CAD 562 Sold USD 525 @ 1.0700	03-Sep-14	1
Bought CAD 9 225 Sold USD 8 473 @ 1.0888	03-Sep-14	173
Bought CAD 1 088 Sold USD 1 000 @ 1.0881	04-Sep-14	20
Bought CAD 1 659 Sold DKK 8 330 @ 0.1992	04-Sep-14	24
Bought CAD 119 Sold JPY 11 270 @ 0.0105	04-Sep-14	-
Bought CAD 139 Sold DKK 700 @ 0.1992	04-Sep-14	2
Bought CAD 160 Sold JPY 15 000 @ 0.0107	04-Sep-14	2
Bought CAD 229 Sold DKK 1 150 @ 0.1992	04-Sep-14	3
Bought CAD 3 449 Sold JPY 323 036 @ 0.0107	04-Sep-14	41
Bought CAD 3 708 Sold JPY 347 165 @ 0.0107	04-Sep-14	45
Bought CAD 1 794 Sold JPY 168 000 @ 0.0107	05-Sep-14	21
Bought CAD 7 098 Sold GBP 3 868 @ 1.8352	05-Sep-14	30
Bought CAD 1 895 Sold HKD 13 508 @ 0.1403	08-Sep-14	33
Bought CAD 299 Sold EUR 200 @ 1.4942	08-Sep-14	6
Bought CAD 981 Sold EUR 662 @ 1.4819	09-Sep-14	12
Bought CAD 2 922 Sold GBP 1 598 @ 1.8284	11-Sep-14	1
Bought CAD 6 966 Sold USD 6 365 @ 1.0945	11-Sep-14	165
Bought CAD 61 Sold GBP 33 @ 1.8469	11-Sep-14	1
Bought CAD 138 Sold DKK 700 @ 0.1975	12-Sep-14	1
Bought CAD 237 Sold DKK 1 200 @ 0.1976	12-Sep-14	2
Bought CAD 97 Sold SEK 594 @ 0.1631	12-Sep-14	2
Bought CAD 2 259 Sold GBP 1 224 @ 1.8455	15-Sep-14	22
Bought CAD 2 266 Sold GBP 1 228 @ 1.8454	16-Sep-14	22
Bought CAD 288 Sold CHF 237 @ 1.2138	17-Sep-14	2
Bought CAD 3 570 Sold EUR 2 415 @ 1.4784	17-Sep-14	35
Bought CAD 1 076 Sold USD 1 000 @ 1.0757	18-Sep-14	7
Bought CAD 160 Sold JPY 15 000 @ 0.0106	18-Sep-14	1
Bought USD 27 Sold CAD 29 @ 1.0852	18-Sep-14	-
Bought CAD 344 Sold EUR 235 @ 1.4655	19-Sep-14	-
Bought CAD 1 883 Sold GBP 1 030 @ 1.8285	22-Sep-14	1
Bought CAD 171 Sold NOK 973 @ 0.1756	24-Sep-14	2
Bought CAD 219 Sold NOK 1 250 @ 0.1755	24-Sep-14	2
Bought CAD 239 Sold NOK 1 360 @ 0.1755	24-Sep-14	2
Bought CAD 26 Sold NOK 150 @ 0.1756	24-Sep-14	-
Bought CAD 39 Sold NOK 225 @ 0.1753	24-Sep-14	-
Bought CAD 6 045 Sold EUR 4 123 @ 1.4662	25-Sep-14	9
Bought CAD 876 Sold JPY 82 964 @ 0.0106	29-Sep-14	-
Bought CAD 13 803 Sold USD 12 907 @ 1.0694	02-Oct-14	3
		\$ 9 065

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 2 102 Sold CAD 2 245 @ 1.0684	02-Jul-14	\$ (4)
Bought USD 1 800 Sold CAD 1 956 @ 1.0869	03-Jul-14	(36)
Bought USD 12 907 Sold CAD 13 772 @ 1.0670	03-Jul-14	(4)
Bought USD 2 013 Sold CAD 2 184 @ 1.0851	03-Jul-14	(37)
Bought USD 168 Sold CAD 183 @ 1.0922	09-Jul-14	(4)
Bought USD 255 Sold CAD 274 @ 1.0742	09-Jul-14	(2)
Bought USD 3 238 Sold CAD 3 519 @ 1.0868	09-Jul-14	(64)
Bought TWD 192 842 Sold CAD 7 051 @ 0.0366	10-Jul-14	(161)
Bought USD 3 000 Sold CAD 3 276 @ 1.0919	10-Jul-14	(75)
Bought USD 345 Sold CAD 380 @ 1.1018	10-Jul-14	(12)
Bought GBP 60 Sold CAD 111 @ 1.8428	11-Jul-14	(1)
Bought JPY 35 430 Sold CAD 383 @ 0.0108	14-Jul-14	(10)
Bought SEK 3 825 Sold CAD 627 @ 6.0990	15-Jul-14	(16)
Bought USD 2 620 Sold CAD 2 889 @ 1.1026	17-Jul-14	(93)
Bought CHF 30 Sold CAD 38 @ 1.2559	23-Jul-14	(2)
Bought GBP 3 674 Sold CAD 6 800 @ 1.8508	23-Jul-14	(90)
Bought PHP 272 047 Sold CAD 6 686 @ 0.0246	24-Jul-14	(30)
Bought USD 100 Sold CAD 109 @ 1.0923	24-Jul-14	(2)
Bought USD 12 706 Sold CAD 14 047 @ 1.1056	24-Jul-14	(486)
Bought USD 125 Sold CAD 136 @ 1.0862	24-Jul-14	(2)
Bought MXN 3 703 Sold CAD 308 @ 0.0832	31-Jul-14	(4)
Bought MXN 79 091 Sold CAD 6 604 @ 0.0835	31-Jul-14	(112)
Bought MXN 83 305 Sold CAD 6 956 @ 0.0835	31-Jul-14	(118)
Bought EUR 171 Sold CAD 255 @ 1.4930	01-Aug-14	(5)
Bought CAD 1 180 Sold CHF 981 @ 1.2029	07-Aug-14	(1)
Bought USD 2 313 Sold CAD 2 491 @ 1.0770	07-Aug-14	(22)
Bought USD 7 264 Sold CAD 7 902 @ 1.0878	07-Aug-14	(146)
Bought USD 425 Sold CAD 463 @ 1.0905	08-Aug-14	(10)
Bought USD 5 300 Sold CAD 5 695 @ 1.0745	08-Aug-14	(36)
Bought USD 800 Sold CAD 874 @ 1.0920	08-Aug-14	(19)
Bought USD 3 285 Sold CAD 3 581 @ 1.0901	12-Aug-14	(73)
Bought IDR 38 918 603 Sold CAD 3 513 @ 0.0001	20-Aug-14	(33)
Bought USD 160 Sold CAD 174 @ 1.0877	25-Aug-14	(3)
Bought USD 3 716 Sold CAD 4 044 @ 1.0883	25-Aug-14	(75)
Bought USD 656 Sold CAD 715 @ 1.0893	25-Aug-14	(14)
Bought CAD 2 081 Sold CHF 1 730 @ 1.2031	29-Aug-14	(3)
Bought KRW 6 684 251 Sold CAD 7 088 @ 0.0011	29-Aug-14	(48)
Bought USD 2 043 Sold CAD 2 223 @ 1.0883	02-Sep-14	(41)
Bought USD 300 Sold CAD 328 @ 1.0921	02-Sep-14	(7)
Bought USD 340 Sold CAD 366 @ 1.0779	02-Sep-14	(3)
Bought USD 960 Sold CAD 1 045 @ 1.0886	02-Sep-14	(19)
Bought JPY 6 000 Sold CAD 64 @ 0.0107	03-Sep-14	(1)
Bought USD 725 Sold CAD 788 @ 1.0869	03-Sep-14	(13)
Bought USD 275 Sold CAD 296 @ 1.0754	08-Sep-14	(2)
Bought USD 3 931 Sold CAD 4 263 @ 1.0844	08-Sep-14	(62)
Bought USD 5 866 Sold CAD 6 379 @ 1.0874	08-Sep-14	(111)
Bought USD 565 Sold CAD 615 @ 1.0878	08-Sep-14	(11)
Bought CAD 1 099 Sold CHF 916 @ 1.1995	09-Sep-14	(6)
Bought MXN 86 119 Sold CAD 7 178 @ 0.0833	12-Sep-14	(121)
Bought USD 3 753 Sold CAD 4 081 @ 1.0874	18-Sep-14	(70)
Bought USD 330 Sold CAD 353 @ 1.0707	18-Sep-14	(1)
Bought USD 5 063 Sold CAD 5 491 @ 1.0846	18-Sep-14	(80)
Bought USD 668 Sold CAD 725 @ 1.0847	18-Sep-14	(11)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 469 Sold EUR 1 689 @ 1.4619	23-Sep-14	\$ (4)
Bought CAD 611 Sold EUR 418 @ 1.4626	23-Sep-14	(1)
Bought USD 1 073 Sold CAD 1 154 @ 1.0755	24-Sep-14	(7)
Bought CAD 6 042 Sold GBP 3 324 @ 1.8178	29-Sep-14	(34)

		\$ (2 458)
TOTAL FOREIGN EXCHANGE		\$ 6 607

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 7 029 413	\$ 6 979 142	\$ 7 094 519
Cash	2 130	275	4 274
Due from investment dealers	17 540	24 958	11 058
Subscriptions receivable	2 384	1 722	2 872
Unrealized gain on futures contracts	327	–	–
Futures contracts margin receivable	–	3 515	–
Unrealized gain on foreign exchange contracts	9 065	2 676	3 492
Dividends receivable, interest accrued and other assets	23 144	22 589	27 763
TOTAL ASSETS	7 084 003	7 034 877	7 143 978
LIABILITIES			
Due to investment dealers	44 720	14 376	16 088
Redemptions payable	3 510	3 700	4 860
Unrealized loss on futures contracts	–	3 693	172
Futures contracts margin payable	104	–	287
Unrealized loss on foreign exchange contracts	2 458	6 961	3 579
Distributions payable	13	–	–
Accounts payable and accrued expenses	12 802	13 395	13 598
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	63 607	42 125	38 584
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 7 020 396	\$ 6 992 752	\$ 7 105 394
Investments at cost	\$ 5 990 939	\$ 6 115 407	\$ 6 437 657
NAV, END OF PERIOD			
SERIES A	\$ 6 608 984	\$ 6 610 493	\$ 6 752 841
ADVISOR SERIES	\$ 20 633	\$ 21 017	\$ 20 696
SERIES T5	\$ 384	\$ 192	\$ 7
SERIES T8	\$ 2 325	\$ 1 902	\$ 2 199
SERIES D	\$ 105 979	\$ 96 600	\$ 90 051
SERIES F	\$ 22 136	\$ 18 588	\$ 16 114
SERIES I	\$ 214 521	\$ 201 591	\$ 184 478
SERIES O	\$ 45 434	\$ 42 369	\$ 39 008
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 13.77	\$ 12.90	\$ 12.33
ADVISOR SERIES	\$ 13.91	\$ 13.02	\$ 12.44
SERIES T5	\$ 13.00	\$ 12.47	\$ 12.35
SERIES T8	\$ 9.29	\$ 9.05	\$ 8.98
SERIES D	\$ 14.37	\$ 13.40	\$ 12.81
SERIES F	\$ 15.19	\$ 14.15	\$ 13.51
SERIES I	\$ 15.80	\$ 14.66	\$ 14.00
SERIES O	\$ 15.43	\$ 14.29	\$ 13.65

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 46 743	\$ 57 233
Interest for distribution purposes	46 994	47 384
Net gain (loss) from futures contracts	(1 532)	(14 223)
Other income (loss)	538	210
Other income received from underlying funds	211	–
Securities lending revenue (see note 6 in the generic notes)	479	679
Net realized gain (loss) on investments	280 073	208 298
Net gain (loss) on foreign currencies and other net assets	(15 975)	(959)
Change in unrealized gain (loss) on investments	185 631	(111 324)
TOTAL INCOME (LOSS)	543 162	187 298
EXPENSES (see notes – Fund Specific Information)		
Management fees	66 574	67 724
Administration fees	3 360	4 744
Board of Governors costs	1	2
GST/HST	7 048	7 680
Transaction costs	2 994	3 565
Withholding tax	1 874	2 202
TOTAL EXPENSES	81 851	85 917
INCREASE (DECREASE) IN NAV	\$ 461 311	\$ 101 381
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 432 318	\$ 93 915
ADVISOR SERIES	\$ 1 342	\$ 291
SERIES T5	\$ 19	\$ (1)
SERIES T8	\$ 144	\$ 28
SERIES D	\$ 7 073	\$ 1 605
SERIES F	\$ 1 483	\$ 312
SERIES I	\$ 15 561	\$ 4 260
SERIES O	\$ 3 371	\$ 971
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.87	\$ 0.17
ADVISOR SERIES	\$ 0.88	\$ 0.18
SERIES T5	\$ 0.85	\$ 0.17
SERIES T8	\$ 0.60	\$ 0.13
SERIES D	\$ 0.97	\$ 0.24
SERIES F	\$ 1.04	\$ 0.27
SERIES I	\$ 1.14	\$ 0.34
SERIES O	\$ 1.15	\$ 0.37

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 461 311	\$ 101 381
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(278 858)	(208 240)
Change in unrealized loss (gain) on investments	(185 631)	111 324
(Increase) decrease in accrued receivables	6 201	(95 579)
Increase (decrease) in accrued payables	29 574	95 533
Cost of investments purchased	(3 418 481)	(4 098 245)
Proceeds on sales of investments	3 821 406	4 478 642
NET CASH PROVIDED BY OPERATING ACTIVITIES	435 522	384 816
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	246 946	269 204
Cash paid on redemption of redeemable units	(680 536)	(654 519)
Distributions paid to holders of redeemable units	(77)	(80)
NET CASH USED IN FINANCING ACTIVITIES	\$ (433 667)	\$ (385 395)
Net increase (decrease) in cash for the year	1 855	(579)
Cash (bank overdraft), beginning of period	275	4 274
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 130	\$ 3 695
Interest received	\$ 47 803	\$ 49 841
Dividends received, net of withholding taxes	\$ 45 244	\$ 55 031



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 610 493	\$ 6 752 841	\$ 21 017	\$ 20 696	\$ 192	\$ 7	\$ 1 902	\$ 2 199
INCREASE (DECREASE) IN NAV	432 318	93 915	1 342	291	19	(1)	144	28
Early redemption fees	3	3	–	–	–	–	–	–
Proceeds from redeemable units issued	220 846	253 556	1 688	1 897	179	149	552	331
Reinvestments of distributions to holders of redeemable units	(1)	–	–	–	6	2	11	12
Redemption of redeemable units	(654 676)	(632 923)	(3 414)	(2 468)	(4)	–	(198)	(301)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(433 828)	(379 364)	(1 726)	(571)	181	151	365	42
Distributions from net income	1	–	–	–	(8)	(2)	(86)	(92)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	1	–	–	–	(8)	(2)	(86)	(92)
NET INCREASE (DECREASE) IN NAV	(1 509)	(285 449)	(384)	(280)	192	148	423	(22)
NAV AT END OF PERIOD	\$ 6 608 984	\$ 6 467 392	\$ 20 633	\$ 20 416	\$ 384	\$ 155	\$ 2 325	\$ 2 177

For the periods ended June 30 (see note 2 in the generic notes)	Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 96 600	\$ 90 051	\$ 18 588	\$ 16 114	\$ 201 591	\$ 184 478
INCREASE (DECREASE) IN NAV	7 073	1 605	1 483	312	15 561	4 260
Early redemption fees	1	–	–	–	–	–
Proceeds from redeemable units issued	10 825	4 715	4 570	1 945	6 046	5 063
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(8 520)	(6 002)	(2 505)	(1 571)	(8 677)	(8 858)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 306	(1 287)	2 065	374	(2 631)	(3 795)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	9 379	318	3 548	686	12 930	465
NAV AT END OF PERIOD	\$ 105 979	\$ 90 369	\$ 22 136	\$ 16 800	\$ 214 521	\$ 184 943

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series 0		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 42 369	\$ 39 008	\$ 6 992 752	\$ 7 105 394
INCREASE (DECREASE) IN NAV	3 371	971	461 311	101 381
Early redemption fees	–	–	4	3
Proceeds from redeemable units issued	2 240	1 548	246 946	269 204
Reinvestments of distributions to holders of redeemable units	–	–	16	14
Redemption of redeemable units	(2 546)	(2 399)	(680 540)	(654 522)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(306)	(851)	(433 574)	(385 301)
Distributions from net income	–	–	(93)	(94)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(93)	(94)
NET INCREASE (DECREASE) IN NAV	3 065	120	27 644	(284 014)
NAV AT END OF PERIOD	\$ 45 434	\$ 39 128	\$ 7 020 396	\$ 6 821 380

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide capital growth and modest income by investing in a mix of Canadian stocks and fixed-income securities.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.1%) of the net assets of the Fund.

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 36.8% (December 31, 2013 – 37.5%, January 1, 2013 – 34.6%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	26.5	29.3	28.3
AA	38.1	36.4	37.5
A	29.1	27.9	27.9
BBB	6.3	6.4	6.3
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.8% (December 31, 2013 – 37.5%, January 1, 2013 – 34.6%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	1.2	2.1	2.5
1 – 5 years	41.6	44.3	44.7
5 – 10 years	27.8	25.8	23.8
> 10 years	29.4	27.8	29.0
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.7% (December 31, 2013 – 2.7%, January 1, 2013 – 2.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	9.1	8.9	9.7
Pound sterling	1.5	1.7	1.6
Euro	1.4	1.3	2.0
Japanese yen	0.9	1.2	1.0
Other currencies	2.0	1.9	2.1
Total	14.9	15.0	16.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.5	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	3 050 251	523 716	2 575	3 576 542
Mutual fund units	547 610	–	–	547 610
Fixed-income				
and debt securities	–	2 590 575	–	2 590 575
Short-term investments	–	314 686	–	314 686
Derivatives – assets	327	9 065	–	9 392
Derivatives – liabilities	–	(2 458)	–	(2 458)
Total financial instruments	3 598 188	3 435 584	2 575	7 036 347
% of total portfolio	51.2	48.8	–	100.0



June 30, 2014

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 078 790	536 008	4 425	3 619 223
Mutual fund units	575 022	–	–	575 022
Fixed-income and debt securities	–	2 615 725	–	2 615 725
Short-term investments	–	169 172	–	169 172
Derivatives – assets	–	2 676	–	2 676
Derivatives – liabilities	(3 693)	(6 961)	–	(10 654)
Total financial instruments	3 650 119	3 316 620	4 425	6 971 164
% of total portfolio	52.3	47.6	0.1	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	3 351 790	633 146	5 938	3 990 874
Mutual fund units	448 022	–	–	448 022
Fixed-income and debt securities	–	2 451 279	–	2 451 279
Short-term investments	–	204 344	–	204 344
Derivatives – assets	–	3 492	–	3 492
Derivatives – liabilities	(172)	(3 579)	–	(3 751)
Total financial instruments	3 799 640	3 288 682	5 938	7 094 260
% of total portfolio	53.5	46.4	0.1	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	4 425	5 938	10 375
Net purchases	–	–	970
Net transfers in (out)	–	–	(2 718)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	(1 850)	(1 513)	(2 689)
Balance at end of period	2 575	4 425	5 938

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational

Please see the generic notes at the back of the financial statements.

information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series T5	2.00%
Series T8	2.00%
Series D	1.25%
Series F	1.00%
Series I	0.35%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.10% from 0.14%.

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	46	44
Series O	496	496
Value of all units	8	8



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	512 529	547 826
Issued number of units	16 618	20 105
Reinvested number of units	–	–
Redeemed number of units	(49 287)	(50 185)
Ending number of units	479 860	517 746

Advisor Series		
Opening units	1 614	1 664
Issued number of units	126	149
Reinvested number of units	–	–
Redeemed number of units	(256)	(194)
Ending number of units	1 484	1 619

Series T5		
Opening units	15	1
Issued number of units	15	12
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	30	13

Series T8		
Opening units	210	245
Issued number of units	61	37
Reinvested number of units	1	1
Redeemed number of units	(22)	(34)
Ending number of units	250	249

Series D		
Opening units	7 210	7 031
Issued number of units	781	360
Reinvested number of units	–	–
Redeemed number of units	(614)	(458)
Ending number of units	7 377	6 933

Series F		
Opening units	1 314	1 193
Issued number of units	316	140
Reinvested number of units	–	–
Redeemed number of units	(172)	(113)
Ending number of units	1 458	1 220

Series I		
Opening units	13 750	13 175
Issued number of units	395	351
Reinvested number of units	–	–
Redeemed number of units	(570)	(616)
Ending number of units	13 575	12 910

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	2 964	2 858
Issued number of units	152	110
Reinvested number of units	–	–
Redeemed number of units	(172)	(171)
Ending number of units	2 944	2 797

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 994	100	3 565	100
Related-party brokerage commissions*	194	6	284	8
Commission arrangements [†]	124	4	196	5

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	755 163	755 407
Fair value of collateral received	770 271	770 515

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	700	709
Series O		
RBC Balanced Guaranteed Investment Fund	1 797	1 810
RBC Life Insurance Balanced Fund	860	907
RBC Life Insurance Universal Life Fund	243	247
Total	2 900	2 964

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	6 816 615	7 098 052
Revaluation of investments at FVTPL	4 765	7 342
Net assets attributable to holders of redeemable units	6 821 380	7 105 394
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		103 958
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(2 577)
Increase (decrease) in net assets attributable to holders of redeemable units		101 381

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL BALANCED FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
116 356	Azure Dynamics Corp.	\$ 979	\$ —	
259 300	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	5	—	
6 900	Dollarama Inc.	397	606	
17 300	Gildan Activewear Inc., Class A	980	1 088	
23 200	Linamar Corp.	810	1 460	
23 800	Magna International Inc., Class A	827	2 734	
37 600	Quebecor Inc., Class B	926	971	
59 600	Shaw Communications Inc., Class B	1 140	1 631	
48 900	Thomson Corp.	1 565	1 900	
14 900	Tim Hortons Inc.	538	870	
		8 167	11 260	1.5
Consumer Staples				
57 900	Alimentation Couche-Tard Inc.	695	1 692	
42 105	Loblaw Companies Ltd.	1 739	2 005	
17 100	Metro Inc., Class A	619	1 128	
		3 053	4 825	0.6
Energy				
64 500	ARC Resources Ltd.	1 636	2 096	
45 800	Cameco Corp.	1 021	959	
131 840	Canadian Natural Resources Ltd.	2 745	6 464	
102 400	Cenovus Energy Inc.	3 022	3 542	
50 700	Crescent Point Energy Corp.	2 184	2 398	
75 300	Enbridge Inc.	1 891	3 812	
93 623	Encana Corp.	2 699	2 367	
51 300	Husky Energy Inc.	1 591	1 768	
39 500	Pembina Pipeline Corp.	1 350	1 813	
170 800	Suncor Energy Inc.	6 164	7 771	
152 200	Talisman Energy Inc.	1 704	1 717	
66 800	TransCanada Corp.	2 755	3 402	
		28 762	38 109	4.9
Financials				
60 000	Bank of Montreal	2 626	4 715	
116 736	Bank of Nova Scotia	4 073	8 305	
86 500	Brookfield Asset Management Inc., Class A	1 656	4 066	
60 800	Brookfield Property Partners LP	916	1 355	
37 750	Canadian Imperial Bank of Commerce	2 335	3 666	
42 338	Canadian Real Estate Investment Trust	1 003	1 947	
38 500	CI Financial Corp.	942	1 349	
53 000	Element Financial Corp.	737	714	
20 010	Element Financial Corp., Subscription Receipts	255	268	
3 440	Fairfax Financial Holdings Ltd.	1 252	1 741	
10 000	Industrial Alliance Insurance & Financial Services Inc.	456	468	
12 050	Intact Financial Corp.	724	887	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
221 630	Manulife Financial Corporation	\$ 3 822	\$ 4 701	
18 700	Onex Corporation	635	1 235	
93 600	Power Corporation of Canada	2 505	2 775	
143 100	Royal Bank of Canada*	5 225	10 916	
46 000	Sun Life Financial Inc.	1 017	1 804	
172 600	Toronto-Dominion Bank	4 387	9 481	
		34 566	60 393	7.8
Health Care				
26 100	Catamaran Corp.	1 226	1 230	
20 000	Valeant Pharmaceuticals International Inc.	1 174	2 699	
		2 400	3 929	0.5
Industrials				
40 000	Air Canada, Class B	288	381	
135 600	Bombardier Inc., Class B	942	511	
110 800	Canadian National Railway Co.	2 379	7 690	
27 800	Finning International Inc.	591	830	
44 700	Progressive Waste Solutions Ltd.	1 083	1 224	
29 700	Russel Metals Inc.	749	1 019	
42 400	WestJet Airlines Ltd.	1 040	1 111	
		7 072	12 766	1.6
Information Technology				
3 500	Avigilon Corp.	78	83	
47 300	Blackberry Ltd.	352	517	
48 500	CGI Group Inc., Class A	1 226	1 834	
28 500	DH Corp.	610	885	
20 900	Open Text Corp.	486	1 070	
108 000	Redknee Solutions Inc.	640	594	
		3 392	4 983	0.6
Materials				
32 880	Agnico Eagle Mines Ltd.	1 004	1 343	
21 600	Agrium Inc.	1 604	2 111	
388 000	B2Gold Corp.	1 400	1 207	
110 200	Barrick Gold Corp.	3 487	2 153	
183 500	Eldorado Gold Corp.	1 668	1 497	
94 514	First Quantum Minerals Ltd.	1 959	2 157	
78 400	Goldcorp Inc.	2 993	2 335	
92 700	Potash Corporation of Saskatchewan Inc.	2 307	3 762	
46 600	Silver Wheaton Corp.	1 509	1 309	
54 100	Teck Resources Ltd., Class B	2 003	1 318	
		19 934	19 192	2.5
Telecommunication Services				
33 800	BCE Inc.	1 468	1 636	
15 500	Bell Aliant Inc.	385	432	
33 214	Rogers Communications Inc., Class B	1 080	1 426	
72 800	TELUS Corp.	1 702	2 895	
		4 635	6 389	0.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
18 800	Atco Ltd., Class I, Non-Voting	\$ 749	\$ 972	
27 000	Canadian Utilities Ltd., Class A	1 030	1 080	
62 200	TransAlta Corp.	820	814	
		2 599	2 866	0.4
TOTAL CANADIAN EQUITIES		114 580	164 712	21.2
UNITED STATES EQUITIES				
Consumer Discretionary				
9 900	Abercrombie & Fitch Co.	437	457	
2 200	Amazon.com, Inc.	794	762	
8 800	ARAMARK Corp.	273	243	
400	Autozone Inc.	235	229	
6 300	CBS Corp.	424	418	
54 200	D.R. Horton Inc.	1 386	1 421	
13 800	Foot Locker Inc.	639	747	
55 100	Ford Motor Company	1 006	1 013	
12 300	Garmin Ltd.	787	799	
16 499	Home Depot Inc.	1 269	1 425	
38 500	Interpublic Group of Companies Inc.	760	801	
18 700	Macy's Inc.	1 123	1 157	
5 500	Marriott International Inc., Class A	356	376	
4 200	McDonald's Corp.	462	451	
24 100	MGM Mirage	688	679	
11 800	Nordstrom Inc.	881	855	
15 800	Starbucks Corp.	1 284	1 304	
400	The Priceline Group Inc.	528	513	
18 000	The Walt Disney Company	1 369	1 646	
12 800	Time Warner Inc.	956	959	
		15 657	16 255	2.1
Consumer Staples				
21 400	Altria Group Inc.	928	957	
27 800	Archer Daniels Midland Co.	1 129	1 308	
19 100	Colgate-Palmolive Company	1 269	1 389	
14 100	CVS Corp.	1 040	1 133	
7 500	Dr Pepper Snapple Group Inc.	421	469	
12 300	Kraft Foods Group Inc.	805	787	
9 300	Lorillard Inc.	543	605	
4 700	Mead Johnson Nutrition Co., Class A	469	467	
7 900	Molson Coors Brewing Co., Class B	591	625	
16 800	PepsiCo Inc.	1 570	1 601	
22 100	The Coca-Cola Co.	996	998	
19 400	The Kroger Co.	962	1 023	
17 500	Walgreen Co.	1 278	1 383	
		12 001	12 745	1.6
Energy				
10 700	Anadarko Petroleum Corp.	1 195	1 249	
21 700	Baker Hughes Inc.	1 506	1 723	
7 900	Cimarex Energy Co.	1 050	1 209	
9 100	ConocoPhillips	764	832	
10 000	Devon Energy Corporation	778	847	
8 000	Diamondback Energy Inc.	407	758	
7 600	EOG Resources Inc.	633	947	
13 100	FMC Technologies Inc.	833	853	
26 200	Halliburton Co.	1 229	1 984	
19 100	Hess Corp.	1 546	2 015	
10 300	Patterson-UTI Energy Inc.	320	384	
5 700	Pioneer Natural Resources Co.	1 314	1 397	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
6 800	Rice Energy Inc.	\$ 248	\$ 221	
19 000	Superior Energy Services	646	733	
2 200	Targa Resources Corp.	331	328	
34 500	Weatherford International Plc.	709	846	
		13 509	16 326	2.1
Financials				
14 500	Allstate Corp.	905	908	
14 000	American Express Company	1 172	1 417	
14 600	American International Group Inc.	841	850	
98 700	Bank of America Corp.	1 443	1 618	
22 900	Bank of New York Mellon Corp.	884	915	
16 500	Capital One Financial Corp.	1 194	1 454	
29 100	Citigroup Inc.	1 527	1 462	
16 600	Comerica Inc.	928	888	
19 200	Genworth Financial Inc., Class A	361	356	
17 900	Invesco Ltd.	723	721	
29 900	JPMorgan Chase & Co.	1 670	1 837	
37 200	KeyCorp	574	569	
26 600	MetLife Inc.	1 370	1 576	
44 900	Morgan Stanley	1 372	1 548	
11 200	Prudential Financial Inc.	952	1 061	
60 200	Wells Fargo & Company	2 915	3 374	
		18 831	20 554	2.7
Health Care				
27 300	Abbott Laboratories	1 132	1 191	
20 200	AbbVie Inc.	1 104	1 215	
4 200	Biogen Idec Inc.	1 425	1 413	
7 400	Bristol-Myers Squibb Co.	394	383	
8 000	Cardinal Health Inc.	620	585	
14 200	Celgene Corp.	1 243	1 301	
24 100	Eli Lilly & Co.	1 525	1 598	
13 000	Gilead Sciences Inc.	899	1 150	
25 200	Johnson & Johnson	2 373	2 811	
4 700	Medtronic Inc.	316	320	
25 900	Merck & Co. Inc.	1 504	1 598	
13 400	St. Jude Medical Inc.	984	990	
6 000	Tenet Healthcare Corp.	324	300	
16 000	WellPoint Inc.	1 743	1 836	
		15 586	16 691	2.2
Industrials				
5 900	3M Co.	914	901	
10 800	Caterpillar Inc.	1 164	1 252	
5 800	Con-way Inc.	309	312	
9 200	Cummins Engine Inc.	1 493	1 514	
16 300	Delta Air Lines Inc.	542	673	
10 800	Eaton Corp Plc.	898	889	
6 200	FedEx Corporation	997	1 001	
4 000	Lockheed Martin Corporation	536	686	
15 800	Robert Half International Inc.	787	805	
16 700	Ryder System Inc.	1 526	1 569	
36 500	Tyco International Ltd.	1 626	1 775	
15 400	Union Pacific Corp.	1 470	1 639	
9 607	United Rentals Inc.	828	1 074	
		13 090	14 090	1.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
9 000	Analog Devices Inc.	\$ 547	\$ 519	
61 600	Apple Inc.	5 110	6 106	
40 300	Applied Materials Inc.	919	969	
9 200	Avago Technologies Ltd.	525	707	
63 800	Cisco Systems Inc.	1 613	1 691	
58 800	Corning Inc.	1 364	1 377	
3 300	F5 Networks Inc.	396	392	
27 100	Facebook Inc., Class A	1 859	1 945	
4 400	Google Inc., Class A	3 129	2 744	
1 800	Google Inc., Class C	350	1 105	
43 300	Hewlett-Packard Co.	1 284	1 556	
56 500	Intel Corp.	1 642	1 862	
40 500	Micron Technology Inc.	1 191	1 423	
68 500	Microsoft Corp.	2 639	3 047	
11 300	NXP Semiconductor N.V.	768	798	
31 900	Oracle Corporation	1 278	1 379	
12 800	QUALCOMM Inc.	894	1 081	
16 300	Salesforce.com Inc.	1 018	1 010	
9 400	Sandisk Corp.	808	1 047	
13 500	Texas Instruments Inc.	702	688	
5 900	VMware Inc.	653	609	
12 300	Western Digital Corp.	1 231	1 211	
		29 920	33 266	4.3
Materials				
53 600	Alcoa Inc.	735	851	
8 600	Allegheny Technologies Inc.	398	414	
13 800	Dow Chemical Company	684	757	
17 900	Freeport-McMoRan Copper & Gold Inc.	692	697	
34 000	Huntsman Corp.	951	1 019	
7 500	LyondellBasell Industries N.V.	617	781	
4 401	Martin Marietta Materials	636	620	
5 900	Monsanto Co.	768	785	
11 400	US Silica Holdings Inc.	623	674	
		6 104	6 598	0.9
Telecommunication Services				
26 200	AT&T Inc.	1 008	988	
27 200	Verizon Communications Inc.	1 438	1 419	
		2 446	2 407	0.3
Utilities				
5 300	American Electric Power	315	315	
14 700	Entergy Corp.	1 182	1 287	
23 500	NiSource Inc.	912	986	
17 600	NRG Energy Inc.	711	698	
14 100	Sempra Energy	1 411	1 575	
		4 531	4 861	0.6
TOTAL UNITED STATES EQUITIES		131 675	143 793	18.6

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
29 000	BHP Billiton Ltd.	\$ 1 104	\$ 1 055	
150 440	Challenger Ltd.	989	1 126	
17 500	Commonwealth Bank of Australia	1 272	1 424	
		3 365	3 605	0.5
Belgium				
23 618	InBev N.V.	2 850	2 895	
19 525	KBC Groep N.V.	1 363	1 133	
		4 213	4 028	0.5
Denmark				
11 489	Coloplast A/S	530	1 109	
45 208	Novo Nordisk A/S	1 390	2 226	
		1 920	3 335	0.4
Finland				
38 276	Sampo OYJ	1 131	2 064	
		1 131	2 064	0.3
France				
4 812	Christian Dior S.A.	1 075	1 022	
21 265	Safran S.A.	1 215	1 485	
35 478	Zodiac S.A.	722	1 281	
		3 012	3 788	0.5
Germany				
12 307	Bayer AG	1 307	1 856	
5 362	Brenntag AG	645	1 024	
4 941	Continental AG	644	1 221	
21 335	GEA Group AG	565	1 076	
18 828	Henkel KGaA, Preferred Non-Voting	1 484	2 316	
14 954	SAP AG	867	1 232	
		5 512	8 725	1.1
Hong Kong				
240 000	AIA Group Ltd.	1 223	1 289	
102 000	Hutchison Whampoa Ltd.	1 292	1 488	
65 000	Tencent Holdings Ltd.	959	1 057	
		3 474	3 834	0.5
Ireland				
25 291	Paddy Power Plc.	1 356	1 771	
25 049	Ryanair Holdings Plc. ADR	830	1 491	
		2 186	3 262	0.4
Italy				
46 209	Azimut Holding S.p.A.	584	1 269	
		584	1 269	0.2
Japan				
132 000	Asahi Kasei Corp.	766	1 078	
28 300	Bridgestone Corp.	663	1 057	
73 000	Casio Computer Co., Ltd.	1 069	1 131	
16 200	Daikin Industries Ltd.	1 043	1 090	
39 400	Fuji Heavy Industries Ltd.	1 248	1 165	
28 700	Japan Tobacco Inc.	1 055	1 116	
16 400	KDDI Corporation	1 081	1 067	
29 000	Olympus Optical Co. Ltd.	1 041	1 064	
5 900	Oriental Land Co. Ltd.	1 059	1 078	
27 000	Seiko Epson Corp.	1 073	1 225	
13 600	SoftBank Corp.	1 224	1 081	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
70 500	Sumitomo Electric Industries Ltd.	\$ 955	\$ 1 059	
31 600	Sumitomo Mitsui Financial Group Inc.	1 027	1 414	
67 000	The Dai-ichi Life Insurance Co. Ltd.	1 090	1 065	
30 000	Tokio Marine Holdings, Inc.	990	1 053	
17 500	Toyota Motor Corp.	1 033	1 117	
215 000	Yahoo! Japan Corp.	1 146	1 059	
		<u>17 563</u>	<u>18 919</u>	<u>2.4</u>
Netherlands				
129 829	ING Groep N.V.	1 136	1 943	
607 997	Koninklijke KPN N.V.	2 438	2 365	
61 699	SBM Offshore N.V.	1 132	1 061	
		<u>4 706</u>	<u>5 369</u>	<u>0.7</u>
Norway				
67 535	DnB ASA	785	1 316	
		<u>785</u>	<u>1 316</u>	<u>0.2</u>
Spain				
41 931	ACS Actividades Construccion y Servicios S.A.	1 877	2 047	
12 116	Red Electrica de Espana	1 088	1 181	
		<u>2 965</u>	<u>3 228</u>	<u>0.4</u>
Sweden				
36 918	Svenska Cellulosa AB	705	1 026	
46 994	Swedbank AB	793	1 328	
		<u>1 498</u>	<u>2 354</u>	<u>0.3</u>
Switzerland				
11 613	Aryzta AG	1 113	1 173	
10 630	Roche Holdings AG Genusscheine	2 629	3 379	
7 561	Schindler Holding AG	759	1 225	
		<u>4 501</u>	<u>5 777</u>	<u>0.8</u>
Taiwan				
322 000	Taiwan Semiconductor Manufacturing Co. Ltd.	717	1 453	
		<u>717</u>	<u>1 453</u>	<u>0.2</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
98 838	Aberdeen Asset Management Plc.	\$ 676	\$ 818	
29 456	Aveva Group Plc.	974	1 095	
51 291	Babcock International Group	632	1 088	
285 828	BP Plc.	2 269	2 685	
338 216	BT Group Plc.	1 337	2 371	
130 616	Daily Mail & General Trust Plc.	1 509	1 983	
38 946	Diageo Plc.	967	1 323	
48 384	Hargreaves Lansdown Plc.	849	1 093	
167 608	Howden Joinery Group Plc.	560	947	
34 256	London Stock Exchange Group Plc.	539	1 255	
255 450	Perform Group Plc.	1 746	1 076	
47 736	Petrofac Limited	1 130	1 047	
106 830	Playtech Plc.	1 385	1 201	
40 600	Rio Tinto Plc.	2 521	2 338	
61 692	Royal Dutch Shell Plc., A Shares	2 684	2 717	
31 831	Shire Plc.	1 179	2 663	
58 395	Unilever Plc.	2 710	2 824	
180 198	William Hill Plc.	753	1 079	
		<u>24 420</u>	<u>29 603</u>	<u>3.8</u>
TOTAL INTERNATIONAL EQUITIES		<u>82 552</u>	<u>101 929</u>	<u>13.2</u>
TOTAL EQUITIES		<u>328 807</u>	<u>410 434</u>	<u>53.0</u>

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
664 915	RBC Canadian Small & Mid-Cap Resources Fund*	\$ 6 653	\$ 8 830	
183 792	RBC Emerging Markets Dividend Fund*	1 840	2 021	
2 206 735	RBC Emerging Markets Equity Fund*	22 470	28 052	
180 000	RBC Emerging Markets Small-Cap Equity Fund*	1 800	2 037	
246 584	RBC U.S. Mid-Cap Equity Fund*	4 699	6 645	
432 645	RBC U.S. Mid-Cap Value Equity Fund*	4 465	6 545	
111 067	RBC U.S. Small-Cap Core Equity Fund*	1 115	1 714	
		<u>43 042</u>	<u>55 844</u>	<u>7.2</u>
TOTAL MUTUAL FUND UNITS		<u>43 042</u>	<u>55 844</u>	<u>7.2</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
1 000	407 International Inc.	5.750	14-Feb-36	\$ 1 033	\$ 1 209	
200	Alimentation Couche Tard Inc.	2.861	01-Nov-17	199	203	
308	Alliance Pipeline LP	6.765	31-Dec-25	352	367	
450	AltaGas Ltd.	4.550	17-Jan-19	473	489	
400	American Express Canada Credit Corp.	2.310	29-Mar-18	400	404	
130	Bank of Montreal	6.020	02-May-18	141	149	
325	Bank of Montreal	2.430	04-Mar-19	325	328	
500	Bank of Nova Scotia	2.598	27-Feb-17	512	510	
1 000	Bank of Nova Scotia	2.462	14-Mar-19	1 000	1 009	
1 000	Bank of Nova Scotia	6.650	22-Jan-21	1 150	1 073	
150	BC Tel	10.650	19-Jun-21	233	219	
255	BC Tel	9.650	08-Apr-22	374	359	
650	Bell Aliant Regional Communications LP	5.410	26-Sep-16	658	699	
590	Bell Canada	4.400	16-Mar-18	634	636	
800	Bell Canada	6.100	16-Mar-35	779	977	
1 250	BMO Subordinated Notes Trust	5.750	26-Sep-22	1 376	1 392	
100	Brookfield Power Corp.	5.840	05-Nov-36	101	107	
350	Brookfield Renewable Power Inc.	5.140	13-Oct-20	350	389	
500	Caisse Centrale Desjardins	2.795	19-Nov-18	500	511	
250	Cameco Corp.	5.670	02-Sep-19	254	283	
2 350	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 350	2 368	
300	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	300	390	
400	Canadian Real Estate Investment Trust	4.323	15-Jan-21	400	417	
500	Capital Power LP	4.600	01-Dec-15	510	519	
500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	515	520	
300	Emera Inc.	4.830	02-Dec-19	329	330	
600	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	587	701	
350	Enbridge Income Fund Holdings Inc.	5.250	22-Dec-14	351	356	
250	Enbridge Pipelines Inc.	4.490	12-Nov-19	250	277	
150	Encana Corp.	5.800	18-Jan-18	162	169	
500	Ford Credit Canada Ltd.	3.320	19-Dec-17	500	516	
250	FortisAlberta Inc.	6.220	31-Oct-34	275	323	
750	GE Capital Canada Funding Co.	5.530	17-Aug-17	781	832	
200	Genesis Trust II	2.295	15-Feb-17	200	203	
360	Greater Toronto Airports Authority	4.850	01-Jun-17	367	392	
980	Greater Toronto Airports Authority	5.960	20-Nov-19	1 140	1 158	
250	Greater Toronto Airports Authority	6.470	02-Feb-34	282	332	
600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	595	662	
500	Great-West Lifeco Inc.	6.140	21-Mar-18	557	572	
400	H&R Real Estate Investment Trust	3.344	20-Jun-18	397	409	
500	HSBC Bank Canada	4.800	10-Apr-22	483	536	
100	Hydro One Inc.	2.780	09-Oct-18	100	103	
350	Hydro One Inc.	6.930	01-Jun-32	426	481	
500	Hydro One Inc.	5.360	20-May-36	606	593	
500	Hydro-Quebec USD	1.375	19-Jun-17	502	538	
1 000	Loblaw Companies Ltd.	5.900	18-Jan-36	957	1 149	
200	Manulife Bank of Canada	2.383	17-Oct-16	200	202	
575	Manulife Financial Corporation	5.059	15-Dec-41	575	618	
700	Master Credit Card Trust	2.626	21-Jan-17	705	715	
1 000	National Bank of Canada	3.580	26-Apr-16	1 049	1 034	
500	NAV Canada	4.397	18-Feb-21	500	556	
250	NBC Capital Trust	5.329	30-Jun-56	253	266	
709	RBC Capital Trust*	4.870	31-Dec-15	681	742	
500	Rogers Communications Inc.	5.380	04-Nov-19	507	566	
350	Rogers Communications Inc.	4.700	29-Sep-20	370	385	
300	Rogers Communications Inc.	6.110	25-Aug-40	301	353	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 000	Royal Bank of Canada*	3.660	25-Jan-17	\$ 1 000	\$ 1 047	
300	Shaw Communications Inc.	5.700	02-Mar-17	317	329	
500	Shaw Communications Inc.	5.650	01-Oct-19	557	570	
500	Shaw Communications Inc.	6.750	09-Nov-39	509	610	
700	Sun Life Financial Inc.	4.800	23-Nov-35	702	729	
635	Sun Life Financial Inc.	5.400	29-May-42	634	719	
300	Suncor Energy Inc.	5.800	22-May-18	316	340	
300	TELUS Corp.	5.050	04-Dec-19	298	336	
500	Terasen Gas Inc.	5.900	26-Feb-35	529	623	
150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	150	153	
350	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	350	355	
500	Thomson Reuters Corp.	6.000	31-Mar-16	557	535	
500	Toronto Hydro Corp.	4.490	12-Nov-19	500	553	
1 850	Toronto-Dominion Bank	4.779	14-Dec-16	1 825	1 976	
1 700	Toronto-Dominion Bank	2.447	02-Apr-19	1 700	1 715	
700	TransCanada PipeLines Ltd.	5.100	11-Jan-17	779	759	
250	TransCanada PipeLines Ltd.	3.690	19-Jul-23	250	261	
500	Union Gas Ltd.	4.850	25-Apr-22	557	567	
500	Union Gas Ltd.	5.200	23-Jul-40	498	581	
300	Wells Fargo Canada Corp.	2.780	15-Nov-18	300	307	
500	Wells Fargo Canada Corp.	2.944	25-Jul-19	500	513	
500	Westcoast Energy Inc.	3.280	15-Jan-16	500	513	
250	Westcoast Energy Inc.	6.750	15-Dec-27	283	318	
				43 518	46 005	5.9
FEDERAL						
2 000	Canada Housing Trust No. 1	3.350	15-Dec-20	2 029	2 145	
400	Government of Canada	1.250	01-Feb-16	400	401	
680	Government of Canada	2.750	01-Sep-16	705	704	
500	Government of Canada	1.500	01-Sep-17	498	503	
1 500	Government of Canada	1.750	01-Mar-19	1 503	1 515	
150	Government of Canada	1.750	01-Sep-19	149	151	
110	Government of Canada	1.500	01-Jun-23	99	104	
700	Government of Canada	2.500	01-Jun-24	681	716	
615	Government of Canada	5.750	01-Jun-33	757	896	
840	Government of Canada	4.000	01-Jun-41	953	1 032	
				7 774	8 167	1.1
PROVINCIAL						
3 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	2 993	3 199	
3 000	Province of Manitoba	2.050	01-Dec-16	3 029	3 054	
400	Province of Manitoba USD	4.900	06-Dec-16	455	468	
750	Province of New Brunswick USD	2.750	15-Jun-18	743	837	
2 000	Province of New Brunswick	4.400	03-Jun-19	2 219	2 221	
1 000	Province of Nova Scotia USD	2.375	21-Jul-15	1 063	1 090	
2 500	Province of Nova Scotia	4.900	01-Jun-35	2 509	2 942	
100 000	Province of Ontario JPY	0.930	08-Jun-15	1 161	1 060	
5 500	Province of Ontario	1.900	08-Sep-17	5 449	5 556	
8 900	Province of Ontario USD	1.100	25-Oct-17	9 781	9 458	
1 600	Province of Ontario USD	3.150	15-Dec-17	1 613	1 814	
3 500	Province of Ontario	2.100	08-Sep-18	3 470	3 539	
2 000	Province of Ontario	4.400	02-Jun-19	2 024	2 221	
1 200	Province of Ontario	4.200	02-Jun-20	1 308	1 327	
6 400	Province of Ontario	3.150	02-Jun-22	6 459	6 587	
500	Province of Ontario	2.850	02-Jun-23	478	497	
4 500	Province of Ontario	4.700	02-Jun-37	4 487	5 191	
500	Province of Ontario	4.600	02-Jun-39	508	571	
1 700	Province of Ontario	3.450	02-Jun-45	1 480	1 622	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL (cont.)						
3 000	Province of Quebec	5.500	01-Dec-14	\$ 3 175	\$ 3 055	
4 500	Province of Quebec	4.500	01-Dec-17	4 472	4 927	
2 000	Province of Quebec	4.500	01-Dec-19	1 984	2 237	
1 000	Province of Quebec	3.000	01-Sep-23	999	1 003	
155	Province of Quebec	5.000	01-Dec-38	187	185	
1 350	Province of Quebec	5.000	01-Dec-41	1 471	1 628	
500	Province of Quebec	4.250	01-Dec-43	522	542	
				64 039	66 831	8.6
TOTAL CANADIAN BONDS						
FOREIGN BONDS						
Australia						
1 900	Australia Government AUD	4.500	15-Apr-20	1 898	2 053	
				1 898	2 053	0.3
Austria						
800	Oesterreichische Kontrollbank AG EUR	3.875	15-Sep-16	1 128	1 266	
				1 128	1 266	0.2
Belgium						
1 855	Belgium Government EUR	4.250	28-Sep-22	2 508	3 333	
350	Belgium Government EUR	4.500	28-Mar-26	563	649	
				3 071	3 982	0.5
Denmark						
5 000	Denmark Government DKK	4.000	15-Nov-17	1 013	1 105	
13 700	Denmark Government DKK	3.000	15-Nov-21	2 808	3 084	
6 400	Denmark Government DKK	1.500	15-Nov-23	1 307	1 277	
				5 128	5 466	0.7
France						
4 390	France O.A.T. EUR	0.250	25-Nov-15	5 945	6 430	
1 960	France O.A.T. EUR	1.000	25-May-19	2 942	2 927	
1 500	France O.A.T. EUR	2.250	25-May-24	2 305	2 323	
1 240	France O.A.T. EUR	4.000	25-Oct-38	1 831	2 277	
1 010	France O.A.T. EUR	3.250	25-May-45	1 497	1 640	
				14 520	15 597	2.0
Germany						
2 020	Bundesrepublik Deutschland EUR	3.500	04-Jan-16	2 968	3 106	
2 625	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	4 101	4 358	
280	Bundesrepublik Deutschland EUR	3.250	04-Jan-20	437	472	
2 510	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	3 269	3 827	
				10 775	11 763	1.5
Ireland						
360 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	3 274	3 832	
200	GE Capital European Funding EUR	2.875	17-Sep-15	271	301	
500	GE Capital European Funding EUR	3.750	04-Apr-16	807	772	
700	GE Capital European Funding EUR	4.125	27-Oct-16	1 004	1 107	
130	Ireland Government EUR	5.000	18-Oct-20	151	232	
110	Ireland Government EUR	3.900	20-Mar-23	144	184	
340	Ireland Government EUR	3.400	18-Mar-24	498	541	
				6 149	6 969	0.9
Italy						
3 085	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	4 571	4 587	
2 350	Buoni Poliennali Del Tesoro EUR	3.500	01-Nov-17	3 086	3 714	
500	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	777	769	
700	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	1 006	1 255	
2 715	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	3 572	4 712	
				13 012	15 037	1.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan						
200 000	Development Bank of Japan JPY	1.750	17-Mar-17	\$ 2 233	\$ 2 197	
250 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	3 568	2 809	
250 000	Japan Government Ten Year JPY	1.300	20-Mar-18	2 752	2 748	
250 000	Japan Government Ten Year JPY	1.500	20-Sep-18	2 879	2 783	
120 000	Japan Government Ten Year JPY	1.400	20-Sep-19	1 403	1 344	
360 000	Japan Government Ten Year JPY	1.000	20-Sep-20	4 309	3 972	
300 000	Japan Government Ten Year JPY	0.800	20-Sep-22	3 115	3 258	
90 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	1 110	1 087	
100 000	Japan Government Twenty Year JPY	2.100	20-Mar-26	1 258	1 219	
375 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	4 217	4 564	
800 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	9 542	9 085	
500	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	689	746	
				37 075	35 812	4.6
Mexico						
17 700	Mexican Bonos MXN	7.250	15-Dec-16	1 489	1 580	
8 000	Mexican Bonos MXN	6.500	09-Jun-22	698	700	
				2 187	2 280	0.3
Norway						
1 700	Eksporthfinans ASA USD	5.500	26-Jun-17	1 939	1 949	
				1 939	1 949	0.3
Singapore						
500	Singapore Government SGD	4.000	01-Sep-18	472	483	
				472	483	0.1
Spain						
1 250	Spain Government EUR	3.000	30-Apr-15	1 845	1 867	
1 390	Spain Government EUR	3.300	30-Jul-16	1 940	2 146	
1 860	Spain Government EUR	5.150	31-Oct-28	2 691	3 280	
1 360	Spain Government EUR	5.150	31-Oct-44	1 934	2 400	
				8 410	9 693	1.3
Sweden						
6 500	Government of Sweden SEK	4.250	12-Mar-19	1 190	1 195	
1 500	Government of Sweden SEK	1.500	13-Nov-23	248	235	
				1 438	1 430	0.2
United Kingdom						
1 500	Network Rail Infrastructure Finance Plc. GBP	1.125	15-Dec-16	2 658	2 726	
1 300	United Kingdom Gilt GBP	1.750	22-Jan-17	2 416	2 403	
2 270	United Kingdom Gilt GBP	4.250	07-Mar-36	4 154	4 726	
				9 228	9 855	1.3
United States						
270	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	201	47	
8 160	United States Treasury	0.375	15-Nov-15	8 931	8 725	
3 300	United States Treasury	3.250	31-Dec-16	3 629	3 746	
7 390	United States Treasury	0.875	31-Jan-17	7 799	7 919	
3 000	United States Treasury	2.250	31-Jul-18	3 423	3 318	
7 220	United States Treasury	1.000	30-Sep-19	7 311	7 431	
2 300	United States Treasury	6.250	15-Aug-23	2 805	3 237	
500	United States Treasury	2.750	15-Nov-23	523	547	
340	United States Treasury	3.500	15-Feb-39	387	379	
3 230	United States Treasury	4.500	15-Aug-39	3 389	4 201	
				38 398	39 550	5.1
TOTAL FOREIGN BONDS				154 828	163 185	21.2
TOTAL BONDS				270 159	284 188	36.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
250	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	\$ 250	\$ 266	
TOTAL MORTGAGE-BACKED SECURITIES				250	266	–
SHORT-TERM INVESTMENTS†				19 498	19,500	2.5
TOTAL INVESTMENTS				661 756	770 232	99.5
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	34	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(86)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	6 847	0.9
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(849)	(0.1)
TOTAL PORTFOLIO				\$ 661 756	776 178	100.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(2 216)	(0.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 773 962	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 1.15% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
(9)	Amsterdam Index Future, July 2014 Contracts at EUR 414.75 per contract	\$ (1 098) \$ 4
(4)	German Dax Index Future, September 2014 Contracts at EUR 9 928.50 per contract	(1 460) 10
22	The S&P 500 Index Future, September 2014 Contracts at USD 1 948.99 per contract	11 525 20
(7)	United Kingdom New FTSE 100 Future, September 2014 Contracts at GBP 6 712.00 per contract	(866) –
	\$ 8 101	\$ 34
Number of Contracts	Contracted Value	Unrealized Loss
(45)	The S&P/TSX 60 Index Future, September 2014 Contracts at CAD 854.12 per contract	\$ (7 687) \$ (86)
	\$ (7 687)	\$ (86)
TOTAL FUTURES CONTRACTS		\$ 414 \$ (52)

\$5 500 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 136 Sold GBP 612 @ 1.8569	02-Jul-14	\$ 19
Bought CAD 128 Sold USD 120 @ 1.0684	02-Jul-14	–
Bought CAD 382 Sold JPY 35 000 @ 0.0109	02-Jul-14	14
Bought CAD 611 Sold NOK 3 512 @ 0.1740	02-Jul-14	–
Bought DKK 3 153 Sold CAD 615 @ 0.1951	02-Jul-14	3
Bought GBP 612 Sold CAD 1 111 @ 1.8152	02-Jul-14	6
Bought JPY 19 633 Sold CAD 207 @ 0.0105	02-Jul-14	–
Bought JPY 35 000 Sold CAD 368 @ 0.0105	02-Jul-14	–
Bought CAD 1 545 Sold USD 1 400 @ 1.1038	03-Jul-14	52
Bought CAD 3 920 Sold USD 3 490 @ 1.1233	03-Jul-14	199
Bought CAD 45 Sold EUR 31 @ 1.4588	03-Jul-14	–
Bought CAD 6 835 Sold EUR 4 527 @ 1.5099	03-Jul-14	223
Bought CAD 8 Sold GBP 5 @ 1.8209	03-Jul-14	–
Bought EUR 4 527 Sold CAD 6 612 @ 1.4606	03-Jul-14	–
Bought CAD 130 Sold SEK 797 @ 0.1634	07-Jul-14	3
Bought CAD 218 Sold SEK 1 295 @ 0.1687	07-Jul-14	12
Bought CAD 383 Sold SEK 2 342 @ 0.1634	07-Jul-14	9
Bought CAD 825 Sold SEK 4 891 @ 0.1687	07-Jul-14	44
Bought CAD 94 Sold SEK 560 @ 0.1686	07-Jul-14	5
Bought CAD 15 Sold DKK 75 @ 0.2043	08-Jul-14	1
Bought CAD 39 Sold USD 35 @ 1.1045	08-Jul-14	1
Bought CAD 60 Sold DKK 295 @ 0.2043	08-Jul-14	2
Bought CAD 142 Sold USD 130 @ 1.0931	09-Jul-14	3
Bought CAD 3 799 Sold USD 3 432 @ 1.1070	09-Jul-14	138
Bought CAD 7 613 Sold JPY 707 502 @ 0.0108	09-Jul-14	162
Bought CAD 1 036 Sold USD 962 @ 1.0765	10-Jul-14	9
Bought CAD 347 Sold USD 322 @ 1.0765	10-Jul-14	3
Bought CAD 4 127 Sold USD 3 781 @ 1.0914	10-Jul-14	93
Bought CAD 551 Sold USD 500 @ 1.1018	10-Jul-14	17
Bought CAD 8 932 Sold USD 8 078 @ 1.1057	10-Jul-14	314
Bought CAD 923 Sold USD 845 @ 1.0919	10-Jul-14	21
Bought CAD 1 612 Sold EUR 1 067 @ 1.5110	11-Jul-14	53
Bought CAD 133 Sold JPY 12 400 @ 0.0107	11-Jul-14	2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 175 Sold EUR 117 @ 1.4979	11-Jul-14	\$ 4
Bought CAD 18 Sold EUR 12 @ 1.4721	11-Jul-14	–
Bought CAD 192 Sold GBP 104 @ 1.8496	11-Jul-14	2
Bought CAD 40 Sold EUR 27 @ 1.4881	11-Jul-14	1
Bought CAD 5 176 Sold JPY 477 590 @ 0.0108	11-Jul-14	146
Bought CAD 571 Sold EUR 382 @ 1.4958	11-Jul-14	13
Bought GBP 12 Sold CAD 22 @ 1.8428	11-Jul-14	–
Bought CAD 107 Sold JPY 10 000 @ 0.0107	14-Jul-14	1
Bought CAD 40 Sold JPY 3 733 @ 0.0108	14-Jul-14	1
Bought CAD 52 Sold JPY 4 910 @ 0.0105	14-Jul-14	–
Bought CAD 113 Sold SEK 693 @ 0.1633	15-Jul-14	3
Bought CAD 16 678 Sold USD 15 088 @ 1.1054	15-Jul-14	579
Bought CAD 3 019 Sold GBP 1 635 @ 1.8464	15-Jul-14	33
Bought CAD 31 Sold CHF 25 @ 1.2538	15-Jul-14	1
Bought CAD 765 Sold USD 700 @ 1.0932	15-Jul-14	18
Bought CAD 8 Sold SEK 53 @ 0.1594	15-Jul-14	–
Bought CAD 4 420 Sold USD 4 000 @ 1.1051	16-Jul-14	152
Bought CAD 622 Sold EUR 410 @ 1.5176	16-Jul-14	23
Bought CAD 124 Sold DKK 620 @ 0.2002	17-Jul-14	3
Bought CAD 918 Sold GBP 498 @ 1.8438	17-Jul-14	9
Bought CAD 838 Sold JPY 77 785 @ 0.0108	18-Jul-14	19
Bought CAD 36 Sold HKD 256 @ 0.1411	21-Jul-14	1
Bought CAD 1 800 Sold EUR 1 221 @ 1.4743	22-Jul-14	16
Bought CAD 20 505 Sold EUR 13 463 @ 1.5230	22-Jul-14	829
Bought CAD 6 450 Sold JPY 596 943 @ 0.0108	22-Jul-14	160
Bought CAD 1 753 Sold GBP 952 @ 1.8411	23-Jul-14	14
Bought CAD 12 Sold CHF 10 @ 1.2208	23-Jul-14	–
Bought CAD 189 Sold CHF 155 @ 1.2212	23-Jul-14	3
Bought CAD 548 Sold USD 500 @ 1.0954	23-Jul-14	14
Bought CHF 4 Sold CAD 5 @ 1.2559	23-Jul-14	–
Bought GBP 1 Sold CAD 2 @ 1.8229	23-Jul-14	–
Bought GBP 17 Sold CAD 31 @ 1.8252	23-Jul-14	–
Bought GBP 5 Sold CAD 9 @ 1.8551	23-Jul-14	–
Bought GBP 8 Sold CAD 15 @ 1.8253	23-Jul-14	–
Bought CAD 1 905 Sold AUD 1 895 @ 1.0055	24-Jul-14	1
Bought CAD 2 270 Sold EUR 1 517 @ 1.4963	24-Jul-14	53
Bought CAD 33 Sold USD 30 @ 1.0891	24-Jul-14	1
Bought CAD 54 Sold USD 50 @ 1.0875	24-Jul-14	1
Bought CAD 6 Sold USD 6 @ 1.0690	24-Jul-14	–
Bought CAD 12 519 Sold USD 11 392 @ 1.0990	25-Jul-14	360
Bought CAD 246 Sold USD 226 @ 1.0868	25-Jul-14	4
Bought CAD 317 Sold USD 288 @ 1.1023	25-Jul-14	10
Bought CAD 574 Sold MXN 6 810 @ 0.0843	25-Jul-14	15
Bought CAD 709 Sold USD 651 @ 1.0886	25-Jul-14	14
Bought CAD 1 265 Sold USD 1 149 @ 1.1009	28-Jul-14	38
Bought CAD 142 Sold AUD 140 @ 1.0125	28-Jul-14	1
Bought CAD 15 Sold AUD 15 @ 1.0055	28-Jul-14	–
Bought CAD 275 Sold USD 250 @ 1.1007	28-Jul-14	8
Bought CAD 397 Sold AUD 392 @ 1.0125	28-Jul-14	3
Bought CAD 411 Sold AUD 409 @ 1.0055	28-Jul-14	–
Bought CAD 72 Sold AUD 71 @ 1.0124	28-Jul-14	1
Bought CAD 140 Sold GBP 77 @ 1.8220	29-Jul-14	–
Bought CAD 560 Sold GBP 306 @ 1.8299	29-Jul-14	1
Bought CAD 14 369 Sold USD 13 000 @ 1.1053	30-Jul-14	492
Bought CAD 16 Sold NOK 85 @ 0.1840	30-Jul-14	1

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 32 Sold JPY 3 000 @ 0.0105	30-Jul-14	\$ –
Bought CAD 412 Sold NOK 2 237 @ 0.1840	30-Jul-14	23
Bought NOK 3 511 Sold CAD 611 @ 0.1739	30-Jul-14	–
Bought MXN 308 Sold CAD 26 @ 0.0832	31-Jul-14	–
Bought TWD 12 569 Sold CAD 450 @ 0.0358	31-Jul-14	–
Bought TWD 8 407 Sold CAD 301 @ 0.0358	31-Jul-14	–
Bought CAD 1 194 Sold EUR 800 @ 1.4930	01-Aug-14	25
Bought CAD 1 210 Sold EUR 810 @ 1.4944	01-Aug-14	26
Bought CAD 14 585 Sold EUR 9 607 @ 1.5182	01-Aug-14	541
Bought CAD 169 Sold USD 153 @ 1.1053	01-Aug-14	6
Bought CAD 174 Sold EUR 118 @ 1.4741	01-Aug-14	1
Bought CAD 27 Sold JPY 2 500 @ 0.0107	01-Aug-14	–
Bought CAD 384 Sold JPY 35 990 @ 0.0107	01-Aug-14	5
Bought CAD 53 Sold JPY 4 960 @ 0.0107	01-Aug-14	1
Bought CAD 744 Sold EUR 500 @ 1.4882	01-Aug-14	13
Bought CAD 149 Sold DKK 753 @ 0.1980	05-Aug-14	1
Bought CAD 160 Sold DKK 785 @ 0.2044	05-Aug-14	6
Bought CAD 261 Sold NOK 1 487 @ 0.1756	05-Aug-14	3
Bought CAD 455 Sold USD 418 @ 1.0879	05-Aug-14	8
Bought CAD 487 Sold USD 443 @ 1.1002	05-Aug-14	14
Bought CAD 54 Sold NOK 305 @ 0.1755	05-Aug-14	1
Bought CAD 545 Sold USD 500 @ 1.0901	05-Aug-14	11
Bought RUB 50 618 Sold CAD 1 558 @ 0.0308	05-Aug-14	23
Bought CAD 2 228 Sold JPY 211 317 @ 0.0105	06-Aug-14	–
Bought CAD 1 267 Sold DKK 6 368 @ 0.1990	07-Aug-14	18
Bought CAD 277 Sold CHF 230 @ 1.2029	07-Aug-14	–
Bought CAD 33 Sold SEK 203 @ 0.1635	07-Aug-14	1
Bought CAD 39 Sold HKD 275 @ 0.1413	07-Aug-14	1
Bought CAD 1 545 Sold USD 1 415 @ 1.0917	08-Aug-14	34
Bought CAD 145 Sold USD 133 @ 1.0896	08-Aug-14	3
Bought CAD 12 123 Sold EUR 8 077 @ 1.5009	12-Aug-14	311
Bought CAD 131 Sold GBP 71 @ 1.8442	12-Aug-14	1
Bought CAD 18 Sold EUR 12 @ 1.4953	12-Aug-14	–
Bought CAD 380 Sold CHF 312 @ 1.2168	12-Aug-14	4
Bought CAD 419 Sold CHF 346 @ 1.2122	12-Aug-14	3
Bought CAD 5 023 Sold USD 4 600 @ 1.0919	12-Aug-14	111
Bought CAD 5 559 Sold JPY 520 081 @ 0.0107	12-Aug-14	76
Bought CAD 872 Sold USD 800 @ 1.0901	12-Aug-14	18
Bought CAD 12 897 Sold USD 11 893 @ 1.0845	13-Aug-14	197
Bought CAD 149 Sold EUR 100 @ 1.4947	13-Aug-14	3
Bought CAD 195 Sold EUR 130 @ 1.4979	13-Aug-14	5
Bought CAD 2 710 Sold DKK 13 505 @ 0.2007	13-Aug-14	61
Bought CAD 412 Sold EUR 275 @ 1.4988	13-Aug-14	10
Bought CAD 52 Sold EUR 35 @ 1.4986	13-Aug-14	1
Bought CAD 80 Sold DKK 400 @ 0.1996	13-Aug-14	1
Bought CAD 2 546 Sold USD 2 335 @ 1.0903	14-Aug-14	52
Bought CAD 3 235 Sold EUR 2 165 @ 1.4942	14-Aug-14	69
Bought CAD 410 Sold SEK 2 504 @ 0.1637	15-Aug-14	10
Bought CAD 61 Sold SEK 375 @ 0.1637	15-Aug-14	1
Bought CAD 29 Sold GBP 16 @ 1.8388	19-Aug-14	–
Bought CAD 749 Sold GBP 410 @ 1.8274	19-Aug-14	–
Bought GBP 10 Sold CAD 18 @ 1.8443	19-Aug-14	–
Bought CAD 1 370 Sold EUR 916 @ 1.4952	20-Aug-14	30
Bought CAD 163 Sold USD 150 @ 1.0883	21-Aug-14	3
Bought CAD 187 Sold CHF 154 @ 1.2168	21-Aug-14	2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 55 Sold CHF 45 @ 1.2167	21-Aug-14	\$ 1
Bought CAD 1 598 Sold JPY 149 925 @ 0.0107	22-Aug-14	17
Bought CAD 595 Sold USD 547 @ 1.0870	22-Aug-14	10
Bought CAD 6 447 Sold USD 5 908 @ 1.0912	22-Aug-14	137
Bought CAD 744 Sold DKK 3 748 @ 0.1984	25-Aug-14	8
Bought CAD 17 Sold HKD 120 @ 0.1404	26-Aug-14	–
Bought CAD 176 Sold HKD 1 253 @ 0.1404	26-Aug-14	3
Bought CAD 369 Sold HKD 2 630 @ 0.1405	26-Aug-14	7
Bought CAD 38 Sold HKD 273 @ 0.1404	26-Aug-14	1
Bought CAD 382 Sold MXN 4 548 @ 0.0840	27-Aug-14	9
Bought CAD 1 288 Sold EUR 871 @ 1.4786	28-Aug-14	14
Bought CAD 547 Sold USD 500 @ 1.0947	28-Aug-14	13
Bought CAD 792 Sold KRW 746 157 @ 0.0011	29-Aug-14	6
Bought CAD 443 Sold EUR 300 @ 1.4757	02-Sep-14	4
Bought CAD 453 Sold EUR 307 @ 1.4757	02-Sep-14	4
Bought CAD 60 Sold EUR 41 @ 1.4755	02-Sep-14	1
Bought USD 9 Sold CAD 10 @ 1.0921	02-Sep-14	–
Bought CAD 204 Sold JPY 19 100 @ 0.0107	03-Sep-14	2
Bought CAD 5 817 Sold JPY 545 175 @ 0.0107	03-Sep-14	65
Bought CAD 734 Sold USD 675 @ 1.0869	03-Sep-14	12
Bought CAD 75 Sold JPY 7 000 @ 0.0107	03-Sep-14	1
Bought CAD 821 Sold JPY 77 000 @ 0.0107	03-Sep-14	9
Bought USD 130 Sold CAD 139 @ 1.0700	03-Sep-14	–
Bought CAD 202 Sold DKK 1 015 @ 0.1992	04-Sep-14	3
Bought CAD 21 Sold JPY 1 965 @ 0.0105	04-Sep-14	–
Bought CAD 226 Sold DKK 1 136 @ 0.1992	04-Sep-14	3
Bought CAD 28 Sold DKK 140 @ 0.1992	04-Sep-14	–
Bought CAD 32 Sold JPY 3 000 @ 0.0107	04-Sep-14	–
Bought CAD 465 Sold JPY 43 513 @ 0.0107	04-Sep-14	5
Bought CAD 894 Sold JPY 83 751 @ 0.0107	04-Sep-14	11
Bought CAD 406 Sold GBP 221 @ 1.8352	05-Sep-14	2
Bought CAD 432 Sold JPY 40 500 @ 0.0107	05-Sep-14	5
Bought CAD 245 Sold HKD 1 750 @ 0.1403	08-Sep-14	4
Bought CAD 592 Sold EUR 400 @ 1.4806	08-Sep-14	7
Bought USD 12 Sold CAD 13 @ 1.0844	08-Sep-14	–
Bought USD 21 Sold CAD 23 @ 1.0888	08-Sep-14	–
Bought USD 55 Sold CAD 59 @ 1.0754	08-Sep-14	–
Bought CAD 1 071 Sold USD 979 @ 1.0935	09-Sep-14	24
Bought CAD 4 352 Sold EUR 2 937 @ 1.4819	09-Sep-14	54
Bought CAD 527 Sold SGD 605 @ 0.8712	10-Sep-14	9
Bought CAD 18 Sold GBP 10 @ 1.8469	11-Sep-14	–
Bought CAD 2 549 Sold GBP 1 394 @ 1.8284	11-Sep-14	1
Bought CAD 955 Sold USD 873 @ 1.0945	11-Sep-14	23
Bought CAD 362 Sold JPY 33 900 @ 0.0107	12-Sep-14	4
Bought CAD 49 Sold DKK 250 @ 0.1976	12-Sep-14	–
Bought CAD 1 382 Sold MXN 16 589 @ 0.0833	15-Sep-14	23
Bought CAD 245 Sold GBP 133 @ 1.8456	15-Sep-14	2
Bought CAD 7 308 Sold GBP 3 960 @ 1.8454	16-Sep-14	70
Bought CAD 6 Sold CHF 5 @ 1.2000	17-Sep-14	–
Bought CAD 79 Sold CHF 65 @ 1.2138	17-Sep-14	1
Bought CAD 204 Sold USD 190 @ 1.0757	18-Sep-14	1
Bought CAD 7 635 Sold JPY 717 177 @ 0.0106	18-Sep-14	65
Bought USD 250 Sold CAD 268 @ 1.0707	18-Sep-14	–
Bought USD 30 Sold CAD 33 @ 1.0847	18-Sep-14	–
Bought USD 55 Sold CAD 59 @ 1.0761	18-Sep-14	–

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 250 Sold EUR 853 @ 1.4655	19-Sep-14	\$ 1
Bought CAD 336 Sold USD 314 @ 1.0708	19-Sep-14	1
Bought CAD 106 Sold GBP 58 @ 1.8285	22-Sep-14	–
Bought CAD 398 Sold USD 365 @ 1.0907	23-Sep-14	8
Bought CAD 120 Sold NOK 684 @ 0.1756	24-Sep-14	1
Bought CAD 26 Sold NOK 150 @ 0.1755	24-Sep-14	–
Bought CAD 29 Sold NOK 165 @ 0.1753	24-Sep-14	–
Bought CAD 49 Sold NOK 280 @ 0.1755	24-Sep-14	1
Bought CAD 89 Sold USD 83 @ 1.0754	24-Sep-14	1
Bought CAD 481 Sold EUR 328 @ 1.4662	25-Sep-14	1
Bought CAD 370 Sold JPY 35 000 @ 0.0106	29-Sep-14	–
Bought CAD 4 566 Sold USD 4 270 @ 1.0694	02-Oct-14	1
Bought CAD 6 629 Sold EUR 4 527 @ 1.4644	02-Oct-14	–
		\$ 6 847

Contracts	Maturity Date	Unrealized Loss
Bought USD 200 Sold CAD 217 @ 1.0869	03-Jul-14	\$ (4)
Bought USD 4 270 Sold CAD 4 556 @ 1.0670	03-Jul-14	(1)
Bought USD 420 Sold CAD 456 @ 1.0851	03-Jul-14	(8)
Bought USD 815 Sold CAD 886 @ 1.0871	08-Jul-14	(17)
Bought USD 1 090 Sold CAD 1 168 @ 1.0715	09-Jul-14	(5)
Bought USD 35 Sold CAD 38 @ 1.0868	09-Jul-14	(1)
Bought USD 750 Sold CAD 812 @ 1.0833	09-Jul-14	(12)
Bought TWD 21 379 Sold CAD 782 @ 0.0366	10-Jul-14	(18)
Bought JPY 6 746 Sold CAD 73 @ 0.0108	14-Jul-14	(2)
Bought SEK 746 Sold CAD 122 @ 6.0990	15-Jul-14	(3)
Bought USD 1 750 Sold CAD 1 879 @ 1.0739	15-Jul-14	(12)
Bought USD 3 667 Sold CAD 3 991 @ 1.0884	15-Jul-14	(78)
Bought USD 388 Sold CAD 428 @ 1.1026	17-Jul-14	(14)
Bought GBP 921 Sold CAD 1 705 @ 1.8508	23-Jul-14	(23)
Bought PHP 30 090 Sold CAD 739 @ 0.0246	24-Jul-14	(3)
Bought USD 40 Sold CAD 43 @ 1.0858	24-Jul-14	(1)
Bought USD 5 239 Sold CAD 5 792 @ 1.1056	24-Jul-14	(200)
Bought USD 88 Sold CAD 97 @ 1.1010	24-Jul-14	(3)
Bought MXN 8 810 Sold CAD 736 @ 0.0835	31-Jul-14	(13)
Bought MXN 9 264 Sold CAD 774 @ 0.0835	31-Jul-14	(13)
Bought CAD 616 Sold DKK 3 153 @ 0.1953	07-Aug-14	(3)
Bought USD 256 Sold CAD 276 @ 1.0770	07-Aug-14	(2)
Bought USD 809 Sold CAD 880 @ 1.0878	07-Aug-14	(16)
Bought USD 1 000 Sold CAD 1 070 @ 1.0696	08-Aug-14	(2)
Bought USD 245 Sold CAD 268 @ 1.0920	08-Aug-14	(6)
Bought USD 975 Sold CAD 1 048 @ 1.0745	08-Aug-14	(7)
Bought EUR 227 Sold CAD 340 @ 1.4966	14-Aug-14	(8)
Bought IDR 4 304 414 Sold CAD 389 @ 0.0001	20-Aug-14	(4)
Bought USD 190 Sold CAD 207 @ 1.0893	25-Aug-14	(4)
Bought USD 45 Sold CAD 49 @ 1.0877	25-Aug-14	(1)
Bought USD 477 Sold CAD 519 @ 1.0883	25-Aug-14	(10)
Bought CAD 553 Sold CHF 460 @ 1.2031	29-Aug-14	(1)
Bought KRW 746 157 Sold CAD 791 @ 0.0011	29-Aug-14	(5)
Bought USD 1 046 Sold CAD 1 127 @ 1.0777	02-Sep-14	(10)
Bought USD 105 Sold CAD 113 @ 1.0779	02-Sep-14	(1)
Bought USD 64 Sold CAD 69 @ 1.0779	02-Sep-14	(1)
Bought USD 874 Sold CAD 951 @ 1.0883	02-Sep-14	(17)
Bought USD 8 066 Sold CAD 8 782 @ 1.0888	03-Sep-14	(165)

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 2 207 Sold CAD 2 401 @ 1.0881	04-Sep-14	\$ (43)
Bought USD 2 236 Sold CAD 2 431 @ 1.0874	08-Sep-14	(42)
Bought USD 2 759 Sold CAD 2 992 @ 1.0844	08-Sep-14	(44)
Bought USD 60 Sold CAD 65 @ 1.0878	08-Sep-14	(1)
Bought USD 65 Sold CAD 70 @ 1.0843	08-Sep-14	(1)
Bought CAD 270 Sold CHF 225 @ 1.1995	09-Sep-14	(1)
Bought MXN 9 546 Sold CAD 796 @ 0.0833	12-Sep-14	(13)
Bought SEK 175 Sold CAD 29 @ 0.1631	12-Sep-14	(1)
Bought USD 150 Sold CAD 163 @ 1.0852	18-Sep-14	(2)
Bought CAD 588 Sold EUR 402 @ 1.4619	23-Sep-14	(1)
Bought CAD 1 112 Sold GBP 612 @ 1.8178	29-Sep-14	(6)
		<u>\$ (849)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 5 998</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 770 232	\$ 777 086	\$ 741 169
Cash	222	106	371
Due from investment dealers	3 674	3 730	1 034
Subscriptions receivable	207	311	220
Unrealized gain on futures contracts	34	–	–
Futures contracts margin receivable	59	202	–
Unrealized gain on foreign exchange contracts	6 847	2 897	4 251
Dividends receivable, interest accrued and other assets	2 541	2 624	2 299
TOTAL ASSETS	783 816	786 956	749 344
LIABILITIES			
Due to investment dealers	6 779	4 160	2 209
Redemptions payable	650	248	445
Unrealized loss on futures contracts	86	217	66
Futures contracts margin payable	–	–	178
Unrealized loss on foreign exchange contracts	849	4 347	2 099
Distributions payable	3	–	–
Accounts payable and accrued expenses	1 487	1 527	1 465
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	9 854	10 499	6 462
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 773 962	\$ 776 457	\$ 742 882
Investments at cost	\$ 661 756	\$ 668 734	\$ 670 523
NAV, END OF PERIOD			
SERIES A	\$ 747 462	\$ 754 205	\$ 725 089
ADVISOR SERIES	\$ 6 533	\$ 5 435	\$ 4 672
SERIES T5	\$ 44	\$ 120	\$ 11
SERIES T8	\$ 615	\$ 368	\$ 239
SERIES D	\$ 12 300	\$ 11 178	\$ 9 377
SERIES F	\$ 1 497	\$ 1 038	\$ 990
SERIES O	\$ 5 511	\$ 4 113	\$ 2 504
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.69	\$ 14.02	\$ 12.43
ADVISOR SERIES	\$ 14.81	\$ 14.14	\$ 12.52
SERIES T5	\$ 13.49	\$ 13.20	\$ 12.28
SERIES T8	\$ 9.13	\$ 9.07	\$ 8.69
SERIES D	\$ 15.55	\$ 14.78	\$ 12.99
SERIES F	\$ 16.63	\$ 15.78	\$ 13.83
SERIES O	\$ 16.77	\$ 15.83	\$ 13.71

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 073	\$ 6 154
Interest for distribution purposes	4 280	4 372
Net gain (loss) from futures contracts	(164)	(1 079)
Other income (loss)	37	33
Other income received from underlying funds	25	–
Securities lending revenue (see note 6 in the generic notes)	41	76
Net realized gain (loss) on investments	40 347	30 145
Net gain (loss) on foreign currencies and other net assets	(11 153)	4 897
Change in unrealized gain (loss) on investments	7 572	(6 651)
TOTAL INCOME (LOSS)	46 058	37 947
EXPENSES (see notes – Fund Specific Information)		
Management fees	7 589	7 372
Administration fees	567	554
Board of Governors costs	1	2
GST/HST	811	825
Transaction costs	473	448
Withholding tax	389	354
TOTAL EXPENSES	9 830	9 555
INCREASE (DECREASE) IN NAV	\$ 36 228	\$ 28 392
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 34 955	\$ 27 646
ADVISOR SERIES	\$ 283	\$ 179
SERIES T5	\$ 5	\$ (3)
SERIES T8	\$ 21	\$ 10
SERIES D	\$ 615	\$ 389
SERIES F	\$ 63	\$ 45
SERIES O	\$ 286	\$ 126
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.66	\$ 0.49
ADVISOR SERIES	\$ 0.68	\$ 0.49
SERIES T5	\$ 0.61	\$ 0.48
SERIES T8	\$ 0.42	\$ 0.34
SERIES D	\$ 0.77	\$ 0.57
SERIES F	\$ 0.85	\$ 0.62
SERIES O	\$ 0.95	\$ 0.71

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 36 228	\$ 28 392
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(40 345)	(30 144)
Change in unrealized loss (gain) on investments	(7 572)	6 651
(Increase) decrease in accrued receivables	243	(7 111)
Increase (decrease) in accrued payables	2 984	6 270
Cost of investments purchased	(542 303)	(581 440)
Proceeds on sales of investments	589 604	613 237
NET CASH PROVIDED BY OPERATING ACTIVITIES	38 839	35 855
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	29 775	27 172
Cash paid on redemption of redeemable units	(68 483)	(61 641)
Distributions paid to holders of redeemable units	(15)	(7)
NET CASH USED IN FINANCING ACTIVITIES	\$ (38 723)	\$ (34 476)
Net increase (decrease) in cash for the year	116	1 379
Cash (bank overdraft), beginning of period	106	371
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 222	\$ 1 750
Interest received	\$ 4 299	\$ 3 963
Dividends received, net of withholding taxes	\$ 4 785	\$ 5 800

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 754 205	\$ 725 089	\$ 5 435	\$ 4 672	\$ 120	\$ 11	\$ 368	\$ 239
INCREASE (DECREASE) IN NAV	34 955	27 646	283	179	5	(3)	21	10
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	24 123	24 834	1 503	440	24	106	255	132
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	5	5
Redemption of redeemable units	(65 821)	(59 645)	(688)	(710)	(103)	–	(16)	(53)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(41 698)	(34 811)	815	(270)	(79)	106	244	84
Distributions from net income	–	–	–	–	(2)	(1)	(18)	(11)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	(2)	(1)	(18)	(11)
NET INCREASE (DECREASE) IN NAV	(6 743)	(7 165)	1 098	(91)	(76)	102	247	83
NAV AT END OF PERIOD	\$ 747 462	\$ 717 924	\$ 6 533	\$ 4 581	\$ 44	\$ 113	\$ 615	\$ 322

For the periods ended June 30 (see note 2 in the generic notes)	Series D		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 178	\$ 9 377	\$ 1 038	\$ 990	\$ 4 113	\$ 2 504	\$ 776 457	\$ 742 882
INCREASE (DECREASE) IN NAV	615	389	63	45	286	126	36 228	28 392
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	2 232	1 151	441	106	1 197	403	29 775	27 172
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	5	5
Redemption of redeemable units	(1 725)	(927)	(45)	(185)	(85)	(121)	(68 483)	(61 641)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	507	224	396	(79)	1 112	282	(38 703)	(34 464)
Distributions from net income	–	–	–	–	–	–	(20)	(12)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	(20)	(12)
NET INCREASE (DECREASE) IN NAV	1 122	613	459	(34)	1 398	408	(2 495)	(6 084)
NAV AT END OF PERIOD	\$ 12 300	\$ 9 990	\$ 1 497	\$ 956	\$ 5 511	\$ 2 912	\$ 773 962	\$ 736 798

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth with a secondary focus on modest income. The Fund invests primarily in Canadian, U.S. and international equities and fixed-income securities. It may also invest in income trusts and may use derivatives.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 37.6% (December 31, 2013 – 37.7%, January 1, 2013 – 35.0%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	19.3	34.0	18.6
AA	47.5	32.0	47.1
A	25.9	25.1	23.8
BBB	6.6	6.9	8.1
BB	0.7	2.0	2.4
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.8% (December 31, 2013 – 37.7%, January 1, 2013 – 34.7%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	2.2	4.0	5.1
1 – 5 years	53.1	51.0	50.4
5 – 10 years	21.7	22.0	21.2
> 10 years	23.0	23.0	23.3
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.3% (December 31, 2013 – 2.3%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	18.5	15.9	18.2
Pound sterling	2.5	2.6	2.2
Euro	2.3	1.8	2.6
Japanese yen	1.6	1.9	1.7
Australian dollar	–	–	0.5
Swiss franc	–	–	0.5
Other currencies	2.8	2.7	2.1
Total	27.7	24.9	27.8

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.2%, January 1, 2013 – 0.3%).

In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



June 30, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	309 996	100 438	–	410 434
Mutual fund units	55 844	–	–	55 844
Fixed-income and debt securities	–	284 454	–	284 454
Short-term investments	–	19 500	–	19 500
Derivatives – assets	34	6 847	–	6 881
Derivatives – liabilities	(86)	(849)	–	(935)
Total financial instruments	365 788	410 390	–	776 178
% of total portfolio	47.1	52.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	305 570	99 243	–	404 813
Mutual fund units	57 480	–	–	57 480
Fixed-income and debt securities	–	292 239	–	292 239
Short-term investments	–	22 554	–	22 554
Derivatives – assets	–	2 897	–	2 897
Derivatives – liabilities	(217)	(4 347)	–	(4 564)
Total financial instruments	362 833	412 586	–	775 419
% of total portfolio	46.8	53.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	313 339	98 823	–	412 162
Mutual fund units	51 537	–	–	51 537
Fixed-income and debt securities	–	257 648	–	257 648
Short-term investments	–	19 822	–	19 822
Derivatives – assets	–	4 251	–	4 251
Derivatives – liabilities	(66)	(2 099)	–	(2 165)
Total financial instruments	364 810	378 445	–	743 255
% of total portfolio	49.1	50.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series T5	2.00%
Series T8	2.00%
Series D	1.25%
Series F	1.00%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	45	43
Series O	87	87
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	–
Non-capital losses	45 967
Non-capital losses expire in:	
2028	45 967



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	53 778	58 317
Issued number of units	1 685	1 930
Reinvested number of units	–	–
Redeemed number of units	(4 589)	(4 638)
Ending number of units	50 874	55 609
Advisor Series		
Opening units	384	373
Issued number of units	105	34
Reinvested number of units	–	–
Redeemed number of units	(48)	(55)
Ending number of units	441	352
Series T5		
Opening units	9	1
Issued number of units	2	8
Reinvested number of units	–	–
Redeemed number of units	(8)	–
Ending number of units	3	9
Series T8		
Opening units	41	28
Issued number of units	27	14
Reinvested number of units	1	1
Redeemed number of units	(2)	(6)
Ending number of units	67	37
Series D		
Opening units	756	722
Issued number of units	149	85
Reinvested number of units	–	–
Redeemed number of units	(114)	(69)
Ending number of units	791	738
Series F		
Opening units	66	72
Issued number of units	27	7
Reinvested number of units	–	–
Redeemed number of units	(3)	(13)
Ending number of units	90	66
Series O		
Opening units	260	183
Issued number of units	74	27
Reinvested number of units	–	–
Redeemed number of units	(5)	(8)
Ending number of units	329	202

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	473	100	448	100
Related-party brokerage commissions*	32	7	32	7
Commission arrangements†	19	4	18	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	63 111	51 634
Fair value of collateral received	64 373	52 667

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Global Balanced Guaranteed Investment Fund	224	164
RBC Life Insurance Universal Life Fund	104	96
Total	328	260

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	736 287	742 199
Revaluation of investments at FVTPL	511	683
Net assets attributable to holders of redeemable units	736 798	742 882
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		28 564
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(172)
Increase (decrease) in net assets attributable to holders of redeemable units		28 392

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC JANTZI BALANCED FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
3 374	Azure Dynamics Corp.	\$ 40	\$ —	
7 650	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	—	—	
958	Canadian Tire Corp. Ltd., Class A	84	98	
1 012	Dollarama Inc.	75	89	
1 892	Gildan Activewear Inc., Class A	70	119	
1 573	Imax Corp.	48	48	
1 041	Linamar Corp.	38	66	
2 029	Magna International Inc., Class A	116	233	
2 234	Quebecor Inc., Class B	57	58	
4 987	Shaw Communications Inc., Class B	114	136	
3 945	Thomson Corp.	142	153	
507	Tim Hortons Inc.	26	30	
		810	1 030	1.6
Consumer Staples				
2 932	Loblaw Companies Ltd.	127	140	
		127	140	0.2
Energy				
1 675	AltaGas Ltd.	62	82	
3 529	ARC Resources Ltd.	82	115	
2 364	Bonavista Energy Corp.	42	39	
1 626	Calfrac Well Services Ltd.	27	32	
11 560	Canadian Natural Resources Ltd.	407	567	
3 701	Cardinal Energy Ltd.	40	67	
7 117	Cenovus Energy Inc.	221	246	
3 931	Crescent Point Energy Corp.	158	186	
3 000	Crew Energy Inc.	25	33	
7 952	Encana Corp.	168	201	
2 709	Gibson Energy Inc.	57	92	
3 284	Husky Energy Inc.	95	113	
2 888	Imperial Oil Ltd.	128	162	
3 059	Inter Pipeline Ltd.	77	101	
916	Keyera Corp.	48	72	
992	MEG Energy Corp.	36	39	
2 959	Nuvista Energy Ltd.	25	35	
636	Paramount Resources Ltd., Class A	22	38	
3 875	Pembina Pipeline Corp.	117	178	
2 687	Pengrowth Energy Corp.	24	21	
2 168	Peyto Exploration & Development Corp.	49	87	
400	PrairieSky Royalty Ltd.	11	16	
3 865	Precision Drilling Corp.	39	58	
1 719	ShawCor Ltd.	58	102	
10 680	Spartan Energy Corp.	40	43	
13 031	Suncor Energy Inc.	453	593	
11 037	Talisman Energy Inc.	140	124	
2 540	Tourmaline Oil Corp.	111	143	
1 683	Trilogy Energy Corp.	49	49	
3 056	Trinidad Drilling Ltd.	25	37	
1 620	Veresen Inc.	20	30	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
1 485	Vermilion Energy Inc.	\$ 58	\$ 110	
3 127	Whitecap Resources Inc.	34	52	
		2 948	3 863	6.0
Financials				
1 735	Allied Properties Real Estate Investment Trust	59	61	
6 119	Bank of Montreal	391	481	
10 175	Bank of Nova Scotia	567	724	
6 155	Brookfield Asset Management Inc., Class A	235	289	
3 368	Brookfield Property Partners LP	56	75	
2 400	Calloway Real Estate Investment Trust	62	64	
2 829	Canaccord Genuity Group Inc.	30	35	
3 038	Canadian Imperial Bank of Commerce	242	295	
1 922	Chartwell Retirement Residences Real Estate Investment Trust	16	21	
1 550	CI Financial Corp.	49	54	
2 216	Dundee Bancorp Inc., Class A	40	38	
3 951	Element Financial Corp.	52	53	
1 834	Element Financial Corp., Subscription Receipts	23	25	
3 579	Great-West Lifeco Inc.	109	108	
2 653	H&R Real Estate Investment Trust	60	61	
2 388	Industrial Alliance Insurance & Financial Services Inc.	107	112	
1 464	Intact Financial Corp.	98	108	
16 364	Manulife Financial Corporation	331	347	
1 476	Onex Corporation	59	97	
6 797	Power Corporation of Canada	186	202	
11 833	Royal Bank of Canada*	653	903	
4 731	Sun Life Financial Inc.	133	186	
14 288	Toronto-Dominion Bank	558	785	
		4 116	5 124	7.9
Health Care				
2 126	Catamaran Corp.	106	100	
954	Valeant Pharmaceuticals International Inc.	66	129	
		172	229	0.4
Industrials				
6 716	Air Canada, Class B	37	64	
11 789	Bombardier Inc., Class B	50	44	
8 293	Canadian National Railway Co.	336	576	
1 514	Canadian Pacific Railway Ltd.	176	293	
1 422	Finning International Inc.	34	42	
2 169	Newalta Inc.	42	46	
1 486	Progressive Waste Solutions Ltd.	36	41	
1 142	Russel Metals Inc.	28	39	
1 652	WestJet Airlines Ltd.	33	43	
		772	1 188	1.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
1 562	Avigilon Corp.	\$ 39	\$ 37	
3 822	Blackberry Ltd.	30	42	
4 470	Descartes Systems Group Inc.	64	68	
1 176	DH Corp.	27	37	
1 593	Open Text Corp.	62	82	
8 819	Redknee Solutions Inc.	52	49	
		<u>274</u>	<u>315</u>	<u>0.5</u>
Materials				
3 543	Agnico Eagle Mines Ltd.	122	145	
970	Agrium Inc.	85	95	
2 460	Alamos Gold Inc.	33	27	
2 151	Canfor Corp.	50	50	
10 766	Capstone Mining Corp.	26	28	
2 901	Detour Gold Corp.	32	42	
780	Dominion Diamond Corp.	10	12	
11 991	Eldorado Gold Corp.	122	98	
4 585	First Quantum Minerals Ltd.	89	105	
2 225	Franco-Nevada Corp.	107	136	
581	Labrador Iron Ore Royalty Corp.	18	18	
4 085	Lundin Mining Corp.	21	24	
993	Methanex Corp.	64	66	
9 619	New Gold Inc.	83	65	
1 830	Osisko Gold Royalties Ltd.	29	29	
6 062	Potash Corporation of Saskatchewan Inc.	237	246	
3 207	Primero Mining Corp.	23	27	
6 251	Silver Wheaton Corp.	162	176	
3 570	Teck Resources Ltd., Class B	97	87	
5 910	Thompson Creek Metals Co. Inc.	16	19	
12 253	Torex Gold Resources Inc.	22	20	
426	West Fraser Timber Co. Ltd.	22	22	
7 356	Yamana Gold Inc.	77	65	
		<u>1 547</u>	<u>1 602</u>	<u>2.5</u>
Telecommunication Services				
4 341	BCE Inc.	175	210	
2 115	Rogers Communications Inc., Class B	88	91	
4 750	TELUS Corp.	138	189	
		<u>401</u>	<u>490</u>	<u>0.8</u>
Utilities				
6 131	Algonquin Power & Utilities Corp.	43	50	
3 405	Atco Ltd., Class I, Non-Voting	88	176	
1 176	Brookfield Infrastructure Partners LP	35	52	
1 924	Brookfield Renewable Energy Partners LP	51	61	
		<u>217</u>	<u>339</u>	<u>0.5</u>
TOTAL CANADIAN EQUITIES		<u>11 384</u>	<u>14 320</u>	<u>22.2</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
FOREIGN EQUITIES				
UNITED STATES EQUITIES				
Consumer Discretionary				
200	Autozone Inc.	\$ 115	\$ 114	
600	CBS Corp.	34	40	
1 400	Comcast Corp., Class A	79	80	
8 100	Ford Motor Company	143	149	
2 300	Garmin Ltd.	145	149	
1 000	General Motors Co.	40	39	
500	GoPro Inc., Class A	13	22	
1 500	Johnson Controls Inc.	81	80	
2 900	Macy's Inc.	183	179	
1 900	Nike Inc.	154	157	
500	O'Reilly Automotive Inc.	79	80	
800	Starwood Hotels & Resorts Worldwide Inc.	70	69	
2 200	The Walt Disney Company	179	201	
400	Time Warner Cable Inc.	62	63	
800	Yum! Brands, Inc.	69	69	
		<u>1 446</u>	<u>1 491</u>	<u>2.3</u>
Consumer Staples				
2 700	Coca-Cola Enterprises Inc.	136	138	
4 200	CVS Corp.	314	338	
2 300	Dr Pepper Snapple Group Inc.	135	144	
600	Mead Johnson Nutrition Co., Class A	60	60	
1 800	Molson Coors Brewing Co., Class B	142	142	
3 700	Mondelez International Inc.	150	148	
2 400	PepsiCo Inc.	224	229	
3 700	The Kroger Co.	185	195	
		<u>1 346</u>	<u>1 394</u>	<u>2.2</u>
Energy				
2 400	Apache Corp.	236	258	
1 900	Baker Hughes Inc.	137	151	
700	Cimarex Energy Co.	105	107	
1 900	Devon Energy Corporation	157	161	
1 300	EOG Resources Inc.	145	162	
1 500	EQT Corp.	165	171	
1 600	Hess Corp.	167	169	
2 600	Marathon Oil Corp.	110	111	
7 500	Weatherford International Plc.	176	184	
		<u>1 398</u>	<u>1 474</u>	<u>2.3</u>
Financials				
2 600	American International Group Inc.	149	151	
1 900	Ameriprise Financial Inc.	239	243	
3 400	Capital One Financial Corp.	283	300	
3 000	Discover Financial Services	170	198	
3 300	E*TRADE Financial Corp.	74	75	
3 700	Genworth Financial Inc., Class A	70	69	
4 600	Host Marriott Corp.	107	108	
3 500	Invesco Ltd.	141	141	
2 400	JPMorgan Chase & Co.	153	147	
3 500	MetLife Inc.	203	207	
7 000	Morgan Stanley	221	241	
8 100	Wells Fargo & Company	404	454	
		<u>2 214</u>	<u>2 334</u>	<u>3.6</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
1 300	AbbVie Inc.	\$ 76	\$ 78	
800	Aetna Inc.	71	69	
500	Biogen Idec Inc.	170	168	
1 600	Cardinal Health Inc.	114	117	
1 800	Eli Lilly & Co.	115	119	
1 700	Gilead Sciences Inc.	143	150	
500	Humana Inc.	69	68	
800	McKesson Corp.	154	159	
3 200	Medtronic Inc.	217	218	
2 200	UnitedHealth Group Incorporated	196	192	
1 900	WellPoint Inc.	212	218	
		1 537	1 556	2.4
Industrials				
1 200	3M Co.	179	183	
3 100	Delta Air Lines Inc.	96	128	
2 200	Norfolk Southern Corp.	234	242	
2 900	Robert Half International Inc.	149	148	
1 500	Rockwell Automation Inc.	196	200	
1 600	Saia Inc.	74	75	
4 900	Southwest Airlines	138	140	
1 800	Union Pacific Corp.	190	192	
1 900	United Rentals Inc.	169	212	
		1 425	1 520	2.4
Information Technology				
7 250	Apple Inc.	613	719	
7 200	Cisco Systems Inc.	186	191	
240	Google Inc., Class A	200	150	
8 200	Hewlett-Packard Co.	266	295	
8 500	Intel Corp.	252	280	
1 100	MasterCard Inc.	91	86	
9 300	Microsoft Corp.	387	414	
8 700	Nvidia Corp.	181	172	
8 100	Oracle Corporation	354	350	
1 700	QUALCOMM Inc.	148	144	
1 400	Seagate Technology	80	85	
700	Western Digital Corp.	66	69	
18 000	Xerox Corp.	226	239	
		3 050	3 194	5.0
Materials				
9 600	Alcoa Inc.	137	152	
1 500	LyondellBasell Industries N.V.	137	156	
600	PPG Industries Inc.	129	135	
		403	443	0.7
Telecommunication Services				
800	AT&T Inc.	32	30	
1 900	CenturyTel Inc.	76	73	
5 700	Frontier Communications Corp.	33	36	
2 800	Verizon Communications Inc.	148	146	
		289	285	0.4
Utilities				
7 100	NiSource Inc.	286	298	
2 600	Sempra Energy	283	290	
		569	588	0.9
TOTAL UNITED STATES EQUITIES		13 677	14 279	22.2

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
20 300	Brambles Ltd.	\$ 185	\$ 188	
2 500	Commonwealth Bank of Australia	187	203	
3 000	CSL Ltd.	204	201	
5 100	National Australia Bank Ltd.	136	168	
		712	760	1.2
Belgium				
2 575	InBev N.V.	310	316	
		310	316	0.5
Denmark				
5 451	Christian Hansen Holding A/S	163	245	
6 479	Novo Nordisk A/S	195	319	
		358	564	0.9
Finland				
3 912	Sampo OYJ	109	211	
		109	211	0.3
Germany				
993	Brenntag AG	120	190	
549	Continental AG	74	136	
2 756	Fuchs Petrolub SE Preference	122	133	
4 134	GEA Group AG	122	208	
2 198	Henkel KGaA, Preferred Non-Voting	183	270	
3 318	SAP AG	209	273	
		830	1 210	1.9
Hong Kong				
20 000	ASM Pacific Technology Limited	201	233	
22 500	Hong Kong Electric Holdings Ltd.	220	210	
		421	443	0.7
Ireland				
2 356	Paddy Power Plc.	179	165	
		179	165	0.3
Italy				
4 332	Azimut Holding S.p.A.	42	119	
		42	119	0.2
Japan				
16 000	Asahi Kasei Corp.	104	131	
3 200	Bridgestone Corp.	123	120	
1 500	East Japan Railway Company	127	126	
1 900	KDDI Corporation	122	124	
6 200	Mitsubishi Corp.	122	138	
3 400	Nomura Research Institute Ltd.	116	114	
3 100	Seiko Epson Corp.	139	141	
1 700	SoftBank Corp.	153	135	
9 000	Sumitomo Electric Industries Ltd.	131	135	
3 400	Sumitomo Mitsui Financial Group Inc.	108	152	
4 100	Tokio Marine Holdings, Inc.	138	144	
1 900	Toyota Motor Corp.	95	121	
24 800	Yahoo! Japan Corp.	129	122	
		1 607	1 703	2.6
Netherlands				
8 930	Elsevier N.V.	207	219	
20 689	ING Groep N.V.	237	310	
75 242	Koninklijke KPN N.V.	297	293	
8 979	SBM Offshore N.V.	195	154	
		936	976	1.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Norway				
9 140	DnB ASA	\$ 111	\$ 178	
		111	178	0.3
Spain				
5 745	ACS Actividades Construccion y Servicios S.A.	219	280	
10 132	Gamesa Corp Tecnologica S.A.	76	135	
2 575	Grifols S.A.	145	150	
		440	565	0.9
Sweden				
3 498	Svenska Cellulosa AB	58	97	
5 649	Swedbank AB	96	160	
		154	257	0.4
Switzerland				
1 733	Novartis AG	96	167	
1 129	Roche Holdings AG Genussscheine	260	359	
738	Schindler Holding AG	91	120	
		447	646	1.0

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
21 071	Aberdeen Asset Management Plc.	\$ 94	\$ 174	
4 528	Berkeley Group Holdings Plc.	177	200	
38 420	BT Group Plc.	130	269	
19 798	Daily Mail & General Trust Plc.	243	301	
5 417	Diageo Plc.	124	184	
20 867	Howden Joinery Group Plc.	40	118	
3 004	London Stock Exchange Group Plc.	47	110	
5 749	Petrofac Limited	134	126	
12 058	Playtech Plc.	158	136	
3 722	Rio Tinto Plc.	228	214	
4 150	Shire Plc.	152	347	
		1 527	2 179	3.4
TOTAL INTERNATIONAL EQUITIES		8 183	10 292	16.1
TOTAL FOREIGN EQUITIES		21 860	24 571	38.3
TOTAL EQUITIES		33 244	38 891	60.5

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
100	407 International Inc.	5.750	14-Feb-36	\$ 95	\$ 121	
150	AltaGas Ltd.	4.550	17-Jan-19	163	163	
150	Bank of Montreal	6.020	02-May-18	171	172	
150	Bank of Nova Scotia	2.598	27-Feb-17	153	153	
100	Bell Aliant Regional Communications LP	5.410	26-Sep-16	103	108	
100	Bell Canada	6.100	16-Mar-35	110	122	
150	Caisse Centrale Desjardins	2.795	19-Nov-18	150	153	
80	Calloway Real Estate Investment Trust	5.370	12-Oct-16	88	86	
150	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	150	152	
150	Canadian Western Bank	3.077	14-Jan-19	150	154	
100	First Capital Realty Inc.	3.950	05-Dec-22	103	102	
100	Greater Toronto Airports Authority	5.960	20-Nov-19	123	118	
50	Greater Toronto Airports Authority	6.470	02-Feb-34	56	66	
150	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	155	166	
100	H&R Real Estate Investment Trust	3.344	20-Jun-18	99	102	
150	Loblaw Companies Ltd.	5.900	18-Jan-36	138	172	
100	Manulife Bank of Canada	2.383	17-Oct-16	100	101	
150	Master Credit Card Trust	2.626	21-Jan-17	153	153	
150	National Bank of Canada	2.689	21-Aug-17	153	153	
125	Rogers Communications Inc.	6.110	25-Aug-40	138	147	
150	Royal Bank of Canada*	2.680	08-Dec-16	151	153	
100	Shaw Communications Inc.	5.650	01-Oct-19	111	114	
100	TELUS Corp.	4.400	01-Apr-43	89	97	
100	Toronto-Dominion Bank	4.779	14-Dec-16	99	107	
150	Union Gas Ltd.	4.850	25-Apr-22	167	170	
25	Wells Fargo Canada Corp.	2.780	15-Nov-18	25	26	
150	Wells Fargo Canada Corp.	2.944	25-Jul-19	147	154	
				3 340	3 485	5.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
200	Canada Housing Trust No. 1	2.450	15-Dec-15	\$ 205	\$ 203	
65	Canada Housing Trust No. 1	3.350	15-Dec-20	65	70	
150	Government of Canada	1.250	01-Feb-16	150	150	
145	Government of Canada	2.750	01-Sep-16	150	150	
200	Government of Canada	1.750	01-Mar-19	200	202	
150	Government of Canada	1.750	01-Sep-19	149	151	
30	Government of Canada	2.500	01-Jun-24	29	30	
42	Government of Canada	5.750	01-Jun-33	54	60	
75	Government of Canada	4.000	01-Jun-41	95	91	
				1 097	1 107	1.7
PROVINCIAL/MUNICIPAL						
125	Province of Manitoba	2.050	01-Dec-16	126	127	
300	Province of New Brunswick	4.400	03-Jun-19	332	333	
75	Province of Newfoundland	6.150	17-Apr-28	89	98	
50	Province of Nova Scotia	4.500	01-Jun-37	47	56	
525	Province of Ontario	1.900	08-Sep-17	521	530	
250	Province of Ontario USD	1.100	25-Oct-17	275	266	
550	Province of Ontario	2.100	08-Sep-18	547	556	
200	Province of Ontario	4.200	02-Jun-20	218	221	
500	Province of Ontario	3.150	02-Jun-22	502	515	
100	Province of Ontario	2.850	02-Jun-23	100	99	
100	Province of Ontario	3.500	02-Jun-24	101	104	
70	Province of Ontario	4.600	02-Jun-39	72	80	
150	Province of Ontario	4.650	02-Jun-41	176	174	
280	Province of Ontario	3.450	02-Jun-45	251	267	
100	Province of Quebec	5.500	01-Dec-14	111	102	
50	Province of Quebec EUR	3.375	20-Jun-16	71	78	
240	Province of Quebec	4.500	01-Dec-17	237	263	
150	Province of Quebec	3.000	01-Sep-23	149	150	
70	Province of Quebec	5.000	01-Dec-38	84	84	
65	Province of Quebec	5.000	01-Dec-41	71	78	
50	Province of Quebec	4.250	01-Dec-43	52	54	
				4 132	4 235	6.6
TOTAL CANADIAN BONDS				8 569	8 827	13.7
FOREIGN BONDS						
Australia						
130	Australia Government AUD	4.500	15-Apr-20	130	140	
				130	140	0.2
Belgium						
95	Belgium Government EUR	4.250	28-Sep-22	137	171	
26	Belgium Government EUR	4.500	28-Mar-26	44	48	
15	Belgium Government EUR	3.750	22-Jun-45	20	26	
				201	245	0.4
Denmark						
250	Denmark Government DKK	4.000	15-Nov-17	51	55	
970	Denmark Government DKK	3.000	15-Nov-21	201	218	
400	Denmark Government DKK	1.500	15-Nov-23	82	80	
				334	353	0.5
Finland						
16	Finland Government EUR	2.750	04-Jul-28	21	26	
				21	26	-

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
251	France O.A.T. EUR	0.250	25-Nov-15	\$ 339	\$ 368	
140	France O.A.T. EUR	1.000	25-May-19	210	209	
80	France O.A.T. EUR	2.250	25-May-24	123	124	
88	France O.A.T. EUR	4.000	25-Oct-38	130	162	
96	France O.A.T. EUR	3.250	25-May-45	142	156	
				944	1 019	1.6
Germany						
29	Bundesrepublik Deutschland EUR	3.500	04-Jan-16	43	45	
195	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	305	324	
288	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	377	439	
20	Bundesrepublik Deutschland EUR	5.500	04-Jan-31	38	44	
				763	852	1.3
Ireland						
25	GE Capital European Funding EUR	2.875	17-Sep-15	34	38	
60	GE Capital European Funding EUR	3.750	04-Apr-16	97	93	
6	Ireland Government EUR	5.000	18-Oct-20	7	11	
5	Ireland Government EUR	3.900	20-Mar-23	7	8	
22	Ireland Government EUR	3.400	18-Mar-24	32	35	
				177	185	0.3
Italy						
290	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	430	431	
125	Buoni Poliennali Del Tesoro EUR	3.500	01-Nov-17	167	198	
110	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	171	169	
115	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	165	206	
150	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	207	260	
				1 140	1 264	2.0
Japan						
10 000	Development Bank of Japan JPY	1.750	17-Mar-17	113	110	
20 000	Japan Finance Corporation for Municipal Enterprises JPY	2.000	09-May-16	225	218	
10 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	143	112	
28 400	Japan Government Five Year JPY	0.800	20-Jun-23	320	301	
9 000	Japan Government Ten Year JPY	1.700	20-Sep-17	114	100	
20 000	Japan Government Ten Year JPY	1.300	20-Mar-18	220	220	
6 000	Japan Government Ten Year JPY	1.400	20-Sep-19	70	67	
17 000	Japan Government Ten Year JPY	1.000	20-Sep-20	205	188	
27 700	Japan Government Ten Year JPY	0.800	20-Sep-22	288	301	
10 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	123	121	
24 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	287	292	
49 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	566	556	
25 000	Japan Government Twenty Year JPY	1.600	20-Dec-33	268	273	
25	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	34	37	
				2 976	2 896	4.5
Mexico						
300	Mexican Bonos MXN	7.250	15-Dec-16	25	27	
1 250	Mexican Bonos MXN	6.500	09-Jun-22	111	109	
				136	136	0.2
Norway						
25	Eksportfinans ASA USD	5.500	26-Jun-17	28	29	
				28	29	-
Singapore						
25	Singapore Government SGD	4.000	01-Sep-18	24	24	
				24	24	-

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Spain						
170	Spain Government EUR	3.000	30-Apr-15	\$ 259	\$ 254	
97	Spain Government EUR	3.300	30-Jul-16	138	150	
75	Spain Government EUR	5.400	31-Jan-23	136	135	
150	Spain Government EUR	5.150	31-Oct-28	220	264	
95	Spain Government EUR	5.150	31-Oct-44	135	168	
				888	971	1.5
Supranational						
60	European Financial Stability Facility EUR	2.000	15-May-17	85	92	
				85	92	0.1
Sweden						
550	Government of Sweden SEK	4.250	12-Mar-19	102	101	
120	Government of Sweden SEK	1.500	13-Nov-23	20	19	
				122	120	0.2
United Kingdom						
287	United Kingdom Gilt GBP	1.750	22-Jan-17	529	531	
35	United Kingdom Gilt GBP	4.750	07-Mar-20	74	73	
15	United Kingdom Gilt GBP	1.750	07-Sep-22	23	26	
152	United Kingdom Gilt GBP	4.250	07-Mar-36	282	316	
				908	946	1.5
United States						
1 458	United States Treasury	0.375	15-Nov-15	1 588	1 559	
1 105	United States Treasury	3.250	31-Dec-16	1 215	1 254	
444	United States Treasury	0.875	31-Jan-17	469	476	
390	United States Treasury	2.250	31-Jul-18	442	431	
900	United States Treasury	1.000	30-Sep-19	914	926	
239	United States Treasury	1.625	15-Aug-22	243	242	
289	United States Treasury	3.500	15-Feb-39	299	322	
				5 170	5 210	8.1
TOTAL FOREIGN BONDS				14 047	14 508	22.2
TOTAL BONDS				22 616	23 335	35.9
SHORT-TERM INVESTMENTS†				2 691	2 692	4.2
TOTAL INVESTMENTS				58 551	64 918	100.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	501	0.8
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(40)	(0.1)
TOTAL PORTFOLIO				\$ 58 551	65 379	101.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(858)	(1.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 64 521	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 13 Sold JPY 1 214 @ 0.0109	02-Jul-14	\$ -
Bought CAD 17 Sold HKD 121 @ 0.1410	02-Jul-14	-
Bought CAD 27 Sold GBP 15 @ 1.8297	02-Jul-14	-
Bought CAD 273 Sold GBP 147 @ 1.8569	02-Jul-14	5
Bought CAD 49 Sold NOK 283 @ 0.1740	02-Jul-14	-
Bought DKK 257 Sold CAD 50 @ 0.1951	02-Jul-14	-
Bought GBP 162 Sold CAD 294 @ 1.8152	02-Jul-14	2
Bought HKD 121 Sold CAD 17 @ 0.1377	02-Jul-14	-
Bought JPY 1 214 Sold CAD 13 @ 0.0105	02-Jul-14	-
Bought CAD 1 092 Sold USD 972 @ 1.1233	03-Jul-14	55
Bought CAD 11 Sold JPY 1 026 @ 0.0108	03-Jul-14	-
Bought CAD 32 Sold CHF 26 @ 1.2027	03-Jul-14	-
Bought GBP 17 Sold CAD 32 @ 1.8244	03-Jul-14	-
Bought JPY 1 026 Sold CAD 11 @ 0.0105	03-Jul-14	-
Bought USD 972 Sold CAD 1 037 @ 1.0670	03-Jul-14	-
Bought CAD 17 Sold SEK 98 @ 0.1687	07-Jul-14	1
Bought CAD 37 Sold SEK 226 @ 0.1634	07-Jul-14	1
Bought CAD 57 Sold SEK 340 @ 0.1686	07-Jul-14	3
Bought CAD 7 Sold SEK 43 @ 0.1687	07-Jul-14	-
Bought CAD 9 Sold SEK 57 @ 0.1634	07-Jul-14	-
Bought CAD 104 Sold USD 94 @ 1.1045	08-Jul-14	4
Bought CAD 220 Sold USD 202 @ 1.0871	08-Jul-14	4
Bought CAD 129 Sold USD 118 @ 1.0931	09-Jul-14	3
Bought CAD 14 Sold JPY 1 300 @ 0.0107	09-Jul-14	-
Bought CAD 244 Sold JPY 22 710 @ 0.0108	09-Jul-14	5
Bought CAD 254 Sold USD 231 @ 1.0977	09-Jul-14	7
Bought CAD 629 Sold USD 568 @ 1.1070	09-Jul-14	23
Bought USD 10 Sold CAD 11 @ 1.0742	09-Jul-14	-
Bought USD 35 Sold CAD 38 @ 1.0715	09-Jul-14	-
Bought CAD 190 Sold USD 174 @ 1.0914	10-Jul-14	6
Bought CAD 310 Sold USD 288 @ 1.0765	10-Jul-14	3
Bought CAD 665 Sold USD 602 @ 1.1057	10-Jul-14	26
Bought USD 6 Sold CAD 7 @ 1.1018	10-Jul-14	-
Bought CAD 21 Sold JPY 1 982 @ 0.0108	11-Jul-14	1
Bought CAD 82 Sold EUR 54 @ 1.5110	11-Jul-14	3
Bought CAD 90 Sold EUR 61 @ 1.4958	11-Jul-14	2
Bought CAD 199 Sold JPY 18 375 @ 0.0108	14-Jul-14	6
Bought CAD 21 Sold JPY 1 933 @ 0.0107	14-Jul-14	-
Bought CAD 8 Sold JPY 785 @ 0.0107	14-Jul-14	-
Bought CAD 1 069 Sold USD 967 @ 1.1053	15-Jul-14	40
Bought CAD 11 Sold CHF 9 @ 1.2538	15-Jul-14	-
Bought CAD 11 Sold GBP 6 @ 1.8464	15-Jul-14	-
Bought CAD 13 Sold SEK 81 @ 0.1633	15-Jul-14	-
Bought CAD 145 Sold USD 135 @ 1.0739	15-Jul-14	1
Bought CAD 44 Sold USD 40 @ 1.0932	15-Jul-14	1
Bought CHF 26 Sold CAD 31 @ 1.2032	15-Jul-14	-
Bought SEK 81 Sold CAD 13 @ 6.0990	15-Jul-14	-
Bought CAD 52 Sold EUR 34 @ 1.5176	16-Jul-14	2
Bought CAD 172 Sold USD 157 @ 1.0949	17-Jul-14	4
Bought CAD 21 Sold DKK 106 @ 0.2002	17-Jul-14	-
Bought CAD 11 Sold JPY 1 026 @ 0.0105	18-Jul-14	-
Bought CAD 84 Sold JPY 7 819 @ 0.0108	18-Jul-14	2
Bought CAD 4 Sold HKD 30 @ 0.1402	21-Jul-14	-
Bought CAD 5 Sold HKD 35 @ 0.1411	21-Jul-14	-
Bought CAD 1 321 Sold EUR 867 @ 1.5230	22-Jul-14	55

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 Sold EUR 7 @ 1.4712	22-Jul-14	\$ -
Bought CAD 100 Sold EUR 68 @ 1.4743	22-Jul-14	1
Bought CAD 144 Sold JPY 13 318 @ 0.0108	22-Jul-14	4
Bought CAD 52 Sold AUD 52 @ 1.0063	22-Jul-14	-
Bought CAD 133 Sold GBP 72 @ 1.8411	23-Jul-14	1
Bought CAD 27 Sold CHF 22 @ 1.2213	23-Jul-14	-
Bought CAD 29 Sold CHF 24 @ 1.2233	23-Jul-14	-
Bought CAD 290 Sold USD 265 @ 1.0954	23-Jul-14	7
Bought GBP 6 Sold CAD 11 @ 1.8229	23-Jul-14	-
Bought CAD 143 Sold AUD 142 @ 1.0055	24-Jul-14	-
Bought CAD 431 Sold EUR 288 @ 1.4963	24-Jul-14	10
Bought USD 4 Sold CAD 4 @ 1.1010	24-Jul-14	-
Bought USD 6 Sold CAD 6 @ 1.1053	24-Jul-14	-
Bought CAD 21 Sold MXN 253 @ 0.0843	25-Jul-14	1
Bought CAD 254 Sold USD 231 @ 1.0990	25-Jul-14	7
Bought CAD 17 Sold USD 15 @ 1.1009	28-Jul-14	1
Bought CAD 18 Sold AUD 18 @ 1.0055	28-Jul-14	-
Bought CAD 24 Sold AUD 24 @ 1.0125	28-Jul-14	-
Bought CAD 26 Sold AUD 26 @ 1.0119	28-Jul-14	-
Bought CAD 46 Sold AUD 45 @ 1.0055	28-Jul-14	-
Bought CAD 20 Sold GBP 11 @ 1.8299	29-Jul-14	-
Bought CAD 8 Sold USD 7 @ 1.0985	29-Jul-14	-
Bought GBP 2 Sold CAD 4 @ 1.8220	29-Jul-14	-
Bought CAD 3 Sold JPY 300 @ 0.0105	30-Jul-14	-
Bought CAD 33 Sold NOK 177 @ 0.1840	30-Jul-14	2
Bought CAD 4 Sold EUR 3 @ 1.4716	30-Jul-14	-
Bought CAD 432 Sold JPY 40 443 @ 0.0107	30-Jul-14	6
Bought CAD 74 Sold EUR 50 @ 1.4830	30-Jul-14	1
Bought NOK 283 Sold CAD 49 @ 0.1739	30-Jul-14	-
Bought CAD 1 049 Sold EUR 691 @ 1.5182	01-Aug-14	39
Bought CAD 10 Sold EUR 7 @ 1.4741	01-Aug-14	-
Bought CAD 24 Sold JPY 2 293 @ 0.0107	01-Aug-14	-
Bought CAD 4 Sold JPY 330 @ 0.0107	01-Aug-14	-
Bought CAD 45 Sold EUR 30 @ 1.4882	01-Aug-14	1
Bought EUR 7 Sold CAD 10 @ 1.4930	01-Aug-14	-
Bought CAD 16 Sold DKK 82 @ 0.1980	05-Aug-14	-
Bought CAD 23 Sold NOK 131 @ 0.1756	05-Aug-14	-
Bought CAD 5 Sold CHF 4 @ 1.2123	05-Aug-14	-
Bought CAD 55 Sold USD 50 @ 1.0927	05-Aug-14	1
Bought CAD 71 Sold DKK 347 @ 0.2044	05-Aug-14	3
Bought CAD 5 Sold SEK 31 @ 0.1634	06-Aug-14	-
Bought CAD 28 Sold CHF 24 @ 1.2029	07-Aug-14	-
Bought CAD 50 Sold DKK 256 @ 0.1953	07-Aug-14	-
Bought CAD 79 Sold DKK 398 @ 0.1990	07-Aug-14	1
Bought USD 21 Sold CAD 23 @ 1.0770	07-Aug-14	-
Bought CAD 13 Sold USD 12 @ 1.0896	08-Aug-14	-
Bought CAD 157 Sold USD 147 @ 1.0696	08-Aug-14	-
Bought CAD 27 Sold USD 25 @ 1.0920	08-Aug-14	1
Bought CAD 572 Sold USD 524 @ 1.0912	08-Aug-14	12
Bought CAD 9 Sold HKD 65 @ 0.1403	11-Aug-14	-
Bought CAD 124 Sold JPY 11 628 @ 0.0107	12-Aug-14	2
Bought CAD 142 Sold USD 130 @ 1.0919	12-Aug-14	3
Bought CAD 158 Sold EUR 105 @ 1.5009	12-Aug-14	4
Bought CAD 164 Sold USD 150 @ 1.0901	12-Aug-14	3
Bought CAD 20 Sold GBP 11 @ 1.8442	12-Aug-14	-

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 23 Sold EUR 16 @ 1.4916	12-Aug-14	\$ -
Bought CAD 26 Sold CHF 22 @ 1.2122	12-Aug-14	-
Bought CAD 31 Sold CHF 26 @ 1.2168	12-Aug-14	-
Bought CAD 45 Sold EUR 30 @ 1.4934	12-Aug-14	1
Bought CAD 21 Sold EUR 14 @ 1.4986	13-Aug-14	-
Bought CAD 690 Sold USD 636 @ 1.0845	13-Aug-14	11
Bought CAD 99 Sold DKK 491 @ 0.2007	13-Aug-14	2
Bought CAD 22 Sold EUR 15 @ 1.4942	14-Aug-14	-
Bought CAD 23 Sold SEK 139 @ 0.1637	15-Aug-14	1
Bought CAD 37 Sold SEK 229 @ 0.1637	15-Aug-14	1
Bought CAD 15 Sold GBP 8 @ 1.8274	19-Aug-14	-
Bought CAD 5 Sold USD 5 @ 1.0884	19-Aug-14	-
Bought CAD 12 Sold DKK 63 @ 0.1965	20-Aug-14	-
Bought CAD 2 Sold NOK 10 @ 0.1755	20-Aug-14	-
Bought CAD 266 Sold EUR 178 @ 1.4952	20-Aug-14	6
Bought CAD 282 Sold JPY 26 381 @ 0.0107	20-Aug-14	4
Bought CAD 4 Sold NOK 22 @ 0.1756	20-Aug-14	-
Bought CAD 16 Sold USD 15 @ 1.0883	21-Aug-14	-
Bought CAD 40 Sold CHF 33 @ 1.2167	21-Aug-14	-
Bought CAD 41 Sold CHF 34 @ 1.2175	21-Aug-14	-
Bought CAD 47 Sold CHF 38 @ 1.2168	21-Aug-14	-
Bought CAD 9 Sold USD 8 @ 1.0927	21-Aug-14	-
Bought CHF 20 Sold CAD 24 @ 1.2124	21-Aug-14	-
Bought CAD 593 Sold USD 543 @ 1.0912	22-Aug-14	13
Bought CAD 114 Sold DKK 574 @ 0.1984	25-Aug-14	1
Bought CAD 15 Sold USD 14 @ 1.0893	25-Aug-14	-
Bought CAD 5 Sold USD 5 @ 1.0883	25-Aug-14	-
Bought CAD 12 Sold HKD 89 @ 0.1404	26-Aug-14	-
Bought CAD 2 Sold HKD 12 @ 0.1404	26-Aug-14	-
Bought CAD 22 Sold AUD 22 @ 1.0109	26-Aug-14	-
Bought CAD 55 Sold HKD 391 @ 0.1405	26-Aug-14	1
Bought CAD 9 Sold HKD 62 @ 0.1404	26-Aug-14	-
Bought CAD 10 Sold EUR 7 @ 1.4620	27-Aug-14	-
Bought CAD 220 Sold USD 202 @ 1.0879	27-Aug-14	4
Bought CAD 67 Sold MXN 795 @ 0.0840	27-Aug-14	2
Bought CAD 25 Sold EUR 17 @ 1.4786	28-Aug-14	-
Bought CAD 29 Sold CHF 24 @ 1.2031	29-Aug-14	-
Bought CAD 18 Sold EUR 12 @ 1.4757	02-Sep-14	-
Bought CAD 53 Sold EUR 36 @ 1.4755	02-Sep-14	-
Bought CAD 7 Sold EUR 5 @ 1.4757	02-Sep-14	-
Bought USD 1 Sold CAD 1 @ 1.0921	02-Sep-14	-
Bought USD 32 Sold CAD 34 @ 1.0779	02-Sep-14	-
Bought CAD 104 Sold JPY 9 727 @ 0.0107	03-Sep-14	1
Bought CAD 347 Sold JPY 32 506 @ 0.0107	03-Sep-14	4
Bought CAD 157 Sold USD 144 @ 1.0881	04-Sep-14	3
Bought CAD 17 Sold DKK 85 @ 0.1992	04-Sep-14	-
Bought CAD 19 Sold JPY 1 780 @ 0.0107	04-Sep-14	-
Bought CAD 48 Sold JPY 4 516 @ 0.0107	04-Sep-14	1
Bought CAD 73 Sold JPY 6 854 @ 0.0107	04-Sep-14	1
Bought CAD 352 Sold JPY 32 992 @ 0.0107	05-Sep-14	4
Bought CAD 22 Sold EUR 15 @ 1.4806	08-Sep-14	-
Bought CAD 3 Sold HKD 20 @ 0.1403	08-Sep-14	-
Bought CAD 48 Sold EUR 32 @ 1.4942	08-Sep-14	1
Bought USD 14 Sold CAD 15 @ 1.0844	08-Sep-14	-

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 23 Sold CAD 25 @ 1.0754	08-Sep-14	\$ -
Bought USD 5 Sold CAD 5 @ 1.0888	08-Sep-14	-
Bought CAD 1 098 Sold EUR 741 @ 1.4819	09-Sep-14	14
Bought CAD 116 Sold USD 106 @ 1.0935	09-Sep-14	3
Bought CAD 21 Sold SGD 24 @ 0.8712	10-Sep-14	-
Bought CAD 5 Sold SGD 6 @ 0.8709	10-Sep-14	-
Bought CAD 307 Sold GBP 168 @ 1.8284	11-Sep-14	-
Bought CAD 784 Sold USD 716 @ 1.0945	11-Sep-14	19
Bought CAD 109 Sold JPY 10 210 @ 0.0107	12-Sep-14	1
Bought CAD 17 Sold HKD 121 @ 0.1379	12-Sep-14	-
Bought CAD 19 Sold DKK 98 @ 0.1976	12-Sep-14	-
Bought CAD 101 Sold GBP 55 @ 1.8455	15-Sep-14	1
Bought CAD 222 Sold GBP 120 @ 1.8456	15-Sep-14	2
Bought CAD 26 Sold MXN 311 @ 0.0832	15-Sep-14	-
Bought CAD 27 Sold MXN 326 @ 0.0831	15-Sep-14	-
Bought CAD 31 Sold GBP 17 @ 1.8266	15-Sep-14	-
Bought CAD 430 Sold GBP 233 @ 1.8454	16-Sep-14	4
Bought CAD 15 Sold CHF 12 @ 1.2138	17-Sep-14	-
Bought CAD 398 Sold EUR 269 @ 1.4784	17-Sep-14	4
Bought CAD 11 Sold USD 10 @ 1.0734	18-Sep-14	-
Bought CAD 273 Sold USD 251 @ 1.0874	18-Sep-14	5
Bought CAD 31 Sold USD 29 @ 1.0761	18-Sep-14	-
Bought CAD 819 Sold JPY 76 931 @ 0.0106	18-Sep-14	7
Bought USD 30 Sold CAD 32 @ 1.0707	18-Sep-14	-
Bought CAD 81 Sold EUR 55 @ 1.4655	19-Sep-14	-
Bought CAD 37 Sold GBP 20 @ 1.8285	22-Sep-14	-
Bought CAD 134 Sold EUR 92 @ 1.4619	23-Sep-14	-
Bought CAD 48 Sold EUR 33 @ 1.4626	23-Sep-14	-
Bought CAD 59 Sold USD 54 @ 1.0907	23-Sep-14	1
Bought CAD 12 Sold NOK 68 @ 0.1755	24-Sep-14	-
Bought CAD 17 Sold NOK 96 @ 0.1756	24-Sep-14	-
Bought CAD 2 Sold NOK 10 @ 0.1753	24-Sep-14	-
Bought CAD 4 Sold NOK 24 @ 0.1755	24-Sep-14	-
Bought USD 9 Sold CAD 10 @ 1.0755	24-Sep-14	-
Bought CAD 692 Sold EUR 472 @ 1.4662	25-Sep-14	2
Bought CAD 13 Sold JPY 1 214 @ 0.0106	29-Sep-14	-
Bought CAD 1 039 Sold USD 972 @ 1.0694	02-Oct-14	-

\$ 501

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 27 Sold CAD 30 @ 1.1026	17-Jul-14	\$ (1)
Bought GBP 66 Sold CAD 122 @ 1.8508	23-Jul-14	(2)
Bought USD 35 Sold CAD 38 @ 1.0923	24-Jul-14	(1)
Bought USD 37 Sold CAD 40 @ 1.0877	24-Jul-14	(1)
Bought USD 416 Sold CAD 460 @ 1.1056	24-Jul-14	(16)
Bought USD 71 Sold CAD 77 @ 1.0886	25-Jul-14	(2)
Bought USD 63 Sold CAD 69 @ 1.0878	07-Aug-14	(1)
Bought EUR 30 Sold CAD 45 @ 1.4966	14-Aug-14	(1)
Bought USD 33 Sold CAD 36 @ 1.0903	14-Aug-14	(1)
Bought USD 103 Sold CAD 111 @ 1.0777	02-Sep-14	(1)
Bought USD 85 Sold CAD 92 @ 1.0888	03-Sep-14	(2)
Bought USD 170 Sold CAD 185 @ 1.0874	08-Sep-14	(3)
Bought USD 209 Sold CAD 227 @ 1.0844	08-Sep-14	(3)
Bought USD 26 Sold CAD 28 @ 1.0878	08-Sep-14	(1)
Bought USD 48 Sold CAD 52 @ 1.0843	08-Sep-14	(1)
Bought USD 45 Sold CAD 49 @ 1.0847	18-Sep-14	(1)
Bought CAD 294 Sold GBP 162 @ 1.8178	29-Sep-14	(2)
		\$ (40)
TOTAL FOREIGN EXCHANGE		\$ 461

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 64 918	\$ 54 118	\$ 36 806
Cash	8	27	47
Due from investment dealers	217	1 270	–
Subscriptions receivable	52	136	24
Unrealized gain on foreign exchange contracts	501	171	127
Dividends receivable, interest accrued and other assets	195	190	110
TOTAL ASSETS	65 891	55 912	37 114
LIABILITIES			
Due to investment dealers	1 169	1 979	46
Redemptions payable	38	153	10
Unrealized loss on foreign exchange contracts	40	250	76
Accounts payable and accrued expenses	123	104	72
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 370	2 486	204
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 64 521	\$ 53 426	\$ 36 910
Investments at cost	\$ 58 551	\$ 47 633	\$ 34 510
NAV, END OF PERIOD			
SERIES A	\$ 60 118	\$ 49 672	\$ 35 102
ADVISOR SERIES	\$ 2 150	\$ 1 912	\$ 952
SERIES D	\$ 1 523	\$ 1 360	\$ 599
SERIES F	\$ 729	\$ 481	\$ 256
SERIES I	\$ 1	\$ 1	\$ 1
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.60	\$ 11.03	\$ 9.65
ADVISOR SERIES	\$ 11.64	\$ 11.06	\$ 9.67
SERIES D	\$ 11.97	\$ 11.33	\$ 9.87
SERIES F	\$ 12.04	\$ 11.38	\$ 9.90
SERIES I	\$ 12.15	\$ 11.46	\$ 9.96

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 458	\$ 323
Interest for distribution purposes	302	226
Other income (loss)	1	6
Securities lending revenue (see note 6 in the generic notes)	4	4
Net realized gain (loss) on investments	3 271	945
Net gain (loss) on foreign currencies and other net assets	(687)	159
Change in unrealized gain (loss) on investments	422	692
TOTAL INCOME (LOSS)	3 771	2 355
EXPENSES (see notes – Fund Specific Information)		
Management fees	585	401
Administration fees	42	29
Board of Governors costs	1	2
GST/HST	65	46
Transaction costs	41	13
Withholding tax	36	26
TOTAL EXPENSES	770	517
INCREASE (DECREASE) IN NAV	\$ 3 001	\$ 1 838
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 783	\$ 1 740
ADVISOR SERIES	\$ 103	\$ 47
SERIES D	\$ 83	\$ 36
SERIES F	\$ 32	\$ 15
SERIES I	\$ –	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.57	\$ 0.45
ADVISOR SERIES	\$ 0.57	\$ 0.45
SERIES D	\$ 0.63	\$ 0.50
SERIES F	\$ 0.65	\$ 0.53
SERIES I	\$ 0.67	\$ 0.55

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 001	\$ 1 838
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 271)	(945)
Change in unrealized loss (gain) on investments	(422)	(692)
(Increase) decrease in accrued receivables	1 132	(685)
Increase (decrease) in accrued payables	(906)	469
Cost of investments purchased	(340 300)	(326 570)
Proceeds on sales of investments	332 653	321 975
NET CASH PROVIDED BY OPERATING ACTIVITIES	(8 113)	(4 610)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	12 590	7 529
Cash paid on redemption of redeemable units	(4 496)	(2 881)
Distributions paid to holders of redeemable units	–	(1)
NET CASH USED IN FINANCING ACTIVITIES	\$ 8 094	\$ 4 647
Net increase (decrease) in cash for the year	(19)	37
Cash (bank overdraft), beginning of period	27	47
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 8	\$ 84
Interest received	\$ 283	\$ 191
Dividends received, net of withholding taxes	\$ 437	\$ 297



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 49 672	\$ 35 102	\$ 1 912	\$ 952	\$ 1 360	\$ 599	\$ 481	\$ 256
INCREASE (DECREASE) IN NAV	2 783	1 740	103	47	83	36	32	15
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	11 157	6 922	496	242	700	312	237	53
Reinvestments of distributions to holders of redeemable units	–	32	–	1	–	4	–	1
Redemption of redeemable units	(3 494)	(2 701)	(361)	(63)	(620)	(109)	(21)	(8)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 663	4 253	135	180	80	207	216	46
Distributions from net income	–	(32)	–	(1)	–	(4)	–	(2)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	(32)	–	(1)	–	(4)	–	(2)
NET INCREASE (DECREASE) IN NAV	10 446	5 961	238	226	163	239	248	59
NAV AT END OF PERIOD	\$ 60 118	\$ 41 063	\$ 2 150	\$ 1 178	\$ 1 523	\$ 838	\$ 729	\$ 315

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 53 426	\$ 36 910
INCREASE (DECREASE) IN NAV	–	–	3 001	1 838
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	–	–	12 590	7 529
Reinvestments of distributions to holders of redeemable units	–	–	–	38
Redemption of redeemable units	–	–	(4 496)	(2 881)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	–	–	8 094	4 686
Distributions from net income	–	–	–	(39)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	(39)
NET INCREASE (DECREASE) IN NAV	–	–	11 095	6 485
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 64 521	\$ 43 395

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth, with a secondary focus on modest income, to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 36.6% (December 31, 2013 – 38.3%, January 1, 2013 – 33.8%) of the net assets of the Fund. The table below summarizes the Fund’s credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	20.3	42.4	17.1
AA	52.2	31.1	55.6
A	21.1	18.3	18.3
BBB	6.3	6.9	6.7
BB	0.1	1.3	2.3
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 35.9% (December 31, 2013 – 38.3%, January 1, 2013 – 33.7%) of the net assets of the Fund. The table below summarizes the Fund’s exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	1.5	3.6	10.3
1 – 5 years	54.3	52.5	50.4
5 – 10 years	23.6	23.0	17.3
> 10 years	20.6	20.9	22.0
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 2.2% (December 31, 2013 – 2.3%, January 1, 2013 – 2.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	18.8	15.5	17.6
Euro	3.2	3.4	3.3
Pound sterling	2.6	3.1	3.0
Japanese yen	1.7	2.0	2.2
Australian dollar	0.9	1.1	0.6
Danish krone	0.7	0.6	0.6
Swiss franc	0.6	0.9	1.1
Hong Kong dollar	0.5	–	–
Swedish krona	–	–	0.7
Other currencies	0.5	1.0	1.0
Total	29.5	27.6	30.1

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



June 30, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	28 599	10 292	–	38 891
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	23 335	–	23 335
Short-term investments	–	2 692	–	2 692
Derivatives – assets	–	501	–	501
Derivatives – liabilities	–	(40)	–	(40)
Total financial instruments	28 599	36 780	–	65 379
% of total portfolio	43.7	56.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	21 823	9 365	–	31 188
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	20 475	–	20 475
Short-term investments	–	2 455	–	2 455
Derivatives – assets	–	171	–	171
Derivatives – liabilities	–	(250)	–	(250)
Total financial instruments	21 823	32 216	–	54 039
% of total portfolio	40.4	59.6	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	15 676	6 304	–	21 980
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	12 345	–	12 345
Short-term investments	–	2 481	–	2 481
Derivatives – assets	–	127	–	127
Derivatives – liabilities	–	(76)	–	(76)
Total financial instruments	15 676	21 181	–	36 857
% of total portfolio	42.5	57.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series D	1.25%
Series F	1.00%
Series I	0.80%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series D	105	105
Series F	107	107
Series I	117	117
Value of all units	4	4



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	4 504	3 639
Issued number of units	989	687
Reinvested number of units	–	3
Redeemed number of units	(309)	(268)
Ending number of units	5 184	4 061
Advisor Series		
Opening units	173	98
Issued number of units	44	24
Reinvested number of units	–	–
Redeemed number of units	(32)	(6)
Ending number of units	185	116
Series D		
Opening units	120	61
Issued number of units	60	31
Reinvested number of units	–	–
Redeemed number of units	(53)	(11)
Ending number of units	127	81
Series F		
Opening units	42	26
Issued number of units	21	5
Reinvested number of units	–	–
Redeemed number of units	(2)	(1)
Ending number of units	61	30
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	41	100	13	100
Related-party brokerage commissions*	4	10	1	8
Commission arrangements†	6	15	1	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	4 678	2 603
Fair value of collateral received	4 772	2 655

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	43 368	36 880
Revaluation of investments at FVTPL	27	30
Net assets attributable to holders of redeemable units	43 395	36 910
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 841
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(3)
Increase (decrease) in net assets attributable to holders of redeemable units		1 838



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC BALANCED GROWTH & INCOME FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
71 155	DHX Media Ltd.	\$ 313	\$ 477	
25 666	Hudson's Bay Co.	439	434	
27 790	Imax Corp.	833	842	
6 743	Magna International Inc., Class A	634	775	
36 393	Quebecor Inc., Class B	933	940	
25 919	Shaw Communications Inc., Class B	655	709	
37 113	Thomson Corp.	1 424	1 442	
19 778	Tim Hortons Inc.	1 183	1 154	
		6 414	6 773	1.4
Consumer Staples				
54 471	Loblaw Companies Ltd.	2 467	2 594	
26 707	Maple Leaf Foods Inc.	405	530	
		2 872	3 124	0.6
Energy				
16 647	AltaGas Ltd.	685	817	
72 406	ARC Resources Ltd.	2 195	2 353	
92 238	Bonavista Energy Corp.	1 436	1 511	
25 000	Canadian Energy Services & Technology Corp.	816	837	
50 334	Canadian Natural Resources Ltd.	1 846	2 469	
68 314	Cenovus Energy Inc.	2 082	2 364	
38 256	Crescent Point Energy Corp.	1 533	1 810	
90 639	Enbridge Inc.	4 284	4 590	
60 302	Encana Corp.	1 235	1 525	
47 795	Enerplus Corp.	969	1 286	
64 974	Gibson Energy Inc.	1 796	2 213	
70 853	Husky Energy Inc.	2 287	2 442	
12 932	Keyera Corp.	823	1 017	
27 148	Mullen Group Ltd.	771	834	
13 900	Occidental Petroleum Corp.	1 486	1 521	
38 008	Parkland Fuel Corp.	766	781	
20 027	Pembina Pipeline Corp.	787	919	
81 506	Precision Drilling Corp.	894	1 232	
39 018	ShawCor Ltd.	1 718	2 315	
65 462	Suncor Energy Inc.	2 452	2 979	
159 273	Talisman Energy Inc.	1 900	1 797	
72 827	TransCanada Corp.	3 567	3 709	
58 192	Trinidad Drilling Ltd.	589	705	
92 744	Veresen Inc.	1 411	1 739	
11 171	Vermilion Energy Inc.	690	829	
53 060	Whitecap Resources Inc.	708	874	
		39 726	45 468	9.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
67 921	Agellan Commercial Real Estate Investment Trust	\$ 601	\$ 647	
22 106	Allied Properties Real Estate Investment Trust	731	781	
41 731	Bank of Montreal	3 016	3 279	
91 012	Bank of Nova Scotia	5 774	6 475	
29 450	Brookfield Asset Management Inc., Class A	1 195	1 384	
79 832	Brookfield Property Partners LP	1 585	1 779	
24 586	Canadian Imperial Bank of Commerce	2 205	2 387	
14 209	Canadian Real Estate Investment Trust	610	653	
114 940	Chartwell Retirement Residences Real Estate Investment Trust	1 175	1 246	
24 946	CI Financial Corp.	792	874	
21 525	Dream Office Real Estate Investment Trust	611	630	
31 202	Great-West Lifeco Inc.	944	942	
17 184	IGM Financial Inc.	931	878	
19 313	Industrial Alliance Insurance & Financial Services Inc.	868	903	
106 927	Killam Properties Inc.	1 096	1 128	
191 227	Manulife Financial Corporation	3 852	4 056	
47 426	Morguard Real Estate Investment Trust	785	842	
16 289	National Bank of Canada	745	737	
15 617	Northern Property Real Estate Investment Trust	434	448	
205 114	Plaza Retail Real Estate Investment Trust	838	839	
48 833	Power Corporation of Canada	1 480	1 448	
103 328	Royal Bank of Canada*	7 372	7 882	
60 396	Sun Life Financial Inc.	2 225	2 369	
88 900	Toronto-Dominion Bank	4 373	4 883	
136 269	Tricon Capital Group Inc.	1 039	1 072	
		45 277	48 562	10.0
Health Care				
76 015	Leisureworld Senior Care Corp.	945	987	
		945	987	0.2
Industrials				
43 437	Aecon Group Inc.	757	736	
21 343	Badger Daylighting Ltd.	752	750	
22 039	Black Diamond Group Ltd.	650	756	
19 065	CAE Inc.	248	266	
44 642	Canadian National Railway Co.	2 622	3 098	
4 867	Canadian Pacific Railway Ltd.	770	941	
60 719	Contrans Group Inc.	784	868	
23 710	Finning International Inc.	660	708	
31 201	Newalta Inc.	530	669	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
76 653	Progressive Waste Solutions Ltd.	\$ 2 086	\$ 2 100	
52 583	Russel Metals Inc.	1 543	1 804	
98 220	WesternOne Inc.	746	780	
90 097	WestJet Airlines Ltd.	2 326	2 361	
		<u>14 474</u>	<u>15 837</u>	3.3
Information Technology				
22 890	DH Corp.	703	711	
		<u>703</u>	<u>711</u>	0.1
Materials				
31 125	Agrium Inc.	3 042	3 042	
67 832	Barrick Gold Corp.	1 372	1 325	
73 875	Goldcorp Inc.	2 008	2 200	
12 361	Methanex Corp.	821	815	
56 157	Potash Corporation of Saskatchewan Inc.	2 105	2 279	
148 282	Teck Resources Ltd., Class B	3 836	3 612	
21 719	West Fraser Timber Co. Ltd.	1 121	1 123	
		<u>14 305</u>	<u>14 396</u>	3.0
Telecommunication Services				
46 437	BCE Inc.	2 191	2 248	
13 492	Rogers Communications Inc., Class B	611	579	
40 434	TELUS Corp.	1 488	1 608	
		<u>4 290</u>	<u>4 435</u>	0.9
Utilities				
187 061	Algonquin Power & Utilities Corp.	1 353	1 540	
87 138	Boralex Inc., Class A	1 056	1 181	
31 448	Brookfield Infrastructure Partners LP	1 398	1 400	
47 031	Brookfield Renewable Energy Partners LP	1 428	1 483	
44 437	Canadian Utilities Ltd., Class A	1 661	1 777	
24 002	Capital Power Corp.	554	633	
59 758	Emera Inc.	1 885	2 038	
58 889	Fortis Inc.	1 911	1 912	
77 258	Innogy Renewable Energy Inc.	808	835	
64 007	Northland Power Inc.	1 072	1 167	
78 727	TransAlta Renewables Inc.	897	920	
		<u>14 023</u>	<u>14 886</u>	3.1
TOTAL CANADIAN EQUITIES				
		<u>143 029</u>	<u>155 179</u>	31.9
UNITED STATES EQUITIES				
Consumer Discretionary				
12 700	Delphi Automotive Plc.	962	931	
20 400	Garmin Ltd.	1 298	1 326	
11 300	Home Depot Inc.	956	976	
12 900	Las Vegas Sands Corp.	1 051	1 049	
13 600	McDonald's Corp.	1 462	1 461	
10 600	The Walt Disney Company	767	969	
14 500	Time Warner Cable Inc.	2 184	2 278	
13 100	Time Warner Inc.	987	982	
10 600	Wyndham Worldwide Corp.	833	856	
		<u>10 500</u>	<u>10 828</u>	2.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples				
44 900	Altria Group Inc.	\$ 1 984	\$ 2 008	
22 500	CVS Corp.	1 653	1 808	
14 100	General Mills Inc.	801	790	
19 500	Kraft Foods Group Inc.	1 253	1 247	
15 600	PepsiCo Inc.	1 424	1 486	
25 900	Philip Morris International Inc.	2 436	2 329	
22 900	The Coca-Cola Co.	1 020	1 034	
		<u>10 571</u>	<u>10 702</u>	2.2
Energy				
14 900	Chevron Corp.	2 005	2 074	
27 000	ConocoPhillips	2 034	2 469	
23 700	Exxon Mobil Corp.	2 634	2 544	
11 300	Halliburton Co.	709	856	
9 400	Hess Corp.	823	992	
14 600	Phillips 66 Company	1 215	1 252	
7 700	Schlumberger Ltd.	846	969	
		<u>10 266</u>	<u>11 156</u>	2.3
Financials				
14 200	Allstate Corp.	888	889	
4 100	Ameriprise Financial Inc.	524	525	
7 573	Equity Residential Properties Trust	508	509	
44 000	Fifth Third Bancorp	1 029	1 002	
11 100	iShares Dow Jones US Real Estate Index Fund	831	850	
40 700	JPMorgan Chase & Co.	2 481	2 500	
31 400	MetLife Inc.	1 749	1 860	
29 700	New York Community Bancorp Inc.	513	506	
16 400	Prudential Financial Inc.	1 465	1 553	
24 200	Suntrust Banks Inc.	1 055	1 034	
32 200	U.S. Bancorp	1 438	1 487	
44 500	Wells Fargo & Company	2 239	2 494	
		<u>14 720</u>	<u>15 209</u>	3.1
Health Care				
34 700	AbbVie Inc.	1 882	2 088	
12 400	Amgen Inc.	1 596	1 566	
26 400	Cardinal Health Inc.	1 876	1 930	
19 900	Johnson & Johnson	2 016	2 220	
5 100	McKesson Corp.	921	1 013	
36 100	Merck & Co. Inc.	2 120	2 228	
75 600	Pfizer Inc.	2 524	2 393	
13 300	WellPoint Inc.	1 363	1 526	
		<u>14 298</u>	<u>14 964</u>	3.1
Industrials				
29 000	Allison Transmission Holdings Inc.	961	962	
14 100	Eaton Corp Plc.	1 162	1 161	
37 300	General Electric Company	1 120	1 046	
9 800	Honeywell International Inc.	995	971	
7 900	Ingersoll-Rand Plc., Class A	529	527	
4 200	Lockheed Martin Corporation	669	720	
7 100	Raytheon Company	673	699	
19 200	Republic Services Inc.	766	777	
10 500	Tyco International Ltd.	460	511	
11 000	Union Pacific Corp.	1 002	1 170	
10 500	United Parcel Service Inc.	1 139	1 150	
7 800	United Technologies Corp.	954	960	
		<u>10 430</u>	<u>10 654</u>	2.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
17 100	Analog Devices Inc.	\$ 966	\$ 986	
42 000	Apple Inc.	3 534	4 163	
45 500	Cisco Systems Inc.	1 179	1 206	
15 700	Hewlett-Packard Co.	469	564	
67 700	Intel Corp.	1 910	2 231	
19 400	Linear Technology Corp.	961	974	
60 200	Microsoft Corp.	2 503	2 678	
30 400	Oracle Corporation	1 253	1 314	
9 400	QUALCOMM Inc.	816	794	
17 100	Seagate Technology	946	1 036	
9 600	Texas Instruments Inc.	482	489	
5 300	Western Digital Corp.	499	522	
		<u>15 518</u>	<u>16 957</u>	3.5
Materials				
35 300	Dow Chemical Company	1 832	1 937	
18 900	LyondellBasell Industries N.V.	1 730	1 968	
		<u>3 562</u>	<u>3 905</u>	0.8
Telecommunications				
23 200	AT&T Inc.	876	875	
19 100	Verizon Communications Inc.	1 012	996	
		<u>1 888</u>	<u>1 871</u>	0.4
Utilities				
44 900	Utilities Select Sector SPDR Fund	2 087	2 120	
		<u>2 087</u>	<u>2 120</u>	0.4
TOTAL UNITED STATES EQUITIES		<u>93 840</u>	<u>98 366</u>	20.2
TOTAL EQUITIES		<u>236 869</u>	<u>253 545</u>	52.1

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
2 890 691	BlueBay Global Monthly Income Bond Fund*	\$ 30 220	\$ 30 751	
5 372 012	Phillips, Hager & North Total Return Bond Fund*	60 723	61 337	
5 087 949	RBC Emerging Markets Dividend Fund*	53 029	55 956	
4 208 676	RBC Global Corporate Bond Fund*	40 464	41 073	
2 830 430	RBC Global High Yield Bond Fund*	30 057	30 761	
		<u>214 493</u>	<u>219 878</u>	45.2
SHORT-TERM INVESTMENTS†		<u>14 711</u>	<u>14 660</u>	3.0
TOTAL INVESTMENTS		<u>\$ 466 073</u>	<u>488 083</u>	100.3
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(1 177)</u>	(0.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 486 906</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest between the rates of 0.05% and 0.95% and mature between July 2, 2014 and July 17, 2014

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 488 083	\$ 194 037
Cash	862	32
Due from investment dealers	994	–
Subscriptions receivable	3 925	3 729
Dividends receivable, interest accrued and other assets	662	220
TOTAL ASSETS	494 526	198 018
LIABILITIES		
Due to investment dealers	6 059	813
Redemptions payable	493	214
Unrealized loss on foreign exchange contracts	–	1
Distributions payable	352	–
Accounts payable and accrued expenses	716	285
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 620	1 313
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 486 906	\$ 196 705
Investments at cost	\$ 466 073	\$ 188 371
NAV, END OF PERIOD		
SERIES A	\$ 197 426	\$ 77 723
ADVISOR SERIES	\$ 151 237	\$ 61 998
ADVISOR T5 SERIES	\$ 30 302	\$ 12 961
SERIES T5	\$ 7 818	\$ 2 977
SERIES H	\$ 30 217	\$ 11 609
SERIES D	\$ 7 017	\$ 3 076
SERIES F	\$ 44 735	\$ 14 876
SERIES FT5	\$ 7 974	\$ 5 044
SERIES I	\$ 10 179	\$ 6 425
SERIES O	\$ 1	\$ 16
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 11.30	\$ 10.62
ADVISOR SERIES	\$ 11.30	\$ 10.62
ADVISOR T5 SERIES	\$ 10.98	\$ 10.51
SERIES T5	\$ 10.97	\$ 10.50
SERIES H	\$ 11.29	\$ 10.61
SERIES D	\$ 11.31	\$ 10.63
SERIES F	\$ 11.34	\$ 10.65
SERIES FT5	\$ 11.08	\$ 10.55
SERIES I	\$ 11.31	\$ 10.64
SERIES O	\$ 10.87	\$ 10.59

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 2 865
Interest for distribution purposes	44
Other income (loss)	174
Other income received from underlying funds	3 796
Securities lending revenue (see note 6 in the generic notes)	13
Net realized gain (loss) on investments	4 370
Net gain (loss) on foreign currencies and other net assets	89
Change in unrealized gain (loss) on investments	16 345
TOTAL INCOME (LOSS)	27 696
EXPENSES (see notes – Fund Specific Information)	
Management fees	2 800
Administration fees	179
Board of Governors costs	1
GST/HST	283
Transaction costs	204
Withholding tax	134
TOTAL EXPENSES	3 601
INCREASE (DECREASE) IN NAV	\$ 24 095
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 9 548
ADVISOR SERIES	\$ 7 447
ADVISOR T5 SERIES	\$ 1 433
SERIES T5	\$ 385
SERIES H	\$ 1 592
SERIES D	\$ 355
SERIES F	\$ 2 208
SERIES FT5	\$ 494
SERIES I	\$ 633
SERIES O	\$ –
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.74
ADVISOR SERIES	\$ 0.74
ADVISOR T5 SERIES	\$ 0.73
SERIES T5	\$ 0.73
SERIES H	\$ 0.75
SERIES D	\$ 0.78
SERIES F	\$ 0.80
SERIES FT5	\$ 0.81
SERIES I	\$ 0.85
SERIES O	\$ 1.02

* Fund launched August 2013.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 24 095
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(4 370)
Change in unrealized loss (gain) on investments	(16 345)
(Increase) decrease in accrued receivables	(1 632)
Increase (decrease) in accrued payables	6 308
Cost of investments purchased	(1 640 448)
Proceeds on sales of investments	1 367 116
NET CASH PROVIDED BY OPERATING ACTIVITIES	(265 276)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	294 445
Cash paid on redemption of redeemable units	(27 286)
Distributions paid to holders of redeemable units	(1 053)
NET CASH USED IN FINANCING ACTIVITIES	\$ 266 106
Net increase (decrease) in cash for the year	830
Cash (bank overdraft), beginning of period	32
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 862
Interest received	\$ 44
Dividends received, net of withholding taxes	\$ 2 463

* Fund launched August 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Advisor T5 Series 2014	Series T5 2014
NAV AT BEGINNING OF PERIOD	\$ 77 723	\$ 61 998	\$ 12 961	\$ 2 977
INCREASE (DECREASE) IN NAV	9 548	7 447	1 433	385
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	119 820	91 847	18 913	4 778
Reinvestments of distributions to holders of redeemable units	971	692	132	27
Redemption of redeemable units	(9 597)	(9 933)	(2 578)	(201)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	111 194	82 606	16 467	4 604
Distributions from net income	(1 039)	(814)	(559)	(148)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 039)	(814)	(559)	(148)
NET INCREASE (DECREASE) IN NAV	119 703	89 239	17 341	4 841
NAV AT END OF PERIOD	\$ 197 426	\$ 151 237	\$ 30 302	\$ 7 818

For the period ended June 30 (see note 2 in the generic notes)*	Series H 2014	Series D 2014	Series F 2014	Series FT5 2014
NAV AT BEGINNING OF PERIOD	\$ 11 609	\$ 3 076	\$ 14 876	\$ 5 044
INCREASE (DECREASE) IN NAV	1 592	355	2 208	494
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	18 830	4 310	29 072	2 656
Reinvestments of distributions to holders of redeemable units	174	58	296	32
Redemption of redeemable units	(1 793)	(724)	(1 317)	(81)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	17 211	3 644	28 051	2 607
Distributions from net income	(195)	(58)	(400)	(171)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(195)	(58)	(400)	(171)
NET INCREASE (DECREASE) IN NAV	18 608	3 941	29 859	2 930
NAV AT END OF PERIOD	\$ 30 217	\$ 7 017	\$ 44 735	\$ 7 974

The accompanying notes are an integral part of these financial statements.



Statement of Changes in NAV (cont.) (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ 6 425	\$ 16	\$ 196 705
INCREASE (DECREASE) IN NAV	633	—	24 095
Early redemption fees	—	—	—
Proceeds from redeemable units issued	4 216	3	294 445
Reinvestments of distributions to holders of redeemable units	70	—	2 452
Redemption of redeemable units	(1 044)	(18)	(27 286)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 242	(15)	269 611
Distributions from net income	(121)	—	(3 505)
Distributions from net gains	—	—	—
Distributions from capital	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(121)	—	(3 505)
NET INCREASE (DECREASE) IN NAV	3 754	(15)	290 201
NAV AT END OF PERIOD	\$ 10 179	\$ 1	\$ 486 906

* Fund launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a combination of capital growth and modest income by investing primarily in a diversified portfolio of income-producing equity and fixed-income securities from anywhere around the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.9% (December 31, 2013 – 2.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013
United States dollar	23.6	23.6
Hong Kong dollar	2.2	2.4
South Korean won	1.8	1.6
New Taiwan dollar	1.3	1.5
Brazilian real	1.3	1.3
Indian rupee	1.0	–
South African rand	0.8	0.6
Mexican peso	0.5	0.5
Other currencies	2.5	2.7
Total	35.0	34.2

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately

0.4% (December 31, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 10-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014
S&P/TSX Capped Composite Total Return Index	+ or - 0.4

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	253 545	–	–	253 545
Mutual fund units	219 878	–	–	219 878
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 660	–	14 660
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	473 423	14 660	–	488 083
% of total portfolio	97.0	3.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	101 390	–	–	101 390
Mutual fund units	89 122	–	–	89 122
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 525	–	3 525
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	190 512	3 524	–	194 036
% of total portfolio	98.2	1.8	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Advisor T5 Series	1.75%
Series T5	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series FT5	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Advisor T5 Series	0.10%
Series T5	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series FT5	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	102	101
Advisor Series	102	101
Advisor T5 Series	105	102
Series T5	105	102
Series H	102	101
Series D	102	101
Series F	102	101
Series FT5	105	102
Series I	103	101
Series O	107	101
Value of all units	12	11

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30 (see note 2 in the generic notes)	2014
Series A	
Opening units	7 320
Issued number of units	10 941
Reinvested number of units	87
Redeemed number of units	(871)
Ending number of units	17 477
Advisor Series	
Opening units	5 838
Issued number of units	8 390
Reinvested number of units	62
Redeemed number of units	(905)
Ending number of units	13 385
Advisor T5 Series	
Opening units	1 233
Issued number of units	1 754
Reinvested number of units	12
Redeemed number of units	(239)
Ending number of units	2 760
Series T5	
Opening units	283
Issued number of units	446
Reinvested number of units	2
Redeemed number of units	(18)

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the period ended June 30
(see note 2 in the generic notes) **2014**

Ending number of units **713**

Series H

Opening units **1 094**

Issued number of units **1 729**

Reinvested number of units **16**

Redeemed number of units **(162)**

Ending number of units **2 677**

Series D

Opening units **289**

Issued number of units **391**

Reinvested number of units **5**

Redeemed number of units **(65)**

Ending number of units **620**

Series F

Opening units **1 397**

Issued number of units **2 640**

Reinvested number of units **26**

Redeemed number of units **(118)**

Ending number of units **3 945**

Series FT5

Opening units **478**

Issued number of units **247**

Reinvested number of units **3**

Redeemed number of units **(8)**

Ending number of units **720**

Series I

Opening units **604**

Issued number of units **385**

Reinvested number of units **6**

Redeemed number of units **(95)**

Ending number of units **900**

Series O

Opening units **1**

Issued number of units **1**

Reinvested number of units **–**

Redeemed number of units **(2)**

Ending number of units **–**

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	204	100
Related-party brokerage commissions*	21	10
Commission arrangements†	29	14

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	14 351
Fair value of collateral received	14 638



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT VERY CONSERVATIVE PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
6 858 705	RBC Canadian Money Market Fund*	\$ 68 587	\$ 68 587	1.0
78 818 845	RBC Canadian Short-Term Income Fund*	865 523	859 772	12.2
132 813 590	RBC Bond Fund*	878 256	895 495	12.7
84 636 311	Phillips, Hager & North Short Term Bond & Mortgage Fund*	862 506	859 558	12.2
164 543 308	Phillips, Hager & North Bond Fund*	1 720 919	1 722 884	24.4
74 899 770	RBC Global Bond Fund*	800 534	828 773	11.7
7 652 072	RBC Canadian Dividend Fund*	384 320	495 996	7.0
4 917 268	RBC Canadian Equity Fund*	118 124	146 277	2.1
13 292 172	Phillips, Hager & North Canadian Equity Underlying Fund*	133 361	166 910	2.4
859 187	RBC Private Canadian Equity Pool*	19 550	20 817	0.3
8 647 494	RBC U.S. Equity Fund*	215 456	284 263	4.0
7 192 214	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	91 124	109 294	1.5
13 572 881	RBC European Equity Fund*	232 207	292 132	4.1
8 504 176	RBC Global Equity Fund*	84 791	83 555	1.2
4 857 617	RBC Asia Pacific ex-Japan Equity Fund*	48 597	50 028	0.7
3 434 726	RBC Japanese Equity Fund*	33 066	34 563	0.5
TOTAL MUTUAL FUND UNITS		6 556 921	6 918 904	98.0
SHORT-TERM INVESTMENTS†		154 783	154 783	2.2
TOTAL INVESTMENTS		<u>\$ 6 711 704</u>	<u>7 073 687</u>	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(13 690)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 7 059 997</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 7 073 687	\$ 5 960 886	\$ 4 530 731
Cash	45	1	79
Due from investment dealers	–	–	2 500
Subscriptions receivable	10 008	5 278	7 312
Dividends receivable, interest accrued and other assets	51	30	7
TOTAL ASSETS	7 083 791	5 966 195	4 540 629
LIABILITIES			
Due to investment dealers	10 000	6 500	4 000
Redemptions payable	3 642	3 259	2 431
Distributions payable	675	–	–
Accounts payable and accrued expenses	9 477	8 385	6 423
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	23 794	18 144	12 854
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 7 059 997	\$ 5 948 051	\$ 4 527 775
Investments at cost	\$ 6 711 704	\$ 5 753 395	\$ 4 428 122
NAV, END OF PERIOD			
SERIES A	\$ 6 879 523	\$ 5 841 347	\$ 4 497 108
ADVISOR SERIES	\$ 33 741	\$ 20 520	\$ 9 485
SERIES T5	\$ 100 014	\$ 65 990	\$ 14 609
SERIES F	\$ 46 718	\$ 20 194	\$ 6 573
SERIES O	\$ 1	\$ –	\$ –
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.25	\$ 11.83	\$ 11.52
ADVISOR SERIES	\$ 12.29	\$ 11.87	\$ 11.54
SERIES T5	\$ 11.73	\$ 11.56	\$ 11.57
SERIES F	\$ 12.34	\$ 11.90	\$ 11.55
SERIES O	\$ 10.09	\$ –	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 640	\$ 688
Other income received from underlying funds	92 812	70 214
Net realized gain (loss) on investments	58 282	22 084
Change in unrealized gain (loss) on investments	154 492	(10 565)
TOTAL INCOME (LOSS)	306 226	82 421
EXPENSES (see notes – Fund Specific Information)		
Management fees	46 898	36 496
Administration fees	1 623	1 263
Board of Governors costs	1	2
GST/HST	5 151	4 209
TOTAL EXPENSES	53 673	41 970
INCREASE (DECREASE) IN NAV	\$ 252 553	\$ 40 451
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 247 136	\$ 40 392
ADVISOR SERIES	\$ 976	\$ 60
SERIES T5	\$ 3 143	\$ (58)
SERIES F	\$ 1 297	\$ 57
SERIES O	\$ 1	\$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.46	\$ 0.09
ADVISOR SERIES	\$ 0.46	\$ 0.09
SERIES T5	\$ 0.44	\$ 0.09
SERIES F	\$ 0.52	\$ 0.15
SERIES O	\$ 0.33	\$ –

* Series O launched February 2014.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)*

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 252 553	\$ 40 451
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(58 282)	(22 084)
Change in unrealized loss (gain) on investments	(154 492)	10 565
(Increase) decrease in accrued receivables	(4 751)	1 334
Increase (decrease) in accrued payables	5 650	1 437
Cost of investments purchased	(3 544 466)	(3 747 238)
Proceeds on sales of investments	2 644 439	2 841 116
NET CASH PROVIDED BY OPERATING ACTIVITIES	(859 349)	(874 419)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 525 799	1 355 366
Cash paid on redemption of redeemable units	(664 392)	(480 214)
Distributions paid to holders of redeemable units	(2 014)	(806)
NET CASH USED IN FINANCING ACTIVITIES	\$ 859 393	\$ 874 346
Net increase (decrease) in cash for the year	44	(73)
Cash (bank overdraft), beginning of period	1	79
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 45	\$ 6
Interest received	\$ 619	\$ 660
Dividends received, net of withholding taxes	\$ –	\$ –

* Series O launched February 2014.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 841 347	\$ 4 497 108	\$ 20 520	\$ 9 485	\$ 65 990	\$ 14 609	\$ 20 194	\$ 6 573
INCREASE (DECREASE) IN NAV	247 136	40 392	976	60	3 143	(58)	1 297	57
Early redemption fees	23	8	–	–	–	–	–	–
Proceeds from redeemable units issued	1 438 030	1 309 498	17 035	6 024	39 916	33 149	28 411	6 695
Reinvestments of distributions to holders of redeemable units	29 666	23 184	102	48	769	362	181	49
Redemption of redeemable units	(646 486)	(470 125)	(4 776)	(881)	(7 677)	(5 882)	(3 069)	(3 334)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	821 233	862 565	12 361	5 191	33 008	27 629	25 523	3 410
Distributions from net income	(30 193)	(23 570)	(116)	(56)	(2 127)	(750)	(296)	(73)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(30 193)	(23 570)	(116)	(56)	(2 127)	(750)	(296)	(73)
NET INCREASE (DECREASE) IN NAV	1 038 176	879 387	13 221	5 195	34 024	26 821	26 524	3 394
NAV AT END OF PERIOD	\$ 6 879 523	\$ 5 376 495	\$ 33 741	\$ 14 680	\$ 100 014	\$ 41 430	\$ 46 718	\$ 9 967

For the periods ended June 30 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 5 948 051	\$ 4 527 775
INCREASE (DECREASE) IN NAV	1	–	252 553	40 451
Early redemption fees	–	–	23	8
Proceeds from redeemable units issued	2 407	–	1 525 799	1 355 366
Reinvestments of distributions to holders of redeemable units	–	–	30 718	23 643
Redemption of redeemable units	(2 407)	–	(664 415)	(480 222)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	–	–	892 125	898 795
Distributions from net income	–	–	(32 732)	(24 449)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(32 732)	(24 449)
NET INCREASE (DECREASE) IN NAV	1	–	1 111 946	914 797
NAV AT END OF PERIOD	\$ 1	\$ –	\$ 7 059 997	\$ 5 442 572

* Series O launched February 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.8% (December 31, 2013 – 3.7%, January 1, 2013 – 3.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.1	+ or - 0.1	+ or - 0.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	6 918 904	–	–	6 918 904
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	154 783	–	154 783
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	6 918 904	154 783	–	7 073 687
% of total portfolio	97.8	2.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	5 837 756	–	–	5 837 756
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	123 130	–	123 130
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	5 837 756	123 130	–	5 960 886
% of total portfolio	97.9	2.1	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 443 579	–	–	4 443 579
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	87 152	–	87 152
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 443 579	87 152	–	4 530 731
% of total portfolio	98.1	1.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.60% and for Series F is 0.70%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	47	46
Series O	101	–
Value of all units	2	1

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	493 870	390 215
Issued number of units	119 017	112 013
Reinvested number of units	2 433	1 991
Redeemed number of units	(53 502)	(40 205)
Ending number of units	561 818	464 014
Advisor Series		
Opening units	1 729	822
Issued number of units	1 402	514
Reinvested number of units	8	4
Redeemed number of units	(394)	(75)
Ending number of units	2 745	1 265
Series T5		
Opening units	5 711	1 263
Issued number of units	3 409	2 846
Reinvested number of units	66	31
Redeemed number of units	(656)	(506)
Ending number of units	8 530	3 634
Series F		
Opening units	1 696	569
Issued number of units	2 326	571
Reinvested number of units	15	4
Redeemed number of units	(252)	(286)
Ending number of units	3 785	858
Series O		
Opening units	–	–
Issued number of units	240	–
Reinvested number of units	–	–
Redeemed number of units	(240)	–
Ending number of units	–	–



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	5 442 085	4 527 775
Revaluation of investments at FVTPL	487	–
Net assets attributable to holders of redeemable units	5 442 572	4 527 775
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		39 964
Revaluation of investments at FVTPL (see note 3 in the generic notes)		487
Increase (decrease) in net assets attributable to holders of redeemable units		40 451

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT CONSERVATIVE PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 755 322	RBC Canadian Money Market Fund*	\$ 37 553	\$ 37 553	0.2
134 924 168	RBC Canadian Short-Term Income Fund*	1 474 702	1 471 779	9.5
546 490 537	RBC Bond Fund*	3 565 869	3 684 711	23.9
211 038 288	Phillips, Hager & North Bond Fund*	2 213 991	2 209 719	14.3
133 082 853	RBC Global Bond Fund*	1 414 135	1 472 574	9.6
21 703 290	RBC Canadian Dividend Fund*	1 035 100	1 406 775	9.1
18 970 925	RBC Canadian Equity Fund*	444 105	564 339	3.7
49 481 948	Phillips, Hager & North Canadian Equity Underlying Fund*	492 050	621 345	4.0
2 380 121	RBC Private Canadian Equity Pool*	54 119	57 669	0.4
38 357 785	RBC U.S. Equity Fund*	942 393	1 260 909	8.2
29 561 975	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	359 464	449 227	2.9
52 100 156	RBC European Equity Fund*	884 030	1 121 362	7.3
17 627 385	RBC Global Equity Fund*	175 954	173 193	1.1
29 939 857	RBC Asia Pacific ex-Japan Equity Fund*	299 372	308 348	2.0
21 198 542	RBC Japanese Equity Fund*	204 133	213 319	1.4
TOTAL MUTUAL FUND UNITS		13 596 970	15 052 822	97.6
SHORT-TERM INVESTMENTS†		406 506	406 506	2.6
TOTAL INVESTMENTS		\$14 003 476	15 459 328	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(36 177)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$15 423 151	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 15 459 328	\$ 13 334 648	\$ 9 875 253
Cash	56	127	106
Due from investment dealers	–	–	11 000
Subscriptions receivable	11 529	8 926	9 129
Dividends receivable, interest accrued and other assets	170	38	21
TOTAL ASSETS	15 471 083	13 343 739	9 895 509
LIABILITIES			
Due to investment dealers	17 000	20 500	3 500
Redemptions payable	7 531	3 710	4 471
Distributions payable	728	–	–
Accounts payable and accrued expenses	22 673	20 554	15 112
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	47 932	44 764	23 083
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 15 423 151	\$ 13 298 975	\$ 9 872 426
Investments at cost	\$ 14 003 476	\$ 12 310 393	\$ 9 504 436
NAV, END OF PERIOD			
SERIES A	\$ 15 107 261	\$ 13 077 664	\$ 9 780 551
ADVISOR SERIES	\$ 27 094	\$ 24 859	\$ 15 102
SERIES T5	\$ 162 176	\$ 99 674	\$ 7 148
SERIES F	\$ 28 802	\$ 17 052	\$ 10 044
SERIES O	\$ 97 818	\$ 79 726	\$ 59 581
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 20.96	\$ 20.06	\$ 18.81
ADVISOR SERIES	\$ 21.11	\$ 20.21	\$ 18.91
SERIES T5	\$ 20.04	\$ 19.62	\$ 18.89
SERIES F	\$ 21.17	\$ 20.25	\$ 18.93
SERIES O	\$ 21.42	\$ 20.51	\$ 19.20

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 370	\$ 1 522
Other income received from underlying funds	181 373	129 861
Net realized gain (loss) on investments	174 546	80 697
Change in unrealized gain (loss) on investments	431 597	135 716
TOTAL INCOME (LOSS)	788 886	347 796
EXPENSES (see notes – Fund Specific Information)		
Management fees	113 846	85 213
Administration fees	3 583	2 683
Board of Governors costs	1	2
GST/HST	12 261	9 632
TOTAL EXPENSES	129 691	97 530
INCREASE (DECREASE) IN NAV	\$ 659 195	\$ 250 266
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 646 128	\$ 247 516
ADVISOR SERIES	\$ 1 185	\$ 379
SERIES T5	\$ 5 994	\$ 75
SERIES F	\$ 1 114	\$ 297
SERIES O	\$ 4 774	\$ 1 999
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.93	\$ 0.44
ADVISOR SERIES	\$ 0.94	\$ 0.44
SERIES T5	\$ 0.90	\$ 0.44
SERIES F	\$ 1.05	\$ 0.54
SERIES O	\$ 1.15	\$ 0.64

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 659 195	\$ 250 266
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(174 546)	(80 697)
Change in unrealized loss (gain) on investments	(431 597)	(135 716)
(Increase) decrease in accrued receivables	(2 735)	3 811
Increase (decrease) in accrued payables	3 168	(1 438)
Cost of investments purchased	(6 912 394)	(6 276 866)
Proceeds on sales of investments	5 393 857	4 934 328
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 465 052)	(1 306 312)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 456 719	1 953 023
Cash paid on redemption of redeemable units	(988 973)	(646 284)
Distributions paid to holders of redeemable units	(2 765)	(502)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 464 981	\$ 1 306 237
Net increase (decrease) in cash for the year	(71)	(75)
Cash (bank overdraft), beginning of period	127	106
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 56	\$ 31
Interest received	\$ 1 238	\$ 1 468
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 077 664	\$ 9 780 551	\$ 24 859	\$ 15 102	\$ 99 674	\$ 7 148	\$ 17 052	\$ 10 044
INCREASE (DECREASE) IN NAV	646 128	247 516	1 185	379	5 994	75	1 114	297
Early redemption fees	10	15	–	–	–	–	–	–
Proceeds from redeemable units issued	2 344 221	1 905 673	6 122	4 660	72 350	29 476	14 461	2 482
Reinvestments of distributions to holders of redeemable units	31 987	17 515	55	24	977	170	133	59
Redemption of redeemable units	(960 491)	(635 289)	(5 068)	(3 399)	(13 393)	(1 496)	(3 784)	(3 499)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 415 727	1 287 914	1 109	1 285	59 934	28 150	10 810	(958)
Distributions from net income	(32 258)	(17 638)	(59)	(28)	(3 426)	(536)	(174)	(68)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(32 258)	(17 638)	(59)	(28)	(3 426)	(536)	(174)	(68)
NET INCREASE (DECREASE) IN NAV	2 029 597	1 517 792	2 235	1 636	62 502	27 689	11 750	(729)
NAV AT END OF PERIOD	\$ 15 107 261	\$ 11 298 343	\$ 27 094	\$ 16 738	\$ 162 176	\$ 34 837	\$ 28 802	\$ 9 315

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 79 726	\$ 59 581	\$ 13 298 975	\$ 9 872 426
INCREASE (DECREASE) IN NAV	4 774	1 999	659 195	250 266
Early redemption fees	–	–	10	15
Proceeds from redeemable units issued	19 565	10 732	2 456 719	1 953 023
Reinvestments of distributions to holders of redeemable units	1 047	723	34 199	18 491
Redemption of redeemable units	(6 247)	(2 616)	(988 983)	(646 299)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	14 365	8 839	1 501 945	1 325 230
Distributions from net income	(1 047)	(723)	(36 964)	(18 993)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 047)	(723)	(36 964)	(18 993)
NET INCREASE (DECREASE) IN NAV	18 092	10 115	2 124 176	1 556 503
NAV AT END OF PERIOD	\$ 97 818	\$ 69 696	\$ 15 423 151	\$ 11 428 929

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.4% (December 31, 2013 – 3.3%, January 1, 2013 – 3.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.2	+ or - 0.2	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	15 052 822	–	–	15 052 822
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	406 506	–	406 506
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	15 052 822	406 506	–	15 459 328
% of total portfolio	97.4	2.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	13 082 475	–	–	13 082 475
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	252 173	–	252 173
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 082 475	252 173	–	13 334 648
% of total portfolio	98.1	1.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	9 675 496	–	–	9 675 496
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	199 757	–	199 757
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	9 675 496	199 757	–	9 875 253
% of total portfolio	98.0	2.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.75% and for Series F is 0.75%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	29	28
Series O	69	68
Value of all units	2	2

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	651 959	520 088
Issued number of units	114 107	98 831
Reinvested number of units	1 530	909
Redeemed number of units	(46 697)	(32 921)
Ending number of units	720 899	586 907
Advisor Series		
Opening units	1 230	799
Issued number of units	295	240
Reinvested number of units	3	1
Redeemed number of units	(245)	(176)
Ending number of units	1 283	864
Series T5		
Opening units	5 081	378
Issued number of units	3 635	1 534
Reinvested number of units	49	9
Redeemed number of units	(673)	(78)
Ending number of units	8 092	1 843
Series F		
Opening units	842	531
Issued number of units	696	127
Reinvested number of units	6	3
Redeemed number of units	(183)	(180)
Ending number of units	1 361	481
Series O		
Opening units	3 888	3 103
Issued number of units	927	540
Reinvested number of units	49	37
Redeemed number of units	(297)	(133)
Ending number of units	4 567	3 547



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	3	3
Series O		
RBC Select Conservative Guaranteed Investment Portfolio – Series 1	1 504	1 350
RBC Select Conservative Guaranteed Investment Portfolio – Series 2	2 498	2 321
RBC Life Insurance Universal Life Fund	565	217
Total	4 567	3 888

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	11 427 813	9 872 426
Revaluation of investments at FVTPL	1 116	–
Net assets attributable to holders of redeemable units	11 428 929	9 872 426

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	249 150
Revaluation of investments at FVTPL (see note 3 in the generic notes)	1 116
Increase (decrease) in net assets attributable to holders of redeemable units	250 266

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT BALANCED PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 609 024	RBC Advisor Canadian Bond Fund*	\$ 18 869	\$ 19 521	0.1
648 859 908	RBC Bond Fund*	4 262 895	4 374 938	32.3
56 494 857	RBC Global Bond Fund*	599 113	625 121	4.6
991 137	RBC Global Corporate Bond Fund*	9 188	9 674	0.1
22 738 313	RBC Canadian Dividend Fund*	1 081 310	1 473 863	10.9
22 442 459	RBC Canadian Equity Fund*	499 776	667 609	4.9
59 249 970	Phillips, Hager & North Canadian Equity Underlying Fund*	591 400	744 002	5.5
1 202 104	Phillips, Hager & North Canadian Equity Value Fund*	12 410	16 953	0.1
3 182 269	RBC Private Canadian Equity Pool*	72 071	77 104	0.6
792 091	RBC U.S. Dividend Fund*	11 980	16 746	0.1
27 380 112	RBC U.S. Equity Fund*	675 797	900 047	6.6
16 155 257	RBC U.S. Mid-Cap Equity Fund*	330 046	435 345	3.2
43 003 727	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	511 791	653 489	4.8
47 118 640	RBC European Equity Fund*	821 974	1 014 144	7.5
29 373 170	RBC Asia Pacific ex-Japan Equity Fund*	293 633	302 511	2.2
20 551 526	RBC Japanese Equity Fund*	197 831	206 808	1.5
20 969 737	RBC Global Equity Focus Fund*	211 653	214 478	1.6
1 431 958	RBC International Dividend Growth Fund*	11 151	13 342	0.1
17 050 251	RBC Global Dividend Growth Fund*	175 122	216 490	1.6
5 792 600	RBC Emerging Markets Dividend Fund*	60 710	63 705	0.5
33 657 206	RBC Emerging Markets Equity Fund*	358 440	427 854	3.1
5 628 767	RBC Emerging Markets Small-Cap Equity Fund*	59 541	63 709	0.5
56 043 826	RBC QUBE U.S. Equity Fund*	677 000	690 813	5.1
TOTAL MUTUAL FUND UNITS		11 543 701	13 228 266	97.5
SHORT-TERM INVESTMENTS†		360 955	360 955	2.7
TOTAL INVESTMENTS		<u>\$11 904 656</u>	<u>13 589 221</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(27 009)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$13 562 212</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 13 589 221	\$ 11 136 559	\$ 7 855 363
Cash	49	41	81
Due from investment dealers	–	–	10 000
Subscriptions receivable	13 896	11 697	6 567
Dividends receivable, interest accrued and other assets	180	48	12
TOTAL ASSETS	13 603 346	11 148 345	7 872 023
LIABILITIES			
Due to investment dealers	14 000	26 000	2 500
Redemptions payable	6 146	3 382	3 707
Accounts payable and accrued expenses	20 988	17 521	11 574
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	41 134	46 903	17 781
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 13 562 212	\$ 11 101 442	\$ 7 854 242
Investments at cost	\$ 11 904 656	\$ 9 825 324	\$ 7 478 968
NAV, END OF PERIOD			
SERIES A	\$ 13 248 675	\$ 10 933 044	\$ 7 769 213
ADVISOR SERIES	\$ 99 416	\$ 26 788	\$ 16 305
SERIES T5	\$ 86 662	\$ 49 554	\$ 925
SERIES F	\$ 20 778	\$ 6 719	\$ 4 949
SERIES O	\$ 106 681	\$ 85 337	\$ 62 850
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 25.40	\$ 24.26	\$ 21.72
ADVISOR SERIES	\$ 25.67	\$ 24.54	\$ 21.94
SERIES T5	\$ 24.31	\$ 23.61	\$ 21.72
SERIES F	\$ 25.99	\$ 24.70	\$ 22.04
SERIES O	\$ 26.29	\$ 24.87	\$ 22.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 253	\$ 1 178
Other income received from underlying funds	127 625	78 281
Net realized gain (loss) on investments	289 872	99 094
Change in unrealized gain (loss) on investments	360 261	256 396
TOTAL INCOME (LOSS)	779 011	434 949
EXPENSES (see notes – Fund Specific Information)		
Management fees	103 679	72 266
Administration fees	3 081	2 145
Board of Governors costs	1	2
GST/HST	10 637	7 812
TOTAL EXPENSES	117 398	82 225
INCREASE (DECREASE) IN NAV	\$ 661 613	\$ 352 724
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 649 878	\$ 348 338
ADVISOR SERIES	\$ 1 564	\$ 724
SERIES T5	\$ 3 671	\$ 51
SERIES F	\$ 548	\$ 223
SERIES O	\$ 5 952	\$ 3 388
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 1.32	\$ 0.92
ADVISOR SERIES	\$ 1.34	\$ 0.92
SERIES T5	\$ 1.27	\$ 0.89
SERIES F	\$ 1.47	\$ 1.05
SERIES O	\$ 1.61	\$ 1.15

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 661 613	\$ 352 724
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(289 872)	(99 094)
Change in unrealized loss (gain) on investments	(360 261)	(256 396)
(Increase) decrease in accrued receivables	(2 331)	3 464
Increase (decrease) in accrued payables	(5 769)	67
Cost of investments purchased	(8 203 353)	(4 984 005)
Proceeds on sales of investments	6 400 824	4 024 831
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 799 149)	(958 409)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 491 000	1 460 064
Cash paid on redemption of redeemable units	(690 142)	(501 608)
Distributions paid to holders of redeemable units	(1 701)	(75)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 799 157	\$ 958 381
Net increase (decrease) in cash for the year	8	(28)
Cash (bank overdraft), beginning of period	41	81
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 49	\$ 53
Interest received	\$ 1 121	\$ 1 103
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 933 044	\$ 7 769 213	\$ 26 788	\$ 16 305	\$ 49 554	\$ 925	\$ 6 719	\$ 4 949
INCREASE (DECREASE) IN NAV	649 878	348 338	1 564	724	3 671	51	548	223
Early redemption fees	13	7	–	–	–	–	–	–
Proceeds from redeemable units issued	2 342 704	1 439 339	75 337	3 021	39 999	9 810	15 099	1 097
Reinvestments of distributions to holders of redeemable units	100 391	–	214	–	505	55	72	–
Redemption of redeemable units	(676 616)	(494 744)	(4 258)	(1 505)	(5 243)	(331)	(1 577)	(2 241)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 766 492	944 602	71 293	1 516	35 261	9 534	13 594	(1 144)
Distributions from net income	–	–	–	–	(1 824)	(130)	–	–
Distributions from net gains	(100 739)	–	(229)	–	–	–	(83)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(100 739)	–	(229)	–	(1 824)	(130)	(83)	–
NET INCREASE (DECREASE) IN NAV	2 315 631	1 292 940	72 628	2 240	37 108	9 455	14 059	(921)
NAV AT END OF PERIOD	\$ 13 248 675	\$ 9 062 153	\$ 99 416	\$ 18 545	\$ 86 662	\$ 10 380	\$ 20 778	\$ 4 028

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 85 337	\$ 62 850	\$ 11 101 442	\$ 7 854 242
INCREASE (DECREASE) IN NAV	5 952	3 388	661 613	352 724
Early redemption fees	–	–	13	7
Proceeds from redeemable units issued	17 861	6 797	2 491 000	1 460 064
Reinvestments of distributions to holders of redeemable units	788	–	101 970	55
Redemption of redeemable units	(2 461)	(2 794)	(690 155)	(501 615)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	16 188	4 003	1 902 828	958 511
Distributions from net income	–	–	(1 824)	(130)
Distributions from net gains	(796)	–	(101 847)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(796)	–	(103 671)	(130)
NET INCREASE (DECREASE) IN NAV	21 344	7 391	2 460 770	1 311 105
NAV AT END OF PERIOD	\$ 106 681	\$ 70 241	\$ 13 562 212	\$ 9 165 347

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth and modest income.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.5% (December 31, 2013 – 2.4%, January 1, 2013 – 2.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.4%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	13 228 266	–	–	13 228 266
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	360 955	–	360 955
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 228 266	360 955	–	13 589 221
% of total portfolio	97.3	2.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	10 881 052	–	–	10 881 052
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	255 507	–	255 507
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	10 881 052	255 507	–	11 136 559
% of total portfolio	97.7	2.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	7 734 707	–	–	7 734 707
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	120 656	–	120 656
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	7 734 707	120 656	–	7 855 363
% of total portfolio	98.5	1.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.85% and for Series F is 0.85%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	25	25
Series O	117	58
Value of all units	4	2

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	450 649	357 724
Issued number of units	94 042	63 814
Reinvested number of units	3 963	–
Redeemed number of units	(27 093)	(21 938)
Ending number of units	521 561	399 600
Advisor Series		
Opening units	1 091	743
Issued number of units	2 941	133
Reinvested number of units	8	–
Redeemed number of units	(168)	(66)
Ending number of units	3 872	810
Series T5		
Opening units	2 098	43
Issued number of units	1 664	439
Reinvested number of units	21	2
Redeemed number of units	(218)	(15)
Ending number of units	3 565	469
Series F		
Opening units	272	225
Issued number of units	587	47
Reinvested number of units	3	–
Redeemed number of units	(62)	(98)
Ending number of units	800	174
Series O		
Opening units	3 431	2 832
Issued number of units	694	293
Reinvested number of units	30	–
Redeemed number of units	(97)	(121)
Ending number of units	4 058	3 004



June 30, 2014

Investments by other related Investment Funds (000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	26	26
Series O		
RBC Select Balanced Guaranteed Investment Portfolio – Series 1	754	627
RBC Select Balanced Guaranteed Investment Portfolio – Series 2	2 485	2 058
RBC Life Insurance Universal Life Fund	775	746
Total	4 014	3 431

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS Balanced Global Portfolio was merged into the RBC Select Balanced Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS Balanced Global Portfolio (the “Terminated Fund”) and the RBC Select Balanced Portfolio (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$78 651
Exchange ratio Series F	0.51
Units issued by Continuing Fund Series F	368
Exchange ratio Advisor Series	0.51
Units issued by Continuing Fund Advisor Series	2 693
Exchange ratio Series O	0.51
Units issued by Continuing Fund Series O	–

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	9 164 407	7 854 242
Revaluation of investments at FVTPL	940	–
Net assets attributable to holders of redeemable units	9 165 347	7 854 242
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		351 784
Revaluation of investments at FVTPL (see note 3 in the generic notes)		940
Increase (decrease) in net assets attributable to holders of redeemable units		352 724



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT GROWTH PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
820 211	RBC Advisor Canadian Bond Fund*	\$ 9 727	\$ 9 951	0.2
93 671 495	RBC Bond Fund*	616 721	631 579	12.9
37 883 330	RBC Global Bond Fund*	404 224	419 183	8.6
505 759	RBC Global Corporate Bond Fund*	4 739	4 936	0.1
3 208 100	RBC Canadian Dividend Fund*	156 032	207 944	4.3
13 094 162	RBC Canadian Equity Fund*	285 557	389 520	8.0
7 336 097	Phillips, Hager & North Canadian Growth Fund*	206 588	264 098	5.4
33 438 551	Phillips, Hager & North Canadian Equity Underlying Fund*	330 242	419 888	8.6
1 299 862	Phillips, Hager & North Canadian Equity Value Fund*	13 601	18 331	0.4
1 270 927	RBC Private Canadian Equity Pool*	28 768	30 794	0.6
853 304	RBC U.S. Dividend Fund*	13 141	18 040	0.4
12 404 387	RBC U.S. Equity Fund*	305 528	407 761	8.4
6 617 661	RBC U.S. Mid-Cap Equity Fund*	126 285	178 330	3.6
18 481 305	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	212 771	280 844	5.7
21 215 742	RBC European Equity Fund*	373 221	456 631	9.3
11 713 376	RBC Asia Pacific ex-Japan Equity Fund*	117 044	120 635	2.5
8 281 355	RBC Japanese Equity Fund*	79 664	83 334	1.7
12 268 004	RBC Global Equity Focus Fund*	123 814	125 477	2.6
1 627 876	RBC International Dividend Growth Fund*	13 161	15 167	0.3
9 976 264	RBC Global Dividend Growth Fund*	101 760	126 671	2.6
2 506 914	RBC Emerging Markets Dividend Fund*	26 454	27 570	0.6
17 263 872	RBC Emerging Markets Equity Fund*	181 807	219 460	4.5
2 446 581	RBC Emerging Markets Small-Cap Equity Fund*	26 082	27 691	0.6
22 632 600	RBC QUBE U.S. Equity Fund*	273 900	278 976	5.7
TOTAL MUTUAL FUND UNITS		4 030 831	4 762 811	97.6
SHORT-TERM INVESTMENTS†		125 086	125 086	2.5
TOTAL INVESTMENTS		\$ 4 155 917	4 887 897	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(6 295)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 4 881 602	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 887 897	\$ 4 160 938	\$ 3 160 211
Cash	12	1	64
Due from investment dealers	–	–	5 500
Subscriptions receivable	4 475	2 936	2 276
Dividends receivable, interest accrued and other assets	70	16	5
TOTAL ASSETS	4 892 454	4 163 891	3 168 056
LIABILITIES			
Due to investment dealers	1 000	5 500	700
Redemptions payable	1 892	1 262	2 171
Accounts payable and accrued expenses	7 960	6 990	4 906
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	10 852	13 752	7 777
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 881 602	\$ 4 150 139	\$ 3 160 279
Investments at cost	\$ 4 155 917	\$ 3 588 143	\$ 3 080 018
NAV, END OF PERIOD			
SERIES A	\$ 4 757 452	\$ 4 105 012	\$ 3 128 331
ADVISOR SERIES	\$ 67 919	\$ 6 963	\$ 5 270
SERIES T5	\$ 6 839	\$ 3 893	\$ 103
SERIES F	\$ 11 540	\$ 1 669	\$ 876
SERIES O	\$ 37 852	\$ 32 602	\$ 25 699
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 27.26	\$ 25.90	\$ 22.28
ADVISOR SERIES	\$ 27.81	\$ 26.47	\$ 22.76
SERIES T5	\$ 25.85	\$ 24.98	\$ 22.19
SERIES F	\$ 27.25	\$ 25.77	\$ 22.09
SERIES O	\$ 28.45	\$ 26.77	\$ 22.96

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 409	\$ 465
Other income received from underlying funds	31 280	15 617
Net realized gain (loss) on investments	129 609	48 249
Change in unrealized gain (loss) on investments	146 788	153 915
TOTAL INCOME (LOSS)	308 086	218 246
EXPENSES (see notes – Fund Specific Information)		
Management fees	39 641	29 907
Administration fees	1 116	844
Board of Governors costs	1	2
GST/HST	3 988	3 174
TOTAL EXPENSES	44 746	33 927
INCREASE (DECREASE) IN NAV	\$ 263 340	\$ 184 319
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 260 047	\$ 182 181
ADVISOR SERIES	\$ 459	\$ 310
SERIES T5	\$ 325	\$ 7
SERIES F	\$ 154	\$ 59
SERIES O	\$ 2 355	\$ 1 762
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.56	\$ 1.26
ADVISOR SERIES	\$ 1.56	\$ 1.29
SERIES T5	\$ 1.47	\$ 1.23
SERIES F	\$ 1.68	\$ 1.38
SERIES O	\$ 1.88	\$ 1.54

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 263 340	\$ 184 319
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(129 609)	(48 249)
Change in unrealized loss (gain) on investments	(146 788)	(153 915)
(Increase) decrease in accrued receivables	(1 593)	3 267
Increase (decrease) in accrued payables	(2 900)	(752)
Cost of investments purchased	(2 687 861)	(1 771 841)
Proceeds on sales of investments	2 237 299	1 594 746
NET CASH PROVIDED BY OPERATING ACTIVITIES	(468 112)	(192 425)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	751 024	436 230
Cash paid on redemption of redeemable units	(282 774)	(243 844)
Distributions paid to holders of redeemable units	(127)	(3)
NET CASH USED IN FINANCING ACTIVITIES	\$ 468 123	\$ 192 383
Net increase (decrease) in cash for the year	11	(42)
Cash (bank overdraft), beginning of period	1	64
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12	\$ 22
Interest received	\$ 355	\$ 446
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 4 105 012	\$ 3 128 331	\$ 6 963	\$ 5 270	\$ 3 893	\$ 103	\$ 1 669	\$ 876
INCREASE (DECREASE) IN NAV	260 047	182 181	459	310	325	7	154	59
Early redemption fees	5	2	–	–	–	–	–	–
Proceeds from redeemable units issued	671 244	431 599	61 179	849	3 373	1 488	9 848	550
Reinvestments of distributions to holders of redeemable units	35 420	–	52	–	75	17	18	–
Redemption of redeemable units	(278 816)	(241 657)	(674)	(458)	(680)	(5)	(124)	(339)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	427 853	189 944	60 557	391	2 768	1 500	9 742	211
Distributions from net income	–	–	–	–	(147)	(20)	–	–
Distributions from net gains	(35 460)	–	(60)	–	–	–	(25)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(35 460)	–	(60)	–	(147)	(20)	(25)	–
NET INCREASE (DECREASE) IN NAV	652 440	372 125	60 956	701	2 946	1 487	9 871	270
NAV AT END OF PERIOD	\$ 4 757 452	\$ 3 500 456	\$ 67 919	\$ 5 971	\$ 6 839	\$ 1 590	\$ 11 540	\$ 1 146

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 32 602	\$ 25 699	\$ 4 150 139	\$ 3 160 279
INCREASE (DECREASE) IN NAV	2 355	1 762	263 340	184 319
Early redemption fees	–	–	5	2
Proceeds from redeemable units issued	5 380	1 744	751 024	436 230
Reinvestments of distributions to holders of redeemable units	276	–	35 841	17
Redemption of redeemable units	(2 485)	(1 387)	(282 779)	(243 846)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 171	357	504 091	192 403
Distributions from net income	–	–	(147)	(20)
Distributions from net gains	(276)	–	(35 821)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(276)	–	(35 968)	(20)
NET INCREASE (DECREASE) IN NAV	5 250	2 119	731 463	376 702
NAV AT END OF PERIOD	\$ 37 852	\$ 27 818	\$ 4 881 602	\$ 3 536 981

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.4% (December 31, 2013 – 1.4%, January 1, 2013 – 1.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.5%, January 1, 2013 – 0.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.6	+ or - 0.6	+ or - 0.6

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 762 811	–	–	4 762 811
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	125 086	–	125 086
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 762 811	125 086	–	4 887 897
% of total portfolio	97.4	2.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 080 924	–	–	4 080 924
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	80 014	–	80 014
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 080 924	80 014	–	4 160 938
% of total portfolio	98.1	1.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 088 875	–	–	3 088 875
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	71 336	–	71 336
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 088 875	71 336	–	3 160 211
% of total portfolio	97.7	2.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.95% and for Series F is 0.95%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	25	24
Series F	50	50
Series O	110	53
Value of all units	5	3

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	158 478	140 418
Issued number of units	25 185	18 510
Reinvested number of units	1 304	–
Redeemed number of units	(10 436)	(10 373)
Ending number of units	174 531	148 555
Advisor Series		
Opening units	263	232
Issued number of units	2 202	35
Reinvested number of units	2	–
Redeemed number of units	(25)	(19)
Ending number of units	2 442	248
Series T5		
Opening units	156	5
Issued number of units	133	63
Reinvested number of units	3	1
Redeemed number of units	(27)	–
Ending number of units	265	69
Series F		
Opening units	65	40
Issued number of units	363	23
Reinvested number of units	1	–
Redeemed number of units	(5)	(14)
Ending number of units	424	49
Series O		
Opening units	1 218	1 119
Issued number of units	193	72
Reinvested number of units	10	–
Redeemed number of units	(91)	(57)
Ending number of units	1 330	1 134



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	12	12
Series O		
RBC Select Growth Guaranteed Investment Portfolio – Series 1	226	200
RBC Select Growth Guaranteed Investment Portfolio – Series 2	957	839
RBC Life Insurance Universal Life Fund	147	179
Total	1 330	1 218

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS Growth Global Portfolio was merged into the RBC Select Growth Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS Growth Global Portfolio (the “Terminated Fund”) and the RBC Select Growth Portfolio (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$67 701
Exchange ratio Series F	0.51
Units issued by Continuing Fund Series F	302
Exchange ratio Advisor Series	0.49
Units issued by Continuing Fund Advisor Series	2 140
Exchange ratio Series O	0.49
Units issued by Continuing Fund Series O	–

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 536 597	3 160 279
Revaluation of investments at FVTPL	384	–
Net assets attributable to holders of redeemable units	3 536 981	3 160 279
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		183 935
Revaluation of investments at FVTPL (see note 3 in the generic notes)		384
Increase (decrease) in net assets attributable to holders of redeemable units		184 319



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT AGGRESSIVE GROWTH PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 381 639	RBC Canadian Dividend Fund*	\$ 69 078	\$ 89 556	9.7
2 841 245	RBC Canadian Equity Fund*	70 387	84 520	9.2
1 258 017	Phillips, Hager & North Canadian Growth Fund*	36 188	45 288	4.9
7 172 122	Phillips, Hager & North Canadian Equity Underlying Fund*	71 236	90 061	9.8
835 835	Phillips, Hager & North Canadian Equity Value Fund*	9 121	11 787	1.3
231 107	RBC Private Canadian Equity Pool*	5 255	5 600	0.6
549 887	RBC U.S. Dividend Fund*	8 428	11 625	1.3
2 557 778	RBC U.S. Equity Fund*	59 995	84 080	9.1
2 279 130	RBC U.S. Mid-Cap Equity Fund*	44 083	61 417	6.7
4 613 364	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	54 032	70 105	7.6
5 566 324	RBC European Equity Fund*	94 283	119 805	13.0
2 996 798	RBC Asia Pacific ex-Japan Equity Fund*	29 925	30 864	3.3
2 098 221	RBC Japanese Equity Fund*	20 159	21 114	2.3
2 502 257	RBC Global Equity Focus Fund*	25 255	25 593	2.8
1 072 603	RBC International Dividend Growth Fund*	8 823	9 994	1.1
2 032 224	RBC Global Dividend Growth Fund*	19 599	25 804	2.8
642 900	RBC Emerging Markets Dividend Fund*	6 875	7 070	0.8
4 033 268	RBC Emerging Markets Equity Fund*	43 381	51 271	5.6
634 872	RBC Emerging Markets Small-Cap Equity Fund*	6 885	7 186	0.8
5 303 111	RBC QUBE U.S. Equity Fund*	64 100	65 368	7.1
TOTAL MUTUAL FUND UNITS		747 088	918 108	99.8
SHORT-TERM INVESTMENTS†		3 531	3 531	0.4
TOTAL INVESTMENTS		<u>\$ 750 619</u>	<u>921 639</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 379)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 920 260</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 921 639	\$ 748 234	\$ 500 836
Cash	2	–	5
Due from investment dealers	–	–	650
Subscriptions receivable	1 064	753	487
Dividends receivable, interest accrued and other assets	1	1	1
TOTAL ASSETS	922 706	748 988	501 979
LIABILITIES			
Due to investment dealers	–	1 750	–
Redemptions payable	879	302	430
Accounts payable and accrued expenses	1 567	1 276	756
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 446	3 328	1 186
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 920 260	\$ 745 660	\$ 500 793
Investments at cost	\$ 750 619	\$ 611 097	\$ 491 929
NAV, END OF PERIOD			
SERIES A	\$ 872 019	\$ 732 435	\$ 493 552
ADVISOR SERIES	\$ 30 427	\$ 1 100	\$ 646
SERIES T5	\$ 1 830	\$ 1 379	\$ 23
SERIES F	\$ 5 014	\$ 1 741	\$ 307
SERIES O	\$ 10 970	\$ 9 005	\$ 6 265
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.01	\$ 10.41	\$ 8.38
ADVISOR SERIES	\$ 10.94	\$ 10.35	\$ 8.34
SERIES T5	\$ 10.27	\$ 9.89	\$ 8.31
SERIES F	\$ 11.70	\$ 11.00	\$ 8.78
SERIES O	\$ 12.08	\$ 11.30	\$ 9.07



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 21	\$ 13
Other income received from underlying funds	4 077	826
Net realized gain (loss) on investments	29 353	(1 477)
Change in unrealized gain (loss) on investments	26 710	47 851
TOTAL INCOME (LOSS)	60 161	47 213
EXPENSES (see notes – Fund Specific Information)		
Management fees	7 591	5 189
Administration fees	203	141
Board of Governors costs	1	2
GST/HST	726	522
TOTAL EXPENSES	8 521	5 854
INCREASE (DECREASE) IN NAV	\$ 51 640	\$ 41 359
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 50 673	\$ 40 686
ADVISOR SERIES	\$ 82	\$ 58
SERIES T5	\$ 108	\$ 4
SERIES F	\$ 47	\$ 29
SERIES O	\$ 730	\$ 582
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.67	\$ 0.66
ADVISOR SERIES	\$ 0.63	\$ 0.65
SERIES T5	\$ 0.63	\$ 0.63
SERIES F	\$ 0.78	\$ 0.73
SERIES O	\$ 0.86	\$ 0.80

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 51 640	\$ 41 359
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(29 353)	1 477
Change in unrealized loss (gain) on investments	(26 710)	(47 851)
(Increase) decrease in accrued receivables	(311)	(748)
Increase (decrease) in accrued payables	(882)	881
Cost of investments purchased	(541 014)	(252 142)
Proceeds on sales of investments	423 672	202 439
NET CASH PROVIDED BY OPERATING ACTIVITIES	(122 958)	(54 585)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	187 859	102 949
Cash paid on redemption of redeemable units	(64 874)	(48 367)
Distributions paid to holders of redeemable units	(25)	(1)
NET CASH USED IN FINANCING ACTIVITIES	\$ 122 960	\$ 54 581
Net increase (decrease) in cash for the year	2	(4)
Cash (bank overdraft), beginning of period	–	5
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 1
Interest received	\$ 21	\$ 13
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 732 435	\$ 493 552	\$ 1 100	\$ 646	\$ 1 379	\$ 23	\$ 1 741	\$ 307
INCREASE (DECREASE) IN NAV	50 673	40 686	82	58	108	4	47	29
Early redemption fees	1	1	–	–	–	–	–	–
Proceeds from redeemable units issued	150 716	101 753	29 393	217	1 258	343	4 485	70
Reinvestments of distributions to holders of redeemable units	5 028	–	4	–	27	3	1	–
Redemption of redeemable units	(61 803)	(48 014)	(146)	(22)	(898)	(156)	(1 256)	(1)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	93 942	53 740	29 251	195	387	190	3 230	69
Distributions from net income	–	–	–	–	(44)	(4)	–	–
Distributions from net gains	(5 031)	–	(6)	–	–	–	(4)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(5 031)	–	(6)	–	(44)	(4)	(4)	–
NET INCREASE (DECREASE) IN NAV	139 584	94 426	29 327	253	451	190	3 273	98
NAV AT END OF PERIOD	\$ 872 019	\$ 587 978	\$ 30 427	\$ 899	\$ 1 830	\$ 213	\$ 5 014	\$ 405

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 005	\$ 6 265	\$ 745 660	\$ 500 793
INCREASE (DECREASE) IN NAV	730	582	51 640	41 359
Early redemption fees	–	–	1	1
Proceeds from redeemable units issued	2 007	566	187 859	102 949
Reinvestments of distributions to holders of redeemable units	63	–	5 123	3
Redemption of redeemable units	(772)	(175)	(64 875)	(48 368)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 298	391	128 108	54 585
Distributions from net income	–	–	(44)	(4)
Distributions from net gains	(63)	–	(5 104)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(63)	–	(5 148)	(4)
NET INCREASE (DECREASE) IN NAV	1 965	973	174 600	95 940
NAV AT END OF PERIOD	\$ 10 970	\$ 7 238	\$ 920 260	\$ 596 733

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.6% (December 31, 2013 – 0.6%, January 1, 2013 – 0.6%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	918 108	–	–	918 108
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 531	–	3 531
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	918 108	3 531	–	921 639
% of total portfolio	99.6	0.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	743 870	–	–	743 870
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 364	–	4 364
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	743 870	4 364	–	748 234
% of total portfolio	99.4	0.6	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	499 752	–	–	499 752
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 084	–	1 084
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	499 752	1 084	–	500 836
% of total portfolio	99.8	0.2	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 2.05% and for Series F is 1.05%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	66	65
Series F	118	118
Series O	126	125
Value of all units	4	3

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	70 389	58 921
Issued number of units	14 079	11 451
Reinvested number of units	459	–
Redeemed number of units	(5 752)	(5 402)
Ending number of units	79 175	64 970
Advisor Series		
Opening units	106	77
Issued number of units	2 689	26
Reinvested number of units	–	–
Redeemed number of units	(13)	(3)
Ending number of units	2 782	100
Series T5		
Opening units	139	3
Issued number of units	125	39
Reinvested number of units	3	–
Redeemed number of units	(89)	(18)
Ending number of units	178	24
Series F		
Opening units	158	35
Issued number of units	385	7
Reinvested number of units	–	–
Redeemed number of units	(114)	–
Ending number of units	429	42
Series O		
Opening units	797	691
Issued number of units	172	58
Reinvested number of units	5	–
Redeemed number of units	(66)	(18)
Ending number of units	908	731



June 30, 2014

Investments by other related Investment Funds (000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Aggressive Growth Guaranteed Investment Portfolio – Series 1	101	118
RBC Select Aggressive Growth Guaranteed Investment Portfolio – Series 2	713	609
RBC Life Insurance Universal Life Fund	93	70
Total	907	797

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS All Equity Global Portfolio was merged into the RBC Select Aggressive Growth Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS All Equity Global Portfolio (the “Terminated Fund”) and the RBC Select Aggressive Growth Portfolio (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$33 657
Exchange ratio Series F	1.33
Units issued by Continuing Fund Series F	371
Exchange ratio Advisor Series	1.29
Units issued by Continuing Fund Advisor Series	2 682

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	596 663	500 793
Revaluation of investments at FVTPL	70	–
Net assets attributable to holders of redeemable units	596 733	500 793
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		41 289
Revaluation of investments at FVTPL (see note 3 in the generic notes)		70
Increase (decrease) in net assets attributable to holders of redeemable units		41 359



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT CHOICES CONSERVATIVE PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
289 018	RBC Canadian Money Market Fund*	\$ 2 890	\$ 2 890	1.5
2 562 833	Phillips, Hager & North Short Term Bond & Mortgage Fund*	25 615	26 027	13.3
4 416 179	RBC Bond Fund*	28 170	29 776	15.2
2 422 171	TD Canadian Bond Fund	25 386	26 063	13.3
2 609 684	Phillips, Hager & North Total Return Bond Fund*	28 907	29 797	15.3
167 485	RBC Canadian Dividend Fund*	8 465	10 856	5.6
368 321	RBC Canadian Equity Fund*	8 333	10 957	5.6
78 854	Franklin Bissett Canadian Equity Fund	8 699	10 884	5.6
485 494	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	6 150	7 378	3.8
463 864	RBC O'Shaughnessy U.S. Value Fund*	5 034	7 401	3.8
244 248	CI American Value Fund	5 072	7 332	3.8
1 290 706	Renaissance International Equity Fund	8 397	10 433	5.3
416 890	Invesco International Growth Class	5 536	9 120	4.7
165 661	Invesco International Growth Fund	1 318	1 413	0.7
TOTAL MUTUAL FUND UNITS		167 972	190 327	97.5
SHORT-TERM INVESTMENTS†		5 201	5 201	2.7
TOTAL INVESTMENTS		<u>\$ 173 173</u>	<u>195 528</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(302)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 195 226</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 21, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 195 528	\$ 185 503	\$ 171 762
Cash	–	1	10
Due from investment dealers	–	–	500
Subscriptions receivable	108	21	48
Dividends receivable, interest accrued and other assets	3	1	–
TOTAL ASSETS	195 639	185 526	172 320
LIABILITIES			
Redemptions payable	103	85	36
Accounts payable and accrued expenses	310	302	281
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	413	387	317
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 195 226	\$ 185 139	\$ 172 003
Investments at cost	\$ 173 173	\$ 169 840	\$ 162 070
NAV, END OF PERIOD			
SERIES A	\$ 193 721	\$ 183 827	\$ 171 246
ADVISOR SERIES	\$ 1 505	\$ 1 312	\$ 757
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.58	\$ 12.00	\$ 11.28
ADVISOR SERIES	\$ 12.62	\$ 12.04	\$ 11.29



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 19	\$ 25
Other income received from underlying funds	2 312	2 104
Net realized gain (loss) on investments	1 852	3 132
Change in unrealized gain (loss) on investments	6 692	284
TOTAL INCOME (LOSS)	10 875	5 545
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 597	1 486
Administration fees	47	44
Board of Governors costs	1	2
GST/HST	179	176
TOTAL EXPENSES	1 824	1 708
INCREASE (DECREASE) IN NAV	\$ 9 051	\$ 3 837
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 8 982	\$ 3 822
ADVISOR SERIES	\$ 69	\$ 15
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.58	\$ 0.25
ADVISOR SERIES	\$ 0.58	\$ 0.25

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 9 051	\$ 3 837
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 852)	(3 132)
Change in unrealized loss (gain) on investments	(6 692)	(284)
(Increase) decrease in accrued receivables	(89)	519
Increase (decrease) in accrued payables	26	1
Cost of investments purchased	(98 449)	(105 896)
Proceeds on sales of investments	96 968	103 684
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 037)	(1 271)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	15 575	15 577
Cash paid on redemption of redeemable units	(14 539)	(14 315)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 036	\$ 1 262
Net increase (decrease) in cash for the year	(1)	(9)
Cash (bank overdraft), beginning of period	1	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 1
Interest received	\$ 17	\$ 24
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 183 827	\$ 171 246	\$ 1 312	\$ 757	\$ 185 139	\$ 172 003
INCREASE (DECREASE) IN NAV	8 982	3 822	69	15	9 051	3 837
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	15 278	15 486	297	91	15 575	15 577
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(14 366)	(14 035)	(173)	(280)	(14 539)	(14 315)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	912	1 451	124	(189)	1 036	1 262
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	9 894	5 273	193	(174)	10 087	5 099
NAV AT END OF PERIOD	\$ 193 721	\$ 176 519	\$ 1 505	\$ 583	\$ 195 226	\$ 177 102

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.4% (December 31, 2013 – 3.2%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	190 327	–	–	190 327
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 201	–	5 201
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	190 327	5 201	–	195 528
% of total portfolio	97.3	2.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	181 216	–	–	181 216
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 287	–	4 287
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	181 216	4 287	–	185 503
% of total portfolio	97.7	2.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	168 864	–	–	168 864
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 898	–	2 898
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	168 864	2 898	–	171 762
% of total portfolio	98.3	1.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.85%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 322	15 186
Issued number of units	1 243	1 345
Reinvested number of units	–	–
Redeemed number of units	(1 170)	(1 217)
Ending number of units	15 395	15 314
Advisor Series		
Opening units	109	67
Issued number of units	24	8
Reinvested number of units	–	–
Redeemed number of units	(14)	(24)
Ending number of units	119	51

Investments by other related Investment Funds (000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	5	5

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	177 082	172 003
Revaluation of investments at FVTPL	20	–
Net assets attributable to holders of redeemable units	177 102	172 003
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		3 817
Revaluation of investments at FVTPL (see note 3 in the generic notes)		20
Increase (decrease) in net assets attributable to holders of redeemable units		3 837



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT CHOICES BALANCED PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
502 165	RBC Canadian Money Market Fund*	\$ 5 022	\$ 5 022	1.5
2 778 554	Phillips, Hager & North Short Term Bond & Mortgage Fund*	27 774	28 219	8.2
6 279 943	RBC Bond Fund*	40 207	42 342	12.3
3 710 026	Phillips, Hager & North Total Return Bond Fund*	41 590	42 360	12.3
1 193 955	Phillips, Hager & North High Yield Bond Fund*	13 053	14 143	4.1
308 411	RBC Canadian Dividend Fund*	15 524	19 991	5.8
826 440	RBC Canadian Equity Fund*	18 191	24 585	7.1
132 447	Franklin Bissett Canadian Equity Fund	14 602	18 282	5.3
154 966	IA Clarington Canadian Small Cap Fund	8 081	11 113	3.2
801 909	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	10 031	12 186	3.5
1 534 689	RBC O'Shaughnessy U.S. Value Fund*	17 027	24 487	7.1
806 404	CI American Value Fund	16 399	24 208	7.0
589 108	TD U.S. Mid-Cap Growth Fund	7 963	12 283	3.6
1 104 895	RBC Emerging Markets Equity Fund*	11 555	14 046	4.1
2 651 316	Renaissance International Equity Fund	17 246	21 431	6.2
873 026	Invesco International Growth Class	11 241	19 098	5.5
300 975	Invesco International Growth Fund	2 401	2 566	0.7
TOTAL MUTUAL FUND UNITS		277 907	336 362	97.5
SHORT-TERM INVESTMENTS†		8 145	8 145	2.4
TOTAL INVESTMENTS		<u>\$ 286 052</u>	<u>344 507</u>	<u>99.9</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			286	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 344 793</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 21, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 344 507	\$ 321 986	\$ 279 419
Cash	–	–	7
Due from investment dealers	850	–	1 050
Subscriptions receivable	92	205	74
Dividends receivable, interest accrued and other assets	5	3	–
TOTAL ASSETS	345 454	322 194	280 550
LIABILITIES			
Due to investment dealers	–	500	–
Redemptions payable	54	590	60
Accounts payable and accrued expenses	607	582	488
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	661	1 672	548
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 344 793	\$ 320 522	\$ 280 002
Investments at cost	\$ 286 052	\$ 278 142	\$ 260 661
NAV, END OF PERIOD			
SERIES A	\$ 342 017	\$ 318 451	\$ 278 801
ADVISOR SERIES	\$ 2 776	\$ 2 071	\$ 1 201
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.88	\$ 12.18	\$ 10.73
ADVISOR SERIES	\$ 12.87	\$ 12.17	\$ 10.72

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 34	\$ 40
Other income received from underlying funds	3 210	2 618
Net realized gain (loss) on investments	3 986	8 189
Change in unrealized gain (loss) on investments	14 611	5 237
TOTAL INCOME (LOSS)	21 841	16 084
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 128	2 708
Administration fees	82	69
Board of Governors costs	1	2
GST/HST	341	308
TOTAL EXPENSES	3 552	3 087
INCREASE (DECREASE) IN NAV	\$ 18 289	\$ 12 997
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 18 157	\$ 12 931
ADVISOR SERIES	\$ 132	\$ 66
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.69	\$ 0.49
ADVISOR SERIES	\$ 0.69	\$ 0.49

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 18 289	\$ 12 997
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 986)	(8 189)
Change in unrealized loss (gain) on investments	(14 611)	(5 237)
(Increase) decrease in accrued receivables	(739)	450
Increase (decrease) in accrued payables	(1 011)	67
Cost of investments purchased	(116 323)	(163 892)
Proceeds on sales of investments	112 399	165 420
NET CASH PROVIDED BY OPERATING ACTIVITIES	(5 982)	1 616
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	28 444	19 558
Cash paid on redemption of redeemable units	(22 462)	(21 179)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 5 982	\$ (1 621)
Net increase (decrease) in cash for the year	–	(5)
Cash (bank overdraft), beginning of period	–	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 2
Interest received	\$ 32	\$ 38
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 318 451	\$ 278 801	\$ 2 071	\$ 1 201	\$ 320 522	\$ 280 002
INCREASE (DECREASE) IN NAV	18 157	12 931	132	66	18 289	12 997
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	27 701	18 845	743	713	28 444	19 558
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(22 292)	(20 975)	(170)	(204)	(22 462)	(21 179)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 409	(2 130)	573	509	5 982	(1 621)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	23 566	10 801	705	575	24 271	11 376
NAV AT END OF PERIOD	\$ 342 017	\$ 289 602	\$ 2 776	\$ 1 776	\$ 344 793	\$ 291 378

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth and modest income.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.9% (December 31, 2013 – 1.9%, January 1, 2013 – 1.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	336 362	–	–	336 362
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 145	–	8 145
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	336 362	8 145	–	344 507
% of total portfolio	97.6	2.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	313 083	–	–	313 083
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 903	–	8 903
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	313 083	8 903	–	321 986
% of total portfolio	97.2	2.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	274 479	–	–	274 479
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 940	–	4 940
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	274 479	4 940	–	279 419
% of total portfolio	98.2	1.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.05%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	9 534
Non-capital losses	–

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	26 113	25 988
Issued number of units	2 214	1 695
Reinvested number of units	–	–
Redeemed number of units	(1 775)	(1 886)
Ending number of units	26 552	25 797

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Advisor Series		
Opening units	170	112
Issued number of units	60	64
Reinvested number of units	–	–
Redeemed number of units	(14)	(18)
Ending number of units	216	158

Investments by other related Investment Funds (000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	21	20

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	291 342	280 002
Revaluation of investments at FVTPL	36	–
Net assets attributable to holders of redeemable units	291 378	280 002
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		12 961
Revaluation of investments at FVTPL (see note 3 in the generic notes)		36
Increase (decrease) in net assets attributable to holders of redeemable units		12 997

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT CHOICES GROWTH PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
368 285	RBC Canadian Money Market Fund*	\$ 3 683	\$ 3 683	1.5
4 854 432	RBC Bond Fund*	31 529	32 731	13.0
956 059	Phillips, Hager & North Total Return Bond Fund*	10 634	10 917	4.3
923 588	Phillips, Hager & North High Yield Bond Fund*	10 319	10 940	4.3
838 477	RBC Canadian Equity Fund*	18 970	24 943	9.9
303 749	Phillips, Hager & North Canadian Growth Fund*	8 561	10 935	4.3
561 843	Fidelity Canadian Disciplined Equity Fund	16 905	23 666	9.4
111 711	IA Clarington Canadian Small Cap Fund	5 835	8 011	3.2
1 567 066	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	19 554	23 813	9.4
748 538	RBC O'Shaughnessy U.S. Value Fund*	8 752	11 943	4.7
393 536	CI American Value Fund	7 859	11 814	4.7
895 163	TD U.S. Mid-Cap Growth Fund	12 063	18 664	7.4
605 746	Invesco European Growth Class	6 343	9 107	3.6
539 389	TD Asian Growth Fund	6 589	7 762	3.1
1 119 380	RBC Emerging Markets Equity Fund*	11 732	14 230	5.6
956 898	Renaissance International Equity Fund	6 204	7 735	3.1
647 196	Invesco International Growth Class	8 141	14 158	5.6
173 820	Invesco International Growth Fund	1 389	1 482	0.6
TOTAL MUTUAL FUND UNITS		195 062	246 534	97.7
SHORT-TERM INVESTMENTS†		5 877	5 877	2.3
TOTAL INVESTMENTS		\$ 200 939	252 411	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(80)	—
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 252 331	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 21, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 252 411	\$ 232 544	\$ 199 032
Cash	1	–	7
Due from investment dealers	500	–	600
Subscriptions receivable	53	121	55
Dividends receivable, interest accrued and other assets	3	2	–
TOTAL ASSETS	252 968	232 667	199 694
LIABILITIES			
Redemptions payable	152	11	272
Accounts payable and accrued expenses	485	458	396
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	637	469	668
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 252 331	\$ 232 198	\$ 199 026
Investments at cost	\$ 200 939	\$ 195 370	\$ 189 038
NAV, END OF PERIOD			
SERIES A	\$ 251 742	\$ 231 820	\$ 198 617
ADVISOR SERIES	\$ 589	\$ 378	\$ 409
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.79	\$ 11.97	\$ 10.21
ADVISOR SERIES	\$ 12.76	\$ 11.95	\$ 10.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 24	\$ 29
Other income received from underlying funds	1 412	1 128
Net realized gain (loss) on investments	2 756	2 466
Change in unrealized gain (loss) on investments	14 298	9 687
TOTAL INCOME (LOSS)	18 490	13 310
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 513	2 136
Administration fees	59	50
Board of Governors costs	1	2
GST/HST	258	231
TOTAL EXPENSES	2 831	2 419
INCREASE (DECREASE) IN NAV	\$ 15 659	\$ 10 891
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 15 628	\$ 10 863
ADVISOR SERIES	\$ 31	\$ 28
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.80	\$ 0.57
ADVISOR SERIES	\$ 0.78	\$ 0.56

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 15 659	\$ 10 891
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 756)	(2 466)
Change in unrealized loss (gain) on investments	(14 298)	(9 687)
(Increase) decrease in accrued receivables	(433)	(126)
Increase (decrease) in accrued payables	168	(260)
Cost of investments purchased	(105 762)	(101 695)
Proceeds on sales of investments	102 949	104 006
NET CASH PROVIDED BY OPERATING ACTIVITIES	(4 473)	663
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	22 063	15 410
Cash paid on redemption of redeemable units	(17 589)	(16 079)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 4 474	\$ (669)
Net increase (decrease) in cash for the year	1	(6)
Cash (bank overdraft), beginning of period	–	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 1
Interest received	\$ 23	\$ 27
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 231 820	\$ 198 617	\$ 378	\$ 409	\$ 232 198	\$ 199 026
INCREASE (DECREASE) IN NAV	15 628	10 863	31	28	15 659	10 891
Early redemption fees	1	–	–	–	1	–
Proceeds from redeemable units issued	21 820	15 194	243	216	22 063	15 410
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(17 527)	(16 019)	(63)	(60)	(17 590)	(16 079)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 294	(825)	180	156	4 474	(669)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	19 922	10 038	211	184	20 133	10 222
NAV AT END OF PERIOD	\$ 251 742	\$ 208 655	\$ 589	\$ 593	\$ 252 331	\$ 209 248

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.3% (December 31, 2013 – 1.3%, January 1, 2013 – 1.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.4%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.6	+ or - 0.6	+ or - 0.6

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	246 534	–	–	246 534
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 877	–	5 877
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	246 534	5 877	–	252 411
% of total portfolio	97.7	2.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	225 932	–	–	225 932
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 612	–	6 612
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	225 932	6 612	–	232 544
% of total portfolio	97.2	2.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	195 346	–	–	195 346
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 686	–	3 686
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	195 346	3 686	–	199 032
% of total portfolio	98.1	1.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.25%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	10 768
Non-capital losses	998
Non-capital losses expire in:	
2030	801
2028	197

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	19 337	19 462
Issued number of units	1 765	1 428
Reinvested number of units	–	–
Redeemed number of units	(1 414)	(1 504)
Ending number of units	19 688	19 386

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	32	40
Issued number of units	19	21
Reinvested number of units	–	–
Redeemed number of units	(5)	(6)
Ending number of units	46	55

Investments by other related Investment Funds (000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	33	32

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	209 220	199 026
Revaluation of investments at FVTPL	28	–
Net assets attributable to holders of redeemable units	209 248	199 026
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		10 863
Revaluation of investments at FVTPL (see note 3 in the generic notes)		28
Increase (decrease) in net assets attributable to holders of redeemable units		10 891



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC SELECT CHOICES AGGRESSIVE GROWTH PORTFOLIO

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
552 540	RBC Canadian Equity Fund*	\$ 12 714	\$ 16 438	9.1
347 903	Fidelity Canadian Disciplined Equity Fund	10 497	14 655	8.1
308 005	Phillips, Hager & North Canadian Growth Fund*	8 700	11 088	6.1
826 881	Synergy Canadian Corporate Class	10 506	14 586	8.1
102 039	IA Clarington Canadian Small Cap Fund	5 357	7 318	4.0
948 964	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	11 786	14 421	8.0
681 289	RBC O'Shaughnessy U.S. Value Fund*	7 740	10 870	6.0
357 674	CI American Value Fund	7 069	10 737	5.9
315 650	AGF American Growth Class	9 670	14 447	8.0
610 904	TD U.S. Mid-Cap Growth Fund	8 105	12 737	7.0
664 989	Invesco European Growth Class	6 840	9 997	5.5
415 040	TD Asian Growth Fund	5 087	5 972	3.3
1 053 141	RBC Emerging Markets Equity Fund*	11 171	13 388	7.4
1 228 730	Renaissance International Equity Fund	7 977	9 932	5.5
590 571	Invesco International Growth Class	7 475	12 919	7.1
130 960	Invesco International Growth Fund	989	1 117	0.6
TOTAL MUTUAL FUND UNITS		<u>131 683</u>	<u>180 622</u>	<u>99.7</u>
TOTAL INVESTMENTS		<u>\$ 131 683</u>	<u>180 622</u>	<u>99.7</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			453	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 181 075</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 180 622	\$ 165 582	\$ 133 365
Cash	80	—	3
Due from investment dealers	725	300	250
Subscriptions receivable	96	112	105
TOTAL ASSETS	181 523	165 994	133 723
LIABILITIES			
Redemptions payable	68	29	95
Accounts payable and accrued expenses	380	356	291
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	448	385	386
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 181 075	\$ 165 609	\$ 133 337
Investments at cost	\$ 131 683	\$ 128 773	\$ 124 810
NAV, END OF PERIOD			
SERIES A	\$ 180 469	\$ 165 262	\$ 133 208
ADVISOR SERIES	\$ 606	\$ 347	\$ 129
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.53	\$ 10.73	\$ 8.59
ADVISOR SERIES	\$ 11.61	\$ 10.80	\$ 8.62



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2	\$ 2
Other income received from underlying funds	366	114
Net realized gain (loss) on investments	1 856	1 022
Change in unrealized gain (loss) on investments	12 130	10 978
TOTAL INCOME (LOSS)	14 354	12 116
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 972	1 570
Administration fees	41	32
Board of Governors costs	1	2
GST/HST	195	163
TOTAL EXPENSES	2 209	1 767
INCREASE (DECREASE) IN NAV	\$ 12 145	\$ 10 349
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 12 110	\$ 10 338
ADVISOR SERIES	\$ 35	\$ 11
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.59	\$ 0.68
ADVISOR SERIES	\$ 0.59	\$ 0.69

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 12 145	\$ 10 349
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 856)	(1 022)
Change in unrealized loss (gain) on investments	(12 130)	(13 565)
(Increase) decrease in accrued receivables	(409)	(51)
Increase (decrease) in accrued payables	63	(22)
Cost of investments purchased	(59 972)	(36 853)
Proceeds on sales of investments	58 918	43 841
NET CASH PROVIDED BY OPERATING ACTIVITIES	(3 241)	2 677
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	17 903	10 955
Cash paid on redemption of redeemable units	(14 582)	(13 634)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 3 321	\$ (2 679)
Net increase (decrease) in cash for the year	80	(2)
Cash (bank overdraft), beginning of period	–	3
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 80	\$ 1
Interest received	\$ 2	\$ 2
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 165 262	\$ 133 208	\$ 347	\$ 129	\$ 165 609	\$ 133 337
INCREASE (DECREASE) IN NAV	12 110	10 338	35	11	12 145	10 349
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	17 664	10 944	239	11	17 903	10 955
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(14 567)	(13 624)	(15)	(10)	(14 582)	(13 634)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 097	(2 680)	224	1	3 321	(2 679)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	15 207	7 658	259	12	15 466	7 670
NAV AT END OF PERIOD	\$ 180 469	\$ 140 866	\$ 606	\$ 141	\$ 181 075	\$ 141 007

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.6% (December 31, 2013 – 0.5%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	180 622	–	–	180 622
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	180 622	–	–	180 622
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	165 004	–	–	165 004
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	578	–	578
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	165 004	578	–	165 582
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	132 781	–	–	132 781
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	584	–	584
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	132 781	584	–	133 365
% of total portfolio	99.6	0.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.45%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Advisor Series	738	738
Value of all units	9	8

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	13 019
Non-capital losses	8 707
Non-capital losses expire in:	
2032	1 855
2031	1 578
2030	1 952
2029	1 355
2028	1 967

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 369	15 506
Issued number of units	1 592	1 207
Reinvested number of units	–	–
Redeemed number of units	(1 307)	(1 501)
Ending number of units	15 654	15 212

Advisor Series		
Opening units	32	15
Issued number of units	21	1
Reinvested number of units	–	–
Redeemed number of units	(1)	(1)
Ending number of units	52	15

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	10	10



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	140 986	133 337
Revaluation of investments at FVTPL	21	–
Net assets attributable to holders of redeemable units	141 007	133 337
<hr/>		
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		10 328
Revaluation of investments at FVTPL (see note 3 in the generic notes)		21
Increase (decrease) in net assets attributable to holders of redeemable units		10 349

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC TARGET 2015 EDUCATION FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
20 877 101	RBC Canadian Money Market Fund*	\$ 208 771	\$ 208 771	54.7
10 536 732	RBC Canadian Short-Term Income Fund*	115 151	114 937	30.1
1 886 369	Phillips, Hager & North Short Term Bond & Mortgage Fund*	19 284	19 157	5.0
3 466 676	RBC Global Bond Fund*	35 753	38 359	10.1
TOTAL MUTUAL FUND UNITS		378 959	381 224	99.9
SHORT-TERM INVESTMENTS†		604	604	0.2
TOTAL INVESTMENTS		<u>\$ 379 563</u>	381 828	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(420)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 381 408</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 381 828	\$ 382 684	\$ 368 394
Cash	1	1	25
Due from investment dealers	–	–	2 350
Subscriptions receivable	216	437	726
Dividends receivable, interest accrued and other assets	–	1	–
TOTAL ASSETS	382 045	383 123	371 495
LIABILITIES			
Due to investment dealers	–	–	800
Redemptions payable	315	283	224
Accounts payable and accrued expenses	322	330	488
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	637	613	1 512
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 381 408	\$ 382 510	\$ 369 983
Investments at cost	\$ 379 563	\$ 376 766	\$ 353 475
NAV, END OF PERIOD			
SERIES A	\$ 381 408	\$ 382 510	\$ 369 983
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.67	\$ 11.56	\$ 11.81

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 9	\$ 14
Other income received from underlying funds	3 713	4 822
Net realized gain (loss) on investments	5 685	11 996
Change in unrealized gain (loss) on investments	(3 653)	(12 340)
TOTAL INCOME (LOSS)	5 754	4 492
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 673	1 656
Administration fees	95	95
Board of Governors costs	1	2
GST/HST	178	186
TOTAL EXPENSES	1 947	1 939
INCREASE (DECREASE) IN NAV	\$ 3 807	\$ 2 553
INCREASE (DECREASE) IN NAV SERIES A	\$ 3 807	\$ 2 553
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.11	\$ 0.08

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 807	\$ 2 553
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(5 685)	(11 996)
Change in unrealized loss (gain) on investments	3 653	12 340
(Increase) decrease in accrued receivables	222	2 859
Increase (decrease) in accrued payables	24	(888)
Cost of investments purchased	(127 837)	(324 866)
Proceeds on sales of investments	130 725	309 740
NET CASH PROVIDED BY OPERATING ACTIVITIES	4 909	(10 258)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	21 327	27 541
Cash paid on redemption of redeemable units	(26 236)	(17 308)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (4 909)	\$ 10 233
Net increase (decrease) in cash for the year	–	(25)
Cash (bank overdraft), beginning of period	1	25
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ –
Interest received	\$ 10	\$ 14
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 382 510	\$ 369 983
INCREASE (DECREASE) IN NAV	3 807	2 553
Early redemption fees	—	—
Proceeds from redeemable units issued	21 327	27 541
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(26 236)	(17 308)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4 909)	10 233
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	(1 102)	12 786
NAV AT END OF PERIOD	\$ 381 408	\$ 382 769

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2015.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.7% (December 31, 2013 – 2.1%, January 1, 2013 – 3.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.1	+ or - 0.1	+ or - 0.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	381 224	–	–	381 224
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	604	–	604
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	381 224	604	–	381 828
% of total portfolio	99.8	0.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	378 794	–	–	378 794
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 890	–	3 890
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	378 794	3 890	–	382 684
% of total portfolio	99.0	1.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	367 395	–	–	367 395
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	999	–	999
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	367 395	999	–	368 394
% of total portfolio	99.7	0.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.55%.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.05%
----------	-------

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	33 101	31 332
Issued number of units	1 834	2 314
Reinvested number of units	–	–
Redeemed number of units	(2 256)	(1 454)
Ending number of units	32 679	32 192

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	382 746	369 983
Revaluation of investments at FVTPL	23	–
Net assets attributable to holders of redeemable units	382 769	369 983
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		2 530
Revaluation of investments at FVTPL (see note 3 in the generic notes)		23
Increase (decrease) in net assets attributable to holders of redeemable units		2 553



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC TARGET 2020 EDUCATION FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
10 910 263	RBC Canadian Short-Term Income Fund*	\$ 119 266	\$ 119 011	19.2
32 424 127	RBC Bond Fund*	213 876	218 620	35.2
5 329 430	Phillips, Hager & North Total Return Bond Fund*	61 900	60 851	9.8
2 745 607	RBC Global Bond Fund*	29 026	30 380	4.9
269 502	RBC Canadian Dividend Fund*	12 490	17 469	2.8
1 188 412	RBC Canadian Equity Fund*	28 713	35 352	5.7
1 265 138	RBC QUBE Low Volatility Canadian Equity Fund*	14 655	17 386	2.8
413 805	RBC U.S. Equity Fund*	9 374	13 603	2.2
761 856	RBC Private U.S. Large-Cap Core Equity Pool*	11 213	13 585	2.2
362 366	RBC U.S. Mid-Cap Equity Fund*	6 474	9 765	1.6
1 070 355	RBC O'Shaughnessy U.S. Value Fund*	10 619	17 078	2.7
880 183	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	11 499	13 375	2.2
1 256 965	RBC European Equity Fund*	21 056	27 054	4.4
751 134	RBC Asia Pacific ex-Japan Equity Fund*	7 500	7 736	1.2
554 967	RBC Japanese Equity Fund*	5 325	5 585	0.9
806 421	RBC Emerging Markets Equity Fund*	9 280	10 251	1.6
TOTAL MUTUAL FUND UNITS		572 266	617 101	99.4
SHORT-TERM INVESTMENTS†		4 542	4 542	0.7
TOTAL INVESTMENTS		<u>\$ 576 808</u>	621 643	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(528)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 621 115</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 621 643	\$ 559 059	\$ 445 792
Cash	2	3	9
Due from investment dealers	–	–	750
Subscriptions receivable	546	822	1 160
Dividends receivable, interest accrued and other assets	2	1	–
TOTAL ASSETS	622 193	559 885	447 711
LIABILITIES			
Due to investment dealers	–	2 900	2 000
Redemptions payable	165	302	163
Accounts payable and accrued expenses	913	816	657
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 078	4 018	2 820
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 621 115	\$ 555 867	\$ 444 891
Investments at cost	\$ 576 808	\$ 529 441	\$ 431 936
NAV, END OF PERIOD			
SERIES A	\$ 619 237	\$ 554 660	\$ 444 453
SERIES D	\$ 1 878	\$ 1 207	\$ 438
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.42	\$ 11.90	\$ 11.49
SERIES D	\$ 12.43	\$ 11.87	\$ 11.37

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 21	\$ 19
Other income received from underlying funds	8 151	6 033
Net realized gain (loss) on investments	6 753	10 878
Change in unrealized gain (loss) on investments	15 217	(2 760)
TOTAL INCOME (LOSS)	30 142	14 170
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 662	3 776
Administration fees	145	119
Board of Governors costs	1	2
GST/HST	478	407
TOTAL EXPENSES	5 286	4 304
INCREASE (DECREASE) IN NAV	\$ 24 856	\$ 9 866
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 24 786	\$ 9 855
SERIES D	\$ 70	\$ 11
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.51	\$ 0.24
SERIES D	\$ 0.56	\$ 0.29

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 24 856	\$ 9 866
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(6 753)	(10 878)
Change in unrealized loss (gain) on investments	(15 217)	2 760
(Increase) decrease in accrued receivables	275	1 597
Increase (decrease) in accrued payables	(2 940)	(1 446)
Cost of investments purchased	(221 316)	(269 552)
Proceeds on sales of investments	180 702	231 062
NET CASH PROVIDED BY OPERATING ACTIVITIES	(40 393)	(36 591)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	56 321	48 716
Cash paid on redemption of redeemable units	(15 929)	(12 132)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 40 392	\$ 36 584
Net increase (decrease) in cash for the year	(1)	(7)
Cash (bank overdraft), beginning of period	3	9
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 2
Interest received	\$ 20	\$ 19
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 554 660	\$ 444 453	\$ 1 207	\$ 438	\$ 555 867	\$ 444 891
INCREASE (DECREASE) IN NAV	24 786	9 855	70	11	24 856	9 866
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	55 627	48 541	694	175	56 321	48 716
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(15 836)	(12 110)	(93)	(22)	(15 929)	(12 132)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	39 791	36 431	601	153	40 392	36 584
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	64 577	46 286	671	164	65 248	46 450
NAV AT END OF PERIOD	\$ 619 237	\$ 490 739	\$ 1 878	\$ 602	\$ 621 115	\$ 491 341

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2020.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.8% (December 31, 2013 – 3.5%, January 1, 2013 – 2.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	617 101	–	–	617 101
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 542	–	4 542
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	617 101	4 542	–	621 643
% of total portfolio	99.3	0.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	553 307	–	–	553 307
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 752	–	5 752
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	553 307	5 752	–	559 059
% of total portfolio	99.0	1.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	441 746	–	–	441 746
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 046	–	4 046
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	441 746	4 046	–	445 792
% of total portfolio	99.1	0.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.75%. The Specified Percentage for Series D is 1.00%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series D	49	49
Value of all units	1	1

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	46 598	38 695
Issued number of units	4 566	4 117
Reinvested number of units	–	–
Redeemed number of units	(1 298)	(1 027)
Ending number of units	49 866	41 785

Series D		
Opening units	102	38
Issued number of units	57	16
Reinvested number of units	–	–
Redeemed number of units	(8)	(2)
Ending number of units	151	52

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	491 291	444 891
Revaluation of investments at FVTPL	50	–
Net assets attributable to holders of redeemable units	491 341	444 891
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		9 816
Revaluation of investments at FVTPL (see note 3 in the generic notes)		50
Increase (decrease) in net assets attributable to holders of redeemable units		9 866



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC TARGET 2025 EDUCATION FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
26 891 911	RBC Bond Fund*	\$ 178 656	\$ 181 319	30.5
2 615 618	Phillips, Hager & North Total Return Bond Fund*	30 257	29 865	5.0
3 370 043	RBC High Yield Bond Fund*	36 881	37 090	6.2
459 945	RBC Canadian Dividend Fund*	22 228	29 813	5.0
2 104 114	RBC Canadian Equity Fund*	51 033	62 592	10.5
165 347	Phillips, Hager & North Canadian Growth Fund*	4 750	5 952	1.0
1 962 949	RBC QUBE Low Volatility Canadian Equity Fund*	22 898	26 976	4.5
769 153	RBC U.S. Equity Fund*	17 406	25 284	4.3
1 416 717	RBC Private U.S. Large-Cap Core Equity Pool*	21 014	25 261	4.3
743 376	RBC U.S. Mid-Cap Equity Fund*	13 851	20 032	3.4
1 841 328	RBC O'Shaughnessy U.S. Value Fund*	18 104	29 380	4.9
1 556 505	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	20 492	23 653	4.0
2 281 262	RBC European Equity Fund*	37 878	49 100	8.3
1 481 807	RBC Asia Pacific ex-Japan Equity Fund*	14 800	15 261	2.6
1 069 975	RBC Japanese Equity Fund*	10 275	10 767	1.8
1 478 972	RBC Emerging Markets Equity Fund*	16 935	18 801	3.2
TOTAL MUTUAL FUND UNITS		517 458	591 146	99.5
SHORT-TERM INVESTMENTS†		5 073	5 073	0.9
TOTAL INVESTMENTS		<u>\$ 522 531</u>	<u>596 219</u>	<u>100.4</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(2 415)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 593 804</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 596 219	\$ 509 449	\$ 349 121
Cash	4	2	4
Due from investment dealers	–	–	150
Subscriptions receivable	746	1 193	1 398
Dividends receivable, interest accrued and other assets	–	1	–
TOTAL ASSETS	596 969	510 645	350 673
LIABILITIES			
Due to investment dealers	2 100	3 850	2 800
Redemptions payable	145	114	118
Accounts payable and accrued expenses	920	750	536
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 165	4 714	3 454
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 593 804	\$ 505 931	\$ 347 219
Investments at cost	\$ 522 531	\$ 459 220	\$ 335 157
NAV, END OF PERIOD			
SERIES A	\$ 591 964	\$ 504 952	\$ 346 974
SERIES D	\$ 1 840	\$ 979	\$ 245
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.53	\$ 9.96	\$ 9.08
SERIES D	\$ 10.50	\$ 9.90	\$ 8.98

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 23	\$ 19
Other income received from underlying funds	6 628	3 850
Net realized gain (loss) on investments	5 443	10 056
Change in unrealized gain (loss) on investments	23 459	4 403
TOTAL INCOME (LOSS)	35 553	18 328
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 605	3 251
Administration fees	135	97
Board of Governors costs	1	2
GST/HST	460	341
TOTAL EXPENSES	5 201	3 691
INCREASE (DECREASE) IN NAV	\$ 30 352	\$ 14 637
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 30 263	\$ 14 624
SERIES D	\$ 89	\$ 13
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.56	\$ 0.36
SERIES D	\$ 0.59	\$ 0.39

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 30 352	\$ 14 637
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(5 443)	(10 056)
Change in unrealized loss (gain) on investments	(23 459)	(4 403)
(Increase) decrease in accrued receivables	448	1 142
Increase (decrease) in accrued payables	(1 549)	(1 227)
Cost of investments purchased	(241 983)	(304 497)
Proceeds on sales of investments	184 115	253 882
NET CASH PROVIDED BY OPERATING ACTIVITIES	(57 519)	(50 522)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	70 151	59 231
Cash paid on redemption of redeemable units	(12 630)	(8 711)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 57 521	\$ 50 520
Net increase (decrease) in cash for the year	2	(2)
Cash (bank overdraft), beginning of period	2	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 2
Interest received	\$ 24	\$ 19
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 504 952	\$ 346 974	\$ 979	\$ 245	\$ 505 931	\$ 347 219
INCREASE (DECREASE) IN NAV	30 263	14 624	89	13	30 352	14 637
Early redemption fees	3	1	–	–	3	1
Proceeds from redeemable units issued	69 282	58 837	869	394	70 151	59 231
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(12 536)	(8 669)	(97)	(43)	(12 633)	(8 712)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	56 749	50 169	772	351	57 521	50 520
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	87 012	64 793	861	364	87 873	65 157
NAV AT END OF PERIOD	\$ 591 964	\$ 411 767	\$ 1 840	\$ 609	\$ 593 804	\$ 412 376

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2025.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.6% (December 31, 2013 – 2.3%, January 1, 2013 – 2.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	591 146	–	–	591 146
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 073	–	5 073
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	591 146	5 073	–	596 219
% of total portfolio	99.1	0.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	502 860	–	–	502 860
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 589	–	6 589
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	502 860	6 589	–	509 449
% of total portfolio	98.7	1.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	344 342	–	–	344 342
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 779	–	4 779
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	344 342	4 779	–	349 121
% of total portfolio	98.6	1.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.85%. The Specified Percentage for Series D is 1.10%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series D	63	63
Value of all units	1	1

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	50 673	38 198
Issued number of units	6 763	6 237
Reinvested number of units	–	–
Redeemed number of units	(1 222)	(919)
Ending number of units	56 214	43 516
Series D		
Opening units	99	27
Issued number of units	85	42
Reinvested number of units	–	–
Redeemed number of units	(9)	(4)
Ending number of units	175	65

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	412 331	347 219
Revaluation of investments at FVTPL	45	–
Net assets attributable to holders of redeemable units	412 376	347 219
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		14 592
Revaluation of investments at FVTPL (see note 3 in the generic notes)		45
Increase (decrease) in net assets attributable to holders of redeemable units		14 637



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC TARGET 2030 EDUCATION FUND

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
2 073 563	RBC Bond Fund*	\$ 13 859	\$ 13 980	15.2
1 075 825	RBC High Yield Bond Fund*	11 740	11 840	12.8
71 641	RBC Canadian Dividend Fund*	4 033	4 644	5.0
378 427	RBC Canadian Equity Fund*	9 717	11 257	12.2
129 846	Phillips, Hager & North Canadian Growth Fund*	4 002	4 674	5.1
207 864	RBC QUBE Low Volatility Canadian Equity Fund*	2 537	2 857	3.1
156 451	RBC U.S. Equity Fund*	4 449	5 143	5.6
287 806	RBC Private U.S. Large-Cap Core Equity Pool*	4 601	5 132	5.6
173 663	RBC U.S. Mid-Cap Equity Fund*	4 177	4 680	5.1
288 091	RBC O'Shaughnessy U.S. Value Fund*	3 892	4 597	5.0
254 055	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	3 575	3 861	4.2
440 094	RBC European Equity Fund*	8 635	9 472	10.3
324 071	RBC Asia Pacific ex-Japan Equity Fund*	3 245	3 338	3.6
216 901	RBC Japanese Equity Fund*	2 080	2 183	2.4
296 682	RBC Emerging Markets Equity Fund*	3 463	3 771	4.1
TOTAL MUTUAL FUND UNITS		84 005	91 429	99.3
TOTAL SHORT-TERM INVESTMENTS†		1 859	1 859	2.0
TOTAL INVESTMENTS		<u>\$ 85 864</u>	93 288	101.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 167)	(1.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 92 121</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 93 288	\$ 54 637	\$ 9 281
Cash	1	2	–
Subscriptions receivable	387	541	311
TOTAL ASSETS	93 676	55 180	9 592
LIABILITIES			
Due to investment dealers	1 400	2 000	768
Redemptions payable	9	3	–
Accounts payable and accrued expenses	146	73	12
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 555	2 076	780
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 92 121	\$ 53 104	\$ 8 812
Investments at cost	\$ 85 864	\$ 51 061	\$ 9 238
NAV, END OF PERIOD			
SERIES A	\$ 91 081	\$ 52 715	\$ 8 748
SERIES D	\$ 1 040	\$ 389	\$ 64
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.51	\$ 11.81	\$ 10.29
SERIES D	\$ 12.57	\$ 11.82	\$ 10.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 7	\$ 2
Other income received from underlying funds	847	168
Net realized gain (loss) on investments	223	124
Change in unrealized gain (loss) on investments	3 848	454
TOTAL INCOME (LOSS)	4 925	748
EXPENSES (see notes – Fund Specific Information)		
Management fees	640	152
Administration fees	18	4
Board of Governors costs	1	2
GST/HST	62	15
TOTAL EXPENSES	721	173
INCREASE (DECREASE) IN NAV	\$ 4 204	\$ 575
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 4 162	\$ 571
SERIES D	\$ 42	\$ 4
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.70	\$ 0.37
SERIES D	\$ 0.75	\$ 0.41

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 4 204	\$ 575
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(223)	(124)
Change in unrealized loss (gain) on investments	(3 848)	(454)
(Increase) decrease in accrued receivables	154	218
Increase (decrease) in accrued payables	(521)	(67)
Cost of investments purchased	(111 760)	(72 430)
Proceeds on sales of investments	77 180	57 015
NET CASH PROVIDED BY OPERATING ACTIVITIES	(34 814)	(15 267)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	36 414	15 670
Cash paid on redemption of redeemable units	(1 601)	(403)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 34 813	\$ 15 267
Net increase (decrease) in cash for the year	(1)	–
Cash (bank overdraft), beginning of period	2	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ –
Interest received	\$ 7	\$ 2
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 52 715	\$ 8 748	\$ 389	\$ 64	\$ 53 104	\$ 8 812
INCREASE (DECREASE) IN NAV	4 162	571	42	4	4 204	575
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	35 667	15 591	747	79	36 414	15 670
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(1 463)	(403)	(138)	—	(1 601)	(403)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	34 204	15 188	609	79	34 813	15 267
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	38 366	15 759	651	83	39 017	15 842
NAV AT END OF PERIOD	\$ 91 081	\$ 24 507	\$ 1 040	\$ 147	\$ 92 121	\$ 24 654

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2030.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Interest rate risk

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.5% (December 31, 2013 – 1.3%, January 1, 2013 – 1.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.4%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 23-month (December 31, 2013 – 17-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.5

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Please see the generic notes at the back of the financial statements.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	91 429	–	–	91 429
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 859	–	1 859
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	91 429	1 859	–	93 288
% of total portfolio	98.0	2.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	52 285	–	–	52 285
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 352	–	2 352
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	52 285	2 352	–	54 637
% of total portfolio	95.7	4.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	8 463	–	–	8 463
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	818	–	818
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	8 463	818	–	9 281
% of total portfolio	91.2	8.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the harmonized sales tax (“HST”), will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.95%. The Specified Percentage for Series D is 1.20%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series D	105	105
Value of all units	1	1

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	4 464	850
Issued number of units	2 937	1 452
Reinvested number of units	–	–
Redeemed number of units	(120)	(37)
Ending number of units	7 281	2 265

Series D		
Opening units	33	6
Issued number of units	61	8
Reinvested number of units	–	–
Redeemed number of units	(11)	–
Ending number of units	83	14

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	24 650	8 812
Revaluation of investments at FVTPL	4	–
Net assets attributable to holders of redeemable units	24 654	8 812
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		571
Revaluation of investments at FVTPL (see note 3 in the generic notes)		4
Increase (decrease) in net assets attributable to holders of redeemable units		575



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN DIVIDEND FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
1 154 929	Lowe's Companies	\$ 65 105	\$ 59 140	
3 359 144	Magna International Inc., Class A	136 032	385 831	
1 004 286	Nike Inc.	86 586	83 061	
3 507 600	Quebecor Inc., Class B	94 618	90 566	
10 419 282	Shaw Communications Inc., Class B	202 455	285 072	
624 624	The Walt Disney Company	36 576	57 127	
4 654 035	Thomson Corp.	150 527	180 809	
1 461 523	Tim Hortons Inc.	59 384	85 309	
		831 283	1 226 915	6.6
Consumer Staples				
2 481 500	Alimentation Couche-Tard Inc.	74 295	72 534	
5 750 853	Loblaw Companies Ltd.	246 949	273 856	
4 919 199	Maple Leaf Foods Inc.	53 900	97 695	
615 326	Metro Inc., Class A	40 038	40 593	
		415 182	484 678	2.6
Energy				
2 301 080	AltaGas Ltd.	69 767	112 938	
4 222 751	ARC Resources Ltd.	82 209	137 198	
7 149 448	Bonavista Energy Corp.	137 856	117 037	
13 169 558	Canadian Natural Resources Ltd.	481 793	645 704	
10 434 760	Cenovus Energy Inc.	305 053	360 940	
11 752 031	Enbridge Inc.	333 729	595 005	
5 319 226	Encana Corp.	144 307	134 470	
417 600	Gibson Energy Inc.	12 119	14 215	
10 382 031	Husky Energy Inc.	305 408	357 765	
7 049 569	Imperial Oil Ltd.	214 703	396 397	
1 509 732	Inter Pipeline Ltd.	37 971	50 002	
224 600	Keyera Corp.	17 493	17 656	
1 039 478	Pembina Pipeline Corp.	30 430	47 722	
10 055 855	Pengrowth Energy Corp.	90 234	76 927	
1 078 500	PrairieSky Royalty Ltd.	30 198	41 846	
842 084	Schlumberger Ltd.	79 692	105 949	
2 595 439	ShawCor Ltd.	77 170	154 013	
14 649 592	Suncor Energy Inc.	494 982	666 556	
9 546 887	TransCanada Corp.	346 890	486 223	
2 298 993	Veresen Inc.	37 936	43 106	
1 221 982	Vermilion Energy Inc.	59 522	90 732	
		3 389 462	4 652 401	25.0
Financials				
1 584 296	Allied Properties Real Estate Investment Trust	52 541	56 005	
7 786 774	Bank of Montreal	364 831	611 885	
17 035 756	Bank of Nova Scotia	768 940	1 211 924	
11 552 933	Brookfield Asset Management Inc., Class A	309 112	543 103	
305 750	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	7 702	7 323	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
8 225 997	Brookfield Property Partners LP	\$ 145 091	\$ 183 358	
1 641 205	Calloway Real Estate Investment Trust	41 662	43 590	
1 247 109	Canadian Apartment Properties Real Estate Investment Trust	26 659	28 509	
6 076 570	Canadian Imperial Bank of Commerce	395 942	590 035	
1 768 020	Canadian Real Estate Investment Trust	54 735	81 311	
1 129 904	Canadian Western Bank	34 152	45 072	
4 916 409	Chartwell Retirement Residences Real Estate Investment Trust	43 121	53 294	
8 323 361	CI Financial Corp.	165 214	291 734	
268 715	Fairfax Financial Holdings Ltd.	100 570	136 029	
3 753 031	First Capital Realty Inc.	55 930	69 881	
1 581 125	Great-West Lifeco Inc.	48 358	47 718	
1 973 322	Intact Financial Corp.	95 324	145 197	
20 398 934	Manulife Financial Corporation	340 927	432 661	
2 851 748	National Bank of Canada	83 176	129 070	
2 094 256	Onex Corporation	61 890	138 263	
10 277 755	Power Corporation of Canada	246 442	304 735	
1 299 912	RioCan Real Estate Investment Trust	32 715	35 501	
15 803 785	Royal Bank of Canada*	726 758	1 205 513	
7 257 904	Sun Life Financial Inc.	209 066	284 655	
21 818 126	Toronto-Dominion Bank	642 337	1 198 470	
1 237 000	Weyerhaeuser Company Ltd.	40 008	43 663	
		5 093 203	7 918 499	42.6
Industrials				
4 334 578	CAE Inc.	43 154	60 511	
10 101 959	Canadian National Railway Co.	294 827	701 076	
1 584 194	Canadian Pacific Railway Ltd.	105 738	306 241	
4 195 942	Finning International Inc.	92 018	125 207	
1 406 016	Russel Metals Inc.	28 545	48 240	
1 095 092	Tyco International Ltd.	37 296	53 267	
696 876	United Technologies Corp.	75 324	85 809	
		676 902	1 380 351	7.4
Information Technology				
1 457 826	DH Corp.	32 087	45 265	
		32 087	45 265	0.2
Materials				
852 878	Agrium Inc.	75 894	83 369	
4 004 847	Barrick Gold Corp.	75 674	78 255	
3 657 423	Goldcorp Inc.	111 101	108 918	
1 830 251	Labrador Iron Ore Royalty Corp.	56 874	56 152	
571 968	Methanex Corp.	11 873	37 733	
5 746 570	Potash Corporation of Saskatchewan Inc.	234 774	233 196	
3 971 212	Teck Resources Ltd., Class B	151 245	96 739	
938 676	West Fraser Timber Co. Ltd.	43 842	48 539	
		761 277	742 901	4.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
4 498 904	BCE Inc.	\$ 110 424	\$ 217 747	
3 624 889	Rogers Communications Inc., Class B	136 172	155 653	
7 694 800	TELUS Corp.	186 469	306 022	
		<u>433 065</u>	<u>679 422</u>	<u>3.6</u>
Utilities				
4 165 998	Atco Ltd., Class I, Non-Voting	70 895	215 465	
1 003 525	Brookfield Infrastructure Partners LP	30 880	44 687	
2 793 450	Brookfield Renewable Energy Partners LP	55 869	88 105	
463 710	Brookfield Renewable Power Fund, Preferred Series I, 5.250%	11 593	11 222	
1 730 238	Emera Inc.	50 515	59 018	
3 013 923	Northland Power Inc.	49 358	54 944	
3 375 046	TransAlta Corp.	49 053	44 146	
		<u>318 163</u>	<u>517 587</u>	<u>2.8</u>
TOTAL EQUITIES		<u>11 950 624</u>	<u>17 648 019</u>	<u>94.8</u>

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
133 565	Fortis Inc., Convertible	4.000	09-Jan-24	\$ 42 925	\$ 51 062	
10 000	Greater Toronto Airports Authority	4.850	01-Jun-17	9 018	10 876	
				<u>51 943</u>	<u>61 938</u>	<u>0.3</u>
TOTAL BONDS				<u>51 943</u>	<u>61 938</u>	<u>0.3</u>
SHORT-TERM INVESTMENTS[†]				<u>886 782</u>	<u>886 782</u>	<u>4.8</u>
TOTAL INVESTMENTS				<u>12 889 349</u>	<u>18 596 739</u>	<u>99.9</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	11 294	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(177)	–
TOTAL PORTFOLIO				<u>\$ 12 889 349</u>	<u>18 607 856</u>	<u>100.0</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(1 293)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$18 606 563</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.94% to 1.16% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 348 Sold USD 1 200 @ 1.1233	03-Jul-14	\$ 67
Bought CAD 7 947 Sold USD 7 200 @ 1.1038	03-Jul-14	267
Bought CAD 13 041 Sold USD 12 000 @ 1.0868	09-Jul-14	239
Bought CAD 15 911 Sold USD 14 400 @ 1.1049	09-Jul-14	548
Bought CAD 23 208 Sold USD 20 965 @ 1.1070	09-Jul-14	841
Bought CAD 4 875 Sold USD 4 500 @ 1.0833	09-Jul-14	74
Bought CAD 8 358 Sold USD 7 800 @ 1.0715	09-Jul-14	36
Bought CAD 28 475 Sold USD 26 090 @ 1.0914	10-Jul-14	639
Bought CAD 5 319 Sold USD 4 810 @ 1.1057	10-Jul-14	187
Bought CAD 17 685 Sold USD 16 000 @ 1.1053	15-Jul-14	612
Bought CAD 27 679 Sold USD 25 000 @ 1.1072	15-Jul-14	1 003
Bought CAD 8 935 Sold USD 8 320 @ 1.0739	15-Jul-14	57
Bought CAD 2 210 Sold USD 2 000 @ 1.1051	16-Jul-14	76
Bought CAD 2 136 Sold USD 1 930 @ 1.1065	31-Jul-14	75
Bought CAD 22 003 Sold USD 20 000 @ 1.1002	05-Aug-14	650
Bought CAD 33 641 Sold USD 30 830 @ 1.0912	08-Aug-14	723
Bought CAD 42 583 Sold USD 39 000 @ 1.0919	12-Aug-14	938
Bought CAD 48 314 Sold USD 44 552 @ 1.0845	13-Aug-14	740
Bought CAD 1 017 Sold USD 933 @ 1.0903	14-Aug-14	21
Bought CAD 21 784 Sold USD 20 000 @ 1.0892	19-Aug-14	424
Bought CAD 6 991 Sold USD 6 407 @ 1.0912	22-Aug-14	148
Bought CAD 21 821 Sold USD 20 000 @ 1.0910	26-Aug-14	457
Bought CAD 8 354 Sold USD 7 679 @ 1.0879	27-Aug-14	152
Bought CAD 19 925 Sold USD 18 202 @ 1.0947	28-Aug-14	482
Bought CAD 14 969 Sold USD 13 757 @ 1.0881	04-Sep-14	271
Bought CAD 21 966 Sold USD 20 186 @ 1.0882	04-Sep-14	399
Bought CAD 3 241 Sold USD 2 961 @ 1.0945	11-Sep-14	77
Bought CAD 9 775 Sold USD 8 920 @ 1.0959	12-Sep-14	243
Bought CAD 49 908 Sold USD 45 907 @ 1.0872	17-Sep-14	846
Bought CAD 8 983 Sold USD 8 400 @ 1.0694	02-Oct-14	2
		\$ 11 294
		Unrealized Loss
Bought USD 8 400 Sold CAD 8 963 @ 1.0670	03-Jul-14	\$ (3)
Bought USD 5 000 Sold CAD 5 509 @ 1.1018	10-Jul-14	(174)
		\$ (177)
TOTAL FOREIGN EXCHANGE		\$ 11 117

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 18 596 739	\$ 16 592 604	\$ 14 072 930
Cash	3 232	3 582	2 068
Due from investment dealers	10 999	330	1 087
Subscriptions receivable	10 611	8 359	7 071
Unrealized gain on foreign exchange contracts	11 294	182	215
Dividends receivable, interest accrued and other assets	50 098	39 546	43 532
TOTAL ASSETS	18 682 973	16 644 603	14 126 903
LIABILITIES			
Due to investment dealers	45 312	56 008	22 739
Redemptions payable	10 820	16 224	–
Unrealized loss on foreign exchange contracts	177	3 216	160
Distributions payable	1 731	–	–
Accounts payable and accrued expenses	18 370	17 258	15 055
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	76 410	92 706	37 954
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 18 606 563	\$ 16 551 897	\$ 14 088 949
Investments at cost	\$ 12 889 349	\$ 12 287 569	\$ 11 704 125
NAV, END OF PERIOD			
SERIES A	\$ 11 931 669	\$ 10 897 204	\$ 9 520 335
ADVISOR SERIES	\$ 174 290	\$ 154 034	\$ 132 232
SERIES T5	\$ 4 349	\$ 1 753	\$ 50
SERIES T8	\$ 97 084	\$ 74 547	\$ 47 576
SERIES D	\$ 524 280	\$ 437 312	\$ 347 063
SERIES F	\$ 173 449	\$ 142 427	\$ 111 800
SERIES I	\$ 320 595	\$ 311 810	\$ 268 939
SERIES O	\$ 5 380 847	\$ 4 532 810	\$ 3 660 954
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 63.52	\$ 57.70	\$ 49.71
ADVISOR SERIES	\$ 63.89	\$ 58.04	\$ 50.00
SERIES T5	\$ 59.64	\$ 55.24	\$ 49.37
SERIES T8	\$ 11.67	\$ 10.97	\$ 10.10
SERIES D	\$ 63.58	\$ 57.76	\$ 49.77
SERIES F	\$ 65.39	\$ 59.40	\$ 51.17
SERIES I	\$ 64.22	\$ 58.37	\$ 50.31
SERIES O	\$ 64.82	\$ 58.91	\$ 50.77

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 256 506	\$ 241 986
Interest for distribution purposes	9 887	6 511
Other income (loss)	5 937	3 669
Securities lending revenue (see note 6 in the generic notes)	721	373
Net realized gain (loss) on investments	252 696	154 471
Net gain (loss) on foreign currencies and other net assets	(6 281)	(2 223)
Change in unrealized gain (loss) on investments	1 416 506	174 075
TOTAL INCOME (LOSS)	1 935 972	578 862
EXPENSES (see notes – Fund Specific Information)		
Management fees	89 626	77 645
Administration fees	6 567	6 606
Board of Governors costs	1	2
GST/HST	9 555	8 816
Transaction costs	2 305	2 951
Withholding tax	331	185
TOTAL EXPENSES	108 385	96 205
INCREASE (DECREASE) IN NAV	\$ 1 827 587	\$ 482 657
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 150 947	\$ 298 649
ADVISOR SERIES	\$ 16 645	\$ 4 189
SERIES T5	\$ 316	\$ (1)
SERIES T8	\$ 8 670	\$ 1 455
SERIES D	\$ 50 341	\$ 11 827
SERIES F	\$ 16 556	\$ 3 955
SERIES I	\$ 32 840	\$ 10 052
SERIES O	\$ 551 272	\$ 152 531
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 6.14	\$ 1.56
ADVISOR SERIES	\$ 6.16	\$ 1.58
SERIES T5	\$ 5.79	\$ 1.52
SERIES T8	\$ 1.15	\$ 0.31
SERIES D	\$ 6.30	\$ 1.71
SERIES F	\$ 6.57	\$ 1.83
SERIES I	\$ 6.58	\$ 1.92
SERIES O	\$ 6.79	\$ 2.06

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 827 587	\$ 482 657
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(252 696)	(154 464)
Change in unrealized loss (gain) on investments	(1 416 506)	(174 075)
(Increase) decrease in accrued receivables	(23 473)	(64 168)
Increase (decrease) in accrued payables	(13 257)	43 365
Cost of investments purchased	(9 971 589)	(8 596 657)
Proceeds on sales of investments	9 622 505	8 429 979
NET CASH PROVIDED BY OPERATING ACTIVITIES	(227 429)	(33 363)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 420 658	1 251 264
Cash paid on redemption of redeemable units	(1 181 888)	(1 197 747)
Distributions paid to holders of redeemable units	(11 691)	(17 857)
NET CASH USED IN FINANCING ACTIVITIES	\$ 227 079	\$ 35 660
Net increase (decrease) in cash for the year	(350)	2 297
Cash (bank overdraft), beginning of period	3 582	2 068
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3 232	\$ 4 365
Interest received	\$ 10 589	\$ 6 507
Dividends received, net of withholding taxes	\$ 250 859	\$ 241 801



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 897 204	\$ 9 520 335	\$ 154 034	\$ 132 232	\$ 1 753	\$ 50	\$ 74 547	\$ 47 576
INCREASE (DECREASE) IN NAV	1 150 947	298 649	16 645	4 189	316	(1)	8 670	1 455
Early redemption fees	5	2	–	–	–	–	–	–
Proceeds from redeemable units issued	649 210	640 811	16 934	13 439	2 486	761	23 024	22 281
Reinvestments of distributions to holders of redeemable units	54 417	55 529	761	765	19	4	1 489	1 114
Redemption of redeemable units	(763 777)	(697 243)	(13 273)	(13 810)	(149)	(7)	(7 318)	(2 999)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(60 145)	(901)	4 422	394	2 356	758	17 195	20 396
Distributions from net income	(56 337)	(57 467)	(811)	(818)	(76)	(12)	(3 328)	(2 498)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(56 337)	(57 467)	(811)	(818)	(76)	(12)	(3 328)	(2 498)
NET INCREASE (DECREASE) IN NAV	1 034 465	240 281	20 256	3 765	2 596	745	22 537	19 353
NAV AT END OF PERIOD	\$ 11 931 669	\$ 9 760 616	\$ 174 290	\$ 135 997	\$ 4 349	\$ 795	\$ 97 084	\$ 66 929

For the periods ended June 30 (see note 2 in the generic notes)	Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 437 312	\$ 347 063	\$ 142 427	\$ 111 800	\$ 311 810	\$ 268 939
INCREASE (DECREASE) IN NAV	50 341	11 827	16 556	3 955	32 840	10 052
Early redemption fees	1	1	1	–	–	–
Proceeds from redeemable units issued	76 593	42 651	33 272	17 995	10 946	22 908
Reinvestments of distributions to holders of redeemable units	3 640	3 116	1 055	847	3 364	3 368
Redemption of redeemable units	(39 829)	(34 056)	(18 405)	(16 386)	(34 781)	(15 271)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	40 405	11 712	15 923	2 456	(20 471)	11 005
Distributions from net income	(3 778)	(3 244)	(1 457)	(1 202)	(3 584)	(3 564)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 778)	(3 244)	(1 457)	(1 202)	(3 584)	(3 564)
NET INCREASE (DECREASE) IN NAV	86 968	20 295	31 022	5 209	8 785	17 493
NAV AT END OF PERIOD	\$ 524 280	\$ 367 358	\$ 173 449	\$ 117 009	\$ 320 595	\$ 286 432

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series 0		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 4 532 810	\$ 3 660 954	\$ 16 551 897	\$ 14 088 949
INCREASE (DECREASE) IN NAV	551 272	152 531	1 827 587	482 657
Early redemption fees	—	—	7	3
Proceeds from redeemable units issued	608 193	490 418	1 420 658	1 251 264
Reinvestments of distributions to holders of redeemable units	63 656	44 224	128 401	108 967
Redemption of redeemable units	(304 363)	(417 978)	(1 181 895)	(1 197 750)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	367 486	116 664	367 171	162 484
Distributions from net income	(70 721)	(58 019)	(140 092)	(126 824)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(70 721)	(58 019)	(140 092)	(126 824)
NET INCREASE (DECREASE) IN NAV	848 037	211 176	2 054 666	518 317
NAV AT END OF PERIOD	\$ 5 380 847	\$ 3 872 130	\$ 18 606 563	\$ 14 607 266

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of regular dividend income and modest long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.5%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Credit risk

The Fund has minimal exposure to credit risk as it primarily invests in equity securities. Its exposure to credit risk is on its debt securities which comprise a total of 0.0% (December 31, 2013 – 0.3%, January 1, 2013 – 0.2%) of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	17 648 019	–	–	17 648 019
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	61 938	–	61 938
Short-term investments	–	886 782	–	886 782
Derivatives – assets	–	11 294	–	11 294
Derivatives – liabilities	–	(177)	–	(177)
Total financial instruments	17 648 019	959 837	–	18 607 856
% of total portfolio	94.8	5.2	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	15 551 968	–	–	15 551 968
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	50 043	–	50 043
Short-term investments	–	990 593	–	990 593
Derivatives – assets	–	182	–	182
Derivatives – liabilities	–	(3 216)	–	(3 216)
Total financial instruments	15 551 968	1 037 602	–	16 589 570
% of total portfolio	93.7	6.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	13 050 820	–	–	13 050 820
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	31 706	–	31 706
Short-term investments	–	990 404	–	990 404
Derivatives – assets	–	215	–	215
Derivatives – liabilities	–	(160)	–	(160)
Total financial instruments	13 050 820	1 022 165	–	14 072 985
% of total portfolio	92.7	7.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	2 150
Net transfers in (out)	–	–	(2 150)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may



June 30, 2014

be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series T5	1.50%
Series T8	1.50%
Series D	1.00%
Series F	0.75%
Series I	0.44%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.10% from 0.12%.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	11	11
Series O	143	141
Value of all units	10	9

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	188 857	191 524
Issued number of units	10 890	12 481
Reinvested number of units	881	1 081
Redeemed number of units	(12 776)	(13 577)
Ending number of units	187 852	191 509
Advisor Series		
Opening units	2 654	2 644
Issued number of units	283	261
Reinvested number of units	12	15
Redeemed number of units	(221)	(267)
Ending number of units	2 728	2 653
Series T5		
Opening units	32	1
Issued number of units	44	15
Reinvested number of units	–	–
Redeemed number of units	(3)	–
Ending number of units	73	16
Series T8		
Opening units	6 796	4 712
Issued number of units	2 041	2 156
Reinvested number of units	132	109
Redeemed number of units	(651)	(292)
Ending number of units	8 318	6 685
Series D		
Opening units	7 571	6 974
Issued number of units	1 282	828
Reinvested number of units	59	61
Redeemed number of units	(666)	(663)
Ending number of units	8 246	7 200
Series F		
Opening units	2 398	2 185
Issued number of units	537	340
Reinvested number of units	17	16
Redeemed number of units	(299)	(310)
Ending number of units	2 653	2 231
Series I		
Opening units	5 342	5 346
Issued number of units	181	438
Reinvested number of units	54	65
Redeemed number of units	(585)	(294)
Ending number of units	4 992	5 555



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	76 947	72 105
Issued number of units	10 016	9 352
Reinvested number of units	1 006	843
Redeemed number of units	(4 955)	(7 860)
Ending number of units	83 014	74 440

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 305	100	2 951	100
Related-party brokerage commissions*	435	19	502	17
Commission arrangements [†]	184	8	257	9

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 025 048	897 812
Fair value of collateral received	1 045 549	915 768

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Managed Payout Solution	8 544	8 852
RBC Managed Payout Solution – Enhanced	8 731	7 364
RBC Select Very Conservative Portfolio	7 652	6 833
RBC Select Conservative Portfolio	21 703	20 176
RBC Select Balanced Portfolio	22 738	20 139
RBC Select Growth Portfolio	3 208	2 988
RBC Select Aggressive Growth Portfolio	1 382	1 261
RBC Target 2015 Education Fund	–	47
RBC Target 2020 Education Fund	270	303
RBC Target 2025 Education Fund	460	428
RBC Target 2030 Education Fund	72	46
RBC Select Choices Conservative Portfolio	167	168
RBC Select Choices Balanced Portfolio	308	304
RBC Select Very Conservative Class	68	88
RBC Select Conservative Class	87	106
RBC Select Balanced Class	65	83
RBC Select Growth Class	5	6
RBC Select Aggressive Growth Class	4	4
RBC Canadian Dividend Guaranteed Investment Fund	2 346	2 295
RBC Life Insurance Universal Life Fund	353	348
Total	78 163	71 839

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	14 597 042	14 068 859
Revaluation of investments at FVTPL	10 224	20 090
Net assets attributable to holders of redeemable units	14 607 266	14 088 949
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		492 524
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(9 867)
Increase (decrease) in net assets attributable to holders of redeemable units		482 657

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
650 915	Azure Dynamics Corp.	\$ 7 016	\$ —	
2 160 013	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	39	—	
728 701	BRP Inc.	20 291	19 165	
474 222	Gildan Activewear Inc., Class A	20 623	29 814	
726 543	Hudson's Bay Co.	12 419	12 286	
356 578	Linamar Corp.	12 399	22 447	
735 135	Magna International Inc., Class A	25 114	84 438	
559 660	Quebecor Inc., Class B	11 888	14 450	
1 728 282	Shaw Communications Inc., Class B	34 123	47 286	
1 104 384	Thomson Corp.	33 933	42 905	
217 998	Tim Hortons Inc.	8 444	12 725	
		186 289	285 516	5.8
Consumer Staples				
1 143 079	Alimentation Couche-Tard Inc.	19 176	33 412	
1 259 363	Loblaw Companies Ltd.	55 674	59 971	
1 352 605	Maple Leaf Foods Inc.	17 387	26 863	
		92 237	120 246	2.5
Energy				
1 294 956	ARC Resources Ltd.	29 992	42 074	
1 099 717	Cameco Corp.	23 934	23 018	
3 771 739	Canadian Natural Resources Ltd.	116 572	184 929	
871 195	Canadian Oil Sands Ltd.	22 196	21 066	
2 285 227	Cenovus Energy Inc.	51 040	79 047	
1 034 854	Crescent Point Energy Corp.	42 454	48 938	
2 469 884	Enbridge Inc.	80 761	125 050	
2 984 964	Encana Corp.	65 641	75 460	
1 364 341	Husky Energy Inc.	39 281	47 015	
864 099	Imperial Oil Ltd.	39 878	48 588	
185 000	Laricina Energy Ltd. (Private)*	5 075	1 850	
799 274	Penn West Petroleum Ltd.	13 703	8 328	
141 000	PrairieSky Royalty Ltd.	3 948	5 471	
4 732 779	Suncor Energy Inc.	141 233	215 341	
3 119 056	Talisman Energy Inc.	39 929	35 183	
1 877 523	TransCanada Corp.	75 881	95 622	
		791 518	1 056 980	21.7
Financials				
320 691	Allied Properties Real Estate Investment Trust	9 938	11 336	
1 311 084	Bank of Montreal	76 867	103 025	
3 533 376	Bank of Nova Scotia	178 176	251 364	
2 046 411	Brookfield Asset Management Inc., Class A	62 185	96 202	
2 158 233	Brookfield Property Partners LP	36 580	48 107	
1 380 253	Canaccord Genuity Group Inc.	14 208	16 963	
1 054 197	Canadian Imperial Bank of Commerce	76 361	102 363	
1 531 138	Chartwell Retirement Residences Real Estate Investment Trust	15 599	16 598	
1 162 297	CI Financial Corp.	23 559	40 739	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
1 037 766	Element Financial Corp.	\$ 11 280	\$ 13 989	
750 351	Element Financial Corp., Subscription Receipts	9 567	10 062	
56 639	Fairfax Financial Holdings Ltd.	21 500	28 672	
1 418 078	GMP Capital Inc.	7 642	12 082	
265 152	Industrial Alliance Insurance & Financial Services Inc.	12 147	12 399	
536 993	Intact Financial Corp.	31 950	39 512	
5 950 909	Manulife Financial Corporation	102 551	126 219	
601 128	National Bank of Canada	19 969	27 207	
544 398	Onex Corporation	15 353	35 941	
2 435 580	Power Corporation of Canada	61 801	72 215	
4 010 151	Royal Bank of Canada†	197 512	305 894	
1 624 562	Sun Life Financial Inc.	44 980	63 715	
4 909 707	Toronto-Dominion Bank	174 908	269 690	
		1 204 633	1 704 294	35.0
Health Care				
546 211	Catamaran Corp.	26 521	25 737	
284 291	Valeant Pharmaceuticals International Inc.	12 451	38 362	
		38 972	64 099	1.3
Industrials				
772 118	Air Canada, Class B	2 390	7 358	
6 094 863	Bombardier Inc., Class B	28 648	22 978	
700 383	CAE Inc.	8 059	9 777	
2 562 429	Canadian National Railway Co.	59 914	177 833	
487 304	Canadian Pacific Railway Ltd.	54 884	94 201	
972 058	Finning International Inc.	22 777	29 006	
750 451	Progressive Waste Solutions Ltd.	17 426	20 555	
2 200	Russel Metals Inc.	28	75	
113 599	SNC-Lavalin Group Inc.	4 984	6 375	
186 854	Toromont Industries Ltd.	3 075	4 916	
917 000	WestJet Airlines Ltd.	19 894	24 025	
		222 079	397 099	8.1
Information Technology				
8 997 600	Adenyo Inc.	—	—	
1 415 361	Blackberry Ltd.	10 920	15 484	
735 400	CGI Group Inc., Class A	27 351	27 813	
395 743	DH Corp.	8 684	12 288	
321 369	Open Text Corp.	5 278	16 454	
		52 233	72 039	1.5
Materials				
767 853	Agnico Eagle Mines Ltd.	28 091	31 374	
376 271	Agrium Inc.	32 740	36 780	
2 636 522	B2Gold Corp.	8 020	8 200	
980 186	Barrick Gold Corp.	25 240	19 153	
838 591	Continental Gold Ltd.	6 193	2 935	
648 495	Detour Gold Corp.	9 421	9 468	
635 967	Dundee Precious Metals Inc.	5 042	3 250	
2 879 019	Eldorado Gold Corp.	33 868	23 493	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
232 044	First Majestic Silver Corp.	\$ 4 885	\$ 2 675	
1 959 522	First Quantum Minerals Ltd.	37 328	44 716	
400 618	Franco-Nevada Corp.	17 323	24 538	
180 000	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	807	1 575	
1 795 373	Goldcorp Inc.	58 732	53 466	
109 461	Kinross Gold Corp., Warrants @ 21.30 September 17, 2014	201	3	
458 500	Mountain Province Diamonds Inc.*, Restricted July 28, 2014	2 338	2 287	
981 765	New Gold Inc.	10 032	6 647	
4 071 430	One Earth Farms Corp. (Private)*	5 700	2 158	
451 156	Osisko Gold Royalties Ltd.	7 169	7 241	
985 472	Primero Mining Corp.	6 281	8 426	
680 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	1 120	1 006	
2 407 746	Potash Corporation of Saskatchewan Inc.	94 848	97 706	
1 260 557	Semafo Inc.	3 801	6 315	
1 081 219	Silver Wheaton Corp.	28 349	30 361	
222 407	Tahoe Resources Inc.	1 970	6 214	
1 038 192	Teck Resources Ltd., Class B	28 953	25 290	
3 709 713	Torex Gold Resources Inc.	6 094	6 047	
794 550	Torex Gold Resources Inc., Warrants @ 1.50 August 4, 2014	60	111	
1 184 654	Yamana Gold Inc.	12 817	10 401	
		<u>477 423</u>	<u>471 836</u>	<u>9.7</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
1 109 763	BCE Inc.	\$ 30 780	\$ 53 713	
598 506	Bell Aliant Inc.	15 787	16 692	
728 033	Rogers Communications Inc., Class B	22 077	31 262	
1 728 504	TELUS Corp.	41 834	68 743	
		<u>110 478</u>	<u>170 410</u>	<u>3.5</u>
Utilities				
771 152	Atco Ltd., Class 1, Non-Voting	10 370	39 884	
822 919	TransAlta Corp.	12 013	10 764	
		<u>22 383</u>	<u>50 648</u>	<u>1.0</u>
TOTAL CANADIAN EQUITIES				
UNITED STATES EQUITIES				
Financials				
217 337	Citigroup Inc.	11 457	10 919	
		<u>11 457</u>	<u>10 919</u>	<u>0.2</u>
Health Care				
148 185	UnitedHealth Group Incorporated	12 232	12 920	
		<u>12 232</u>	<u>12 920</u>	<u>0.3</u>
Industrials				
370 462	CSX Corp.	11 814	12 175	
99 364	United Technologies Corp.	12 866	12 235	
		<u>24 680</u>	<u>24 410</u>	<u>0.5</u>
TOTAL UNITED STATES EQUITIES				
		<u>48 369</u>	<u>48 249</u>	<u>1.0</u>
MUTUAL FUND UNITS				
26 674 759	RBC Canadian Small & Mid-Cap Resources Fund [†]	\$ 267 125	\$ 354 235	
TOTAL MUTUAL FUND UNITS				
		<u>267 125</u>	<u>354 235</u>	<u>7.3</u>

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
24 000	Fortis Inc., Convertible	4.000	09-Jan-24	\$ 7 320	\$ 9 175	
TOTAL BONDS				<u>7 320</u>	<u>9 175</u>	<u>0.2</u>
SHORT-TERM INVESTMENTS[‡]				<u>49 274</u>	<u>49 274</u>	<u>1.0</u>
TOTAL INVESTMENTS				<u>3 570 333</u>	<u>4 854 100</u>	<u>99.6</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				—	2 479	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				—	(402)	—
TOTAL PORTFOLIO				<u>\$ 3 570 333</u>	<u>4 856 177</u>	<u>99.7</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					15 593	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 4 871 770</u>	<u>100.0</u>

* Illiquid security.

[†] Investment in related party (see note 7 in the generic notes).

[‡] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.14% to 1.16% and mature between July 16, 2014 and July 31, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 12 149 Sold USD 11 000 @ 1.1045	08-Jul-14	\$ 414
Bought CAD 15 747 Sold USD 14 225 @ 1.1070	09-Jul-14	571
Bought CAD 20 096 Sold USD 18 174 @ 1.1057	10-Jul-14	706
Bought CAD 11 494 Sold USD 10 425 @ 1.1026	17-Jul-14	370
Bought CAD 1 489 Sold USD 1 355 @ 1.0990	25-Jul-14	43
Bought CAD 11 609 Sold USD 10 532 @ 1.1023	25-Jul-14	367
Bought CAD 239 Sold USD 219 @ 1.0912	08-Aug-14	5
Bought CAD 137 Sold USD 126 @ 1.0903	14-Aug-14	3
		<u>\$ 2 479</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 11 000 Sold CAD 11 939 @ 1.0854	08-Jul-14	\$ (204)
Bought USD 9 955 Sold CAD 10 819 @ 1.0868	09-Jul-14	(198)
		<u>\$ (402)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 2 077</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 854 100	\$ 4 495 162	\$ 5 353 668
Cash	616	880	793
Due from investment dealers	9 571	5 861	11 157
Subscriptions receivable	1 406	1 342	986
Unrealized gain on foreign exchange contracts	2 479	–	54
Dividends receivable, interest accrued and other assets	12 224	8 003	14 279
TOTAL ASSETS	4 880 396	4 511 248	5 380 937
LIABILITIES			
Due to investment dealers	738	2 268	2 663
Redemptions payable	3 128	1 935	5 667
Unrealized loss on foreign exchange contracts	402	656	34
Accounts payable and accrued expenses	4 358	4 227	4 291
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	8 626	9 086	12 655
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 871 770	\$ 4 502 162	\$ 5 368 282
Investments at cost	\$ 3 570 333	\$ 3 640 908	\$ 4 744 035
NAV, END OF PERIOD			
SERIES A	\$ 2 456 965	\$ 2 326 757	\$ 2 357 629
ADVISOR SERIES	\$ 18 197	\$ 16 307	\$ 16 413
SERIES D	\$ 136 091	\$ 120 365	\$ 116 599
SERIES F	\$ 14 115	\$ 10 452	\$ 9 119
SERIES I	\$ 154 063	\$ 135 874	\$ 121 403
SERIES O	\$ 2 092 339	\$ 1 892 407	\$ 2 747 119
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 27.52	\$ 24.44	\$ 21.86
ADVISOR SERIES	\$ 27.64	\$ 24.55	\$ 21.95
SERIES D	\$ 28.35	\$ 25.08	\$ 22.41
SERIES F	\$ 30.45	\$ 26.90	\$ 24.02
SERIES I	\$ 31.07	\$ 27.35	\$ 24.43
SERIES O	\$ 29.75	\$ 26.16	\$ 23.55

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 59 358	\$ 78 332
Interest for distribution purposes	946	918
Other income (loss)	582	552
Securities lending revenue (see note 6 in the generic notes)	229	354
Net realized gain (loss) on investments	112 397	142 054
Net gain (loss) on foreign currencies and other net assets	(2 122)	(377)
Change in unrealized gain (loss) on investments	432 246	(198 229)
TOTAL INCOME (LOSS)	603 636	23 604
EXPENSES (see notes – Fund Specific Information)		
Management fees	21 520	20 934
Administration fees	1 698	1 734
Board of Governors costs	1	2
GST/HST	2 330	2 377
Transaction costs	1 229	2 637
Withholding tax	46	100
TOTAL EXPENSES	26 824	27 784
INCREASE (DECREASE) IN NAV	\$ 576 812	\$ (4 180)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 281 791	\$ (4 891)
ADVISOR SERIES	\$ 2 046	\$ (42)
SERIES D	\$ 15 656	\$ 205
SERIES F	\$ 1 536	\$ 39
SERIES I	\$ 18 413	\$ 717
SERIES O	\$ 257 370	\$ (208)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 3.07	\$ (0.15)
ADVISOR SERIES	\$ 3.09	\$ (0.15)
SERIES D	\$ 3.27	\$ (0.06)
SERIES F	\$ 3.55	\$ (0.01)
SERIES I	\$ 3.71	\$ 0.06
SERIES O	\$ 3.58	\$ 0.09

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 576 812	\$ (4 180)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(110 595)	(141 969)
Change in unrealized loss (gain) on investments	(432 246)	198 229
(Increase) decrease in accrued receivables	(7 995)	(16 970)
Increase (decrease) in accrued payables	(206)	18 864
Cost of investments purchased	(1 683 450)	(2 498 869)
Proceeds on sales of investments	1 864 620	3 850 427
NET CASH PROVIDED BY OPERATING ACTIVITIES	206 940	1 405 532
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	107 080	396 804
Cash paid on redemption of redeemable units	(314 284)	(1 802 057)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (207 204)	\$ (1 405 253)
Net increase (decrease) in cash for the year	(264)	279
Cash (bank overdraft), beginning of period	880	793
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 616	\$ 1 072
Interest received	\$ 985	\$ 974
Dividends received, net of withholding taxes	\$ 57 433	\$ 78 232



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 326 757	\$ 2 357 629	\$ 16 307	\$ 16 413	\$ 120 365	\$ 116 599	\$ 10 452	\$ 9 119
INCREASE (DECREASE) IN NAV	281 791	(4 891)	2 046	(42)	15 656	205	1 536	39
Early redemption fees	1	1	–	–	1	–	–	–
Proceeds from redeemable units issued	42 288	43 161	2 077	2 085	10 946	4 074	3 299	988
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(193 872)	(207 667)	(2 233)	(2 705)	(10 877)	(10 892)	(1 172)	(1 768)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(151 583)	(164 505)	(156)	(620)	70	(6 818)	2 127	(780)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	130 208	(169 396)	1 890	(662)	15 726	(6 613)	3 663	(741)
NAV AT END OF PERIOD	\$ 2 456 965	\$ 2 188 233	\$ 18 197	\$ 15 751	\$ 136 091	\$ 109 986	\$ 14 115	\$ 8 378

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 135 874	\$ 121 403	\$ 1 892 407	\$ 2 747 119	\$ 4 502 162	\$ 5 368 282
INCREASE (DECREASE) IN NAV	18 413	717	257 370	(208)	576 812	(4 180)
Early redemption fees	–	–	–	–	2	1
Proceeds from redeemable units issued	5 791	4 349	42 679	342 147	107 080	396 804
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(6 015)	(7 390)	(100 117)	(1 571 636)	(314 286)	(1 802 058)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(224)	(3 041)	(57 438)	(1 229 489)	(207 204)	(1 405 253)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	18 189	(2 324)	199 932	(1 229 697)	369 608	(1 409 433)
NAV AT END OF PERIOD	\$ 154 063	\$ 119 079	\$ 2 092 339	\$ 1 517 422	\$ 4 871 770	\$ 3 958 849

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of major Canadian companies to provide broad exposure to economic growth opportunities in Canada.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%) of the net assets of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	4 435 121	2 287	4 008	4 441 416
Mutual fund units	354 235	–	–	354 235
Fixed-income and debt securities	–	9 175	–	9 175
Short-term investments	–	49 274	–	49 274
Derivatives – assets	–	2 479	–	2 479
Derivatives – liabilities	–	(402)	–	(402)
Total financial instruments	4 789 356	62 813	4 008	4 856 177
% of total portfolio	98.6	1.3	0.1	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 058 172	844	6 835	4 065 851
Mutual fund units	310 882	–	–	310 882
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	118 429	–	118 429
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(656)	–	(656)
Total financial instruments	4 369 054	118 617	6 835	4 494 506
% of total portfolio	97.2	2.6	0.2	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	5 248 061	2 085	9 141	5 259 287
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	94 381	–	94 381
Derivatives – assets	–	54	–	54
Derivatives – liabilities	–	(34)	–	(34)
Total financial instruments	5 248 061	96 486	9 141	5 353 688
% of total portfolio	98.0	1.8	0.2	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	6 835	9 141	15 475
Net purchases	–	–	1 939
Net transfers in (out)	–	–	(4 247)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	(2 827)	(2 306)	(4 026)
Balance at end of period	4 008	6 835	9 141

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or



June 30, 2014

corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.12%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	258	258
Series O	274	274
Value of all units	16	14

Please see the generic notes at the back of the financial statements.

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	6 019
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	95 185	107 850
Issued number of units	1 646	1 937
Reinvested number of units	–	–
Redeemed number of units	(7 563)	(9 317)
Ending number of units	89 268	100 470
Advisor Series		
Opening units	664	748
Issued number of units	80	93
Reinvested number of units	–	–
Redeemed number of units	(86)	(121)
Ending number of units	658	720
Series D		
Opening units	4 800	5 202
Issued number of units	413	179
Reinvested number of units	–	–
Redeemed number of units	(413)	(476)
Ending number of units	4 800	4 905
Series F		
Opening units	389	380
Issued number of units	116	40
Reinvested number of units	–	–
Redeemed number of units	(41)	(72)
Ending number of units	464	348
Series I		
Opening units	4 968	4 969
Issued number of units	200	175
Reinvested number of units	–	–
Redeemed number of units	(209)	(295)
Ending number of units	4 959	4 849
Series O		
Opening units	72 348	116 643
Issued number of units	1 604	14 313
Reinvested number of units	–	–
Redeemed number of units	(3 615)	(66 930)
Ending number of units	70 337	64 026



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1 229	100	2 637	100
Related-party brokerage commissions*	108	9	345	13
Commission arrangements†	150	12	284	11

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	305 350	522 200
Fair value of collateral received	311 457	532 644

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	442	447
Series O		
RBC Select Very Conservative Portfolio	4 917	5 123
RBC Select Conservative Portfolio	18 971	19 848
RBC Select Balanced Portfolio	22 442	22 625
RBC Select Growth Portfolio	13 094	13 415
RBC Select Aggressive Growth Portfolio	2 841	2 846
RBC Select Choices Conservative Portfolio	368	371
RBC Select Choices Balanced Portfolio	826	840
RBC Select Choices Growth Portfolio	838	847
RBC Select Choices Aggressive Growth Portfolio	553	563
RBC Target 2015 Education Fund	–	224
RBC Target 2020 Education Fund	1 188	1 366
RBC Target 2025 Education Fund	2 104	2 079
RBC Target 2030 Education Fund	378	253
RBC Select Very Conservative Class	50	67
RBC Select Conservative Class	83	104
RBC Select Balanced Class	71	92
RBC Select Growth Class	21	28
RBC Select Aggressive Growth Class	9	10
RBC Canadian Equity Guaranteed Investment Fund	328	340
RBC Life Insurance Equity Growth Fund	1 111	1 167
RBC Life Insurance Equity Fund “A”	38	38
RBC Life Insurance Universal Life Fund	62	65
Total	70 293	72 311



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 954 433	5 357 747
Revaluation of investments at FVTPL	4 416	10 535
Net assets attributable to holders of redeemable units	3 958 849	5 368 282
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 939
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(6 119)
Increase (decrease) in net assets attributable to holders of redeemable units		(4 180)

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE CANADIAN EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
500	Canadian Tire Corp. Ltd., Class A	\$ 45	\$ 51	
800	Cogeco Cable Inc.	38	47	
1 000	Corus Entertainment Inc., Class B	24	25	
600	Linamar Corp.	20	38	
1 000	Magna International Inc., Class A	54	115	
400	Quebecor Inc., Class B	10	10	
400	Shaw Communications Inc., Class B	11	11	
		202	297	9.9
Consumer Staples				
2 100	Alimentation Couche-Tard Inc.	51	61	
900	George Weston Ltd.	75	71	
300	Loblaw Companies Ltd.	14	14	
		140	146	4.9
Energy				
1 800	Advantage Oil & Gas Ltd.	7	13	
100	ARC Resources Ltd.	3	4	
100	Bellatrix Exploration Ltd.	1	1	
600	Bonavista Energy Corp.	9	11	
3 300	Canadian Natural Resources Ltd.	109	163	
1 100	Canadian Oil Sands Ltd.	23	27	
1 100	Enbridge Income Fund Holdings Inc.	30	31	
2 100	Encana Corp.	50	53	
2 100	Enerplus Corp.	37	56	
2 600	Gran Tierra Energy Inc.	20	23	
700	Husky Energy Inc.	22	24	
200	Keyera Corp.	15	16	
700	Pacific Rubiales Energy Corp.	18	15	
900	Pason Systems Inc.	23	27	
1 300	Pembina Pipeline Corp.	51	60	
1 200	Penn West Petroleum Ltd.	12	13	
500	Savanna Energy Services Corp.	4	4	
3 900	Suncor Energy Inc.	124	177	
300	Vermilion Energy Inc.	14	22	
		572	740	24.6
Financials				
100	Artis Real Estate Investment Trust	2	2	
1 900	Bank of Montreal	135	149	
800	Brookfield Asset Management Inc., Class A	37	38	
1 900	Brookfield Property Partners LP	40	42	
2 100	Canadian Imperial Bank of Commerce	188	204	
200	CI Financial Corp.	6	7	
1 400	Genworth MI Canada Inc.	31	53	
800	H&R Real Estate Investment Trust	18	19	
6 900	Manulife Financial Corporation	99	146	
800	National Bank of Canada	34	36	
700	Power Corporation of Canada	21	21	
700	Royal Bank of Canada*	48	53	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
1 100	Sun Life Financial Inc.	\$ 32	\$ 43	
3 700	Toronto-Dominion Bank	169	203	
		860	1 016	33.8
Health Care				
500	Valeant Pharmaceuticals International Inc.	43	67	
		43	67	2.2
Industrials				
400	Air Canada, Class B	4	4	
2 100	CAE Inc.	31	29	
200	Canadian National Railway Co.	10	14	
300	Canadian Pacific Railway Ltd.	27	58	
2 300	Transcontinental Inc., Class A	30	34	
1 700	WestJet Airlines Ltd.	29	45	
		131	184	6.1
Information Technology				
1 000	Open Text Corp.	55	51	
		55	51	1.7
Materials				
500	Agnico Eagle Mines Ltd.	16	20	
400	Agrium Inc.	37	39	
3 600	Alacer Gold Corp.	14	10	
500	Alamos Gold Inc.	8	5	
1 400	Barrick Gold Corp.	38	27	
200	Canfor Corp.	5	5	
3 000	Centerra Gold Inc.	13	20	
300	Franco-Nevada Corp.	16	18	
400	Goldcorp Inc.	11	12	
500	Interfor Corp.	8	7	
5 300	Kinross Gold Corp.	33	23	
700	Methanex Corp.	23	46	
400	Nevsun Resources Ltd.	2	2	
3 500	OceanaGold Corp.	8	12	
400	Pan American Silver Corp.	6	7	
300	Potash Corporation of Saskatchewan Inc.	11	12	
900	Semafo Inc.	4	5	
700	Teck Resources Ltd., Class B	21	17	
1 300	Yamana Gold Inc.	20	11	
		294	298	9.9
Telecommunication Services				
1 300	BCE Inc.	61	63	
		61	63	2.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
800	Canadian Utilities Ltd., Class A	\$ 27	\$ 32	
2 500	Capital Power Corp.	56	66	
1 900	Superior Plus Corp.	22	27	
		<u>105</u>	<u>125</u>	<u>4.2</u>
TOTAL CANADIAN EQUITIES		<u>\$ 2 463</u>	<u>2 987</u>	<u>99.4</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>19</u>	<u>0.6</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 3 006</u>		<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 987	\$ 2 644	\$ 2 248
Cash	12	4	7
Dividends receivable, interest accrued and other assets	8	10	6
TOTAL ASSETS	3 007	2 658	2 261
LIABILITIES			
Accounts payable and accrued expenses	1	–	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1	–	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 006	\$ 2 658	\$ 2 261
Investments at cost	\$ 2 463	\$ 2 275	\$ 2 133
NAV, END OF PERIOD			
SERIES 0	\$ 3 006	\$ 2 658	\$ 2 261
NAV PER UNIT, END OF PERIOD			
SERIES 0	\$ 11.16	\$ 9.87	\$ 9.93



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 39	\$ 42
Other income (loss)	–	3
Net realized gain (loss) on investments	156	34
Change in unrealized gain (loss) on investments	155	(49)
TOTAL INCOME (LOSS)	350	30
EXPENSES (see notes – Fund Specific Information)		
Administration fees	1	–
Board of Governors costs	1	1
Transaction costs	1	1
Expenses reimbursed by manager	(1)	(1)
TOTAL EXPENSES	2	1
INCREASE (DECREASE) IN NAV	\$ 348	\$ 29
INCREASE (DECREASE) IN NAV		
SERIES 0	\$ 348	\$ 29
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES 0	\$ 1.29	\$ 0.13

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 348	\$ 29
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(156)	(34)
Change in unrealized loss (gain) on investments	(155)	49
(Increase) decrease in accrued receivables	2	(35)
Increase (decrease) in accrued payables	1	35
Cost of investments purchased	(1 474)	(952)
Proceeds on sales of investments	1 442	907
NET CASH PROVIDED BY OPERATING ACTIVITIES	8	(1)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	–	–
Cash paid on redemption of redeemable units	–	–
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ –	\$ –
Net increase (decrease) in cash for the year	8	(1)
Cash (bank overdraft), beginning of period	4	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12	\$ 6
Interest received	\$ 3	\$ –
Dividends received, net of withholding taxes	\$ 38	\$ 42

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series 0	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 658	\$ 2 261
INCREASE (DECREASE) IN NAV	348	29
Early redemption fees	–	–
Proceeds from redeemable units issued	–	–
Reinvestments of distributions to holders of redeemable units	–	–
Redemption of redeemable units	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	–	–
Distributions from net income	–	–
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–
NET INCREASE (DECREASE) IN NAV	348	29
NAV AT END OF PERIOD	\$ 3 006	\$ 2 290

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 31-month (December 31, 2013 – 25-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
S&P/TSX Capped Composite Total Return Index	+ or - 1.0	+ or - 1.0

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	2 987	–	–	2 987
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 987	–	–	2 987
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	2 644	–	–	2 644
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 644	–	–	2 644
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series O	0.02%
----------	-------

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	269 260	269 260
Value of all units	3 006	2 658



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	269	228
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	269	228

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1	100	1	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	223	491
Fair value of collateral received	234	516

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 287	2 256
Revaluation of investments at FVTPL	3	5
Net assets attributable to holders of redeemable units	2 290	2 261
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		31
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(2)
Increase (decrease) in net assets attributable to holders of redeemable units		29



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE LOW VOLATILITY CANADIAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
6 100	Canadian Tire Corp. Ltd., Class A	\$ 647	\$ 624	
338 100	Cineplex Inc.	11 606	14 014	
440 000	Corus Entertainment Inc., Class B	10 698	10 987	
53 000	Dollarama Inc.	4 243	4 656	
162 900	Magna International Inc., Class A	17 236	18 711	
113 600	Shaw Communications Inc., Class B	2 512	3 108	
322 700	Tim Hortons Inc.	19 451	18 836	
		<u>66 393</u>	<u>70 936</u>	9.4
Consumer Staples				
1 032 200	Alimentation Couche-Tard Inc.	21 647	30 171	
74 700	George Weston Ltd.	6 063	5 880	
934 400	Jean Coutu Group, Class A	16 162	21 174	
92 000	Metro Inc., Class A	5 871	6 069	
271 900	Saputo Group Inc.	13 910	17 383	
354 500	The North West Co. Inc.	8 531	8 384	
		<u>72 184</u>	<u>89 061</u>	11.8
Energy				
119 900	AltaGas Ltd.	5 703	5 886	
132 500	Crescent Point Energy Corp.	5 025	6 267	
324 500	Enbridge Inc.	14 443	16 429	
222 600	Enbridge Income Fund Holdings Inc.	5 399	6 215	
148 000	Enerflex Ltd.	2 293	3 007	
689 200	Freehold Royalties Ltd.	16 057	18 457	
774 500	Husky Energy Inc.	23 303	26 689	
533 800	Imperial Oil Ltd.	22 462	30 016	
917 000	Inter Pipeline Ltd.	21 791	30 371	
56 600	Keyera Corp.	4 239	4 449	
55 700	Pembina Pipeline Corp.	2 294	2 557	
293 500	Raging River Exploration Inc.	2 124	3 184	
9 700	Savanna Energy Services Corp.	77	82	
209 300	Suncor Energy Inc.	7 569	9 523	
596 100	TransCanada Corp.	28 657	30 359	
403 800	Vermilion Energy Inc.	22 173	29 982	
		<u>183 609</u>	<u>223 473</u>	29.5
Financials				
107 100	Allied Properties Real Estate Investment Trust	3 560	3 786	
58 200	Artis Real Estate Investment Trust	893	917	
381 400	Bank of Montreal	24 413	29 970	
426 400	Bank of Nova Scotia	24 447	30 334	
185 900	Canadian Apartment Properties Real Estate Investment Trust	4 247	4 250	
150 000	Canadian Imperial Bank of Commerce	12 296	14 565	
401 000	Canadian Real Estate Investment Trust	17 616	18 442	
689 193	CI Financial Corp.	21 517	24 156	
6 000	Cominar Real Estate Investment Trust	110	113	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
119 700	Dream Office Real Estate Investment Trust	\$ 3 851	\$ 3 506	
3 900	Fairfax Financial Holdings Ltd.	1 707	1 974	
250 000	First Capital Realty Inc.	4 704	4 655	
274 700	H&R Real Estate Investment Trust	5 868	6 362	
5 900	Intact Financial Corp.	433	434	
36 600	Morguard Corp.	4 221	5 370	
224 700	Morguard Real Estate Investment Trust	3 879	3 991	
170 200	Power Financial Corp.	5 699	5 652	
915 700	RioCan Real Estate Investment Trust	23 627	25 008	
69 700	Royal Bank of Canada*	5 170	5 317	
557 700	Toronto-Dominion Bank	23 226	30 634	
		<u>191 484</u>	<u>219 436</u>	29.0
Industrials				
37 600	Badger Daylighting Ltd.	1 494	1 322	
438 400	Canadian National Railway Co.	22 095	30 425	
24 700	Stantec Inc.	1 650	1 632	
175 300	Toromont Industries Ltd.	4 559	4 612	
		<u>29 798</u>	<u>37 991</u>	5.0
Information Technology				
28 100	Constellation Software Inc.	6 626	7 587	
52 600	DH Corp.	1 630	1 633	
		<u>8 256</u>	<u>9 220</u>	1.2
Telecommunication Services				
585 400	BCE Inc.	26 519	28 333	
167 000	Bell Aliant Inc.	4 399	4 658	
495 200	TELUS Corp.	16 975	19 694	
		<u>47 893</u>	<u>52 685</u>	7.0
Utilities				
221 500	Brookfield Renewable Energy Partners LP	6 379	6 986	
136 900	Canadian Utilities Ltd., Class A	5 442	5 476	
249 700	Emera Inc.	8 938	8 517	
933 600	Fortis Inc.	30 538	30 314	
		<u>51 297</u>	<u>51 293</u>	6.8
TOTAL CANADIAN EQUITIES		<u>650 914</u>	<u>754 095</u>	99.7
SHORT-TERM INVESTMENTS†		<u>960</u>	<u>960</u>	0.1
TOTAL INVESTMENTS		<u>\$ 651 874</u>	<u>755 055</u>	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>1 893</u>	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 756 948</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 755 055	\$ 685 611	\$ 156 548
Cash	–	–	2
Due from investment dealers	2 370	–	–
Subscriptions receivable	1 095	363	27
Dividends receivable, interest accrued and other assets	2 693	2 247	590
TOTAL ASSETS	761 213	688 221	157 167
LIABILITIES			
Due to investment dealers	358	931	772
Redemptions payable	3 861	28	8
Distributions payable	–	–	68
Accounts payable and accrued expenses	46	34	3
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 265	993	851
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 756 948	\$ 687 228	\$ 156 316
Investments at cost	\$ 651 874	\$ 635 731	\$ 151 812
NAV, END OF PERIOD			
SERIES A	\$ 15 266	\$ 9 339	\$ 418
ADVISOR SERIES	\$ 3 011	\$ 2 313	\$ 28
SERIES H	\$ 1	\$ 1	\$ –
SERIES D	\$ 3 904	\$ 2 171	\$ 170
SERIES F	\$ 1 397	\$ 1 220	\$ 40
SERIES I	\$ 1	\$ 1	\$ –
SERIES O	\$ 733 368	\$ 672 183	\$ 155 660
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.55	\$ 11.34	\$ 10.32
ADVISOR SERIES	\$ 12.56	\$ 11.35	\$ 10.32
SERIES H	\$ 12.60	\$ 11.37	\$ –
SERIES D	\$ 12.68	\$ 11.41	\$ 10.32
SERIES F	\$ 12.64	\$ 11.36	\$ 10.32
SERIES I	\$ 12.77	\$ 11.47	\$ –
SERIES O	\$ 13.74	\$ 12.29	\$ 11.13

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 11 239	\$ 5 338
Interest for distribution purposes	6	6
Other income (loss)	1 513	951
Securities lending revenue (see note 6 in the generic notes)	49	13
Net realized gain (loss) on investments	16 365	(1 353)
Net gain (loss) on foreign currencies and other net assets	–	(2)
Change in unrealized gain (loss) on investments	53 301	(8 061)
TOTAL INCOME (LOSS)	82 473	(3 108)
EXPENSES (see notes – Fund Specific Information)		
Management fees	145	35
Administration fees	78	35
Board of Governors costs	1	2
GST/HST	19	6
Transaction costs	93	47
TOTAL EXPENSES	336	125
INCREASE (DECREASE) IN NAV	\$ 82 137	\$ (3 233)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 216	\$ (51)
ADVISOR SERIES	\$ 268	\$ (12)
SERIES H	\$ –	\$ –
SERIES D	\$ 306	\$ –
SERIES F	\$ 136	\$ (7)
SERIES I	\$ –	\$ –
SERIES O	\$ 80 211	\$ (3 163)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.22	\$ (0.23)
ADVISOR SERIES	\$ 1.22	\$ (0.20)
SERIES H	\$ 1.24	\$ –
SERIES D	\$ 1.28	\$ (0.19)
SERIES F	\$ 1.29	\$ (0.17)
SERIES I	\$ 1.32	\$ –
SERIES O	\$ 1.46	\$ (0.11)

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 82 137	\$ (3 233)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(16 365)	1 353
Change in unrealized loss (gain) on investments	(53 301)	8 061
(Increase) decrease in accrued receivables	(3 548)	(2 933)
Increase (decrease) in accrued payables	3 272	1 199
Cost of investments purchased	(363 951)	(605 545)
Proceeds on sales of investments	364 173	157 298
NET CASH PROVIDED BY OPERATING ACTIVITIES	12 417	(443 800)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	65 629	454 580
Cash paid on redemption of redeemable units	(78 046)	(10 602)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (12 417)	\$ 443 978
Net increase (decrease) in cash for the year	–	178
Cash (bank overdraft), beginning of period	–	(134)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 44
Interest received	\$ 6	\$ 6
Dividends received, net of withholding taxes	\$ 12 306	\$ 5 338

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 339	\$ 418	\$ 2 313	\$ 28	\$ 1	\$ -	\$ 2 171	\$ 170
INCREASE (DECREASE) IN NAV	1 216	(51)	268	(12)	-	-	306	-
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	6 517	5 663	506	1 184	-	-	2 188	1 017
Reinvestments of distributions to holders of redeemable units	-	-	-	-	-	-	-	-
Redemption of redeemable units	(1 806)	(1 020)	(76)	(1)	-	-	(761)	(385)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 711	4 643	430	1 183	-	-	1 427	632
Distributions from net income	-	-	-	-	-	-	-	-
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN NAV	5 927	4 592	698	1 171	-	-	1 733	632
NAV AT END OF PERIOD	\$ 15 266	\$ 5 010	\$ 3 011	\$ 1 199	\$ 1	\$ -	\$ 3 904	\$ 802

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 220	\$ 40	\$ 1	\$ -	\$ 672 183	\$ 155 660	\$ 687 228	\$ 156 316
INCREASE (DECREASE) IN NAV	136	(7)	-	-	80 211	(3 163)	82 137	(3 233)
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	132	1 089	-	-	56 286	445 627	65 629	454 580
Reinvestments of distributions to holders of redeemable units	-	-	-	-	-	-	-	-
Redemption of redeemable units	(91)	(50)	-	-	(75 312)	(9 146)	(78 046)	(10 602)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	41	1 039	-	-	(19 026)	436 481	(12 417)	443 978
Distributions from net income	-	-	-	-	-	-	-	-
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN NAV	177	1 032	-	-	61 185	433 318	69 720	440 745
NAV AT END OF PERIOD	\$ 1 397	\$ 1 072	\$ 1	\$ -	\$ 733 368	\$ 588 978	\$ 756 948	\$ 597 061

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 31-month (December 31, 2013 – 25-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.3

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	754 095	–	–	754 095
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	960	–	960
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	754 095	960	–	755 055
% of total portfolio	99.9	0.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	683 585	–	–	683 585
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 026	–	2 026
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	683 585	2 026	–	685 611
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	155 129	–	–	155 129
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 419	–	1 419
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	155 129	1 419	–	156 548
% of total portfolio	99.1	0.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	102	102
Advisor Series	102	102
Series H	95	95
Series D	102	102
Series F	103	103
Series I	95	95
Series O	41	41
Value of all units	8	7

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	823	41
Issued number of units	545	537
Reinvested number of units	–	–
Redeemed number of units	(152)	(97)
Ending number of units	1 216	481

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	204	3
Issued number of units	42	112
Reinvested number of units	–	–
Redeemed number of units	(6)	–
Ending number of units	240	115
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	190	16
Issued number of units	183	97
Reinvested number of units	–	–
Redeemed number of units	(65)	(36)
Ending number of units	308	77
Series F		
Opening units	107	4
Issued number of units	12	103
Reinvested number of units	–	–
Redeemed number of units	(8)	(5)
Ending number of units	111	102
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series O		
Opening units	54 672	13 990
Issued number of units	4 460	38 739
Reinvested number of units	–	–
Redeemed number of units	(5 767)	(795)
Ending number of units	53 365	51 934

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	93	100	47	100
Related-party brokerage commissions*	27	29	14	30
Commission arrangements†	1	1	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	84 946	95 312
Fair value of collateral received	89 194	100 077

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Target 2015 Education Fund	–	222
RBC Target 2020 Education Fund	1 265	1 440
RBC Target 2025 Education Fund	1 963	1 722
RBC Target 2030 Education Fund	208	130
Total	3 436	3 514

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	596 434	156 047
Revaluation of investments at FVTPL	627	269
Net assets attributable to holders of redeemable units	597 061	156 316

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(3 591)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	358
Increase (decrease) in net assets attributable to holders of redeemable units	(3 233)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC JANTZI CANADIAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
17 201	Azure Dynamics Corp.	\$ 193	\$ —	
38 150	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	1	—	
2 550	Canadian Tire Corp. Ltd., Class A	217	261	
2 700	Dollarama Inc.	191	237	
5 050	Gildan Activewear Inc., Class A	162	317	
4 200	Imax Corp.	127	127	
2 800	Linamar Corp.	97	176	
5 410	Magna International Inc., Class A	247	621	
6 074	Quebecor Inc., Class B	155	157	
13 335	Shaw Communications Inc., Class B	289	365	
10 402	Thomson Corp.	386	404	
1 616	Tim Hortons Inc.	76	94	
		2 141	2 759	6.9
Consumer Staples				
8 050	Loblaw Companies Ltd.	351	383	
		351	383	1.0
Energy				
4 400	AltaGas Ltd.	163	216	
9 411	ARC Resources Ltd.	204	306	
6 228	Bonavista Energy Corp.	128	102	
4 200	Calfrac Well Services Ltd.	68	84	
31 060	Canadian Natural Resources Ltd.	1 152	1 523	
10 000	Cardinal Energy Ltd.	104	180	
19 118	Cenovus Energy Inc.	552	662	
10 600	Crescent Point Energy Corp.	439	501	
9 000	Crew Energy Inc.	74	99	
21 646	Encana Corp.	475	547	
7 309	Gibson Energy Inc.	134	249	
8 700	Husky Energy Inc.	248	300	
7 600	Imperial Oil Ltd.	363	427	
8 100	Inter Pipeline Ltd.	198	268	
2 500	Keyera Corp.	120	197	
2 600	MEG Energy Corp.	100	101	
8 000	Nuvista Energy Ltd.	69	96	
10 600	Pembina Pipeline Corp.	301	487	
7 500	Pengrowth Energy Corp.	81	57	
6 100	Peyto Exploration & Development Corp.	112	246	
1 100	PrairieSky Royalty Ltd.	31	43	
10 500	Precision Drilling Corp.	110	159	
4 958	ShawCor Ltd.	152	294	
28 531	Spartan Energy Corp.	106	115	
35 080	Suncor Energy Inc.	1 134	1 596	
29 575	Talisman Energy Inc.	425	334	
6 950	Tourmaline Oil Corp.	293	391	
4 400	Trilogy Energy Corp.	130	128	
8 300	Trinidad Drilling Ltd.	61	101	
4 201	Veresen Inc.	34	79	
3 245	Vermilion Energy Inc.	117	241	
8 446	Whitecap Resources Inc.	90	139	
		7 768	10 268	25.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
4 800	Allied Properties Real Estate Investment Trust	\$ 163	\$ 170	
16 462	Bank of Montreal	1 023	1 294	
27 447	Bank of Nova Scotia	1 454	1 953	
16 544	Brookfield Asset Management Inc., Class A	599	778	
10 800	Brookfield Property Partners LP	178	241	
6 400	Calloway Real Estate Investment Trust	165	170	
9 225	Canaccord Genuity Group Inc.	119	113	
8 240	Canadian Imperial Bank of Commerce	633	800	
5 150	Chartwell Retirement Residences Real Estate Investment Trust	39	56	
4 150	CI Financial Corp.	131	145	
4 831	Dundee Bancorp Inc., Class A	84	83	
10 398	Element Financial Corp.	137	140	
5 002	Element Financial Corp., Subscription Receipts	64	67	
9 500	Great-West Lifeco Inc.	290	287	
8 000	H&R Real Estate Investment Trust	184	185	
6 500	Industrial Alliance Insurance & Financial Services Inc.	292	304	
4 000	Intact Financial Corp.	269	294	
43 747	Manulife Financial Corporation	835	928	
3 967	Onex Corporation	135	262	
18 380	Power Corporation of Canada	523	545	
31 771	Royal Bank of Canada*	1 652	2 423	
12 625	Sun Life Financial Inc.	322	495	
38 431	Toronto-Dominion Bank	1 396	2 111	
		10 687	13 844	34.8
Health Care				
5 650	Catamaran Corp.	271	266	
3 075	Valeant Pharmaceuticals International Inc.	158	415	
		429	681	1.7
Industrials				
18 000	Air Canada, Class B	94	172	
31 600	Bombardier Inc., Class B	135	119	
21 974	Canadian National Railway Co.	704	1 525	
4 082	Canadian Pacific Railway Ltd.	382	789	
3 865	Finning International Inc.	90	115	
5 700	Newalta Inc.	110	122	
4 000	Progressive Waste Solutions Ltd.	94	110	
3 100	Russel Metals Inc.	73	106	
4 350	WestJet Airlines Ltd.	76	114	
		1 758	3 172	8.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
4 150	Avigilon Corp.	\$ 100	\$ 99	
10 300	Blackberry Ltd.	76	113	
12 000	Descartes Systems Group Inc.	170	183	
3 100	DH Corp.	66	96	
4 278	Open Text Corp.	155	219	
23 800	Redknee Solutions Inc.	141	131	
		<u>708</u>	<u>841</u>	<u>2.1</u>
Materials				
9 533	Agnico Eagle Mines Ltd.	327	390	
2 600	Agrium Inc.	219	254	
6 560	Alamos Gold Inc.	90	71	
5 650	Canfor Corp.	130	132	
28 900	Capstone Mining Corp.	70	74	
7 830	Detour Gold Corp.	86	114	
2 085	Dominion Diamond Corp.	28	32	
32 305	Eldorado Gold Corp.	340	264	
12 333	First Quantum Minerals Ltd.	239	281	
5 986	Franco-Nevada Corp.	283	367	
525	Kinross Gold Corp., Warrants @ 21.30 September 17, 2014	3	—	
1 560	Labrador Iron Ore Royalty Corp.	49	48	
10 980	Lundin Mining Corp.	59	64	
2 670	Methanex Corp.	170	176	
25 750	New Gold Inc.	245	174	
4 885	Osisko Gold Royalties Ltd.	79	78	
8 600	Primero Mining Corp.	64	74	
16 305	Potash Corporation of Saskatchewan Inc.	664	662	
16 802	Silver Wheaton Corp.	450	472	
9 607	Teck Resources Ltd., Class B	276	234	
15 900	Thompson Creek Metals Co. Inc.	43	50	
32 650	Torex Gold Resources Inc.	66	53	
1 150	West Fraser Timber Co. Ltd.	59	59	
19 765	Yamana Gold Inc.	208	174	
		<u>4 247</u>	<u>4 297</u>	<u>10.8</u>
Telecommunication Services				
11 710	BCE Inc.	396	567	
5 706	Rogers Communications Inc., Class B	225	245	
12 800	TELUS Corp.	329	509	
		<u>950</u>	<u>1 321</u>	<u>3.3</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
12 500	Algonquin Power & Utilities Corp.	\$ 90	\$ 103	
11 000	Atco Ltd., Class I, Non-Voting	281	569	
3 000	Brookfield Infrastructure Partners LP	76	134	
5 100	Brookfield Renewable Energy Partners LP	103	161	
		<u>550</u>	<u>967</u>	<u>2.4</u>
TOTAL CANADIAN EQUITIES		<u>29 589</u>	<u>38 533</u>	<u>96.8</u>
SHORT-TERM INVESTMENTS†				
2 155	Bank of Montreal	2 155	2 155	
TOTAL SHORT-TERM INVESTMENTS		<u>2 155</u>	<u>2 155</u>	<u>5.4</u>
TOTAL INVESTMENTS		<u>\$ 31 744</u>	<u>40 688</u>	<u>102.2</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			<u>(896)</u>	<u>(2.2)</u>
NET ASSETS ATTRIBUTABLE				
TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 39 792</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at a rate of 0.95% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 40 688	\$ 34 159	\$ 31 050
Cash	7	3	6
Due from investment dealers	271	–	–
Subscriptions receivable	45	72	21
Dividends receivable, interest accrued and other assets	83	93	79
TOTAL ASSETS	41 094	34 327	31 156
LIABILITIES			
Due to investment dealers	1 220	–	168
Redemptions payable	17	60	22
Accounts payable and accrued expenses	65	56	52
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 302	116	242
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 39 792	\$ 34 211	\$ 30 914
Investments at cost	\$ 31 744	\$ 29 072	\$ 29 219
NAV, END OF PERIOD			
SERIES A	\$ 30 817	\$ 26 752	\$ 25 044
ADVISOR SERIES	\$ 4 548	\$ 4 139	\$ 3 428
SERIES D	\$ 2 603	\$ 1 639	\$ 1 269
SERIES F	\$ 1 772	\$ 1 641	\$ 1 145
SERIES I	\$ 52	\$ 40	\$ 28
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.70	\$ 11.23	\$ 9.89
ADVISOR SERIES	\$ 12.74	\$ 11.26	\$ 9.91
SERIES D	\$ 13.27	\$ 11.68	\$ 10.29
SERIES F	\$ 13.47	\$ 11.84	\$ 10.41
SERIES I	\$ 13.57	\$ 11.91	\$ 10.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 489	\$ 462
Interest for distribution purposes	6	7
Other income (loss)	15	22
Securities lending revenue (see note 6 in the generic notes)	2	2
Net realized gain (loss) on investments	546	236
Change in unrealized gain (loss) on investments	3 857	(496)
TOTAL INCOME (LOSS)	4 915	233
EXPENSES (see notes – Fund Specific Information)		
Management fees	300	262
Administration fees	27	21
Board of Governors costs	1	2
GST/HST	32	30
Transaction costs	17	18
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	376	333
INCREASE (DECREASE) IN NAV	\$ 4 539	\$ (100)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 3 521	\$ (77)
ADVISOR SERIES	\$ 531	\$ (16)
SERIES D	\$ 264	\$ (1)
SERIES F	\$ 216	\$ (6)
SERIES I	\$ 7	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.48	\$ (0.04)
ADVISOR SERIES	\$ 1.48	\$ (0.03)
SERIES D	\$ 1.59	\$ –
SERIES F	\$ 1.63	\$ 0.02
SERIES I	\$ 1.66	\$ 0.03

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 4 539	\$ (100)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(546)	(235)
Change in unrealized loss (gain) on investments	(3 857)	496
(Increase) decrease in accrued receivables	(234)	(551)
Increase (decrease) in accrued payables	1 186	175
Cost of investments purchased	(160 087)	(178 366)
Proceeds on sales of investments	157 961	178 636
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 038)	55
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4 834	3 904
Cash paid on redemption of redeemable units	(3 792)	(3 957)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 042	\$ (53)
Net increase (decrease) in cash for the year	4	2
Cash (bank overdraft), beginning of period	3	6
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 7	\$ 8
Interest received	\$ 6	\$ 7
Dividends received, net of withholding taxes	\$ 514	\$ 462



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 26 752	\$ 25 044	\$ 4 139	\$ 3 428	\$ 1 639	\$ 1 269	\$ 1 641	\$ 1 145
INCREASE (DECREASE) IN NAV	3 521	(77)	531	(16)	264	(1)	216	(6)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	3 331	2 590	337	601	990	321	171	380
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(2 787)	(3 155)	(459)	(452)	(290)	(199)	(256)	(146)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	544	(565)	(122)	149	700	122	(85)	234
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	4 065	(642)	409	133	964	121	131	228
NAV AT END OF PERIOD	\$ 30 817	\$ 24 402	\$ 4 548	\$ 3 561	\$ 2 603	\$ 1 390	\$ 1 772	\$ 1 373

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40	\$ 28	\$ 34 211	\$ 30 914
INCREASE (DECREASE) IN NAV	7	–	4 539	(100)
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	5	12	4 834	3 904
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	–	(5)	(3 792)	(3 957)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5	7	1 042	(53)
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	12	7	5 581	(153)
NAV AT END OF PERIOD	\$ 52	\$ 35	\$ 39 792	\$ 30 761

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund’s financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	38 533	–	–	38 533
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 155	–	2 155
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	38 533	2 155	–	40 688
% of total portfolio	94.7	5.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	33 642	–	–	33 642
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	517	–	517
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	33 642	517	–	34 159
% of total portfolio	98.5	1.5	–	100.0

Please see the generic notes at the back of the financial statements.

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	29 615	–	–	29 615
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 435	–	1 435
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	29 615	1 435	–	31 050
% of total portfolio	95.4	4.6	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	124	124
Value of all units	2	1



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	267
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	2 383	2 532
Issued number of units	280	257
Reinvested number of units	–	–
Redeemed number of units	(236)	(312)
Ending number of units	2 427	2 477

Advisor Series		
Opening units	368	346
Issued number of units	28	58
Reinvested number of units	–	–
Redeemed number of units	(39)	(44)
Ending number of units	357	360

Series D		
Opening units	140	123
Issued number of units	79	31
Reinvested number of units	–	–
Redeemed number of units	(23)	(19)
Ending number of units	196	135

Series F		
Opening units	139	110
Issued number of units	14	36
Reinvested number of units	–	–
Redeemed number of units	(21)	(14)
Ending number of units	132	132

Series I		
Opening units	3	3
Issued number of units	1	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	4	3

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	17	100	18	100
Related-party brokerage commissions*	–	–	2	11
Commission arrangements†	–	–	1	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	4 716	3 999
Fair value of collateral received	4 811	4 079

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	30 724	30 858
Revaluation of investments at FVTPL	37	56
Net assets attributable to holders of redeemable units	30 761	30 914

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(81)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(19)
Increase (decrease) in net assets attributable to holders of redeemable units	(100)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN INDEX FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
64 983	Aimia Inc.	\$ 971	\$ 1 214	
5 800	AutoCanada Inc.	499	458	
13 300	BRP Inc.	397	350	
29 900	Canadian Tire Corp. Ltd., Class A	1 205	3 061	
24 100	Cineplex Inc.	393	999	
8 710	Cogeco Cable Inc.	336	515	
30 400	Corus Entertainment Inc., Class B	593	759	
22 900	Dollarama Inc.	701	2 012	
9 500	Dorel Industries, Class B	290	374	
41 856	Gildan Activewear Inc., Class A	573	2 631	
37 000	Hudson's Bay Co.	688	626	
17 100	Linamar Corp.	314	1 076	
81 542	Magna International Inc., Class A	2 820	9 366	
30 799	Martinrea International Inc.	266	391	
32 800	Quebecor Inc., Class B	607	847	
40 560	RONA Inc.	573	466	
141 201	Shaw Communications Inc., Class B	2 474	3 863	
136 200	Thomson Corp.	5 447	5 291	
49 974	Tim Hortons Inc.	1 510	2 917	
		20 657	37 216	5.3
Consumer Staples				
157 400	Alimentation Couche-Tard Inc.	818	4 601	
35 177	Cott Corporation	313	265	
20 600	Empire Co. Ltd., Class A	1 119	1 495	
16 300	George Weston Ltd.	959	1 283	
32 500	Jean Coutu Group, Class A	370	736	
83 741	Loblaw Companies Ltd.	3 657	3 988	
27 700	Maple Leaf Foods Inc.	324	550	
32 294	Metro Inc., Class A	726	2 130	
47 400	Saputo Group Inc.	954	3 030	
18 300	The North West Co. Inc.	319	433	
		9 559	18 511	2.6
Energy				
63 316	Advantage Oil & Gas Ltd.	880	453	
45 700	AltaGas Ltd.	1 229	2 243	
118 635	ARC Resources Ltd.	2 774	3 854	
114 800	Athabasca Oil Corp.	1 749	879	
90 100	Bankers Petroleum Ltd.	773	614	
61 800	Baytex Energy Corp.	1 870	3 044	
58 000	Bellatrix Exploration Ltd.	451	537	
38 700	Birchcliff Energy Ltd.	480	546	
106 700	BlackPearl Resources Inc.	367	241	
62 900	Bonavista Energy Corp.	1 707	1 030	
10 400	Bonterra Energy Corp.	591	674	
27 004	Calfrac Well Services Ltd.	342	539	
147 996	Cameco Corp.	2 097	3 098	
19 100	Canadian Energy Services & Technology Corp.	337	638	
408 838	Canadian Natural Resources Ltd.	7 662	20 045	
180 800	Canadian Oil Sands Ltd.	5 253	4 372	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
21 900	Canyon Services Group Inc.	\$ 391	\$ 414	
282 843	Cenovus Energy Inc.	5 255	9 784	
154 161	Crescent Point Energy Corp.	5 344	7 290	
46 600	Crew Energy Inc.	611	515	
312 087	Enbridge Inc.	4 929	15 801	
17 062	Enbridge Income Fund Holdings Inc.	398	476	
276 762	Encana Corp.	5 463	6 997	
28 625	Enerflex Ltd.	244	582	
77 055	Enerplus Corp.	3 210	2 072	
47 900	Ensign Energy Services Inc.	475	794	
17 800	Freehold Royalties Ltd.	353	477	
46 400	Gibson Energy Inc.	1 003	1 579	
104 200	Gran Tierra Energy Inc.	735	903	
110 300	Husky Energy Inc.	1 859	3 801	
95 200	Imperial Oil Ltd.	2 549	5 353	
120 200	Inter Pipeline Ltd.	1 425	3 981	
121 800	Ithaca Energy Inc.	328	339	
34 700	Kelt Exploration Ltd.	424	528	
30 053	Keyera Corp.	656	2 362	
55 215	Legacy Oil + Gas Inc.	754	522	
72 186	Lightstream Resources Ltd.	1 339	589	
55 600	MEG Energy Corp.	2 628	2 162	
33 900	Mullen Group Ltd.	834	1 041	
52 500	Nuvista Energy Ltd.	376	627	
116 700	Pacific Rubiales Energy Corp.	1 643	2 530	
33 400	Painted Pony Petroleum Ltd., Class A	435	456	
17 900	Paramount Resources Ltd., Class A	534	1 066	
35 100	Parex Resources Inc.	448	441	
26 600	Parkland Fuel Corp.	338	547	
24 800	Pason Systems Inc.	282	744	
120 967	Pembina Pipeline Corp.	2 609	5 554	
196 579	Pengrowth Energy Corp.	2 802	1 504	
182 711	Penn West Petroleum Ltd.	5 380	1 904	
54 300	Peyto Exploration & Development Corp.	1 134	2 189	
108 500	Precision Drilling Corp.	1 547	1 639	
55 500	Raging River Exploration Inc.	356	602	
45 000	RMP Energy Inc.	427	425	
35 600	Savanna Energy Services Corp.	507	301	
40 800	Secure Energy Services Inc.	457	957	
22 891	ShawCor Ltd.	368	1 358	
549 238	Suncor Energy Inc.	11 543	24 990	
81 400	Surge Energy Inc.	575	637	
358 999	Talisman Energy Inc.	3 397	4 050	
24 100	TORC Oil & Gas Ltd.	365	354	
60 000	Tourmaline Oil Corp.	1 917	3 376	
264 573	TransCanada Corp.	7 193	13 475	
26 900	Transglobe Energy Corporation	408	215	
55 000	Trican Well Service Ltd.	395	948	
25 101	Trilogy Energy Corp.	551	733	
51 900	Trinidad Drilling Ltd.	497	629	
77 300	Veresen Inc.	911	1 449	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
35 781	Vermilion Energy Inc.	\$ 1 221	\$ 2 657	
91 550	Whitecap Resources Inc.	1 002	1 508	
		<u>119 387</u>	<u>189 034</u>	<u>27.0</u>
Financials				
23 000	AGF Management Ltd., Class B	389	287	
9 400	Alaris Royalty Corp.	331	272	
26 294	Allied Properties Real Estate Investment Trust	586	929	
47 827	Artis Real Estate Investment Trust	568	753	
241 241	Bank of Montreal	10 184	18 957	
455 086	Bank of Nova Scotia	15 457	32 375	
14 300	Boardwalk Real Estate Investment Trust	337	933	
213 104	Brookfield Asset Management Inc., Class A	3 461	10 018	
91 000	Brookfield Property Partners LP	1 864	2 023	
37 800	Calloway Real Estate Investment Trust	762	1 004	
34 100	Canaccord Genuity Group Inc.	418	419	
42 235	Canadian Apartment Properties Real Estate Investment Trust	581	965	
148 541	Canadian Imperial Bank of Commerce	8 162	14 423	
25 900	Canadian Real Estate Investment Trust	578	1 191	
29 800	Canadian Western Bank	348	1 189	
64 300	Chartwell Retirement Residences Real Estate Investment Trust	529	697	
87 500	CI Financial Corp.	2 009	3 067	
45 642	Cominar Real Estate Investment Trust	882	860	
27 300	Crombie Real Estate Investment Trust	388	367	
36 700	Dream Global Real Estate Investment Trust	377	360	
38 374	Dream Office Real Estate Investment Trust	1 090	1 124	
19 226	Dream Unlimited Corp.	139	297	
16 026	Dundee Bancorp Inc., Class A	220	275	
71 000	Element Financial Corp.	753	957	
7 768	Fairfax Financial Holdings Ltd.	2 235	3 932	
36 900	First Capital Realty Inc.	574	687	
10 600	First Service Corp.	242	573	
15 223	Genworth MI Canada Inc.	387	579	
17 200	Granite Real Estate Investment Trust	618	679	
107 924	Great-West Lifeco Inc.	2 274	3 257	
102 418	H&R Real Estate Investment Trust	1 949	2 372	
24 200	Home Capital Group Inc.	375	1 157	
35 220	IGM Financial Inc.	790	1 799	
37 600	Industrial Alliance Insurance & Financial Services Inc.	849	1 758	
49 361	Intact Financial Corp.	1 913	3 632	
10 600	Laurentian Bank of Canada	261	529	
692 994	Manulife Financial Corporation	14 248	14 698	
122 866	National Bank of Canada	2 027	5 561	
12 031	Northern Property Real Estate Investment Trust	401	345	
32 276	Onex Corporation	757	2 131	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
130 000	Power Corporation of Canada	\$ 2 557	\$ 3 855	
87 400	Power Financial Corp.	1 581	2 903	
114 476	RioCan Real Estate Investment Trust	2 035	3 126	
539 414	Royal Bank of Canada*	18 879	41 147	
228 096	Sun Life Financial Inc.	7 040	8 946	
8 500	TMX Group Ltd.	300	500	
690 188	Toronto-Dominion Bank	17 954	37 912	
		<u>130 659</u>	<u>235 820</u>	<u>33.6</u>
Health Care				
77 238	Catamaran Corp.	2 063	3 639	
32 100	Extencicare Inc.	243	236	
115 965	Valeant Pharmaceuticals International Inc.	4 681	15 648	
		<u>6 987</u>	<u>19 523</u>	<u>2.8</u>
Industrials				
22 000	Aecon Group Inc.	391	373	
105 800	Air Canada, Class B	348	1 008	
27 300	ATS Automation Tooling Systems	374	426	
14 100	Badger Daylighting Ltd.	404	496	
12 577	Black Diamond Group Ltd.	278	432	
564 315	Bombardier Inc., Class B	6 399	2 127	
98 100	CAE Inc.	705	1 369	
307 700	Canadian National Railway Co.	5 268	21 354	
58 850	Canadian Pacific Railway Ltd.	2 330	11 376	
65 000	Finning International Inc.	699	1 940	
36 500	Horizon North Logistics Inc.	356	280	
13 608	MacDonald Dettwiler & Associates Ltd.	472	1 186	
18 100	Newalta Inc.	350	388	
42 581	Progressive Waste Solutions Ltd.	917	1 166	
37 200	Ritchie Bros. Auctioneers Inc.	776	978	
23 600	Russel Metals Inc.	358	810	
57 400	SNC-Lavalin Group Inc.	961	3 221	
17 500	Stantec Inc.	451	1 156	
27 725	Toromont Industries Ltd.	345	729	
23 800	Transcontinental Inc., Class A	256	357	
30 584	TransForce Inc.	328	751	
6 256	Wajax Corp.	296	221	
44 875	WestJet Airlines Ltd.	542	1 176	
17 900	Westport Innovations Inc.	414	344	
24 000	Westshore Terminals Investment Corp.	340	783	
13 900	WSP Global Inc.	318	525	
		<u>24 676</u>	<u>54 972</u>	<u>7.8</u>
Information Technology				
12 800	Avigilon Corp.	405	305	
183 863	Blackberry Ltd.	7 302	2 011	
61 567	Celestica Inc.	2 274	826	
103 332	CGI Group Inc., Class A	1 606	3 908	
6 900	Constellation Software Inc.	900	1 863	
23 700	Descartes Systems Group Inc.	333	362	
31 000	DH Corp.	613	963	
45 500	Open Text Corp.	751	2 330	
		<u>14 184</u>	<u>12 568</u>	<u>1.8</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
77 189	Agnico Eagle Mines Ltd.	\$ 2 707	\$ 3 154	
54 004	Agrium Inc.	1 971	5 279	
84 207	Alacer Gold Corp.	705	238	
48 800	Alamos Gold Inc.	428	527	
55 800	Argonaut Gold Inc.	479	247	
93 800	AuRico Gold Inc.	925	428	
233 300	B2Gold Corp.	825	726	
435 129	Barrick Gold Corp.	13 951	8 502	
65 500	Canexus Corp.	440	321	
31 072	Canfor Corp.	352	726	
132 200	Capstone Mining Corp.	500	340	
9 500	CCL Industries, Class B	261	976	
63 706	Centerra Gold Inc.	756	429	
22 500	Chemtrade Logistics Income Fund	484	473	
97 155	China Gold International Resources Corp Ltd.	513	301	
58 052	Detour Gold Corp.	1 004	848	
32 100	Dominion Diamond Corp.	444	495	
266 239	Eldorado Gold Corp.	2 447	2 173	
44 900	First Majestic Silver Corp.	639	518	
220 410	First Quantum Minerals Ltd.	2 720	5 030	
46 100	Fortuna Silver Mines Inc.	282	272	
55 000	Franco-Nevada Corp.	1 817	3 369	
303 883	Goldcorp Inc.	7 439	9 050	
71 275	HudBay Minerals Inc.	851	703	
144 404	IAMGOLD Corporation	1 375	634	
23 300	Interfor Corp.	377	346	
20 900	Intertape Polymer Group Inc.	310	247	
428 047	Kinross Gold Corp.	6 225	1 892	
24 400	Labrador Iron Ore Royalty Corp.	403	749	
188 039	Lundin Mining Corp.	1 489	1 104	
32 717	Major Drilling Group International Inc.	438	254	
36 200	Methanex Corp.	390	2 388	
78 067	Nevsun Resources Ltd.	394	312	
186 100	New Gold Inc.	994	1 260	
9 800	Norbord Inc.	328	257	
80 600	Novagold Resources Inc.	640	363	
118 516	OceanaGold Corp.	411	392	
16 878	Osisko Gold Royalties Ltd.	267	271	
57 906	Pan American Silver Corp.	1 117	947	
315 884	Potash Corporation of Saskatchewan Inc.	6 597	12 819	
29 500	Pretium Resources Inc.	488	260	
59 700	Primero Mining Corp.	496	510	
101 103	Semafo Inc.	496	507	
113 020	Sherritt International Corp.	1 053	488	
30 050	Silver Standard Resources Inc.	681	277	
133 200	Silver Wheaton Corp.	2 001	3 740	
29 700	Tahoe Resources Inc.	526	830	
174 078	Teck Resources Ltd., Class B	3 123	4 241	
264 800	Torex Gold Resources Inc.	478	432	
299 994	Turquoise Hill Resources Ltd.	1 667	1 071	
25 084	West Fraser Timber Co. Ltd.	544	1 297	
325 523	Yamana Gold Inc.	2 919	2 858	
		<u>79 167</u>	<u>85 871</u>	<u>12.3</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
290 473	BCE Inc.	\$ 10 433	\$ 14 059	
47 578	Bell Aliant Inc.	1 626	1 327	
29 500	Manitoba Telecom Services Inc.	920	913	
138 326	Rogers Communications Inc., Class B	3 632	5 940	
231 218	TELUS Corp.	4 544	9 196	
		<u>21 155</u>	<u>31 435</u>	<u>4.5</u>
Utilities				
59 900	Algonquin Power & Utilities Corp.	397	493	
29 144	Atco Ltd., Class I, Non-Voting	469	1 507	
35 000	Brookfield Renewable Energy Partners LP	1 102	1 104	
45 700	Canadian Utilities Ltd., Class A	690	1 828	
31 100	Capital Power Corp.	781	820	
53 200	Emera Inc.	1 023	1 815	
79 600	Fortis Inc.	1 728	2 585	
36 100	Innergex Renewable Energy Inc.	377	390	
48 714	Just Energy Group Inc.	814	299	
32 000	Northland Power Inc.	456	583	
46 200	Superior Plus Corp.	595	656	
101 300	TransAlta Corp.	1 971	1 325	
		<u>10 403</u>	<u>13 405</u>	<u>1.9</u>
TOTAL INVESTMENTS		<u>\$ 436 834</u>	<u>698 355</u>	<u>99.6</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>2 764</u>	<u>0.4</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 701 119</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 698 355	\$ 627 060	\$ 598 255
Cash	1 558	1 042	661
Subscriptions receivable	618	501	377
Dividends receivable, interest accrued and other assets	1 830	1 498	1 767
TOTAL ASSETS	702 361	630 101	601 060
LIABILITIES			
Redemptions payable	833	881	828
Accounts payable and accrued expenses	409	376	359
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 242	1 257	1 187
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 701 119	\$ 628 844	\$ 599 873
Investments at cost	\$ 436 834	\$ 428 948	\$ 446 111
NAV, END OF PERIOD			
SERIES A	\$ 701 119	\$ 628 844	\$ 599 873
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 28.50	\$ 25.34	\$ 23.11

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 9 404	\$ 9 765
Interest for distribution purposes	(1)	(2)
Other income (loss)	445	484
Securities lending revenue (see note 6 in the generic notes)	54	91
Net realized gain (loss) on investments	7 134	3 919
Net gain (loss) on foreign currencies and other net assets	(5)	(1)
Change in unrealized gain (loss) on investments	63 409	(18 512)
TOTAL INCOME (LOSS)	80 440	(4 256)
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 642	1 482
Administration fees	494	444
Board of Governors costs	1	2
GST/HST	223	212
Transaction costs	10	15
TOTAL EXPENSES	2 370	2 155
INCREASE (DECREASE) IN NAV	\$ 78 070	\$ (6 411)
INCREASE (DECREASE) IN NAV SERIES A	\$ 78 070	\$ (6 411)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 3.15	\$ (0.25)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 78 070	\$ (6 411)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 134)	(3 919)
Change in unrealized loss (gain) on investments	(63 409)	18 512
(Increase) decrease in accrued receivables	(449)	(27)
Increase (decrease) in accrued payables	(15)	(310)
Cost of investments purchased	(28 432)	(21 949)
Proceeds on sales of investments	27 680	33 928
NET CASH PROVIDED BY OPERATING ACTIVITIES	6 311	19 824
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	53 714	46 656
Cash paid on redemption of redeemable units	(59 509)	(65 290)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (5 795)	\$ (18 634)
Net increase (decrease) in cash for the year	516	1 190
Cash (bank overdraft), beginning of period	1 042	661
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1 558	\$ 1 851
Interest received	\$ (1)	\$ (2)
Dividends received, net of withholding taxes	\$ 9 517	\$ 9 765



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 628 844	\$ 599 873
INCREASE (DECREASE) IN NAV	78 070	(6 411)
Early redemption fees	2	1
Proceeds from redeemable units issued	53 714	46 656
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(59 511)	(65 291)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(5 795)	(18 634)
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	72 275	(25 045)
NAV AT END OF PERIOD	\$ 701 119	\$ 574 828

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the benchmark S&P/TSX Capped Composite Total Return Index before fees and expenses are deducted.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts)

(see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	698 355	–	–	698 355
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	698 355	–	–	698 355
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	627 060	–	–	627 060
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	627 060	–	–	627 060
% of total portfolio	100.0	–	–	100.0

Please see the generic notes at the back of the financial statements.

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	598 255	–	–	598 255
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	598 255	–	–	598 255
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

The management fee paid by Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.15%
----------	-------

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	87 448
Non-capital losses	–



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 812	25 954
Issued number of units	2 019	1 991
Reinvested number of units	–	–
Redeemed number of units	(2 232)	(2 775)
Ending number of units	24 599	25 170

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	10	100	15	100
Related-party brokerage commissions*	3	30	6	40
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	80 368	114 747
Fair value of collateral received	81 975	117 042

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	574 212	598 754
Revaluation of investments at FVTPL	616	1 119
Net assets attributable to holders of redeemable units	574 828	599 873
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(5 908)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(503)
Increase (decrease) in net assets attributable to holders of redeemable units		(6 411)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY CANADIAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
333 829	Canadian Tire Corp. Ltd., Class A	\$ 26 313	\$ 34 174	
61 318	Cogeco Cable Inc.	3 849	3 623	
482 529	Great Canadian Gaming Corp.	7 114	8 237	
590 807	Linamar Corp.	24 250	37 191	
437 861	Magna International Inc., Class A	20 707	50 293	
174 827	Uni-Select Inc.	4 934	4 860	
448 664	Yellow Media Ltd.	10 527	8 157	
		<u>97 694</u>	<u>146 535</u>	14.7
Consumer Staples				
63 552	Alimentation Couche-Tard Inc.	1 678	1 858	
183 364	Empire Co. Ltd., Class A	13 808	13 305	
53 254	George Weston Ltd.	4 281	4 192	
658 019	Jean Coutu Group, Class A	14 835	14 911	
497 309	Metro Inc., Class A	24 378	32 807	
		<u>58 980</u>	<u>67 073</u>	6.7
Energy				
62 217	Akita Drilling Ltd.	852	994	
1 872 631	Bankers Petroleum Ltd.	10 472	12 770	
170 738	Canadian Natural Resources Ltd.	7 373	8 370	
755 760	Canadian Oil Sands Ltd.	18 428	18 273	
100 743	Encana Corp.	2 577	2 546	
55 405	Enerflex Ltd.	985	1 125	
989 011	Essential Energy Services Ltd.	2 901	2 730	
793 509	Gran Tierra Energy Inc.	6 263	6 880	
940 381	High Arctic Energy Services Inc.	5 047	5 022	
387 042	Husky Energy Inc.	11 523	13 337	
316 079	North American Energy Partners Inc.	2 656	2 715	
1 371 222	Parex Resources Inc.	13 600	17 209	
136 456	Pason Systems Inc.	2 215	4 094	
313 025	Pengrowth Energy Corp.	2 015	2 395	
1 742 418	Perpetual Energy Inc.	2 946	3 851	
277 287	PHX Energy Services Corp.	3 921	4 597	
764 425	Pulse Seismic Inc.	3 120	2 408	
725 269	Suncor Energy Inc.	22 836	33 000	
164 784	Total Energy Services Inc.	3 232	3 828	
584 526	Trinidad Drilling Ltd.	5 832	7 079	
39 783	Vermilion Energy Inc.	2 963	2 954	
		<u>131 757</u>	<u>156 177</u>	15.7
Financials				
560 261	Altus Group Ltd.	8 111	12 852	
310 444	Bank of Montreal	18 623	24 395	
30 615	Canadian Imperial Bank of Commerce	2 730	2 973	
37 411	Equitable Group Inc.	2 289	2 282	
6 228	Fairfax Financial Holdings Ltd.	2 530	3 153	
426 838	Genworth MI Canada Inc.	14 584	16 224	
313 951	Gluskin Sheff + Associates Inc.	8 730	9 996	
503 514	Great-West Lifeco Inc.	12 296	15 196	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
487 220	Industrial Alliance Insurance & Financial Services Inc.	\$ 19 401	\$ 22 782	
861 470	Manulife Financial Corporation	13 805	18 272	
111 372	National Bank of Canada	5 031	5 041	
777 303	Power Corporation of Canada	20 548	23 047	
778 584	Power Financial Corp.	22 618	25 857	
146 788	Royal Bank of Canada*	10 531	11 197	
243 354	Sun Life Financial Inc.	7 707	9 544	
		<u>169 534</u>	<u>202 811</u>	20.4
Health Care				
186 914	Concordia Healthcare Corp.	5 702	6 376	
396 109	Medical Facilities Corp.	7 590	7 193	
		<u>13 292</u>	<u>13 569</u>	1.4
Industrials				
434 457	Air Canada, Class B	1 035	4 140	
717 590	Finning International Inc.	16 943	21 413	
39 341	Logistec Corp.	2 097	2 742	
211 655	Magellan Aerospace Corp.	2 418	2 493	
467 538	Transcontinental Inc., Class A	7 672	7 008	
97 181	TransForce Inc.	2 225	2 388	
802 982	WestJet Airlines Ltd.	16 062	21 038	
		<u>48 452</u>	<u>61 222</u>	6.2
Information Technology				
595 298	5N Plus Inc.	2 869	2 429	
587 357	Celestica Inc.	6 662	7 877	
342 183	DH Corp.	7 457	10 625	
153 880	Open Text Corp.	7 838	7 879	
908 881	Sandvine Corp.	2 907	3 272	
		<u>27 733</u>	<u>32 082</u>	3.2
Materials				
79 547	Agrium Inc.	8 096	7 776	
1 230 528	Canam Manac Group Inc., Class A	15 340	16 489	
459 008	Canfor Corp.	10 078	10 722	
38 629	CCL Industries, Class B	1 936	3 969	
208 668	Chemtrade Logistics Income Fund	4 373	4 382	
455 656	Interfor Corp.	4 949	6 776	
319 154	Intertape Polymer Group Inc.	2 610	3 779	
4 196 339	Lucara Diamond Corp.	6 120	10 869	
222 007	Methanex Corp.	9 812	14 646	
542 328	Teck Resources Ltd., Class B	17 374	13 211	
4 651 577	Western Forest Products Inc.	9 536	10 373	
146 415	Winpak Ltd.	3 573	3 719	
		<u>93 797</u>	<u>106 711</u>	10.7
Telecommunication Services				
236 818	BCE Inc.	10 430	11 462	
77 048	Rogers Communications Inc., Class B	3 680	3 308	
241 079	TELUS Corp.	9 418	9 588	
		<u>23 528</u>	<u>24 358</u>	2.5
TOTAL CANADIAN EQUITIES		<u>664 767</u>	<u>810 538</u>	81.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
16 714	Cavco Industries Inc.	\$ 1 464	\$ 1 521	
113 201	DIRECTV, LLC	3 638	10 265	
21 829	Helen Of Troy Ltd.	1 593	1 412	
44 754	Kohls Corp.	2 296	2 515	
54 461	Lowe's Companies	1 327	2 789	
19 720	Macy's Inc.	963	1 220	
13 908	O'Reilly Automotive Inc.	1 619	2 234	
20 439	Red Robin Gourmet Burgers Inc.	1 553	1 552	
118 261	Sonic Corp.	2 406	2 785	
55 631	Universal Electronics Inc.	1 903	2 901	
25 447	Viacom Inc.	1 301	2 354	
182 485	Xueda Education Group ADR	1 284	866	
		<u>21 347</u>	<u>32 414</u>	3.3
Consumer Staples				
96 051	Coca-Cola Enterprises Inc.	3 961	4 895	
26 697	Lorillard Inc.	1 247	1 736	
49 033	The Andersons Inc.	3 020	2 698	
		<u>8 228</u>	<u>9 329</u>	0.9
Energy				
34 824	Comstock Resources Inc.	973	1 072	
47 075	Halliburton Co.	2 918	3 565	
52 359	Marathon Petroleum Corp.	4 992	4 361	
29 996	Matrix Service Co.	1 107	1 049	
48 593	Natural Gas Services Group Inc.	1 349	1 714	
21 903	Panhandle Oil and Gas Inc., Class A	1 032	1 309	
77 017	Pioneer Energy Services Corp.	1 220	1 441	
109 590	RPC Inc.	2 641	2 746	
47 120	Tesco Corp.	1 065	1 073	
73 192	Westmoreland Coal Co.	1 954	2 833	
		<u>19 251</u>	<u>21 163</u>	2.1
Financials				
61 635	American Equity Investment Life Holding Co.	1 642	1 617	
100 478	Beneficial Mutual Bancorp Inc.	1 402	1 452	
125 458	BGC Partners Inc., Class A	979	996	
38 281	Bridge Capital Holdings	974	989	
12 245	Diamond Hill Investment Group Inc.	1 470	1 668	
45 333	FBR & Co.	1 343	1 312	
69 495	Fifth Third Bancorp	1 386	1 583	
12 460	GAMCO Investors Inc., Class A	1 133	1 104	
27 837	HFF Inc., Class A	997	1 104	
31 517	Home Bancshares Inc.	1 182	1 103	
72 513	United Community Banks Inc.	1 175	1 266	
85 910	United Insurance Holdings Corp.	1 384	1 582	
78 493	Western Alliance Bancorp	1 186	1 993	
16 580	WSFS Financial Corp.	1 351	1 303	
		<u>17 604</u>	<u>19 072</u>	1.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
34 750	AmerisourceBergen Corp.	\$ 2 022	\$ 2 693	
26 297	CONMED Corp.	1 333	1 238	
50 487	Corvel Corp.	2 478	2 433	
41 685	Emergent Biosolutions Inc.	1 152	999	
34 450	Pfizer Inc.	1 211	1 091	
39 373	Quest Diagnostics Inc.	2 331	2 465	
27 849	St. Jude Medical Inc.	1 471	2 057	
		<u>11 998</u>	<u>12 976</u>	1.3
Industrials				
198 912	AAON Inc.	4 967	7 112	
30 171	Circor International Inc.	2 165	2 482	
35 379	G&K Services Inc.	1 979	1 965	
39 228	Graham Corp.	1 453	1 457	
15 001	L-3 Communications Holdings Inc.	1 034	1 932	
123 724	Navios Maritime Holdings Inc.	973	1 336	
92 575	NN Inc.	1 611	2 526	
46 900	Northrop Grumman Corp.	2 787	5 985	
18 466	Spirit Airlines Inc.	624	1 246	
29 306	The ADT Corp.	1 188	1 092	
65 259	The Greenbrier Co. Inc.	3 417	4 010	
		<u>22 198</u>	<u>31 143</u>	3.1
Information Technology				
79 949	Electronics for Imaging Inc.	3 006	3 855	
37 599	Euronet Worldwide Inc.	1 550	1 935	
17 338	Lam Research Corp.	936	1 250	
28 823	Manhattan Associates Inc.	1 052	1 059	
43 336	Motorola Solutions Inc.	2 255	3 077	
24 540	NetApp Inc.	1 100	956	
158 902	Nvidia Corp.	2 746	3 143	
239 283	The Western Union Co.	4 333	4 426	
36 410	Yahoo! Inc.	1 202	1 364	
		<u>18 180</u>	<u>21 065</u>	2.1
Materials				
9 819	CF Industries Holdings Inc.	2 438	2 520	
24 012	Schweitzer-Mauduit International Inc.	1 430	1 118	
		<u>3 868</u>	<u>3 638</u>	0.4
Telecommunication Services				
81 789	CenturyTel Inc.	3 033	3 157	
74 504	IDT Corp.	1 511	1 386	
		<u>4 544</u>	<u>4 543</u>	0.5
TOTAL UNITED STATES EQUITIES		<u>127 218</u>	<u>155 343</u>	15.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
FOREIGN EQUITIES				
Ireland				
131 552	Seagate Technology	\$ 4 230	\$ 7 973	
		4 230	7 973	0.8
Italy				
46 718	ENI-Ente Nazionale Idrocarburi S.p.A. ADR	2 205	2 734	
		2 205	2 734	0.3
Japan				
33 777	Nippon Telegraph & Telephone Corp.	956	1 124	
		956	1 124	0.1
TOTAL FOREIGN EQUITIES		7 391	11 831	1.2
TOTAL EQUITIES		799 376	977 712	98.3
SHORT-TERM INVESTMENTS†		13 216	13 234	1.3
TOTAL INVESTMENTS		812 592	990 946	99.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	4 305	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(163)	–
TOTAL PORTFOLIO		\$ 812 592	995 088	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			30	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 995 118		100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.

**SCHEDULE A
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 380 Sold USD 1 250 @ 1.1041	08-Jul-14	\$ 47
Bought USD 356 Sold CAD 380 @ 1.0676	08-Jul-14	–
Bought CAD 25 120 Sold USD 22 722 @ 1.1056	22-Jul-14	870
Bought CAD 3 180 Sold USD 2 893 @ 1.0994	29-Jul-14	92
Bought CAD 2 000 Sold USD 1 831 @ 1.0922	06-Aug-14	45
Bought CAD 28 307 Sold USD 25 604 @ 1.1056	11-Aug-14	967
Bought CAD 2 100 Sold USD 1 930 @ 1.0883	18-Aug-14	39
Bought CAD 45 871 Sold USD 42 036 @ 1.0912	18-Aug-14	978
Bought CAD 2 075 Sold USD 1 907 @ 1.0880	29-Aug-14	38
Bought CAD 1 970 Sold USD 1 798 @ 1.0958	10-Sep-14	49
Bought CAD 19 400 Sold USD 17 674 @ 1.0976	10-Sep-14	514
Bought CAD 11 151 Sold USD 10 238 @ 1.0892	19-Sep-14	209
Bought CAD 1 570 Sold USD 1 457 @ 1.0779	29-Sep-14	13
Bought CAD 19 338 Sold USD 17 825 @ 1.0849	29-Sep-14	282
Bought CAD 32 673 Sold USD 30 404 @ 1.0746	08-Oct-14	162
		\$ 4 305
Unrealized Loss		
Contracts	Maturity Date	Unrealized Loss
Bought USD 1 743 Sold CAD 1 897 @ 1.0886	06-Aug-14	\$ (36)
Bought USD 282 Sold CAD 307 @ 1.0901	06-Aug-14	(6)
Bought USD 614 Sold CAD 673 @ 1.0954	06-Aug-14	(17)
Bought USD 856 Sold CAD 938 @ 1.0952	06-Aug-14	(24)
Bought USD 558 Sold CAD 600 @ 1.0749	11-Aug-14	(4)
Bought USD 2 971 Sold CAD 3 250 @ 1.0941	10-Sep-14	(76)
		\$ (163)
TOTAL FOREIGN EXCHANGE		\$ 4 142

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 990 946	\$ 985 357	\$ 843 771
Cash	1	–	1 088
Due from investment dealers	81	118	1 254
Subscriptions receivable	142	316	164
Unrealized gain on foreign exchange contracts	4 305	2	586
Dividends receivable, interest accrued and other assets	1 703	1 523	1 787
TOTAL ASSETS	997 178	987 316	848 650
LIABILITIES			
Bank overdraft	–	2	–
Due to investment dealers	–	61	1 024
Redemptions payable	655	474	713
Unrealized loss on foreign exchange contracts	163	3 739	451
Accounts payable and accrued expenses	1 242	1 252	1 081
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 060	5 528	3 269
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 995 118	\$ 981 788	\$ 845 381
Investments at cost	\$ 812 592	\$ 779 874	\$ 783 639
NAV, END OF PERIOD			
SERIES A	\$ 935 439	\$ 929 985	\$ 809 137
ADVISOR SERIES	\$ 2 350	\$ 1 949	\$ 618
SERIES D	\$ 51 128	\$ 44 712	\$ 31 565
SERIES F	\$ 6 201	\$ 5 142	\$ 4 061
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 20.21	\$ 18.94	\$ 14.51
ADVISOR SERIES	\$ 20.85	\$ 19.54	\$ 14.92
SERIES D	\$ 20.43	\$ 19.12	\$ 14.62
SERIES F	\$ 20.26	\$ 18.94	\$ 14.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 11 719	\$ 10 954
Interest for distribution purposes	7	8
Other income (loss)	94	531
Securities lending revenue (see note 6 in the generic notes)	54	184
Net realized gain (loss) on investments	87 345	38 553
Net gain (loss) on foreign currencies and other net assets	(8 639)	(4 908)
Change in unrealized gain (loss) on investments	(19 250)	44 154
TOTAL INCOME (LOSS)	71 330	89 476
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 977	5 356
Administration fees	711	637
Board of Governors costs	1	2
GST/HST	671	634
Transaction costs	498	486
Withholding tax	244	222
TOTAL EXPENSES	8 102	7 337
INCREASE (DECREASE) IN NAV	\$ 63 228	\$ 82 139
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 59 446	\$ 78 461
ADVISOR SERIES	\$ 146	\$ 71
SERIES D	\$ 3 257	\$ 3 201
SERIES F	\$ 379	\$ 406
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.25	\$ 1.46
ADVISOR SERIES	\$ 1.30	\$ 1.51
SERIES D	\$ 1.29	\$ 1.52
SERIES F	\$ 1.31	\$ 1.51

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 63 228	\$ 82 139
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(87 283)	(38 553)
Change in unrealized loss (gain) on investments	19 250	(44 154)
(Increase) decrease in accrued receivables	31	1 073
Increase (decrease) in accrued payables	110	(1 086)
Cost of investments purchased	(1 725 195)	(1 309 238)
Proceeds on sales of investments	1 779 760	1 374 250
NET CASH PROVIDED BY OPERATING ACTIVITIES	49 901	64 431
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	26 552	12 226
Cash paid on redemption of redeemable units	(76 450)	(76 615)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (49 898)	\$ (64 389)
Net increase (decrease) in cash for the year	3	42
Cash (bank overdraft), beginning of period	(2)	1 088
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 1 130
Interest received	\$ 7	\$ 8
Dividends received, net of withholding taxes	\$ 11 389	\$ 10 732



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 929 985	\$ 809 137	\$ 1 949	\$ 618	\$ 44 712	\$ 31 565
INCREASE (DECREASE) IN NAV	59 446	78 461	146	71	3 257	3 201
Early redemption fees	–	–	–	–	–	1
Proceeds from redeemable units issued	16 112	7 152	329	284	8 890	4 371
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(70 104)	(71 429)	(74)	(47)	(5 731)	(4 195)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(53 992)	(64 277)	255	237	3 159	177
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	5 454	14 184	401	308	6 416	3 378
NAV AT END OF PERIOD	\$ 935 439	\$ 823 321	\$ 2 350	\$ 926	\$ 51 128	\$ 34 943

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 142	\$ 4 061	\$ 981 788	\$ 845 381
INCREASE (DECREASE) IN NAV	379	406	63 228	82 139
Early redemption fees	–	–	–	1
Proceeds from redeemable units issued	1 221	419	26 552	12 226
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(541)	(945)	(76 450)	(76 616)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	680	(526)	(49 898)	(64 389)
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	1 059	(120)	13 330	17 750
NAV AT END OF PERIOD	\$ 6 201	\$ 3 941	\$ 995 118	\$ 863 131

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of capital growth and current income by investing primarily in equity securities of Canadian and U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts)

(see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	977 712	–	–	977 712
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	13 234	–	13 234
Derivatives – assets	–	4 305	–	4 305
Derivatives – liabilities	–	(163)	–	(163)
Total financial instruments	977 712	17 376	–	995 088
% of total portfolio	98.3	1.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	971 905	–	–	971 905
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	13 452	–	13 452
Derivatives – assets	–	2	–	2
Derivatives – liabilities	–	(3 739)	–	(3 739)
Total financial instruments	971 905	9 715	–	981 620
% of total portfolio	99.0	1.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	834 274	–	–	834 274
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	9 497	–	9 497
Derivatives – assets	–	586	–	586
Derivatives – liabilities	–	(451)	–	(451)
Total financial instruments	834 274	9 632	–	843 906
% of total portfolio	98.9	1.1	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	282 961
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	49 093	55 757
Issued number of units	840	459
Reinvested number of units	–	–
Redeemed number of units	(3 640)	(4 598)
Ending number of units	46 293	51 618

Advisor Series		
Opening units	100	41
Issued number of units	17	18
Reinvested number of units	–	–
Redeemed number of units	(4)	(3)
Ending number of units	113	56

Series D		
Opening units	2 338	2 158
Issued number of units	458	280
Reinvested number of units	–	–
Redeemed number of units	(294)	(268)
Ending number of units	2 502	2 170

Series F		
Opening units	272	280
Issued number of units	62	28
Reinvested number of units	–	–
Redeemed number of units	(28)	(61)
Ending number of units	306	247

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	498	100	486	100
Related-party brokerage commissions*	45	9	16	3
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	102 228	112 129
Fair value of collateral received	104 273	114 372

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	861 944	842 876
Revaluation of investments at FVTPL	1 187	2 505
Net assets attributable to holders of redeemable units	863 131	845 381

June 30
2013

Comprehensive income		
Comprehensive income as reported under Canadian GAAP		83 457
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(1 318)
Increase (decrease) in net assets attributable to holders of redeemable units		82 139



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY ALL-CANADIAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
153 988	Canadian Tire Corp. Ltd., Class A	\$ 14 244	\$ 15 764	
119 477	Cineplex Inc.	3 993	4 952	
113 621	Corus Entertainment Inc., Class B	2 539	2 837	
134 202	Gildan Activewear Inc., Class A	5 819	8 437	
302 849	Great Canadian Gaming Corp.	4 008	5 170	
235 915	Linamar Corp.	9 697	14 851	
91 293	Magna International Inc., Class A	9 106	10 486	
105 264	Sears Canada Inc.	1 416	1 568	
61 369	Thomson Corp.	2 174	2 384	
292 867	Torstar Corp., Class B	2 283	2 330	
140 194	Whistler Blackcomb Holdings Inc.	2 003	2 487	
571 343	Yellow Media Ltd.	10 491	10 387	
		67 773	81 653	15.7
Consumer Staples				
94 821	Alimentation Couche-Tard Inc.	2 647	2 772	
82 992	Empire Co. Ltd., Class A	5 877	6 022	
729 619	Jean Coutu Group, Class A	10 624	16 533	
135 431	Metro Inc., Class A	6 586	8 934	
		25 734	34 261	6.6
Energy				
525 284	Bankers Petroleum Ltd.	3 465	3 582	
119 435	Birchcliff Energy Ltd.	1 581	1 685	
94 222	Canadian Natural Resources Ltd.	4 383	4 620	
37 275	Canadian Oil Sands Ltd.	904	901	
113 867	Canyon Services Group Inc.	1 791	2 152	
642 428	Chinook Energy Inc.	1 454	1 426	
178 216	Encana Corp.	4 491	4 505	
429 671	Enerflex Ltd.	5 341	8 731	
115 109	Enerplus Corp.	2 894	3 095	
123 659	Ensign Energy Services Inc.	2 021	2 049	
9 260	Mullen Group Ltd.	261	284	
808 527	Parex Resources Inc.	8 308	10 147	
365 490	Parkland Fuel Corp.	5 404	7 514	
105 110	Pason Systems Inc.	2 159	3 153	
127 600	PHX Energy Services Corp.	2 125	2 116	
262 587	Precision Drilling Corp.	3 850	3 968	
87 557	Suncor Energy Inc.	3 899	3 984	
536 383	Transglobe Energy Corporation	4 233	4 296	
470 397	Trinidad Drilling Ltd.	3 304	5 697	
21 302	Veresen Inc.	355	399	
		62 223	74 304	14.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
819 834	Altus Group Ltd.	\$ 15 057	\$ 18 807	
138 735	Bank of Montreal	9 308	10 902	
295 617	Canaccord Genuity Group Inc.	3 603	3 633	
197 439	CI Financial Corp.	5 765	6 920	
1 078 770	Counsel Corporation	2 064	2 104	
49 868	Equitable Group Inc.	2 240	3 042	
4 789	Fairfax Financial Holdings Ltd.	2 015	2 424	
39 641	First Service Corp.	2 128	2 144	
511 318	Genworth MI Canada Inc.	14 520	19 435	
356 474	Gluskin Sheff + Associates Inc.	10 486	11 350	
144 366	Great-West Lifeco Inc.	4 245	4 357	
116 039	Home Capital Group Inc.	4 329	5 550	
362 311	InnVest Real Estate Investment Trust	1 918	1 927	
118 664	Manulife Financial Corporation	1 935	2 517	
11 915	National Bank of Canada	531	539	
351 031	Power Corporation of Canada	10 048	10 408	
246 582	Power Financial Corp.	7 745	8 189	
81 751	Royal Bank of Canada*	5 930	6 236	
106 802	Sun Life Financial Inc.	3 391	4 189	
		107 258	124 673	24.0
Health Care				
82 282	Tekmira Pharmaceuticals Corp.	1 194	1 144	
		1 194	1 144	0.2
Industrials				
734 056	Aecon Group Inc.	10 222	12 442	
25 916	AG Growth International Inc.	1 220	1 229	
391 191	Air Canada, Class B	884	3 728	
284 620	ATS Automation Tooling Systems	3 901	4 443	
211 724	Bird Construction Inc.	2 701	2 839	
47 897	Black Diamond Group Ltd.	1 611	1 644	
84 725	Boyd Group Income Fund	3 523	3 704	
193 984	CAE Inc.	2 688	2 708	
298 560	Chorus Aviation Inc.	1 248	1 245	
362 059	Finning International Inc.	10 400	10 804	
347 026	Horizon North Logistics Inc.	2 645	2 658	
140 728	Stantec Inc.	4 097	9 299	
704 189	Transcontinental Inc., Class A	9 420	10 556	
597 737	TransForce Inc.	11 910	14 686	
171 726	WestJet Airlines Ltd.	2 332	4 499	
326 688	WSP Global Inc.	11 406	12 346	
		80 208	98 830	19.1
Information Technology				
1 196 290	5N Plus Inc.	4 825	4 881	
630 895	Celestica Inc.	6 005	8 467	
206 040	DH Corp.	4 537	6 398	
142 185	Enghouse Systems Ltd.	3 710	5 075	
105 240	Open Text Corp.	5 042	5 388	
		24 119	30 209	5.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
22 438	Agrium Inc.	\$ 2 200	\$ 2 193	
372 844	Canam Manac Group Inc., Class A	4 298	4 996	
283 361	Canfor Corp.	4 861	6 619	
19 767	CCL Industries, Class B	1 001	2 031	
663 568	Centerra Gold Inc.	3 585	4 466	
558 262	Chemtrade Logistics Income Fund	10 949	11 724	
195 352	Intertape Polymer Group Inc.	2 271	2 313	
976 742	Lucara Diamond Corp.	1 525	2 530	
87 767	Methanex Corp.	3 777	5 790	
1 419 466	Teranga Gold Corp.	1 013	1 065	
7 647 401	Western Forest Products Inc.	15 365	17 054	
7 404	Winpak Ltd.	189	188	
		<u>51 034</u>	<u>60 969</u>	11.8
Utilities				
7 114	Capital Power Corp.	184	188	
1 025 260	Just Energy Group Inc.	6 233	6 295	
		<u>6 417</u>	<u>6 483</u>	1.3
TOTAL CANADIAN EQUITIES		<u>425 960</u>	<u>512 526</u>	98.8
SHORT-TERM INVESTMENTS†		<u>5 036</u>	<u>5 036</u>	1.0
TOTAL INVESTMENTS		<u>\$ 430 996</u>	<u>517 562</u>	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
				<u>1 011</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				100.0
		<u>\$ 518 573</u>		

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 517 562	\$ 312 028	\$ 218 140
Cash	–	1	166
Due from investment dealers	59	269	553
Subscriptions receivable	672	567	149
Dividends receivable, interest accrued and other assets	1 220	694	671
TOTAL ASSETS	519 513	313 559	219 679
LIABILITIES			
Bank overdraft	1	–	–
Due to investment dealers	61	756	890
Redemptions payable	410	164	317
Distributions payable	1	–	–
Accounts payable and accrued expenses	467	433	307
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	940	1 353	1 514
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 518 573	\$ 312 206	\$ 218 165
Investments at cost	\$ 430 996	\$ 215 072	\$ 200 174
NAV, END OF PERIOD			
SERIES A	\$ 272 571	\$ 260 651	\$ 186 884
ADVISOR SERIES	\$ 7 872	\$ 7 414	\$ 5 953
SERIES D	\$ 25 382	\$ 21 848	\$ 10 813
SERIES F	\$ 7 619	\$ 6 769	\$ 4 695
SERIES O	\$ 205 129	\$ 15 524	\$ 9 820
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 15.00	\$ 14.86	\$ 11.31
ADVISOR SERIES	\$ 15.07	\$ 14.92	\$ 11.35
SERIES D	\$ 15.30	\$ 15.16	\$ 11.50
SERIES F	\$ 15.30	\$ 15.16	\$ 11.52
SERIES O	\$ 16.04	\$ 15.90	\$ 12.04

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 062	\$ 3 428
Interest for distribution purposes	27	20
Other income (loss)	82	53
Securities lending revenue (see note 6 in the generic notes)	24	14
Net realized gain (loss) on investments	27 226	6 992
Net gain (loss) on foreign currencies and other net assets	(1)	–
Change in unrealized gain (loss) on investments	(10 390)	8 412
TOTAL INCOME (LOSS)	21 030	18 919
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 198	1 612
Administration fees	221	162
Board of Governors costs	1	2
GST/HST	243	186
Transaction costs	213	121
TOTAL EXPENSES	2 876	2 083
INCREASE (DECREASE) IN NAV	\$ 18 154	\$ 16 836
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 14 108	\$ 14 252
ADVISOR SERIES	\$ 402	\$ 457
SERIES D	\$ 1 372	\$ 904
SERIES F	\$ 395	\$ 389
SERIES O	\$ 1 877	\$ 834
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.84	\$ 0.85
ADVISOR SERIES	\$ 0.85	\$ 0.85
SERIES D	\$ 0.90	\$ 0.91
SERIES F	\$ 0.92	\$ 0.92
SERIES O	\$ 1.01	\$ 1.03

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 18 154	\$ 16 836
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(27 226)	(6 992)
Change in unrealized loss (gain) on investments	10 390	(8 412)
(Increase) decrease in accrued receivables	(421)	357
Increase (decrease) in accrued payables	(414)	(963)
Cost of investments purchased	(1 002 245)	(585 555)
Proceeds on sales of investments	813 547	581 906
NET CASH PROVIDED BY OPERATING ACTIVITIES	(188 215)	(2 823)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	227 154	27 332
Cash paid on redemption of redeemable units	(38 658)	(24 408)
Distributions paid to holders of redeemable units	(283)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 188 213	\$ 2 924
Net increase (decrease) in cash for the year	(2)	101
Cash (bank overdraft), beginning of period	1	166
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (1)	\$ 267
Interest received	\$ (552)	\$ 20
Dividends received, net of withholding taxes	\$ 4 196	\$ 3 428



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 260 651	\$ 186 884	\$ 7 414	\$ 5 953	\$ 21 848	\$ 10 813	\$ 6 769	\$ 4 695
INCREASE (DECREASE) IN NAV	14 108	14 252	402	457	1 372	904	395	389
Early redemption fees	–	–	–	–	2	–	–	–
Proceeds from redeemable units issued	26 141	21 124	742	606	10 189	4 085	1 475	657
Reinvestments of distributions to holders of redeemable units	11 223	–	308	–	1 135	–	266	–
Redemption of redeemable units	(28 162)	(20 589)	(665)	(645)	(8 022)	(1 899)	(932)	(276)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	9 202	535	385	(39)	3 304	2 186	809	381
Distributions from net income	(505)	–	(15)	–	(127)	–	(45)	–
Distributions from net gains	(10 885)	–	(314)	–	(1 015)	–	(309)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(11 390)	–	(329)	–	(1 142)	–	(354)	–
NET INCREASE (DECREASE) IN NAV	11 920	14 787	458	418	3 534	3 090	850	770
NAV AT END OF PERIOD	\$ 272 571	\$ 201 671	\$ 7 872	\$ 6 371	\$ 25 382	\$ 13 903	\$ 7 619	\$ 5 465

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 15 524	\$ 9 820	\$ 312 206	\$ 218 165
INCREASE (DECREASE) IN NAV	1 877	834	18 154	16 836
Early redemption fees	–	–	2	–
Proceeds from redeemable units issued	188 607	860	227 154	27 332
Reinvestments of distributions to holders of redeemable units	898	–	13 830	–
Redemption of redeemable units	(879)	(999)	(38 660)	(24 408)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	188 626	(139)	202 326	2 924
Distributions from net income	(188)	–	(880)	–
Distributions from net gains	(710)	–	(13 233)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(898)	–	(14 113)	–
NET INCREASE (DECREASE) IN NAV	189 605	695	206 367	19 760
NAV AT END OF PERIOD	\$ 205 129	\$ 10 515	\$ 518 573	\$ 237 925

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of capital growth and current income by investing primarily in equity securities of Canadian companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.8	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	512 526	–	–	512 526
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 036	–	5 036
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	512 526	5 036	–	517 562
% of total portfolio	99.0	1.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	303 405	–	–	303 405
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 623	–	8 623
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	303 405	8 623	–	312 028
% of total portfolio	97.2	2.8	–	100.0

Please see the generic notes at the back of the financial statements.

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	215 307	–	–	215 307
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 833	–	2 833
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	215 307	2 833	–	218 140
% of total portfolio	98.7	1.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	116	110
Value of all units	2	2



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	3 185
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	17 545	16 528
Issued number of units	1 732	1 764
Reinvested number of units	754	–
Redeemed number of units	(1 858)	(1 716)
Ending number of units	18 173	16 576

Advisor Series		
Opening units	497	524
Issued number of units	48	51
Reinvested number of units	21	–
Redeemed number of units	(44)	(53)
Ending number of units	522	522

Series D		
Opening units	1 441	940
Issued number of units	662	335
Reinvested number of units	75	–
Redeemed number of units	(519)	(155)
Ending number of units	1 659	1 120

Series F		
Opening units	446	407
Issued number of units	94	54
Reinvested number of units	18	–
Redeemed number of units	(60)	(22)
Ending number of units	498	439

Series O		
Opening units	976	815
Issued number of units	11 810	67
Reinvested number of units	56	–
Redeemed number of units	(54)	(78)
Ending number of units	12 788	804

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	213	100	121	100
Related-party brokerage commissions*	18	8	5	4
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	58 744	21 762
Fair value of collateral received	59 918	22 198

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC O'Shaughnessy All-Canadian Equity		
Guaranteed Investment Fund	806	709
RBC Life Insurance Universal Life Fund	188	171
Total	994	880

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private O'Shaughnessy Canadian Equity Pool was merged into the RBC O'Shaughnessy All-Canadian Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.



June 30, 2014

Details of the RBC Private O'Shaughnessy Canadian Equity Pool (the "Terminated Fund") and the RBC O'Shaughnessy All-Canadian Equity Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	\$186 310
Exchange ratio Series 0	0.95
Units issued by Continuing Fund Series 0	11 668

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or "rollover" basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	237 518	217 464
Revaluation of investments at FVTPL	407	701
Net assets attributable to holders of redeemable units	237 925	218 165
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		17 130
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(294)
Increase (decrease) in net assets attributable to holders of redeemable units		16 836



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN EQUITY INCOME FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
109 000	Canadian Tire Corp. Ltd., Class A	\$ 10 705	\$ 11 158	
1 495 300	DHX Media Ltd.	5 529	10 033	
554 566	Hudson's Bay Co.	9 204	9 378	
188 800	Magna International Inc., Class A	13 146	21 686	
587 002	Quebecor Inc., Class B	13 653	15 156	
840 000	Shaw Communications Inc., Class B	20 783	22 982	
350 000	Target Corporation	21 533	21 630	
1 290 000	Thomson Corp.	49 528	50 117	
392 300	Tim Hortons Inc.	23 034	22 899	
		167 115	185 039	4.6
Consumer Staples				
450 000	Alimentation Couche-Tard Inc.	13 198	13 154	
161 200	George Weston Ltd.	10 944	12 688	
1 329 314	Loblaw Companies Ltd.	58 510	63 302	
783 188	Maple Leaf Foods Inc.	9 453	15 554	
		92 105	104 698	2.6
Energy				
468 022	AltaGas Ltd.	15 340	22 970	
1 170 300	ARC Resources Ltd.	31 809	38 023	
227 465	Baytex Energy Corp.	9 877	11 203	
1 108 086	Bonavista Energy Corp.	17 916	18 139	
175 094	Bonterra Energy Corp.	8 169	11 339	
965 000	Calfrac Well Services Ltd.	15 162	19 252	
893 300	Canadian Energy Services & Technology Corp.	10 707	29 854	
2 230 798	Canadian Natural Resources Ltd.	71 525	109 376	
646 200	Cardinal Energy Ltd.	6 969	11 632	
1 396 200	Cenovus Energy Inc.	46 274	48 295	
933 982	Crescent Point Energy Corp.	38 823	44 168	
2 339 400	Enbridge Inc.	103 795	118 444	
1 563 300	Encana Corp.	29 917	39 520	
852 700	Enerflex Ltd.	12 021	17 327	
757 500	Enerplus Corp.	12 784	20 369	
1 097 635	Gibson Energy Inc.	27 158	37 363	
446 978	Husky Energy Inc.	11 939	15 403	
282 443	Keyera Corp.	13 712	22 203	
246 004	Mullen Group Ltd.	5 510	7 557	
496 563	Pembina Pipeline Corp.	18 078	22 797	
290 500	Peyto Exploration & Development Corp.	7 066	11 710	
118 600	PrairieSky Royalty Ltd.	3 321	4 602	
1 166 100	Precision Drilling Corp.	11 665	17 620	
360 000	Spectra Energy Corp.	12 284	16 313	
2 899 400	Suncor Energy Inc.	97 148	131 923	
1 162 000	Talisman Energy Inc.	13 326	13 107	
848 100	TORC Oil & Gas Ltd.	9 713	12 450	
1 906 200	TransCanada Corp.	92 038	97 083	
1 442 400	Trinidad Drilling Ltd.	10 888	17 467	
2 754 239	Veresen Inc.	41 667	51 642	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
258 400	Vermilion Energy Inc.	\$ 13 963	\$ 19 186	
1 442 124	Whitecap Resources Inc.	16 586	23 752	
		837 150	1 082 089	26.7
Financials				
1 505 933	Agellan Commercial Real Estate Investment Trust	14 710	14 352	
989 533	Allied Properties Real Estate Investment Trust	32 217	34 980	
1 357 000	Bank of Montreal	89 558	106 633	
2 392 148	Bank of Nova Scotia	139 403	170 177	
880 639	Brookfield Asset Management Inc., Class A	32 471	41 399	
1 408 100	Brookfield Canada Office Properties	39 223	38 793	
4 058 500	Brookfield Property Partners LP	72 086	90 464	
829 600	Canaccord Genuity Group Inc.	4 738	10 196	
750 000	Canadian Apartment Properties Real Estate Investment Trust	15 628	17 145	
778 900	Canadian Imperial Bank of Commerce	66 853	75 631	
310 812	Canadian Real Estate Investment Trust	12 662	14 294	
3 444 615	Chartwell Retirement Residences Real Estate Investment Trust	32 116	37 340	
771 300	CI Financial Corp.	20 779	27 034	
1 221 000	Crombie Real Estate Investment Trust	16 181	16 410	
570 000	Dream Office Real Estate Investment Trust	15 795	16 695	
1 538 229	First Capital Realty Inc.	28 493	28 642	
2 391 000	GMP Capital Inc.	15 672	20 371	
1 041 000	Great-West Lifeco Inc.	30 919	31 417	
2 100 000	Huntingdon Capital Corp. Real Estate Investment Trust, Convertible	2 015	2 163	
58 800	Huntingdon Capital Corp. Real Estate Investment Trust, Warrants @ 9.00 December 31, 2016	85	198	
558 100	IGM Financial Inc.	29 088	28 508	
510 000	Industrial Alliance Insurance & Financial Services Inc.	22 994	23 848	
424 700	Intact Financial Corp.	27 506	31 249	
3 096 300	Killam Properties Inc.	33 979	32 666	
5 378 229	Manulife Financial Corporation	99 449	114 072	
550 000	National Bank of Canada	25 152	24 893	
922 600	Northern Property Real Estate Investment Trust	28 810	26 469	
973 700	Power Corporation of Canada	29 661	28 870	
1 750 000	Pure Industrial Real Estate Investment Trust	8 474	8 015	
2 547 300	Royal Bank of Canada*	168 808	194 308	
1 520 000	Sun Life Financial Inc.	54 700	59 614	
2 076 000	Toronto-Dominion Bank	89 226	114 035	
1 299 100	Tricon Capital Group Inc.	10 262	10 224	
		1 309 713	1 491 105	36.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
370 900	Badger Daylighting Ltd.	\$ 3 988	\$ 13 037	
662 700	Black Diamond Group Ltd.	9 619	22 744	
2 261 000	Contrans Group Inc.	19 448	32 310	
604 948	CSX Corp.	16 087	19 882	
1 365 572	KBR Inc.	40 343	34 741	
2 221 101	Newalta Inc.	29 308	47 598	
1 940 100	Progressive Waste Solutions Ltd.	50 930	53 139	
1 529 023	Russel Metals Inc.	41 047	52 461	
180 000	Union Pacific Corp.	14 555	19 153	
1 130 300	WestJet Airlines Ltd.	27 264	29 614	
		<u>252 589</u>	<u>324 679</u>	8.0
Information Technology				
640 100	DH Corp.	17 039	19 875	
565 000	Intel Corp.	15 847	18 623	
450 000	Microsoft Corp.	19 766	20 017	
		<u>52 652</u>	<u>58 515</u>	1.4
Materials				
249 500	Agrium Inc.	23 538	24 389	
1 152 000	Canfor Pulp Products Inc.	14 449	14 515	
982 900	Goldcorp Inc.	29 419	29 271	
380 495	Labrador Iron Ore Royalty Corp.	11 994	11 674	
330 000	Mercer International Inc.	3 441	3 696	
287 805	Methanex Corp.	15 282	18 986	
1 548 679	Potash Corporation of Saskatchewan Inc.	62 351	62 845	
724 900	Teck Resources Ltd., Class B	19 219	17 659	
		<u>179 693</u>	<u>183 035</u>	4.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
1 675 000	AT&T Inc.	\$ 61 158	\$ 63 179	
1 240 000	BCE Inc.	58 881	60 016	
639 506	Rogers Communications Inc., Class B	27 800	27 460	
957 900	TELUS Corp.	34 068	38 096	
		<u>181 907</u>	<u>188 751</u>	4.7
Utilities				
5 719 123	Algonquin Power & Utilities Corp.	37 355	47 068	
680 724	Brookfield Infrastructure Partners LP	26 523	30 313	
1 200 954	Brookfield Renewable Energy Partners LP	34 714	37 878	
450 000	Canadian Utilities Ltd., Class A	15 849	18 000	
183 700	Capital Power Corp.	4 022	4 844	
1 132 200	Emera Inc.	36 379	38 619	
115 000	Entergy Corp.	8 296	10 072	
200 000	Exelon Corp.	7 401	7 783	
963 667	Fortis Inc.	31 021	31 290	
1 668 900	Northland Power Inc.	26 448	30 424	
190 000	Sempra Energy	20 123	21 218	
1 523 600	TransAlta Corp.	20 790	19 929	
		<u>268 921</u>	<u>297 438</u>	7.4
TOTAL EQUITIES		<u><u>3 341 845</u></u>	<u><u>3 915 349</u></u>	96.7

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
15 200	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	\$ 15 242	\$ 14 268	
23 000	Fortis Inc., Convertible	4.000	09-Jan-24	7 785	8 793	
				<u>23 027</u>	<u>23 061</u>	0.6
SHORT-TERM INVESTMENTS†				<u>101 522</u>	<u>101 522</u>	2.5
TOTAL INVESTMENTS				<u>3 466 394</u>	<u>4 039 932</u>	99.8
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	5 796	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(726)	–
TOTAL PORTFOLIO				<u>\$ 3 466 394</u>	<u>4 045 002</u>	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					2 915	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 4 047 917</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.94% to 1.16% and mature between July 2, 2014 and September 25, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 257 Sold USD 240 @ 1.0684	02-Jul-14	\$ —
Bought CAD 8 Sold USD 8 @ 1.0686	02-Jul-14	—
Bought CAD 9 099 Sold USD 8 370 @ 1.0871	08-Jul-14	170
Bought CAD 3 250 Sold USD 3 000 @ 1.0833	09-Jul-14	49
Bought CAD 2 632 Sold USD 2 380 @ 1.1057	10-Jul-14	92
Bought CAD 418 Sold USD 378 @ 1.1053	15-Jul-14	14
Bought CAD 22 102 Sold USD 20 000 @ 1.1051	16-Jul-14	760
Bought CAD 11 547 Sold USD 10 560 @ 1.0935	17-Jul-14	278
Bought CAD 526 Sold USD 480 @ 1.0949	17-Jul-14	13
Bought CAD 2 366 Sold USD 2 178 @ 1.0864	25-Jul-14	42
Bought CAD 4 310 Sold USD 3 922 @ 1.0990	25-Jul-14	124
Bought CAD 1 101 Sold USD 1 000 @ 1.1007	28-Jul-14	33
Bought CAD 16 200 Sold USD 14 715 @ 1.1009	28-Jul-14	493
Bought CAD 10 938 Sold USD 10 010 @ 1.0927	05-Aug-14	251
Bought CAD 3 640 Sold USD 3 309 @ 1.1002	05-Aug-14	108
Bought CAD 10 821 Sold USD 9 923 @ 1.0905	08-Aug-14	226
Bought CAD 2 183 Sold USD 2 000 @ 1.0917	08-Aug-14	48
Bought CAD 512 Sold USD 470 @ 1.0896	08-Aug-14	10
Bought CAD 9 923 Sold USD 9 094 @ 1.0912	08-Aug-14	213
Bought CAD 13 177 Sold USD 12 151 @ 1.0845	13-Aug-14	202
Bought CAD 17 735 Sold USD 16 266 @ 1.0903	14-Aug-14	365
Bought CAD 10 110 Sold USD 9 300 @ 1.0871	20-Aug-14	178
Bought CAD 2 013 Sold USD 1 850 @ 1.0883	21-Aug-14	37
Bought CAD 1 309 Sold USD 1 200 @ 1.0912	22-Aug-14	28
Bought CAD 4 452 Sold USD 4 092 @ 1.0879	27-Aug-14	81
Bought CAD 19 387 Sold USD 17 806 @ 1.0888	03-Sep-14	363
Bought CAD 26 325 Sold USD 24 053 @ 1.0945	11-Sep-14	624
Bought CAD 7 507 Sold USD 6 905 @ 1.0872	17-Sep-14	127
Bought CAD 15 906 Sold USD 14 627 @ 1.0874	18-Sep-14	273
Bought CAD 21 825 Sold USD 20 382 @ 1.0708	19-Sep-14	41
Bought CAD 10 877 Sold USD 9 990 @ 1.0888	22-Sep-14	199
Bought CAD 8 712 Sold USD 8 100 @ 1.0755	24-Sep-14	54
Bought CAD 9 356 Sold USD 8 700 @ 1.0754	24-Sep-14	56
Bought CAD 29 149 Sold USD 27 040 @ 1.0780	26-Sep-14	244
		\$ 5 796

Contracts	Maturity Date	Unrealized Loss
Bought USD 3 538 Sold CAD 3 845 @ 1.0868	09-Jul-14	\$ (70)
Bought USD 5 951 Sold CAD 6 532 @ 1.0977	09-Jul-14	(183)
Bought USD 18 090 Sold CAD 19 753 @ 1.0919	10-Jul-14	(453)
Bought USD 1 070 Sold CAD 1 163 @ 1.0869	03-Sep-14	(20)
		\$ (726)
TOTAL FOREIGN EXCHANGE		\$ 5 070

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 039 932	\$ 3 101 643	\$ 2 178 376
Cash	15	14	4
Due from investment dealers	2 018	–	34 244
Subscriptions receivable	11 805	4 539	6 302
Unrealized gain on foreign exchange contracts	5 796	250	813
Dividends receivable, interest accrued and other assets	13 112	10 352	8 234
TOTAL ASSETS	4 072 678	3 116 798	2 227 973
LIABILITIES			
Due to investment dealers	12 870	14 196	3 090
Redemptions payable	4 089	4 739	2 838
Unrealized loss on foreign exchange contracts	726	2 095	494
Distributions payable	1 536	–	–
Accounts payable and accrued expenses	5 540	4 649	3 387
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	24 761	25 679	9 809
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 047 917	\$ 3 091 119	\$ 2 218 164
Investments at cost	\$ 3 466 394	\$ 2 778 247	\$ 2 097 346
NAV, END OF PERIOD			
SERIES A	\$ 2 014 836	\$ 1 663 346	\$ 1 219 564
ADVISOR SERIES	\$ 1 008 869	\$ 830 298	\$ 604 605
SERIES D	\$ 298 780	\$ 217 303	\$ 139 710
SERIES F	\$ 276 009	\$ 200 234	\$ 141 939
SERIES O	\$ 449 423	\$ 179 938	\$ 112 346
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 28.78	\$ 26.13	\$ 23.66
ADVISOR SERIES	\$ 28.95	\$ 26.27	\$ 23.77
SERIES D	\$ 30.90	\$ 27.90	\$ 24.98
SERIES F	\$ 31.95	\$ 28.79	\$ 25.69
SERIES O	\$ 30.75	\$ 27.60	\$ 24.43

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 52 829	\$ 36 871
Interest for distribution purposes	1 477	2 171
Other income (loss)	6 483	6 553
Securities lending revenue (see note 6 in the generic notes)	285	269
Net realized gain (loss) on investments	138 718	94 217
Net gain (loss) on foreign currencies and other net assets	(4 819)	(6 065)
Change in unrealized gain (loss) on investments	257 057	(20 027)
TOTAL INCOME (LOSS)	452 030	113 989
EXPENSES (see notes – Fund Specific Information)		
Management fees	25 791	19 183
Administration fees	2 070	1 530
Board of Governors costs	1	2
GST/HST	2 679	2 153
Transaction costs	2 888	3 092
Withholding tax	469	503
TOTAL EXPENSES	33 898	26 463
INCREASE (DECREASE) IN NAV	\$ 418 132	\$ 87 526
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 213 853	\$ 46 421
ADVISOR SERIES	\$ 107 538	\$ 23 187
SERIES D	\$ 31 469	\$ 6 006
SERIES F	\$ 29 928	\$ 6 258
SERIES O	\$ 35 344	\$ 5 654
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 3.22	\$ 0.83
ADVISOR SERIES	\$ 3.25	\$ 0.82
SERIES D	\$ 3.59	\$ 0.98
SERIES F	\$ 3.73	\$ 1.05
SERIES O	\$ 3.66	\$ 1.12

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 418 132	\$ 87 526
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(138 718)	(94 217)
Change in unrealized loss (gain) on investments	(257 057)	20 027
(Increase) decrease in accrued receivables	(12 044)	(30 322)
Increase (decrease) in accrued payables	451	57 559
Cost of investments purchased	(3 536 467)	(3 190 618)
Proceeds on sales of investments	2 987 038	2 842 610
NET CASH PROVIDED BY OPERATING ACTIVITIES	(538 665)	(307 435)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	861 517	577 769
Cash paid on redemption of redeemable units	(314 081)	(263 162)
Distributions paid to holders of redeemable units	(8 770)	(6 730)
NET CASH USED IN FINANCING ACTIVITIES	\$ 538 666	\$ 307 877
Net increase (decrease) in cash for the year	1	442
Cash (bank overdraft), beginning of period	14	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 15	\$ 446
Interest received	\$ 2 054	\$ 2 179
Dividends received, net of withholding taxes	\$ 55 506	\$ 36 368



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 663 346	\$ 1 219 564	\$ 830 298	\$ 604 605	\$ 217 303	\$ 139 710
INCREASE (DECREASE) IN NAV	213 853	46 421	107 538	23 187	31 469	6 006
Early redemption fees	2	3	—	—	2	4
Proceeds from redeemable units issued	306 274	304 336	157 012	143 008	80 896	54 637
Reinvestments of distributions to holders of redeemable units	33 106	28 221	14 468	12 205	4 503	3 244
Redemption of redeemable units	(165 608)	(134 770)	(82 439)	(65 948)	(30 537)	(28 266)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	173 774	197 790	89 041	89 265	54 864	29 619
Distributions from net income	(36 137)	(30 726)	(18 008)	(15 079)	(4 856)	(3 499)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(36 137)	(30 726)	(18 008)	(15 079)	(4 856)	(3 499)
NET INCREASE (DECREASE) IN NAV	351 490	213 485	178 571	97 373	81 477	32 126
NAV AT END OF PERIOD	\$ 2 014 836	\$ 1 433 049	\$ 1 008 869	\$ 701 978	\$ 298 780	\$ 171 836

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 200 234	\$ 141 939	\$ 179 938	\$ 112 346	\$ 3 091 119	\$ 2 218 164
INCREASE (DECREASE) IN NAV	29 928	6 258	35 344	5 654	418 132	87 526
Early redemption fees	—	—	—	—	4	7
Proceeds from redeemable units issued	74 243	43 363	243 092	32 425	861 517	577 769
Reinvestments of distributions to holders of redeemable units	2 623	2 195	5 707	2 942	60 407	48 807
Redemption of redeemable units	(26 550)	(30 715)	(8 951)	(3 470)	(314 085)	(263 169)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	50 316	14 843	239 848	31 897	607 843	363 414
Distributions from net income	(4 469)	(3 291)	(5 707)	(2 942)	(69 177)	(55 537)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 469)	(3 291)	(5 707)	(2 942)	(69 177)	(55 537)
NET INCREASE (DECREASE) IN NAV	75 775	17 810	269 485	34 609	956 798	395 403
NAV AT END OF PERIOD	\$ 276 009	\$ 159 749	\$ 449 423	\$ 146 955	\$ 4 047 917	\$ 2 613 567

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of monthly cash flow, relatively tax-efficient distributions consisting primarily of returns of capital, capital gains and interest income, as well as the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.7%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	3 913 186	–	–	3 913 186
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	25 224	–	25 224
Short-term investments	–	101 522	–	101 522
Derivatives – assets	–	5 796	–	5 796
Derivatives – liabilities	–	(726)	–	(726)
Total financial instruments	3 913 186	131 816	–	4 045 002
% of total portfolio	96.7	3.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	2 944 634	–	–	2 944 634
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	25 625	–	25 625
Short-term investments	–	131 384	–	131 384
Derivatives – assets	–	250	–	250
Derivatives – liabilities	–	(2 095)	–	(2 095)
Total financial instruments	2 944 634	155 164	–	3 099 798
% of total portfolio	95.0	5.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	2 045 783	–	–	2 045 783
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	34 081	–	34 081
Short-term investments	–	98 512	–	98 512
Derivatives – assets	–	813	–	813
Derivatives – liabilities	–	(494)	–	(494)
Total financial instruments	2 045 783	132 912	–	2 178 695
% of total portfolio	93.9	6.1	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	3 200
Net transfers in (out)	–	–	(3 093)
Realized gains (losses)	–	–	(107)
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or



June 30, 2014

corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	25	24
Value of all units	1	1

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	63 662	51 540
Issued number of units	11 247	12 499
Reinvested number of units	1 208	1 156
Redeemed number of units	(6 118)	(5 532)
Ending number of units	69 999	59 663

Advisor Series		
Opening units	31 609	25 437
Issued number of units	5 730	5 844
Reinvested number of units	525	497
Redeemed number of units	(3 015)	(2 694)
Ending number of units	34 849	29 084

Series D		
Opening units	7 789	5 593
Issued number of units	2 774	2 120
Reinvested number of units	153	125
Redeemed number of units	(1 048)	(1 097)
Ending number of units	9 668	6 741

Series F		
Opening units	6 954	5 525
Issued number of units	2 486	1 636
Reinvested number of units	86	82
Redeemed number of units	(886)	(1 159)
Ending number of units	8 640	6 084

Series O		
Opening units	6 521	4 599
Issued number of units	8 208	1 285
Reinvested number of units	194	116
Redeemed number of units	(306)	(138)
Ending number of units	14 617	5 862

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 888	100	3 092	100
Related-party brokerage commissions*	405	14	618	20
Commission arrangements [†]	165	6	196	6

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

Securities lending revenue (\$000s)

(see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	418 997	384 958
Fair value of collateral received	427 377	392 657

Investments by other related Investment Funds

(000s) (see note 7 in the generic notes)

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Canadian Equity Income Class	7 685	6 507
RBC Managed Payout Solution – Enhanced	6 922	–
Total	14 607	6 507

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 611 213	2 213 585
Revaluation of investments at FVTPL	2 354	4 579
Net assets attributable to holders of redeemable units	2 613 567	2 218 164

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	89 751
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(2 225)
Increase (decrease) in net assets attributable to holders of redeemable units	87 526

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC CANADIAN SMALL & MID-CAP RESOURCES FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Chemicals				
433 034	Methanex Corp.	\$ 26 022	\$ 28 567	
		26 022	28 567	4.9
Containers and Packaging				
105 900	CCL Industries, Class B	8 774	10 881	
		8 774	10 881	1.9
Energy Equipment and Services				
579 430	Calfrac Well Services Ltd.	9 313	11 560	
384 613	Canadian Energy Services & Technology Corp.	7 830	12 854	
370 700	Enerflex Ltd.	7 157	7 533	
187 718	Mullen Group Ltd.	4 787	5 767	
1 327 551	Precision Drilling Corp.	14 381	20 058	
672 751	Secure Energy Services Inc.	10 869	15 775	
337 884	ShawCor Ltd.	14 795	20 049	
931 463	Trican Well Service Ltd.	13 564	16 049	
939 929	Trinidad Drilling Ltd.	9 563	11 383	
		92 259	121 028	20.6
Metals and Mining				
8 870 155	Black Iron Inc.	1 730	1 064	
3 180 803	Lundin Mining Corp.	16 322	18 671	
9 846 299	Mawson West Ltd.	4 402	3 939	
2 489 500	Sherritt International Corp.	8 681	10 755	
2 528 748	Thompson Creek Metals Co. Inc.	7 389	7 991	
650 197	Turquoise Hill Resources Ltd.	2 625	2 321	
		41 149	44 741	7.6
Oil, Gas and Consumable Fuels				
1 866 237	Bankers Petroleum Ltd.	7 338	12 728	
507 161	Baytex Energy Corp.	21 372	24 978	
1 276 489	Bellatrix Exploration Ltd.	10 697	11 820	
536 800	Birchcliff Energy Ltd.	7 422	7 569	
1 139 654	Bonavista Energy Corp.	14 451	18 656	
708 333	Canacol Energy Ltd.	5 358	4 923	
960 013	Crew Energy Inc.	6 080	10 608	
288 052	Kelt Exploration Ltd.	2 556	4 387	
167 900	Kelt Exploration Ltd.*, Restricted July 25, 2014	1 948	2 541	
1 207 736	Legacy Oil + Gas Inc.	7 957	11 425	
641 393	MEG Energy Corp.	21 934	24 944	
808 200	Nuvista Energy Ltd.	7 221	9 658	
196 959	Pacific Rubiales Energy Corp.	3 902	4 270	
266 005	Paramount Resources Ltd., Class A	10 953	15 841	
2 173 786	Pengrowth Energy Corp.	14 521	16 629	
578 586	Peyto Exploration & Development Corp.	17 971	23 323	
1 164 428	Raging River Exploration Inc.	7 536	12 634	
524 015	RMP Energy Inc.	2 970	4 947	
1 603 649	Spartan Energy Corp.	3 790	6 479	
639 580	Tourmaline Oil Corp.	26 878	35 983	
284 442	Trilogy Energy Corp.	8 126	8 306	

Holdings	Security	Cost	Fair Value	% of Net Assets	
Oil, Gas and Consumable Fuels (cont.)					
415 191	Vermilion Energy Inc.	\$ 24 110	\$ 30 828		
1 289 851	Whitecap Resources Inc.	15 516	21 244		
		250 607	324 721	55.3	
Paper and Forest Products					
300 000	Canfor Corp.	6 866	7 008		
672 700	West Fraser Timber Co. Ltd.	32 573	34 785		
		39 439	41 793	7.1	
TOTAL CANADIAN EQUITIES			458 250	571 731	97.4
SHORT-TERM INVESTMENTS[†]			18 627	18 627	3.2
TOTAL INVESTMENTS			476 877	590 358	100.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					
			52	—	
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					
			(15)	—	
TOTAL PORTFOLIO			\$ 476 877	590 395	100.6
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					
			(3 768)	(0.6)	
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 586 627	100.0	

* Illiquid security.

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 466 Sold USD 2 260 @ 1.0910	26-Aug-14	\$ 52
		\$ 52
Contracts	Maturity Date	Unrealized Loss
Bought USD 2 260 Sold CAD 2 431 @ 1.0755	24-Sep-14	\$ (15)
		\$ (15)
TOTAL FOREIGN EXCHANGE		
		\$ 37

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 590 358	\$ 528 599
Cash	692	31
Due from investment dealers	5 695	–
Unrealized gain on foreign exchange contracts	52	43
Dividends receivable, interest accrued and other assets	920	789
TOTAL ASSETS	597 717	529 462
LIABILITIES		
Due to investment dealers	11 062	2 901
Unrealized loss on foreign exchange contracts	15	367
Accounts payable and accrued expenses	13	10
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	11 090	3 278
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 586 627	\$ 526 184
Investments at cost	\$ 476 877	\$ 499 155
NAV, END OF PERIOD		
SERIES 0	\$ 586 627	\$ 526 184
NAV PER UNIT, END OF PERIOD		
SERIES 0	\$ 13.28	\$ 10.59



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 5 083
Interest for distribution purposes	61
Net realized gain (loss) on investments	46 031
Net gain (loss) on foreign currencies and other net assets	(1 606)
Change in unrealized gain (loss) on investments	84 398
TOTAL INCOME (LOSS)	133 967
EXPENSES (see notes – Fund Specific Information)	
Administration fees	56
Board of Governors costs	1
GST/HST	6
Transaction costs	1 191
TOTAL EXPENSES	1 254
INCREASE (DECREASE) IN NAV	\$ 132 713
INCREASE (DECREASE) IN NAV SERIES 0	\$ 132 713
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES 0	\$ 2.69

* Fund launched October 2013.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 132 713
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(46 031)
Change in unrealized loss (gain) on investments	(84 398)
(Increase) decrease in accrued receivables	(5 826)
Increase (decrease) in accrued payables	8 164
Cost of investments purchased	(497 454)
Proceeds on sales of investments	565 763
NET CASH PROVIDED BY OPERATING ACTIVITIES	72 931
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	11 858
Cash paid on redemption of redeemable units	(84 128)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (72 270)
Net increase (decrease) in cash for the year	661
Cash (bank overdraft), beginning of period	31
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 692
Interest received	\$ 65
Dividends received, net of withholding taxes	\$ 4 948

* Fund launched October 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series 0 2014
NAV AT BEGINNING OF PERIOD	\$ 526 184
INCREASE (DECREASE) IN NAV	132 713
Early redemption fees	–
Proceeds from redeemable units issued	11 858
Reinvestments of distributions to holders of redeemable units	–
Redemption of redeemable units	(84 128)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(72 270)
Distributions from net income	–
Distributions from net gains	–
Distributions from capital	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–
NET INCREASE (DECREASE) IN NAV	60 443
NAV AT END OF PERIOD	\$ 586 627

* Fund launched October 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in small- and mid-cap equity securities of companies that are listed on an exchange in Canada, within the Energy and Materials sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.4% (December 31, 2013 – 1.0%) of the net assets of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 8-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014
S&P/TSX Completion Total Return Index	+ or - 1.4

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	569 190	2 541	–	571 731
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	18 627	–	18 627
Derivatives – assets	–	52	–	52
Derivatives – liabilities	–	(15)	–	(15)
Total financial instruments	569 190	21 205	–	590 395
% of total portfolio	96.4	3.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	508 315	9 527	–	517 842
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 757	–	10 757
Derivatives – assets	–	43	–	43
Derivatives – liabilities	–	(367)	–	(367)
Total financial instruments	508 315	19 960	–	528 275
% of total portfolio	96.2	3.8	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series O	0.20%
----------	-------

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30 (see note 2 in the generic notes)	2014
Series O	
Opening units	49 679
Issued number of units	1 046
Reinvested number of units	–
Redeemed number of units	(6 551)
Ending number of units	44 174



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	1 191	100
Related-party brokerage commissions*	103	9
Commission arrangements†	66	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	70 703
Fair value of collateral received	72 117

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Balanced Fund	13 968	17 690
RBC Global Balanced Fund	665	665
RBC Canadian Equity Fund	26 675	29 351
RBC Private Canadian Equity Pool	2 867	1 973
Total	44 175	49 679

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC NORTH AMERICAN VALUE FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
447 548	Brookfield Residential Properties Inc.	\$ 10 512	\$ 9 980	
600 000	D.R. Horton Inc.	15 326	15 732	
300 000	Foot Locker Inc.	13 704	16 231	
800 000	Ford Motor Company	14 892	14 712	
375 000	H&R Block, Inc.	13 031	13 408	
175 000	Las Vegas Sands Corp.	15 408	14 228	
250 000	Leggett & Platt Inc.	8 651	9 136	
250 000	Lowe's Companies	14 095	12 802	
225 000	Macy's Inc.	13 473	13 922	
155 000	Nike Inc.	13 370	12 820	
150 000	Scripps Networks Interactive Inc.	10 578	12 980	
300 000	Shaw Communications Inc., Class B	6 064	8 208	
150 000	The Walt Disney Company	10 382	13 719	
200 000	V.F. Corporation	13 750	13 437	
135 000	Viacom Inc.	13 080	12 490	
		186 316	193 805	9.4
Consumer Staples				
513 100	Alimentation Couche-Tard Inc.	15 472	14 998	
281 100	Avon Products Inc.	4 673	4 381	
180 400	CVS Corp.	13 253	14 499	
217 700	Kraft Foods Group Inc.	13 409	13 922	
398 600	Loblaw Companies Ltd.	18 496	18 981	
547 000	Maple Leaf Foods Inc.	7 383	10 863	
246 000	Mondelez International Inc.	8 023	9 869	
161 300	PepsiCo Inc.	15 511	15 369	
193 800	The Kroger Co.	9 527	10 215	
115 900	Wal-Mart Stores, Inc.	9 953	9 277	
		115 700	122 374	5.9
Energy				
186 900	AltaGas Ltd.	6 627	9 172	
150 000	Anadarko Petroleum Corp.	14 069	17 513	
545 000	ARC Resources Ltd.	15 256	17 707	
100 000	Baker Hughes Inc.	5 143	7 942	
1 627	Bonavista Energy Corp.	24	27	
916 100	Canadian Natural Resources Ltd.	31 615	44 916	
706 942	Cenovus Energy Inc.	23 027	24 453	
470 000	Crew Energy Inc.	3 239	5 194	
598 400	Enbridge Inc.	27 786	30 297	
2 200 000	Gear Energy Ltd.	7 654	13 794	
119 694	Halliburton Co.	6 019	9 064	
588 100	Husky Energy Inc.	16 479	20 266	
378 119	Imperial Oil Ltd.	17 053	21 262	
75 000	National Oilwell Varco Inc.	5 759	6 588	
116 200	PrairieSky Royalty Ltd.	3 254	4 509	
175 000	Schlumberger Ltd.	16 205	22 018	
126 006	ShawCor Ltd.	4 177	7 477	
1 016 400	Suncor Energy Inc.	33 622	46 246	
1 110 000	Trican Well Service Ltd.	15 070	19 125	
		252 078	327 570	15.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
152 900	American Express Company	\$ 15 093	\$ 15 471	
255 500	American International Group Inc.	14 210	14 875	
616 600	Bank of America Corp.	11 328	10 109	
131 400	Bank of Montreal	10 298	10 325	
946 513	Bank of Nova Scotia	57 332	67 335	
139 300	Berkshire Hathaway Inc., Class B	14 173	18 806	
45 100	BlackRock Inc.	15 477	15 374	
637 998	Brookfield Asset Management Inc., Class A	23 146	29 992	
923 600	Brookfield Property Partners LP	17 369	20 587	
104 900	Canadian Imperial Bank of Commerce	9 441	10 186	
114 400	Capital One Financial Corp.	9 503	10 080	
910 500	Chartwell Retirement Residences Real Estate Investment Trust	9 542	9 870	
556 440	CI Financial Corp.	16 549	19 503	
197 100	Citigroup Inc.	10 625	9 903	
19 375	Fairfax Financial Holdings Ltd.	7 498	9 808	
342 000	Great-West Lifeco Inc.	10 141	10 322	
1 400 000	Huntingdon Capital Corp. Real Estate Investment Trust, Convertible	1 344	1 442	
39 200	Huntingdon Capital Corp. Real Estate Investment Trust, Warrants @ 9.00 December 31, 2016	56	132	
135 700	Intact Financial Corp.	8 877	9 985	
331 000	JPMorgan Chase & Co.	18 701	20 332	
1 705 705	Manulife Financial Corporation	31 992	36 178	
298 900	Morgan Stanley	9 942	10 308	
227 550	Onex Corporation	10 801	15 023	
2 108 700	Plaza Retail Real Estate Investment Trust	8 851	8 625	
140 000	PNC Bank Corp.	12 302	13 299	
882 055	Royal Bank of Canada*	59 241	67 283	
833 755	Toronto-Dominion Bank	37 511	45 798	
1 772 551	The Westaim Corporation [†] , Subscription Receipts August 24, 2014	4 697	4 697	
445 300	Weyerhaeuser Company Ltd.	14 541	15 718	
		470 581	531 366	25.6
Health Care				
225 000	AbbVie Inc.	13 693	13 539	
170 000	Aetna Inc.	13 560	14 703	
200 000	Agilent Technologies Inc.	11 718	12 251	
200 000	AmerisourceBergen Corp.	15 193	15 501	
100 000	Amgen Inc.	13 888	12 627	
100 000	Becton Dickinson & Co.	10 810	12 616	
175 000	Cigna Corp.	15 296	17 168	
165 000	Covidien Plc.	11 178	15 881	
210 000	Medtronic Inc.	13 768	14 286	
300 000	Patterson Co. Inc.	14 153	12 644	
365 000	Pfizer Inc.	12 486	11 556	
210 000	St. Jude Medical Inc.	15 275	15 512	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
160 000	UnitedHealth Group Incorporated	\$ 13 195	\$ 13 950	
130 000	WellPoint Inc.	13 628	14 920	
		<u>187 841</u>	<u>197 154</u>	<u>9.5</u>
Industrials				
100 000	Boeing Co.	14 614	13 551	
224 000	Canadian National Railway Co.	10 151	15 546	
55 000	Canadian Pacific Railway Ltd.	4 228	10 632	
425 000	CSX Corp.	13 553	13 968	
165 000	Eaton Corp Plc.	14 078	13 581	
150 000	Fluor Corp.	11 665	12 304	
125 000	Honeywell International Inc.	9 537	12 390	
155 000	Illinois Tool Works Inc.	14 428	14 477	
125 000	Norfolk Southern Corp.	13 317	13 734	
52 600	Precision Castparts Corp.	15 049	14 161	
100 000	Rockwell Automation Inc.	13 364	13 348	
280 000	Tyco International Ltd.	10 561	13 620	
130 000	Union Pacific Corp.	11 396	13 832	
105 000	United Technologies Corp.	11 669	12 929	
		<u>167 610</u>	<u>188 073</u>	<u>9.1</u>
Information Technology				
229 600	Apple Inc.	17 931	22 760	
242 400	CGI Group Inc., Class A	8 590	9 168	
391 200	Cisco Systems Inc.	9 873	10 370	
80 200	eBay Inc.	4 827	4 283	
160 400	EMC Corp.	4 261	4 507	
10 800	Google Inc., Class A	9 387	6 736	
10 800	Google Inc., Class C	-	6 627	
319 100	Intel Corp.	8 893	10 518	
457 500	Microsoft Corp.	17 527	20 350	
105 700	QUALCOMM Inc.	7 851	8 930	
170 700	Seagate Technology	10 323	10 346	
97 100	Texas Instruments Inc.	4 959	4 950	
		<u>104 422</u>	<u>119 545</u>	<u>5.8</u>
Materials				
87 300	Agrium Inc.	9 253	8 534	
467 500	Barrick Gold Corp.	9 743	9 135	
268 200	Dow Chemical Company	14 442	14 718	
749 300	Goldcorp Inc.	19 227	22 314	
180 600	Nucor Corp.	10 203	9 488	
390 850	Potash Corporation of Saskatchewan Inc.	14 764	15 861	
223 900	SPDR Gold Trust	29 998	30 522	
196 500	Teck Resources Ltd., Class B	4 979	4 787	
92 483	West Fraser Timber Co. Ltd.	4 061	4 782	
		<u>116 670</u>	<u>120 141</u>	<u>5.8</u>
Telecommunication Services				
355 000	BCE Inc.	16 024	17 182	
		<u>16 024</u>	<u>17 182</u>	<u>0.8</u>
Utilities				
188 103	Atco Ltd., Class I, Non-Voting	6 265	9 729	
		<u>6 265</u>	<u>9 729</u>	<u>0.5</u>
Other				
440 400	iShares S&P/TSX 60 Index Fund	7 880	9 583	
		<u>7 880</u>	<u>9 583</u>	<u>0.5</u>
TOTAL NORTH AMERICAN EQUITIES		<u>1 631 387</u>	<u>1 836 522</u>	<u>88.7</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
14 628	Bank of Montreal	\$ 14 623	\$ 14 623	
4 800	Bank of Nova Scotia	4 796	4 796	
63 500	Canadian Imperial Bank of Commerce	63 437	63 437	
184	Government of Canada Treasury Bills	183	183	
78 390	National Bank of Canada	78 314	78 314	
54 270	Toronto-Dominion Bank	54 220	54 220	
TOTAL SHORT-TERM INVESTMENTS		<u>215 573</u>	<u>215 573</u>	<u>10.4</u>
TOTAL INVESTMENTS		<u>1 846 960</u>	<u>2 052 095</u>	<u>99.1</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	13 618	0.7
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	(1 162)	(0.1)
TOTAL PORTFOLIO		<u>\$1 846 960</u>	<u>2 064 551</u>	<u>99.7</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			6 199	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$2 070 750</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Illiquid security.

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.94% to 1.16% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 3 145 Sold USD 2 800 @ 1.1233	03-Jul-14	\$ 158
Bought CAD 12 024 Sold USD 11 060 @ 1.0871	08-Jul-14	225
Bought CAD 21 004 Sold USD 19 017 @ 1.1045	08-Jul-14	716
Bought CAD 2 762 Sold USD 2 500 @ 1.1049	09-Jul-14	95
Bought CAD 26 042 Sold USD 24 040 @ 1.0833	09-Jul-14	395
Bought CAD 4 983 Sold USD 4 585 @ 1.0868	09-Jul-14	91
Bought CAD 42 546 Sold USD 38 433 @ 1.1070	09-Jul-14	1 542
Bought CAD 5 371 Sold USD 5 000 @ 1.0742	09-Jul-14	37
Bought CAD 7 433 Sold USD 6 800 @ 1.0931	09-Jul-14	178
Bought CAD 18 748 Sold USD 16 955 @ 1.1057	10-Jul-14	658
Bought CAD 1 611 Sold USD 1 500 @ 1.0739	15-Jul-14	10
Bought CAD 2 186 Sold USD 2 000 @ 1.0932	15-Jul-14	52
Bought CAD 42 072 Sold USD 38 000 @ 1.1072	15-Jul-14	1 524
Bought CAD 11 051 Sold USD 10 000 @ 1.1051	16-Jul-14	380
Bought CAD 12 018 Sold USD 10 900 @ 1.1026	17-Jul-14	387
Bought CAD 7 873 Sold USD 7 200 @ 1.0935	17-Jul-14	190
Bought CAD 2 925 Sold USD 2 670 @ 1.0954	23-Jul-14	75
Bought CAD 15 272 Sold USD 13 897 @ 1.0990	25-Jul-14	439
Bought CAD 3 941 Sold USD 3 580 @ 1.1009	28-Jul-14	120
Bought CAD 9 796 Sold USD 8 900 @ 1.1007	28-Jul-14	296
Bought CAD 3 197 Sold USD 2 910 @ 1.0985	29-Jul-14	90
Bought CAD 11 053 Sold USD 10 000 @ 1.1053	30-Jul-14	378
Bought CAD 14 578 Sold USD 13 175 @ 1.1065	31-Jul-14	514
Bought CAD 10 920 Sold USD 10 000 @ 1.0920	08-Aug-14	243
Bought CAD 13 962 Sold USD 12 790 @ 1.0917	08-Aug-14	306
Bought CAD 2 289 Sold USD 2 130 @ 1.0745	08-Aug-14	14

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 523 Sold USD 480 @ 1.0896	08-Aug-14	\$ 10
Bought CAD 29 224 Sold USD 26 765 @ 1.0919	12-Aug-14	644
Bought CAD 13 534 Sold USD 12 480 @ 1.0845	13-Aug-14	207
Bought CAD 12 261 Sold USD 11 245 @ 1.0903	14-Aug-14	252
Bought CAD 8 697 Sold USD 8 000 @ 1.0871	20-Aug-14	153
Bought CAD 15 986 Sold USD 14 630 @ 1.0927	21-Aug-14	361
Bought CAD 762 Sold USD 700 @ 1.0883	21-Aug-14	14
Bought CAD 18 147 Sold USD 16 630 @ 1.0912	22-Aug-14	383
Bought CAD 7 154 Sold USD 6 581 @ 1.0870	22-Aug-14	123
Bought CAD 11 005 Sold USD 10 116 @ 1.0879	27-Aug-14	200
Bought CAD 8 757 Sold USD 8 000 @ 1.0947	28-Aug-14	212
Bought CAD 12 210 Sold USD 11 214 @ 1.0888	03-Sep-14	229
Bought CAD 10 919 Sold USD 10 034 @ 1.0882	04-Sep-14	199
Bought CAD 12 948 Sold USD 11 900 @ 1.0881	04-Sep-14	234
Bought CAD 5 140 Sold USD 4 700 @ 1.0935	09-Sep-14	118
Bought CAD 23 629 Sold USD 21 590 @ 1.0945	11-Sep-14	559
Bought CAD 11 297 Sold USD 10 550 @ 1.0708	19-Sep-14	21
Bought CAD 13 708 Sold USD 12 590 @ 1.0888	22-Sep-14	251
Bought CAD 7 635 Sold USD 7 000 @ 1.0907	23-Sep-14	153
Bought CAD 16 483 Sold USD 15 325 @ 1.0755	24-Sep-14	102
Bought CAD 6 452 Sold USD 6 000 @ 1.0754	24-Sep-14	39
Bought CAD 4 743 Sold USD 4 400 @ 1.0780	26-Sep-14	40
Bought CAD 2 994 Sold USD 2 800 @ 1.0694	02-Oct-14	1
		\$ 13 618

Contracts	Maturity Date	Unrealized Loss
Bought USD 2 800 Sold CAD 2 988 @ 1.0670	03-Jul-14	\$ (1)
Bought USD 3 000 Sold CAD 3 260 @ 1.0867	09-Jul-14	(59)
Bought USD 3 657 Sold CAD 4 014 @ 1.0977	09-Jul-14	(113)
Bought USD 6 745 Sold CAD 7 227 @ 1.0715	09-Jul-14	(31)
Bought USD 7 025 Sold CAD 7 671 @ 1.0919	10-Jul-14	(176)
Bought USD 7 635 Sold CAD 8 412 @ 1.1018	10-Jul-14	(266)
Bought USD 3 830 Sold CAD 4 161 @ 1.0864	25-Jul-14	(73)
Bought USD 4 235 Sold CAD 4 603 @ 1.0868	25-Jul-14	(82)
Bought USD 3 375 Sold CAD 3 635 @ 1.0770	07-Aug-14	(31)
Bought USD 9 708 Sold CAD 10 561 @ 1.0878	07-Aug-14	(195)
Bought USD 6 078 Sold CAD 6 626 @ 1.0901	12-Aug-14	(135)
		\$ (1 162)
TOTAL FOREIGN EXCHANGE		\$ 12 456

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 052 095	\$ 1 588 148	\$ 698 272
Cash	342	52	29
Due from investment dealers	13 151	582	18 275
Subscriptions receivable	4 718	3 794	1 830
Unrealized gain on foreign exchange contracts	13 618	413	752
Dividends receivable, interest accrued and other assets	2 884	1 887	903
TOTAL ASSETS	2 086 808	1 594 876	720 061
LIABILITIES			
Due to investment dealers	10 304	13 450	30 978
Redemptions payable	1 515	1 084	643
Unrealized loss on foreign exchange contracts	1 162	4 538	426
Accounts payable and accrued expenses	3 077	2 387	1 084
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	16 058	21 459	33 131
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 070 750	\$ 1 573 417	\$ 686 930
Investments at cost	\$ 1 846 960	\$ 1 408 533	\$ 665 760
NAV, END OF PERIOD			
SERIES A	\$ 1 290 222	\$ 973 883	\$ 446 983
ADVISOR SERIES	\$ 440 849	\$ 348 505	\$ 155 592
SERIES D	\$ 67 564	\$ 53 844	\$ 22 023
SERIES F	\$ 106 629	\$ 77 665	\$ 30 763
SERIES O	\$ 165 486	\$ 119 520	\$ 31 569
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 21.04	\$ 19.40	\$ 16.64
ADVISOR SERIES	\$ 21.43	\$ 19.76	\$ 16.94
SERIES D	\$ 22.28	\$ 20.45	\$ 17.37
SERIES F	\$ 23.98	\$ 21.99	\$ 18.65
SERIES O	\$ 22.15	\$ 20.21	\$ 17.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 17 552	\$ 10 675
Interest for distribution purposes	1 272	731
Other income (loss)	507	48
Securities lending revenue (see note 6 in the generic notes)	53	22
Net realized gain (loss) on investments	126 650	51 080
Net gain (loss) on foreign currencies and other net assets	(13 398)	(4 242)
Change in unrealized gain (loss) on investments	42 101	20 915
TOTAL INCOME (LOSS)	174 737	79 229
EXPENSES (see notes – Fund Specific Information)		
Management fees	13 999	7 025
Administration fees	1 136	568
Board of Governors costs	1	2
GST/HST	1 611	859
Transaction costs	2 663	1 664
Withholding tax	987	518
TOTAL EXPENSES	20 397	10 636
INCREASE (DECREASE) IN NAV	\$ 154 340	\$ 68 593
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 94 635	\$ 43 298
ADVISOR SERIES	\$ 32 701	\$ 15 377
SERIES D	\$ 5 358	\$ 2 317
SERIES F	\$ 8 286	\$ 3 440
SERIES O	\$ 13 360	\$ 4 161
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.66	\$ 1.33
ADVISOR SERIES	\$ 1.70	\$ 1.36
SERIES D	\$ 1.85	\$ 1.48
SERIES F	\$ 2.02	\$ 1.61
SERIES O	\$ 1.96	\$ 1.54

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 154 340	\$ 68 593
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(126 650)	(51 080)
Change in unrealized loss (gain) on investments	(42 101)	(20 915)
(Increase) decrease in accrued receivables	(14 490)	143
Increase (decrease) in accrued payables	(2 025)	(12 946)
Cost of investments purchased	(3 597 614)	(2 089 256)
Proceeds on sales of investments	3 285 837	1 777 287
NET CASH PROVIDED BY OPERATING ACTIVITIES	(342 703)	(328 174)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	481 832	388 672
Cash paid on redemption of redeemable units	(138 846)	(60 403)
Distributions paid to holders of redeemable units	7	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 342 993	\$ 328 269
Net increase (decrease) in cash for the year	290	95
Cash (bank overdraft), beginning of period	52	29
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 342	\$ 124
Interest received	\$ 1 285	\$ 701
Dividends received, net of withholding taxes	\$ 16 062	\$ 10 157



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 973 883	\$ 446 983	\$ 348 505	\$ 155 592	\$ 53 844	\$ 22 023
INCREASE (DECREASE) IN NAV	94 635	43 298	32 701	15 377	5 358	2 317
Early redemption fees	–	1	–	–	–	1
Proceeds from redeemable units issued	307 201	224 329	88 880	86 199	20 063	17 042
Reinvestments of distributions to holders of redeemable units	2	–	6	–	–	–
Redemption of redeemable units	(85 499)	(36 161)	(29 242)	(14 193)	(11 701)	(4 914)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	221 704	188 169	59 644	72 006	8 362	12 129
Distributions from net income	–	–	(1)	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(1)	–	–	–
NET INCREASE (DECREASE) IN NAV	316 339	231 467	92 344	87 383	13 720	14 446
NAV AT END OF PERIOD	\$ 1 290 222	\$ 678 450	\$ 440 849	\$ 242 975	\$ 67 564	\$ 36 469

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77 665	\$ 30 763	\$ 119 520	\$ 31 569	\$ 1 573 417	\$ 686 930
INCREASE (DECREASE) IN NAV	8 286	3 440	13 360	4 161	154 340	68 593
Early redemption fees	–	1	–	–	–	3
Proceeds from redeemable units issued	29 126	23 577	36 562	37 525	481 832	388 672
Reinvestments of distributions to holders of redeemable units	–	–	–	–	8	–
Redemption of redeemable units	(8 448)	(4 053)	(3 956)	(1 085)	(138 846)	(60 406)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	20 678	19 525	32 606	36 440	342 994	328 269
Distributions from net income	–	–	–	–	(1)	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	(1)	–
NET INCREASE (DECREASE) IN NAV	28 964	22 965	45 966	40 601	497 333	396 862
NAV AT END OF PERIOD	\$ 106 629	\$ 53 728	\$ 165 486	\$ 72 170	\$ 2 070 750	\$ 1 083 792

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian and U.S. companies that are priced below their true value.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.2% (December 31, 2013 – 0.0%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	June 30 2014	December 31 2013	January 1 2013
Currency			
United States dollar	25.2	24.0	23.5
Mexican peso	–	–	1.0
Norwegian krone	–	–	0.5
Other currencies	–	–	0.4
Total	25.2	24.0	25.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.2%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 830 383	4 697	–	1 835 080
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 442	–	1 442
Short-term investments	–	215 573	–	215 573
Derivatives – assets	–	13 618	–	13 618
Derivatives – liabilities	–	(1 162)	–	(1 162)
Total financial instruments	1 830 383	234 168	–	2 064 551
% of total portfolio	88.7	11.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 418 952	–	–	1 418 952
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 439	–	1 439
Short-term investments	–	167 757	–	167 757
Derivatives – assets	–	413	–	413
Derivatives – liabilities	–	(4 538)	–	(4 538)
Total financial instruments	1 418 952	165 071	–	1 584 023
% of total portfolio	89.6	10.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	617 747	5 167	–	622 914
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 470	–	1 470
Short-term investments	–	73 888	–	73 888
Derivatives – assets	–	752	–	752
Derivatives – liabilities	–	(426)	–	(426)
Total financial instruments	617 747	80 851	–	698 598
% of total portfolio	88.4	11.6	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	34	34
Value of all units	1	1

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	50 213	26 859
Issued number of units	15 381	12 667
Reinvested number of units	–	–
Redeemed number of units	(4 262)	(2 043)
Ending number of units	61 332	37 483
Advisor Series		
Opening units	17 640	9 186
Issued number of units	4 364	4 788
Reinvested number of units	–	–
Redeemed number of units	(1 434)	(787)
Ending number of units	20 570	13 187
Series D		
Opening units	2 633	1 268
Issued number of units	954	918
Reinvested number of units	–	–
Redeemed number of units	(554)	(264)
Ending number of units	3 033	1 922
Series F		
Opening units	3 532	1 650
Issued number of units	1 284	1 188
Reinvested number of units	–	–
Redeemed number of units	(370)	(203)
Ending number of units	4 446	2 635
Series O		
Opening units	5 914	1 857
Issued number of units	1 746	2 067
Reinvested number of units	–	–
Redeemed number of units	(187)	(59)
Ending number of units	7 473	3 865

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 663	100	1 664	100
Related-party brokerage commissions*	149	6	112	7
Commission arrangements [†]	87	3	53	3

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	91 529	55 232
Fair value of collateral received	93 361	56 337

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC North American Value Class	7 304	5 881
RBC North American Value Guaranteed Investment Fund	169	33
Total	7 473	5 914

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 083 198	686 276
Revaluation of investments at FVTPL	594	654
Net assets attributable to holders of redeemable units	1 083 792	686 930

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	68 653
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(60)
Increase (decrease) in net assets attributable to holders of redeemable units	68 593

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC NORTH AMERICAN GROWTH FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
85 000	Amaya Gaming Group Inc.*, Subscription Receipts	\$ 1 700	\$ 1 700	
18 600	AutoCanada Inc.	1 452	1 470	
524 414	Azure Dynamics Corp.	3 700	—	
618 200	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	11	—	
18 000	Canadian Tire Corp. Ltd., Class A	1 116	1 843	
89 100	D.R. Horton Inc.	2 264	2 336	
213 000	DHX Media Ltd.	1 001	1 429	
99 000	Ford Motor Company	1 766	1 821	
29 300	Macy's Inc.	1 895	1 813	
56 000	Magna International Inc., Class A	1 910	6 432	
27 200	Marriott International Inc., Class A	1 795	1 860	
49 400	MGM Mirage	1 404	1 391	
1 080 000	Mood Media Corp.	2 427	551	
80 000	Performance Sports Group Ltd.	1 334	1 469	
50 000	Shaw Communications Inc., Class B	700	1 368	
31 000	Starbucks Corp.	2 517	2 559	
40 800	The Walt Disney Company	3 602	3 732	
		30 594	31 774	5.6
Consumer Staples				
63 300	Alimentation Couche-Tard Inc.	1 182	1 850	
41 900	Altria Group Inc.	1 851	1 874	
38 000	Archer Daniels Midland Co.	1 720	1 788	
9 300	Brown-Forman Corp., Class B	913	934	
23 000	Colgate-Palmolive Company	1 706	1 672	
20 800	CVS Corp.	1 575	1 672	
17 200	Kraft Foods Group Inc.	1 131	1 100	
384 151	GLG Life Tech Corp.	2 909	109	
15 600	Molson Coors Brewing Co., Class B	1 136	1 234	
33 500	PepsiCo Inc.	3 102	3 192	
41 400	The Coca-Cola Co.	1 866	1 870	
43 400	The Kroger Co.	2 128	2 288	
14 200	Walgreen Co.	1 158	1 122	
		22 377	20 705	3.6
Energy				
52 000	ARC Resources Ltd.	1 243	1 688	
48 100	Baker Hughes Inc.	3 329	3 820	
195 000	Bellatrix Exploration Ltd.	1 459	1 805	
105 574	Bonavista Energy Corp.	1 937	1 727	
26 610	Bonterra Energy Corp.	1 211	1 722	
56 000	Cameco Corp.	1 354	1 172	
217 900	Canadian Natural Resources Ltd.	6 201	10 684	
115 700	Cardinal Energy Ltd.	1 214	2 083	
34 800	Carrizo Oil & Gas Inc.	2 015	2 571	
146 500	Cenovus Energy Inc.	3 532	5 067	
23 200	Cimarex Energy Co.	2 686	3 550	
22 400	Diamondback Energy Inc.	1 286	2 122	
123 119	Enbridge Inc.	3 744	6 234	
140 000	Encana Corp.	3 699	3 539	
63 500	Enerflex Ltd.	900	1 290	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
37 100	FMC Technologies Inc.	\$ 2 323	\$ 2 417	
55 800	Halliburton Co.	2 986	4 226	
49 100	Newfield Exploration Company	1 821	2 315	
18 400	Patterson-UTI Energy Inc.	607	686	
55 500	Pembina Pipeline Corp.	1 643	2 548	
7 800	Pioneer Natural Resources Co.	1 838	1 912	
212 500	Raging River Exploration Inc.	562	2 306	
261 100	Suncor Energy Inc.	9 500	11 880	
187 100	Talisman Energy Inc.	2 353	2 110	
36 800	Tourmaline Oil Corp.	1 260	2 070	
138 600	TransCanada Corp.	5 104	7 059	
50 000	Trilogy Energy Corp.	1 420	1 460	
182 800	Trinidad Drilling Ltd.	1 138	2 214	
34 300	Vermilion Energy Inc.	1 667	2 547	
147 000	Western Energy Services Corp.	1 031	1 638	
169 000	Whitecap Resources Inc.	1 547	2 783	
		72 610	99 245	17.5
Financials				
180 000	American Hotel Income Properties Real Estate Investment Trust LP	1 802	1 852	
107 500	Bank of America Corp.	1 834	1 762	
110 900	Bank of Montreal	6 064	8 715	
53 300	Bank of New York Mellon Corp.	1 990	2 130	
194 800	Bank of Nova Scotia	5 817	13 858	
106 000	Brookfield Asset Management Inc., Class A	2 106	4 983	
63 000	Brookfield Property Partners LP	1 309	1 404	
125 200	Callidus Capital Corp.	1 753	2 241	
79 800	Canadian Imperial Bank of Commerce	5 220	7 749	
46 551	Canadian Real Estate Investment Trust	1 248	2 141	
33 500	Capital One Financial Corp.	2 787	2 952	
81 098	CI Financial Corp.	1 694	2 842	
25 800	Comerica Inc.	1 415	1 380	
110 000	Element Financial Corp.	1 511	1 483	
47 700	Invesco Ltd.	1 951	1 922	
311 567	Manulife Financial Corporation	5 996	6 608	
52 700	Marsh & McLennan Companies Inc.	2 802	2 913	
66 300	Morgan Stanley	2 049	2 286	
208 000	Power Corporation of Canada	5 697	6 167	
28 900	Prudential Financial Inc.	2 737	2 737	
248 500	Royal Bank of Canada†	9 759	18 956	
84 500	Sun Life Financial Inc.	3 122	3 314	
321 100	Toronto-Dominion Bank	7 517	17 638	
115 300	Wells Fargo & Company	5 477	6 463	
		83 657	124 496	21.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
32 400	Abbott Laboratories	\$ 1 394	\$ 1 413	
38 500	AbbVie Inc.	2 138	2 317	
4 100	Biogen Idec Inc.	1 390	1 379	
29 700	Catamaran Corp.	1 423	1 399	
35 100	Eli Lilly & Co.	2 220	2 328	
22 400	Gilead Sciences Inc.	1 859	1 981	
38 500	Johnson & Johnson	3 714	4 295	
45 100	Merck & Co. Inc.	2 663	2 783	
26 700	St. Jude Medical Inc.	1 982	1 972	
53 000	Valeant Pharmaceuticals International Inc.	2 101	7 152	
28 100	WellPoint Inc.	3 140	3 225	
		24 024	30 244	5.3
Industrials				
14 300	3M Co.	2 213	2 185	
93 400	Aecon Group Inc.	1 228	1 583	
136 000	Air Canada, Class B	645	1 296	
32 000	Boyd Group Income Fund	1 070	1 399	
153 100	Canadian National Railway Co.	3 076	10 625	
22 100	Caterpillar Inc.	2 369	2 561	
21 200	Cummins Engine Inc.	3 317	3 488	
26 800	Delta Air Lines Inc.	1 012	1 107	
30 200	Dover Corp.	2 828	2 929	
16 000	FedEx Corporation	2 504	2 583	
18 000	Ryder System Inc.	1 604	1 691	
45 200	TransForce Inc.	1 069	1 111	
14 000	United Rentals Inc.	1 069	1 565	
22 800	Union Pacific Corp.	2 360	2 426	
19 200	Watsco Inc.	2 178	2 105	
		28 542	38 654	6.8
Information Technology				
37 500	Analog Devices Inc.	2 242	2 163	
87 000	Apple Inc.	7 225	8 624	
19 100	Autodesk Inc.	1 136	1 149	
18 200	Avago Technologies Ltd.	1 124	1 399	
61 500	Avigilon Corp.	1 784	1 463	
60 000	CGI Group Inc., Class A	1 985	2 269	
103 600	Cisco Systems Inc.	2 614	2 746	
31 900	Facebook Inc., Class A	2 228	2 290	
4 600	Google Inc., Class A	4 004	2 869	
2 400	Google Inc., Class C	393	1 473	
76 200	Hewlett-Packard Co.	2 761	2 738	
28 400	Lam Research Corp.	1 837	2 047	
76 200	Micron Technology Inc.	2 294	2 678	
97 900	Microsoft Corp.	3 918	4 355	
57 700	Monolithic Power Systems Inc.	2 417	2 607	
40 600	NXP Semiconductor N.V.	2 184	2 866	
38 732	Open Text Corp.	652	1 983	
37 000	Oracle Corporation	1 636	1 600	
204 000	Redknee Solutions Inc.	1 215	1 122	
32 400	Salesforce.com Inc.	2 023	2 007	
8 800	Visa Inc., Class A	2 095	1 978	
22 600	Western Digital Corp.	1 980	2 225	
		49 747	54 651	9.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
25 700	Agrium Inc.	\$ 1 655	\$ 2 512	
44 800	Allegheny Technologies Inc.	2 047	2 155	
545 000	B2Gold Corp.	1 782	1 695	
134 000	Barrick Gold Corp.	3 879	2 618	
214 600	Canexus Corp.	1 661	1 052	
114 000	Detour Gold Corp.	1 138	1 664	
23 400	Eagle Materials Inc.	2 305	2 353	
200 000	Eldorado Gold Corp.	2 302	1 632	
94 330	First Quantum Minerals Ltd.	1 835	2 153	
40 900	Freeport-McMoRan Copper & Gold Inc.	1 570	1 592	
187 100	Goldcorp Inc.	6 500	5 572	
13 400	LyondellBasell Industries N.V.	1 164	1 396	
7 800	Martin Marietta Materials	1 123	1 099	
19 200	Methanex Corp.	1 274	1 267	
94 100	Potash Corporation of Saskatchewan Inc.	2 213	3 819	
185 000	Sandstorm Gold Ltd.	1 676	1 371	
65 000	Silver Wheaton Corp.	1 781	1 825	
71 048	Tahoe Resources Inc.	1 161	1 985	
91 600	Teck Resources Ltd., Class B	2 582	2 231	
900 000	Torex Gold Resources Inc.	1 485	1 467	
200 000	Torex Gold Resources Inc., Warrants @ 1.50 August 4, 2014	15	28	
28 000	West Fraser Timber Co. Ltd.	1 341	1 448	
		42 489	42 934	7.6
Telecommunication Services				
100 200	BCE Inc.	3 411	4 850	
51 900	Rogers Communications Inc., Class B	1 073	2 229	
132 000	TELUS Corp.	2 707	5 250	
		7 191	12 329	2.2
Utilities				
182 000	Algonquin Power & Utilities Corp.	1 207	1 498	
174 309	Crius Energy Trust	1 501	872	
53 400	NiSource Inc.	2 039	2 241	
21 600	NRG Energy Inc.	858	857	
133 000	Superior Plus Corp.	915	1 887	
		6 520	7 355	1.3
TOTAL NORTH AMERICAN EQUITIES		367 751	462 387	81.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
29 515	Bank of Montreal	\$ 29 492	\$ 29 492	
13 560	Bank of Nova Scotia	13 549	13 549	
7 290	Canadian Imperial Bank of Commerce	7 283	7 283	
6 100	Government of Canada Treasury Bills	6 076	6 076	
43 300	National Bank of Canada	43 258	43 258	
11 500	Toronto-Dominion Bank	11 491	11 491	
TOTAL SHORT-TERM INVESTMENTS		111 149	111 149	19.6
TOTAL INVESTMENTS		478 900	573 536	101.0
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				
		–	837	0.1
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
		–	1 865	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
		–	(1 300)	(0.2)
TOTAL PORTFOLIO		\$ 478 900	574 938	101.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(6 632)	(1.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 568 306	100.0

* Illiquid security.

† Investment in related party (see note 7 in the generic notes).

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.95% to 1.16% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
100	The S&P 500 Index Future, September 2014 Contracts at USD 1 937.14 per contract	\$ 52 453
215	The S&P/TSX 60 Index Future, September 2014 Contracts at CAD 853.70 per contract	36 709
TOTAL FUTURES CONTRACTS		\$ 89 162

\$6 100 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 229 Sold USD 215 @ 1.0670	03-Jul-14	\$ –
Bought CAD 164 Sold USD 149 @ 1.0977	09-Jul-14	5
Bought CAD 183 Sold USD 170 @ 1.0742	09-Jul-14	1
Bought CAD 221 Sold USD 200 @ 1.1049	09-Jul-14	8
Bought CAD 284 Sold USD 260 @ 1.0931	09-Jul-14	7
Bought CAD 819 Sold USD 750 @ 1.0922	09-Jul-14	19
Bought CAD 96 Sold USD 90 @ 1.0715	09-Jul-14	–
Bought CAD 18 288 Sold USD 16 539 @ 1.1057	10-Jul-14	645
Bought CAD 328 Sold USD 300 @ 1.0932	15-Jul-14	8
Bought CAD 4 248 Sold USD 3 843 @ 1.1053	15-Jul-14	147
Bought CAD 537 Sold USD 500 @ 1.0739	15-Jul-14	3
Bought CAD 276 Sold USD 250 @ 1.1051	16-Jul-14	10
Bought CAD 108 Sold USD 99 @ 1.0891	24-Jul-14	2
Bought CAD 15 Sold USD 14 @ 1.0877	24-Jul-14	–
Bought CAD 164 Sold USD 150 @ 1.0923	24-Jul-14	4
Bought CAD 183 Sold USD 166 @ 1.1010	24-Jul-14	6
Bought CAD 25 Sold USD 23 @ 1.0858	24-Jul-14	–
Bought CAD 45 Sold USD 41 @ 1.0875	24-Jul-14	1
Bought USD 132 Sold CAD 141 @ 1.0690	24-Jul-14	–
Bought CAD 2 006 Sold USD 1 825 @ 1.0990	25-Jul-14	58
Bought CAD 359 Sold USD 330 @ 1.0868	25-Jul-14	6
Bought CAD 1 561 Sold USD 1 418 @ 1.1009	28-Jul-14	47
Bought CAD 440 Sold USD 400 @ 1.1007	28-Jul-14	13
Bought CAD 16 178 Sold USD 14 621 @ 1.1065	31-Jul-14	570
Bought CAD 109 Sold USD 100 @ 1.0901	05-Aug-14	2
Bought CAD 546 Sold USD 500 @ 1.0927	05-Aug-14	13
Bought CAD 10 318 Sold USD 9 456 @ 1.0912	08-Aug-14	222
Bought CAD 675 Sold USD 618 @ 1.0917	08-Aug-14	15
Bought CAD 333 Sold USD 305 @ 1.0919	12-Aug-14	7
Bought CAD 254 Sold USD 234 @ 1.0845	13-Aug-14	4
Bought CAD 279 Sold USD 255 @ 1.0943	13-Aug-14	7
Bought CAD 218 Sold USD 200 @ 1.0883	21-Aug-14	4
Bought CAD 136 Sold USD 125 @ 1.0872	25-Aug-14	2
Bought CAD 54 Sold USD 50 @ 1.0893	25-Aug-14	1
Bought CAD 170 Sold USD 156 @ 1.0883	02-Sep-14	3
Bought CAD 13 Sold USD 12 @ 1.0888	03-Sep-14	–
Bought CAD 708 Sold USD 662 @ 1.0700	03-Sep-14	1
Bought CAD 539 Sold USD 500 @ 1.0776	04-Sep-14	5
Bought USD 46 Sold CAD 49 @ 1.0754	08-Sep-14	–
Bought CAD 532 Sold USD 486 @ 1.0945	11-Sep-14	13
Bought CAD 173 Sold USD 161 @ 1.0757	18-Sep-14	1
Bought USD 18 Sold CAD 19 @ 1.0734	18-Sep-14	–
Bought USD 34 Sold CAD 37 @ 1.0761	18-Sep-14	–
Bought CAD 160 Sold USD 149 @ 1.0708	19-Sep-14	–
Bought CAD 625 Sold USD 581 @ 1.0755	24-Sep-14	4
Bought CAD 66 Sold USD 61 @ 1.0780	26-Sep-14	1
Bought USD 215 Sold CAD 230 @ 1.0694	02-Oct-14	–
		\$ 1 865

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 2 650 Sold CAD 2 831 @ 1.0684	02-Jul-14	\$ (5)
Bought USD 215 Sold CAD 234 @ 1.0869	03-Jul-14	(4)
Bought USD 75 Sold CAD 82 @ 1.0871	08-Jul-14	(2)
Bought USD 1 115 Sold CAD 1 212 @ 1.0867	09-Jul-14	(22)
Bought USD 100 Sold CAD 108 @ 1.0833	09-Jul-14	(2)
Bought USD 275 Sold CAD 299 @ 1.0868	09-Jul-14	(5)
Bought USD 1 719 Sold CAD 1 894 @ 1.1018	10-Jul-14	(60)
Bought USD 140 Sold CAD 153 @ 1.0919	10-Jul-14	(4)
Bought USD 402 Sold CAD 439 @ 1.0914	10-Jul-14	(10)
Bought USD 1 795 Sold CAD 1 949 @ 1.0858	15-Jul-14	(34)
Bought USD 11 792 Sold CAD 12 808 @ 1.0862	15-Jul-14	(226)
Bought USD 11 888 Sold CAD 12 987 @ 1.0924	15-Jul-14	(302)
Bought USD 342 Sold CAD 371 @ 1.0860	15-Jul-14	(6)
Bought USD 632 Sold CAD 686 @ 1.0858	15-Jul-14	(12)
Bought USD 7 300 Sold CAD 7 909 @ 1.0835	15-Jul-14	(120)
Bought USD 400 Sold CAD 436 @ 1.0888	16-Jul-14	(9)
Bought USD 1 000 Sold CAD 1 103 @ 1.1026	17-Jul-14	(35)
Bought USD 135 Sold CAD 147 @ 1.0862	24-Jul-14	(3)
Bought USD 6 453 Sold CAD 7 134 @ 1.1056	24-Jul-14	(247)
Bought USD 247 Sold CAD 269 @ 1.0886	25-Jul-14	(5)
Bought USD 625 Sold CAD 679 @ 1.0864	25-Jul-14	(12)
Bought USD 735 Sold CAD 810 @ 1.1023	25-Jul-14	(26)
Bought USD 127 Sold CAD 138 @ 1.0896	08-Aug-14	(3)
Bought USD 250 Sold CAD 273 @ 1.0905	08-Aug-14	(6)
Bought USD 600 Sold CAD 655 @ 1.0920	08-Aug-14	(15)
Bought USD 808 Sold CAD 868 @ 1.0745	08-Aug-14	(5)
Bought USD 305 Sold CAD 331 @ 1.0837	12-Aug-14	(5)
Bought USD 535 Sold CAD 583 @ 1.0901	12-Aug-14	(12)
Bought USD 478 Sold CAD 521 @ 1.0903	14-Aug-14	(11)
Bought USD 66 Sold CAD 72 @ 1.0877	25-Aug-14	(1)
Bought USD 117 Sold CAD 127 @ 1.0869	03-Sep-14	(2)
Bought USD 300 Sold CAD 326 @ 1.0881	04-Sep-14	(6)
Bought USD 1 461 Sold CAD 1 589 @ 1.0874	08-Sep-14	(28)
Bought USD 26 Sold CAD 28 @ 1.0888	08-Sep-14	(1)
Bought USD 67 Sold CAD 73 @ 1.0878	08-Sep-14	(1)
Bought USD 990 Sold CAD 1 074 @ 1.0844	08-Sep-14	(16)
Bought USD 1 084 Sold CAD 1 185 @ 1.0935	09-Sep-14	(27)
Bought USD 5 906 Sold CAD 6 324 @ 1.0707	29-Sep-14	(10)
		\$ (1 300)
TOTAL FOREIGN EXCHANGE		\$ 565

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 573 536	\$ 547 505	\$ 531 547
Cash	258	113	45
Due from investment dealers	4 650	1 388	–
Subscriptions receivable	161	88	768
Unrealized gain on futures contracts	837	1 381	–
Futures contracts margin receivable	–	–	847
Unrealized gain on foreign exchange contracts	1 865	1 133	111
Dividends receivable, interest accrued and other assets	850	889	829
TOTAL ASSETS	582 157	552 497	534 147
LIABILITIES			
Due to investment dealers	10 780	1 457	246
Redemptions payable	324	174	381
Unrealized loss on futures contracts	–	–	23
Futures contracts margin payable	506	1 278	–
Unrealized loss on foreign exchange contracts	1 300	1 331	495
Accounts payable and accrued expenses	941	931	832
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	13 851	5 171	1 977
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 568 306	\$ 547 326	\$ 532 170
Investments at cost	\$ 478 900	\$ 457 999	\$ 479 794
NAV, END OF PERIOD			
SERIES A	\$ 531 980	\$ 515 702	\$ 459 337
ADVISOR SERIES	\$ 2 655	\$ 2 216	\$ 1 161
SERIES D	\$ 28 685	\$ 25 417	\$ 20 865
SERIES F	\$ 2 738	\$ 2 255	\$ 1 538
SERIES O	\$ 2 248	\$ 1 736	\$ 49 269
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 30.33	\$ 28.07	\$ 23.48
ADVISOR SERIES	\$ 31.38	\$ 29.04	\$ 24.16
SERIES D	\$ 31.02	\$ 28.59	\$ 23.88
SERIES F	\$ 33.29	\$ 30.64	\$ 25.52
SERIES O	\$ 35.45	\$ 32.48	\$ 26.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 371	\$ 5 264
Interest for distribution purposes	463	440
Net gain (loss) from futures contracts	5 564	6 493
Other income (loss)	165	202
Securities lending revenue (see note 6 in the generic notes)	17	30
Net realized gain (loss) on investments	33 008	25 688
Net gain (loss) on foreign currencies and other net assets	(1 029)	(760)
Change in unrealized gain (loss) on investments	5 893	3 803
TOTAL INCOME (LOSS)	49 452	41 160
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 687	4 236
Administration fees	400	366
Board of Governors costs	1	2
GST/HST	500	472
Transaction costs	419	383
Withholding tax	261	245
TOTAL EXPENSES	6 268	5 704
INCREASE (DECREASE) IN NAV	\$ 43 184	\$ 35 456
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 40 371	\$ 31 102
ADVISOR SERIES	\$ 199	\$ 79
SERIES D	\$ 2 224	\$ 1 533
SERIES F	\$ 209	\$ 118
SERIES O	\$ 181	\$ 2 624
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.25	\$ 1.65
ADVISOR SERIES	\$ 2.33	\$ 1.70
SERIES D	\$ 2.41	\$ 1.79
SERIES F	\$ 2.65	\$ 1.95
SERIES O	\$ 2.97	\$ 2.06

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 43 184	\$ 35 456
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(33 007)	(25 667)
Change in unrealized loss (gain) on investments	(5 893)	(3 803)
(Increase) decrease in accrued receivables	(3 296)	(5 297)
Increase (decrease) in accrued payables	9 483	22 826
Cost of investments purchased	(1 006 387)	(830 461)
Proceeds on sales of investments	1 018 265	879 080
NET CASH PROVIDED BY OPERATING ACTIVITIES	22 349	72 134
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	18 293	16 620
Cash paid on redemption of redeemable units	(40 497)	(87 280)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (22 204)	\$ (70 660)
Net increase (decrease) in cash for the year	145	1 474
Cash (bank overdraft), beginning of period	113	45
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 258	\$ 1 519
Interest received	\$ 473	\$ 457
Dividends received, net of withholding taxes	\$ 5 304	\$ 5 019



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 515 702	\$ 459 337	\$ 2 216	\$ 1 161	\$ 25 417	\$ 20 865	\$ 2 255	\$ 1 538
INCREASE (DECREASE) IN NAV	40 371	31 102	199	79	2 224	1 533	209	118
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	13 048	12 611	492	242	3 700	1 675	511	394
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(37 141)	(33 495)	(252)	(83)	(2 656)	(1 370)	(237)	(154)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(24 093)	(20 884)	240	159	1 044	305	274	240
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	16 278	10 218	439	238	3 268	1 838	483	358
NAV AT END OF PERIOD	\$ 531 980	\$ 469 555	\$ 2 655	\$ 1 399	\$ 28 685	\$ 22 703	\$ 2 738	\$ 1 896

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 736	\$ 49 269	\$ 547 326	\$ 532 170
INCREASE (DECREASE) IN NAV	181	2 624	43 184	35 456
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	542	1 698	18 293	16 620
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(211)	(52 178)	(40 497)	(87 280)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	331	(50 480)	(22 204)	(70 660)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	512	(47 856)	20 980	(35 204)
NAV AT END OF PERIOD	\$ 2 248	\$ 1 413	\$ 568 306	\$ 496 966

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of Canadian and U.S. companies that offer above average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.3% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	33.4	35.5	38.6
Total	33.4	35.5	38.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.4%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

S&P/TSX Capped Composite Total Return Index	June 30 2014	December 31 2013	January 1 2013
	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	460 687	1 700	–	462 387
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	111 149	–	111 149
Derivatives – assets	837	1 865	–	2 702
Derivatives – liabilities	–	(1 300)	–	(1 300)
Total financial instruments	461 524	113 414	–	574 938
% of total portfolio	80.3	19.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	485 919	–	–	485 919
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	61 586	–	61 586
Derivatives – assets	1 381	1 133	–	2 514
Derivatives – liabilities	–	(1 331)	–	(1 331)
Total financial instruments	487 300	61 388	–	548 688
% of total portfolio	88.8	11.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	474 270	461	–	474 731
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	56 816	–	56 816
Derivatives – assets	–	111	–	111
Derivatives – liabilities	(23)	(495)	–	(518)
Total financial instruments	474 247	56 893	–	531 140
% of total portfolio	89.3	10.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	339
Net transfers in (out)	–	–	(328)
Realized gains (losses)	–	–	(11)
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	223	223
Value of all units	8	7

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	27 785
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

	2014	2013
For the periods ended June 30 (see note 2 in the generic notes)		
Series A		
Opening units	18 371	19 562
Issued number of units	452	509
Reinvested number of units	–	–
Redeemed number of units	(1 282)	(1 354)
Ending number of units	17 541	18 717
Advisor Series		
Opening units	76	48
Issued number of units	17	9
Reinvested number of units	–	–
Redeemed number of units	(8)	(3)
Ending number of units	85	54

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	889	874
Issued number of units	126	67
Reinvested number of units	–	–
Redeemed number of units	(90)	(55)
Ending number of units	925	886
Series F		
Opening units	74	60
Issued number of units	15	15
Reinvested number of units	–	–
Redeemed number of units	(7)	(6)
Ending number of units	82	69
Series O		
Opening units	53	1 878
Issued number of units	16	61
Reinvested number of units	–	–
Redeemed number of units	(6)	(1 889)
Ending number of units	63	50

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	419	100	383	100
Related-party brokerage commissions*	30	7	42	11
Commission arrangements†	27	6	33	9

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	26 517	26 979
Fair value of collateral received	27 047	27 519

**Investments by other related Investment Funds
(\$000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC North American Growth Guaranteed Investment Fund	50	40
RBC Life Insurance Universal Life Fund	14	13
Total	64	53

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	496 632	531 606
Revaluation of investments at FVTPL	334	564
Net assets attributable to holders of redeemable units	496 966	532 170
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		35 686
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(230)
Increase (decrease) in net assets attributable to holders of redeemable units		35 456



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. DIVIDEND FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
72 800	Delphi Automotive Plc.	\$ 5 323	\$ 5 337	
182 200	Garmin Ltd.	11 348	11 840	
67 000	Home Depot Inc.	5 740	5 786	
145 400	Las Vegas Sands Corp.	11 793	11 822	
111 300	Leggett & Platt Inc.	4 048	4 067	
75 200	Macy's Inc.	4 703	4 653	
131 100	McDonald's Corp.	13 863	14 088	
109 800	The Walt Disney Company	7 036	10 042	
134 400	Time Warner Cable Inc.	20 320	21 115	
137 700	Time Warner Inc.	10 235	10 319	
95 100	Wyndham Worldwide Corp.	7 129	7 681	
		101 538	106 750	11.3
Consumer Staples				
429 200	Altria Group Inc.	18 663	19 194	
84 300	Archer Daniels Midland Co.	3 936	3 966	
237 100	CVS Corp.	14 342	19 056	
126 700	General Mills Inc.	7 068	7 099	
148 900	Kraft Foods Group Inc.	9 383	9 522	
159 700	PepsiCo Inc.	14 118	15 217	
223 300	Philip Morris International Inc.	20 195	20 076	
282 700	The Coca-Cola Co.	12 552	12 766	
		100 257	106 896	11.3
Energy				
152 400	Chevron Corp.	20 097	21 216	
238 800	ConocoPhillips	17 486	21 834	
87 200	Exxon Mobil Corp.	9 325	9 360	
19 600	Halliburton Co.	1 215	1 484	
75 700	Hess Corp.	6 611	7 985	
95 100	Occidental Petroleum Corp.	9 939	10 408	
154 200	Phillips 66 Company	12 859	13 227	
67 500	Schlumberger Ltd.	7 374	8 493	
		84 906	94 007	10.0
Financials				
67 300	Ameriprise Financial Inc.	7 349	8 615	
59 400	Equity Residential Properties Trust	3 950	3 992	
356 500	Fifth Third Bancorp	8 072	8 119	
105 400	iShares Dow Jones US Real Estate Index Fund	7 880	8 071	
403 700	JPMorgan Chase & Co.	23 467	24 798	
266 600	MetLife Inc.	14 729	15 795	
164 300	Prudential Financial Inc.	14 780	15 558	
189 600	Suntrust Banks Inc.	8 127	8 102	
267 600	U.S. Bancorp	12 239	12 361	
435 000	Wells Fargo & Company	18 667	24 382	
135 600	Weyerhaeuser Company Ltd.	4 745	4 786	
		124 005	134 579	14.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
330 100	AbbVie Inc.	\$ 17 591	\$ 19 863	
92 400	Amgen Inc.	11 230	11 667	
162 700	Bristol-Myers Squibb Co.	8 062	8 419	
323 500	Cardinal Health Inc.	18 838	23 653	
171 200	Johnson & Johnson	14 891	19 099	
47 400	McKesson Corp.	8 963	9 415	
349 100	Merck & Co. Inc.	19 501	21 542	
677 744	Pfizer Inc.	21 184	21 457	
137 700	WellPoint Inc.	13 454	15 804	
		133 714	150 919	16.0
Industrials				
225 700	Allison Transmission Holdings Inc.	7 422	7 487	
152 800	Eaton Corp Plc.	12 247	12 577	
350 500	General Electric Company	9 873	9 826	
56 800	Honeywell International Inc.	5 429	5 630	
26 900	Lockheed Martin Corporation	4 462	4 611	
45 700	Raytheon Company	4 588	4 497	
138 300	Republic Services Inc.	5 514	5 599	
50 100	Stanley Black & Decker Inc.	4 702	4 692	
85 700	Tyco International Ltd.	3 505	4 169	
88 700	Union Pacific Corp.	8 542	9 438	
115 200	United Parcel Service Inc.	12 510	12 615	
48 900	United Technologies Corp.	4 880	6 021	
		83 674	87 162	9.3
Information Technology				
167 500	Analog Devices Inc.	9 504	9 661	
408 800	Apple Inc.	31 161	40 524	
457 100	Cisco Systems Inc.	11 900	12 117	
258 000	Hewlett-Packard Co.	7 926	9 269	
658 600	Intel Corp.	17 961	21 708	
190 500	Linear Technology Corp.	9 269	9 565	
608 700	Microsoft Corp.	23 949	27 076	
244 600	Oracle Corporation	9 408	10 575	
194 100	Seagate Technology	10 800	11 764	
157 200	Texas Instruments Inc.	7 853	8 014	
14 500	Western Digital Corp.	1 353	1 428	
		141 084	161 701	17.2
Materials				
340 100	Dow Chemical Company	18 254	18 663	
178 800	LyondellBasell Industries N.V.	15 452	18 622	
		33 706	37 285	4.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunications Services				
252 700	AT&T Inc.	\$ 9 537	\$ 9 531	
221 400	Verizon Communications Inc.	11 625	11 550	
		<u>21 162</u>	<u>21 081</u>	<u>2.2</u>
Utilities				
402 400	Utilities Select Sector SPDR Fund	18 971	18 998	
		<u>18 971</u>	<u>18 998</u>	<u>2.0</u>
TOTAL UNITED STATES EQUITIES		<u>843 017</u>	<u>919 378</u>	<u>97.7</u>
SHORT-TERM INVESTMENTS*		<u>25 572</u>	<u>25 059</u>	<u>2.6</u>
TOTAL INVESTMENTS		<u>\$ 868 859</u>	<u>944 437</u>	<u>100.3</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			<u>(2 678)</u>	<u>(0.3)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS		<u>\$ 941 759</u>		<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.05% to 0.21% and mature between July 7, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 944 437	\$ 695 028	\$ 296 531
Cash	10	10	4
Due from investment dealers	39 668	1 609	10 120
Subscriptions receivable	1 362	1 690	1 391
Unrealized gain on foreign exchange contracts	–	–	67
Dividends receivable, interest accrued and other assets	1 284	760	572
TOTAL ASSETS	986 761	699 097	308 685
LIABILITIES			
Due to investment dealers	42 833	4 369	25 797
Redemptions payable	932	447	110
Unrealized loss on foreign exchange contracts	–	–	27
Distributions payable	2	–	–
Accounts payable and accrued expenses	1 235	933	432
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	45 002	5 749	26 366
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 941 759	\$ 693 348	\$ 282 319
Investments at cost	\$ 868 589	\$ 603 424	\$ 286 608
NAV, END OF PERIOD			
SERIES A	\$ 438 992	\$ 369 342	\$ 172 425
ADVISOR SERIES	\$ 209 312	\$ 137 259	\$ 63 797
SERIES T5	\$ 2 081	\$ 1 805	\$ 286
SERIES T8	\$ 4 220	\$ 3 391	\$ 2 030
SERIES H	\$ 2 414	\$ 246	\$ –
SERIES D	\$ 26 632	\$ 20 520	\$ 8 128
SERIES F	\$ 79 595	\$ 52 099	\$ 16 761
SERIES I	\$ 1 025	\$ 1 001	\$ –
SERIES O	\$ 177 488	\$ 107 685	\$ 18 892
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 19.69	\$ 20.24	\$ 15.70
ADVISOR SERIES	\$ 19.70	\$ 20.26	\$ 15.71
SERIES T5	\$ 19.23	\$ 19.75	\$ 15.58
SERIES T8	\$ 9.73	\$ 10.02	\$ 8.09
SERIES H	\$ 19.70	\$ 20.28	\$ –
SERIES D	\$ 20.16	\$ 20.73	\$ 16.06
SERIES F	\$ 21.55	\$ 22.17	\$ 17.16
SERIES I	\$ 21.64	\$ 22.31	\$ –
SERIES O	\$ 21.14	\$ 21.78	\$ 16.82

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 250	\$ 5 246
Interest for distribution purposes	56	217
Other income (loss)	27	–
Securities lending revenue (see note 6 in the generic notes)	10	1
Net realized gain (loss) on investments	60 057	22 916
Net gain (loss) on foreign currencies and other net assets	148	(187)
Change in unrealized gain (loss) on investments	(28 926)	26 363
TOTAL INCOME (LOSS)	41 622	54 556
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 325	2 892
Administration fees	443	237
Board of Governors costs	1	2
GST/HST	564	322
Transaction costs	1 162	636
Withholding tax	1 266	730
TOTAL EXPENSES	8 761	4 819
INCREASE (DECREASE) IN NAV	\$ 32 861	\$ 49 737
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 16 767	\$ 27 908
ADVISOR SERIES	\$ 5 826	\$ 10 513
SERIES T5	\$ 78	\$ 54
SERIES T8	\$ 147	\$ 298
SERIES H	\$ 42	\$ –
SERIES D	\$ 1 118	\$ 1 516
SERIES F	\$ 2 647	\$ 3 284
SERIES I	\$ 54	\$ –
SERIES O	\$ 6 182	\$ 6 164
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.81	\$ 2.08
ADVISOR SERIES	\$ 0.82	\$ 2.08
SERIES T5	\$ 0.78	\$ 1.99
SERIES T8	\$ 0.41	\$ 1.06
SERIES H	\$ 0.82	\$ –
SERIES D	\$ 0.93	\$ 2.20
SERIES F	\$ 1.03	\$ 2.36
SERIES I	\$ 1.06	\$ –
SERIES O	\$ 1.11	\$ 2.36

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 32 861	\$ 49 737
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(60 057)	(22 916)
Change in unrealized loss (gain) on investments	28 926	(26 363)
(Increase) decrease in accrued receivables	(38 255)	6 062
Increase (decrease) in accrued payables	39 253	(24 094)
Cost of investments purchased	(1 914 669)	(1 198 641)
Proceeds on sales of investments	1 696 391	1 048 699
NET CASH PROVIDED BY OPERATING ACTIVITIES	(215 550)	(167 516)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	298 847	200 240
Cash paid on redemption of redeemable units	(74 812)	(32 308)
Distributions paid to holders of redeemable units	(8 485)	(407)
NET CASH USED IN FINANCING ACTIVITIES	\$ 215 550	\$ 167 525
Net increase (decrease) in cash for the year	–	9
Cash (bank overdraft), beginning of period	10	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10	\$ 13
Interest received	\$ (131)	\$ 445
Dividends received, net of withholding taxes	\$ 8 674	\$ 4 516

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 369 342	\$ 172 425	\$ 137 259	\$ 63 797	\$ 1 805	\$ 286	\$ 3 391	\$ 2 030
INCREASE (DECREASE) IN NAV	16 767	27 908	5 826	10 513	78	54	147	298
Early redemption fees	1	—	—	—	—	—	—	—
Proceeds from redeemable units issued	92 007	85 973	83 184	35 114	521	640	1 081	1 153
Reinvestments of distributions to holders of redeemable units	28 698	231	8 934	95	104	7	158	20
Redemption of redeemable units	(38 015)	(17 139)	(15 704)	(6 144)	(287)	(44)	(276)	(335)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	82 691	69 065	76 414	29 065	338	603	963	838
Distributions from net income	(115)	(241)	(57)	(109)	(49)	(14)	(149)	(93)
Distributions from net gains	(29 693)	—	(10 130)	—	(91)	—	(132)	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(29 808)	(241)	(10 187)	(109)	(140)	(14)	(281)	(93)
NET INCREASE (DECREASE) IN NAV	69 650	96 732	72 053	39 469	276	643	829	1 043
NAV AT END OF PERIOD	\$ 438 992	\$ 269 157	\$ 209 312	\$ 103 266	\$ 2 081	\$ 929	\$ 4 220	\$ 3 073

For the periods ended June 30 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 246	\$ —	\$ 20 520	\$ 8 128	\$ 52 099	\$ 16 761	\$ 1 001	\$ —
INCREASE (DECREASE) IN NAV	42	—	1 118	1 516	2 647	3 284	54	—
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	2 126	—	9 967	7 004	32 444	17 897	587	—
Reinvestments of distributions to holders of redeemable units	167	—	1 840	64	3 214	138	55	—
Redemption of redeemable units	—	—	(4 891)	(1 949)	(6 393)	(1 935)	(592)	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 293	—	6 916	5 119	29 265	16 100	50	—
Distributions from net income	(2)	—	(125)	(69)	(364)	(188)	(9)	—
Distributions from net gains	(165)	—	(1 797)	—	(4 052)	—	(71)	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(167)	—	(1 922)	(69)	(4 416)	(188)	(80)	—
NET INCREASE (DECREASE) IN NAV	2 168	—	6 112	6 566	27 496	19 196	24	—
NAV AT END OF PERIOD	\$ 2 414	\$ —	\$ 26 632	\$ 14 694	\$ 79 595	\$ 35 957	\$ 1 025	\$ —

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series 0		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 107 685	\$ 18 892	\$ 693 348	\$ 282 319
INCREASE (DECREASE) IN NAV	6 182	6 164	32 861	49 737
Early redemption fees	–	–	1	–
Proceeds from redeemable units issued	76 930	52 459	298 847	200 240
Reinvestments of distributions to holders of redeemable units	6 040	360	49 210	915
Redemption of redeemable units	(8 655)	(4 762)	(74 813)	(32 308)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	74 315	48 057	273 245	168 847
Distributions from net income	(1 401)	(608)	(2 271)	(1 322)
Distributions from net gains	(9 293)	–	(55 424)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10 694)	(608)	(57 695)	(1 322)
NET INCREASE (DECREASE) IN NAV	69 803	53 613	248 411	217 262
NAV AT END OF PERIOD	\$ 177 488	\$ 72 505	\$ 941 759	\$ 499 581

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide targeted exposure to opportunities in U.S. equity markets by investing primarily in common and preferred shares of major U.S. companies with above-average dividend yields.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	100.0	97.9	87.4
Total	100.0	97.9	87.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return			
Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	919 378	–	–	919 378
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	25 059	–	25 059
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	919 378	25 059	–	944 437
% of total portfolio	97.3	2.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	678 848	–	–	678 848
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	16 180	–	16 180
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	678 848	16 180	–	695 028
% of total portfolio	97.7	2.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	259 582	–	–	259 582
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	14 552	–	14 552
Short-term investments	–	22 397	–	22 397
Derivatives – assets	–	67	–	67
Derivatives – liabilities	–	(27)	–	(27)
Total financial instruments	259 582	36 989	–	296 571
% of total portfolio	87.5	12.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series T5	1.75%
Series T8	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	36	33
Series H	60	56
Series I	56	51
Series O	351	323
Value of all units	10	10

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	18 244	10 981
Issued number of units	4 422	5 027
Reinvested number of units	1 454	13
Redeemed number of units	(1 821)	(1 002)
Ending number of units	22 299	15 019
Advisor Series		
Opening units	6 774	4 060
Issued number of units	4 156	2 052
Reinvested number of units	452	5
Redeemed number of units	(755)	(359)
Ending number of units	10 627	5 758
Series T5		
Opening units	91	18
Issued number of units	26	38
Reinvested number of units	5	–
Redeemed number of units	(14)	(3)
Ending number of units	108	53
Series T8		
Opening units	338	251
Issued number of units	107	131
Reinvested number of units	16	2
Redeemed number of units	(27)	(39)
Ending number of units	434	345
Series H		
Opening units	12	–
Issued number of units	103	–
Reinvested number of units	8	–
Redeemed number of units	–	–
Ending number of units	123	–
Series D		
Opening units	990	506
Issued number of units	467	400
Reinvested number of units	91	4
Redeemed number of units	(227)	(109)
Ending number of units	1 321	801
Series F		
Opening units	2 350	977
Issued number of units	1 472	955
Reinvested number of units	149	7
Redeemed number of units	(277)	(104)
Ending number of units	3 694	1 835

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	45	–
Issued number of units	24	–
Reinvested number of units	3	–
Redeemed number of units	(25)	–
Ending number of units	47	–
Series O		
Opening units	4 944	1 123
Issued number of units	3 551	2 878
Reinvested number of units	284	19
Redeemed number of units	(384)	(251)
Ending number of units	8 395	3 769

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1 162	100	636	100
Related-party brokerage commissions*	68	6	77	12
Commission arrangements†	121	10	82	13

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	27 902	22 883
Fair value of collateral received	28 460	23 340

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC U.S. Dividend Class	2 598	1 939
RBC U.S. Dividend Guaranteed Investment Fund	674	601
RBC Life Insurance Universal Life Fund	77	53
RBC Select Balanced Portfolio	792	–
RBC Select Growth Portfolio	853	–
RBC Select Aggressive Growth Portfolio	550	–
Total	5 544	2 593

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS U.S. Focus Fund was merged into the RBC U.S. Dividend Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS U.S. Focus Fund (the “Terminated Fund”) and the RBC U.S. Dividend Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$127 247
Exchange ratio Series F	0.80
Units issued by Continuing Fund Series F	950
Exchange ratio Advisor Series	0.81
Units issued by Continuing Fund Advisor Series	3 058
Exchange ratio Series O	0.82
Units issued by Continuing Fund Series O	2 195

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.



June 30, 2014

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	499 477	282 200
Revaluation of investments at FVTPL	104	119
Net assets attributable to holders of redeemable units	499 581	282 319
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		49 752
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(15)
Increase (decrease) in net assets attributable to holders of redeemable units		49 737

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
228 900	Abercrombie & Fitch Co.	\$ 10 057	\$ 10 560	
49 800	Amazon.com, Inc.	17 951	17 253	
202 000	ANN Inc.	9 075	8 861	
191 600	ARAMARK Corp.	5 811	5 292	
9 200	Autozone Inc.	5 400	5 261	
137 900	CBS Corp.	9 288	9 141	
1 040 700	D.R. Horton Inc.	26 465	27 287	
292 200	Foot Locker Inc.	13 460	15 809	
979 800	Ford Motor Company	17 859	18 018	
269 100	Garmin Ltd.	17 145	17 487	
404 500	Home Depot Inc.	32 252	34 933	
846 100	Interpublic Group of Companies Inc.	16 619	17 608	
404 300	Macy's Inc.	24 300	25 016	
162 400	Marriott International Inc., Class A	10 515	11 104	
97 800	McDonald's Corp.	10 759	10 510	
432 000	MGM Mirage	12 340	12 166	
257 800	Nordstrom Inc.	19 261	18 680	
366 400	Starbucks Corp.	29 795	30 243	
9 300	The Priceline Group Inc.	12 218	11 934	
393 100	The Walt Disney Company	30 044	35 952	
304 300	Time Warner Inc.	22 735	22 803	
		353 349	365 918	10.3
Consumer Staples				
560 900	Altria Group Inc.	24 294	25 084	
607 400	Archer Daniels Midland Co.	24 966	28 579	
411 200	Colgate-Palmolive Company	27 533	29 895	
281 700	CVS Corp.	20 597	22 640	
165 100	Dr Pepper Snapple Group Inc.	9 252	10 317	
270 000	Kraft Foods Group Inc.	17 638	17 266	
213 600	Lorillard Inc.	12 458	13 892	
107 600	Mead Johnson Nutrition Co., Class A	10 743	10 694	
173 900	Molson Coors Brewing Co., Class B	12 660	13 757	
360 200	PepsiCo Inc.	33 607	34 321	
509 400	The Coca-Cola Co.	22 965	23 004	
442 500	The Kroger Co.	21 903	23 325	
380 700	Walgreen Co.	27 286	30 093	
		265 902	282 867	8.0
Energy				
232 800	Anadarko Petroleum Corp.	25 959	27 181	
468 500	Baker Hughes Inc.	32 605	37 207	
172 100	Cimarex Energy Co.	22 905	26 332	
207 000	ConocoPhillips	17 377	18 926	
218 400	Devon Energy Corporation	16 916	18 498	
203 900	Diamondback Energy Inc.	10 716	19 314	
167 900	EOG Resources Inc.	14 069	20 923	
277 600	FMC Technologies Inc.	17 691	18 084	
591 000	Halliburton Co.	28 634	44 757	
417 400	Hess Corp.	35 368	44 030	
191 300	Patterson-UTI Energy Inc.	5 951	7 130	
124 600	Pioneer Natural Resources Co.	28 830	30 544	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
135 700	Rice Energy Inc.	\$ 4 930	\$ 4 408	
416 300	Superior Energy Services	14 180	16 055	
49 100	Targa Resources Corp.	7 412	7 312	
744 300	Weatherford International Plc.	15 159	18 261	
		298 702	358 962	10.1
Financials				
355 200	Allstate Corp.	22 183	22 249	
304 900	American Express Company	25 709	30 850	
322 400	American International Group Inc.	18 582	18 770	
2 072 300	Bank of America Corp.	31 003	33 976	
464 800	Bank of New York Mellon Corp.	17 936	18 575	
373 200	Capital One Financial Corp.	27 245	32 882	
594 000	Citigroup Inc.	31 177	29 843	
360 700	Comerica Inc.	20 159	19 294	
423 000	Genworth Financial Inc., Class A	7 956	7 851	
428 400	Invesco Ltd.	17 305	17 258	
750 500	JPMorgan Chase & Co.	42 170	46 100	
817 500	KeyCorp	12 615	12 496	
582 700	MetLife Inc.	30 233	34 522	
980 200	Morgan Stanley	30 231	33 804	
243 900	Prudential Financial Inc.	20 932	23 095	
1 327 300	Wells Fargo & Company	64 243	74 395	
		419 679	455 960	12.9
Health Care				
605 200	Abbott Laboratories	25 074	26 394	
449 900	AbbVie Inc.	24 707	27 072	
88 500	Biogen Idec Inc.	29 506	29 766	
203 600	Bristol-Myers Squibb Co.	10 836	10 535	
183 300	Cardinal Health Inc.	14 195	13 402	
321 300	Celgene Corp.	28 164	29 434	
524 900	Eli Lilly & Co.	33 251	34 810	
338 700	Gilead Sciences Inc.	25 168	29 955	
552 800	Johnson & Johnson	52 337	61 671	
107 500	Medtronic Inc.	7 225	7 313	
575 900	Merck & Co. Inc.	33 688	35 538	
334 300	St. Jude Medical Inc.	24 587	24 694	
137 800	Tenet Healthcare Corp.	7 455	6 898	
352 300	WellPoint Inc.	38 719	40 434	
		354 912	377 916	10.7
Industrials				
155 000	3M Co.	23 998	23 683	
233 100	Caterpillar Inc.	25 150	27 017	
131 600	Con-way Inc.	7 006	7 074	
190 900	Cummins Engine Inc.	30 864	31 411	
376 300	Delta Air Lines Inc.	13 571	15 542	
271 300	Eaton Corp Plc.	22 556	22 331	
133 400	FedEx Corporation	21 459	21 537	
91 400	Lockheed Martin Corporation	12 647	15 666	
346 000	Robert Half International Inc.	17 237	17 620	
366 600	Ryder System Inc.	33 478	34 448	
802 600	Tyco International Ltd.	35 556	39 040	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
363 400	Union Pacific Corp.	\$ 34 862	\$ 38 667	
254 900	United Rentals Inc.	22 132	28 489	
		<u>300 516</u>	<u>322 525</u>	9.1
Information Technology				
237 700	Analog Devices Inc.	14 445	13 710	
1 343 000	Apple Inc.	108 972	133 129	
884 700	Applied Materials Inc.	20 141	21 281	
202 000	Avago Technologies Ltd.	11 815	15 529	
1 337 000	Cisco Systems Inc.	33 848	35 441	
1 203 200	Corning Inc.	27 855	28 172	
76 000	F5 Networks Inc.	9 075	9 034	
498 900	Facebook Inc., Class A	34 062	35 810	
69 100	Google Inc., Class A	52 448	43 095	
29 600	Google Inc., Class C	-	18 164	
960 600	Hewlett-Packard Co.	28 471	34 511	
1 273 300	Intel Corp.	37 075	41 969	
886 600	Micron Technology Inc.	26 455	31 162	
1 505 600	Microsoft Corp.	57 492	66 971	
262 000	NXP Semiconductor N.V.	17 686	18 496	
660 100	Oracle Corporation	26 112	28 538	
280 800	QUALCOMM Inc.	19 905	23 723	
317 000	Salesforce.com Inc.	19 786	19 639	
200 900	Sandisk Corp.	16 940	22 379	
276 800	Texas Instruments Inc.	14 388	14 111	
103 200	VMware Inc.	11 639	10 657	
283 700	Western Digital Corp.	28 380	27 932	
		<u>616 990</u>	<u>693 453</u>	19.5
Materials				
190 700	Allegheny Technologies Inc.	8 810	9 174	
1 171 800	Alcoa Inc.	15 868	18 612	
345 600	Dow Chemical Company	17 151	18 965	
366 800	Freeport-McMoRan Copper & Gold Inc.	14 164	14 281	
750 200	Huntsman Corp.	21 144	22 487	
166 100	LyondellBasell Industries N.V.	14 023	17 299	
96 600	Martin Marietta Materials	13 940	13 605	
148 400	Monsanto Co.	19 314	19 743	
249 400	US Silica Holdings Inc.	13 535	14 749	
		<u>137 949</u>	<u>148 915</u>	4.2
Telecommunication Services				
601 600	AT&T Inc.	22 860	22 691	
593 300	Verizon Communications Inc.	31 221	30 951	
		<u>54 081</u>	<u>53 642</u>	1.5
Utilities				
121 800	American Electric Power	7 230	7 244	
323 100	Entergy Corp.	25 986	28 298	
502 200	NiSource Inc.	19 372	21 074	
388 800	NRG Energy Inc.	15 649	15 428	
311 400	Sempra Energy	31 280	34 775	
		<u>99 517</u>	<u>106 819</u>	3.0
TOTAL COMMON EQUITIES		<u>2 901 597</u>	<u>3 166 977</u>	89.3

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
5 452 397	RBC U.S. Mid-Cap Equity Fund*	\$ 106 939	\$ 146 929	
9 665 133	RBC U.S. Mid-Cap Value Equity Fund*	99 666	146 206	
2 489 762	RBC U.S. Small-Cap Core Equity Fund*	24 977	38 419	
		<u>231 582</u>	<u>331 554</u>	9.3
SHORT-TERM INVESTMENTS†				
		<u>87 155</u>	<u>87 010</u>	2.5
TOTAL INVESTMENTS				
		<u>3 220 334</u>	<u>3 585 541</u>	101.1
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	14 624	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	(3 678)	(0.1)
TOTAL PORTFOLIO				
		<u>\$ 3 220 334</u>	<u>3 596 487</u>	101.4
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(49 755)	(1.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$3 546 732</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 114 418 Sold USD 104 644 @ 1.0934	09-Jul-14	\$ 2 776
Bought CAD 115 419 Sold USD 105 528 @ 1.0937	30-Jul-14	2 768
Bought CAD 85 324 Sold USD 78 068 @ 1.0929	30-Jul-14	1 986
Bought CAD 112 318 Sold USD 103 301 @ 1.0873	15-Aug-14	2 003
Bought CAD 99 896 Sold USD 91 919 @ 1.0868	28-Aug-14	1 706
Bought CAD 22 046 Sold USD 20 271 @ 1.0876	15-Sep-14	383
Bought CAD 80 173 Sold USD 73 732 @ 1.0874	15-Sep-14	1 377
Bought CAD 184 094 Sold USD 171 174 @ 1.0755	24-Sep-14	1 125
Bought CAD 86 253 Sold USD 80 208 @ 1.0754	03-Oct-14	500
		<u>\$ 14 624</u>
Unrealized Loss		
Contracts	Maturity Date	Unrealized Loss
Bought USD 30 000 Sold CAD 32 639 @ 1.0880	09-Jul-14	\$ (633)
Bought USD 30 000 Sold CAD 32 652 @ 1.0884	30-Jul-14	(627)
Bought USD 75 528 Sold CAD 82 424 @ 1.0913	30-Jul-14	(1 798)
Bought USD 30 000 Sold CAD 32 657 @ 1.0886	15-Aug-14	(620)
		<u>\$ (3 678)</u>
TOTAL FOREIGN EXCHANGE		
		<u>\$ 10 946</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 585 541	\$ 4 104 029	\$ 3 069 678
Cash	3	11	67
Due from investment dealers	59 744	71 462	–
Subscriptions receivable	439	865	1 782
Unrealized gain on foreign exchange contracts	14 624	–	75
Dividends receivable, interest accrued and other assets	1 943	3 379	1 877
TOTAL ASSETS	3 662 294	4 179 746	3 073 479
LIABILITIES			
Due to investment dealers	110 351	54 393	–
Redemptions payable	552	259	2 490
Unrealized loss on foreign exchange contracts	3 678	–	2 702
Accounts payable and accrued expenses	981	939	695
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	115 562	55 591	5 887
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 546 732	\$ 4 124 155	\$ 3 067 592
Investments at cost	\$ 3 220 334	\$ 3 437 801	\$ 2 832 240
NAV, END OF PERIOD			
SERIES A	\$ 512 654	\$ 482 220	\$ 356 974
ADVISOR SERIES	\$ 7 077	\$ 5 949	\$ 3 484
SERIES D	\$ 20 023	\$ 15 589	\$ 9 344
SERIES F	\$ 6 419	\$ 6 354	\$ 4 525
SERIES I	\$ 1 945	\$ 1 663	\$ 6
SERIES O	\$ 2 998 614	\$ 3 612 380	\$ 2 693 259
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 29.96	\$ 28.56	\$ 21.12
ADVISOR SERIES	\$ 30.07	\$ 28.66	\$ 21.18
SERIES D	\$ 31.40	\$ 29.81	\$ 21.90
SERIES F	\$ 33.79	\$ 32.04	\$ 23.53
SERIES I	\$ 34.13	\$ 32.31	\$ 23.66
SERIES O	\$ 32.87	\$ 31.02	\$ 22.75

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 37 521	\$ 35 487
Interest for distribution purposes	82	265
Other income received from underlying funds	158	–
Securities lending revenue (see note 6 in the generic notes)	35	34
Net realized gain (loss) on investments	493 447	303 500
Net gain (loss) on foreign currencies and other net assets	1 993	(6 208)
Change in unrealized gain (loss) on investments	(290 075)	206 639
TOTAL INCOME (LOSS)	243 161	539 717
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 548	3 504
Administration fees	751	592
Board of Governors costs	1	2
GST/HST	554	444
Transaction costs	6 086	5 212
Withholding tax	5 513	3 819
TOTAL EXPENSES	17 453	13 573
INCREASE (DECREASE) IN NAV	\$ 225 708	\$ 526 144
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 23 882	\$ 57 443
ADVISOR SERIES	\$ 305	\$ 592
SERIES D	\$ 915	\$ 1 603
SERIES F	\$ 334	\$ 747
SERIES I	\$ 70	\$ 87
SERIES O	\$ 200 202	\$ 465 672
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.34	\$ 3.45
ADVISOR SERIES	\$ 1.36	\$ 3.46
SERIES D	\$ 1.54	\$ 3.68
SERIES F	\$ 1.70	\$ 4.00
SERIES I	\$ 1.78	\$ 4.07
SERIES O	\$ 1.78	\$ 3.99

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 225 708	\$ 526 144
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(493 426)	(303 498)
Change in unrealized loss (gain) on investments	290 075	(206 639)
(Increase) decrease in accrued receivables	13 580	(84 633)
Increase (decrease) in accrued payables	56 293	117 031
Cost of investments purchased	(9 248 452)	(6 855 654)
Proceeds on sales of investments	9 959 345	6 966 617
NET CASH PROVIDED BY OPERATING ACTIVITIES	803 123	159 368
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	618 854	321 215
Cash paid on redemption of redeemable units	(1 421 985)	(480 212)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (803 131)	\$ (158 997)
Net increase (decrease) in cash for the year	(8)	371
Cash (bank overdraft), beginning of period	11	67
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3	\$ 438
Interest received	\$ 83	\$ 274
Dividends received, net of withholding taxes	\$ 33 444	\$ 31 668



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 482 220	\$ 356 974	\$ 5 949	\$ 3 484	\$ 15 589	\$ 9 344	\$ 6 354	\$ 4 525
INCREASE (DECREASE) IN NAV	23 882	57 443	305	592	915	1 603	334	747
Early redemption fees	—	—	—	—	1	1	—	—
Proceeds from redeemable units issued	49 779	31 189	1 359	913	6 194	2 261	1 006	517
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(43 227)	(34 011)	(536)	(473)	(2 676)	(1 847)	(1 275)	(685)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	6 552	(2 822)	823	440	3 519	415	(269)	(168)
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	30 434	54 621	1 128	1 032	4 434	2 018	65	579
NAV AT END OF PERIOD	\$ 512 654	\$ 411 595	\$ 7 077	\$ 4 516	\$ 20 023	\$ 11 362	\$ 6 419	\$ 5 104

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 663	\$ 6	\$ 3 612 380	\$ 2 693 259	\$ 4 124 155	\$ 3 067 592
INCREASE (DECREASE) IN NAV	70	87	200 202	465 672	225 708	526 144
Early redemption fees	—	—	—	—	1	1
Proceeds from redeemable units issued	626	1 138	559 890	285 197	618 854	321 215
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(414)	—	(1 373 858)	(443 197)	(1 421 986)	(480 213)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	212	1 138	(813 968)	(158 000)	(803 131)	(158 997)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	282	1 225	(613 766)	307 672	(577 423)	367 147
NAV AT END OF PERIOD	\$ 1 945	\$ 1 231	\$ 2 998 614	\$ 3 000 931	\$ 3 546 732	\$ 3 434 739

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies, providing broad exposure to economic growth through the U.S. stock market.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	79.6	100.0	85.1
Total	79.6	100.0	85.1

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.8% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return			
Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	3 166 977	–	–	3 166 977
Mutual fund units	331 554	–	–	331 554
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	87 010	–	87 010
Derivatives – assets	–	14 624	–	14 624
Derivatives – liabilities	–	(3 678)	–	(3 678)
Total financial instruments	3 498 531	97 956	–	3 596 487
% of total portfolio	97.3	2.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 685 925	–	–	3 685 925
Mutual fund units	368 016	–	–	368 016
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	50 088	–	50 088
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 053 941	50 088	–	4 104 029
% of total portfolio	98.8	1.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	2 778 524	–	–	2 778 524
Mutual fund units	209 668	–	–	209 668
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	81 486	–	81 486
Derivatives – assets	–	75	–	75
Derivatives – liabilities	–	(2 702)	–	(2 702)
Total financial instruments	2 988 192	78 859	–	3 067 051
% of total portfolio	97.4	2.6	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	45	262
Series O	235	235
Value of all units	9	16

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	200 558
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	16 883	16 902
Issued number of units	1 698	1 342
Reinvested number of units	–	–
Redeemed number of units	(1 469)	(1 471)
Ending number of units	17 112	16 773
Advisor Series		
Opening units	208	164
Issued number of units	45	39
Reinvested number of units	–	–
Redeemed number of units	(18)	(20)
Ending number of units	235	183
Series D		
Opening units	523	427
Issued number of units	203	94
Reinvested number of units	–	–
Redeemed number of units	(88)	(76)
Ending number of units	638	445
Series F		
Opening units	198	192
Issued number of units	30	20
Reinvested number of units	–	–
Redeemed number of units	(38)	(26)
Ending number of units	190	186
Series I		
Opening units	51	–
Issued number of units	19	44
Reinvested number of units	–	–
Redeemed number of units	(13)	–
Ending number of units	57	44
Series O		
Opening units	116 449	118 374
Issued number of units	17 594	11 261
Reinvested number of units	–	–
Redeemed number of units	(42 823)	(17 251)
Ending number of units	91 220	112 384



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	6 086	100	5 212	100
Related-party brokerage commissions*	456	7	429	8
Commission arrangements†	454	7	395	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	152 352	62 369
Fair value of collateral received	155 399	63 616

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series A		
RBC Life Insurance Universal Life Fund	611	623
Series O		
RBC Select Very Conservative Portfolio	8 647	9 104
RBC Select Conservative Portfolio	38 358	38 512
RBC Select Balanced Portfolio	27 380	43 169
RBC Select Growth Portfolio	12 404	19 592
RBC Select Aggressive Growth Portfolio	2 558	4 059
RBC Target 2015 Education Fund	–	78
RBC Target 2020 Education Fund	414	458
RBC Target 2025 Education Fund	769	748
RBC Target 2030 Education Fund	156	98
RBC Select Very Conservative Class	91	117
RBC Select Conservative Class	168	202
RBC Select Balanced Class	142	176
RBC Select Growth Class	32	41
RBC Select Aggressive Growth Class	13	15
RBC U.S. Equity Guaranteed Investment Fund	67	55
RBC Life Insurance Universal Life Fund	16	20
Total	91 215	116 444

Please see the generic notes at the back of the financial statements.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 434 326	3 066 992
Revaluation of investments at FVTPL	413	600
Net assets attributable to holders of redeemable units	3 434 739	3 067 592
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		526 332
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(188)
Increase (decrease) in net assets attributable to holders of redeemable units		526 144



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. EQUITY CURRENCY NEUTRAL FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
2 700	Abercrombie & Fitch Co.	\$ 119	\$ 125	
600	Amazon.com, Inc.	216	208	
2 400	ANN Inc.	108	105	
2 300	ARAMARK Corp.	70	64	
100	Autozone Inc.	59	57	
1 700	CBS Corp.	114	113	
12 300	D.R. Horton Inc.	313	323	
3 300	Foot Locker Inc.	150	179	
11 600	Ford Motor Company	211	213	
3 200	Garmin Ltd.	204	208	
3 900	Home Depot Inc.	302	337	
10 400	Interpublic Group of Companies Inc.	205	216	
4 900	Macy's Inc.	292	303	
2 000	Marriott International Inc., Class A	129	137	
1 200	McDonald's Corp.	132	129	
5 100	MGM Mirage	146	144	
3 100	Nordstrom Inc.	232	225	
4 400	Starbucks Corp.	358	363	
100	The Priceline Group Inc.	132	128	
4 000	The Walt Disney Company	286	366	
3 400	Time Warner Inc.	253	255	
		4 031	4 198	9.8
Consumer Staples				
5 900	Altria Group Inc.	255	264	
7 400	Archer Daniels Midland Co.	300	348	
5 000	Colgate-Palmolive Company	334	364	
3 300	CVS Corp.	231	265	
2 000	Dr Pepper Snapple Group Inc.	113	125	
3 200	Kraft Foods Group Inc.	209	205	
2 600	Lorillard Inc.	151	169	
600	Mead Johnson Nutrition Co., Class A	60	60	
2 100	Molson Coors Brewing Co., Class B	153	166	
4 400	PepsiCo Inc.	411	419	
5 600	The Coca-Cola Co.	252	253	
5 400	The Kroger Co.	267	285	
4 500	Walgreen Co.	346	356	
		3 082	3 279	7.6
Energy				
2 300	Anadarko Petroleum Corp.	260	269	
5 900	Baker Hughes Inc.	411	469	
2 100	Cimarex Energy Co.	280	321	
2 500	ConocoPhillips	210	229	
2 800	Devon Energy Corporation	217	237	
2 400	Diamondback Energy Inc.	119	227	
2 000	EOG Resources Inc.	155	249	
3 400	FMC Technologies Inc.	217	221	
7 800	Halliburton Co.	348	591	
5 100	Hess Corp.	427	538	
2 300	Patterson-UTI Energy Inc.	71	86	
1 500	Pioneer Natural Resources Co.	347	368	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
1 600	Rice Energy Inc.	\$ 58	\$ 52	
5 000	Superior Energy Services	169	193	
600	Targa Resources Corp.	90	89	
9 000	Weatherford International Plc.	182	221	
		3 561	4 360	10.1
Financials				
3 400	Allstate Corp.	212	213	
4 100	American Express Company	352	415	
3 800	American International Group Inc.	219	221	
26 300	Bank of America Corp.	384	431	
6 200	Bank of New York Mellon Corp.	239	248	
5 600	Capital One Financial Corp.	406	493	
5 700	Citigroup Inc.	299	286	
4 900	Comerica Inc.	274	262	
5 100	Genworth Financial Inc., Class A	96	95	
4 800	Invesco Ltd.	194	193	
9 000	JPMorgan Chase & Co.	496	553	
9 900	KeyCorp	153	151	
7 600	MetLife Inc.	379	450	
13 400	Morgan Stanley	408	462	
2 900	Prudential Financial Inc.	245	275	
14 700	Wells Fargo & Company	698	824	
		5 054	5 572	13.0
Health Care				
7 600	Abbott Laboratories	314	331	
5 400	AbbVie Inc.	292	325	
1 100	Biogen Idec Inc.	366	370	
2 400	Bristol-Myers Squibb Co.	128	124	
2 200	Cardinal Health Inc.	170	161	
3 800	Celgene Corp.	333	348	
5 400	Eli Lilly & Co.	338	358	
4 000	Gilead Sciences Inc.	249	354	
6 800	Johnson & Johnson	617	759	
1 300	Medtronic Inc.	87	88	
7 100	Merck & Co. Inc.	411	438	
4 000	St. Jude Medical Inc.	294	295	
1 600	Tenet Healthcare Corp.	87	80	
4 300	WellPoint Inc.	472	494	
		4 158	4 525	10.5
Industrials				
1 900	3M Co.	294	290	
2 800	Caterpillar Inc.	301	325	
1 600	Con-way Inc.	85	86	
2 400	Cummins Engine Inc.	388	395	
4 500	Delta Air Lines Inc.	180	186	
3 200	Eaton Corp Plc.	270	263	
1 600	FedEx Corporation	257	258	
1 100	Lockheed Martin Corporation	132	189	
4 200	Robert Half International Inc.	209	214	
4 400	Ryder System Inc.	402	413	
9 800	Tyco International Ltd.	435	477	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
4 600	Union Pacific Corp.	\$ 435	\$ 489	
3 000	United Rentals Inc.	255	335	
		<u>3 643</u>	<u>3 920</u>	<u>9.1</u>
Information Technology				
2 900	Analog Devices Inc.	176	167	
16 200	Apple Inc.	1 274	1 606	
10 800	Applied Materials Inc.	246	260	
2 500	Avago Technologies Ltd.	145	192	
16 200	Cisco Systems Inc.	410	429	
14 300	Corning Inc.	331	335	
900	F5 Networks Inc.	109	107	
5 900	Facebook Inc., Class A	402	423	
800	Google Inc., Class A	545	499	
400	Google Inc., Class C	121	245	
12 000	Hewlett-Packard Co.	340	431	
15 600	Intel Corp.	455	514	
10 700	Micron Technology Inc.	319	376	
18 400	Microsoft Corp.	679	818	
3 100	NXP Semiconductor N.V.	209	219	
7 400	Oracle Corporation	291	320	
3 400	QUALCOMM Inc.	241	287	
3 800	Salesforce.com Inc.	237	235	
2 400	Sandisk Corp.	203	267	
2 900	Texas Instruments Inc.	150	148	
1 200	VMware Inc.	135	124	
3 000	Western Digital Corp.	300	295	
		<u>7 318</u>	<u>8 297</u>	<u>19.3</u>
Materials				
14 900	Alcoa Inc.	201	237	
2 300	Allegheny Technologies Inc.	106	111	
4 100	Dow Chemical Company	200	225	
4 300	Freeport-McMoRan Copper & Gold Inc.	166	167	
9 100	Huntsman Corp.	259	273	
2 000	LyondellBasell Industries N.V.	161	208	
1 199	Martin Marietta Materials	173	169	
1 800	Monsanto Co.	234	239	
2 600	US Silica Holdings Inc.	141	154	
		<u>1 641</u>	<u>1 783</u>	<u>4.1</u>
Telecommunication Services				
7 200	AT&T Inc.	274	272	
7 200	Verizon Communications Inc.	381	376	
		<u>655</u>	<u>648</u>	<u>1.5</u>
Utilities				
700	American Electric Power	42	42	
4 000	Entergy Corp.	322	350	
6 000	NiSource Inc.	230	252	
2 700	NRG Energy Inc.	107	107	
3 300	Sempra Energy	322	369	
		<u>1 023</u>	<u>1 120</u>	<u>2.6</u>
TOTAL COMMON EQUITIES		<u>34 166</u>	<u>37 702</u>	<u>87.6</u>

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
68 109	RBC U.S. Mid-Cap Equity Fund*	\$ 1 319	\$ 1 835	
118 968	RBC U.S. Mid-Cap Value Equity Fund*	1 224	1 800	
27 951	RBC U.S. Small-Cap Core Equity Fund*	280	431	
		<u>2 823</u>	<u>4 066</u>	<u>9.5</u>
TOTAL MUTUAL FUND UNITS				
SHORT-TERM INVESTMENTS†		<u>813</u>	<u>814</u>	<u>1.9</u>
TOTAL INVESTMENTS		<u>37 802</u>	<u>42 582</u>	<u>99.0</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1 295	3.0
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(118)	(0.3)
TOTAL PORTFOLIO		<u>\$ 37 802</u>	<u>43 759</u>	<u>101.7</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS			(725)	(1.7)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 43 034</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 39 Sold CAD 42 @ 1.0684	02-Jul-14	\$ –
Bought CAD 2 345 Sold USD 2 088 @ 1.1233	03-Jul-14	118
Bought CAD 337 Sold USD 310 @ 1.0871	08-Jul-14	6
Bought CAD 525 Sold USD 475 @ 1.1045	08-Jul-14	18
Bought CAD 193 Sold USD 175 @ 1.1049	09-Jul-14	7
Bought CAD 27 Sold USD 25 @ 1.0867	09-Jul-14	–
Bought CAD 3 251 Sold USD 2 937 @ 1.1070	09-Jul-14	118
Bought CAD 459 Sold USD 420 @ 1.0922	09-Jul-14	11
Bought CAD 531 Sold USD 490 @ 1.0833	09-Jul-14	8
Bought CAD 2 970 Sold USD 2 686 @ 1.1057	10-Jul-14	104
Bought CAD 311 Sold USD 285 @ 1.0914	10-Jul-14	7
Bought CAD 1 607 Sold USD 1 454 @ 1.1053	15-Jul-14	57
Bought CAD 328 Sold USD 300 @ 1.0932	15-Jul-14	8
Bought CAD 64 Sold USD 60 @ 1.0739	15-Jul-14	–
Bought CAD 111 Sold USD 100 @ 1.1051	16-Jul-14	4
Bought CAD 893 Sold USD 823 @ 1.0855	16-Jul-14	15
Bought CAD 887 Sold USD 810 @ 1.0949	17-Jul-14	23
Bought CAD 1 820 Sold USD 1 662 @ 1.0951	23-Jul-14	46
Bought CAD 438 Sold USD 400 @ 1.0954	23-Jul-14	11
Bought CAD 340 Sold USD 313 @ 1.0868	25-Jul-14	6
Bought CAD 821 Sold USD 745 @ 1.1023	25-Jul-14	26
Bought CAD 927 Sold USD 852 @ 1.0886	25-Jul-14	18
Bought CAD 1 188 Sold USD 1 079 @ 1.1009	28-Jul-14	36
Bought CAD 220 Sold USD 200 @ 1.1007	28-Jul-14	7
Bought CAD 23 Sold USD 21 @ 1.0985	29-Jul-14	1
Bought CAD 4 311 Sold USD 3 896 @ 1.1065	31-Jul-14	152

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 3 305 Sold USD 2 990 @ 1.1053	01-Aug-14	\$ 113
Bought CAD 1 092 Sold USD 1 000 @ 1.0917	08-Aug-14	24
Bought CAD 187 Sold USD 172 @ 1.0896	08-Aug-14	4
Bought CAD 19 Sold USD 17 @ 1.0912	08-Aug-14	–
Bought CAD 212 Sold USD 198 @ 1.0696	08-Aug-14	–
Bought CAD 2 339 Sold USD 2 142 @ 1.0919	12-Aug-14	52
Bought CAD 2 955 Sold USD 2 725 @ 1.0845	13-Aug-14	45
Bought CAD 305 Sold USD 280 @ 1.0903	14-Aug-14	6
Bought CAD 33 Sold USD 30 @ 1.0884	19-Aug-14	1
Bought CAD 139 Sold USD 128 @ 1.0883	21-Aug-14	3
Bought CAD 219 Sold USD 200 @ 1.0927	21-Aug-14	5
Bought CAD 1 225 Sold USD 1 123 @ 1.0912	22-Aug-14	26
Bought CAD 489 Sold USD 450 @ 1.0870	22-Aug-14	9
Bought CAD 781 Sold USD 718 @ 1.0879	27-Aug-14	14
Bought CAD 153 Sold USD 140 @ 1.0894	28-Aug-14	3
Bought CAD 1 311 Sold USD 1 204 @ 1.0888	03-Sep-14	25
Bought CAD 43 Sold USD 40 @ 1.0700	03-Sep-14	–
Bought CAD 1 304 Sold USD 1 198 @ 1.0882	04-Sep-14	24
Bought CAD 2 121 Sold USD 1 949 @ 1.0881	04-Sep-14	38
Bought CAD 1 064 Sold USD 973 @ 1.0935	09-Sep-14	24
Bought CAD 136 Sold USD 124 @ 1.0945	11-Sep-14	3
Bought CAD 312 Sold USD 285 @ 1.0959	12-Sep-14	8
Bought CAD 2 635 Sold USD 2 424 @ 1.0872	17-Sep-14	45
Bought CAD 226 Sold USD 208 @ 1.0874	18-Sep-14	4
Bought CAD 373 Sold USD 343 @ 1.0888	22-Sep-14	7
Bought CAD 229 Sold USD 210 @ 1.0907	23-Sep-14	5
Bought CAD 1 941 Sold USD 1 815 @ 1.0694	02-Oct-14	–
		\$ 1 295

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 815 Sold CAD 1 937 @ 1.0670	03-Jul-14	\$ (1)
Bought USD 226 Sold CAD 246 @ 1.0869	03-Jul-14	(5)
Bought USD 47 Sold CAD 51 @ 1.0851	03-Jul-14	(1)
Bought USD 600 Sold CAD 652 @ 1.0868	09-Jul-14	(12)
Bought USD 21 Sold CAD 23 @ 1.1018	10-Jul-14	(1)
Bought USD 300 Sold CAD 323 @ 1.0765	10-Jul-14	(3)
Bought USD 795 Sold CAD 868 @ 1.0919	10-Jul-14	(20)
Bought USD 1 200 Sold CAD 1 323 @ 1.1026	17-Jul-14	(43)
Bought USD 225 Sold CAD 244 @ 1.0864	25-Jul-14	(4)
Bought USD 177 Sold CAD 193 @ 1.0905	08-Aug-14	(4)
Bought USD 65 Sold CAD 71 @ 1.0920	08-Aug-14	(2)
Bought USD 750 Sold CAD 806 @ 1.0745	08-Aug-14	(5)
Bought USD 480 Sold CAD 523 @ 1.0901	12-Aug-14	(11)
Bought USD 195 Sold CAD 212 @ 1.0869	03-Sep-14	(4)
Bought USD 240 Sold CAD 258 @ 1.0755	24-Sep-14	(2)
		\$ (118)
TOTAL FOREIGN EXCHANGE		\$ 1 177

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 42 582	\$ 44 740	\$ 36 641
Cash	–	1	15
Due from investment dealers	710	794	–
Subscriptions receivable	4	14	11
Unrealized gain on foreign exchange contracts	1 295	48	88
Dividends receivable, interest accrued and other assets	23	37	22
TOTAL ASSETS	44 614	45 634	36 777
LIABILITIES			
Due to investment dealers	1 376	579	91
Redemptions payable	14	22	24
Unrealized loss on foreign exchange contracts	118	543	62
Accounts payable and accrued expenses	72	75	62
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 580	1 219	239
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 43 034	\$ 44 415	\$ 36 538
Investments at cost	\$ 37 802	\$ 37 111	\$ 33 554
NAV, END OF PERIOD			
SERIES A	\$ 36 309	\$ 36 603	\$ 30 531
ADVISOR SERIES	\$ 4 204	\$ 5 391	\$ 4 253
SERIES D	\$ 1 234	\$ 1 167	\$ 773
SERIES F	\$ 1 285	\$ 1 252	\$ 980
SERIES O	\$ 2	\$ 2	\$ 1
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.67	\$ 11.19	\$ 8.73
ADVISOR SERIES	\$ 12.29	\$ 11.79	\$ 9.19
SERIES D	\$ 12.32	\$ 11.76	\$ 9.10
SERIES F	\$ 12.76	\$ 12.17	\$ 9.38
SERIES O	\$ 13.23	\$ 12.55	\$ 9.59

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 390	\$ 430
Interest for distribution purposes	3	4
Other income received from underlying funds	2	–
Net realized gain (loss) on investments	4 906	3 506
Net gain (loss) on foreign currencies and other net assets	(1 747)	(930)
Change in unrealized gain (loss) on investments	(1 177)	1 357
TOTAL INCOME (LOSS)	2 377	4 367
EXPENSES (see notes – Fund Specific Information)		
Management fees	366	335
Administration fees	31	28
Board of Governors costs	1	2
GST/HST	44	41
Transaction costs	61	62
Withholding tax	58	46
TOTAL EXPENSES	561	514
INCREASE (DECREASE) IN NAV	\$ 1 816	\$ 3 853
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 521	\$ 3 210
ADVISOR SERIES	\$ 179	\$ 448
SERIES D	\$ 56	\$ 87
SERIES F	\$ 60	\$ 108
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.47	\$ 0.91
ADVISOR SERIES	\$ 0.49	\$ 0.97
SERIES D	\$ 0.54	\$ 1.01
SERIES F	\$ 0.57	\$ 1.05
SERIES O	\$ 0.66	\$ 1.12

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 816	\$ 3 853
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 905)	(3 506)
Change in unrealized loss (gain) on investments	1 177	(1 357)
(Increase) decrease in accrued receivables	108	(1 274)
Increase (decrease) in accrued payables	786	1 256
Cost of investments purchased	(130 929)	(137 248)
Proceeds on sales of investments	135 143	138 660
NET CASH PROVIDED BY OPERATING ACTIVITIES	3 196	384
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	3 308	4 949
Cash paid on redemption of redeemable units	(6 505)	(5 314)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (3 197)	\$ (365)
Net increase (decrease) in cash for the year	(1)	19
Cash (bank overdraft), beginning of period	1	15
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 34
Interest received	\$ 3	\$ 4
Dividends received, net of withholding taxes	\$ 346	\$ 384



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 36 603	\$ 30 531	\$ 5 391	\$ 4 253	\$ 1 167	\$ 773	\$ 1 252	\$ 980
INCREASE (DECREASE) IN NAV	1 521	3 210	179	448	56	87	60	108
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	2 525	4 016	390	536	305	302	88	95
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(4 340)	(4 266)	(1 756)	(620)	(294)	(155)	(115)	(273)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 815)	(250)	(1 366)	(84)	11	147	(27)	(178)
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(294)	2 960	(1 187)	364	67	234	33	(70)
NAV AT END OF PERIOD	\$ 36 309	\$ 33 491	\$ 4 204	\$ 4 617	\$ 1 234	\$ 1 007	\$ 1 285	\$ 910

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2	\$ 1	\$ 44 415	\$ 36 538
INCREASE (DECREASE) IN NAV	—	—	1 816	3 853
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	—	—	3 308	4 949
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(6 505)	(5 314)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	—	—	(3 197)	(365)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	—	—	(1 381)	3 488
NAV AT END OF PERIOD	\$ 2	\$ 1	\$ 43 034	\$ 40 026

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital appreciation primarily through investing in equities of U.S. companies while minimizing the exposure to fluctuations between the U.S. and Canadian dollars.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	37 702	–	–	37 702
Mutual fund units	4 066	–	–	4 066
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	814	–	814
Derivatives – assets	–	1 295	–	1 295
Derivatives – liabilities	–	(118)	–	(118)
Total financial instruments	41 768	1 991	–	43 759
% of total portfolio	95.5	4.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	40 096	–	–	40 096
Mutual fund units	4 166	–	–	4 166
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	478	–	478
Derivatives – assets	–	48	–	48
Derivatives – liabilities	–	(543)	–	(543)
Total financial instruments	44 262	(17)	–	44 245
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	33 494	–	–	33 494
Mutual fund units	2 562	–	–	2 562
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	585	–	585
Derivatives – assets	–	88	–	88
Derivatives – liabilities	–	(62)	–	(62)
Total financial instruments	36 056	611	–	36 667
% of total portfolio	98.3	1.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series 0	128	128
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	12 642
Non-capital losses	86
Non-capital losses expire in:	
2031	86

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	3 272	3 498
Issued number of units	229	430
Reinvested number of units	–	–
Redeemed number of units	(389)	(455)
Ending number of units	3 112	3 473
Advisor Series		
Opening units	457	463
Issued number of units	34	54
Reinvested number of units	–	–
Redeemed number of units	(149)	(63)
Ending number of units	342	454
Series D		
Opening units	99	85
Issued number of units	26	31
Reinvested number of units	–	–
Redeemed number of units	(25)	(16)
Ending number of units	100	100

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	103	104
Issued number of units	7	10
Reinvested number of units	–	–
Redeemed number of units	(9)	(27)
Ending number of units	101	87
Series 0		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	61	100	62	100
Related-party brokerage commissions*	5	8	5	8
Commission arrangements†	5	8	5	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	963	113
Fair value of collateral received	982	115



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	40 016	36 531
Revaluation of investments at FVTPL	10	7
Net assets attributable to holders of redeemable units	40 026	36 538
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		3 850
Revaluation of investments at FVTPL (see note 3 in the generic notes)		3
Increase (decrease) in net assets attributable to holders of redeemable units		3 853

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE U.S. EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
62 359	Apollo Education Group Inc.	\$ 1 861	\$ 2 079	
5 200	Autozone Inc.	2 988	2 974	
101 800	Best Buy Co. Inc.	3 070	3 367	
86 700	Comcast Corp., Class A	4 903	4 964	
44 800	Delphi Automotive Plc.	3 249	3 284	
13 155	DIRECTV, LLC	1 190	1 193	
397 400	Ford Motor Company	6 801	7 308	
51 979	GameStop Corp., Class A	2 062	2 244	
23 900	Garmin Ltd.	1 444	1 553	
105 200	General Motors Co.	3 878	4 073	
681	Graham Holdings Co.	484	521	
180 600	Harley-Davidson Inc.	13 921	13 456	
13 700	Harman International Industries Inc.	1 537	1 570	
38 600	Hasbro Inc.	2 244	2 184	
34 600	Home Depot Inc.	2 886	2 988	
209 029	Kohls Corp.	12 243	11 746	
92 625	Macy's Inc.	5 612	5 731	
91 997	News Corp.	1 703	1 761	
21 790	O'Reilly Automotive Inc.	3 458	3 500	
114 139	TJX Companies Inc.	6 862	6 471	
35 700	V.F. Corporation	2 439	2 399	
22 500	Whirlpool Corp.	3 474	3 341	
10 100	Wynn Resorts Ltd.	2 148	2 236	
		90 457	90 943	8.8
Consumer Staples				
432 732	Archer Daniels Midland Co.	20 735	20 361	
265 900	Colgate-Palmolive Company	19 271	19 331	
12 900	General Mills Inc.	748	723	
66 642	Kimberly-Clark Corp.	7 979	7 905	
136 252	Lorillard Inc.	8 703	8 861	
18 000	Molson Coors Brewing Co., Class B	1 267	1 424	
353 800	Mondelez International Inc.	14 351	14 194	
200	Safeway Inc.	5	7	
307 824	The Kroger Co.	15 410	16 226	
286 249	Tyson Foods Inc.	12 429	11 467	
177 600	Wal-Mart Stores, Inc.	14 639	14 215	
		115 537	114 714	11.0
Energy				
137 800	Chesapeake Energy Corp.	4 240	4 568	
377 229	ConocoPhillips	31 899	34 491	
73 600	EOG Resources Inc.	8 247	9 172	
64 900	Halliburton Co.	4 488	4 915	
24 800	Helmerich & Payne	2 885	3 071	
67 700	Hess Corp.	6 599	7 141	
121 100	Marathon Oil Corp.	4 680	5 157	
106 492	Occidental Petroleum Corp.	11 115	11 654	
96 709	Valero Energy Corp.	5 797	5 168	
		79 950	85 337	8.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
25 319	Aflac Inc.	\$ 1 712	\$ 1 681	
10 611	Ameriprise Financial Inc.	1 284	1 358	
103 300	Assurant Inc.	7 529	7 221	
1 445 171	Bank of America Corp.	23 618	23 694	
28 289	Capital One Financial Corp.	2 383	2 493	
173 900	Citigroup Inc.	8 895	8 737	
278 900	E*TRADE Financial Corp.	6 337	6 325	
353 878	Genworth Financial Inc., Class A	6 773	6 568	
61 354	JPMorgan Chase & Co.	3 613	3 769	
1 445 300	KeyCorp	21 211	22 093	
12 000	McGraw Hill Financial Inc.	1 073	1 063	
138 200	MetLife Inc.	7 719	8 188	
586 938	Morgan Stanley	19 348	20 241	
54 700	Prudential Financial Inc.	4 938	5 180	
591	SLM Corp.	15	5	
73 000	Travelers Cos. Inc.	7 439	7 323	
32 600	Vornado Realty Trust	3 757	3 711	
552 159	Wells Fargo & Company	29 925	30 948	
		157 569	160 598	15.4
Health Care				
76 195	AbbVie Inc.	4 383	4 585	
27 600	Becton Dickinson & Co.	3 494	3 482	
10 300	C.R. Bard Inc.	1 646	1 571	
143 531	Cardinal Health Inc.	9 982	10 495	
5 800	Cigna Corp.	561	569	
150 441	Eli Lilly & Co.	9 714	9 977	
94 700	Gilead Sciences Inc.	8 451	8 375	
39 037	Humana Inc.	5 310	5 317	
85 800	Johnson & Johnson	9 377	9 572	
50 995	McKesson Corp.	9 194	10 129	
24 500	Medtronic Inc.	1 608	1 667	
256 642	Merck & Co. Inc.	15 233	15 837	
563 093	Pfizer Inc.	17 847	17 827	
117 614	WellPoint Inc.	13 488	13 499	
		110 288	112 902	10.9
Industrials				
91 800	Boeing Co.	13 237	12 440	
236 756	Caterpillar Inc.	26 772	27 441	
197 500	Deere & Co.	19 502	19 073	
170 497	Delta Air Lines Inc.	7 084	7 042	
17 400	Dun & Bradstreet Corp.	2 013	2 045	
30 100	Fluor Corp.	2 456	2 469	
30 455	General Dynamics Corp.	3 690	3 786	
161 352	Lockheed Martin Corporation	28 593	27 656	
78 191	Northrop Grumman Corp.	10 228	9 978	
38 695	Raytheon Company	4 041	3 808	
600 865	Southwest Airlines	16 289	17 216	
28 820	Union Pacific Corp.	2 944	3 067	
61 100	Waste Management Inc.	2 902	2 914	
		139 751	138 935	13.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
499 559	Apple Inc.	\$ 47 056	\$ 49 521	
136 600	Cognizant Technology Solutions Corp., Class A	7 094	7 127	
215 303	Computer Sciences Corp.	14 134	14 515	
97 000	Electronic Arts Inc.	3 695	3 711	
109 964	Facebook Inc., Class A	7 008	7 893	
37 000	Fiserv Inc.	2 419	2 381	
129 158	Hewlett-Packard Co.	4 510	4 640	
180 957	Intuit Inc.	14 745	15 544	
151 972	MasterCard Inc.	12 307	11 910	
25 800	Micron Technology Inc.	786	907	
549 226	Microsoft Corp.	23 669	24 430	
17 600	Nvidia Corp.	356	348	
257 700	Oracle Corporation	11 676	11 141	
212 400	QUALCOMM Inc.	18 544	17 944	
20 300	Sandisk Corp.	2 106	2 261	
30 226	Seagate Technology	1 611	1 832	
240 100	Texas Instruments Inc.	11 983	12 240	
66 045	Western Digital Corp.	6 071	6 503	
1 144 316	Xerox Corp.	14 906	15 185	
16 500	Yahoo! Inc.	606	618	
		<u>205 282</u>	<u>210 651</u>	20.2
Materials				
26 000	Alcoa Inc.	374	413	
12 900	Ball Corp.	847	863	
201 497	Dow Chemical Company	11 021	11 057	
174 046	LyondellBasell Industries N.V.	18 038	18 126	
		<u>30 280</u>	<u>30 459</u>	2.9
Telecommunication Services				
287 069	AT&T Inc.	11 003	10 828	
304 000	CenturyTel Inc.	12 237	11 734	
450 400	Frontier Communications Corp.	2 907	2 806	
252 107	Verizon Communications Inc.	13 233	13 152	
106 800	Windstream Holdings Inc.	1 089	1 135	
		<u>40 469</u>	<u>39 655</u>	3.8
Utilities				
72 700	AGL Resources Inc.	4 174	4 266	
181 844	Ameren Corporation	7 942	7 927	
277 140	American Electric Power	15 854	16 483	
64 800	Centerpoint Energy Inc.	1 709	1 765	
96 571	Entergy Corp.	7 841	8 458	
381 878	Public Service Enterprise Group	15 774	16 616	
		<u>53 294</u>	<u>55 515</u>	5.3
TOTAL COMMON EQUITIES		<u>1 022 877</u>	<u>1 039 709</u>	99.9
SHORT-TERM INVESTMENTS*		<u>2 990</u>	<u>2 994</u>	0.3
TOTAL INVESTMENTS		<u>\$ 1 025 867</u>	<u>1 042 703</u>	100.2
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS			<u>(2 066)</u>	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS			<u>\$1 040 637</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on July 2, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 1 042 703	\$ 4 704
Cash	7	10
Subscriptions receivable	2 000	–
Dividends receivable, interest accrued and other assets	796	5
TOTAL ASSETS	1 045 506	4 719
LIABILITIES		
Due to investment dealers	4 850	–
Accounts payable and accrued expenses	19	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 869	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 040 637	\$ 4 719
Investments at cost	\$ 1 025 867	\$ 4 182
NAV, END OF PERIOD		
SERIES 0	\$ 1 040 637	\$ 4 719
NAV PER UNIT, END OF PERIOD		
SERIES 0	\$ 12.33	\$ 11.28

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 978	\$ –
Net realized gain (loss) on investments	1 611	–
Net gain (loss) on foreign currencies and other net assets	132	–
Change in unrealized gain (loss) on investments	16 314	–
TOTAL INCOME (LOSS)	21 035	–
EXPENSES (see notes – Fund Specific Information)		
Administration fees	26	–
Board of Governors costs	1	–
GST/HST	1	–
Transaction costs	93	–
Withholding tax	312	–
TOTAL EXPENSES	433	–
INCREASE (DECREASE) IN NAV	\$ 20 602	\$ –
INCREASE (DECREASE) IN NAV SERIES O	\$ 20 602	\$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 1.00	\$ –

* Fund launched June 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 20 602	\$ –
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 611)	–
Change in unrealized loss (gain) on investments	(16 314)	–
(Increase) decrease in accrued receivables	(2 791)	–
Increase (decrease) in accrued payables	4 869	3 925
Cost of investments purchased	(1 103 923)	(3 977)
Proceeds on sales of investments	83 849	–
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 015 319)	–
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 015 316	4 000
Cash paid on redemption of redeemable units	–	–
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 015 316	\$ 4 000
Net increase (decrease) in cash for the year	(3)	–
Cash (bank overdraft), beginning of period	10	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 7	\$ 4 000
Interest received	\$ 1	\$ –
Dividends received, net of withholding taxes	\$ 1 873	\$ –

* Fund launched June 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series 0	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 4 719	\$ —
INCREASE (DECREASE) IN NAV	20 602	—
Early redemption fees	—	—
Proceeds from redeemable units issued	1 015 316	4 000
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	—	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 015 316	4 000
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	1 035 918	4 000
NAV AT END OF PERIOD	\$ 1 040 637	\$ 4 000

* Fund launched June 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013
United States dollar	99.8	100.0
Total	99.8	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 12-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
S&P 500 Total Return Index (CAD)	+ or - 1.2	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 042 703	–	–	1 042 703
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 042 703	–	–	1 042 703
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 704	–	–	4 704
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 704	–	–	4 704
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
----------	-------



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series 0	418 445	418 445
Value of all units	5 158	4 719

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series 0	
Opening units	418
Issued number of units	84 006
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	84 424

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	93	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	18 777
Fair value of collateral received	19 152

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Balanced Portfolio	56 044	–
RBC Select Growth Portfolio	22 633	–
RBC Select Aggressive Growth Portfolio	5 303	–
Total	83 980	–

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013
Net assets	
Net assets as reported under Canadian GAAP	3 998
Revaluation of investments at FVTPL	2
Net assets attributable to holders of redeemable units	4 000

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	–
Revaluation of investments at FVTPL (see note 3 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	–



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE LOW VOLATILITY U.S. EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
1 288	Autozone Inc.	\$ 602	\$ 737	
40 676	Home Depot Inc.	3 269	3 513	
42 265	McDonald's Corp.	4 327	4 542	
34 061	TJX Companies Inc.	1 895	1 931	
		10 093	10 723	7.0
Consumer Staples				
4 898	Altria Group Inc.	198	219	
15 384	Archer Daniels Midland Co.	701	724	
22 938	Brown-Forman Corp., Class B	1 656	2 304	
61 579	Colgate-Palmolive Company	3 888	4 477	
26 897	Costco Wholesale Corp.	3 094	3 304	
11 969	CVS Corp.	724	962	
60 810	General Mills Inc.	3 061	3 407	
29 170	Hormel Foods Corp.	1 284	1 535	
1 600	J & J Snack Foods Corp.	103	161	
5 318	Kimberly-Clark Corp.	518	631	
6 598	Lancaster Colony Corp.	608	670	
13 580	Lorillard Inc.	818	883	
5 435	McCormick & Co. Inc.	392	415	
48 309	PepsiCo Inc.	4 123	4 603	
8 999	Philip Morris International Inc.	828	809	
2 124	Procter & Gamble Co.	182	178	
76 675	The Coca-Cola Co.	3 219	3 463	
34 757	The Hershey Co.	3 231	3 610	
56 910	Wal-Mart Stores, Inc.	4 666	4 555	
		33 294	36 910	24.1
Energy				
27 581	Chevron Corp.	3 551	3 840	
5 805	ConocoPhillips	461	531	
26 847	Exxon Mobil Corp.	2 911	2 882	
		6 923	7 253	4.7
Financials				
205	American Express Company	20	21	
30 442	American Financial Group Inc.	1 896	1 934	
2 427	Aspen Insurance Holdings Ltd.	102	118	
21 608	Berkshire Hathaway Inc., Class B	2 711	2 917	
30 796	Capstead Mortgage Corp. REIT	435	432	
6 839	Chubb Corp.	601	673	
2 342	Franklin Street Properties Corp. Real Estate Investment Trust	31	31	
1 503	Government Properties Income Trust Real Estate Investment Trust	41	41	
21 880	HCC Insurance Holdings Inc.	1 005	1 142	
16 038	Loews Corp.	766	753	
3 277	Marsh & McLennan Companies Inc.	181	181	
2 978	Torchmark Corp.	254	260	
78 664	U.S. Bancorp	2 993	3 634	
52 911	Wells Fargo & Company	2 422	2 966	
		13 458	15 103	9.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
9 345	Abbott Laboratories	\$ 363	\$ 408	
6 318	AmerisourceBergen Corp.	486	490	
26 979	Becton Dickinson & Co.	3 101	3 404	
11 078	Bristol-Myers Squibb Co.	513	573	
4 837	Cardinal Health Inc.	362	354	
10 410	Eli Lilly & Co.	680	690	
2 792	Gilead Sciences Inc.	185	247	
13 283	Henry Schein Inc.	1 489	1 681	
40 844	Johnson & Johnson	3 748	4 557	
4 652	Magellan Health Inc.	301	309	
8 257	Medtronic Inc.	489	562	
23 859	Merck & Co. Inc.	1 462	1 472	
2 203	Owens & Minor Inc. Holding Co.	85	80	
4 787	Patterson Co. Inc.	183	202	
113 749	Pfizer Inc.	3 430	3 601	
25 597	Stryker Corp.	1 846	2 302	
1 442	Techne Corp.	111	142	
24 700	Thermo Fisher Scientific Inc.	3 330	3 109	
2 937	WellPoint Inc.	301	337	
1 019	Zimmer Holdings Inc.	107	113	
		22 572	24 633	16.1
Industrials				
29 144	3M Co.	3 543	4 452	
1 780	Danaher Corp.	143	148	
15 266	Honeywell International Inc.	1 553	1 512	
1 189	Hubbell Inc., Class B	115	156	
3 597	Old Dominion Freight Line Inc.	245	244	
16 475	Rollins Inc.	434	527	
10 025	Stericycle Inc.	1 189	1 266	
		7 222	8 305	5.4
Information Technology				
22 536	Analog Devices Inc.	1 207	1 300	
21 794	Automatic Data Processing Inc.	1 652	1 843	
1 067	Benchmark Electronics Inc.	28	29	
23 383	Comtech Telecommunications Corp.	648	931	
12 412	Fiserv Inc.	658	799	
175	Intuit Inc.	15	15	
51 131	Jack Henry & Associates Inc.	2 664	3 240	
921	Mantech International Corp., Class A	30	29	
15 785	MasterCard Inc.	1 273	1 237	
7 978	QUALCOMM Inc.	688	674	
1 443	SynOpsys Inc.	61	60	
339	Tech Data Corp.	21	23	
498	Teletch Holdings Inc.	14	15	
2 940	Visa Inc., Class A	527	661	
		9 486	10 856	7.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
3 967	Bemis Co.	\$ 169	\$ 172	
1 539	International Flavors & Fragrances Inc.	171	171	
29 477	Newmont Mining Corporation	756	800	
16 395	Royal Gold Inc.	993	1 330	
28 290	Sigma-Aldrich Corp.	2 663	3 061	
8 823	Sonoco Products Company	406	412	
		<u>5 158</u>	<u>5 946</u>	3.9
Telecommunication Services				
38 689	AT&T Inc.	1 414	1 459	
13 906	Verizon Communications Inc.	730	725	
		<u>2 144</u>	<u>2 184</u>	1.4
Utilities				
16 816	Alliant Energy Corp.	872	1 092	
26 357	American States Water Co.	773	934	
14 577	Aqua America Inc.	382	408	
13 674	Cleco Corporation	695	860	
169	CMS Energy Corp.	5	6	
14 308	Consolidated Edison Inc.	865	881	
44 122	DTE Energy Company	3 082	3 666	
1 690	Duke Energy Corp.	126	134	
5 351	Entergy Corp.	387	469	
5 359	MDU Resources Group Inc.	143	201	
2 482	PPL Corporation	81	94	
21 392	Public Service Enterprise Group	870	931	
13 942	Questar Corp.	307	369	
47 186	SCANA Corp.	2 449	2 708	
34 850	Sempra Energy	3 739	3 892	
85 112	Southern Co.	3 866	4 119	
2 000	Southwest Gas Corp.	96	113	
11 255	The Laclede Group Inc.	504	583	
9 885	UGI Corp.	486	532	
50 509	Vectren Corp.	1 829	2 290	
80 912	Wisconsin Energy Corp.	3 505	4 050	
66 512	Xcel Energy Inc.	2 012	2 286	
		<u>27 074</u>	<u>30 618</u>	20.0
TOTAL UNITED STATES EQUITIES		<u>137 424</u>	<u>152 531</u>	99.6
SHORT-TERM INVESTMENTS*		<u>342</u>	<u>342</u>	0.2
TOTAL INVESTMENTS		<u>\$ 137 766</u>	<u>152 873</u>	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>270</u>	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 153 143</u>		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 152 873	\$ 113 731	\$ 4 693
Cash	4	1	58
Due from investment dealers	–	74	–
Subscriptions receivable	2 104	137	544
Dividends receivable, interest accrued and other assets	203	164	6
TOTAL ASSETS	155 184	114 107	5 301
LIABILITIES			
Due to investment dealers	1 853	336	531
Redemptions payable	87	221	–
Accounts payable and accrued expenses	101	62	1
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 041	619	532
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 153 143	\$ 113 488	\$ 4 769
Investments at cost	\$ 137 766	\$ 102 786	\$ 4 659
NAV, END OF PERIOD			
SERIES A	\$ 40 747	\$ 21 778	\$ 444
ADVISOR SERIES	\$ 5 456	\$ 5 142	\$ 26
SERIES H	\$ 5	\$ 1	\$ –
SERIES D	\$ 13 541	\$ 8 978	\$ 116
SERIES F	\$ 8 747	\$ 7 866	\$ 820
SERIES I	\$ 3 635	\$ 3 280	\$ –
SERIES O	\$ 81 012	\$ 66 443	\$ 3 363
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.01	\$ 13.16	\$ 10.13
ADVISOR SERIES	\$ 14.00	\$ 13.15	\$ 10.13
SERIES H	\$ 14.03	\$ 13.16	\$ –
SERIES D	\$ 14.15	\$ 13.24	\$ 10.14
SERIES F	\$ 14.13	\$ 13.20	\$ 10.14
SERIES I	\$ 14.25	\$ 13.31	\$ –
SERIES O	\$ 14.28	\$ 13.28	\$ 10.12

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 681	\$ 362
Other income (loss)	7	3
Securities lending revenue (see note 6 in the generic notes)	1	–
Net realized gain (loss) on investments	3 572	87
Net gain (loss) on foreign currencies and other net assets	28	24
Change in unrealized gain (loss) on investments	4 162	2 348
TOTAL INCOME (LOSS)	9 451	2 824
EXPENSES (see notes – Fund Specific Information)		
Management fees	431	72
Administration fees	38	2
Board of Governors costs	1	–
GST/HST	45	8
Transaction costs	13	7
Withholding tax	242	35
TOTAL EXPENSES	770	124
INCREASE (DECREASE) IN NAV	\$ 8 681	\$ 2 700
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 674	\$ 415
ADVISOR SERIES	\$ 331	\$ 155
SERIES H	\$ 2	\$ –
SERIES D	\$ 705	\$ 100
SERIES F	\$ 542	\$ 481
SERIES I	\$ 233	\$ –
SERIES O	\$ 5 194	\$ 1 549
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.80	\$ 1.23
ADVISOR SERIES	\$ 0.81	\$ 1.12
SERIES H	\$ 0.85	\$ –
SERIES D	\$ 0.87	\$ 1.35
SERIES F	\$ 0.89	\$ 1.48
SERIES I	\$ 0.90	\$ –
SERIES O	\$ 0.95	\$ 1.42

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 8 681	\$ 2 700
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 572)	(87)
Change in unrealized loss (gain) on investments	(4 162)	(2 348)
(Increase) decrease in accrued receivables	(1 932)	(3 304)
Increase (decrease) in accrued payables	1 422	3 103
Cost of investments purchased	(173 783)	(127 151)
Proceeds on sales of investments	142 375	71 471
NET CASH PROVIDED BY OPERATING ACTIVITIES	(30 971)	(55 616)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	53 188	58 895
Cash paid on redemption of redeemable units	(22 214)	(3 040)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 30 974	\$ 55 855
Net increase (decrease) in cash for the year	3	239
Cash (bank overdraft), beginning of period	1	58
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 297
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 1 407	\$ 327

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 21 778	\$ 444	\$ 5 142	\$ 26	\$ 1	\$ -	\$ 8 978	\$ 116
INCREASE (DECREASE) IN NAV	1 674	415	331	155	2	-	705	100
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	20 472	9 552	602	3 817	47	-	5 341	2 924
Reinvestments of distributions to holders of redeemable units	-	-	-	-	-	-	-	-
Redemption of redeemable units	(3 177)	(812)	(619)	(362)	(45)	-	(1 483)	(780)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	17 295	8 740	(17)	3 455	2	-	3 858	2 144
Distributions from net income	-	-	-	-	-	-	-	-
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN NAV	18 969	9 155	314	3 610	4	-	4 563	2 244
NAV AT END OF PERIOD	\$ 40 747	\$ 9 599	\$ 5 456	\$ 3 636	\$ 5	\$ -	\$ 13 541	\$ 2 360

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 866	\$ 820	\$ 3 280	\$ -	\$ 66 443	\$ 3 363	\$ 113 488	\$ 4 769
INCREASE (DECREASE) IN NAV	542	481	233	-	5 194	1 549	8 681	2 700
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	1 035	8 264	122	-	25 569	34 338	53 188	58 895
Reinvestments of distributions to holders of redeemable units	-	1	-	-	-	-	-	1
Redemption of redeemable units	(696)	(228)	-	-	(16 194)	(858)	(22 214)	(3 040)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	339	8 037	122	-	9 375	33 480	30 974	55 856
Distributions from net income	-	(1)	-	-	-	-	-	(1)
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	(1)	-	-	-	-	-	(1)
NET INCREASE (DECREASE) IN NAV	881	8 517	355	-	14 569	35 029	39 655	58 555
NAV AT END OF PERIOD	\$ 8 747	\$ 9 337	\$ 3 635	\$ -	\$ 81 012	\$ 38 392	\$ 153 143	\$ 63 324

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	98.7	100.0	88.7
Total	98.7	100.0	88.7

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 19-month (December 31, 2013 – 13-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
S&P 500 Total Return Index (CAD)	+ or - 0.9	+ or - 1.0

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	152 531	–	–	152 531
Mutual fund units	–	–	–	–
Fixed-income	–	–	–	–
and debt securities	–	–	–	–
Short-term investments	–	342	–	342
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	152 531	342	–	152 873
% of total portfolio	99.8	0.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	113 215	–	–	113 215
Mutual fund units	–	–	–	–
Fixed-income	–	–	–	–
and debt securities	–	–	–	–
Short-term investments	–	516	–	516
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	113 215	516	–	113 731
% of total portfolio	99.5	0.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	4 693	–	–	4 693
Mutual fund units	–	–	–	–
Fixed-income	–	–	–	–
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 693	–	–	4 693
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	101	101
Advisor Series	101	101
Series H	82	82
Series D	101	101
Series F	102	102
Series I	81	81
Series O	–	305 695
Value of all units	8	4 068

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	1 655	44
Issued number of units	1 483	819
Reinvested number of units	–	–
Redeemed number of units	(229)	(69)
Ending number of units	2 909	794
Advisor Series		
Opening units	391	3
Issued number of units	44	331
Reinvested number of units	–	–
Redeemed number of units	(45)	(33)
Ending number of units	390	301
Series H		
Opening units	–	–
Issued number of units	3	–
Reinvested number of units	–	–
Redeemed number of units	(3)	–
Ending number of units	–	–
Series D		
Opening units	678	11
Issued number of units	386	251
Reinvested number of units	–	–
Redeemed number of units	(107)	(68)
Ending number of units	957	194
Series F		
Opening units	596	81
Issued number of units	74	705
Reinvested number of units	–	–
Redeemed number of units	(51)	(19)
Ending number of units	619	767
Series I		
Opening units	247	–
Issued number of units	8	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	255	–
Series O		
Opening units	5 003	332
Issued number of units	1 833	2 887
Reinvested number of units	–	–
Redeemed number of units	(1 162)	(72)
Ending number of units	5 674	3 147

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	13	100	7	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 776	–
Fair value of collateral received	1 811	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	63 313	4 769
Revaluation of investments at FVTPL	11	–
Net assets attributable to holders of redeemable units	63 324	4 769

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	2 689
Revaluation of investments at FVTPL (see note 3 in the generic notes)	11
Increase (decrease) in net assets attributable to holders of redeemable units	2 700

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. EQUITY VALUE FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
2 987	Comcast Corp., Class A	\$ 170	\$ 171	
5 029	D.R. Horton Inc.	128	132	
1 778	Dollar Tree Inc.	104	103	
6 983	Ford Motor Company	129	128	
3 605	H&R Block, Inc.	120	129	
1 157	Harley-Davidson Inc.	87	86	
6 191	Interpublic Group of Companies Inc.	127	129	
1 565	Las Vegas Sands Corp.	134	127	
2 788	Leggett & Platt Inc.	100	102	
3 000	Lennar Corp.	134	134	
2 544	Lowe's Companies	135	130	
1 378	Macy's Inc.	89	85	
1 562	Nike Inc.	132	129	
1 184	Nordstrom Inc.	83	86	
6 000	Pulte Corp.	130	129	
1 486	Scripps Networks Interactive Inc.	127	129	
1 896	The Walt Disney Company	171	173	
1 730	Time Warner Inc.	132	130	
1 924	V.F. Corporation	132	129	
1 406	Viacom Inc.	134	130	
1 469	Yum! Brands, Inc.	123	127	
		2 621	2 618	15.3
Consumer Staples				
1 602	Archer Daniels Midland Co.	76	75	
2 518	Avon Products Inc.	41	39	
1 143	CVS Corp.	94	92	
975	Estée Lauder Companies Inc., Class A	76	77	
1 239	Kraft Foods Group Inc.	77	79	
1 221	Lorillard Inc.	73	79	
2 012	Mondelez International Inc.	77	81	
2 259	PepsiCo Inc.	210	215	
1 926	Procter & Gamble Co.	170	161	
1 963	Sysco Corp.	79	78	
1 555	The Kroger Co.	77	82	
907	Wal-Mart Stores, Inc.	77	73	
		1 127	1 131	6.6
Energy				
1 101	Anadarko Petroleum Corp.	110	129	
1 643	Baker Hughes Inc.	120	130	
1 167	Chevron Corp.	155	162	
1 397	ConocoPhillips	111	129	
1 527	Devon Energy Corporation	123	130	
2 334	Exxon Mobil Corp.	254	251	
1 727	Halliburton Co.	116	131	
1 483	National Oilwell Varco Inc.	126	130	
2 751	Newfield Exploration Company	96	130	
526	Pioneer Natural Resources Co.	126	129	
1 655	Schlumberger Ltd.	183	208	
		1 520	1 659	9.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
1 273	American Express Company	\$ 127	\$ 129	
1 460	American International Group Inc.	81	85	
927	Ameriprise Financial Inc.	115	119	
9 554	Bank of America Corp.	178	157	
1 638	Berkshire Hathaway Inc., Class B	226	221	
381	BlackRock Inc.	131	130	
937	Capital One Financial Corp.	79	83	
2 694	Citigroup Inc.	144	135	
1 594	Comerica Inc.	87	85	
3 729	E*TRADE Financial Corp.	85	85	
3 419	General Growth Properties Inc.	84	86	
3 649	Host Marriott Corp.	83	86	
3 218	Invesco Ltd.	129	130	
4 883	JPMorgan Chase & Co.	316	300	
2 511	Morgan Stanley	87	87	
1 354	PNC Bank Corp.	128	129	
1 347	Prudential Financial Inc.	126	128	
1 775	State Street Corp.	131	127	
2 106	The Nasdaq Stock Market Inc.	86	87	
4 406	Wells Fargo & Company	242	247	
3 755	Weyerhaeuser Company Ltd.	124	133	
		2 789	2 769	16.1
Health Care				
2 125	AbbVie Inc.	125	128	
1 463	Aetna Inc.	123	127	
2 077	Agilent Technologies Inc.	134	127	
1 651	AmerisourceBergen Corp.	126	128	
1 007	Amgen Inc.	134	127	
1 003	Becton Dickinson & Co.	128	127	
1 314	Cigna Corp.	118	129	
1 316	Covidien Plc.	103	127	
1 677	DaVita HealthCare Partners Inc.	128	129	
1 515	Johnson & Johnson	160	169	
1 857	Medtronic Inc.	123	126	
2 736	Merck & Co. Inc.	170	169	
5 412	Pfizer Inc.	187	171	
1 700	St. Jude Medical Inc.	123	126	
1 586	UnitedHealth Group Incorporated	139	138	
1 110	WellPoint Inc.	124	127	
		2 145	2 175	12.7

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
939	Boeing Co.	\$ 137	\$ 127	
3 918	CSX Corp.	126	129	
1 560	Eaton Corp Plc.	130	128	
1 290	Honeywell International Inc.	131	128	
1 365	Illinois Tool Works Inc.	128	127	
1 500	Jacobs Engineering Group Inc.	100	85	
1 181	Norfolk Southern Corp.	127	130	
1 897	Paccar Inc.	136	127	
475	Precision Castparts Corp.	135	128	
3 183	Republic Services Inc.	123	129	
963	Rockwell Automation Inc.	130	129	
1 379	Ryder System Inc.	123	130	
2 632	Tyco International Ltd.	126	128	
1 272	Union Pacific Corp.	134	135	
1 170	United Parcel Service Inc.	131	128	
1 037	United Technologies Corp.	131	128	
		2 048	2 016	11.7
Information Technology				
5 727	Apple Inc.	512	568	
4 470	Cisco Systems Inc.	114	118	
998	eBay Inc.	63	53	
493	Google Inc., Class A	407	307	
228	Google Inc., Class C	140	140	
2 512	Hewlett-Packard Co.	91	90	
5 440	Intel Corp.	161	179	
862	International Business Machines	178	167	
4 949	Jabil Circuit Inc.	99	110	
4 397	Juniper Networks Inc.	121	115	
1 204	Lam Research Corp.	81	87	
1 100	MasterCard Inc.	89	86	
1 023	Micron Technology Inc.	30	36	
6 908	Microsoft Corp.	305	307	
2 984	Oracle Corporation	133	129	
1 039	QUALCOMM Inc.	90	88	
1 972	Seagate Technology	116	120	
2 994	Technology Select Sector SPDR Fund	120	123	
1 552	Texas Instruments Inc.	79	79	
4 488	The Western Union Co.	81	83	
		3 010	2 985	17.4
Materials				
2 110	Dow Chemical Company	116	116	
1 074	Du Pont (E.I.) de Nemours and Company	80	75	
2 229	Freeport-McMoRan Copper & Gold Inc.	86	87	
1 453	Nucor Corp.	82	76	
2 303	The Mosaic Co.	125	121	
		489	475	2.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
1 398	Consolidated Edison Inc.	\$ 86	\$ 86	
5 386	Utilities Select Sector SPDR Fund	245	254	
		331	340	2.0
TOTAL COMMON EQUITIES				
		16 080	16 168	94.3
SHORT-TERM INVESTMENTS*				
2 896	Bank of Nova Scotia	3 085	3 089	
TOTAL SHORT-TERM INVESTMENTS				
		3 085	3 089	18.0
TOTAL INVESTMENTS				
		\$ 19 165	19 257	112.3
DUE TO INVESTMENT DEALERS				
			(2 219)	(12.9)
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			110	0.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 17 148	100.0	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at a rate of 0.10% and mature on July 2, 2014.



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 19 257
Cash	3
Due from investment dealers	107
Subscriptions receivable	8
Dividends receivable, interest accrued and other assets	10
TOTAL ASSETS	19 385
LIABILITIES	
Due to investment dealers	2 219
Redemptions payable	2
Accounts payable and accrued expenses	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 237
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 17 148
Investments at cost	\$ 19 165
NAV, END OF PERIOD	
SERIES A	\$ 5 185
ADVISOR SERIES	\$ 2 433
SERIES H	\$ 597
SERIES D	\$ 518
SERIES F	\$ 706
SERIES I	\$ 1 727
SERIES O	\$ 5 982
NAV PER UNIT, END OF PERIOD	
SERIES A	\$ 9.93
ADVISOR SERIES	\$ 9.93
SERIES H	\$ 9.94
SERIES D	\$ 9.96
SERIES F	\$ 9.97
SERIES I	\$ 9.97
SERIES O	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 168
Net realized gain (loss) on investments	(189)
Net gain (loss) on foreign currencies and other net assets	2
Change in unrealized gain (loss) on investments	92
TOTAL INCOME (LOSS)	73
EXPENSES (see notes – Fund Specific Information)	
Management fees	28
Administration fees	1
Board of Governors costs	1
GST/HST	4
Transaction costs	12
Withholding tax	8
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	53
INCREASE (DECREASE) IN NAV	\$ 20
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 25
ADVISOR SERIES	\$ 2
SERIES H	\$ 3
SERIES D	\$ 4
SERIES F	\$ 2
SERIES I	\$ (4)
SERIES O	\$ (12)
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ (0.03)
ADVISOR SERIES	\$ (0.03)
SERIES H	\$ (0.01)
SERIES D	\$ 0.01
SERIES F	\$ 0.02
SERIES I	\$ 0.01
SERIES O	\$ 0.05

* Fund launched March 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 20
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	189
Change in unrealized loss (gain) on investments	(92)
(Increase) decrease in accrued receivables	(125)
Increase (decrease) in accrued payables	2 237
Cost of investments purchased	(128 804)
Proceeds on sales of investments	109 450
NET CASH PROVIDED BY OPERATING ACTIVITIES	(17 125)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	17 276
Cash paid on redemption of redeemable units	(148)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 17 128
Net increase (decrease) in cash for the year	3
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3
Interest received	\$ –
Dividends received, net of withholding taxes	\$ 150

* Fund launched March 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	25	2	3	4
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	5 256	2 432	594	565
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(96)	(1)	—	(51)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 160	2 431	594	514
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	5 185	2 433	597	518
NAV AT END OF PERIOD	\$ 5 185	\$ 2 433	\$ 597	\$ 518

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	2	(4)	(12)	20
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	704	1 731	5 994	17 276
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	—	(148)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	704	1 731	5 994	17 128
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	706	1 727	5 982	17 148
NAV AT END OF PERIOD	\$ 706	\$ 1 727	\$ 5 982	\$ 17 148

* Fund launched March 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies that are attractively valued relative to their peers, their own history and the broader stock market while offering long-term opportunities for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	June 30 2014
Currency	
United States dollar	100.0
Total	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	19 257	–	–	19 257
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	19 257	–	–	19 257
% of total portfolio	100.0	–	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	100
Series O	598 359
Value of all units	5 988



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series A

Opening units	–
Issued number of units	532
Reinvested number of units	–
Redeemed number of units	(10)
Ending number of units	522

Advisor Series

Opening units	–
Issued number of units	245
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	245

Series H

Opening units	–
Issued number of units	60
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	60

Series D

Opening units	–
Issued number of units	57
Reinvested number of units	–
Redeemed number of units	(5)
Ending number of units	52

Series F

Opening units	–
Issued number of units	71
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	71

Series I

Opening units	–
Issued number of units	173
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	173

Series O

Opening units	–
Issued number of units	598
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	598

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	12	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	148
Fair value of collateral received	151

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. INDEX FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
7 217	Amazon.com, Inc.	\$ 1 581	\$ 2 500	
1 265	AutoNation Inc.	54	80	
643	Autozone Inc.	218	368	
4 068	Bed Bath & Beyond Inc.	223	249	
5 436	Best Buy Co. Inc.	162	180	
4 255	Borg-Warner Automotive Inc.	163	296	
3 905	Cablevision Systems Corp.	98	74	
4 147	CarMax Inc.	139	230	
8 434	Carnival Corp.	345	339	
10 488	CBS Corp.	405	695	
594	Chipotle Mexican Grill Inc., Class A	220	375	
5 146	Coach Inc.	254	188	
49 910	Comcast Corp., Class A	1 721	2 858	
5 479	D.R. Horton Inc.	135	144	
2 386	Darden Restaurants Inc.	108	118	
5 522	Delphi Automotive Plc.	240	405	
9 211	DIRECTV, LLC	392	835	
4 256	Discovery Communications Inc.	239	337	
5 871	Dollar General Corp.	305	359	
3 926	Dollar Tree Inc.	178	228	
2 003	Expedia Inc.	111	168	
1 903	Family Dollar Stores	104	134	
75 637	Ford Motor Company	1 143	1 391	
917	Fossil Group Inc.	111	102	
2 173	GameStop Corp., Class A	99	94	
4 289	Gannett Co. Inc.	148	143	
5 420	Gap Inc.	196	240	
2 351	Garmin Ltd.	99	153	
25 287	General Motors Co.	962	979	
2 873	Genuine Parts Co.	178	269	
5 231	Goodyear Tire & Rubber Co.	123	155	
88	Graham Holdings Co.	54	67	
5 564	H&R Block, Inc.	143	199	
4 422	Harley-Davidson Inc.	250	329	
1 250	Harman International Industries Inc.	78	143	
2 157	Hasbro Inc.	96	122	
26 369	Home Depot Inc.	1 592	2 277	
8 110	Interpublic Group of Companies Inc.	198	169	
12 726	Johnson Controls Inc.	418	678	
3 812	Kohls Corp.	220	214	
4 587	L Brands Inc.	190	287	
2 488	Leggett & Platt Inc.	74	91	
3 174	Lennar Corp.	122	142	
19 209	Lowe's Companies	640	984	
6 952	Macy's Inc.	261	430	
4 318	Marriott International Inc., Class A	164	295	
6 701	Mattel Inc.	243	279	
18 963	McDonald's Corp.	1 558	2 038	
3 431	Michael Kors Holdings Ltd.	298	324	
1 175	Mohawk Industries Inc.	178	173	
1 156	NetFlix Inc.	258	543	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Discretionary (cont.)				
5 213	Newell Rubbermaid Inc.	\$ 150	\$ 172	
9 549	News Corp.	113	183	
14 216	Nike Inc.	692	1 176	
2 687	Nordstrom Inc.	122	195	
4 926	Omnicom Group	284	374	
2 124	O'Reilly Automotive Inc.	179	341	
1 860	PetSmart, Inc.	127	119	
6 655	Pulte Corp.	109	143	
1 566	PVH Corp.	194	195	
1 085	Ralph Lauren Corp.	147	186	
4 069	Ross Stores Inc.	196	287	
2 040	Scripps Networks Interactive Inc.	124	177	
13 033	Staples Inc.	223	150	
14 584	Starbucks Corp.	676	1 204	
3 707	Starwood Hotels & Resorts Worldwide Inc.	241	320	
12 265	Target Corporation	713	758	
31 133	The Walt Disney Company	1 580	2 847	
995	The Priceline Group Inc.	665	1 277	
2 076	Tiffany and Co.	139	222	
5 299	Time Warner Cable Inc.	393	833	
17 060	Time Warner Inc.	1 449	1 278	
13 593	TJX Companies Inc.	460	771	
2 700	Tractor Supply Co.	214	174	
2 096	TripAdvisor Inc.	99	243	
37 126	Twenty-First Century Fox Inc.	825	1 392	
3 000	Under Armour Inc., Class A	161	190	
1 938	Urban Outfitters Inc.	66	70	
6 895	V.F. Corporation	252	463	
7 623	Viacom Inc.	433	705	
1 451	Whirlpool Corp.	148	215	
2 422	Wyndham Worldwide Corp.	115	196	
1 566	Wynn Resorts Ltd.	188	347	
8 566	Yum! Brands, Inc.	451	742	
		29 417	42 415	11.8
Consumer Staples				
38 229	Altria Group Inc.	947	1 710	
12 854	Archer Daniels Midland Co.	414	605	
8 759	Avon Products Inc.	202	137	
3 133	Brown-Forman Corp., Class B	175	315	
3 411	Campbell Soup Company	148	167	
2 516	Clorox Company	194	245	
4 521	Coca-Cola Enterprises Inc.	141	230	
16 732	Colgate-Palmolive Company	829	1 216	
8 433	Conagra Inc.	279	267	
3 160	Constellation Brands Inc.	136	297	
8 437	Costco Wholesale Corp.	764	1 036	
22 556	CVS Corp.	1 048	1 813	
3 796	Dr Pepper Snapple Group Inc.	146	237	
4 907	Estée Lauder Companies Inc., Class A	259	389	
11 909	General Mills Inc.	490	667	
2 559	Hormel Foods Corp.	83	135	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
4 848	Kellogg Co.	\$ 274	\$ 340	
2 400	Keurig Green Mountain Inc.	301	319	
7 221	Kimberly-Clark Corp.	615	857	
11 595	Kraft Foods Group Inc.	491	741	
6 982	Lorillard Inc.	252	454	
2 479	McCormick & Co. Inc.	140	189	
4 004	Mead Johnson Nutrition Co., Class A	309	398	
2 970	Molson Coors Brewing Co., Class B	148	235	
32 612	Mondelez International Inc.	810	1 308	
2 559	Monster Beverage Corp.	167	194	
29 163	PepsiCo Inc.	2 099	2 779	
30 339	Philip Morris International Inc.	2 227	2 728	
52 154	Procter & Gamble Co.	3 812	4 371	
5 952	Reynolds American Inc.	230	383	
4 321	Safeway Inc.	171	158	
11 190	Sysco Corp.	356	447	
72 678	The Coca-Cola Co.	2 725	3 282	
2 865	The Hershey Co.	197	298	
2 071	The J.M. Smucker Company	162	235	
10 135	The Kroger Co.	339	534	
5 176	Tyson Foods Inc.	118	207	
16 933	Walgreen Co.	793	1 339	
31 021	Wal-Mart Stores, Inc.	2 163	2 483	
7 066	Whole Foods Market Inc.	285	291	
		25 439	34 036	9.4
Energy				
9 702	Anadarko Petroleum Corp.	689	1 133	
7 486	Apache Corp.	625	803	
8 408	Baker Hughes Inc.	438	668	
8 130	Cabot Oil & Gas Corp.	194	296	
4 408	Cameron International	234	318	
9 714	Chesapeake Energy Corp.	287	322	
36 710	Chevron Corp.	3 741	5 111	
1 700	Cimarex Energy Co.	258	259	
23 660	ConocoPhillips	1 314	2 163	
4 696	Consol Energy Inc.	196	231	
6 781	Denbury Resources Inc.	124	134	
7 371	Devon Energy Corporation	441	624	
1 200	Diamond Offshore Drilling	92	64	
4 729	Enscoc Plc., Class A	270	280	
10 458	EOG Resources Inc.	605	1 303	
2 842	EQT Corp.	170	324	
82 954	Exxon Mobil Corp.	6 898	8 904	
4 473	FMC Technologies Inc.	188	291	
16 335	Halliburton Co.	636	1 237	
2 043	Helmerich & Payne	123	253	
5 378	Hess Corp.	344	567	
12 999	Kinder Morgan Inc.	461	503	
13 324	Marathon Oil Corp.	376	567	
5 604	Marathon Petroleum Corp.	271	467	
3 256	Murphy Oil Corp.	212	231	
4 736	Nabors Industries Ltd.	112	148	
8 161	National Oilwell Varco Inc.	542	717	
2 922	Newfield Exploration Company	134	138	
5 155	Noble Corporation plc	195	185	
6 929	Noble Energy Inc.	355	573	
15 263	Occidental Petroleum Corp.	1 157	1 670	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
4 206	Oneok Inc.	\$ 160	\$ 305	
5 192	Peabody Energy Corp.	185	91	
11 184	Phillips 66 Company	488	959	
2 750	Pioneer Natural Resources Co.	350	674	
3 620	QEP Resources Inc.	120	133	
3 141	Range Resources Corp.	213	291	
2 375	Rowan Cos Plc.	82	81	
24 997	Schlumberger Ltd.	1 861	3 145	
6 917	Southwestern Energy Co.	280	336	
12 778	Spectra Energy Corp.	405	579	
2 511	Tesoro Petroleum Corp.	109	157	
6 513	Transocean Ltd.	330	313	
10 270	Valero Energy Corp.	330	549	
14 258	Williams Companies Inc.	513	885	
		27 108	38 982	10.8
Financials				
6 462	ACE Ltd.	480	715	
1 100	Affiliated Managers Group Inc.	241	239	
8 788	Aflac Inc.	461	584	
8 569	Allstate Corp.	392	537	
17 511	American Express Company	1 063	1 772	
28 005	American International Group Inc.	2 059	1 630	
7 537	American Tower Corp. Real Estate Investment Trust	487	723	
3 677	Ameriprise Financial Inc.	225	471	
5 884	Aon Plc.	330	565	
2 825	Apartment Investment & Management Co.	94	97	
1 284	Assurant Inc.	66	90	
2 354	AvalonBay Communities Inc. Real Estate Investment Trust	313	357	
202 453	Bank of America Corp.	3 380	3 319	
22 000	Bank of New York Mellon Corp.	810	879	
13 677	BB&T Corporation	482	575	
34 618	Berkshire Hathaway Inc., Class B	3 302	4 673	
2 389	BlackRock Inc.	542	814	
3 037	Boston Properties Inc.	324	383	
11 055	Capital One Financial Corp.	668	974	
5 688	CBRE Group Inc.	129	194	
4 630	Chubb Corp.	319	455	
2 830	Cincinnati Financial Corp.	124	145	
58 514	Citigroup Inc.	3 712	2 940	
6 079	CME Group Inc., Class A	431	460	
3 513	Comerica Inc.	173	188	
6 314	Crown Castle International Corp.	415	500	
8 931	Discover Financial Services	300	590	
5 458	E*TRADE Financial Corp.	107	124	
6 366	Equity Residential Properties Trust	342	428	
1 200	Essex Property Trust Inc.	230	237	
16 393	Fifth Third Bancorp	375	373	
7 713	Franklin Resources Inc.	326	476	
9 900	General Growth Properties Inc.	225	249	
9 445	Genworth Financial Inc., Class A	158	175	
8 564	Hartford Financial Services Inc.	314	327	
8 714	HCP Inc. Real Estate Investment Trust	361	384	
5 750	Health Care Real Estate Investment Trust Inc.	344	384	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
14 468	Host Marriott Corp.	\$ 276	\$ 340	
8 709	Hudson City Bancorp Inc.	101	91	
15 527	Huntington Bancshares	141	158	
2 228	Intercontinental Exchange, Inc.	389	449	
8 139	Invesco Ltd.	224	328	
72 843	JPMorgan Chase & Co.	3 633	4 474	
16 586	KeyCorp	215	254	
7 724	Kimco Realty Corp.	182	189	
2 226	Legg Mason Inc.	128	122	
5 929	Leucadia National Corp.	182	166	
5 084	Lincoln National Corp.	220	279	
5 693	Loews Corp.	231	267	
2 506	M&T Bank Corp.	257	332	
10 439	Marsh & McLennan Companies Inc.	462	577	
5 169	McGraw Hill Financial Inc.	268	458	
21 634	MetLife Inc.	960	1 282	
3 565	Moody's Corp.	160	333	
26 927	Morgan Stanley	875	929	
8 565	Navient Corp.	155	162	
4 324	Northern Trust Corp.	253	296	
5 400	People's United Financial Inc.	89	87	
3 389	Plum Creek Timber Company Inc.	159	163	
10 332	PNC Bank Corp.	715	981	
5 249	Principal Financial Group Inc.	201	283	
9 481	ProLogis Inc. Trust	360	416	
8 798	Prudential Financial Inc.	554	833	
2 746	Public Storage Inc. Real Estate Investment Trust	351	502	
28 493	Regions Financial Corp.	340	323	
6 053	Simon Property Group Inc.	792	1 074	
8 194	State Street Corp.	463	588	
10 246	Suntrust Banks Inc.	404	438	
4 962	T. Rowe Price Group Inc.	305	447	
22 785	The Charles Schwab Corporation	499	655	
8 110	The Goldman Sachs Group Inc.	1 191	1 449	
2 900	The Macerich Company	199	206	
2 200	The Nasdaq Stock Market Inc.	66	91	
10 680	The Progressive Corp.	234	289	
1 595	Torchmark Corp.	76	139	
6 675	Travelers Cos. Inc.	443	670	
34 794	U.S. Bancorp	1 165	1 607	
4 965	UnumProvident Corp.	165	184	
5 808	Ventas Inc. Real Estate Investment Trust	336	397	
3 274	Vornado Realty Trust	292	373	
92 358	Wells Fargo & Company	3 342	5 177	
11 126	Weyerhaeuser Company Ltd.	342	393	
5 536	XL Group Plc.	202	193	
3 499	Zions Bancorporation	112	110	
		46 813	57 580	16.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
29 558	Abbott Laboratories	\$ 996	\$ 1 289	
30 647	AbbVie Inc.	1 104	1 844	
3 352	Actavis Plc.	368	794	
6 977	Aetna Inc.	309	603	
6 293	Agilent Technologies Inc.	346	385	
3 790	Alexion Pharmaceuticals Inc.	400	632	
5 712	Allergan Inc.	481	1 030	
4 585	AmerisourceBergen Corp.	192	355	
14 615	Amgen Inc.	1 247	1 845	
10 347	Baxter International Inc.	635	798	
3 792	Becton Dickinson & Co.	322	478	
4 529	Biogen Idec Inc.	662	1 523	
25 367	Boston Scientific Corp.	298	346	
31 938	Bristol-Myers Squibb Co.	1 471	1 653	
1 471	C.R. Bard Inc.	137	224	
6 603	Cardinal Health Inc.	376	483	
3 923	CareFusion Corporation	114	186	
15 542	Celgene Corp.	710	1 424	
5 552	Cerner Corp.	211	305	
5 379	Cigna Corp.	304	528	
8 596	Covidien Plc.	492	827	
3 307	DaVita HealthCare Partners Inc.	153	255	
2 707	Dentsply International Inc.	111	137	
1 966	Edwards Lifesciences Corp.	166	180	
18 881	Eli Lilly & Co.	1 167	1 252	
14 944	Express Scripts Holding Co.	777	1 105	
4 724	Forest Laboratories Inc.	230	501	
29 591	Gilead Sciences Inc.	1 124	2 617	
3 167	Hospira Inc.	126	174	
2 947	Humana Inc.	211	401	
728	Intuitive Surgical Inc.	307	320	
54 578	Johnson & Johnson	4 214	6 089	
1 685	Laboratory Corp. of America Holdings	137	184	
4 484	McKesson Corp.	441	891	
19 167	Medtronic Inc.	984	1 304	
56 623	Merck & Co. Inc.	2 883	3 494	
7 214	Mylan Laboratories Inc.	221	397	
1 784	Patterson Co. Inc.	75	75	
2 292	PerkinElmer Inc.	82	115	
2 599	Perrigo Company Plc.	341	404	
122 845	Pfizer Inc.	3 707	3 889	
2 903	Quest Diagnostics Inc.	162	182	
1 516	Regeneron Pharmaceutical	361	457	
5 397	St. Jude Medical Inc.	229	399	
5 694	Stryker Corp.	344	512	
2 056	Tenet Healthcare Corp.	152	103	
7 720	Thermo Fisher Scientific Inc.	594	972	
18 951	UnitedHealth Group Incorporated	928	1 652	
2 059	Varian Medical Systems Inc.	142	183	
4 472	Vertex Pharmaceuticals Inc.	352	452	
1 623	Waters Corp.	140	181	
5 399	WellPoint Inc.	362	620	
3 312	Zimmer Holdings Inc.	238	367	
9 451	Zoetis Inc.	306	325	
		32 942	47 741	13.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
12 016	3M Co.	\$ 1 166	\$ 1 836	
1 734	Allegion Plc.	82	105	
4 689	Ametek Inc.	228	261	
13 106	Boeing Co.	1 126	1 776	
2 837	C.H. Robinson Worldwide Inc.	177	193	
12 195	Caterpillar Inc.	999	1 413	
1 959	Cintas Corp.	91	133	
19 565	CSX Corp.	398	643	
3 403	Cummins Engine Inc.	317	560	
11 627	Danaher Corp.	628	976	
7 123	Deere & Co.	507	688	
16 084	Delta Air Lines Inc.	396	664	
3 193	Dover Corp.	211	310	
	Dun & Bradstreet Corp.	79	97	
9 078	Eaton Corp Plc.	496	747	
13 533	Emerson Electric Co.	731	958	
2 240	Equifax Inc.	119	173	
3 916	Expeditors International of Washington, Inc.	171	184	
5 257	Fastenal Co.	203	278	
5 478	FedEx Corporation	521	884	
2 620	Flowserve Corp.	117	208	
3 009	Fluor Corp.	176	247	
6 209	General Dynamics Corp.	442	772	
192 840	General Electric Company	5 571	5 406	
1 145	Grainger (W.W.) Inc.	202	311	
15 065	Honeywell International Inc.	1 037	1 493	
7 325	Illinois Tool Works Inc.	438	684	
5 026	Ingersoll-Rand Plc., Class A	246	335	
3 332	Iron Mountain Inc.	103	126	
2 581	Jacobs Engineering Group Inc.	158	147	
1 886	Joy Global Inc.	139	124	
2 199	Kansas City Southern Industries Inc.	253	252	
1 672	L-3 Communications Holdings Inc.	149	215	
5 152	Lockheed Martin Corporation	497	883	
6 806	Masco Corp.	153	161	
5 764	Nielsen N.V.	238	298	
5 955	Norfolk Southern Corp.	385	654	
4 140	Northrop Grumman Corp.	310	528	
6 813	Paccar Inc.	305	457	
2 021	Pall Corporation	119	184	
2 809	Parker Hannifin Corp.	225	377	
3 844	Pentair Plc.	202	296	
4 198	Pitney Bowes Inc.	131	124	
2 839	Precision Castparts Corp.	509	764	
3 983	Quanta Services Inc.	110	147	
5 993	Raytheon Company	375	590	
5 555	Republic Services Inc.	173	225	
2 605	Robert Half International Inc.	98	133	
2 647	Rockwell Automation Inc.	215	353	
2 526	Rockwell Collins Inc.	146	211	
1 914	Roper Industries Inc.	192	298	
1 132	Ryder System Inc.	67	106	
1 093	Snap-On Inc.	82	138	
13 417	Southwest Airlines	201	384	
2 999	Stanley Black & Decker Inc.	225	281	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
1 618	Stericycle Inc.	\$ 150	\$ 204	
5 219	Textron Inc.	179	213	
3 601	The ADT Corp.	146	134	
8 837	Tyco International Ltd.	355	430	
17 400	Union Pacific Corp.	937	1 851	
13 632	United Parcel Service Inc.	1 165	1 493	
16 259	United Technologies Corp.	1 349	2 002	
8 539	Waste Management Inc.	357	407	
3 622	Xylem Inc.	107	151	
		27 380	37 676	10.4
Information Technology				
12 168	Accenture Plc., Class A	834	1 049	
8 918	Adobe Systems Inc.	351	688	
3 422	Akamai Technologies Inc.	143	223	
1 038	Alliance Data Systems Corp.	285	311	
6 068	Altera Corp.	243	225	
3 051	Amphenol Corp., Class A	193	314	
6 100	Analog Devices Inc.	290	352	
116 240	Apple Inc.	6 161	11 523	
23 322	Applied Materials Inc.	449	561	
4 332	Autodesk Inc.	157	261	
9 207	Automatic Data Processing Inc.	578	779	
4 800	Avago Technologies Ltd.	350	369	
10 790	Broadcom Corp.	507	427	
6 033	CA Inc.	220	185	
98 730	Cisco Systems Inc.	2 641	2 617	
3 569	Citrix Systems Inc.	231	238	
11 620	Cognizant Technology Solutions Corp., Class A	396	606	
2 662	Computer Sciences Corp.	146	179	
26 215	Corning Inc.	535	614	
22 324	eBay Inc.	943	1 192	
6 106	Electronic Arts Inc.	175	234	
39 484	EMC Corp.	1 106	1 109	
1 408	F5 Networks Inc.	156	167	
33 140	Facebook Inc., Class A	1 993	2 379	
5 620	Fidelity National Information Services Inc.	217	328	
1 499	First Solar Inc.	112	114	
4 833	Fiserv Inc.	175	311	
2 978	Flir Systems Inc.	99	110	
5 437	Google Inc., Class A	3 989	3 391	
5 438	Google Inc., Class C	72	3 337	
2 089	Harris Corp.	109	169	
36 134	Hewlett-Packard Co.	1 265	1 298	
95 886	Intel Corp.	2 788	3 161	
18 343	International Business Machines	3 165	3 546	
5 417	Intuit Inc.	296	465	
3 924	Jabil Circuit Inc.	103	88	
9 235	Juniper Networks Inc.	219	242	
3 222	KLA-Tencor Corp.	177	250	
3 067	Lam Research Corp.	139	221	
4 533	Linear Technology Corp.	204	228	
19 504	MasterCard Inc.	869	1 529	
3 835	Microchip Technology Inc.	150	200	
20 309	Micron Technology Inc.	380	714	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
145 119	Microsoft Corp.	\$ 5 060	\$ 6 455	
4 414	Motorola Solutions Inc.	321	313	
6 337	NetApp Inc.	260	247	
11 294	Nvidia Corp.	196	223	
66 413	Oracle Corporation	2 011	2 871	
6 152	Paychex Inc.	234	273	
32 538	QUALCOMM Inc.	1 949	2 749	
3 464	Red Hat Inc.	150	204	
10 887	Salesforce.com Inc.	413	674	
4 307	Sandisk Corp.	235	480	
6 385	Seagate Technology	223	387	
13 399	Symantec Corp.	285	327	
7 908	TE Connectivity Ltd.	326	522	
3 276	Teradata Corp.	156	140	
20 790	Texas Instruments Inc.	854	1 060	
10 852	The Western Union Co.	210	201	
2 897	Total System Services Inc.	71	97	
2 409	Verisign Inc.	85	125	
9 701	Visa Inc., Class A	1 325	2 180	
4 032	Western Digital Corp.	192	397	
21 566	Xerox Corp.	300	286	
5 132	Xilinx Inc.	227	259	
18 226	Yahoo! Inc.	625	683	
		49 319	67 457	18.7
Materials				
4 052	Air Products & Chemicals Inc.	358	556	
1 251	Airgas Inc.	96	145	
23 264	Alcoa Inc.	380	370	
2 369	Allegheny Technologies Inc.	113	114	
1 955	Avery Dennison Corp.	102	107	
2 885	Ball Corp.	100	193	
1 903	Bemis Co.	66	83	
1 026	CF Industries Holdings Inc.	170	263	
23 208	Dow Chemical Company	867	1 274	
17 829	Du Pont (E.I.) de Nemours and Company	1 038	1 244	
2 868	Eastman Chemical Company	159	267	
5 125	Ecolab Inc.	352	609	
2 438	FMC Corp.	115	185	
20 050	Freeport-McMoRan Copper & Gold Inc.	719	781	
1 562	International Flavors & Fragrances Inc.	104	174	
8 458	International Paper Co.	373	455	
8 202	LyondellBasell Industries N.V.	490	854	
3 291	MeadWestvaco Corp.	128	155	
10 059	Monsanto Co.	808	1 338	
9 313	Newmont Mining Corporation	394	253	
6 097	Nucor Corp.	254	320	
3 169	Owens-Illinois Inc.	93	117	
2 680	PPG Industries Inc.	306	601	
5 621	Praxair Inc.	558	796	
3 459	Sealed Air Corp.	82	126	
1 600	Sherwin-Williams Co.	195	353	
2 310	Sigma-Aldrich Corp.	155	250	
6 512	The Mosaic Co.	356	343	
2 895	United States Steel Corp.	98	80	
2 491	Vulcan Materials Co.	135	169	
		9 164	12 575	3.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
99 767	AT&T Inc.	\$ 3 881	\$ 3 763	
11 077	CenturyTel Inc.	467	428	
17 911	Frontier Communications Corp.	140	112	
79 675	Verizon Communications Inc.	3 951	4 156	
11 397	Windstream Holdings Inc.	120	121	
		8 559	8 580	2.4
Utilities				
12 451	AES Corp.	267	207	
2 235	AGL Resources Inc.	96	131	
4 642	Ameren Corporation	186	202	
9 227	American Electric Power	422	549	
8 456	Centerpoint Energy Inc.	203	230	
5 167	CMS Energy Corp.	133	172	
5 519	Consolidated Edison Inc.	313	340	
11 110	Dominion Resources Inc.	586	847	
3 285	DTE Energy Company	203	273	
13 671	Duke Energy Corp.	960	1 082	
6 293	Edison International	280	390	
3 397	Entergy Corp.	237	298	
16 488	Exelon Corp.	631	642	
7 796	FirstEnergy Corporation	337	289	
1 564	Integrus Energy Group Inc.	93	119	
8 392	NextEra Energy Inc.	570	917	
6 381	NiSource Inc.	176	268	
5 979	Northeast Utilities	228	301	
6 542	NRG Energy Inc.	170	260	
5 089	Pepco Holdings Inc.	107	149	
8 918	PG&E Corporation	388	457	
2 171	Pinnacle West Capital Corp.	109	134	
11 997	PPL Corporation	352	455	
9 517	Public Service Enterprise Group	309	414	
2 764	SCANA Corp.	129	159	
4 417	Sempra Energy	288	493	
16 929	Southern Co.	724	819	
3 898	Teco Energy Inc.	83	77	
4 482	Wisconsin Energy Corp.	164	224	
9 545	Xcel Energy Inc.	259	328	
		9 003	11 226	3.1
Other				
9 010	iShares Core S&P 500 Fund	1 822	1 901	
		1 822	1 901	0.5
TOTAL UNITED STATES EQUITIES		266 966	360 169	99.8
TOTAL INVESTMENTS		\$ 266 966	360 169	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			735	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 360 904	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 360 169	\$ 301 076	\$ 144 809
Cash	897	1 299	738
Subscriptions receivable	535	1 011	335
Dividends receivable, interest accrued and other assets	323	341	135
TOTAL ASSETS	361 924	303 727	146 017
LIABILITIES			
Due to investment dealers	309	1 090	493
Redemptions payable	496	106	118
Unrealized loss on foreign exchange contracts	—	—	2
Accounts payable and accrued expenses	215	178	86
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 020	1 374	699
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 360 904	\$ 302 353	\$ 145 318
Investments at cost	\$ 266 966	\$ 227 903	\$ 144 037
NAV, END OF PERIOD			
SERIES A	\$ 360 904	\$ 302 353	\$ 145 318
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 13.03	\$ 12.18	\$ 8.78

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 900	\$ 2 679
Securities lending revenue (see note 6 in the generic notes)	3	4
Net realized gain (loss) on investments	295	136
Net gain (loss) on foreign currencies and other net assets	(10)	(67)
Change in unrealized gain (loss) on investments	20 030	30 621
TOTAL INCOME (LOSS)	24 218	33 373
EXPENSES (see notes – Fund Specific Information)		
Management fees	844	474
Administration fees	252	141
Board of Governors costs	1	2
GST/HST	113	68
Transaction costs	7	4
Withholding tax	505	280
TOTAL EXPENSES	1 722	969
INCREASE (DECREASE) IN NAV	\$ 22 496	\$ 32 404
INCREASE (DECREASE) IN NAV SERIES A	\$ 22 496	\$ 32 404
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.84	\$ 1.67

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 22 496	\$ 32 404
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(295)	(135)
Change in unrealized loss (gain) on investments	(20 030)	(30 621)
(Increase) decrease in accrued receivables	494	(729)
Increase (decrease) in accrued payables	(354)	774
Cost of investments purchased	(41 674)	(71 513)
Proceeds on sales of investments	2 906	20 726
NET CASH PROVIDED BY OPERATING ACTIVITIES	(36 457)	(49 094)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	70 407	65 869
Cash paid on redemption of redeemable units	(34 352)	(15 830)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 36 055	\$ 50 039
Net increase (decrease) in cash for the year	(402)	945
Cash (bank overdraft), beginning of period	1 299	738
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 897	\$ 1 683
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 3 413	\$ 2 399



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 302 353	\$ 145 318
INCREASE (DECREASE) IN NAV	22 496	32 404
Early redemption fees	—	—
Proceeds from redeemable units issued	70 407	65 869
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(34 352)	(15 830)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	36 055	50 039
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	58 551	82 443
NAV AT END OF PERIOD	\$ 360 904	\$ 227 761

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Standard & Poor's 500 Total Return Index.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	99.9	99.7	100.0
Total	99.9	99.7	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

S&P 500 Total Return Index (CAD)	June 30 2014	December 31 2013	January 1 2013
	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	360 169	–	–	360 169
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	360 169	–	–	360 169
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	301 076	–	–	301 076
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	301 076	–	–	301 076
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	144 809	–	–	144 809
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(2)	–	(2)
Total financial instruments	144 809	(2)	–	144 807
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

The management fee paid by Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.15%
----------	-------

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	21 020
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 829	16 543
Issued number of units	5 566	6 707
Reinvested number of units	–	–
Redeemed number of units	(2 707)	(1 600)
Ending number of units	27 688	21 650

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	7	100	4	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	6 435	3 590
Fair value of collateral received	6 563	3 661

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	227 716	145 288
Revaluation of investments at FVTPL	45	30
Net assets attributable to holders of redeemable units	227 761	145 318

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	32 389
Revaluation of investments at FVTPL (see note 3 in the generic notes)	15
Increase (decrease) in net assets attributable to holders of redeemable units	32 404



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. INDEX CURRENCY NEUTRAL FUND**

June 30, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
25 750	Bank of Montreal	\$ 25 731	\$ 25 731	
30 500	Bank of Nova Scotia	30 428	30 428	
12 500	BNP Paribas Capital Trust	12 463	12 463	
6 000	Caisse Centrale Desjardins	5 994	5 994	
21 500	Canadian Imperial Bank of Commerce	21 468	21 468	
4 000	Canadian National Railway Co.	3 997	3 997	
149 250	Government of Canada Treasury Bills	148 882	148 882	
14 600	Honda Canada Finance Inc.	14 567	14 567	
11 000	HSBC Bank Canada	10 968	10 968	
22 000	National Bank of Canada	21 947	21 947	
13 350	Sumitomo Mitsui Financial Group Inc.	13 297	13 297	
13 000	Toyota Credit Canada Inc.	12 960	12 960	
6 500	Wells Fargo Financial Canada Corp.	6 485	6 485	
TOTAL SHORT-TERM INVESTMENTS		329 187	329 187	97.2
TOTAL INVESTMENTS		329 187	329 187	97.2
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	3 668	1.1
TOTAL PORTFOLIO		\$ 329 187	332 855	98.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			5 794	1.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 338 649	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.89% to 1.23% and mature between July 2, 2014 and October 7, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
359	The S&P 500 Index Future, September 2014	
	Contracts at USD 1 936.65 per contract	\$ 1 508
1 434	The S&P 500 Mini Index Future, September 2014	
	Contracts at USD 1 924.15 per contract	2 160
TOTAL FUTURES		\$ 3 668

\$169 250 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 329 187	\$ 319 480	\$ 244 992
Cash	37	306	240
Subscriptions receivable	77	177	181
Unrealized gain on futures contracts	3 668	12 379	1 327
Futures contracts margin receivable	5 746	–	8 950
Dividends receivable, interest accrued and other assets	362	584	734
TOTAL ASSETS	339 077	332 926	256 424
LIABILITIES			
Redemptions payable	227	362	198
Futures contracts margin payable	–	178	–
Accounts payable and accrued expenses	201	200	153
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	428	740	351
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 338 649	\$ 332 186	\$ 256 073
Investments at cost	\$ 329 187	\$ 319 722	\$ 245 243
NAV, END OF PERIOD			
SERIES A	\$ 338 649	\$ 332 186	\$ 256 073
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.33	\$ 9.68	\$ 8.44

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 837	\$ 1 822
Net gain (loss) from futures contracts	21 637	34 687
Securities lending revenue (see note 6 in the generic notes)	22	9
Net realized gain (loss) on investments	(422)	(519)
Net gain (loss) on foreign currencies and other net assets	(557)	(562)
Change in unrealized gain (loss) on investments	242	203
TOTAL INCOME (LOSS)	22 759	35 640
EXPENSES (see notes – Fund Specific Information)		
Management fees	818	707
Administration fees	245	213
Board of Governors costs	1	2
GST/HST	115	102
TOTAL EXPENSES	1 179	1 024
INCREASE (DECREASE) IN NAV	\$ 21 580	\$ 34 616
INCREASE (DECREASE) IN NAV SERIES A	\$ 21 580	\$ 34 616
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.64	\$ 1.13

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 21 580	\$ 34 616
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	422	519
Change in unrealized loss (gain) on investments	(242)	(203)
(Increase) decrease in accrued receivables	322	374
Increase (decrease) in accrued payables	(134)	85
Cost of investments purchased	(757 888)	(871 240)
Proceeds on sales of investments	750 788	831 954
NET CASH PROVIDED BY OPERATING ACTIVITIES	14 848	(3 895)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	18 869	31 220
Cash paid on redemption of redeemable units	(33 986)	(27 451)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (15 117)	\$ 3 769
Net increase (decrease) in cash for the year	(269)	(126)
Cash (bank overdraft), beginning of period	306	240
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 37	\$ 114
Interest received	\$ 2 059	\$ 2 124
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 332 186	\$ 256 073
INCREASE (DECREASE) IN NAV	21 580	34 616
Early redemption fees	—	—
Proceeds from redeemable units issued	18 869	31 220
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(33 986)	(27 451)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(15 117)	3 769
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	6 463	38 385
NAV AT END OF PERIOD	\$ 338 649	\$ 294 458

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Standard & Poor's 500 Total Return Index (USD).

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	76.4	85.3	77.5
R-1 (M)	22.4	14.7	22.5
R-1 (L)	1.2	–	–
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	35.9	48.2	38.4
1 – 3 months	60.0	47.3	51.6
4 – 6 months	4.0	4.5	10.0
7 – 12 months	0.1	–	–
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	329 187	–	329 187
Derivatives – assets	3 668	–	–	3 668
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 668	329 187	–	332 855
% of total portfolio	1.1	98.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	14 480	–	14 480
Short-term investments	–	305 000	–	305 000
Derivatives – assets	12 379	–	–	12 379
Derivatives – liabilities	–	–	–	–
Total financial instruments	12 379	319 480	–	331 859
% of total portfolio	3.7	96.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	29 169	–	29 169
Short-term investments	–	215 823	–	215 823
Derivatives – assets	1 327	–	–	1 327
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 327	244 992	–	246 319
% of total portfolio	0.5	99.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

The management fee paid by Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.15%
----------	-------

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	34 313	30 337
Issued number of units	1 948	3 399
Reinvested number of units	–	–
Redeemed number of units	(3 478)	(2 972)
Ending number of units	32 783	30 764

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	61 211	14 712
Fair value of collateral received	62 435	15 006

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	294 450	256 070
Revaluation of investments at FVTPL	8	3
Net assets attributable to holders of redeemable units	294 458	256 073
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		34 611
Revaluation of investments at FVTPL (see note 3 in the generic notes)		5
Increase (decrease) in net assets attributable to holders of redeemable units		34 616



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY U.S. VALUE FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
17 538	Autozone Inc.	\$ 10 007	\$ 10 029	
258 097	British Sky Broadcasting Group Plc. ADR	14 583	17 262	
928 367	DIRECTV, LLC	79 236	84 184	
50 449	Dollar Tree Inc.	2 869	2 931	
139 188	Gap Inc.	5 916	6 172	
314 273	H&R Block, Inc.	9 080	11 237	
126 968	Home Depot Inc.	10 919	10 965	
1 023 171	Kohls Corp.	51 315	57 496	
948 840	Lowe's Companies	45 953	48 587	
620 685	Macy's Inc.	37 878	38 404	
65 683	Nordstrom Inc.	4 125	4 759	
184 892	O'Reilly Automotive Inc.	28 501	29 702	
230 916	Tim Hortons Inc.	13 487	13 481	
684 899	Viacom Inc.	60 278	63 363	
275 778	Wyndham Worldwide Corp.	21 451	22 275	
		<u>395 598</u>	<u>420 847</u>	21.2
Consumer Staples				
1 513 251	Coca-Cola Enterprises Inc.	74 820	77 126	
541 573	Lorillard Inc.	34 443	35 222	
113 977	Philip Morris International Inc.	10 310	10 247	
415 299	Reynolds American Inc.	19 847	26 735	
		<u>139 420</u>	<u>149 330</u>	7.5
Energy				
454 548	ENI-Ente Nazionale Idrocarburi S.p.A. ADR	21 203	26 597	
710 138	Halliburton Co.	52 414	53 779	
80 392	Hess Corp.	7 987	8 481	
770 245	Marathon Petroleum Corp.	65 200	64 161	
112 762	Phillips 66 Company	9 798	9 673	
		<u>156 602</u>	<u>162 691</u>	8.2
Financials				
277 180	Allstate Corp.	17 345	17 362	
220 161	Ameriprise Financial Inc.	26 449	28 181	
127 769	Everest Re Group Ltd.	21 488	21 882	
666 549	Fifth Third Bancorp	12 755	15 180	
1 940 492	Grupo Financiero Santander Mexico S.A.B. de C.V. ADR	24 433	27 489	
275 408	Travelers Cos. Inc.	26 975	27 628	
445 008	XL Group Plc.	15 246	15 537	
		<u>144 691</u>	<u>153 259</u>	7.7
Health Care				
495 391	AmerisourceBergen Corp.	37 322	38 396	
59 692	Laboratory Corp. of America Holdings	6 473	6 520	
1 701 678	Pfizer Inc.	53 831	53 875	
747 488	Quest Diagnostics Inc.	46 437	46 796	
197 770	St. Jude Medical Inc.	9 331	14 609	
		<u>153 394</u>	<u>160 196</u>	8.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
127 681	C.H. Robinson Worldwide Inc.	\$ 8 348	\$ 8 688	
42 057	Dover Corp.	3 573	4 080	
595 122	Flowserve Corp.	45 329	47 199	
392 812	Koninklijke Philips N.V. ADR	12 758	13 308	
415 760	L-3 Communications Holdings Inc.	51 372	53 545	
619 703	Northrop Grumman Corp.	75 786	79 080	
156 365	Stanley Black & Decker Inc.	13 344	14 645	
510 529	The ADT Corp.	18 867	19 028	
		<u>229 377</u>	<u>239 573</u>	12.1
Information Technology				
190 336	Apple Inc.	17 966	18 868	
572 698	Applied Materials Inc.	8 382	13 776	
453 977	Corning Inc.	10 606	10 629	
27 348	Harris Corp.	2 151	2 210	
38 264	International Business Machines	7 413	7 397	
200 445	Lam Research Corp.	10 117	14 450	
732 056	Motorola Solutions Inc.	50 998	51 983	
567 733	NetApp Inc.	21 468	22 117	
2 431 499	Nvidia Corp.	40 791	48 087	
291 525	Sandisk Corp.	31 105	32 475	
1 289 443	Seagate Technology	74 992	78 153	
2 093 546	The Western Union Co.	37 212	38 723	
977 975	Xerox Corp.	8 150	12 977	
681 814	Yahoo! Inc.	20 832	25 550	
		<u>342 183</u>	<u>377 395</u>	19.0
Materials				
164 595	CF Industries Holdings Inc.	41 318	42 235	
157 233	LyondellBasell Industries N.V.	16 259	16 375	
186 742	PPG Industries Inc.	36 953	41 861	
		<u>94 530</u>	<u>100 471</u>	5.1
Telecommunication Services				
171 563	America Movil S.A. de CV ADR	3 782	3 797	
1 188 713	AT&T Inc.	43 365	44 836	
1 249 943	CenturyTel Inc.	43 921	48 246	
377 735	Nippon Telegraph & Telephone Corp.	11 669	12 575	
769 771	Telefonica Brasil S.A. ADR	16 166	16 841	
		<u>118 903</u>	<u>126 295</u>	6.4
TOTAL COMMON EQUITIES		<u>1 774 698</u>	<u>1 890 057</u>	95.3
SHORT-TERM INVESTMENTS*		<u>43 665</u>	<u>43 712</u>	2.2
TOTAL INVESTMENTS		<u>1 818 363</u>	<u>1 933 769</u>	97.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	49 442	2.5
TOTAL PORTFOLIO		<u>\$ 1 818 363</u>	<u>1 983 211</u>	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(383)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 1 982 828</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 375 Sold USD 1 221 @ 1.1261	08-Jul-14	\$ 72
Bought CAD 2 180 Sold USD 1 975 @ 1.1041	08-Jul-14	73
Bought CAD 21 510 Sold USD 19 483 @ 1.1041	08-Jul-14	725
Bought CAD 91 001 Sold USD 80 814 @ 1.1261	08-Jul-14	4 783
Bought USD 215 Sold CAD 230 @ 1.0676	08-Jul-14	–
Bought CAD 166 333 Sold USD 150 453 @ 1.1056	22-Jul-14	5 760
Bought CAD 20 339 Sold USD 18 397 @ 1.1056	22-Jul-14	704
Bought CAD 202 745 Sold USD 184 421 @ 1.0994	29-Jul-14	5 881
Bought CAD 7 293 Sold USD 6 634 @ 1.0994	29-Jul-14	212
Bought CAD 166 007 Sold USD 151 111 @ 1.0986	06-Aug-14	4 669
Bought CAD 24 125 Sold USD 21 960 @ 1.0986	06-Aug-14	679
Bought CAD 3 870 Sold USD 3 543 @ 1.0922	06-Aug-14	87
Bought CAD 35 430 Sold USD 32 438 @ 1.0922	06-Aug-14	796
Bought CAD 161 067 Sold USD 145 687 @ 1.1056	11-Aug-14	5 502
Bought CAD 26 014 Sold USD 23 530 @ 1.1056	11-Aug-14	889
Bought CAD 1 360 Sold USD 1 250 @ 1.0883	18-Aug-14	25
Bought CAD 12 420 Sold USD 11 412 @ 1.0883	18-Aug-14	232
Bought CAD 12 528 Sold USD 11 481 @ 1.0912	18-Aug-14	267
Bought CAD 63 670 Sold USD 58 347 @ 1.0912	18-Aug-14	1 357
Bought CAD 175 155 Sold USD 160 990 @ 1.0880	29-Aug-14	3 178
Bought CAD 35 212 Sold USD 32 364 @ 1.0880	29-Aug-14	639
Bought CAD 180 204 Sold USD 164 174 @ 1.0976	10-Sep-14	4 776
Bought CAD 19 911 Sold USD 18 140 @ 1.0976	10-Sep-14	528
Bought CAD 2 530 Sold USD 2 309 @ 1.0958	10-Sep-14	63
Bought CAD 22 950 Sold USD 20 943 @ 1.0958	10-Sep-14	571
Bought CAD 191 729 Sold USD 176 032 @ 1.0892	19-Sep-14	3 589
Bought CAD 9 276 Sold USD 8 517 @ 1.0892	19-Sep-14	174
Bought CAD 147 970 Sold USD 136 394 @ 1.0849	29-Sep-14	2 161
Bought CAD 18 250 Sold USD 16 932 @ 1.0779	29-Sep-14	150
Bought CAD 18 460 Sold USD 17 016 @ 1.0849	29-Sep-14	270
Bought CAD 2 020 Sold USD 1 874 @ 1.0779	29-Sep-14	17
Bought CAD 110 335 Sold USD 102 672 @ 1.0746	08-Oct-14	550
Bought CAD 12 722 Sold USD 11 838 @ 1.0746	08-Oct-14	63
TOTAL FOREIGN EXCHANGE		\$ 49 442

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 933 769	\$ 1 648 958	\$ 1 016 203
Cash	—	—	697
Subscriptions receivable	1 815	2 764	1 768
Unrealized gain on foreign exchange contracts	49 442	706	3 647
Dividends receivable, interest accrued and other assets	1 538	1 297	525
TOTAL ASSETS	1 986 564	1 653 725	1 022 840
LIABILITIES			
Redemptions payable	1 839	1 074	1 155
Unrealized loss on foreign exchange contracts	—	26 008	2 967
Accounts payable and accrued expenses	1 897	1 722	1 084
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 736	28 804	5 206
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 982 828	\$ 1 624 921	\$ 1 017 634
Investments at cost	\$ 1 818 363	\$ 1 194 699	\$ 939 877
NAV, END OF PERIOD			
SERIES A	\$ 1 291 019	\$ 1 192 091	\$ 758 380
ADVISOR SERIES	\$ 43 389	\$ 36 500	\$ 16 435
SERIES D	\$ 106 377	\$ 86 516	\$ 38 146
SERIES F	\$ 81 949	\$ 77 040	\$ 42 321
SERIES I	\$ 27 384	\$ 22 693	\$ 9 824
SERIES O	\$ 432 710	\$ 210 081	\$ 152 528
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 15.58	\$ 14.93	\$ 10.20
ADVISOR SERIES	\$ 15.74	\$ 15.09	\$ 10.30
SERIES D	\$ 15.63	\$ 14.98	\$ 10.22
SERIES F	\$ 16.06	\$ 15.40	\$ 10.51
SERIES I	\$ 15.75	\$ 15.09	\$ 10.30
SERIES O	\$ 15.96	\$ 15.29	\$ 10.44

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 44 593	\$ 14 764
Interest for distribution purposes	85	63
Securities lending revenue (see note 6 in the generic notes)	60	21
Net realized gain (loss) on investments	169 010	51 789
Net gain (loss) on foreign currencies and other net assets	(67 697)	(27 952)
Change in unrealized gain (loss) on investments	(26 627)	178 497
TOTAL INCOME (LOSS)	119 424	217 182
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 749	5 919
Administration fees	1 050	715
Board of Governors costs	1	2
GST/HST	1 042	737
Transaction costs	512	380
Withholding tax	2 377	1 949
TOTAL EXPENSES	13 731	9 702
INCREASE (DECREASE) IN NAV	\$ 105 693	\$ 207 480
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 74 610	\$ 154 469
ADVISOR SERIES	\$ 2 492	\$ 3 463
SERIES D	\$ 6 078	\$ 8 250
SERIES F	\$ 5 137	\$ 8 661
SERIES I	\$ 1 691	\$ 2 189
SERIES O	\$ 15 685	\$ 30 448
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.92	\$ 2.04
ADVISOR SERIES	\$ 0.94	\$ 2.07
SERIES D	\$ 0.95	\$ 2.07
SERIES F	\$ 1.00	\$ 2.14
SERIES I	\$ 1.00	\$ 2.12
SERIES O	\$ 1.07	\$ 2.19

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 105 693	\$ 207 480
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(169 010)	(51 789)
Change in unrealized loss (gain) on investments	26 627	(178 497)
(Increase) decrease in accrued receivables	708	(1 213)
Increase (decrease) in accrued payables	940	2 295
Cost of investments purchased	(3 824 047)	(3 315 136)
Proceeds on sales of investments	3 606 875	3 317 803
NET CASH PROVIDED BY OPERATING ACTIVITIES	(252 214)	(19 057)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	410 134	131 714
Cash paid on redemption of redeemable units	(156 972)	(112 623)
Distributions paid to holders of redeemable units	(948)	(204)
NET CASH USED IN FINANCING ACTIVITIES	\$ 252 214	\$ 18 887
Net increase (decrease) in cash for the year	–	(170)
Cash (bank overdraft), beginning of period	–	697
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 527
Interest received	\$ (93)	\$ 62
Dividends received, net of withholding taxes	\$ 42 154	\$ 12 815



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 192 091	\$ 758 380	\$ 36 500	\$ 16 435	\$ 86 516	\$ 38 146	\$ 77 040	\$ 42 321
INCREASE (DECREASE) IN NAV	74 610	154 469	2 492	3 463	6 078	8 250	5 137	8 661
Early redemption fees	3	—	—	—	1	—	—	—
Proceeds from redeemable units issued	128 051	92 586	10 115	4 881	31 571	12 341	12 206	8 734
Reinvestments of distributions to holders of redeemable units	21 241	4 375	707	100	1 832	308	1 264	290
Redemption of redeemable units	(103 294)	(69 815)	(5 694)	(2 777)	(17 724)	(5 295)	(12 032)	(7 717)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	46 001	27 146	5 128	2 204	15 680	7 354	1 438	1 307
Distributions from net income	(21 683)	(4 455)	(731)	(104)	(1 897)	(319)	(1 666)	(399)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(21 683)	(4 455)	(731)	(104)	(1 897)	(319)	(1 666)	(399)
NET INCREASE (DECREASE) IN NAV	98 928	177 160	6 889	5 563	19 861	15 285	4 909	9 569
NAV AT END OF PERIOD	\$ 1 291 019	\$ 935 540	\$ 43 389	\$ 21 998	\$ 106 377	\$ 53 431	\$ 81 949	\$ 51 890

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 693	\$ 9 824	\$ 210 081	\$ 152 528	\$ 1 624 921	\$ 1 017 634
INCREASE (DECREASE) IN NAV	1 691	2 189	15 685	30 448	105 693	207 480
Early redemption fees	—	—	—	—	4	—
Proceeds from redeemable units issued	4 654	3 472	223 537	9 700	410 134	131 714
Reinvestments of distributions to holders of redeemable units	552	117	5 531	2 137	31 127	7 327
Redemption of redeemable units	(1 647)	(941)	(16 585)	(26 078)	(156 976)	(112 623)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 559	2 648	212 483	(14 241)	284 289	26 418
Distributions from net income	(559)	(117)	(5 539)	(2 137)	(32 075)	(7 531)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(559)	(117)	(5 539)	(2 137)	(32 075)	(7 531)
NET INCREASE (DECREASE) IN NAV	4 691	4 720	222 629	14 070	357 907	226 367
NAV AT END OF PERIOD	\$ 27 384	\$ 14 544	\$ 432 710	\$ 166 598	\$ 1 982 828	\$ 1 244 001

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting of capital growth and current income by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 0.9	+ or - 0.9	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 890 057	–	–	1 890 057
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	43 712	–	43 712
Derivatives – assets	–	49 442	–	49 442
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 890 057	93 154	–	1 983 211
% of total portfolio	95.3	4.7	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 617 667	–	–	1 617 667
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	31 291	–	31 291
Derivatives – assets	–	706	–	706
Derivatives – liabilities	–	(26 008)	–	(26 008)
Total financial instruments	1 617 667	5 989	–	1 623 656
% of total portfolio	99.6	0.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	993 074	–	–	993 074
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	23 129	–	23 129
Derivatives – assets	–	3 647	–	3 647
Derivatives – liabilities	–	(2 967)	–	(2 967)
Total financial instruments	993 074	23 809	–	1 016 883
% of total portfolio	97.7	2.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	478	468
Series O	546	533
Value of all units	16	15

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	377 105
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	79 839	74 381
Issued number of units	8 529	8 177
Reinvested number of units	1 370	375
Redeemed number of units	(6 851)	(6 148)
Ending number of units	82 887	76 785
Advisor Series		
Opening units	2 419	1 596
Issued number of units	664	422
Reinvested number of units	45	8
Redeemed number of units	(372)	(239)
Ending number of units	2 756	1 787
Series D		
Opening units	5 777	3 732
Issued number of units	2 090	1 079
Reinvested number of units	118	26
Redeemed number of units	(1 179)	(463)
Ending number of units	6 806	4 374
Series F		
Opening units	5 002	4 026
Issued number of units	783	739
Reinvested number of units	79	24
Redeemed number of units	(761)	(658)
Ending number of units	5 103	4 131

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	1 504	954
Issued number of units	307	299
Reinvested number of units	35	10
Redeemed number of units	(107)	(81)
Ending number of units	1 739	1 182
Series O		
Opening units	13 737	14 609
Issued number of units	14 118	837
Reinvested number of units	349	178
Redeemed number of units	(1 084)	(2 262)
Ending number of units	27 120	13 362

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	512	100	380	100
Related-party brokerage commissions*	1	–	3	1
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	200 145	76 842
Fair value of collateral received	204 148	78 379



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Choices Conservative Portfolio	464	471
RBC Select Choices Balanced Portfolio	1 535	1 506
RBC Select Choices Growth Portfolio	749	723
RBC Select Choices Aggressive Growth Portfolio	681	656
RBC Target 2015 Education Fund	–	184
RBC Target 2020 Education Fund	1 070	1 191
RBC Target 2025 Education Fund	1 841	1 644
RBC Target 2030 Education Fund	288	179
RBC O'Shaughnessy U.S. Value Guaranteed Investment Fund	1 147	854
RBC Life Insurance Universal Life Fund	351	273
Total	8 126	7 681

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private O'Shaughnessy U.S. Value Equity Pool was merged into the RBC O'Shaughnessy U.S. Value Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private O'Shaughnessy U.S. Value Equity Pool (the "Terminated Fund") and the RBC O'Shaughnessy U.S. Value Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	\$199 400
Exchange ratio Series 0	0.93
Units issued by Continuing Fund Series 0	12 525

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or "rollover" basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 243 018	1 017 344
Revaluation of investments at FVTPL	983	290
Net assets attributable to holders of redeemable units	1 244 001	1 017 634
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		206 787
Revaluation of investments at FVTPL (see note 3 in the generic notes)		693
Increase (decrease) in net assets attributable to holders of redeemable units		207 480



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. MID-CAP EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
440 300	Ascena Retail Group Inc.	\$ 7 914	\$ 8 031	
130 600	Bed Bath & Beyond Inc.	7 722	7 994	
192 200	Dick's Sporting Goods Inc.	9 376	9 546	
229 900	Dollar Tree Inc.	9 674	13 355	
82 200	Fossil Group Inc.	7 345	9 165	
622 200	LKQ Corp.	13 703	17 714	
186 000	Nordstrom Inc.	10 682	13 478	
107 600	O'Reilly Automotive Inc.	10 434	17 285	
49 700	Panera Bread Company	7 925	7 943	
149 900	Ross Stores Inc.	8 639	10 574	
246 300	Tractor Supply Co.	11 889	15 869	
388 400	Under Armour Inc., Class A	23 318	24 647	
240 500	V.F. Corporation	9 985	16 158	
146 200	Vitamin Shoppe Inc.	6 671	6 709	
		<u>145 277</u>	<u>178 468</u>	16.3
Consumer Staples				
199 900	Church & Dwight Co. Inc.	10 839	14 916	
153 400	Ingredion Inc.	9 862	12 281	
161 500	McCormick & Co. Inc.	10 523	12 333	
114 200	Pricesmart Inc.	9 081	10 603	
222 800	Treehouse Foods Inc.	12 069	19 029	
201 800	United Natural Foods Inc.	10 923	14 013	
		<u>63 297</u>	<u>83 175</u>	7.6
Energy				
97 000	Concho Resources Inc.	8 319	14 951	
101 700	Continental Resources Inc.	16 204	17 145	
61 400	Core Laboratories N.V.	10 467	10 942	
188 400	FMC Technologies Inc.	8 104	12 273	
188 300	Oceaneering International Inc.	9 892	15 688	
		<u>52 986</u>	<u>70 999</u>	6.5
Financials				
77 000	Affiliated Managers Group Inc.	9 841	16 764	
349 300	Brown & Brown Inc.	9 456	11 442	
273 100	HCC Insurance Holdings Inc.	10 227	14 257	
243 000	Portfolio Recovery Associates Inc.	8 683	15 431	
266 200	Raymond James Financial Corp.	10 573	14 401	
150 500	Signature Bank	11 438	20 257	
134 500	T. Rowe Price Group Inc.	9 122	12 110	
		<u>69 340</u>	<u>104 662</u>	9.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
99 800	C.R. Bard Inc.	\$ 10 144	\$ 15 218	
199 700	Catamaran Corp.	9 381	9 407	
249 800	Cerner Corp.	10 243	13 744	
68 400	Cooper Co. Inc.	9 361	9 885	
184 800	DaVita HealthCare Partners Inc.	14 301	14 256	
152 400	Henry Schein Inc.	12 845	19 292	
115 500	IDEXX Laboratories Inc.	10 872	16 456	
103 800	Laboratory Corp. of America Holdings	8 981	11 338	
53 700	Mettler-Toledo International Inc.	10 152	14 507	
313 100	Parexel International Corp.	10 589	17 648	
96 300	Perrigo Company Plc.	9 260	14 970	
142 100	Sirona Dental Systems Inc.	8 670	12 499	
126 700	Varian Medical Systems Inc.	8 916	11 236	
111 100	Waters Corp.	9 539	12 375	
		<u>143 254</u>	<u>192 831</u>	17.6
Industrials				
280 850	Ametek Inc.	9 849	15 662	
175 800	Clean Harbors Inc.	9 901	12 051	
325 400	Copart Inc.	12 247	12 482	
211 600	Donaldson Co. Inc.	9 313	9 552	
45 800	Grainger (W.W.) Inc.	9 168	12 422	
84 900	IHS Inc., Class A	7 937	12 287	
161 500	J.B. Hunt Transport Services Inc.	9 076	12 710	
167 100	Landstar System Inc.	8 693	11 408	
147 400	MSC Industrial Direct Co.	11 729	15 038	
176 900	Pentair Plc.	13 722	13 604	
96 400	Roper Industries Inc.	10 933	15 014	
123 100	Stericycle Inc.	11 717	15 550	
66 600	Valmont Industries	9 204	10 795	
176 600	Verisk Analytics Inc.	9 001	11 307	
261 900	Waste Connections Inc.	8 672	13 568	
		<u>151 162</u>	<u>193 450</u>	17.6
Information Technology				
157 600	Ansys Inc.	11 036	12 746	
206 100	ARM Holdings Plc. ADR	7 639	9 946	
566 500	Aruba Networks Inc.	10 729	10 587	
246 500	Autodesk Inc.	13 034	14 825	
96 400	Concur Technologies Inc.	6 535	9 598	
96 300	F5 Networks Inc.	8 778	11 447	
99 000	Factset Research Systems Inc.	9 658	12 702	
132 100	IPG Photonics Corp.	7 770	9 695	
104 200	MercadoLibre Inc.	8 273	10 604	
176 600	Micros Systems Inc.	7 941	12 791	
305 100	Open Text Corp.	8 923	15 602	
317 100	SynOpsys Inc.	10 921	13 131	
130 300	Teradata Corp.	5 626	5 587	
378 500	Tibco Software Inc.	8 050	8 144	
471 700	Trimble Navigation Ltd.	13 429	18 592	
211 400	Verisign Inc.	9 039	11 007	
147 800	WEX Inc.	10 899	16 549	
		<u>158 280</u>	<u>203 553</u>	18.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
92 100	Airgas Inc.	\$ 8 340	\$ 10 700	
172 400	Aptargroup Inc.	9 029	12 327	
146 100	FMC Corp.	8 140	11 095	
115 600	Sigma-Aldrich Corp.	8 518	12 514	
		<u>34 027</u>	<u>46 636</u>	<u>4.2</u>
TOTAL COMMON EQUITIES		<u>817 623</u>	<u>1 073 774</u>	<u>97.8</u>
TOTAL INVESTMENTS		<u>817 623</u>	<u>1 073 774</u>	<u>97.8</u>
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(2)	–
TOTAL PORTFOLIO		<u>\$ 817 623</u>	<u>1 073 772</u>	<u>97.8</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>24 425</u>	<u>2.2</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$1 098 197</u>	<u>100.0</u>	

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 983 Sold CAD 1 050 @ 1.0682	03-Jul-14	\$ (2)
TOTAL FOREIGN EXCHANGE		<u>\$ (2)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 073 774	\$ 877 465	\$ 583 995
Cash	22 883	20 995	15 404
Due from investment dealers	–	–	1 155
Subscriptions receivable	1 667	486	914
Unrealized gain on foreign exchange contracts	–	25	–
Dividends receivable, interest accrued and other assets	241	293	146
TOTAL ASSETS	1 098 565	899 264	601 614
LIABILITIES			
Due to investment dealers	–	–	2 075
Redemptions payable	177	77	122
Unrealized loss on foreign exchange contracts	2	–	–
Accounts payable and accrued expenses	189	163	118
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	368	240	2 315
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 098 197	\$ 899 024	\$ 599 299
Investments at cost	\$ 817 623	\$ 629 544	\$ 564 975
NAV, END OF PERIOD			
SERIES A	\$ 86 688	\$ 80 435	\$ 59 501
ADVISOR SERIES	\$ 1 066	\$ 1 139	\$ 338
SERIES D	\$ 6 624	\$ 5 323	\$ 3 284
SERIES F	\$ 1 549	\$ 1 268	\$ 684
SERIES I	\$ 3 522	\$ –	\$ –
SERIES O	\$ 998 748	\$ 810 859	\$ 535 492
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 23.60	\$ 23.24	\$ 16.91
ADVISOR SERIES	\$ 23.64	\$ 23.28	\$ 16.94
SERIES D	\$ 25.06	\$ 24.58	\$ 17.73
SERIES F	\$ 26.64	\$ 26.10	\$ 18.78
SERIES I	\$ 26.64	\$ –	\$ –
SERIES O	\$ 26.95	\$ 26.30	\$ 18.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 429	\$ 1 703
Interest for distribution purposes	(4)	–
Securities lending revenue (see note 6 in the generic notes)	170	31
Net realized gain (loss) on investments	21 968	8 919
Net gain (loss) on foreign currencies and other net assets	(190)	547
Change in unrealized gain (loss) on investments	(626)	111 327
TOTAL INCOME (LOSS)	23 747	122 527
EXPENSES (see notes – Fund Specific Information)		
Management fees	796	586
Administration fees	155	115
Board of Governors costs	1	2
GST/HST	101	76
Transaction costs	86	81
Withholding tax	357	212
TOTAL EXPENSES	1 496	1 072
INCREASE (DECREASE) IN NAV	\$ 22 251	\$ 121 455
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 192	\$ 10 633
ADVISOR SERIES	\$ 8	\$ 80
SERIES D	\$ 94	\$ 608
SERIES F	\$ 26	\$ 131
SERIES I	\$ 7	\$ –
SERIES O	\$ 20 924	\$ 110 003
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.31	\$ 3.03
ADVISOR SERIES	\$ 0.32	\$ 3.02
SERIES D	\$ 0.45	\$ 3.26
SERIES F	\$ 0.51	\$ 3.49
SERIES I	\$ 0.14	\$ –
SERIES O	\$ 0.64	\$ 3.59

* Series I launched April 2014.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 22 251	\$ 121 455
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(21 950)	(8 674)
Change in unrealized loss (gain) on investments	626	(111 327)
(Increase) decrease in accrued receivables	(1 129)	1 965
Increase (decrease) in accrued payables	126	(2 136)
Cost of investments purchased	(218 038)	(108 470)
Proceeds on sales of investments	43 080	73 740
NET CASH PROVIDED BY OPERATING ACTIVITIES	(175 034)	(33 447)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	237 534	113 616
Cash paid on redemption of redeemable units	(60 612)	(80 682)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 176 922	\$ 32 934
Net increase (decrease) in cash for the year	1 888	(513)
Cash (bank overdraft), beginning of period	20 995	15 404
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 22 883	\$ 14 891
Interest received	\$ (26)	\$ –
Dividends received, net of withholding taxes	\$ 2 147	\$ 1 491

* Series I launched April 2014.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 80 435	\$ 59 501	\$ 1 139	\$ 338	\$ 5 323	\$ 3 284	\$ 1 268	\$ 684
INCREASE (DECREASE) IN NAV	1 192	10 633	8	80	94	608	26	131
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	12 573	4 507	439	443	3 351	614	311	203
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(7 512)	(6 997)	(520)	(184)	(2 144)	(568)	(56)	(180)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 061	(2 490)	(81)	259	1 207	46	255	23
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	6 253	8 143	(73)	339	1 301	654	281	154
NAV AT END OF PERIOD	\$ 86 688	\$ 67 644	\$ 1 066	\$ 677	\$ 6 624	\$ 3 938	\$ 1 549	\$ 838

For the periods ended June 30 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	Series O	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ 810 859	\$ 535 492	\$ 899 024	\$ 599 299
INCREASE (DECREASE) IN NAV	7	—	20 924	110 003	22 251	121 455
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	3 515	—	217 345	107 849	237 534	113 616
Reinvestments of distributions to holders of redeemable units	—	—	965	—	965	—
Redemption of redeemable units	—	—	(50 380)	(72 753)	(60 612)	(80 682)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 515	—	167 930	35 096	177 887	32 934
Distributions from net income	—	—	(965)	—	(965)	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(965)	—	(965)	—
NET INCREASE (DECREASE) IN NAV	3 522	—	187 889	145 099	199 173	154 389
NAV AT END OF PERIOD	\$ 3 522	\$ —	\$ 998 748	\$ 680 591	\$ 1 098 197	\$ 753 688

* Series I launched April 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in U.S. mid-cap equities and common-stock equivalents, allowing broad exposure to growth opportunities in U.S. equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	99.8	98.8	99.7
Total	99.8	98.8	99.7

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell Midcap Growth Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 073 774	–	–	1 073 774
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(2)	–	(2)
Total financial instruments	1 073 774	(2)	–	1 073 772
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	877 465	–	–	877 465
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	25	–	25
Derivatives – liabilities	–	–	–	–
Total financial instruments	877 465	25	–	877 490
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	583 995	–	–	583 995
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	583 995	–	–	583 995
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Advisor Series	57	57
Series I	37	–
Series O	289	288
Value of all units	10	9

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	33 626
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	3 460	3 518
Issued number of units	531	239
Reinvested number of units	–	–
Redeemed number of units	(317)	(374)
Ending number of units	3 674	3 383
Advisor Series		
Opening units	49	20
Issued number of units	18	23
Reinvested number of units	–	–
Redeemed number of units	(22)	(9)
Ending number of units	45	34
Series D		
Opening units	217	185
Issued number of units	133	31
Reinvested number of units	–	–
Redeemed number of units	(86)	(29)
Ending number of units	264	187
Series F		
Opening units	49	36
Issued number of units	11	11
Reinvested number of units	–	–
Redeemed number of units	(2)	(9)
Ending number of units	58	38
Series I		
Opening units	–	–
Issued number of units	132	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	132	–
Series O		
Opening units	30 827	28 480
Issued number of units	8 090	5 245
Reinvested number of units	36	–
Redeemed number of units	(1 890)	(3 414)
Ending number of units	37 063	30 311

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	86	100	81	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	46	53	56	69

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	102 855	75 996
Fair value of collateral received	104 912	77 516

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Balanced Portfolio	16 155	13 791
RBC Select Growth Portfolio	6 618	5 952
RBC Select Aggressive Growth Portfolio	2 279	1 962
RBC Target 2015 Education Fund	–	60
RBC Target 2020 Education Fund	362	427
RBC Target 2025 Education Fund	743	727
RBC Target 2030 Education Fund	174	104
RBC Select Balanced Class	47	57
RBC Select Growth Class	11	12
RBC Select Aggressive Growth Class	6	7
RBC Life Insurance Universal Life Fund	5	4
Total	26 400	23 103
Series 0 (USD)		
RBC Balanced Fund	1 193	1 212
RBC Global Balanced Fund	247	252
RBC U.S. Equity Fund	5 452	6 192
RBC U.S. Equity Currency Neutral Fund	68	68
Total	6 960	7 724

Please see the generic notes at the back of the financial statements.

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private U.S. Mid-Cap Equity Pool was merged into the RBC U.S. Mid-Cap Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private U.S. Mid-Cap Equity Pool (the “Terminated Fund”) and the RBC U.S. Mid-Cap Equity Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$102 669
Exchange ratio Series I	3.48
Units issued by Continuing Fund Series I	132
Exchange ratio Series O	3.50
Units issued by Continuing Fund Series O	3 689

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	753 556	599 024
Revaluation of investments at FVTPL	132	275
Net assets attributable to holders of redeemable units	753 688	599 299
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		121 598
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(143)
Increase (decrease) in net assets attributable to holders of redeemable units		121 455

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC U.S. MID-CAP EQUITY CURRENCY NEUTRAL FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
4 490	Ascena Retail Group Inc.	\$ 86	\$ 82	
1 350	Bed Bath & Beyond Inc.	77	83	
1 960	Dick's Sporting Goods Inc.	90	97	
2 340	Dollar Tree Inc.	93	136	
840	Fossil Group Inc.	69	94	
6 340	LKQ Corp.	131	181	
1 920	Nordstrom Inc.	108	139	
1 100	O'Reilly Automotive Inc.	99	177	
510	Panera Bread Company	86	82	
1 540	Ross Stores Inc.	84	109	
2 560	Tractor Supply Co.	115	165	
3 990	Under Armour Inc., Class A	100	253	
2 490	V.F. Corporation	97	167	
1 490	Vitamin Shoppe Inc.	85	68	
		1 320	1 833	16.1
Consumer Staples				
2 050	Church & Dwight Co. Inc.	104	153	
1 580	Ingredion Inc.	98	126	
1 670	McCormick & Co. Inc.	106	128	
1 180	Pricesmart Inc.	88	110	
2 300	Treehouse Foods Inc.	117	196	
2 100	United Natural Foods Inc.	109	146	
		622	859	7.5
Energy				
990	Concho Resources Inc.	78	153	
1 040	Continental Resources Inc.	71	174	
620	Core Laboratories N.V.	61	109	
1 930	FMC Technologies Inc.	78	126	
1 930	Oceaneering International Inc.	89	161	
		377	723	6.3
Financials				
800	Affiliated Managers Group Inc.	89	174	
3 590	Brown & Brown Inc.	93	118	
2 840	HCC Insurance Holdings Inc.	101	148	
2 520	Portfolio Recovery Associates Inc.	81	160	
2 720	Raymond James Financial Corp.	101	147	
1 560	Signature Bank	108	210	
1 400	T. Rowe Price Group Inc.	90	126	
		663	1 083	9.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
1 030	C.R. Bard Inc.	\$ 98	\$ 157	
2 050	Catamaran Corp.	96	97	
2 570	Cerner Corp.	98	141	
690	Cooper Co. Inc.	94	100	
1 890	DaVita HealthCare Partners Inc.	146	146	
1 570	Henry Schein Inc.	123	199	
1 180	IDEXX Laboratories Inc.	106	168	
1 070	Laboratory Corp. of America Holdings	89	117	
560	Mettler-Toledo International Inc.	98	151	
3 240	Parexel International Corp.	101	183	
1 000	Perrigo Company Plc.	79	155	
1 460	Sirona Dental Systems Inc.	83	128	
1 280	Varian Medical Systems Inc.	87	114	
1 140	Waters Corp.	92	127	
		1 390	1 983	17.4
Industrials				
2 910	Ametek Inc.	90	162	
1 820	Clean Harbors Inc.	102	125	
3 330	Copart Inc.	134	128	
2 180	Donaldson Co. Inc.	70	98	
480	Grainger (W.W.) Inc.	90	130	
870	IHS Inc., Class A	76	126	
1 670	J.B. Hunt Transport Services Inc.	83	131	
1 720	Landstar System Inc.	86	117	
1 510	MSC Industrial Direct Co.	116	154	
1 840	Pentair Plc.	149	142	
1 000	Roper Industries Inc.	108	156	
1 290	Stericycle Inc.	117	163	
680	Valmont Industries	90	110	
1 840	Verisk Analytics Inc.	88	118	
2 670	Waste Connections Inc.	82	138	
		1 481	1 998	17.5
Information Technology				
1 630	Ansys Inc.	110	132	
2 090	ARM Holdings Plc. ADR	72	101	
5 810	Aruba Networks Inc.	117	109	
2 510	Autodesk Inc.	132	151	
1 010	Concur Technologies Inc.	63	101	
1 000	F5 Networks Inc.	88	119	
1 020	Factset Research Systems Inc.	96	131	
1 340	IPG Photonics Corp.	75	98	
1 050	MercadoLibre Inc.	78	107	
1 820	Micros Systems Inc.	80	132	
3 100	Open Text Corp.	82	159	
3 300	SynOpsys Inc.	110	137	
1 340	Teradata Corp.	84	57	
3 810	Tibco Software Inc.	92	82	
4 780	Trimble Navigation Ltd.	128	188	
2 180	Verisign Inc.	91	114	
1 530	WEX Inc.	106	171	
		1 604	2 089	18.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
950	Airgas Inc.	\$ 82	\$ 110	
1 780	Aptargroup Inc.	88	127	
1 490	FMC Corp.	77	113	
1 200	Sigma-Aldrich Corp.	83	130	
		<u>330</u>	<u>480</u>	<u>4.2</u>
TOTAL COMMON EQUITIES		<u>7 787</u>	<u>11 048</u>	<u>96.8</u>
TOTAL INVESTMENTS		<u>7 787</u>	<u>11 048</u>	<u>96.8</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	310	2.7
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(4)	–
TOTAL PORTFOLIO		<u>\$ 7 787</u>	<u>11 354</u>	<u>99.5</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>56</u>	<u>0.5</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 11 410</u>	<u>100.0</u>	

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 130 Sold USD 116 @ 1.1233	03-Jul-14	\$ 5
Bought USD 122 Sold CAD 130 @ 1.0670	03-Jul-14	–
Bought CAD 854 Sold USD 771 @ 1.1070	09-Jul-14	31
Bought CAD 2 030 Sold USD 1 836 @ 1.1057	10-Jul-14	71
Bought CAD 222 Sold USD 203 @ 1.0914	10-Jul-14	5
Bought CAD 100 Sold USD 91 @ 1.0932	15-Jul-14	2
Bought CAD 107 Sold USD 97 @ 1.1053	15-Jul-14	4
Bought CAD 1 100 Sold USD 1 004 @ 1.0951	23-Jul-14	28
Bought CAD 181 Sold USD 165 @ 1.0954	23-Jul-14	5
Bought CAD 261 Sold USD 237 @ 1.0990	25-Jul-14	8
Bought CAD 1 282 Sold USD 1 159 @ 1.1065	31-Jul-14	45
Bought CAD 1 567 Sold USD 1 436 @ 1.0912	08-Aug-14	34
Bought CAD 811 Sold USD 748 @ 1.0845	13-Aug-14	12
Bought CAD 1 881 Sold USD 1 725 @ 1.0903	14-Aug-14	39
Bought CAD 250 Sold USD 229 @ 1.0912	22-Aug-14	5
Bought CAD 170 Sold USD 156 @ 1.0879	27-Aug-14	3
Bought USD 19 Sold CAD 20 @ 1.0744	03-Sep-14	–
Bought USD 21 Sold CAD 23 @ 1.0888	03-Sep-14	–
Bought USD 23 Sold CAD 25 @ 1.0758	03-Sep-14	–
Bought CAD 254 Sold USD 233 @ 1.0881	04-Sep-14	5
Bought CAD 235 Sold USD 215 @ 1.0945	11-Sep-14	6
Bought CAD 51 Sold USD 48 @ 1.0708	19-Sep-14	–
Bought CAD 100 Sold USD 92 @ 1.0907	23-Sep-14	2
Bought CAD 60 Sold USD 56 @ 1.0755	24-Sep-14	–
Bought CAD 130 Sold USD 122 @ 1.0694	02-Oct-14	–
		<u>\$ 310</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 110 Sold CAD 120 @ 1.0887	09-Jul-14	(2)
Bought USD 46 Sold CAD 50 @ 1.0873	13-Aug-14	(1)
Bought USD 37 Sold CAD 40 @ 1.0872	17-Sep-14	(1)
		<u>\$ (4)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 306</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 11 048	\$ 12 167	\$ 10 112
Cash	96	122	99
Due from investment dealers	–	–	207
Subscriptions receivable	1	2	1
Unrealized gain on foreign exchange contracts	310	5	8
Dividends receivable, interest accrued and other assets	2	4	3
TOTAL ASSETS	11 457	12 300	10 430
LIABILITIES			
Due to investment dealers	–	–	27
Redemptions payable	24	4	32
Unrealized loss on foreign exchange contracts	4	204	22
Accounts payable and accrued expenses	19	21	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	47	229	100
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 11 410	\$ 12 071	\$ 10 330
Investments at cost	\$ 7 787	\$ 8 431	\$ 9 729
NAV, END OF PERIOD			
SERIES A	\$ 10 652	\$ 11 192	\$ 9 650
ADVISOR SERIES	\$ 251	\$ 248	\$ 172
SERIES D	\$ 271	\$ 554	\$ 403
SERIES F	\$ 236	\$ 77	\$ 105
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 11.37	\$ 11.22	\$ 8.64
ADVISOR SERIES	\$ 11.41	\$ 11.26	\$ 8.67
SERIES D	\$ 12.06	\$ 11.86	\$ 9.05
SERIES F	\$ 12.43	\$ 12.20	\$ 9.29



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 29	\$ 26
Securities lending revenue (see note 6 in the generic notes)	2	–
Net realized gain (loss) on investments	742	147
Net gain (loss) on foreign currencies and other net assets	(536)	(228)
Change in unrealized gain (loss) on investments	30	1 386
TOTAL INCOME (LOSS)	267	1 331
EXPENSES (see notes – Fund Specific Information)		
Management fees	99	92
Administration fees	7	7
Board of Governors costs	1	2
GST/HST	10	10
Transaction costs	1	1
Withholding tax	4	3
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	121	115
INCREASE (DECREASE) IN NAV	\$ 146	\$ 1 216
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 137	\$ 1 133
ADVISOR SERIES	\$ 4	\$ 21
SERIES D	\$ 2	\$ 52
SERIES F	\$ 3	\$ 10
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.13	\$ 1.06
ADVISOR SERIES	\$ 0.15	\$ 1.07
SERIES D	\$ 0.20	\$ 1.15
SERIES F	\$ 0.21	\$ 1.19

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 146	\$ 1 216
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(742)	(140)
Change in unrealized loss (gain) on investments	(30)	(1 386)
(Increase) decrease in accrued receivables	3	207
Increase (decrease) in accrued payables	18	(54)
Cost of investments purchased	(636)	(390)
Proceeds on sales of investments	2 022	1 341
NET CASH PROVIDED BY OPERATING ACTIVITIES	781	794
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 022	653
Cash paid on redemption of redeemable units	(1 829)	(1 432)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (807)	\$ (779)
Net increase (decrease) in cash for the year	(26)	15
Cash (bank overdraft), beginning of period	122	99
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 96	\$ 114
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 27	\$ 23



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 192	\$ 9 650	\$ 248	\$ 172	\$ 554	\$ 403
INCREASE (DECREASE) IN NAV	137	1 133	4	21	2	52
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	789	573	35	2	42	58
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(1 466)	(1 237)	(36)	(8)	(327)	(106)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(677)	(664)	(1)	(6)	(285)	(48)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(540)	469	3	15	(283)	4
NAV AT END OF PERIOD	\$ 10 652	\$ 10 119	\$ 251	\$ 187	\$ 271	\$ 407

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77	\$ 105	\$ 12 071	\$ 10 330
INCREASE (DECREASE) IN NAV	3	10	146	1 216
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	156	20	1 022	653
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	(81)	(1 829)	(1 432)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	156	(61)	(807)	(779)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	159	(51)	(661)	437
NAV AT END OF PERIOD	\$ 236	\$ 54	\$ 11 410	\$ 10 767

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital appreciation, primarily through investing in mid-capitalized equity securities of U.S. companies while minimizing the exposure to fluctuations between the U.S. and Canadian dollar exchange rates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell Midcap Growth Index (USD)	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	11 048	–	–	11 048
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	310	–	310
Derivatives – liabilities	–	(4)	–	(4)
Total financial instruments	11 048	306	–	11 354
% of total portfolio	97.3	2.7	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	12 167	–	–	12 167
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(204)	–	(204)
Total financial instruments	12 167	(199)	–	11 968
% of total portfolio	101.7	(1.7)	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	10 112	–	–	10 112
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	8	–	8
Derivatives – liabilities	–	(22)	–	(22)
Total financial instruments	10 112	(14)	–	10 098
% of total portfolio	100.1	(0.1)	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	205 201	205 201
Advisor Series	109	109
Series D	911	911
Series F	103	103
Value of all units	2 346	2 316

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	2 688
Non-capital losses	284
Non-capital losses expire in:	
2033	174
2031	19
2028	91

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	997	1 117
Issued number of units	71	60
Reinvested number of units	–	–
Redeemed number of units	(131)	(132)
Ending number of units	937	1 045
Advisor Series		
Opening units	22	20
Issued number of units	3	–
Reinvested number of units	–	–
Redeemed number of units	(3)	(1)
Ending number of units	22	19
Series D		
Opening units	47	45
Issued number of units	3	6
Reinvested number of units	–	–
Redeemed number of units	(28)	(11)
Ending number of units	22	40

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	6	11
Issued number of units	13	2
Reinvested number of units	–	–
Redeemed number of units	–	(8)
Ending number of units	19	5

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1	100	1	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	526	435
Fair value of collateral received	537	444

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	10 763	10 325
Revaluation of investments at FVTPL	4	5
Net assets attributable to holders of redeemable units	10 767	10 330
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 217
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(1)
Increase (decrease) in net assets attributable to holders of redeemable units		1 216



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. MID-CAP VALUE EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
44 030	ANN Inc.	\$ 1 555	\$ 1 932	
104 424	Ascena Retail Group Inc.	2 230	1 905	
80 569	Jarden Corp.	4 132	5 101	
117 040	Newell Rubbermaid Inc.	3 067	3 869	
47 500	Penske Auto Group Inc.	2 309	2 509	
42 866	Tenneco Automotive Inc.	1 931	3 004	
52 250	TRW Automotive Holdings Corp.	3 610	4 991	
		18 834	23 311	10.6
Energy				
23 610	Cameron International	1 443	1 705	
20 430	Concho Resources Inc.	2 504	3 149	
27 500	Gulfport Energy Corp.	1 575	1 841	
24 000	MarkWest Energy Partners LP	1 677	1 831	
20 600	Range Resources Corp.	1 956	1 910	
36 800	Superior Energy Services	1 313	1 418	
21 883	Tesoro Petroleum Corp.	1 237	1 369	
		11 705	13 223	6.0
Financials				
48 090	American Financial Group Inc.	2 207	3 055	
64 875	Amtrust Financial Services Inc.	2 455	2 893	
112 350	CIT Group Inc.	5 621	5 487	
56 700	Columbia Property Trust Inc. Real Estate Investment Trust	1 544	1 573	
191 316	Fifth Third Bancorp	3 774	4 357	
80 130	First Republic Bank	4 001	4 700	
169 760	Hartford Financial Services Inc.	4 420	6 485	
86 230	HCC Insurance Holdings Inc.	3 455	4 502	
367 100	Huntington Bancshares	2 969	3 736	
183 537	KKR & Co. Ltd. Part.	4 325	4 763	
30 100	LaSalle Hotel Properties	766	1 141	
72 800	Lincoln National Corp.	3 798	3 995	
105 450	National General Holdings Corp.	1 621	1 955	
28 085	Reinsurance Group of America Inc.	1 679	2 361	
41 450	STAG Industrial Inc. Real Estate Investment Trust	876	1 062	
81 810	UnumProvident Corp.	2 433	3 033	
		45 944	55 098	25.0
Health Care				
49 480	AmerisourceBergen Corp.	3 013	3 835	
34 231	Centene Corp.	2 085	2 760	
88 850	Mylan Laboratories Inc.	4 254	4 887	
20 402	Teleflex Inc.	1 884	2 298	
34 510	Universal Health Services Inc., Class B	2 663	3 524	
		13 899	17 304	7.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
32 160	Alaska Airgroup Inc.	\$ 2 834	\$ 3 261	
27 310	Carlisle Co. Inc.	2 374	2 523	
21 650	Fluor Corp.	1 637	1 776	
20 066	Kirby Corp.	1 759	2 507	
102 484	Miller (Herman) Inc.	3 325	3 306	
52 100	MRC Global Inc.	1 475	1 572	
39 680	Owens Corning	1 583	1 637	
23 470	Parker Hannifin Corp.	3 142	3 148	
48 680	Quanta Services Inc.	1 923	1 796	
24 330	Ryder System Inc.	1 968	2 286	
46 637	Spirit Airlines Inc.	1 914	3 146	
24 300	Stanley Black & Decker Inc.	2 147	2 276	
57 700	Swift Transportation Co., Class A	1 470	1 553	
20 000	Triumph Group Inc.	1 439	1 490	
21 882	United Rentals Inc.	1 546	2 446	
79 350	Waste Connections Inc.	3 733	4 111	
		34 269	38 834	17.6
Information Technology				
124 727	AOL Inc.	5 135	5 294	
60 730	Arrow Electronics Inc.	2 950	3 913	
29 250	Coherent Inc.	1 880	2 065	
97 000	Integrated Device Technology Inc.	1 419	1 600	
33 890	Microchip Technology Inc.	1 600	1 765	
73 747	NXP Semiconductor N.V.	3 714	5 206	
318 809	RF Micro Devices Inc.	2 777	3 261	
109 951	Skyworks Solutions Inc.	3 159	5 508	
82 122	Web.com Group Inc.	2 596	2 529	
		25 230	31 141	14.1
Materials				
11 500	Ashland Inc.	940	1 334	
63 800	Avery Dennison Corp.	3 476	3 490	
24 110	Carpenter Technology	1 421	1 627	
85 082	Crown Holdings Inc.	3 418	4 516	
34 345	Cytec Industries Inc.	2 968	3 863	
164 400	Ferro Corp.	2 345	2 200	
75 553	Owens-Illinois Inc.	1 658	2 792	
		16 226	19 822	9.0
Utilities				
116 180	Calpine Corp.	2 583	2 951	
136 750	CMS Energy Corp.	3 698	4 546	
35 050	Edison International	1 728	2 173	
38 500	NorthWestern Corp.	1 592	2 143	
31 500	Portland General Electric Co.	1 129	1 165	
30 922	The Laclede Group Inc.	1 596	1 601	
		12 326	14 579	6.6
TOTAL COMMON EQUITIES		178 433	213 312	96.7
TOTAL INVESTMENTS		\$ 178 433	213 312	96.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			7 356	3.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 220 668	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 213 312	\$ 227 360	\$ 156 264
Cash	8 060	5 143	5 668
Due from investment dealers	–	1 333	–
Subscriptions receivable	197	92	–
Dividends receivable, interest accrued and other assets	161	122	132
TOTAL ASSETS	221 730	234 050	162 064
LIABILITIES			
Due to investment dealers	–	1 320	–
Redemptions payable	990	17	3
Accounts payable and accrued expenses	72	53	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 062	1 390	19
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 220 668	\$ 232 660	\$ 162 045
Investments at cost	\$ 178 433	\$ 173 797	\$ 148 287
NAV, END OF PERIOD			
SERIES A	\$ 12 513	\$ 7 507	\$ 457
ADVISOR SERIES	\$ 11 932	\$ 8 903	\$ 40
SERIES D	\$ 3 668	\$ 1 734	\$ 54
SERIES F	\$ 6 116	\$ 4 050	\$ 54
SERIES O	\$ 186 439	\$ 210 466	\$ 161 440
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.58	\$ 13.08	\$ 10.25
ADVISOR SERIES	\$ 14.59	\$ 13.09	\$ 10.26
SERIES D	\$ 14.89	\$ 13.31	\$ 10.33
SERIES F	\$ 15.01	\$ 13.39	\$ 10.36
SERIES O	\$ 15.13	\$ 13.44	\$ 10.38

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 448	\$ 1 077
Other income (loss)	10	11
Net realized gain (loss) on investments	46 788	10 977
Net gain (loss) on foreign currencies and other net assets	35	391
Change in unrealized gain (loss) on investments	(18 684)	22 614
TOTAL INCOME (LOSS)	29 597	35 070
EXPENSES (see notes – Fund Specific Information)		
Management fees	237	23
Administration fees	123	90
Board of Governors costs	1	2
GST/HST	35	13
Transaction costs	355	171
Withholding tax	246	203
TOTAL EXPENSES	997	502
INCREASE (DECREASE) IN NAV	\$ 28 600	\$ 34 568
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 070	\$ 226
ADVISOR SERIES	\$ 1 112	\$ 64
SERIES D	\$ 284	\$ 46
SERIES F	\$ 560	\$ 22
SERIES O	\$ 25 574	\$ 34 210
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.53	\$ 2.10
ADVISOR SERIES	\$ 1.53	\$ 2.11
SERIES D	\$ 1.63	\$ 2.16
SERIES F	\$ 1.64	\$ 2.19
SERIES O	\$ 1.70	\$ 2.23

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 28 600	\$ 34 568
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(46 788)	(10 977)
Change in unrealized loss (gain) on investments	18 684	(22 614)
(Increase) decrease in accrued receivables	1 189	(332)
Increase (decrease) in accrued payables	(328)	26
Cost of investments purchased	(187 138)	(88 897)
Proceeds on sales of investments	229 290	90 836
NET CASH PROVIDED BY OPERATING ACTIVITIES	43 509	2 610
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	15 313	7 089
Cash paid on redemption of redeemable units	(55 905)	(14 129)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (40 592)	\$ (7 040)
Net increase (decrease) in cash for the year	2 917	(4 430)
Cash (bank overdraft), beginning of period	5 143	5 668
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 8 060	\$ 1 238
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 1 173	\$ 874

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 507	\$ 457	\$ 8 903	\$ 40	\$ 1 734	\$ 54	\$ 4 050	\$ 54
INCREASE (DECREASE) IN NAV	1 070	226	1 112	64	284	46	560	22
Early redemption fees	1	—	—	—	—	—	—	—
Proceeds from redeemable units issued	6 320	3 120	3 784	2 317	3 356	1 026	1 782	626
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(2 385)	(573)	(1 867)	(102)	(1 706)	(437)	(276)	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 936	2 547	1 917	2 215	1 650	589	1 506	626
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	5 006	2 773	3 029	2 279	1 934	635	2 066	648
NAV AT END OF PERIOD	\$ 12 513	\$ 3 230	\$ 11 932	\$ 2 319	\$ 3 668	\$ 689	\$ 6 116	\$ 702

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 210 466	\$ 161 440	\$ 232 660	\$ 162 045
INCREASE (DECREASE) IN NAV	25 574	34 210	28 600	34 568
Early redemption fees	—	—	1	—
Proceeds from redeemable units issued	71	—	15 313	7 089
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(49 672)	(13 017)	(55 906)	(14 129)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(49 601)	(13 017)	(40 592)	(7 040)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(24 027)	21 193	(11 992)	27 528
NAV AT END OF PERIOD	\$ 186 439	\$ 182 633	\$ 220 668	\$ 189 573

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. mid-cap companies that are deemed to be undervalued in order to provide broad exposure to economic growth opportunities in the equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	100.0	100.0	100.0
Total	100.0	100.0	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 29-month (December 31, 2013 – 23-month, January 1, 2013 – 11-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell Midcap Value Index (CAD)	+ or - 1.1	+ or - 1.1	+ or - n/a

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	213 312	–	–	213 312
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	213 312	–	–	213 312
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	227 360	–	–	227 360
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	227 360	–	–	227 360
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	156 264	–	–	156 264
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 264	–	–	156 264
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Advisor Series	55	55
Series D	55	55
Series F	55	55
Series O	56	56
Value of all units	3	3

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	574	45
Issued number of units	456	267
Reinvested number of units	–	–
Redeemed number of units	(171)	(50)
Ending number of units	859	262
Advisor Series		
Opening units	680	4
Issued number of units	269	193
Reinvested number of units	–	–
Redeemed number of units	(131)	(9)
Ending number of units	818	188
Series D		
Opening units	130	5
Issued number of units	234	87
Reinvested number of units	–	–
Redeemed number of units	(118)	(37)
Ending number of units	246	55
Series F		
Opening units	302	5
Issued number of units	125	51
Reinvested number of units	–	–
Redeemed number of units	(19)	–
Ending number of units	408	56
Series O		
Opening units	15 665	15 550
Issued number of units	5	1
Reinvested number of units	–	–
Redeemed number of units	(3 345)	(1 056)
Ending number of units	12 325	14 495

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	355	100	171	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	211	59	70	41

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Balanced Fund	2 103	2 860
RBC Global Balanced Fund	433	571
RBC U.S. Equity Fund	9 665	12 098
RBC U.S. Equity Currency Neutral Fund	119	136
Total	12 320	15 665

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	189 525	161 942
Revaluation of investments at FVTPL	48	103
Net assets attributable to holders of redeemable units	189 573	162 045

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	34 623
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(55)
Increase (decrease) in net assets attributable to holders of redeemable units	34 568

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC U.S. SMALL-CAP CORE EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
42 640	Ascena Retail Group Inc.	\$ 821	\$ 778	
15 400	Core-Mark Holding Co. Inc.	651	750	
32 300	Destination Maternity Corp.	965	785	
332 930	Destination XL Group Inc.	1 640	1 957	
35 660	Drew Industries Inc.	1 281	1 901	
57 100	Fox Factory Holding Corp.	1 048	1 071	
39 290	Grand Canyon Education Inc.	1 116	1 927	
36 240	Helen Of Troy Ltd.	1 791	2 344	
37 400	Hillenbrand Inc.	1 258	1 301	
21 241	Kona Grill Inc.	427	441	
86 700	Libbey Inc.	1 846	2 464	
1 383	Performance Sports Group Ltd.	25	25	
64 650	RG Barry Corp.	930	1 307	
131 600	Smith & Wesson Holding Corp.	1 581	2 041	
32 200	SodaStream International Ltd.	1 570	1 154	
41 025	Steven Madden Ltd.	1 328	1 501	
111 326	Universal Electronics Inc.	2 647	5 805	
34 300	Vera Bradley Inc.	809	800	
180 200	Zagg Inc.	1 260	1 044	
		22 994	29 396	21.9
Energy				
37 500	Athlon Energy Inc.	1 214	1 908	
2 620	CARBO Ceramics Inc.	247	430	
22 640	Geospace Technologies Corp.	1 704	1 330	
35 370	Gulfport Energy Corp.	1 380	2 368	
76 600	Ring Energy Inc.	1 306	1 426	
		5 851	7 462	5.6
Financials				
50 000	Amerisafe Inc.	1 725	2 169	
6 900	Bancfirst Corp.	415	456	
28 700	Chemical Financial Corp.	820	860	
23 200	Community Bank System Inc.	768	896	
154 700	Compass Diversified Holdings	2 652	2 992	
96 900	Gramercy Property Trust Inc. Real Estate Investment Trust	590	625	
27 970	LaSalle Hotel Properties	799	1 061	
35 660	ProAssurance Corp.	1 702	1 689	
55 700	Safeguard Scientifics Inc.	1 063	1 235	
		10 534	11 983	9.0
Health Care				
11 000	Analogic Corp.	976	918	
46 900	Bio-Reference Laboratories Inc.	1 376	1 512	
224 300	BioScrip Inc.	1 973	1 995	
20 200	Hanger Orthopedic Group Inc.	810	678	
45 450	Masimo Corp.	1 085	1 144	
39 500	U.S. Physical Therapy Inc.	1 186	1 441	
59 520	West Pharmaceutical Services Inc.	2 067	2 678	
		9 473	10 366	7.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
218 640	ACCO Brands Corp.	\$ 1 791	\$ 1 495	
42 484	Astronics Corp.	1 371	2 558	
61 740	AZZ Inc.	2 263	3 035	
9 430	Chart Industries Inc.	839	832	
105 750	Columbus McKinnon Corp.	2 156	3 049	
53 670	Ducommun Inc.	1 240	1 496	
45 760	EnerSys	2 380	3 357	
67 800	GP Strategies Corp.	1 886	1 873	
13 200	Graham Corp.	431	490	
60 790	Insteel Industries Inc.	970	1 274	
75 440	Interface Inc.	1 274	1 516	
33 600	Mistras Group Inc.	843	879	
30 030	Old Dominion Freight Line Inc.	1 247	2 040	
33 600	Patrick Industries Inc.	1 105	1 670	
24 600	Powell Industries Inc.	1 614	1 716	
67 800	Primoris Services Corp.	1 628	2 087	
32 480	Sun Hydraulics Corp.	930	1 407	
55 200	The Greenbrier Co. Inc.	1 277	3 392	
70 500	The KEYW Holding Corp.	1 350	945	
		26 595	35 111	26.2
Information Technology				
19 220	Aspen Technology Inc.	597	951	
53 000	Computer Task Group Inc.	936	931	
42 150	Interactive Intelligence Group	2 115	2 524	
29 360	InterDigital Inc.	1 021	1 497	
8 540	Measurement Specialties Inc.	392	784	
64 550	NIC Inc.	1 208	1 091	
58 470	Skyworks Solutions Inc.	1 427	2 929	
35 500	Synaptics Inc.	2 347	3 433	
88 300	Synchronoss Technologies Inc.	2 968	3 293	
101 260	Take-Two Interactive Software Inc.	1 533	2 402	
58 100	Tessco Technologies Inc.	1 548	1 966	
35 400	Tyler Technologies Inc.	2 435	3 443	
		18 527	25 244	18.8
Materials				
64 900	FutureFuel Corp.	984	1 149	
10 410	Kaiser Aluminum Corp.	640	809	
41 370	Koppers Holdings Inc.	1 712	1 688	
54 100	Landec Corp.	754	720	
177 000	Omnova Solutions Inc.	1 439	1 716	
45 410	Universal Stainless & Alloy	1 895	1 573	
		7 424	7 655	5.7
Other				
26 200	iShares Russell 2000 ETF	2 881	3 321	
		2 881	3 321	2.5
TOTAL COMMON EQUITIES		104 279	130 538	97.4
TOTAL INVESTMENTS		\$ 104 279	130 538	97.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			3 473	2.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 134 011	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 130 538	\$ 118 916	\$ 40 004
Cash	2 062	7 201	1 780
Due from investment dealers	2 819	–	–
Subscriptions receivable	247	404	2
Dividends receivable, interest accrued and other assets	46	106	13
TOTAL ASSETS	135 712	126 627	41 799
LIABILITIES			
Due to investment dealers	1 573	1 856	139
Redemptions payable	78	14	–
Accounts payable and accrued expenses	50	46	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 701	1 916	143
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 134 011	\$ 124 711	\$ 41 656
Investments at cost	\$ 104 279	\$ 92 680	\$ 38 016
NAV, END OF PERIOD			
SERIES A	\$ 10 640	\$ 11 186	\$ 462
ADVISOR SERIES	\$ 4 586	\$ 4 624	\$ 23
SERIES D	\$ 5 312	\$ 6 254	\$ 139
SERIES F	\$ 6 745	\$ 5 292	\$ 32
SERIES O	\$ 106 728	\$ 97 355	\$ 41 000
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.94	\$ 14.62	\$ 10.18
ADVISOR SERIES	\$ 14.95	\$ 14.63	\$ 10.19
SERIES D	\$ 15.24	\$ 14.85	\$ 10.25
SERIES F	\$ 15.34	\$ 14.92	\$ 10.27
SERIES O	\$ 15.43	\$ 14.95	\$ 10.26

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 521	\$ 224
Other income (loss)	4	4
Securities lending revenue (see note 6 in the generic notes)	47	–
Net realized gain (loss) on investments	3 417	872
Net gain (loss) on foreign currencies and other net assets	83	161
Change in unrealized gain (loss) on investments	23	10 072
TOTAL INCOME (LOSS)	4 095	11 333
EXPENSES (see notes – Fund Specific Information)		
Management fees	212	22
Administration fees	66	28
Board of Governors costs	1	2
GST/HST	31	5
Transaction costs	59	26
Withholding tax	93	52
TOTAL EXPENSES	462	135
INCREASE (DECREASE) IN NAV	\$ 3 633	\$ 11 198
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 182	\$ 338
ADVISOR SERIES	\$ 103	\$ 30
SERIES D	\$ 93	\$ 144
SERIES F	\$ 168	\$ 13
SERIES O	\$ 3 087	\$ 10 673
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.27	\$ 2.35
ADVISOR SERIES	\$ 0.27	\$ 2.32
SERIES D	\$ 0.34	\$ 2.43
SERIES F	\$ 0.36	\$ 2.49
SERIES O	\$ 0.43	\$ 2.59

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 633	\$ 11 198
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 417)	(872)
Change in unrealized loss (gain) on investments	(23)	(10 072)
(Increase) decrease in accrued receivables	(2 602)	(471)
Increase (decrease) in accrued payables	(215)	1 540
Cost of investments purchased	(29 805)	(15 225)
Proceeds on sales of investments	21 623	5 348
NET CASH PROVIDED BY OPERATING ACTIVITIES	(10 806)	(8 554)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	30 257	14 761
Cash paid on redemption of redeemable units	(24 590)	(3 773)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 5 667	\$ 10 988
Net increase (decrease) in cash for the year	(5 139)	2 434
Cash (bank overdraft), beginning of period	7 201	1 780
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 062	\$ 4 214
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 492	\$ 172



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 186	\$ 462	\$ 4 624	\$ 23	\$ 6 254	\$ 139	\$ 5 292	\$ 32
INCREASE (DECREASE) IN NAV	182	338	103	30	93	144	168	13
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	3 647	3 939	1 070	610	4 322	2 192	2 349	169
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(4 375)	(411)	(1 211)	(27)	(5 357)	(390)	(1 064)	(7)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(728)	3 528	(141)	583	(1 035)	1 802	1 285	162
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(546)	3 866	(38)	613	(942)	1 946	1 453	175
NAV AT END OF PERIOD	\$ 10 640	\$ 4 328	\$ 4 586	\$ 636	\$ 5 312	\$ 2 085	\$ 6 745	\$ 207

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 97 355	\$ 41 000	\$ 124 711	\$ 41 656
INCREASE (DECREASE) IN NAV	3 087	10 673	3 633	11 198
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	18 869	7 851	30 257	14 761
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(12 583)	(2 938)	(24 590)	(3 773)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	6 286	4 913	5 667	10 988
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	9 373	15 586	9 300	22 186
NAV AT END OF PERIOD	\$ 106 728	\$ 56 586	\$ 134 011	\$ 63 842

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. small-cap companies in order to provide broad exposure to economic growth opportunities in the equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	100.0	99.8	100.0
Total	100.0	99.8	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 29-month (December 31, 2013 – 23-month, January 1, 2013 – 11-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 2000 Index (CAD)	+ or - 0.9	+ or - 1.0	+ or - n/a

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	130 538	–	–	130 538
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	130 538	–	–	130 538
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	118 916	–	–	118 916
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	118 916	–	–	118 916
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	40 004	–	–	40 004
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	40 004	–	–	40 004
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Advisor Series	52	52
Series D	52	52
Series F	52	52
Series O	53	53
Value of all units	3	3

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	765	45
Issued number of units	245	334
Reinvested number of units	–	–
Redeemed number of units	(298)	(35)
Ending number of units	712	344
Advisor Series		
Opening units	316	2
Issued number of units	72	50
Reinvested number of units	–	–
Redeemed number of units	(81)	(2)
Ending number of units	307	50
Series D		
Opening units	421	14
Issued number of units	284	183
Reinvested number of units	–	–
Redeemed number of units	(357)	(33)
Ending number of units	348	164
Series F		
Opening units	355	3
Issued number of units	156	14
Reinvested number of units	–	–
Redeemed number of units	(71)	(1)
Ending number of units	440	16
Series O		
Opening units	6 513	3 997
Issued number of units	1 239	648
Reinvested number of units	–	–
Redeemed number of units	(835)	(234)
Ending number of units	6 917	4 411

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	59	100	26	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	41	69	13	50

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	12 485	–
Fair value of collateral received	12 735	–

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Balanced Fund	545	768
RBC Global Balanced Fund	111	163
RBC U.S. Equity Fund	2 490	2 850
RBC U.S. Equity Currency Neutral Fund	28	37
Total	3 174	3 818

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	63 789	41 203
Revaluation of investments at FVTPL	53	453
Net assets attributable to holders of redeemable units	63 842	41 656

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	11 598
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(400)
Increase (decrease) in net assets attributable to holders of redeemable units	11 198

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY U.S. GROWTH FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
58 762	Build-A-Bear Workshop Inc.	\$ 925	\$ 837	
21 917	Cavco Industries Inc.	1 864	1 994	
12 000	China Lodging Group Ltd. ADR	372	321	
5 577	Columbia Sportswear Co.	522	492	
87 202	Cumulus Media Inc., Class A	493	613	
10 518	Del Frisco's Restaurant Group Inc.	309	309	
8 884	Destination Maternity Corp.	271	216	
22 917	Drew Industries Inc.	811	1 222	
18 796	Escalade Inc.	322	324	
14 081	Fiesta Restaurant Group Inc.	554	697	
8 836	Finish Line, Class A	289	280	
17 876	G-III Apparel Group Ltd.	1 335	1 557	
10 554	Gentherm Inc.	396	500	
9 267	Haverty Furniture Co. Inc.	162	248	
24 611	Helen Of Troy Ltd.	1 763	1 592	
24 047	Interval Leisure Group Inc.	769	563	
14 949	Kirkland's Inc.	275	296	
71 690	Marcus Corp.	1 367	1 396	
79 102	McClatchy Co., Class A	558	468	
81 712	MDC Partners Inc.	1 822	1 873	
41 122	Modine Manufacturing Co.	605	690	
38 184	NutriSystem Inc.	774	697	
7 285	Papa John's International Inc.	389	329	
14 038	Red Robin Gourmet Burgers Inc.	978	1 066	
18 581	Ruth's Hospitality Group Inc.	222	245	
13 898	Sears Canada Inc.	180	202	
7 129	Skechers U.S.A. Inc., Class A	331	348	
73 203	Sonic Corp.	1 376	1 724	
26 009	Standard Motor Products Inc.	1 035	1 238	
12 374	Strattec Security Corp.	970	851	
2 902	Sturm Ruger & Co. Inc.	254	183	
31 380	TAL Education Group ADR	555	921	
13 272	Unifi Inc.	272	389	
181 907	Xueda Education Group ADR	1 321	863	
		24 441	25 544	14.5
Consumer Staples				
7 995	Cal-Maine Foods Inc.	617	634	
6 321	Industrias Bachoco S.A.B. de C.V. ADR	213	363	
7 420	Inter Parfums Inc.	212	234	
101 949	Liberator Medical Holdings Inc.	518	406	
9 135	Nutraceutical International Corp.	239	232	
20 338	Pilgrim's Pride Corp.	361	594	
8 860	Sanderson Farms Inc.	683	919	
14 328	SpartanNash Co.	324	321	
44 114	The Andersons Inc.	2 525	2 427	
30 831	Vector Group Ltd.	706	680	
6 585	WD-40 Co.	525	528	
		6 923	7 338	4.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy				
89 452	Abraxas Petroleum Corp.	\$ 464	\$ 597	
39 705	Basic Energy Services Inc.	1 190	1 238	
3 324	Clayton Williams Energy Inc.	470	487	
17 504	Cloud Peak Energy Inc.	391	344	
50 208	Comstock Resources Inc.	1 439	1 546	
6 040	Dawson Geophysical Co.	250	185	
7 906	Forum Energy Technologies Inc.	298	307	
29 769	Green Plains Inc.	816	1 044	
62 810	Matrix Service Co.	2 124	2 197	
21 339	Natural Gas Services Group Inc.	505	753	
244 244	North American Energy Partners Inc.	1 987	2 098	
44 989	Panhandle Oil and Gas Inc., Class A	2 229	2 689	
94 503	Pioneer Energy Services Corp.	1 545	1 768	
4 658	REX Stores Corp.	378	365	
64 077	RPC Inc.	1 550	1 606	
2 659	Sabine Royalty Trust	175	171	
38 891	San Juan Basin Royalty Trust	817	800	
8 510	Stone Energy Corp.	311	425	
71 219	Tesco Corp.	1 425	1 621	
199 631	Warren Resources Inc.	1 022	1 320	
72 764	Westmoreland Coal Co.	1 769	2 816	
		21 155	24 377	13.8
Financials				
9 033	1st Source Corporation	302	295	
93 929	American Equity Investment Life Holding Co.	1 939	2 465	
5 115	American National Insurance Co.	559	623	
5 415	Argo Group International Holdings Ltd.	217	295	
30 548	BancorpSouth Inc.	766	801	
123 825	Beneficial Mutual Bancorp Inc.	1 841	1 789	
105 581	BGC Partners Inc., Class A	830	838	
39 632	Bridge Capital Holdings	1 014	1 023	
58 184	Calamos Asset Management Inc., Class A	813	831	
74 002	CVB Financial Corp.	1 294	1 265	
9 215	Diamond Hill Investment Group Inc.	1 066	1 255	
7 803	eHealth Inc.	494	316	
29 172	Employers Holdings Inc.	854	659	
18 989	FBR & Co.	533	550	
28 919	Federated National Holding Co.	720	787	
32 849	First Bancorp	681	643	
47 917	First Interstate Bancsystem Inc., Class A	1 175	1 389	
43 008	Flagstar Bancorp Inc.	1 013	830	
17 851	FXCM Inc., Class A	366	285	
15 822	Hanmi Financial Corp.	435	355	
21 611	HCI Group Inc.	1 086	936	
46 995	HFF Inc., Class A	1 512	1 864	
10 732	Hilltop Holdings Inc.	281	243	
55 590	Home Bancshares Inc.	812	1 946	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
11 212	Horace Mann Educators Corp.	\$ 242	\$ 374	
23 174	Pinnacle Financial Partners Inc.	860	976	
13 182	S&T Bancorp Inc.	330	349	
30 533	Simmons First National Corp., Class A	1 165	1 283	
35 056	Symetra Financial Corp.	660	850	
10 009	Union Bankshares Corp.	260	274	
73 946	United Community Banks Inc.	1 263	1 291	
166 435	United Insurance Holdings Corp.	2 681	3 064	
32 497	Universal Insurance Holdings Inc.	272	450	
62 137	Western Alliance Bancorp	1 044	1 578	
24 182	WSFS Financial Corp.	1 726	1 900	
15 150	Yadkin Financial Corp.	346	304	
		31 452	34 976	19.8
Health Care				
12 241	Almost Family Inc.	444	288	
10 543	Anika Therapeutics Inc.	382	521	
8 539	Cantel Medical Corp.	325	334	
17 750	CONMED Corp.	925	836	
54 313	Corvel Corp.	2 378	2 618	
41 803	Cross Country Healthcare Inc.	465	291	
24 774	Cryolife Inc.	276	237	
34 396	Emergent Biosolutions Inc.	980	824	
15 925	Greatbatch Inc.	668	833	
14 537	Healthways Inc.	331	272	
35 981	Kindred Healthcare Inc.	1 017	887	
8 912	Masimo Corp.	294	224	
5 801	Omniceil Inc.	187	178	
24 317	Select Medical Holdings Corp.	407	405	
32 499	WuXi PharmaTech Cayman Inc. ADR	904	1 140	
		9 983	9 888	5.6
Industrials				
40 005	AAON Inc.	954	1 430	
12 059	AAR Corp.	385	355	
42 990	Aceto Corp.	756	832	
46 124	ARC Document Solutions Inc.	427	288	
48 204	Argan Inc.	1 556	1 916	
26 196	Circor International Inc.	1 778	2 155	
23 952	Comfort Systems USA Inc.	502	404	
13 996	Conrad Industries Inc.	608	575	
34 563	Douglas Dynamics Inc.	676	650	
18 683	Ducommun Inc.	562	521	
2 758	EnPro Industries Inc.	220	215	
2 416	Exponent Inc.	188	191	
60 665	Federal Signal Corp.	872	948	
26 339	G&K Services Inc.	1 277	1 463	
26 073	Graham Corp.	948	968	
41 210	Heartland Express Inc.	963	938	
33 345	Huron Consulting Group Inc.	2 047	2 519	
4 261	Hyster-Yale Materials Handling Inc., Class A	405	402	
27 552	JetBlue Airways Corp.	257	319	
62 324	John Bean Technologies Corp.	2 030	2 060	
70 207	Kimball International Inc., Class B	1 398	1 252	
72 551	Knight Transportation Inc.	1 890	1 838	
5 138	Korn/Ferry International	170	161	
24 899	Marten Transport Ltd.	656	594	
16 967	Multi-Color Corp.	609	724	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
64 383	Navigant Consulting Inc.	\$ 1 218	\$ 1 198	
135 846	Navios Maritime Holdings Inc.	904	1 466	
104 146	NN Inc.	1 937	2 842	
11 820	P.A.M. Transportation Services Inc.	337	353	
21 578	PGT Inc.	245	195	
7 248	Saia Inc.	192	340	
5 433	Spirit Airlines Inc.	185	367	
26 497	The Gorman-Rupp Company	856	1 000	
46 128	The Greenbrier Co. Inc.	2 268	2 834	
65 723	Wabash National Corp.	1 005	999	
15 318	Wesco Aircraft Holdings Inc.	316	326	
		31 597	35 638	20.2
Information Technology				
24 938	Acxiom Corp.	527	577	
11 359	Bitauto Holdings Ltd. ADR	355	590	
45 464	Booz Allen Hamilton Holding Corp.	941	1 029	
5 298	Cass Information Systems Inc.	314	280	
4 491	Comtech Telecommunications Corp.	193	179	
16 265	Dolby Laboratories Inc.	779	749	
49 974	Electronics for Imaging Inc.	1 365	2 409	
13 982	Entegris Inc.	179	205	
3 741	ePlus Inc.	245	232	
20 505	Euronet Worldwide Inc.	700	1 055	
124 053	Extreme Networks Inc.	782	586	
39 088	Harmonic Inc.	320	311	
22 339	iGate Corp.	850	867	
23 663	Integrated Device Technology Inc.	357	390	
16 759	Integrated Silicon Solutions Inc.	273	264	
37 507	Ituran Location and Control Ltd.	984	975	
144 647	Kofax Ltd.	1 313	1 327	
47 320	Lattice Semiconductor Corp.	406	416	
32 131	Logitech International S.A.	354	447	
163 408	Magic Software Enterprises Ltd.	1 516	1 306	
29 223	Manhattan Associates Inc.	317	1 073	
18 069	Methode Electronics	348	736	
55 077	Netscout Systems Inc.	2 281	2 605	
21 211	Omnivision Technologies Inc.	524	497	
16 435	Perficient Inc.	392	341	
20 157	Plexus Corp.	906	931	
21 307	Sapient Corp.	350	369	
7 105	Silicom Ltd.	243	318	
4 839	Synaptics Inc.	303	468	
14 274	SYNNEX Corp.	972	1 109	
9 718	Teletech Holdings Inc.	256	301	
12 693	Ubiquiti Networks Inc.	476	612	
29 038	Ultra Clean Holdings Inc.	467	280	
40 528	WNS Holdings Ltd. ADR	820	829	
		21 408	24 663	14.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
5 593	Caesarstone Sdot-Yam Ltd.	\$ 176	\$ 293	
11 057	Clearwater Paper Corp.	669	728	
9 999	Flotek Industries Inc.	191	343	
8 976	Glatfelter (P.H.) Co.	232	254	
15 494	Globe Specialty Metals Inc.	345	343	
16 043	KapStone Paper and Packaging Corp.	290	567	
8 053	Myers Industries Inc.	202	173	
21 564	Neenah Paper Inc.	1 199	1 223	
20 125	Schweitzer-Mauduit International Inc.	1 096	937	
16 727	Wausau-Mosinee Paper Corp.	239	193	
		<u>4 639</u>	<u>5 054</u>	<u>2.9</u>
Telecommunication Services				
5 380	Atlantic Tele-Network Inc.	393	333	
17 433	IDT Corp.	330	324	
14 405	US Cellular Corp.	671	627	
		<u>1 394</u>	<u>1 284</u>	<u>0.7</u>
TOTAL COMMON EQUITIES		<u>152 992</u>	<u>168 762</u>	<u>95.7</u>
SHORT-TERM INVESTMENTS*		<u>3 637</u>	<u>3 642</u>	<u>2.1</u>
TOTAL INVESTMENTS		<u>156 629</u>	<u>172 404</u>	<u>97.8</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		—	4 085	2.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		—	(5)	—
TOTAL PORTFOLIO		<u>\$ 156 629</u>	<u>176 484</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(230)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 176 254</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 20 000 Sold USD 17 761 @ 1.1261	08-Jul-14	\$ 1 051
Bought CAD 3 020 Sold USD 2 735 @ 1.1041	08-Jul-14	102
Bought USD 272 Sold CAD 290 @ 1.0676	08-Jul-14	—
Bought CAD 23 450 Sold USD 21 211 @ 1.1056	22-Jul-14	812
Bought CAD 3 246 Sold USD 2 953 @ 1.0994	29-Jul-14	94
Bought CAD 2 040 Sold USD 1 868 @ 1.0922	06-Aug-14	46
Bought CAD 11 421 Sold USD 10 330 @ 1.1056	11-Aug-14	390
Bought CAD 19 422 Sold USD 17 798 @ 1.0912	18-Aug-14	414
Bought CAD 2 340 Sold USD 2 150 @ 1.0883	18-Aug-14	44
Bought CAD 1 986 Sold USD 1 825 @ 1.0880	29-Aug-14	36
Bought CAD 12 892 Sold USD 11 745 @ 1.0976	10-Sep-14	342
Bought CAD 2 810 Sold USD 2 564 @ 1.0958	10-Sep-14	70
Bought CAD 8 403 Sold USD 7 715 @ 1.0892	19-Sep-14	157
Bought CAD 2 080 Sold USD 1 930 @ 1.0779	29-Sep-14	17
Bought CAD 21 379 Sold USD 19 706 @ 1.0849	29-Sep-14	312
Bought CAD 39 720 Sold USD 36 961 @ 1.0746	08-Oct-14	198
		<u>\$ 4 085</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 126 Sold CAD 135 @ 1.0730	29-Jul-14	\$ (1)
Bought USD 50 Sold CAD 55 @ 1.0916	06-Aug-14	(1)
Bought USD 92 Sold CAD 100 @ 1.0901	06-Aug-14	(2)
Bought USD 195 Sold CAD 210 @ 1.0749	11-Aug-14	(1)
		<u>\$ (5)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 4 080</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 172,404	\$ 191,352	\$ 148,449
Cash	4	1	47
Due from investment dealers	118	–	–
Subscriptions receivable	32	119	26
Unrealized gain on foreign exchange contracts	4,085	159	531
Dividends receivable, interest accrued and other assets	149	217	18
TOTAL ASSETS	176,792	191,848	149,071
LIABILITIES			
Due to investment dealers	53	–	–
Redemptions payable	263	76	163
Unrealized loss on foreign exchange contracts	5	2,412	396
Accounts payable and accrued expenses	217	237	187
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	538	2,725	746
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 176,254	\$ 189,123	\$ 148,325
Investments at cost	\$ 156,629	\$ 151,471	\$ 136,052
NAV, END OF PERIOD			
SERIES A	\$ 162,514	\$ 174,322	\$ 139,087
SERIES D	\$ 9,080	\$ 9,979	\$ 5,376
SERIES F	\$ 4,632	\$ 4,821	\$ 3,861
SERIES O	\$ 28	\$ 1	\$ 1
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 14.45	\$ 14.51	\$ 10.14
SERIES D	\$ 14.78	\$ 14.82	\$ 10.32
SERIES F	\$ 15.74	\$ 15.75	\$ 10.94
SERIES O	\$ 16.03	\$ 15.98	\$ 10.99

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 048	\$ 1 025
Interest for distribution purposes	–	(1)
Other income (loss)	5	–
Securities lending revenue (see note 6 in the generic notes)	17	26
Net realized gain (loss) on investments	24 421	19 175
Net gain (loss) on foreign currencies and other net assets	(7 242)	(4 538)
Change in unrealized gain (loss) on investments	(17 773)	8 241
TOTAL INCOME (LOSS)	476	23 928
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 071	954
Administration fees	125	113
Board of Governors costs	1	2
GST/HST	123	114
Transaction costs	147	151
Withholding tax	194	120
TOTAL EXPENSES	1 661	1 454
INCREASE (DECREASE) IN NAV	\$ (1 185)	\$ 22 474
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (1 090)	\$ 21 030
SERIES D	\$ (89)	\$ 868
SERIES F	\$ (7)	\$ 576
SERIES O	\$ 1	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (0.09)	\$ 1.60
SERIES D	\$ (0.08)	\$ 1.65
SERIES F	\$ (0.06)	\$ 1.75
SERIES O	\$ 0.02	\$ 1.83

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (1 185)	\$ 22 474
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(24 262)	(19 171)
Change in unrealized loss (gain) on investments	17 773	(8 241)
(Increase) decrease in accrued receivables	37	(175)
Increase (decrease) in accrued payables	220	(37)
Cost of investments purchased	(316 339)	(327 279)
Proceeds on sales of investments	335 443	343 774
NET CASH PROVIDED BY OPERATING ACTIVITIES	11 687	11 345
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	8 542	4 302
Cash paid on redemption of redeemable units	(20 226)	(15 642)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (11 684)	\$ (11 340)
Net increase (decrease) in cash for the year	3	5
Cash (bank overdraft), beginning of period	1	47
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 52
Interest received	\$ –	\$ (1)
Dividends received, net of withholding taxes	\$ 927	\$ 905



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Series F	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 174 322	\$ 139 087	\$ 9 979	\$ 5 376	\$ 4 821	\$ 3 861
INCREASE (DECREASE) IN NAV	(1 090)	21 030	(89)	868	(7)	576
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	5 476	2 362	2 708	1 738	332	202
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(16 194)	(13 686)	(3 518)	(1 373)	(514)	(583)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(10 718)	(11 324)	(810)	365	(182)	(381)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(11 808)	9 706	(899)	1 233	(189)	195
NAV AT END OF PERIOD	\$ 162 514	\$ 148 793	\$ 9 080	\$ 6 609	\$ 4 632	\$ 4 056

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 189 123	\$ 148 325
INCREASE (DECREASE) IN NAV	1	—	(1 185)	22 474
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	26	—	8 542	4 302
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(20 226)	(15 642)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	26	—	(11 684)	(11 340)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	27	—	(12 869)	11 134
NAV AT END OF PERIOD	\$ 28	\$ 1	\$ 176 254	\$ 159 459

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 2000 Index (USD)	+ or - 1.1	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	168 762	–	–	168 762
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 642	–	3 642
Derivatives – assets	–	4 085	–	4 085
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	168 762	7 722	–	176 484
% of total portfolio	95.6	4.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	188 886	–	–	188 886
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 466	–	2 466
Derivatives – assets	–	159	–	159
Derivatives – liabilities	–	(2 412)	–	(2 412)
Total financial instruments	188 886	213	–	189 099
% of total portfolio	99.9	0.1	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	146 604	–	–	146 604
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 845	–	1 845
Derivatives – assets	–	531	–	531
Derivatives – liabilities	–	(396)	–	(396)
Total financial instruments	146 604	1 980	–	148 584
% of total portfolio	98.7	1.3	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Series D	0.10%
Series F	0.10%
Series O	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series 0	47	47
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	274 859
Non-capital losses	2 349
Non-capital losses expire in:	
2029	988
2028	1 361

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	12 015	13 719
Issued number of units	393	214
Reinvested number of units	–	–
Redeemed number of units	(1 162)	(1 236)
Ending number of units	11 246	12 697
Series D		
Opening units	674	521
Issued number of units	188	154
Reinvested number of units	–	–
Redeemed number of units	(248)	(122)
Ending number of units	614	553
Series F		
Opening units	306	353
Issued number of units	22	17
Reinvested number of units	–	–
Redeemed number of units	(34)	(50)
Ending number of units	294	320

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	–	–
Issued number of units	2	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	2	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	147	100	151	100
Related-party brokerage commissions*	1	1	2	1
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	12 110	13 700
Fair value of collateral received	12 352	13 974

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	159 214	147 149
Revaluation of investments at FVTPL	245	1 176
Net assets attributable to holders of redeemable units	159 459	148 325

Comprehensive income

	June 30 2013
Comprehensive income as reported under Canadian GAAP	23 405
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(931)
Increase (decrease) in net assets attributable to holders of redeemable units	22 474



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY U.S. GROWTH FUND II

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
4 479	Brown Shoe Co. Inc.	\$ 110	\$ 137	
12 937	Burger King Worldwide Inc.	378	376	
1 905	Columbia Sportswear Co.	175	168	
2 778	Core-Mark Holding Co. Inc.	138	135	
4 296	Cracker Barrel Old Country Store Inc.	263	456	
2 491	DeVry Inc.	121	113	
909	Dillard's Inc.	114	113	
7 230	Escalade Inc.	130	124	
3 129	Famous Dave's of America Inc.	105	96	
6 463	Finish Line, Class A	203	205	
3 580	Foot Locker Inc.	190	194	
3 877	G-III Apparel Group Ltd.	296	338	
1 278	Garmin Ltd.	80	83	
8 794	Gentex Corp.	299	273	
4 557	Gentherm Inc.	181	216	
5 280	Goodyear Tire & Rubber Co.	120	156	
902	Graham Holdings Co.	554	690	
8 965	Hanesbrands Inc.	514	941	
1 491	Helen Of Troy Ltd.	97	96	
4 584	Hyatt Hotels Corp., Class A	298	298	
4 135	International Game Technology	89	70	
8 797	Jack in the Box Inc.	337	562	
1 561	John Wiley & Sons Inc., Class A	99	101	
4 264	Kirkland's Inc.	92	84	
2 560	Lear Corp.	214	244	
2 164	Liberty Ventures, Class A	164	170	
7 243	Lions Gate Entertainment Corp.	248	222	
19 130	Live Nation Inc.	331	504	
7 345	Marcus Corp.	136	143	
11 803	MDC Partners Inc.	300	272	
16 387	Modine Manufacturing Co.	236	275	
4 497	New Oriental Education & Technology Group Inc. ADR	161	127	
6 734	NutriSystem Inc.	137	123	
6 495	Red Robin Gourmet Burgers Inc.	405	493	
3 496	Royal Caribbean Cruises Ltd.	205	207	
9 819	Ruth's Hospitality Group Inc.	116	129	
9 236	Smith & Wesson Holding Corp.	136	143	
29 942	Sonic Corp.	555	705	
5 864	Standard Motor Products Inc.	200	279	
9 291	TAL Education Group ADR	202	273	
6 123	Texas Roadhouse Inc., Class A	162	170	
3 584	Tower International Inc.	137	141	
2 027	Universal Electronics Inc.	84	106	
7 632	Valeo S.A. ADR	395	547	
920	Visteon Corp.	94	95	
26 483	Xueda Education Group ADR	116	126	
		<u>9 717</u>	<u>11 519</u>	<u>20.2</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples				
2 363	Cal-Maine Foods Inc.	\$ 183	\$ 187	
5 355	Gruma S.A.B. de C.V. ADR	258	273	
1 848	Industrias Bachoco S.A.B. de C.V. ADR	76	106	
4 195	Ingles Markets Inc., Class A	107	118	
3 452	Inter Parfums Inc.	109	109	
957	Nu Skin Enterprises Inc.	92	75	
4 088	Pilgrim's Pride Corp.	108	119	
1 605	Sanderson Farms Inc.	116	166	
4 068	SpartanNash Co.	103	91	
11 084	The Andersons Inc.	590	610	
5 476	Tyson Foods Inc.	215	219	
		<u>1 957</u>	<u>2 073</u>	<u>3.6</u>
Energy				
27 767	Abraxas Petroleum Corp.	174	186	
5 601	Enerplus Corp.	148	150	
3 097	Helmerich & Payne	323	383	
16 054	Matrix Service Co.	549	562	
5 515	Nabors Industries Ltd.	165	173	
36 823	North American Energy Partners Inc.	315	316	
4 110	Panhandle Oil and Gas Inc., Class A	253	246	
8 681	Patterson-UTI Energy Inc.	316	324	
18 549	Pioneer Energy Services Corp.	325	347	
18 606	RPC Inc.	454	466	
1 099	SM Energy Co.	103	99	
3 643	Superior Energy Services	143	140	
5 103	Targa Resources Corp.	486	760	
8 056	Tesco Corp.	181	183	
3 763	Unit Corp.	266	276	
1 014	Vermilion Energy Inc.	77	76	
		<u>4 278</u>	<u>4 687</u>	<u>8.2</u>
Financials				
5 234	CBOE Holdings Inc.	259	275	
7 740	FXCM Inc., Class A	156	123	
4 353	Green Dot Corp., Class A	114	88	
6 901	HFF Inc., Class A	248	274	
2 252	Waddell & Reed Financial Inc.	96	150	
		<u>873</u>	<u>910</u>	<u>1.6</u>
Health Care				
9 074	Anika Therapeutics Inc.	394	448	
1 316	Charles River Laboratories International	90	75	
11 323	Concord Medical Services Holdings Ltd. ADR	97	97	
20 420	Corvel Corp.	912	984	
7 835	Depomed Inc.	119	116	
14 035	ExamWorks Group Inc.	432	476	
5 776	Healthways Inc.	108	108	
1 280	Hospira Inc.	72	70	
1 574	ICON Plc.	63	79	
4 355	Jazz Pharmaceuticals Plc.	499	683	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
2 008	LifePoint Hospitals Inc.	\$ 141	\$ 133	
7 285	Masimo Corp.	229	183	
6 833	Omnicare Inc.	366	485	
5 104	Omniceil Inc.	138	156	
3 268	Salix Pharmaceuticals Ltd.	265	430	
16 329	Select Medical Holdings Corp.	271	272	
2 447	United Therapeutics Corp.	279	231	
9 648	Vascular Solutions Inc.	271	228	
7 142	West Pharmaceutical Services Inc.	291	321	
17 365	WuXi PharmaTech Cayman Inc. ADR	615	609	
		5 652	6 184	10.8
Industrials				
22 320	AAON Inc.	547	798	
26 481	Aceto Corp.	511	512	
3 822	Acuity Brands Inc.	546	564	
2 068	Alamo Group Inc.	126	119	
3 296	Albany International Corp., Class A	115	133	
2 556	ArcBest Corp.	117	119	
9 609	Avis Budget Group Inc.	371	612	
2 193	Barrett Business Services Inc.	98	110	
3 922	Bunzl Plc. ADR	120	117	
6 939	Circor International Inc.	464	571	
4 772	Columbus McKinnon Corp.	135	138	
4 210	Conrad Industries Inc.	179	173	
3 567	Curtiss-Wright Corp.	246	249	
11 504	Donnelley (R.R.) & Sons Co.	202	208	
4 702	EnerSys	352	345	
2 785	Engility Holdings Inc.	141	114	
24 236	Exelis Inc.	484	439	
8 341	G&K Services Inc.	454	463	
37 029	Hawaiian Holdings Inc.	576	542	
3 083	Heartland Express Inc.	71	70	
14 678	Hill International Inc.	109	98	
8 155	Huntington Ingalls Industries Inc.	808	823	
8 062	Huron Consulting Group Inc.	564	609	
2 992	Kadant Inc.	132	123	
6 301	KAR Auction Services Inc.	158	214	
12 375	Kimball International Inc., Class B	251	221	
11 904	Knight Transportation Inc.	307	302	
5 221	Navigant Consulting Inc.	108	97	
23 272	NN Inc.	494	635	
15 599	PGT Inc.	159	141	
4 920	Pitney Bowes Inc.	119	145	
3 650	Ryder System Inc.	337	343	
12 520	Smith (A.O.) Corp.	397	662	
4 172	Spirit Aerosystems Holdings Inc., Class A	153	150	
3 742	Spirit Airlines Inc.	161	252	
1 426	Stantec Inc.	97	95	
9 333	The Greenbrier Co. Inc.	412	573	
5 037	Towers Watson & Co., Class A	599	560	
17 716	Trinity Industries	699	826	
3 154	Tutor Perini Corp.	101	107	
3 990	United Rentals Inc.	408	446	
15 936	US Ecology Inc.	627	832	
1 205	VSE Corp.	84	90	
1 849	WABCO Holdings Inc.	217	211	
		13 356	14 951	26.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
10 496	Acxiom Corp.	\$ 300	\$ 243	
5 700	Advent Software Inc.	203	198	
7 601	American Software Inc., Class A	92	80	
27 112	Amkor Technology Inc.	322	323	
2 384	Aspen Technology Inc.	126	118	
4 017	Benchmark Electronics Inc.	97	109	
2 619	Blackbaud Inc.	112	100	
10 128	Broadridge Financial Solutions Inc.	421	450	
17 113	Callidus Software Inc.	224	218	
2 108	Cass Information Systems Inc.	88	111	
1 408	Computer Sciences Corp.	99	95	
8 025	comScore Inc.	237	304	
879	CoStar Group Inc.	151	148	
6 814	CSG Systems International Inc.	226	190	
3 635	Electronic Arts Inc.	97	139	
13 402	Electronics for Imaging Inc.	421	646	
1 969	Envestnet Inc.	94	103	
1 457	ePlus Inc.	95	90	
12 386	Euronet Worldwide Inc.	454	637	
26 729	Flextronics International Ltd.	250	316	
5 402	Harris Corp.	426	436	
3 519	IAC/InterActiveCorp.	285	260	
13 182	Integrated Device Technology Inc.	193	217	
12 148	Ituran Location and Control Ltd.	214	316	
26 234	Logitech International S.A.	452	365	
14 882	Magic Software Enterprises Ltd.	100	119	
30 021	Manhattan Associates Inc.	789	1 103	
15 851	Marvell Technology Group Ltd.	264	242	
3 108	Maxim Integrated Products	115	112	
5 744	Newport Corp.	136	113	
2 014	Open Text Corp.	107	104	
7 292	PTC Inc.	299	302	
4 973	Sanmina Corp.	121	121	
7 541	Silicon Motion Technology Corp. ADR	133	164	
36 195	Siliconware Precision Industries Co. ADR	310	317	
19 990	Skyworks Solutions Inc.	812	1 001	
8 475	Sykes Enterprises Inc.	194	196	
1 496	Tyler Technologies Inc.	44	146	
53 887	Ultra Clean Holdings Inc.	659	520	
1 938	Verint Systems Inc.	100	101	
1 838	Verisign Inc.	121	96	
14 093	WNS Holdings Ltd. ADR	283	288	
3 923	Zebra Technologies Corp.	309	345	
		10 575	11 602	20.4
Materials				
1 791	Ball Corp.	119	120	
2 229	Caesarstone Sdot-Yam Ltd.	101	117	
8 741	FutureFuel Corp.	145	155	
3 838	Huntsman Corp.	114	115	
1 320	NewMarket Corp.	566	552	
12 105	Packaging Corp. of America	596	923	
1 801	PolyOne Corp.	77	81	
2 102	Quaker Chemical Corp.	117	172	
5 048	Schweitzer-Mauduit International Inc.	294	235	
		2 129	2 470	4.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
12 775	Frontier Communications Corp.	\$ 82	\$ 80	
17 289	Hellenic Telecommunications Organization S.A. ADR	163	136	
14 203	IDT Corp.	292	264	
2 041	US Cellular Corp.	104	89	
23 529	Windstream Holdings Inc.	253	250	
		894	819	1.5
TOTAL COMMON EQUITIES		49 431	55 215	96.8
SHORT-TERM INVESTMENTS*		739	740	1.3
TOTAL INVESTMENTS		50 170	55 955	98.1
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1 309	2.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(4)	–
TOTAL PORTFOLIO		\$ 50 170	57 260	100.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(221)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 57 039	100.0	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 840 Sold USD 761 @ 1.1041	08-Jul-14	\$ 28
Bought USD 52 Sold CAD 55 @ 1.0676	08-Jul-14	–
Bought CAD 7 079 Sold USD 6 403 @ 1.1056	22-Jul-14	245
Bought CAD 776 Sold USD 706 @ 1.0994	29-Jul-14	23
Bought USD 65 Sold CAD 70 @ 1.0730	29-Jul-14	–
Bought CAD 660 Sold USD 604 @ 1.0922	06-Aug-14	15
Bought CAD 9 631 Sold USD 8 711 @ 1.1056	11-Aug-14	329
Bought CAD 1 994 Sold USD 1 827 @ 1.0912	18-Aug-14	42
Bought CAD 680 Sold USD 625 @ 1.0883	18-Aug-14	13
Bought CAD 2 642 Sold USD 2 428 @ 1.0880	29-Aug-14	48
Bought CAD 600 Sold USD 548 @ 1.0958	10-Sep-14	15
Bought CAD 7 323 Sold USD 6 672 @ 1.0976	10-Sep-14	194
Bought CAD 12 624 Sold USD 11 590 @ 1.0892	19-Sep-14	236
Bought CAD 310 Sold USD 288 @ 1.0779	29-Sep-14	3
Bought CAD 6 110 Sold USD 5 632 @ 1.0849	29-Sep-14	89
Bought CAD 5 896 Sold USD 5 487 @ 1.0746	08-Oct-14	29
		\$ 1 309

Contracts	Maturity Date	Unrealized Loss
Bought USD 40 Sold CAD 44 @ 1.0916	06-Aug-14	\$ (1)
Bought USD 84 Sold CAD 92 @ 1.0901	06-Aug-14	(2)
Bought USD 186 Sold CAD 200 @ 1.0749	11-Aug-14	(1)
		\$ (4)
TOTAL FOREIGN EXCHANGE		\$ 1 305

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 55 955	\$ 61 874	\$ 40 914
Cash	2	96	61
Due from investment dealers	–	50	362
Subscriptions receivable	8	188	43
Unrealized gain on foreign exchange contracts	1 309	2	159
Dividends receivable, interest accrued and other assets	36	62	12
TOTAL ASSETS	57 310	62 272	41 551
LIABILITIES			
Due to investment dealers	–	126	318
Redemptions payable	169	96	129
Unrealized loss on foreign exchange contracts	4	927	40
Accounts payable and accrued expenses	98	104	69
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	271	1 253	556
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 57 039	\$ 61 019	\$ 40 995
Investments at cost	\$ 50 170	\$ 49 303	\$ 38 014
NAV, END OF PERIOD			
SERIES A	\$ 48 820	\$ 51 597	\$ 33 028
ADVISOR SERIES	\$ 1 465	\$ 1 667	\$ 1 228
SERIES D	\$ 3 918	\$ 4 500	\$ 1 576
SERIES F	\$ 2 836	\$ 3 255	\$ 5 163
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.23	\$ 9.17	\$ 6.50
ADVISOR SERIES	\$ 9.29	\$ 9.23	\$ 6.54
SERIES D	\$ 9.76	\$ 9.65	\$ 6.78
SERIES F	\$ 9.93	\$ 9.81	\$ 6.88

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 347	\$ 308
Interest for distribution purposes	–	2
Securities lending revenue (see note 6 in the generic notes)	5	4
Net realized gain (loss) on investments	7 664	4 429
Net gain (loss) on foreign currencies and other net assets	(2 465)	(1 045)
Change in unrealized gain (loss) on investments	(4 556)	3 383
TOTAL INCOME (LOSS)	995	7 081
EXPENSES (see notes – Fund Specific Information)		
Management fees	505	404
Administration fees	40	34
Board of Governors costs	1	2
GST/HST	58	48
Transaction costs	32	27
Withholding tax	52	35
TOTAL EXPENSES	688	550
INCREASE (DECREASE) IN NAV	\$ 307	\$ 6 531
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 248	\$ 5 308
ADVISOR SERIES	\$ 5	\$ 198
SERIES D	\$ 33	\$ 291
SERIES F	\$ 21	\$ 734
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.04	\$ 0.98
ADVISOR SERIES	\$ 0.05	\$ 0.99
SERIES D	\$ 0.09	\$ 1.06
SERIES F	\$ 0.10	\$ 1.10

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 307	\$ 6 531
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 664)	(4 429)
Change in unrealized loss (gain) on investments	4 556	(3 383)
(Increase) decrease in accrued receivables	256	195
Increase (decrease) in accrued payables	(59)	(99)
Cost of investments purchased	(86 816)	(150 459)
Proceeds on sales of investments	93 613	149 923
NET CASH PROVIDED BY OPERATING ACTIVITIES	4 193	(1 721)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	5 426	10 788
Cash paid on redemption of redeemable units	(9 713)	(9 068)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (4 287)	\$ 1 720
Net increase (decrease) in cash for the year	(94)	(1)
Cash (bank overdraft), beginning of period	96	61
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 60
Interest received	\$ –	\$ 2
Dividends received, net of withholding taxes	\$ 321	\$ 273



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 51 597	\$ 33 028	\$ 1 667	\$ 1 228	\$ 4 500	\$ 1 576
INCREASE (DECREASE) IN NAV	248	5 308	5	198	33	291
Early redemption fees	—	—	—	—	2	1
Proceeds from redeemable units issued	3 709	8 534	84	325	1 605	1 766
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(6 734)	(6 200)	(291)	(340)	(2 222)	(785)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(3 025)	2 334	(207)	(15)	(615)	982
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(2 777)	7 642	(202)	183	(582)	1 273
NAV AT END OF PERIOD	\$ 48 820	\$ 40 670	\$ 1 465	\$ 1 411	\$ 3 918	\$ 2 849

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 255	\$ 5 163	\$ 61 019	\$ 40 995
INCREASE (DECREASE) IN NAV	21	734	307	6 531
Early redemption fees	—	—	2	1
Proceeds from redeemable units issued	28	163	5 426	10 788
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(468)	(1 744)	(9 715)	(9 069)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(440)	(1 581)	(4 287)	1 720
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(419)	(847)	(3 980)	8 251
NAV AT END OF PERIOD	\$ 2 836	\$ 4 316	\$ 57 039	\$ 49 246

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 2500 Index (USD)	+ or - 1.1	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	55 215	–	–	55 215
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	740	–	740
Derivatives – assets	–	1 309	–	1 309
Derivatives – liabilities	–	(4)	–	(4)
Total financial instruments	55 215	2 045	–	57 260
% of total portfolio	96.4	3.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	60 973	–	–	60 973
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	901	–	901
Derivatives – assets	–	2	–	2
Derivatives – liabilities	–	(927)	–	(927)
Total financial instruments	60 973	(24)	–	60 949
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	39 933	–	–	39 933
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	981	–	981
Derivatives – assets	–	159	–	159
Derivatives – liabilities	–	(40)	–	(40)
Total financial instruments	39 933	1 100	–	41 033
% of total portfolio	97.3	2.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	7 075
Non-capital losses	514
Non-capital losses expire in:	
2031	370
2029	144

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	5 625	5 080
Issued number of units	412	1 195
Reinvested number of units	–	–
Redeemed number of units	(748)	(853)
Ending number of units	5 289	5 422

Advisor Series

Opening units	181	188
Issued number of units	9	45
Reinvested number of units	–	–
Redeemed number of units	(32)	(46)
Ending number of units	158	187

Series D

Opening units	466	232
Issued number of units	169	233
Reinvested number of units	–	–
Redeemed number of units	(234)	(103)
Ending number of units	401	362

Series F

Opening units	332	751
Issued number of units	2	21
Reinvested number of units	–	–
Redeemed number of units	(49)	(231)
Ending number of units	285	541

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	32	100	27	100
Related-party brokerage commissions*	–	–	1	4
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	3 886	2 169
Fair value of collateral received	3 964	2 213

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	49 161	40 844
Revaluation of investments at FVTPL	85	151
Net assets attributable to holders of redeemable units	49 246	40 995
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		6 597
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(66)
Increase (decrease) in net assets attributable to holders of redeemable units		6 531



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC LIFE SCIENCE AND TECHNOLOGY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Biotechnology				
19 800	Akebia Therapeutics Inc.	\$ 624	\$ 587	
24 900	Alkermes Plc.	1 248	1 336	
4 400	Biogen Idec Inc.	1 460	1 479	
17 500	BioMarin Pharmaceuticals Inc.	1 213	1 160	
17 800	Celgene Corp.	1 445	1 630	
19 900	Foundation Medicine Inc.	571	571	
16 700	Gilead Sciences Inc.	1 238	1 477	
22 000	Incyte Corporation Ltd.	1 279	1 325	
13 700	InterMune Inc.	653	645	
24 600	Isis Pharmaceuticals Inc.	815	904	
17 700	Karyopharm Therapeutics Inc.	826	879	
6 500	Kite Pharma Inc.	120	201	
17 000	KYTHERA Biopharmaceuticals Inc.	678	696	
19 900	NPS Pharmaceuticals Inc.	725	702	
38 200	Repligen Corp.	882	929	
94 200	Sunesis Pharmaceuticals Inc.	598	655	
12 300	Vertex Pharmaceuticals Inc.	1 251	1 242	
		15 626	16 418	13.3
Communications Equipment				
70 100	Cisco Systems Inc.	1 800	1 858	
5 300	F5 Networks Inc.	612	630	
19 100	Palo Alto Networks Inc.	1 656	1 709	
		4 068	4 197	3.4
Electronic Equipment and Instruments				
65 500	Corning Inc.	1 414	1 534	
		1 414	1 534	1.2
Health Care Equipment and Supplies				
32 300	CareFusion Corporation	1 494	1 528	
13 600	Edwards Lifesciences Corp.	1 181	1 245	
56 500	Hologic Inc.	1 520	1 528	
17 800	Medtronic Inc.	1 224	1 211	
24 900	St. Jude Medical Inc.	1 801	1 839	
11 600	Stryker Corp.	1 078	1 043	
		8 298	8 394	6.8
Health Care Providers and Services				
15 400	Cigna Corp.	1 420	1 511	
25 700	Community Health Systems Inc.	1 265	1 244	
25 300	HCA Holdings Inc.	1 435	1 522	
13 700	Humana Inc.	1 683	1 866	
25 300	Molina Healthcare Inc.	1 219	1 204	
12 800	Universal Health Services Inc., Class B	1 208	1 307	
10 700	WellPoint Inc.	1 160	1 228	
		9 390	9 882	8.0
Health Care Technology				
8 000	Imprivata Inc.	129	140	
22 800	IMS Health Holdings Inc.	632	625	
		761	765	0.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Household Durables				
5 936	GoPro Inc., Class A	\$ 153	\$ 257	
		153	257	0.2
Internet and Catalogue Retail				
3 800	NetFlx Inc.	1 718	1 786	
		1 718	1 786	1.4
Internet Software and Services				
43 500	Facebook Inc., Class A	2 954	3 122	
2 700	Google Inc., Class A	2 060	1 684	
2 500	Google Inc., Class C	843	1 534	
23 000	Rocket Fuel Inc.	744	763	
32 400	Twitter Inc.	1 223	1 415	
		7 824	8 518	6.9
IT Services				
31 100	VeriFone Systems Inc.	1 210	1 219	
		1 210	1 219	1.0
Life Sciences Tools and Services				
7 500	Illumina Inc.	1 279	1 428	
24 700	PerkinElmer Inc.	1 243	1 234	
		2 522	2 662	2.2
Pharmaceuticals				
5 400	Actavis Plc.	1 197	1 279	
27 300	Akorn Inc.	928	968	
17 800	Bristol-Myers Squibb Co.	947	921	
18 700	Eli Lilly & Co.	1 243	1 240	
12 529	Endo International Plc.	923	936	
16 700	Hospira Inc.	799	915	
36 200	Impax Laboratories Inc.	1 067	1 158	
9 400	Jazz Pharmaceuticals Plc.	1 501	1 474	
11 300	Johnson & Johnson	1 191	1 261	
15 000	Merck & Co. Inc.	892	926	
28 700	Nektar Therapeutics	437	392	
6 300	Novartis AG ADR	613	608	
25 800	Revanche Therapeutics Inc.	947	936	
9 400	Salix Pharmaceuticals Ltd.	1 234	1 237	
4 500	Shire Pharmaceuticals Group Plc. ADR	876	1 130	
38 800	Teva Pharmaceutical Industries Ltd. ADR	2 068	2 170	
		16 863	17 551	14.2

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Semiconductors and Semiconductor Equipment				
21 600	Analog Devices Inc.	\$ 1 290	\$ 1 246	
125 400	Atmel Corp.	1 257	1 253	
19 300	Avago Technologies Ltd.	1 078	1 484	
25 900	Broadcom Corp.	920	1 026	
23 300	Cavium Inc.	1 239	1 234	
30 000	Diodes Inc.	956	927	
92 251	Infineon Technologies AG	1 213	1 231	
60 400	Integrated Device Technology Inc.	846	996	
91 900	Intel Corp.	2 690	3 029	
62 400	Intersil Corp.	934	994	
17 300	Lam Research Corp.	1 111	1 247	
33 300	Maxim Integrated Products	1 230	1 201	
62 600	Micron Technology Inc.	1 764	2 200	
34 700	Monolithic Power Systems Inc.	1 214	1 568	
27 300	NXP Semiconductor N.V.	1 247	1 927	
60 000	RF Micro Devices Inc.	594	614	
29 000	Skyworks Solutions Inc.	996	1 453	
61 500	SunEdison Inc.	1 485	1 483	
		<u>22 064</u>	<u>25 113</u>	<u>20.3</u>
Software				
16 000	Adobe Systems Inc.	1 193	1 235	
15 700	FireEye Inc.	638	679	
64 000	Microsoft Corp.	2 628	2 847	
26 900	Oracle Corporation	1 056	1 163	
25 200	Salesforce.com Inc.	1 441	1 561	
13 000	Workday Inc.	1 224	1 246	
		<u>8 180</u>	<u>8 731</u>	<u>7.1</u>
Technology Hardware, Storage and Peripherals				
90 600	Apple Inc.	7 819	8 981	
75 500	Hewlett-Packard Co.	1 841	2 712	
11 400	Sandisk Corp.	945	1 270	
15 700	Western Digital Corp.	1 379	1 546	
		<u>11 984</u>	<u>14 509</u>	<u>11.7</u>
TOTAL COMMON EQUITIES		<u>112 075</u>	<u>121 536</u>	<u>98.3</u>
SHORT-TERM INVESTMENTS*		<u>1 022</u>	<u>1 024</u>	<u>0.8</u>
TOTAL INVESTMENTS		<u>113 097</u>	<u>122 560</u>	<u>99.1</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	439	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(64)	(0.1)
TOTAL PORTFOLIO		<u>\$ 113 097</u>	<u>122 935</u>	<u>99.4</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			678	0.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 123 613</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.20% and mature on July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 923 Sold USD 2 673 @ 1.0934	09-Jul-14	\$ 71
Bought CAD 2 948 Sold USD 2 697 @ 1.0929	30-Jul-14	68
Bought CAD 2 949 Sold USD 2 696 @ 1.0937	30-Jul-14	71
Bought CAD 3 340 Sold USD 3 072 @ 1.0873	15-Aug-14	60
Bought CAD 3 535 Sold USD 3 253 @ 1.0868	28-Aug-14	60
Bought CAD 2 838 Sold USD 2 610 @ 1.0874	15-Sep-14	49
Bought CAD 254 Sold USD 234 @ 1.0876	15-Sep-14	4
Bought CAD 6 350 Sold USD 5 904 @ 1.0755	24-Sep-14	39
Bought CAD 2 976 Sold USD 2 767 @ 1.0754	03-Oct-14	17
		<u>\$ 439</u>
Contracts	Maturity Date	Unrealized Loss
Bought USD 2 696 Sold CAD 2 942 @ 1.0913	30-Jul-14	\$ (64)
		<u>\$ (64)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 375</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

<i>(see note 2 and note 8 in the generic notes)</i>	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 122 560	\$ 106 618	\$ 77 254
Cash	7	8	24
Due from investment dealers	9 661	2 448	–
Subscriptions receivable	89	221	9
Unrealized gain on foreign exchange contracts	439	–	3
Dividends receivable, interest accrued and other assets	57	43	9
TOTAL ASSETS	132 813	109 338	77 299
LIABILITIES			
Due to investment dealers	8 742	1 051	–
Redemptions payable	184	59	59
Unrealized loss on foreign exchange contracts	64	–	66
Accounts payable and accrued expenses	210	187	141
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	9 200	1 297	266
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 123 613	\$ 108 041	\$ 77 033
Investments at cost	\$ 113 097	\$ 87 589	\$ 68 891
NAV, END OF PERIOD			
SERIES A	\$ 106 020	\$ 98 869	\$ 74 012
SERIES D	\$ 17 210	\$ 8 930	\$ 2 993
SERIES F	\$ 383	\$ 242	\$ 28
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.86	\$ 9.12	\$ 6.12
SERIES D	\$ 10.55	\$ 9.71	\$ 6.45
SERIES F	\$ 11.82	\$ 10.87	\$ 7.20

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 700	\$ 388
Interest for distribution purposes	3	3
Securities lending revenue (see note 6 in the generic notes)	31	5
Net realized gain (loss) on investments	18 467	6 706
Net gain (loss) on foreign currencies and other net assets	11	(248)
Change in unrealized gain (loss) on investments	(9 191)	6 199
TOTAL INCOME (LOSS)	10 021	13 053
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 072	724
Administration fees	91	55
Board of Governors costs	1	2
GST/HST	115	82
Transaction costs	205	81
Withholding tax	48	35
TOTAL EXPENSES	1 532	979
INCREASE (DECREASE) IN NAV	\$ 8 489	\$ 12 074
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 7 804	\$ 11 581
SERIES D	\$ 661	\$ 483
SERIES F	\$ 24	\$ 10
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.64	\$ 1.00
SERIES D	\$ 0.75	\$ 1.09
SERIES F	\$ 0.83	\$ 1.23

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 8 489	\$ 12 074
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(18 466)	(6 622)
Change in unrealized loss (gain) on investments	9 191	(6 199)
(Increase) decrease in accrued receivables	(7 095)	(950)
Increase (decrease) in accrued payables	7 839	1 381
Cost of investments purchased	(439 483)	(145 871)
Proceeds on sales of investments	432 441	151 802
NET CASH PROVIDED BY OPERATING ACTIVITIES	(7 084)	5 615
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	32 491	2 230
Cash paid on redemption of redeemable units	(25 408)	(7 844)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 7 083	\$ (5 614)
Net increase (decrease) in cash for the year	(1)	1
Cash (bank overdraft), beginning of period	8	24
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 7	\$ 25
Interest received	\$ 3	\$ 3
Dividends received, net of withholding taxes	\$ 638	\$ 353



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 98 869	\$ 74 012	\$ 8 930	\$ 2 993	\$ 242	\$ 28	\$ 108 041	\$ 77 033
INCREASE (DECREASE) IN NAV	7 804	11 581	661	483	24	10	8 489	12 074
Early redemption fees	–	–	2	–	–	–	2	–
Proceeds from redeemable units issued	11 290	1 482	20 025	708	1 176	40	32 491	2 230
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(11 943)	(7 129)	(12 408)	(713)	(1 059)	(2)	(25 410)	(7 844)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(653)	(5 647)	7 619	(5)	117	38	7 083	(5 614)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	7 151	5 934	8 280	478	141	48	15 572	6 460
NAV AT END OF PERIOD	\$ 106 020	\$ 79 946	\$ 17 210	\$ 3 471	\$ 383	\$ 76	\$ 123 613	\$ 83 493

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies whose businesses relate to life sciences and technology and are expected to benefit from scientific and technological advances.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	78.7	99.8	85.0
Euro	1.0	–	–
Total	79.7	99.8	85.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.8% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return			
Index (CAD)	+ or - 1.2	+ or - 1.1	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	120 305	1 231	–	121 536
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 024	–	1 024
Derivatives – assets	–	439	–	439
Derivatives – liabilities	–	(64)	–	(64)
Total financial instruments	120 305	2 630	–	122 935
% of total portfolio	97.9	2.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	105 263	–	–	105 263
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 355	–	1 355
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	105 263	1 355	–	106 618
% of total portfolio	98.7	1.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	75 765	–	–	75 765
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 489	–	1 489
Derivatives – assets	–	3	–	3
Derivatives – liabilities	–	(66)	–	(66)
Total financial instruments	75 765	1 426	–	77 191
% of total portfolio	98.2	1.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Series D	0.10%
Series F	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	655 051
Non-capital losses	20 981
Non-capital losses expire in:	
2028	1 205
2027	2 297
2026	4 176
2015	5 722
2014	7 581

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	10 839	12 097
Issued number of units	1 138	223
Reinvested number of units	–	–
Redeemed number of units	(1 222)	(1 079)
Ending number of units	10 755	11 241

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	919	464
Issued number of units	1 899	100
Reinvested number of units	–	–
Redeemed number of units	(1 186)	(103)
Ending number of units	1 632	461
Series F		
Opening units	22	4
Issued number of units	100	5
Reinvested number of units	–	–
Redeemed number of units	(90)	–
Ending number of units	32	9

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	205	100	81	100
Related-party brokerage commissions*	3	1	4	5
Commission arrangements [†]	17	8	16	20

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	5 487	4 170
Fair value of collateral received	5 597	4 254



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	83 465	76 934
Revaluation of investments at FVTPL	28	99
Net assets attributable to holders of redeemable units	83 493	77 033
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		12 145
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(71)
Increase (decrease) in net assets attributable to holders of redeemable units		12 074

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC INTERNATIONAL DIVIDEND GROWTH FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Belgium				
19 800	InBev N.V.	\$ 1 886	\$ 2 427	
28 442	KBC Groep N.V.	1 292	1 650	
		<u>3 178</u>	<u>4 077</u>	7.1
Finland				
42 500	Sampo OYJ	1 834	2 292	
		<u>1 834</u>	<u>2 292</u>	4.0
France				
6 300	Atos S.A.	542	560	
2 900	Ingenico S.A.	292	269	
20 600	Safran S.A.	1 578	1 438	
30 700	Total S.A.	1 935	2 369	
4 005	Valeo S.A.	222	573	
18 300	Vinci S.A.	865	1 459	
		<u>5 434</u>	<u>6 668</u>	11.6
Germany				
8 034	Allianz SE	998	1 435	
14 300	BASF AG	1 655	1 780	
10 394	Bayer AG	810	1 568	
13 400	Bayerische Motoren Werke (BMW) AG	1 845	1 813	
122 300	Deutsche Telekom AG	2 266	2 295	
4 100	Siemens AG	608	579	
		<u>8 182</u>	<u>9 470</u>	16.4
Hong Kong				
231 600	Sands China Ltd.	1 715	1 869	
		<u>1 715</u>	<u>1 869</u>	3.2
Italy				
161 400	Intesa Sanpaolo S.p.A.	581	531	
		<u>581</u>	<u>531</u>	0.9
Japan				
31 000	Bridgestone Corp.	1 051	1 158	
49 100	Itochu Corp.	572	672	
29 900	KDDI Corporation	1 901	1 946	
32 600	Sumitomo Mitsui Financial Group Inc.	1 421	1 459	
28 500	Toyota Motor Corp.	1 823	1 820	
		<u>6 768</u>	<u>7 055</u>	12.2
Netherlands				
22 700	Airbus Group N.V.	1 217	1 623	
		<u>1 217</u>	<u>1 623</u>	2.8
Norway				
45 200	StatoilHydro ASA	1 454	1 482	
		<u>1 454</u>	<u>1 482</u>	2.6
Singapore				
98 300	DBS Group Holdings Ltd.	1 338	1 410	
		<u>1 338</u>	<u>1 410</u>	2.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
10 500	Assa Abloy AB	\$ 588	\$ 570	
50 275	Svenska Cellulosa AB	1 179	1 397	
40 132	Swedbank AB	824	1 134	
		<u>2 591</u>	<u>3 101</u>	5.4
Switzerland				
17 700	Nestlé S.A.	1 461	1 463	
3 500	Phonak Holding AG	586	569	
6 326	Roche Holdings AG Genussscheine	1 504	2 011	
		<u>3 551</u>	<u>4 043</u>	7.0
United Kingdom				
37 400	Ashtead Group Plc.	594	597	
8 600	BHP Billiton Plc.	304	298	
64 800	Compass Group Plc.	642	1 202	
548 600	Legal & General Group Plc.	2 131	2 254	
88 600	Prudential Corporation Plc.	1 570	2 165	
41 146	Rio Tinto Plc.	2 103	2 370	
28 212	Shire Plc.	1 108	2 361	
236 000	The Sage Group Plc.	1 782	1 653	
11 800	Unilever Plc.	586	571	
4 960	Wolseley Plc.	220	290	
		<u>11 040</u>	<u>13 761</u>	23.9
TOTAL INTERNATIONAL EQUITIES		<u>48 883</u>	<u>57 382</u>	99.5
SHORT-TERM INVESTMENTS*		<u>265</u>	<u>265</u>	0.4
TOTAL INVESTMENTS		<u>49 148</u>	<u>57 647</u>	99.9
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	280	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(314)	(0.5)
TOTAL PORTFOLIO		<u>\$ 49 148</u>	<u>57 613</u>	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>44</u>	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 57 657</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.14% to 1.15% and mature between July 14, 2014 and July 23, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 672 Sold SEK 4 100 @ 0.1639	02-Jul-14	\$ 18
Bought CAD 892 Sold SEK 5 319 @ 0.1677	02-Jul-14	44
Bought SEK 7 521 Sold CAD 1 192 @ 0.1585	02-Jul-14	8
Bought CAD 102 Sold AUD 100 @ 1.0209	07-Jul-14	2
Bought CAD 70 Sold AUD 70 @ 1.0057	07-Jul-14	–
Bought CAD 141 Sold HKD 1 000 @ 0.1408	09-Jul-14	3
Bought CAD 402 Sold HKD 2 859 @ 0.1408	09-Jul-14	9
Bought CAD 586 Sold HKD 4 165 @ 0.1407	09-Jul-14	13
Bought CAD 2 168 Sold JPY 205 655 @ 0.0105	25-Jul-14	1
Bought CAD 149 Sold EUR 100 @ 1.4890	31-Jul-14	3
Bought CAD 4 110 Sold EUR 2 761 @ 1.4887	31-Jul-14	74
Bought CAD 451 Sold EUR 306 @ 1.4735	31-Jul-14	4
Bought CAD 673 Sold EUR 452 @ 1.4887	31-Jul-14	12
Bought CAD 861 Sold EUR 585 @ 1.4723	31-Jul-14	6
Bought EUR 35 Sold CAD 52 @ 1.4741	31-Jul-14	–
Bought CAD 133 Sold NOK 723 @ 0.1840	06-Aug-14	7
Bought CAD 15 Sold NOK 83 @ 0.1837	06-Aug-14	1
Bought CAD 844 Sold NOK 4 595 @ 0.1837	06-Aug-14	45
Bought CAD 152 Sold AUD 150 @ 1.0139	08-Aug-14	1
Bought JPY 28 865 Sold CAD 304 @ 0.0105	08-Aug-14	–
Bought CAD 199 Sold CHF 164 @ 1.2119	15-Aug-14	1
Bought CAD 960 Sold GBP 524 @ 1.8320	27-Aug-14	3
Bought CAD 161 Sold SGD 185 @ 0.8702	28-Aug-14	3
Bought CAD 26 Sold SGD 30 @ 0.8705	28-Aug-14	–
Bought CAD 78 Sold SGD 90 @ 0.8705	28-Aug-14	1
Bought CAD 301 Sold EUR 204 @ 1.4734	29-Aug-14	2
Bought CAD 308 Sold EUR 209 @ 1.4738	29-Aug-14	2
Bought CAD 20 Sold SEK 126 @ 0.1621	09-Sep-14	–
Bought CAD 49 Sold SEK 300 @ 0.1618	09-Sep-14	1
Bought CAD 719 Sold SEK 4 444 @ 0.1618	09-Sep-14	9
Bought CAD 199 Sold SGD 229 @ 0.8708	15-Sep-14	3
Bought CAD 264 Sold SGD 303 @ 0.8712	15-Sep-14	4
Bought JPY 33 510 Sold CAD 353 @ 0.0105	25-Sep-14	–
		\$ 280

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought SEK 1 898 Sold CAD 306 @ 0.1614	02-Jul-14	\$ (3)
Bought AUD 1 601 Sold CAD 1 628 @ 1.0171	07-Jul-14	(18)
Bought AUD 100 Sold CAD 102 @ 1.0181	07-Jul-14	(1)
Bought AUD 210 Sold CAD 214 @ 1.0170	07-Jul-14	(2)
Bought HKD 4 875 Sold CAD 684 @ 0.1402	09-Jul-14	(13)
Bought HKD 600 Sold CAD 84 @ 0.1408	09-Jul-14	(2)
Bought HKD 600 Sold CAD 84 @ 0.1408	09-Jul-14	(2)
Bought HKD 700 Sold CAD 98 @ 0.1402	09-Jul-14	(2)
Bought CHF 735 Sold CAD 890 @ 1.2108	25-Jul-14	(5)
Bought DKK 1 293 Sold CAD 265 @ 0.2052	25-Jul-14	(12)
Bought DKK 1 768 Sold CAD 363 @ 0.2052	25-Jul-14	(16)
Bought DKK 400 Sold CAD 79 @ 0.1976	25-Jul-14	(1)
Bought DKK 693 Sold CAD 142 @ 0.2051	25-Jul-14	(6)
Bought EUR 1 555 Sold CAD 2 374 @ 1.5267	25-Jul-14	(101)
Bought JPY 153 820 Sold CAD 1 641 @ 0.0107	28-Jul-14	(20)
Bought JPY 209 361 Sold CAD 2 249 @ 0.0107	28-Jul-14	(43)
Bought AUD 2 091 Sold CAD 2 127 @ 1.0174	08-Aug-14	(28)
Bought AUD 737 Sold CAD 750 @ 1.0170	08-Aug-14	(10)
Bought CHF 482 Sold CAD 584 @ 1.2115	15-Aug-14	(3)
Bought CAD 237 Sold GBP 130 @ 1.8219	27-Aug-14	(1)
Bought SEK 3 630 Sold CAD 593 @ 0.1632	09-Sep-14	(12)
Bought USD 24 Sold CAD 26 @ 1.0935	10-Sep-14	(1)
Bought ILS 229 Sold CAD 72 @ 0.3147	12-Sep-14	(1)
Bought ILS 354 Sold CAD 111 @ 0.3144	12-Sep-14	(1)
Bought ILS 364 Sold CAD 115 @ 0.3148	12-Sep-14	(1)
Bought SGD 135 Sold CAD 116 @ 0.8618	12-Sep-14	(1)
Bought CAD 1 194 Sold SEK 7 521 @ 0.1587	26-Sep-14	(8)
		\$ (314)
TOTAL FOREIGN EXCHANGE		\$ (34)

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 57 647	\$ 62 509	\$ 61 868
Cash	85	3	157
Due from investment dealers	–	–	662
Subscriptions receivable	25	18	–
Unrealized gain on foreign exchange contracts	280	301	270
Dividends receivable, interest accrued and other assets	38	18	49
TOTAL ASSETS	58 075	62 849	63 006
LIABILITIES			
Redemptions payable	42	200	323
Unrealized loss on foreign exchange contracts	314	788	829
Distributions payable	31	–	–
Accounts payable and accrued expenses	31	31	28
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	418	1 019	1 180
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 57 657	\$ 61 830	\$ 61 826
Investments at cost	\$ 49 148	\$ 46 890	\$ 52 761
NAV, END OF PERIOD			
ADVISOR SERIES	\$ 13 191	\$ 13 763	\$ 12 618
SERIES F	\$ 5 964	\$ 4 972	\$ 4 617
SERIES O	\$ 38 502	\$ 43 095	\$ 44 591
NAV PER UNIT, END OF PERIOD			
ADVISOR SERIES	\$ 9.31	\$ 9.40	\$ 7.18
SERIES F	\$ 9.37	\$ 9.45	\$ 7.22
SERIES O	\$ 9.32	\$ 9.43	\$ 7.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 049	\$ 1 275
Interest for distribution purposes	5	3
Securities lending revenue (see note 6 in the generic notes)	41	47
Net realized gain (loss) on investments	6 403	6 743
Net gain (loss) on foreign currencies and other net assets	(26)	(1 142)
Change in unrealized gain (loss) on investments	(6 667)	(209)
TOTAL INCOME (LOSS)	1 805	6 717
EXPENSES (see notes – Fund Specific Information)		
Management fees	146	134
Administration fees	18	18
Board of Governors costs	1	2
GST/HST	17	16
Transaction costs	169	176
Withholding tax	168	169
TOTAL EXPENSES	519	515
INCREASE (DECREASE) IN NAV	\$ 1 286	\$ 6 202
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	\$ 167	\$ 1 147
SERIES F	\$ 87	\$ 436
SERIES O	\$ 1 032	\$ 4 619
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
ADVISOR SERIES	\$ 0.13	\$ 0.69
SERIES F	\$ 0.17	\$ 0.73
SERIES O	\$ 0.23	\$ 0.77

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 286	\$ 6 202
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(6 403)	(6 743)
Change in unrealized loss (gain) on investments	6 667	209
(Increase) decrease in accrued receivables	(27)	575
Increase (decrease) in accrued payables	(127)	91
Cost of investments purchased	(71 308)	(65 193)
Proceeds on sales of investments	75 453	72 043
NET CASH PROVIDED BY OPERATING ACTIVITIES	5 541	7 184
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4 870	3 129
Cash paid on redemption of redeemable units	(10 274)	(10 399)
Distributions paid to holders of redeemable units	(55)	(16)
NET CASH USED IN FINANCING ACTIVITIES	\$ (5 459)	\$ (7 286)
Net increase (decrease) in cash for the year	82	(102)
Cash (bank overdraft), beginning of period	3	157
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 85	\$ 55
Interest received	\$ 5	\$ 3
Dividends received, net of withholding taxes	\$ 1 861	\$ 1 106



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Advisor Series		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 763	\$ 12 618	\$ 4 972	\$ 4 617	\$ 43 095	\$ 44 591	\$ 61 830	\$ 61 826
INCREASE (DECREASE) IN NAV	167	1 147	87	436	1 032	4 619	1 286	6 202
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	1 103	479	1 592	400	2 175	2 250	4 870	3 129
Reinvestments of distributions to holders of redeemable units	259	101	115	57	1 343	927	1 717	1 085
Redemption of redeemable units	(1 822)	(1 914)	(652)	(1 035)	(7 800)	(7 450)	(10 274)	(10 399)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(460)	(1 334)	1 055	(578)	(4 282)	(4 273)	(3 687)	(6 185)
Distributions from net income	(279)	(107)	(150)	(67)	(1 343)	(927)	(1 772)	(1 101)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(279)	(107)	(150)	(67)	(1 343)	(927)	(1 772)	(1 101)
NET INCREASE (DECREASE) IN NAV	(572)	(294)	992	(209)	(4 593)	(581)	(4 173)	(1 084)
NAV AT END OF PERIOD	\$ 13 191	\$ 12 324	\$ 5 964	\$ 4 408	\$ 38 502	\$ 44 010	\$ 57 657	\$ 60 742

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of major companies domiciled in developed countries outside of North America.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Euro	35.1	34.3	29.0
Pound sterling	21.8	22.0	31.8
Japanese yen	16.3	17.4	19.5
Swiss franc	9.2	8.9	8.8
Australian dollar	7.7	7.4	–
Hong Kong dollar	3.0	3.0	3.1
Swedish krona	2.9	3.3	3.2
Singapore dollar	1.4	1.5	1.9
Danish krone	1.4	1.2	1.2
Norwegian krone	0.9	0.7	0.7
Israeli new shekel	0.3	0.3	0.7
Total	100.0	100.0	99.9

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 1.1	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	57 382	–	57 382
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	265	–	265
Derivatives – assets	–	280	–	280
Derivatives – liabilities	–	(314)	–	(314)
Total financial instruments	–	57 613	–	57 613
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	651	61 388	–	62 039
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	470	–	470
Derivatives – assets	–	301	–	301
Derivatives – liabilities	–	(788)	–	(788)
Total financial instruments	651	61 371	–	62 022
% of total portfolio	1.0	99.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 542	60 200	–	61 742
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	126	–	126
Derivatives – assets	–	270	–	270
Derivatives – liabilities	–	(829)	–	(829)
Total financial instruments	1 542	59 767	–	61 309
% of total portfolio	2.5	97.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	1.85%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.15%
Series F	0.15%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	61 656
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	1 464	1 757
Issued number of units	116	63
Reinvested number of units	28	13
Redeemed number of units	(191)	(250)
Ending number of units	1 417	1 583
Series F		
Opening units	526	640
Issued number of units	166	52
Reinvested number of units	12	7
Redeemed number of units	(68)	(135)
Ending number of units	636	564

Please see the generic notes at the back of the financial statements.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	4 571	6 199
Issued number of units	232	290
Reinvested number of units	143	120
Redeemed number of units	(814)	(956)
Ending number of units	4 132	5 653

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	169	100	176	100
Related-party brokerage commissions*	2	1	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	5 706	2 891
Fair value of collateral received	5 820	2 949

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Select Balanced Portfolio	1 432	–
RBC Select Growth Portfolio	1 628	–
RBC Select Aggressive Growth Portfolio	1 073	–
RBC DS Balanced Global Portfolio	–	1 598
RBC DS Growth Global Portfolio	–	1 814
RBC DS All Equity Global Portfolio	–	1 159
Total	4 133	4 571



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	60 738	61 826
Revaluation of investments at FVTPL	4	–
Net assets attributable to holders of redeemable units	60 742	61 826
<hr/>		
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		6 198
Revaluation of investments at FVTPL (see note 3 in the generic notes)		4
Increase (decrease) in net assets attributable to holders of redeemable units		6 202

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC INTERNATIONAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
31 444	BHP Billiton Ltd.	\$ 1 193	\$ 1 144	
153 178	Brambles Ltd.	1 337	1 416	
314 441	Challenger Ltd.	2 130	2 353	
20 364	Commonwealth Bank of Australia	1 341	1 657	
25 455	CSL Ltd.	1 604	1 705	
422 104	Genworth Mortgage Insurance Australia Ltd.	1 260	1 393	
124 143	Lend Lease Corporation Limited	1 441	1 638	
121 274	Oil Search Ltd.	1 014	1 181	
		11 320	12 487	5.1
Belgium				
54 693	InBev N.V.	6 594	6 703	
30 983	KBC Groep N.V.	2 150	1 798	
		8 744	8 501	3.5
Denmark				
50 407	Christian Hansen Holding A/S	1 629	2 264	
115 261	Novo Nordisk A/S	4 293	5 674	
		5 922	7 938	3.3
Finland				
324 202	Nokia OYJ	2 741	2 617	
82 287	Sampo OYJ	3 155	4 437	
		5 896	7 054	2.9
France				
18 735	Christian Dior S.A.	3 687	3 979	
45 078	Safran S.A.	2 668	3 148	
55 649	Zodiac S.A.	1 402	2 010	
		7 757	9 137	3.8
Germany				
25 171	Bayer AG	2 876	3 797	
11 289	Brenntag AG	1 533	2 156	
9 300	Continental AG	1 219	2 298	
33 826	GEA Group AG	1 022	1 706	
31 953	Henkel KGaA, Preferred Non-Voting	2 636	3 931	
28 039	SAP AG	1 896	2 311	
		11 182	16 199	6.7
Hong Kong				
375 800	AIA Group Ltd.	1 994	2 018	
124 000	Hutchison Whampoa Ltd.	1 564	1 809	
25 600	Jardine Matheson Holdings Ltd.	1 481	1 621	
551 700	Samsonite International S.A.	1 706	1 940	
207 400	Tencent Holdings Ltd.	3 100	3 371	
		9 845	10 759	4.4
Ireland				
27 404	Kerry Group Plc.	2 228	2 186	
30 091	Paddy Power Plc.	1 294	2 107	
28 439	Ryanair Holdings Plc. ADR	989	1 693	
		4 511	5 986	2.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Italy				
95 850	Azimut Holding S.p.A.	\$ 1 018	\$ 2 632	
		1 018	2 632	1.1
Japan				
218 200	Asahi Kasei Corp.	1 596	1 782	
55 100	Bridgestone Corp.	1 849	2 058	
133 300	Casio Computer Co., Ltd.	2 096	2 065	
36 800	Daikin Industries Ltd.	2 371	2 477	
29 900	Denso Corp.	1 546	1 523	
18 600	East Japan Railway Company	1 422	1 563	
92 100	Fuji Heavy Industries Ltd.	2 882	2 724	
246 000	Fujitsu Ltd.	1 748	1 966	
57 600	Japan Tobacco Inc.	2 151	2 240	
27 900	KDDI Corporation	1 730	1 816	
579 000	Nippon Steel & Sumitomo Metal Corp.	1 804	1 978	
102 100	Nippon Television Holdings Inc.	1 974	1 888	
79 100	Olympus Optical Co. Ltd.	2 908	2 903	
54 800	Seiko Epson Corp.	2 116	2 487	
43 300	Seven & I Holdings Co. Ltd.	1 965	1 947	
39 200	SoftBank Corp.	2 893	3 116	
113 000	Sumitomo Electric Industries Ltd.	1 718	1 697	
61 800	Sumitomo Mitsui Financial Group Inc.	2 590	2 765	
118 300	The Dai-ichi Life Insurance Co. Ltd.	1 838	1 880	
65 400	Tokio Marine Holdings, Inc.	2 237	2 296	
47 800	Toyota Motor Corp.	2 477	3 052	
		43 911	46 223	19.0
Netherlands				
246 646	Elsevier N.V.	4 666	6 041	
247 188	ING Groep N.V.	2 411	3 700	
1 228 667	Koninklijke KPN N.V.	4 876	4 778	
102 464	SBM Offshore N.V.	2 097	1 762	
		14 050	16 281	6.7
Norway				
125 721	DnB ASA	1 627	2 450	
		1 627	2 450	1.0
Spain				
90 185	ACS Actividades Construcción y Servicios S.A.	3 453	4 403	
402 291	Banco de Sabadell S.A.	1 483	1 465	
142 594	Gamesa Corp Tecnologica S.A.	1 859	1 897	
16 181	Grifols S.A.	941	943	
20 000	Red Electrica de Espana	1 797	1 950	
		9 533	10 658	4.4
Sweden				
49 214	Svenska Cellulosa AB	1 056	1 367	
78 587	Swedbank AB	1 398	2 220	
		2 454	3 587	1.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
24 027	Aryzta AG	\$ 1 551	\$ 2 427	
44 876	Novartis AG	3 496	4 335	
2 749	Partners Group Holding AG	667	801	
20 566	Roche Holdings AG Genussscheine	5 994	6 537	
10 174	Straumann Holding AG	2 251	2 511	
		13 959	16 611	6.8
United Kingdom				
251 119	Aberdeen Asset Management Plc.	1 541	2 079	
47 207	Aveva Group Plc.	1 549	1 754	
62 677	Babcock International Group	757	1 329	
35 639	Berkeley Group Holdings Plc.	1 419	1 571	
570 362	BP Plc.	4 957	5 358	
647 870	BT Group Plc.	2 807	4 541	
222 932	Daily Mail & General Trust Plc.	2 954	3 384	
88 132	Diageo Plc.	2 260	2 994	
197 211	Drax Group Plc.	2 169	2 303	
66 078	Hargreaves Lansdown Plc.	1 045	1 492	
98 143	Howden Joinery Group Plc.	202	555	
9 645	John Wood Group Plc.	60	142	
74 491	London Stock Exchange Group Plc.	1 330	2 728	
313 355	Moneysupermarket.com Group Plc.	990	1 078	
559 345	Perform Group Plc.	3 427	2 355	
87 662	Petrofac Limited	2 256	1 923	
87 250	Playtech Plc.	991	981	
85 921	Rio Tinto Plc.	5 401	4 949	
146 164	Royal Dutch Shell Plc., A Shares	5 999	6 438	
66 824	Shire Plc.	2 892	5 592	
43 873	SuperGroup Plc.	1 277	845	
139 182	Unilever Plc.	6 617	6 730	
		52 900	61 121	25.1
TOTAL INTERNATIONAL EQUITIES		204 629	237 624	97.8
SHORT-TERM INVESTMENTS*				
3 855	Bank of Montreal	3 855	3 855	
3 200	Bank of Nova Scotia	3 197	3 197	
5 530	Canadian Imperial Bank of Commerce	5 524	5 524	
690	National Bank of Canada	689	689	
345	Toronto-Dominion Bank	345	345	
TOTAL SHORT-TERM INVESTMENTS		13 610	13 610	5.6
TOTAL INVESTMENTS		218 239	251 234	103.4
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			1 085	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			(241)	(0.1)
TOTAL PORTFOLIO		\$ 218 239	252 078	103.7
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(8 868)	(3.7)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 243 210		100.0

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 184 Sold JPY 17 423 @ 0.0106	02-Jul-14	\$ -
Bought CAD 2 594 Sold GBP 1 397 @ 1.8569	02-Jul-14	44
Bought CAD 273 Sold JPY 25 591 @ 0.0107	02-Jul-14	4
Bought CAD 351 Sold JPY 32 800 @ 0.0107	02-Jul-14	6
Bought CHF 643 Sold CAD 769 @ 1.1965	02-Jul-14	4
Bought DKK 3 309 Sold CAD 646 @ 0.1952	02-Jul-14	2
Bought EUR 1 377 Sold CAD 2 004 @ 1.4551	02-Jul-14	8
Bought GBP 183 Sold CAD 332 @ 1.8152	02-Jul-14	2
Bought JPY 58 391 Sold CAD 615 @ 0.0105	02-Jul-14	-
Bought AUD 1 486 Sold CAD 1 494 @ 1.0052	03-Jul-14	1
Bought EUR 800 Sold CAD 1 168 @ 1.4606	03-Jul-14	-
Bought GBP 383 Sold CAD 698 @ 1.8244	03-Jul-14	-
Bought HKD 8 448 Sold CAD 1 163 @ 0.1376	03-Jul-14	-
Bought USD 144 Sold CAD 154 @ 1.0668	03-Jul-14	-
Bought SEK 1 400 Sold CAD 222 @ 0.1587	07-Jul-14	1
Bought CAD 1 103 Sold DKK 5 400 @ 0.2043	08-Jul-14	45
Bought CAD 154 Sold USD 144 @ 1.0669	08-Jul-14	-
Bought CAD 156 Sold DKK 765 @ 0.2043	08-Jul-14	6
Bought CAD 372 Sold DKK 1 856 @ 0.2004	08-Jul-14	8
Bought CAD 44 Sold DKK 214 @ 0.2050	08-Jul-14	2
Bought CAD 673 Sold USD 609 @ 1.1057	10-Jul-14	24
Bought CAD 1 402 Sold EUR 928 @ 1.5110	11-Jul-14	46
Bought CAD 417 Sold JPY 38 486 @ 0.0108	11-Jul-14	12
Bought CAD 43 Sold GBP 23 @ 1.8496	11-Jul-14	1
Bought CAD 1 222 Sold JPY 112 745 @ 0.0108	14-Jul-14	34
Bought CAD 714 Sold JPY 67 000 @ 0.0107	14-Jul-14	9
Bought CAD 997 Sold JPY 92 962 @ 0.0107	14-Jul-14	18
Bought JPY 49 000 Sold CAD 516 @ 0.0105	14-Jul-14	-
Bought CAD 857 Sold GBP 464 @ 1.8464	15-Jul-14	9
Bought NZD 113 Sold CAD 106 @ 0.9375	16-Jul-14	-
Bought CAD 210 Sold DKK 1 051 @ 0.2002	17-Jul-14	4
Bought CAD 77 Sold GBP 42 @ 1.8438	17-Jul-14	1
Bought CAD 137 Sold HKD 972 @ 0.1411	21-Jul-14	3
Bought CAD 1 086 Sold JPY 100 553 @ 0.0108	22-Jul-14	27
Bought CAD 2 268 Sold EUR 1 489 @ 1.5230	22-Jul-14	92
Bought CAD 302 Sold EUR 199 @ 1.5191	22-Jul-14	11
Bought CAD 56 Sold EUR 38 @ 1.4743	22-Jul-14	-
Bought EUR 95 Sold CAD 138 @ 1.4558	22-Jul-14	1
Bought CAD 2 118 Sold GBP 1 140 @ 1.8575	23-Jul-14	36
Bought CAD 452 Sold CHF 370 @ 1.2213	23-Jul-14	7
Bought CHF 370 Sold CAD 445 @ 1.2018	23-Jul-14	1
Bought CAD 798 Sold EUR 533 @ 1.4963	24-Jul-14	19
Bought CAD 467 Sold USD 423 @ 1.1046	25-Jul-14	16
Bought CAD 88 Sold USD 80 @ 1.0990	25-Jul-14	3
Bought AUD 332 Sold CAD 334 @ 1.0055	28-Jul-14	-
Bought CAD 2 145 Sold GBP 1 172 @ 1.8299	29-Jul-14	4
Bought CAD 125 Sold NOK 679 @ 0.1840	30-Jul-14	7
Bought CAD 1 039 Sold EUR 700 @ 1.4836	01-Aug-14	15
Bought CAD 1 832 Sold EUR 1 207 @ 1.5182	01-Aug-14	68
Bought CAD 2 179 Sold EUR 1 489 @ 1.4633	01-Aug-14	2
Bought CAD 220 Sold EUR 148 @ 1.4882	01-Aug-14	4
Bought CAD 870 Sold EUR 590 @ 1.4741	01-Aug-14	7
Bought CAD 233 Sold NOK 1 325 @ 0.1756	05-Aug-14	2
Bought CAD 272 Sold USD 250 @ 1.0879	05-Aug-14	5

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.95% to 1.16% and mature between July 2, 2014 and July 31, 2014.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 481 Sold DKK 2 352 @ 0.2044	05-Aug-14	\$ 19
Bought CAD 1 586 Sold EUR 1 070 @ 1.4823	12-Aug-14	21
Bought CAD 1 800 Sold EUR 1 199 @ 1.5009	12-Aug-14	46
Bought CAD 145 Sold EUR 97 @ 1.4953	12-Aug-14	3
Bought CAD 170 Sold EUR 114 @ 1.4951	12-Aug-14	4
Bought CAD 286 Sold GBP 155 @ 1.8442	12-Aug-14	3
Bought CAD 333 Sold JPY 31 118 @ 0.0107	12-Aug-14	5
Bought CAD 66 Sold USD 60 @ 1.0919	12-Aug-14	1
Bought CHF 430 Sold CAD 515 @ 1.1978	12-Aug-14	3
Bought CAD 233 Sold USD 215 @ 1.0845	13-Aug-14	4
Bought CAD 461 Sold DKK 2 296 @ 0.2007	13-Aug-14	10
Bought CAD 2 808 Sold EUR 1 879 @ 1.4942	14-Aug-14	60
Bought CAD 927 Sold USD 850 @ 1.0903	14-Aug-14	19
Bought CAD 2 165 Sold GBP 1 185 @ 1.8274	19-Aug-14	–
Bought GBP 565 Sold CAD 1 030 @ 1.8222	19-Aug-14	3
Bought CAD 1 492 Sold EUR 998 @ 1.4952	20-Aug-14	32
Bought CAD 109 Sold JPY 10 196 @ 0.0107	20-Aug-14	2
Bought CAD 123 Sold NOK 700 @ 0.1756	20-Aug-14	1
Bought CAD 22 Sold NOK 126 @ 0.1755	20-Aug-14	–
Bought CAD 330 Sold EUR 223 @ 1.4778	20-Aug-14	3
Bought CAD 824 Sold DKK 4 192 @ 0.1965	20-Aug-14	1
Bought CAD 359 Sold CHF 295 @ 1.2175	21-Aug-14	4
Bought CAD 1 036 Sold JPY 97 133 @ 0.0107	22-Aug-14	11
Bought CAD 347 Sold USD 318 @ 1.0912	22-Aug-14	7
Bought CAD 529 Sold DKK 2 667 @ 0.1984	25-Aug-14	6
Bought CAD 36 Sold HKD 259 @ 0.1404	26-Aug-14	1
Bought CAD 476 Sold HKD 3 390 @ 0.1404	26-Aug-14	9
Bought CAD 523 Sold HKD 3 728 @ 0.1404	26-Aug-14	10
Bought CAD 999 Sold HKD 7 248 @ 0.1378	26-Aug-14	–
Bought CAD 1 828 Sold JPY 173 195 @ 0.0106	03-Sep-14	1
Bought CAD 3 133 Sold JPY 293 638 @ 0.0107	03-Sep-14	35
Bought CAD 74 Sold DKK 370 @ 0.1992	04-Sep-14	1
Bought CAD 98 Sold DKK 493 @ 0.1992	04-Sep-14	1
Bought CAD 473 Sold GBP 258 @ 1.8352	05-Sep-14	2
Bought JPY 83 000 Sold CAD 876 @ 0.0105	05-Sep-14	–
Bought CAD 1 924 Sold HKD 13 718 @ 0.1403	08-Sep-14	34
Bought CAD 403 Sold EUR 270 @ 1.4942	08-Sep-14	8
Bought CAD 733 Sold EUR 495 @ 1.4806	08-Sep-14	9
Bought EUR 530 Sold CAD 775 @ 1.4620	08-Sep-14	1
Bought CAD 70 Sold EUR 47 @ 1.4819	09-Sep-14	1
Bought SGD 100 Sold CAD 86 @ 0.8614	10-Sep-14	–
Bought CAD 929 Sold GBP 508 @ 1.8284	11-Sep-14	–
Bought CAD 462 Sold DKK 2 339 @ 0.1976	12-Sep-14	3
Bought CAD 700 Sold GBP 383 @ 1.8266	15-Sep-14	–
Bought CAD 812 Sold GBP 440 @ 1.8456	15-Sep-14	8
Bought CAD 998 Sold GBP 541 @ 1.8455	15-Sep-14	10
Bought CAD 4 100 Sold GBP 2 222 @ 1.8454	16-Sep-14	39
Bought CAD 228 Sold USD 210 @ 1.0872	17-Sep-14	4
Bought CAD 105 Sold JPY 9 900 @ 0.0106	18-Sep-14	1
Bought CAD 2 763 Sold EUR 1 885 @ 1.4655	19-Sep-14	3
Bought CAD 419 Sold GBP 229 @ 1.8285	22-Sep-14	–
Bought EUR 928 Sold CAD 1 357 @ 1.4626	23-Sep-14	1
Bought CAD 211 Sold NOK 1 200 @ 0.1756	24-Sep-14	2
Bought CAD 357 Sold NOK 2 032 @ 0.1755	24-Sep-14	4
Bought CAD 4 453 Sold EUR 3 037 @ 1.4662	25-Sep-14	6

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 616 Sold JPY 58 391 @ 0.0106	29-Sep-14	\$ –
Bought GBP 187 Sold CAD 340 @ 1.8178	29-Sep-14	2
Bought CAD 930 Sold EUR 635 @ 1.4644	02-Oct-14	–
		\$ 1 085
Contracts	Maturity Date	Unrealized Loss
Bought CAD 339 Sold GBP 187 @ 1.8152	02-Jul-14	\$ (2)
Bought GBP 185 Sold CAD 340 @ 1.8379	02-Jul-14	(2)
Bought GBP 214 Sold CAD 396 @ 1.8500	02-Jul-14	(5)
Bought GBP 249 Sold CAD 462 @ 1.8554	02-Jul-14	(7)
Bought GBP 936 Sold CAD 1 717 @ 1.8344	02-Jul-14	(8)
Bought JPY 228 995 Sold CAD 2 412 @ 0.0105	03-Jul-14	(2)
Bought SEK 1 100 Sold CAD 186 @ 0.1687	07-Jul-14	(10)
Bought SEK 1 300 Sold CAD 212 @ 0.1628	07-Jul-14	(4)
Bought ILS 1 660 Sold CAD 522 @ 0.3145	08-Jul-14	(6)
Bought ILS 291 Sold CAD 91 @ 0.3139	08-Jul-14	(1)
Bought ILS 600 Sold CAD 188 @ 0.3141	08-Jul-14	(2)
Bought GBP 300 Sold CAD 553 @ 1.8428	11-Jul-14	(5)
Bought CAD 182 Sold GBP 100 @ 1.8195	15-Jul-14	(1)
Bought NZD 107 Sold CAD 101 @ 0.9426	16-Jul-14	(1)
Bought CAD 586 Sold DKK 3 000 @ 0.1953	17-Jul-14	(2)
Bought EUR 240 Sold CAD 365 @ 1.5190	22-Jul-14	(14)
Bought EUR 260 Sold CAD 391 @ 1.5021	22-Jul-14	(11)
Bought GBP 1 140 Sold CAD 2 110 @ 1.8508	23-Jul-14	(28)
Bought AUD 2 120 Sold CAD 2 145 @ 1.0121	28-Jul-14	(16)
Bought AUD 310 Sold CAD 312 @ 1.0063	28-Jul-14	(1)
Bought CAD 3 380 Sold GBP 1 855 @ 1.8220	29-Jul-14	(8)
Bought CAD 363 Sold GBP 200 @ 1.8160	29-Jul-14	(2)
Bought EUR 1 200 Sold CAD 1 755 @ 1.4627	01-Aug-14	(1)
Bought EUR 225 Sold CAD 334 @ 1.4843	01-Aug-14	(5)
Bought SEK 1 163 Sold CAD 190 @ 0.1635	06-Aug-14	(4)
Bought SEK 1 300 Sold CAD 212 @ 0.1634	06-Aug-14	(5)
Bought EUR 280 Sold CAD 413 @ 1.4735	14-Aug-14	(3)
Bought SEK 3 055 Sold CAD 500 @ 0.1637	15-Aug-14	(12)
Bought GBP 246 Sold CAD 454 @ 1.8443	19-Aug-14	(4)
Bought CAD 2 040 Sold EUR 1 400 @ 1.4570	20-Aug-14	(8)
Bought JPY 31 422 Sold CAD 332 @ 0.0106	20-Aug-14	(1)
Bought CAD 719 Sold CHF 600 @ 1.1984	21-Aug-14	(4)
Bought CHF 119 Sold CAD 144 @ 1.2124	21-Aug-14	(1)
Bought CHF 209 Sold CAD 254 @ 1.2128	21-Aug-14	(2)
Bought CAD 1 350 Sold AUD 1 346 @ 1.0026	26-Aug-14	(1)
Bought JPY 23 635 Sold CAD 252 @ 0.0107	03-Sep-14	(3)
Bought AUD 240 Sold CAD 242 @ 1.0065	08-Sep-14	(1)
Bought SGD 1 093 Sold CAD 952 @ 0.8709	10-Sep-14	(15)
Bought SGD 1 113 Sold CAD 969 @ 0.8709	10-Sep-14	(16)
Bought SGD 145 Sold CAD 126 @ 0.8712	10-Sep-14	(2)
Bought SGD 210 Sold CAD 183 @ 0.8709	10-Sep-14	(3)
Bought SGD 250 Sold CAD 218 @ 0.8729	10-Sep-14	(4)
Bought SEK 2 362 Sold CAD 385 @ 0.1631	12-Sep-14	(8)
		\$ (241)
		\$ 844

TOTAL FOREIGN EXCHANGE

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 251 234	\$ 181 660	\$ 102 888
Cash	312	322	327
Due from investment dealers	1 477	329	126
Subscriptions receivable	1 916	232	139
Unrealized gain on foreign exchange contracts	1 085	730	302
Dividends receivable, interest accrued and other assets	211	223	141
TOTAL ASSETS	256 235	183 496	103 923
LIABILITIES			
Due to investment dealers	12 151	355	614
Redemptions payable	353	98	79
Unrealized loss on foreign exchange contracts	241	1 102	539
Accounts payable and accrued expenses	280	262	175
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	13 025	1 817	1 407
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 243 210	\$ 181 679	\$ 102 516
Investments at cost	\$ 218 239	\$ 137 532	\$ 87 812
NAV, END OF PERIOD			
SERIES A	\$ 126 097	\$ 124 714	\$ 87 471
ADVISOR SERIES	\$ 1 864	\$ 1 353	\$ 523
SERIES D	\$ 35 528	\$ 25 776	\$ 9 300
SERIES F	\$ 1 883	\$ 1 907	\$ 1 196
SERIES O	\$ 77 838	\$ 27 929	\$ 4 026
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 15.98	\$ 15.96	\$ 12.32
ADVISOR SERIES	\$ 15.85	\$ 15.83	\$ 12.21
SERIES D	\$ 16.34	\$ 16.23	\$ 12.48
SERIES F	\$ 17.76	\$ 17.63	\$ 13.57
SERIES O	\$ 16.87	\$ 16.66	\$ 12.73

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 091	\$ 1 989
Interest for distribution purposes	28	16
Other income (loss)	–	(15)
Securities lending revenue (see note 6 in the generic notes)	57	53
Net realized gain (loss) on investments	13 115	1 839
Net gain (loss) on foreign currencies and other net assets	(2 626)	208
Change in unrealized gain (loss) on investments	(9 917)	9 343
TOTAL INCOME (LOSS)	3 748	13 433
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 353	950
Administration fees	158	108
Board of Governors costs	1	2
GST/HST	154	112
Transaction costs	537	144
Withholding tax	416	188
TOTAL EXPENSES	2 619	1 504
INCREASE (DECREASE) IN NAV	\$ 1 129	\$ 11 929
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 145	\$ 10 053
ADVISOR SERIES	\$ (8)	\$ 63
SERIES D	\$ 139	\$ 1 158
SERIES F	\$ 5	\$ 140
SERIES O	\$ 848	\$ 515
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.04	\$ 1.36
ADVISOR SERIES	\$ 0.04	\$ 1.35
SERIES D	\$ 0.12	\$ 1.45
SERIES F	\$ 0.16	\$ 1.60
SERIES O	\$ 0.22	\$ 1.56

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 129	\$ 11 929
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(13 115)	(1 839)
Change in unrealized loss (gain) on investments	9 917	(9 343)
(Increase) decrease in accrued receivables	(2 820)	(235)
Increase (decrease) in accrued payables	12 069	384
Cost of investments purchased	(261 340)	(82 058)
Proceeds on sales of investments	193 748	68 631
NET CASH PROVIDED BY OPERATING ACTIVITIES	(60 412)	(12 531)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	79 487	23 556
Cash paid on redemption of redeemable units	(19 085)	(10 406)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 60 402	\$ 13 150
Net increase (decrease) in cash for the year	(10)	619
Cash (bank overdraft), beginning of period	322	327
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 312	\$ 946
Interest received	\$ 26	\$ 16
Dividends received, net of withholding taxes	\$ 2 689	\$ 1 801



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 124 714	\$ 87 471	\$ 1 353	\$ 523	\$ 25 776	\$ 9 300	\$ 1 907	\$ 1 196
INCREASE (DECREASE) IN NAV	145	10 053	(8)	63	139	1 158	5	140
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	13 354	11 004	830	361	12 341	3 260	556	127
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(12 116)	(8 014)	(311)	(130)	(2 728)	(885)	(585)	(131)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 238	2 990	519	231	9 613	2 375	(29)	(4)
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	1 383	13 043	511	294	9 752	3 533	(24)	136
NAV AT END OF PERIOD	\$ 126 097	\$ 100 514	\$ 1 864	\$ 817	\$ 35 528	\$ 12 833	\$ 1 883	\$ 1 332

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 27 929	\$ 4 026	\$ 181 679	\$ 102 516
INCREASE (DECREASE) IN NAV	848	515	1 129	11 929
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	52 406	8 804	79 487	23 556
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(3 345)	(1 246)	(19 085)	(10 406)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	49 061	7 558	60 402	13 150
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	49 099	8 073	61 531	25 079
NAV AT END OF PERIOD	\$ 77 838	\$ 12 099	\$ 243 210	\$ 127 595

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies outside North America, providing exposure to economies that may be at different stages of the business cycle or offer growth opportunities unavailable in U.S. and Canadian markets. The Fund focuses on companies that are primarily in Europe, Australasia and the Far East.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Euro	23.4	18.6	18.8
Pound sterling	16.2	16.7	16.0
Japanese yen	15.2	14.5	15.2
Swiss franc	6.8	5.4	5.5
Australian dollar	5.8	5.4	6.2
Swedish krona	2.2	2.2	2.4
Hong Kong dollar	2.1	2.2	2.3
Danish krone	1.1	0.9	0.8
Singapore dollar	1.0	1.0	1.3
Norwegian krone	0.6	0.7	0.9
Other currencies	0.4	0.3	0.7
Total	74.8	67.9	70.1

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 693	235 931	–	237 624
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	13 610	–	13 610
Derivatives – assets	–	1 085	–	1 085
Derivatives – liabilities	–	(241)	–	(241)
Total financial instruments	1 693	250 385	–	252 078
% of total portfolio	0.7	99.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 362	178 773	–	180 135
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 525	–	1 525
Derivatives – assets	–	730	–	730
Derivatives – liabilities	–	(1 102)	–	(1 102)
Total financial instruments	1 362	179 926	–	181 288
% of total portfolio	0.8	99.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 009	100 318	–	101 327
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 561	–	1 561
Derivatives – assets	–	302	–	302
Derivatives – liabilities	–	(539)	–	(539)
Total financial instruments	1 009	101 642	–	102 651
% of total portfolio	1.0	99.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	92 148
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	7 814	7 100
Issued number of units	833	820
Reinvested number of units	–	–
Redeemed number of units	(757)	(601)
Ending number of units	7 890	7 319

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	85	43
Issued number of units	53	27
Reinvested number of units	–	–
Redeemed number of units	(20)	(10)
Ending number of units	118	60
Series D		
Opening units	1 588	745
Issued number of units	755	238
Reinvested number of units	–	–
Redeemed number of units	(168)	(65)
Ending number of units	2 175	918
Series F		
Opening units	108	88
Issued number of units	31	9
Reinvested number of units	–	–
Redeemed number of units	(33)	(9)
Ending number of units	106	88
Series O		
Opening units	1 676	316
Issued number of units	3 139	620
Reinvested number of units	–	–
Redeemed number of units	(201)	(92)
Ending number of units	4 614	844

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	537	100	144	100
Related-party brokerage commissions*	24	4	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	11 904	6 084
Fair value of collateral received	12 143	6 205

Please see the generic notes at the back of the financial statements.



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC International Equity Currency Neutral Fund	857	–
Phillips, Hager & North LifeTime 2015 Fund	26	22
Phillips, Hager & North LifeTime 2020 Fund	51	42
Phillips, Hager & North LifeTime 2025 Fund	56	44
Phillips, Hager & North LifeTime 2030 Fund	54	43
Phillips, Hager & North LifeTime 2035 Fund	77	64
Phillips, Hager & North LifeTime 2040 Fund	76	62
Phillips, Hager & North LifeTime 2045 Fund	162	117
Total	1 359	394

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	127 578	102 515
Revaluation of investments at FVTPL	17	1
Net assets attributable to holders of redeemable units	127 595	102 516

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	11 913
Revaluation of investments at FVTPL (see note 3 in the generic notes)	16
Increase (decrease) in net assets attributable to holders of redeemable units	11 929

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC INTERNATIONAL INDEX CURRENCY NEUTRAL FUND

June 30, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
27 000	Bank of Montreal	\$ 26 975	\$ 26 975	
31 250	Bank of Nova Scotia	31 207	31 207	
11 250	BNP Paribas Capital Trust	11 217	11 217	
6 000	Caisse Centrale Desjardins	5 994	5 994	
20 500	Canadian Imperial Bank of Commerce	20 464	20 464	
6 000	Canadian National Railway Co.	5 995	5 995	
145 000	Government of Canada Treasury Bills	144 641	144 641	
14 800	Honda Canada Finance Inc.	14 777	14 777	
10 000	HSBC Bank Canada	9 971	9 971	
27 000	National Bank of Canada	26 935	26 935	
14 050	Sumitomo Mitsui Financial Group Inc.	13 994	13 994	
13 000	Toyota Credit Canada Inc.	12 960	12 960	
7 000	Wells Fargo Financial Canada Corp.	6 984	6 984	
TOTAL SHORT-TERM INVESTMENTS		332 114	332 114	97.9
TOTAL INVESTMENTS		332 114	332 114	97.9
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	1 656	0.5
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(2 146)	(0.6)
TOTAL PORTFOLIO		\$ 332 114	331 624	97.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			7 571	2.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 339 195	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.89% to 1.23% and mature between July 2, 2014 and October 7, 2014.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
90	Hang Seng Stock Index Future, July 2014 Contracts at HKD 22 761.25 per contract	\$ 14 182 \$ 212
516	Japanese TOPIX Index Future, September 2014 Contracts at JPY 1 236.01 per contract	67 931 1 444
		\$ 82 113 \$ 1 656
Number of Contracts	Contracted Value	Unrealized Loss
73	Amsterdam Index Future, July 2014 Contracts at EUR 413.69 per contract	\$ 8 885 \$ (10)
532	France CAC 40 Index Future, September 2014 Contracts at EUR 4 534.27 per contract	35 540 (857)
88	German Dax Index Future, September 2014 Contracts at EUR 9 927.15 per contract	32 157 (217)
56	S&P/MIB Index Future, September 2014 Contracts at EUR 21 951.07 per contract	9 040 (265)
77	Spain IBEX 35 Index Future, July 2014 Contracts at EUR 10 945.92 per contract	12 399 (101)
583	Swedish OMX Index Future, July 2014 Contracts at SEK 1 388.90 per contract	13 238 (88)

SCHEDULE A (cont.)

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
298	Swiss Market Index Future, September 2014 Contracts at CHF 8 657.44 per contract	\$ 31 144 \$ (392)
335	The Dow Jones Euro STOXX 50 Future, September 2014 Contracts at EUR 3 266.82 per contract	16 095 (171)
195	The S&P ASX 200 Index Future, September 2014 Contracts at AUD 5 354.74 per contract	26 540 (4)
600	United Kingdom New FTSE 100 Future, September 2014 Contracts at GBP 6 714.80 per contract	74 237 (41)
		\$ 259 275 \$ (2 146)
TOTAL FUTURES		\$ 341 388 \$ (490)

\$ 171 000 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 332 114	\$ 294 900	\$ 208 283
Cash	677	695	217
Subscriptions receivable	250	302	101
Unrealized gain on futures contracts	1 656	13 080	4 200
Futures contracts margin receivable	6 775	6 837	3 952
Dividends receivable, interest accrued and other assets	356	534	646
TOTAL ASSETS	341 828	316 348	217 399
LIABILITIES			
Redemptions payable	286	187	150
Unrealized loss on futures contracts	2 146	–	721
Accounts payable and accrued expenses	201	185	127
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 633	372	998
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 339 195	\$ 315 976	\$ 216 401
Investments at cost	\$ 332 114	\$ 295 108	\$ 208 504
NAV, END OF PERIOD			
SERIES A	\$ 339 195	\$ 315 976	\$ 216 401
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.95	\$ 9.68	\$ 7.70

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 776	\$ 1 541
Net gain (loss) from futures contracts	9 292	21 002
Securities lending revenue (see note 6 in the generic notes)	23	8
Net realized gain (loss) on investments	(364)	(432)
Net gain (loss) on foreign currencies and other net assets	(525)	122
Change in unrealized gain (loss) on investments	208	180
TOTAL INCOME (LOSS)	10 410	22 421
EXPENSES (see notes – Fund Specific Information)		
Management fees	810	613
Administration fees	228	172
Board of Governors costs	1	2
GST/HST	111	87
TOTAL EXPENSES	1 150	874
INCREASE (DECREASE) IN NAV	\$ 9 260	\$ 21 547
INCREASE (DECREASE) IN NAV SERIES A	\$ 9 260	\$ 21 547
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.28	\$ 0.74

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 9 260	\$ 21 547
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	364	432
Change in unrealized loss (gain) on investments	(208)	(180)
(Increase) decrease in accrued receivables	230	(40)
Increase (decrease) in accrued payables	115	115
Cost of investments purchased	(748 809)	(774 598)
Proceeds on sales of investments	725 071	731 928
NET CASH PROVIDED BY OPERATING ACTIVITIES	(13 977)	(20 796)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	40 446	40 590
Cash paid on redemption of redeemable units	(26 487)	(19 860)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 13 959	\$ 20 730
Net increase (decrease) in cash for the year	(18)	(66)
Cash (bank overdraft), beginning of period	695	217
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 677	\$ 151
Interest received	\$ 1 954	\$ 1 855
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 315 976	\$ 216 401
INCREASE (DECREASE) IN NAV	9 260	21 547
Early redemption fees	—	—
Proceeds from redeemable units issued	40 446	40 590
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(26 487)	(19 860)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 959	20 730
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	23 219	42 277
NAV AT END OF PERIOD	\$ 339 195	\$ 258 678

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Morgan Stanley Capital International – Europe, Australasia and Far East Total Return Index (“MSCI EAFE Index”) (in local currencies).

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund’s credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
R-1 (H)	74.5	83.6	76.9
R-1 (M)	25.5	16.4	23.1
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund’s exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
0 – 1 month	41.0	43.4	38.0
1 – 3 months	55.3	52.4	54.8
4 – 6 months	3.6	4.2	7.2
7 – 12 months	0.1	–	–
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund’s investments, the Fund has minimal sensitivity to changes in interest rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (local currency)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund’s financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	332 114	–	332 114
Derivatives – assets	1 656	–	–	1 656
Derivatives – liabilities	(2 146)	–	–	(2 146)
Total financial instruments	(490)	332 114	–	331 624
% of total portfolio	(0.1)	100.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	12 556	–	12 556
Short-term investments	–	282 344	–	282 344
Derivatives – assets	13 080	–	–	13 080
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 080	294 900	–	307 980
% of total portfolio	4.2	95.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	24 153	–	24 153
Short-term investments	–	184 130	–	184 130
Derivatives – assets	4 200	–	–	4 200
Derivatives – liabilities	(721)	–	–	(721)
Total financial instruments	3 479	208 283	–	211 762
% of total portfolio	1.6	98.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

The management fee paid by Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

The administration fee of Series A of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series A of the Fund.

Series A	0.14%
----------	-------

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	–
Non-capital losses	56 969
Non-capital losses expire in:	
2031	35 046
2028	21 923

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	32 642	28 112
Issued number of units	4 208	4 818
Reinvested number of units	–	–
Redeemed number of units	(2 747)	(2 365)
Ending number of units	34 103	30 565

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	39 887	21 588
Fair value of collateral received	40 685	22 019

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	258 672	216 399
Revaluation of investments at FVTPL	6	2
Net assets attributable to holders of redeemable units	258 678	216 401

Comprehensive income

	June 30 2013
Comprehensive income as reported under Canadian GAAP	21 543
Revaluation of investments at FVTPL (see note 3 in the generic notes)	4
Increase (decrease) in net assets attributable to holders of redeemable units	21 547



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC O'SHAUGHNESSY INTERNATIONAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
1 419 573	Arrium Ltd.	\$ 2 253	\$ 1 140	
329 521	Challenger Ltd.	1 959	2 466	
272 601	CSR Limited	805	957	
56 345	Flight Centre Travel Group Ltd.	2 378	2 519	
242 388	Leighton Holdings Ltd.	4 815	4 803	
181 666	Orica Ltd.	3 965	3 560	
2 231 788	Telstra Corp. Ltd.	6 674	11 699	
105 640	Woodside Petroleum Ltd.	4 239	4 370	
		27 088	31 514	6.0
Austria				
19 089	Flughafen Wien AG	1 958	1 896	
		1 958	1 896	0.4
Belgium				
112 428	Belgacom S.A.	3 825	3 981	
8 203	Delhaize-Le Lion	550	592	
		4 375	4 573	0.9
Denmark				
2 020	A P Moller - Maersk A/S	4 551	5 357	
21 645	Auriga Industries	723	1 185	
16 638	Jyske Bank A/S	933	1 008	
6 794	Rockwool International A/S	1 055	1 337	
41 158	Schouw & Co.	2 384	2 157	
154 004	TDC A/S	1 596	1 699	
		11 242	12 743	2.4
Finland				
40 518	Neste Oil OYJ	938	843	
56 163	Stora Enso OYJ, R Shares	587	582	
63 423	Tietoenator OYJ	1 940	2 001	
598 581	UPM-Kymmene OYJ	6 728	10 906	
		10 193	14 332	2.7
France				
44 862	AXA S.A.	1 099	1 143	
18 666	Carrefour S.A.	772	734	
24 420	Cegid Group	1 184	1 116	
46 437	Credit Agricole S.A.	796	699	
151 253	Electricite de France S.A.	5 255	5 080	
52 678	Euler Hermes Group	6 368	6 752	
14 749	Eurazeo S.A.	1 109	1 309	
565 683	France Telecom S.A.	8 880	9 547	
445 568	GDF Suez	12 629	13 095	
82 346	Lagardere S.C.A.	3 150	2 862	
12 987	Lisi S.A.	1 904	2 182	
171 359	Metropole Television S.A.	3 520	3 713	
90 732	Montupet	3 962	8 246	
25 274	Norbert Dentressangle S.A.	4 392	3 959	
124 915	Plastic Omnium S.A.	2 170	4 179	
35 370	Rallye S.A.	1 984	2 058	
7 508	Stef S.A.	655	627	
38 213	Suez Environnement SA	696	780	
163 764	Total S.A.	9 502	12 638	

Holdings	Security	Cost	Fair Value	% of Net Assets
France (cont.)				
69 318	Valeo S.A.	\$ 6 549	\$ 9 921	
70 621	Veolia Environnement	1 297	1 435	
67 761	Vivendi S.A.	1 957	1 769	
		79 830	93 844	18.0
Germany				
139 136	Adler Modemaerkte AG	2 358	2 579	
23 786	Cewe Stiftung & Co. KGaA	1 989	1 814	
22 369	Continental AG	4 630	5 528	
622 323	Deutsche Telekom AG	8 089	11 677	
545 011	E.ON SE	13 969	11 993	
105 441	Elmos Semiconductor AG	2 236	2 252	
36 102	Indus Holding AG	1 917	1 909	
16 641	Metro AG	871	776	
11 180	Porsche AG	1 235	1 242	
17 654	ProSiebenSat.1 Media AG	820	840	
79 074	RWE AG	4 226	3 628	
100 283	Sixt SE	4 233	4 340	
48 526	TUI AG	874	870	
		47 447	49 448	9.5
Ireland				
2 268 789	Total Produce Plc.	2 704	3 680	
		2 704	3 680	0.7
Israel				
7 077 298	Bezeq Israeli Telecommunication Corporation Ltd.	9 425	14 129	
8 194	Delek Group Ltd.	3 052	3 615	
138 923	Discount Investment Corp.	1 112	1 184	
7 562	Elbit Systems Ltd.	475	496	
32 213	Kerur Holdings Ltd.	734	676	
733 161	Supersol Ltd.	3 134	2 563	
		17 932	22 663	4.3
Italy				
230 711	ACEA S.p.A.	2 662	3 607	
1 108 173	AEM S.p.A.	1 311	1 361	
1 137 006	Ascopiave S.p.A.	3 761	3 321	
50 834	ASTM S.p.A.	966	858	
173 452	Autogrill S.p.A.	1 673	1 630	
93 059	Brembo S.p.A.	1 948	3 622	
541 761	Cementir S.p.A.	3 044	4 323	
491 448	ENI S.p.A.	13 872	14 337	
50 820	Italmobiliare S.p.A.	2 181	2 085	
70 011	La Doria S.p.A.	662	618	
324 397	Unipol Gruppo Finanziario S.p.A.	1 866	1 954	
71 496	Vittoria Assicurazioni S.p.A.	1 152	1 015	
		35 098	38 731	7.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan				
20 900	Aisin Seiki Co. Ltd.	\$ 895	\$ 887	
61 900	Alpine Electronics Inc.	892	931	
186 000	Bando Chemical Industries Ltd.	734	813	
227 000	Bunka Shutter Co. Ltd.	1 254	2 103	
39 600	Canon Sales Co. Inc.	763	793	
70 700	CKD Corp.	840	727	
69 000	Daihatsu Motor Co. Ltd.	1 469	1 310	
533 000	Denki Kogyo Co. Ltd.	3 863	3 800	
26 700	Doutor Nichires Holdings Co. Ltd.	516	505	
47 600	Elematec Corp.	948	962	
354 000	Fuji Electric Holdings Co. Ltd.	1 442	1 792	
107 100	Fuji Heavy Industries Ltd.	2 034	3 167	
146 000	Fujikura Ltd.	744	759	
119 300	Fujitsu Frontech Ltd.	1 845	1 547	
35 000	Fukuda Denshi Co. Ltd.	2 095	2 175	
11 000	Hoshizaki Electric Co. Ltd.	541	586	
82 500	Hoya Corp.	2 527	2 925	
35 800	Idemitsu Kosan Co. Ltd.	863	829	
107 100	Inabata & Co. Ltd.	1 161	1 074	
74 700	Itochu Enex Co. Ltd.	528	572	
32 900	K&O Energy Group Inc.	481	520	
320 000	Kandenko Co. Ltd.	1 970	1 985	
77 000	Kaneka Corp.	525	514	
118 000	Kasai Kogyo Co. Ltd.	934	979	
476 000	KNT-CT Holdings Co. Ltd.	1 008	973	
54 800	Kyowa Exeo Corporation	808	833	
452 000	Kyudenko Corp.	3 848	4 691	
48 900	Macnica Inc.	1 570	1 742	
45 600	Matsumotokiyoshi Holdings Co. Ltd.	1 111	1 683	
12 900	MEIJI Holdings Co. Ltd.	861	912	
68 600	Misawa Homes Holdings Inc.	837	962	
425 000	Morinaga Milk Industry Co. Ltd.	1 797	1 630	
312 000	Nagoya Railroad Co. Ltd.	1 193	1 327	
129 000	Nippon Flour Mills Co. Ltd.	800	732	
60 200	Nippon Gas Co. Ltd.	1 331	1 488	
111 000	Nippon Paint Co. Ltd.	1 310	2 507	
32 500	Nippon Telegraph & Telephone Corp.	2 069	2 160	
860 000	NOF Corp.	5 927	6 558	
90 600	Omron Corp.	3 665	4 075	
145 000	Rengo Co. Ltd.	854	739	
123 000	Riken Corp.	554	606	
88 300	Riso Kagaku Corp.	2 052	2 671	
105 100	Ryoyo Electro Corp.	1 408	1 324	
450 000	San-Ai Oil Co. Ltd.	3 397	3 616	
322 800	Showa Shell Sekiyu K.K.	3 627	3 913	
78 000	Sumitomo Forestry Co. Ltd.	1 018	1 016	
15 400	TDK Corp.	771	771	
36 000	TOTO Ltd.	506	518	
58 300	Toyo Seikan Group Holdings Ltd.	1 202	956	
34 900	Transcosmos Inc.	722	799	
23 600	Yamato Transport Co. Ltd.	462	522	
33 000	Yurtec Corp.	191	217	
		74 763	82 196	15.7

Holdings	Security	Cost	Fair Value	% of Net Assets
New Zealand				
2 318 166	Air New Zealand Ltd.	\$ 2 606	\$ 4 503	
5 587 338	Telecom Corp. of New Zealand Ltd.	13 262	13 990	
		15 868	18 493	3.6
Norway				
50 577	Atea ASA	683	615	
611 419	Borregaard ASA	4 308	4 715	
70 370	Cermaq ASA	959	1 034	
391 474	DNO ASA	980	1 603	
45 332	Oslo Bors VPS Holding ASA	662	591	
237 966	StatoilHydro ASA	6 074	7 803	
82 678	Telenor ASA	2 026	2 008	
104 630	Yara International ASA	4 718	5 591	
		20 410	23 960	4.6
Portugal				
916 996	Energias de Portugal S.A.	4 295	4 908	
1 018 022	Portucel S.A.	5 183	5 084	
994 166	Sonae SGPS S.A.	1 993	1 741	
312 411	Zon Multimedia Servicos de Telecomunicacoes e Multimedia SGPS S.A.	1 849	2 190	
		13 320	13 923	2.7
Spain				
100 345	Endesa S.A.	4 043	4 139	
23 972	Grupo Catalana Occidente S.A.	1 068	928	
767 590	Iberdrola S.A.	4 186	6 263	
34 994	Red Electrica de Espana	3 223	3 412	
116 824	Telefonica S.A.	1 981	2 139	
		14 501	16 881	3.2
Sweden				
41 544	Clas Ohlson AB	954	904	
423 011	Dios Fastigheter AB	3 901	3 947	
65 492	Duni AB	1 028	1 097	
300 832	Eniro AB	862	2 159	
18 558	Loomis AB	577	608	
91 257	NCC AB	3 497	3 350	
268 376	SAS AB	829	538	
		11 648	12 603	2.4
Switzerland				
53 913	Ascom Holding AG	1 198	975	
9 081	Autoneum Holding AG	1 983	1 942	
5 459	Georg Fischer AG	3 801	4 168	
		6 982	7 085	1.4
United Kingdom				
233 379	Antofagasta Plc.	3 503	3 252	
236 573	Aviva Plc.	2 297	2 202	
562 490	BAE Systems Plc.	2 607	4 444	
429 288	BBA Aviation Plc.	2 272	2 422	
194 247	Berendsen Plc.	2 288	3 470	
353 569	BT Group Plc.	2 041	2 478	
1 052 450	Centrica Plc.	6 295	5 999	
935 339	Chesnara Plc.	5 461	5 474	
74 327	easyJet Plc.	1 540	1 852	
52 252	Go-Ahead Group Plc.	2 005	2 259	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)				
41 413	Imperial Tobacco Group Plc.	\$ 1 736	\$ 1 987	
312 002	J Sainsbury Plc.	1 862	1 797	
12 742	Next Plc.	1 578	1 505	
551 651	Renew Holdings Plc.	2 368	2 364	
595 319	Scapa Group Plc.	929	1 360	
23 395	SSE Plc.	616	669	
147 908	Tesco Plc.	786	767	
100 358	Travis Perkins Plc.	2 592	2 998	
500 654	TUI Travel Plc.	2 367	3 636	
64 090	Vp Plc.	785	807	
248 196	WH Smith Plc.	3 665	4 845	
14 425	Wolseley Plc.	920	843	
		50 513	57 430	11.0
TOTAL INTERNATIONAL EQUITIES		445 872	505 995	96.9
SHORT-TERM INVESTMENTS*		16 369	16 372	3.1
TOTAL INVESTMENTS		462 241	522 367	100.0
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1	–
TOTAL PORTFOLIO		\$ 462 241	522 368	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			131	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 522 499		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 34 793 Sold CAD 366 @ 0.0105	02-Jul-14	\$ 1
Bought JPY 3 782 Sold CAD 40 @ 0.0105	03-Jul-14	–
TOTAL FOREIGN EXCHANGE		\$ 1

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 522 367	\$ 467 455	\$ 374 111
Cash	1 152	72	433
Subscriptions receivable	968	437	105
Unrealized gain on foreign exchange contracts	1	–	–
Dividends receivable, interest accrued and other assets	233	271	343
TOTAL ASSETS	524 721	468 235	374 992
LIABILITIES			
Due to investment dealers	964	–	–
Redemptions payable	361	291	945
Accounts payable and accrued expenses	897	805	659
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 222	1 096	1 604
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 522 499	\$ 467 139	\$ 373 388
Investments at cost	\$ 462 241	\$ 388 758	\$ 389 409
NAV, END OF PERIOD			
SERIES A	\$ 445 635	\$ 407 485	\$ 330 243
ADVISOR SERIES	\$ 7 217	\$ 5 350	\$ 4 469
SERIES D	\$ 21 252	\$ 12 508	\$ 7 326
SERIES F	\$ 16 346	\$ 12 870	\$ 11 108
SERIES I	\$ 14 118	\$ 13 510	\$ 10 232
SERIES O	\$ 17 931	\$ 15 416	\$ 10 010
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 9.98	\$ 9.18	\$ 6.77
ADVISOR SERIES	\$ 9.87	\$ 9.08	\$ 6.69
SERIES D	\$ 10.10	\$ 9.26	\$ 6.79
SERIES F	\$ 9.39	\$ 8.59	\$ 6.33
SERIES I	\$ 11.00	\$ 10.05	\$ 7.40
SERIES O	\$ 9.07	\$ 8.25	\$ 6.05

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 16 368	\$ 10 891
Interest for distribution purposes	46	31
Securities lending revenue (see note 6 in the generic notes)	333	314
Net realized gain (loss) on investments	50 756	(3 174)
Net gain (loss) on foreign currencies and other net assets	(124)	71
Change in unrealized gain (loss) on investments	(18 570)	39 556
TOTAL INCOME (LOSS)	48 809	47 689
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 275	3 307
Administration fees	467	359
Board of Governors costs	1	2
GST/HST	455	377
Transaction costs	416	253
Withholding tax	2 107	1 307
TOTAL EXPENSES	7 721	5 605
INCREASE (DECREASE) IN NAV	\$ 41 088	\$ 42 084
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 35 394	\$ 36 931
ADVISOR SERIES	\$ 461	\$ 497
SERIES D	\$ 1 252	\$ 886
SERIES F	\$ 1 220	\$ 1 280
SERIES I	\$ 1 258	\$ 1 257
SERIES O	\$ 1 503	\$ 1 233
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.78	\$ 0.80
ADVISOR SERIES	\$ 0.77	\$ 0.79
SERIES D	\$ 0.84	\$ 0.83
SERIES F	\$ 0.79	\$ 0.78
SERIES I	\$ 0.94	\$ 0.93
SERIES O	\$ 0.81	\$ 0.78

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 41 088	\$ 42 084
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(50 756)	3 174
Change in unrealized loss (gain) on investments	18 570	(39 556)
(Increase) decrease in accrued receivables	(493)	(80)
Increase (decrease) in accrued payables	1 126	(586)
Cost of investments purchased	(1 610 891)	(1 072 414)
Proceeds on sales of investments	1 588 164	1 096 236
NET CASH PROVIDED BY OPERATING ACTIVITIES	(13 192)	28 858
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	60 514	11 883
Cash paid on redemption of redeemable units	(46 242)	(40 286)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 14 272	\$ (28 403)
Net increase (decrease) in cash for the year	1 080	455
Cash (bank overdraft), beginning of period	72	433
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1 152	\$ 888
Interest received	\$ 46	\$ 31
Dividends received, net of withholding taxes	\$ 14 299	\$ 9 584



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 407 485	\$ 330 243	\$ 5 350	\$ 4 469	\$ 12 508	\$ 7 326	\$ 12 870	\$ 11 108
INCREASE (DECREASE) IN NAV	35 394	36 931	461	497	1 252	886	1 220	1 280
Early redemption fees	1	—	—	—	1	—	—	2
Proceeds from redeemable units issued	39 619	8 716	1 801	58	11 121	1 249	4 000	665
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(36 864)	(35 301)	(395)	(704)	(3 630)	(905)	(1 744)	(2 181)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 756	(26 585)	1 406	(646)	7 492	344	2 256	(1 514)
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	38 150	10 346	1 867	(149)	8 744	1 230	3 476	(234)
NAV AT END OF PERIOD	\$ 445 635	\$ 340 589	\$ 7 217	\$ 4 320	\$ 21 252	\$ 8 556	\$ 16 346	\$ 10 874

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 510	\$ 10 232	\$ 15 416	\$ 10 010	\$ 467 139	\$ 373 388
INCREASE (DECREASE) IN NAV	1 258	1 257	1 503	1 233	41 088	42 084
Early redemption fees	—	—	—	—	2	2
Proceeds from redeemable units issued	850	—	3 123	1 195	60 514	11 883
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(1 500)	—	(2 111)	(1 197)	(46 244)	(40 288)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(650)	—	1 012	(2)	14 272	(28 403)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	608	1 257	2 515	1 231	55 360	13 681
NAV AT END OF PERIOD	\$ 14 118	\$ 11 489	\$ 17 931	\$ 11 241	\$ 522 499	\$ 387 069

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns composed of capital growth and current income from investments outside North America.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Euro	45.4	40.8	41.0
Japanese yen	15.8	27.0	24.6
Pound sterling	11.0	12.5	17.3
Australian dollar	6.0	3.9	5.3
Norwegian krone	4.6	2.2	2.3
Israeli new shekel	4.3	4.5	–
New Zealand dollar	3.5	2.9	3.5
Danish krone	2.4	1.5	–
Swedish krona	2.4	0.7	1.1
Swiss franc	1.4	2.3	2.2
United States dollar	0.4	–	–
Singapore dollar	–	0.2	1.1
Other currencies	–	–	0.2
Total	97.2	98.5	98.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	505 995	–	505 995
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	16 372	–	16 372
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	522 368	–	522 368
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	460 353	–	460 353
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 102	–	7 102
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	467 455	–	467 455
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	367 633	–	367 633
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 478	–	6 478
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	374 111	–	374 111
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%
Series I	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	706	706
Value of all units	6	6

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	638 355
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	44 377	48 812
Issued number of units	4 041	1 194
Reinvested number of units	–	–
Redeemed number of units	(3 754)	(4 858)
Ending number of units	44 664	45 148
Advisor Series		
Opening units	589	668
Issued number of units	184	8
Reinvested number of units	–	–
Redeemed number of units	(41)	(97)
Ending number of units	732	579
Series D		
Opening units	1 351	1 078
Issued number of units	1 119	170
Reinvested number of units	–	–
Redeemed number of units	(367)	(123)
Ending number of units	2 103	1 125
Series F		
Opening units	1 498	1 755
Issued number of units	431	99
Reinvested number of units	–	–
Redeemed number of units	(188)	(322)
Ending number of units	1 741	1 532
Series I		
Opening units	1 344	1 383
Issued number of units	77	–
Reinvested number of units	–	–
Redeemed number of units	(137)	–
Ending number of units	1 284	1 383
Series O		
Opening units	1 868	1 655
Issued number of units	353	179
Reinvested number of units	–	–
Redeemed number of units	(243)	(185)
Ending number of units	1 978	1 649



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	416	100	253	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	76 830	53 228
Fair value of collateral received	78 366	54 293

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC O'Shaughnessy International Equity Guaranteed Investment Fund	501	365
RBC Life Insurance Universal Life Fund	119	97
Total	620	462

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	387 024	373 388
Revaluation of investments at FVTPL	45	–
Net assets attributable to holders of redeemable units	387 069	373 388

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	42 039
Revaluation of investments at FVTPL (see note 3 in the generic notes)	45
Increase (decrease) in net assets attributable to holders of redeemable units	42 084



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC EUROPEAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EUROPEAN EQUITIES				
Belgium				
1 184 937	InBev N.V.	\$ 144 684	\$ 145 228	
824 166	KBC Groep N.V.	49 142	47 825	
		193 826	193 053	5.2
Denmark				
935 897	Christian Hansen Holding A/S	28 214	42 041	
2 414 574	Novo Nordisk A/S	116 219	118 870	
		144 433	160 911	4.4
Finland				
3 143 859	Nokia OYJ	25 267	25 376	
1 893 777	Sampo OYJ	99 824	102 119	
		125 091	127 495	3.5
France				
376 088	Christian Dior S.A.	72 732	79 872	
979 296	Safran S.A.	57 409	68 385	
1 420 411	Zodiac S.A.	35 982	51 299	
		166 123	199 556	5.4
Germany				
590 247	Bayer AG	86 637	89 035	
268 801	Brenntag AG	35 250	51 342	
209 722	Continental AG	50 209	51 830	
644 373	GEA Group AG	20 495	32 494	
816 939	Henkel KGaA, Preferred Non-Voting	97 786	100 497	
635 483	SAP AG	42 458	52 366	
		332 835	377 564	10.2
Ireland				
87 300	Kerry Group Plc.	6 842	6 963	
725 361	Paddy Power Plc.	34 319	50 794	
688 487	Ryanair Holdings Plc. ADR	23 947	40 980	
		65 108	98 737	2.7
Italy				
2 258 087	Azimut Holding S.p.A.	60 029	62 001	
		60 029	62 001	1.7
Netherlands				
4 889 958	Elsevier N.V.	116 581	119 776	
5 855 875	ING Groep N.V.	85 915	87 651	
24 400 536	Koninklijke KPN N.V.	94 064	94 898	
2 044 360	SBM Offshore N.V.	34 635	35 159	
		331 195	337 484	9.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Norway				
2 910 105	DnB ASA	\$ 37 937	\$ 56 717	
		37 937	56 717	1.5
Spain				
2 023 282	ACS Actividades Construcción y Servicios S.A.	97 442	98 781	
9 093 254	Banco de Sabadell S.A.	33 313	33 107	
3 394 226	Gamesa Corp Tecnologica S.A.	33 862	45 157	
318 947	Grifols S.A.	18 481	18 589	
467 279	Red Electrica de Espana	41 985	45 563	
		225 083	241 197	6.5
Sweden				
718 007	Svenska Cellulosa AB	13 335	19 945	
1 854 974	Swedbank AB	50 623	52 404	
		63 958	72 349	2.0
Switzerland				
569 183	Aryzta AG	56 118	57 499	
595 862	Novartis AG	40 235	57 559	
72 919	Partners Group Holding AG	16 047	21 250	
445 789	Roche Holdings AG Genussscheine	139 793	141 685	
236 514	Straumann Holding AG	51 120	58 373	
		303 313	336 366	9.1
United Kingdom				
3 989 559	Aberdeen Asset Management Plc.	21 885	33 027	
603 995	Aveva Group Plc.	21 981	22 444	
1 420 202	Babcock International Group	18 095	30 112	
819 556	Berkeley Group Holdings Plc.	32 792	36 133	
12 399 178	BP Plc.	107 539	116 469	
47 537	British American Tobacco Plc.	2 201	3 017	
14 870 832	BT Group Plc.	101 658	104 235	
5 766 912	Daily Mail & General Trust Plc.	74 861	87 542	
2 156 261	Diageo Plc.	71 005	73 256	
4 610 798	Drax Group Plc.	50 468	53 846	
1 616 553	Hargreaves Lansdown Plc.	24 912	36 508	
2 351 987	Howden Joinery Group Plc.	8 025	13 295	
285 170	John Wood Group Plc.	2 395	4 194	
1 853 531	London Stock Exchange Group Plc.	64 446	67 881	
5 047 525	Moneysupermarket.com Group Plc.	14 567	17 364	
4 219 728	Perform Group Plc.	17 424	17 768	
2 229 985	Petrofac Limited	48 912	48 930	
1 720 628	Playtech Plc.	19 238	19 338	
1 864 589	Rio Tinto Plc.	105 524	107 392	
3 424 872	Royal Dutch Shell Plc., A Shares	149 516	150 842	
1 582 156	Shire Plc.	127 384	132 387	
983 854	SuperGroup Plc.	18 932	18 952	
2 834 099	Unilever Plc.	135 101	137 037	
		1 238 861	1 331 969	36.2
TOTAL EUROPEAN EQUITIES		3 287 792	3 595 399	97.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*	\$ 58 016	\$ 58 016	1.6
TOTAL INVESTMENTS	3 345 808	3 653 415	99.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)	–	18 730	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)	–	(4 547)	(0.1)
TOTAL PORTFOLIO	<u>\$ 3 345 808</u>	<u>3 667 598</u>	<u>99.6</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		15 531	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 3 683 129</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.14% to 1.16% and mature between July 9, 2014 and July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 997 Sold GBP 6 000 @ 1.8329	02-Jul-14	\$ 44
Bought CAD 2 554 Sold GBP 1 399 @ 1.8254	02-Jul-14	–
Bought CAD 7 498 Sold GBP 4 038 @ 1.8569	02-Jul-14	126
Bought GBP 20 133 Sold CAD 36 560 @ 1.8159	02-Jul-14	194
Bought GBP 710 Sold CAD 1 289 @ 1.8152	02-Jul-14	7
Bought EUR 8 096 Sold CAD 11 825 @ 1.4606	03-Jul-14	–
Bought SEK 1 800 Sold CAD 286 @ 0.1587	07-Jul-14	2
Bought CAD 1 222 Sold DKK 5 985 @ 0.2043	08-Jul-14	50
Bought CAD 1 434 Sold DKK 7 022 @ 0.2043	08-Jul-14	59
Bought CAD 121 Sold DKK 619 @ 0.1961	08-Jul-14	–
Bought CAD 13 727 Sold DKK 70 000 @ 0.1961	08-Jul-14	11
Bought CAD 2 967 Sold DKK 14 525 @ 0.2043	08-Jul-14	123
Bought CAD 204 Sold DKK 1 000 @ 0.2043	08-Jul-14	8
Bought CAD 918 Sold DKK 4 480 @ 0.2050	08-Jul-14	41
Bought CAD 109 Sold USD 100 @ 1.0918	09-Jul-14	2
Bought CAD 12 055 Sold USD 10 890 @ 1.1070	09-Jul-14	439
Bought CAD 1 018 Sold USD 937 @ 1.0869	10-Jul-14	19
Bought CAD 1 689 Sold USD 1 527 @ 1.1060	10-Jul-14	60
Bought CAD 10 817 Sold USD 9 783 @ 1.1057	10-Jul-14	380
Bought CAD 171 Sold USD 155 @ 1.1060	10-Jul-14	6
Bought CAD 13 350 Sold EUR 8 925 @ 1.4958	11-Jul-14	311
Bought CAD 2 884 Sold EUR 1 909 @ 1.5110	11-Jul-14	96
Bought CAD 240 Sold GBP 130 @ 1.8496	11-Jul-14	3
Bought CAD 39 490 Sold EUR 26 135 @ 1.5110	11-Jul-14	1 308
Bought CAD 4 063 Sold EUR 2 716 @ 1.4958	11-Jul-14	95
Bought CAD 1 226 Sold GBP 664 @ 1.8464	15-Jul-14	14
Bought CAD 11 244 Sold GBP 6 090 @ 1.8464	15-Jul-14	124
Bought CAD 128 Sold SEK 800 @ 0.1594	15-Jul-14	–
Bought CAD 23 Sold SEK 145 @ 0.1596	15-Jul-14	–
Bought CAD 458 Sold SEK 2 806 @ 0.1633	15-Jul-14	10
Bought CAD 5 916 Sold SEK 36 226 @ 0.1633	15-Jul-14	132
Bought CAD 786 Sold USD 718 @ 1.0943	15-Jul-14	20
Bought CAD 29 926 Sold EUR 19 720 @ 1.5176	16-Jul-14	1 111
Bought CAD 11 621 Sold GBP 6 303 @ 1.8438	17-Jul-14	112
Bought CAD 12 047 Sold DKK 60 169 @ 0.2002	17-Jul-14	254
Bought CAD 5 441 Sold DKK 27 532 @ 0.1976	17-Jul-14	45
Bought CAD 791 Sold DKK 3 950 @ 0.2002	17-Jul-14	17

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 18 870 Sold EUR 12 390 @ 1.5230	22-Jul-14	\$ 763
Bought CAD 2 760 Sold EUR 1 876 @ 1.4712	22-Jul-14	18
Bought CAD 26 626 Sold EUR 18 060 @ 1.4743	22-Jul-14	232
Bought CAD 3 389 Sold EUR 2 231 @ 1.5190	22-Jul-14	128
Bought CAD 512 Sold EUR 337 @ 1.5191	22-Jul-14	19
Bought CAD 6 874 Sold EUR 4 525 @ 1.5191	22-Jul-14	261
Bought EUR 3 000 Sold CAD 4 367 @ 1.4558	22-Jul-14	17
Bought EUR 350 Sold CAD 510 @ 1.4558	22-Jul-14	2
Bought EUR 350 Sold CAD 511 @ 1.4603	22-Jul-14	–
Bought CAD 1 143 Sold CHF 934 @ 1.2233	23-Jul-14	18
Bought CAD 1 210 Sold CHF 991 @ 1.2213	23-Jul-14	17
Bought CAD 11 830 Sold CHF 9 670 @ 1.2233	23-Jul-14	190
Bought CAD 2 794 Sold CHF 2 300 @ 1.2147	23-Jul-14	25
Bought CAD 409 Sold CHF 334 @ 1.2243	23-Jul-14	7
Bought CAD 6 960 Sold CHF 5 700 @ 1.2211	23-Jul-14	99
Bought CAD 7 085 Sold CHF 5 801 @ 1.2213	23-Jul-14	102
Bought CAD 10 281 Sold EUR 6 871 @ 1.4963	24-Jul-14	239
Bought CAD 51 362 Sold EUR 34 325 @ 1.4963	24-Jul-14	1 193
Bought CAD 440 Sold USD 400 @ 1.0990	25-Jul-14	13
Bought CAD 6 880 Sold USD 6 260 @ 1.0990	25-Jul-14	198
Bought CAD 22 849 Sold EUR 15 000 @ 1.5233	29-Jul-14	922
Bought CAD 51 333 Sold GBP 28 052 @ 1.8299	29-Jul-14	97
Bought CAD 7 223 Sold GBP 3 947 @ 1.8299	29-Jul-14	14
Bought GBP 741 Sold CAD 1 350 @ 1.8220	29-Jul-14	3
Bought CAD 2 253 Sold EUR 1 519 @ 1.4830	30-Jul-14	32
Bought CAD 30 241 Sold EUR 20 392 @ 1.4830	30-Jul-14	431
Bought CAD 5 264 Sold NOK 28 609 @ 0.1840	30-Jul-14	291
Bought CAD 629 Sold NOK 3 420 @ 0.1840	30-Jul-14	35
Bought CAD 8 352 Sold USD 7 548 @ 1.1065	31-Jul-14	294
Bought CAD 1 499 Sold EUR 1 017 @ 1.4741	01-Aug-14	12
Bought CAD 22 150 Sold EUR 15 026 @ 1.4741	01-Aug-14	183
Bought CAD 9 882 Sold EUR 6 640 @ 1.4882	01-Aug-14	175
Bought CAD 1 655 Sold DKK 8 098 @ 0.2044	05-Aug-14	67
Bought CAD 11 955 Sold DKK 58 486 @ 0.2044	05-Aug-14	484
Bought CAD 16 451 Sold EUR 11 000 @ 1.4956	08-Aug-14	367
Bought CAD 1 482 Sold EUR 1 000 @ 1.4823	12-Aug-14	20
Bought CAD 10 106 Sold GBP 5 480 @ 1.8442	12-Aug-14	95
Bought CAD 12 462 Sold EUR 8 513 @ 1.4638	12-Aug-14	13
Bought CAD 2 676 Sold GBP 1 451 @ 1.8442	12-Aug-14	25
Bought CAD 2 748 Sold EUR 1 838 @ 1.4953	12-Aug-14	61
Bought CAD 248 Sold EUR 166 @ 1.4953	12-Aug-14	5
Bought CAD 4 738 Sold EUR 3 169 @ 1.4951	12-Aug-14	104
Bought CHF 300 Sold CAD 359 @ 1.1975	12-Aug-14	2
Bought CAD 10 979 Sold EUR 7 326 @ 1.4986	13-Aug-14	265
Bought CAD 24 078 Sold EUR 16 075 @ 1.4979	13-Aug-14	570
Bought CAD 287 Sold USD 265 @ 1.0845	13-Aug-14	4
Bought CAD 354 Sold DKK 1 762 @ 0.2007	13-Aug-14	8
Bought CAD 6 021 Sold DKK 30 000 @ 0.2007	13-Aug-14	136
Bought CAD 781 Sold EUR 521 @ 1.4986	13-Aug-14	19
Bought CAD 31 042 Sold EUR 20 950 @ 1.4817	14-Aug-14	404
Bought CAD 5 136 Sold EUR 3 437 @ 1.4942	14-Aug-14	109
Bought CAD 1 501 Sold GBP 814 @ 1.8443	19-Aug-14	14
Bought CAD 2 814 Sold GBP 1 540 @ 1.8274	19-Aug-14	1
Bought CAD 28 429 Sold GBP 15 557 @ 1.8274	19-Aug-14	6
Bought CAD 1 053 Sold DKK 5 362 @ 0.1965	20-Aug-14	1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 20 138 Sold DKK 102 505 @ 0.1965	20-Aug-14	\$ 26
Bought CAD 42 133 Sold EUR 28 180 @ 1.4952	20-Aug-14	915
Bought CAD 547 Sold EUR 370 @ 1.4778	20-Aug-14	6
Bought CAD 6 190 Sold NOK 35 250 @ 0.1756	20-Aug-14	64
Bought CAD 9 721 Sold EUR 6 502 @ 1.4952	20-Aug-14	211
Bought CAD 6 923 Sold CHF 5 690 @ 1.2168	21-Aug-14	68
Bought CAD 860 Sold CHF 700 @ 1.2284	21-Aug-14	16
Bought CAD 222 Sold USD 203 @ 1.0912	22-Aug-14	5
Bought CAD 6 338 Sold USD 5 808 @ 1.0912	22-Aug-14	134
Bought CAD 848 Sold DKK 4 276 @ 0.1984	25-Aug-14	9
Bought CAD 9 106 Sold DKK 45 903 @ 0.1984	25-Aug-14	98
Bought CAD 146 Sold EUR 100 @ 1.4620	27-Aug-14	-
Bought CAD 29 679 Sold EUR 20 000 @ 1.4840	27-Aug-14	420
Bought CAD 10 739 Sold EUR 7 263 @ 1.4786	28-Aug-14	113
Bought CAD 773 Sold EUR 523 @ 1.4786	28-Aug-14	8
Bought CAD 1 565 Sold EUR 1 061 @ 1.4755	02-Sep-14	13
Bought CAD 1 966 Sold EUR 1 332 @ 1.4757	02-Sep-14	17
Bought CAD 17 597 Sold EUR 11 925 @ 1.4757	02-Sep-14	149
Bought CAD 28 792 Sold EUR 19 514 @ 1.4755	02-Sep-14	239
Bought CAD 3 713 Sold USD 3 400 @ 1.0921	03-Sep-14	81
Bought CAD 1 199 Sold EUR 807 @ 1.4858	04-Sep-14	18
Bought CAD 1 992 Sold DKK 10 000 @ 0.1992	04-Sep-14	29
Bought CAD 149 Sold DKK 750 @ 0.1992	04-Sep-14	2
Bought CAD 294 Sold DKK 1 475 @ 0.1992	04-Sep-14	4
Bought CAD 8 544 Sold DKK 42 893 @ 0.1992	04-Sep-14	124
Bought CAD 261 Sold GBP 142 @ 1.8352	05-Sep-14	1
Bought CAD 51 315 Sold GBP 27 962 @ 1.8352	05-Sep-14	214
Bought CAD 1 947 Sold EUR 1 319 @ 1.4764	08-Sep-14	17
Bought CAD 28 557 Sold EUR 19 112 @ 1.4942	08-Sep-14	588
Bought CAD 191 Sold USD 175 @ 1.0935	09-Sep-14	4
Bought CAD 86 Sold EUR 58 @ 1.4819	09-Sep-14	1
Bought CHF 520 Sold CAD 623 @ 1.1987	09-Sep-14	4
Bought CHF 7 111 Sold CAD 8 524 @ 1.1987	09-Sep-14	49
Bought CAD 10 010 Sold GBP 5 475 @ 1.8284	11-Sep-14	4
Bought CAD 11 438 Sold EUR 7 715 @ 1.4825	11-Sep-14	146
Bought CAD 13 177 Sold GBP 7 207 @ 1.8284	11-Sep-14	5
Bought CAD 38 107 Sold EUR 26 000 @ 1.4656	11-Sep-14	54
Bought CAD 466 Sold DKK 2 358 @ 0.1976	12-Sep-14	3
Bought CAD 485 Sold DKK 2 453 @ 0.1975	12-Sep-14	3
Bought CAD 5 359 Sold DKK 27 120 @ 0.1976	12-Sep-14	34
Bought CAD 55 Sold DKK 278 @ 0.1975	12-Sep-14	-
Bought CAD 1 155 Sold GBP 626 @ 1.8456	15-Sep-14	11
Bought CAD 1 244 Sold GBP 674 @ 1.8455	15-Sep-14	12
Bought CAD 223 Sold GBP 121 @ 1.8456	15-Sep-14	2
Bought CAD 9 866 Sold GBP 5 346 @ 1.8455	15-Sep-14	95
Bought CAD 24 321 Sold GBP 13 179 @ 1.8454	16-Sep-14	232
Bought CAD 862 Sold GBP 467 @ 1.8454	16-Sep-14	8
Bought CAD 16 736 Sold EUR 11 320 @ 1.4784	17-Sep-14	165
Bought CHF 1 048 Sold CAD 1 258 @ 1.2000	17-Sep-14	6
Bought CHF 2 083 Sold CAD 2 500 @ 1.2000	17-Sep-14	12
Bought CAD 1 712 Sold EUR 1 168 @ 1.4655	19-Sep-14	2
Bought CAD 2 869 Sold EUR 1 944 @ 1.4759	19-Sep-14	23
Bought CAD 33 138 Sold EUR 22 612 @ 1.4655	19-Sep-14	37
Bought CAD 1 238 Sold GBP 677 @ 1.8285	22-Sep-14	-

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 14 518 Sold GBP 7 940 @ 1.8285	22-Sep-14	\$ 4
Bought CAD 161 Sold NOK 917 @ 0.1755	24-Sep-14	2
Bought CAD 293 Sold NOK 1 670 @ 0.1756	24-Sep-14	3
Bought CAD 295 Sold NOK 1 683 @ 0.1756	24-Sep-14	3
Bought CAD 3 541 Sold NOK 20 174 @ 0.1755	24-Sep-14	37
Bought CAD 351 Sold NOK 2 000 @ 0.1755	24-Sep-14	4
Bought CAD 381 Sold NOK 2 172 @ 0.1753	24-Sep-14	3
Bought CAD 47 Sold NOK 268 @ 0.1755	24-Sep-14	-
Bought CAD 6 311 Sold NOK 35 933 @ 0.1756	24-Sep-14	69
Bought CAD 3 429 Sold EUR 2 339 @ 1.4662	25-Sep-14	5
Bought CAD 39 437 Sold EUR 26 897 @ 1.4662	25-Sep-14	57
Bought GBP 897 Sold CAD 1 631 @ 1.8178	29-Sep-14	9
Bought CAD 1 603 Sold EUR 1 095 @ 1.4644	02-Oct-14	-
		\$ 18 730

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 628 Sold GBP 897 @ 1.8152	02-Jul-14	\$ (9)
Bought CAD 25 736 Sold GBP 14 133 @ 1.8210	02-Jul-14	(65)
Bought GBP 1 700 Sold CAD 3 122 @ 1.8367	02-Jul-14	(19)
Bought GBP 2 967 Sold CAD 5 443 @ 1.8344	02-Jul-14	(26)
Bought GBP 200 Sold CAD 370 @ 1.8500	02-Jul-14	(5)
Bought GBP 353 Sold CAD 648 @ 1.8344	02-Jul-14	(3)
Bought GBP 361 Sold CAD 663 @ 1.8379	02-Jul-14	(4)
Bought GBP 43 Sold CAD 79 @ 1.8379	02-Jul-14	(1)
Bought SEK 11 000 Sold CAD 1 856 @ 0.1687	07-Jul-14	(100)
Bought SEK 12 288 Sold CAD 2 001 @ 0.1628	07-Jul-14	(39)
Bought SEK 13 000 Sold CAD 2 124 @ 0.1634	07-Jul-14	(49)
Bought SEK 24 000 Sold CAD 3 974 @ 0.1656	07-Jul-14	(142)
Bought SEK 3 969 Sold CAD 669 @ 0.1687	07-Jul-14	(36)
Bought SEK 7 798 Sold CAD 1 315 @ 0.1687	07-Jul-14	(70)
Bought SEK 7 893 Sold CAD 1 290 @ 0.1634	07-Jul-14	(30)
Bought DKK 19 987 Sold CAD 3 973 @ 0.1988	08-Jul-14	(57)
Bought USD 4 075 Sold CAD 4 430 @ 1.0870	09-Jul-14	(82)
Bought USD 162 Sold CAD 174 @ 1.0715	10-Jul-14	(1)
Bought GBP 2 541 Sold CAD 4 682 @ 1.8428	11-Jul-14	(43)
Bought GBP 500 Sold CAD 921 @ 1.8428	11-Jul-14	(8)
Bought CAD 1 735 Sold SEK 10 880 @ 0.1595	15-Jul-14	(2)
Bought CAD 4 549 Sold GBP 2 500 @ 1.8195	15-Jul-14	(16)
Bought CAD 910 Sold GBP 500 @ 1.8195	15-Jul-14	(3)
Bought CHF 1 425 Sold CAD 1 725 @ 1.2103	15-Jul-14	(10)
Bought CHF 10 315 Sold CAD 12 933 @ 1.2538	15-Jul-14	(520)
Bought CHF 254 Sold CAD 312 @ 1.2269	15-Jul-14	(6)
Bought SEK 3 751 Sold CAD 615 @ 0.0990	15-Jul-14	(16)
Bought SEK 47 106 Sold CAD 7 724 @ 0.0990	15-Jul-14	(203)
Bought EUR 2 500 Sold CAD 3 738 @ 1.4954	22-Jul-14	(85)
Bought EUR 335 Sold CAD 503 @ 1.5021	22-Jul-14	(14)
Bought EUR 4 146 Sold CAD 6 226 @ 1.5017	22-Jul-14	(167)
Bought EUR 893 Sold CAD 1 341 @ 1.5021	22-Jul-14	(36)
Bought CAD 51 565 Sold GBP 28 273 @ 1.8238	23-Jul-14	(68)
Bought GBP 1 240 Sold CAD 2 295 @ 1.8508	23-Jul-14	(30)
Bought GBP 27 033 Sold CAD 50 032 @ 1.8508	23-Jul-14	(663)
Bought EUR 3 100 Sold CAD 4 573 @ 1.4750	24-Jul-14	(42)
Bought EUR 500 Sold CAD 738 @ 1.4750	24-Jul-14	(7)

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 110 Sold CAD 1 213 @ 1.0924	25-Jul-14	\$ (28)
Bought USD 269 Sold CAD 294 @ 1.0942	25-Jul-14	(7)
Bought CAD 21 700 Sold GBP 11 910 @ 1.8220	29-Jul-14	(53)
Bought GBP 4 786 Sold CAD 8 830 @ 1.8451	29-Jul-14	(89)
Bought NOK 8 807 Sold CAD 1 609 @ 0.1827	30-Jul-14	(78)
Bought EUR 500 Sold CAD 732 @ 1.4642	01-Aug-14	(1)
Bought SEK 1 927 Sold CAD 315 @ 0.1635	06-Aug-14	(7)
Bought SEK 11 672 Sold CAD 1 908 @ 0.1635	06-Aug-14	(44)
Bought SEK 14 967 Sold CAD 2 444 @ 0.1633	06-Aug-14	(53)
Bought SEK 2 497 Sold CAD 408 @ 0.1634	06-Aug-14	(9)
Bought SEK 29 185 Sold CAD 4 770 @ 0.1634	06-Aug-14	(108)
Bought CAD 1 309 Sold CHF 1 088 @ 1.2029	07-Aug-14	(2)
Bought CAD 26 957 Sold CHF 22 409 @ 1.2029	07-Aug-14	(31)
Bought SEK 942 Sold CAD 154 @ 0.1635	07-Aug-14	(4)
Bought CAD 243 Sold CHF 203 @ 1.1978	12-Aug-14	(1)
Bought EUR 1 210 Sold CAD 1 816 @ 1.5009	12-Aug-14	(47)
Bought EUR 244 Sold CAD 365 @ 1.4951	12-Aug-14	(8)
Bought EUR 967 Sold CAD 1 425 @ 1.4740	12-Aug-14	(11)
Bought EUR 4 759 Sold CAD 7 111 @ 1.4942	14-Aug-14	(151)
Bought USD 3 254 Sold CAD 3 526 @ 1.0835	14-Aug-14	(51)
Bought SEK 1 300 Sold CAD 213 @ 0.1637	15-Aug-14	(5)
Bought SEK 2 000 Sold CAD 327 @ 0.1637	15-Aug-14	(8)
Bought SEK 31 000 Sold CAD 5 075 @ 0.1637	15-Aug-14	(123)
Bought SEK 42 825 Sold CAD 7 011 @ 0.1637	15-Aug-14	(171)
Bought SEK 600 Sold CAD 98 @ 0.1637	15-Aug-14	(2)
Bought GBP 320 Sold CAD 590 @ 1.8443	19-Aug-14	(6)
Bought EUR 2 870 Sold CAD 4 241 @ 1.4778	20-Aug-14	(43)
Bought CHF 191 Sold CAD 232 @ 1.2124	21-Aug-14	(1)
Bought CHF 2 635 Sold CAD 3 195 @ 1.2124	21-Aug-14	(20)
Bought CHF 302 Sold CAD 368 @ 1.2175	21-Aug-14	(4)
Bought CHF 5 871 Sold CAD 7 108 @ 1.2108	21-Aug-14	(35)
Bought CHF 500 Sold CAD 608 @ 1.2159	21-Aug-14	(6)
Bought CHF 873 Sold CAD 1 062 @ 1.2167	21-Aug-14	(10)
Bought CAD 8 772 Sold EUR 6 000 @ 1.4620	27-Aug-14	(6)
Bought CAD 2 249 Sold CHF 1 869 @ 1.2031	29-Aug-14	(4)
Bought CAD 24 367 Sold CHF 20 253 @ 1.2031	29-Aug-14	(41)
Bought SEK 762 Sold CAD 124 @ 0.1631	12-Sep-14	(3)
Bought SEK 91 937 Sold CAD 14 999 @ 0.1631	12-Sep-14	(307)
Bought GBP 1 389 Sold CAD 2 564 @ 1.8459	15-Sep-14	(25)
Bought EUR 500 Sold CAD 733 @ 1.4657	19-Sep-14	(1)
Bought EUR 6 200 Sold CAD 9 088 @ 1.4657	19-Sep-14	(12)
Bought CAD 1 798 Sold EUR 1 229 @ 1.4626	23-Sep-14	(2)
Bought CAD 15 039 Sold EUR 10 282 @ 1.4626	23-Sep-14	(15)
Bought CAD 2 772 Sold EUR 1 896 @ 1.4619	23-Sep-14	(4)
Bought CAD 20 395 Sold EUR 13 951 @ 1.4619	23-Sep-14	(29)
Bought CAD 1 291 Sold GBP 710 @ 1.8178	29-Sep-14	(7)
Bought CAD 36 610 Sold GBP 20 133 @ 1.8184	29-Sep-14	(197)
		\$ (4 547)
TOTAL FOREIGN EXCHANGE		\$ 14 183

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 653 415	\$ 3 038 033	\$ 2 169 004
Cash	4 663	147	93
Due from investment dealers	–	57	–
Subscriptions receivable	21 667	574	1 014
Unrealized gain on foreign exchange contracts	18 730	3 410	1 942
Dividends receivable, interest accrued and other assets	2 353	4 600	3 097
TOTAL ASSETS	3 700 828	3 046 821	2 175 150
LIABILITIES			
Due to investment dealers	11 825	–	–
Redemptions payable	683	139	4 723
Unrealized loss on foreign exchange contracts	4 547	26 823	11 926
Accounts payable and accrued expenses	644	552	402
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	17 699	27 514	17 051
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 683 129	\$ 3 019 307	\$ 2 158 099
Investments at cost	\$ 3 345 808	\$ 2 095 848	\$ 1 847 458
NAV, END OF PERIOD			
SERIES A	\$ 277 409	\$ 262 203	\$ 189 468
ADVISOR SERIES	\$ 6 063	\$ 2 946	\$ 191
SERIES D	\$ 18 292	\$ 15 483	\$ 7 042
SERIES F	\$ 9 626	\$ 1 651	\$ 330
SERIES O	\$ 3 371 739	\$ 2 737 024	\$ 1 961 068
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 21.21	\$ 21.05	\$ 15.45
ADVISOR SERIES	\$ 21.45	\$ 21.28	\$ 15.60
SERIES D	\$ 21.30	\$ 21.16	\$ 15.49
SERIES F	\$ 22.68	\$ 22.47	\$ 16.37
SERIES O	\$ 21.52	\$ 21.36	\$ 15.66

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 50 250	\$ 48 342
Interest for distribution purposes	254	185
Securities lending revenue (see note 6 in the generic notes)	1 353	1 818
Net realized gain (loss) on investments	324 611	64 420
Net gain (loss) on foreign currencies and other net assets	(40 847)	(9 340)
Change in unrealized gain (loss) on investments	(250 943)	215 745
TOTAL INCOME (LOSS)	84 678	321 170
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 709	1 928
Administration fees	586	432
Board of Governors costs	1	2
GST/HST	337	252
Transaction costs	7 984	3 261
Withholding tax	8 185	6 411
TOTAL EXPENSES	19 802	12 286
INCREASE (DECREASE) IN NAV	\$ 64 876	\$ 308 884
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 582	\$ 23 730
ADVISOR SERIES	\$ (9)	\$ 26
SERIES D	\$ 194	\$ 1 021
SERIES F	\$ (19)	\$ 45
SERIES O	\$ 62 128	\$ 284 062
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.21	\$ 1.93
ADVISOR SERIES	\$ 0.22	\$ 1.95
SERIES D	\$ 0.31	\$ 2.02
SERIES F	\$ 0.38	\$ 2.17
SERIES O	\$ 0.47	\$ 2.16

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 64 876	\$ 308 884
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(324 611)	(64 420)
Change in unrealized loss (gain) on investments	250 943	(215 745)
(Increase) decrease in accrued receivables	(18 789)	1 462
Increase (decrease) in accrued payables	12 461	5 911
Cost of investments purchased	(2 933 560)	(1 207 879)
Proceeds on sales of investments	2 354 250	1 064 727
NET CASH PROVIDED BY OPERATING ACTIVITIES	(594 430)	(107 060)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	931 141	358 273
Cash paid on redemption of redeemable units	(332 122)	(245 934)
Distributions paid to holders of redeemable units	(73)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 598 946	\$ 112 339
Net increase (decrease) in cash for the year	4 516	5 279
Cash (bank overdraft), beginning of period	147	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4 663	\$ 5 372
Interest received	\$ 20	\$ 185
Dividends received, net of withholding taxes	\$ 44 546	\$ 41 931



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 262 203	\$ 189 468	\$ 2 946	\$ 191	\$ 15 483	\$ 7 042	\$ 1 651	\$ 330
INCREASE (DECREASE) IN NAV	2 582	23 730	(9)	26	194	1 021	(19)	45
Early redemption fees	–	–	–	–	1	1	–	–
Proceeds from redeemable units issued	36 462	11 719	3 766	125	7 357	3 368	8 905	59
Reinvestments of distributions to holders of redeemable units	704	–	9	–	147	–	14	–
Redemption of redeemable units	(23 823)	(15 866)	(634)	(67)	(4 741)	(1 456)	(861)	(33)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 343	(4 147)	3 141	58	2 764	1 913	8 058	26
Distributions from net income	(719)	–	(15)	–	(149)	–	(64)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(719)	–	(15)	–	(149)	–	(64)	–
NET INCREASE (DECREASE) IN NAV	15 206	19 583	3 117	84	2 809	2 934	7 975	71
NAV AT END OF PERIOD	\$ 277 409	\$ 209 051	\$ 6 063	\$ 275	\$ 18 292	\$ 9 976	\$ 9 626	\$ 401

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 737 024	\$ 1 961 068	\$ 3 019 307	\$ 2 158 099
INCREASE (DECREASE) IN NAV	62 128	284 062	64 876	308 884
Early redemption fees	–	–	1	1
Proceeds from redeemable units issued	874 651	343 002	931 141	358 273
Reinvestments of distributions to holders of redeemable units	42 350	–	43 224	–
Redemption of redeemable units	(302 064)	(228 513)	(332 123)	(245 935)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	614 937	114 489	642 243	112 339
Distributions from net income	(42 350)	–	(43 297)	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(42 350)	–	(43 297)	–
NET INCREASE (DECREASE) IN NAV	634 715	398 551	663 822	421 223
NAV AT END OF PERIOD	\$ 3 371 739	\$ 2 359 619	\$ 3 683 129	\$ 2 579 322

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in European stocks.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Euro	27.8	27.6	28.8
Pound sterling	24.0	24.7	24.2
Swiss franc	7.7	8.0	8.4
Swedish krona	3.3	3.2	3.7
Danish krone	1.6	1.3	1.3
Norwegian krone	1.0	0.9	1.4
Total	65.4	65.7	67.8

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI Europe Total Return			
Net Index (CAD)	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	40 980	3 554 419	–	3 595 399
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	58 016	–	58 016
Derivatives – assets	–	18 730	–	18 730
Derivatives – liabilities	–	(4 547)	–	(4 547)
Total financial instruments	40 980	3 626 618	–	3 667 598
% of total portfolio	1.1	98.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	40 151	2 932 814	–	2 972 965
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	65 068	–	65 068
Derivatives – assets	–	3 410	–	3 410
Derivatives – liabilities	–	(26 823)	–	(26 823)
Total financial instruments	40 151	2 974 469	–	3 014 620
% of total portfolio	1.3	98.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	32 808	2 095 716	–	2 128 524
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	40 480	–	40 480
Derivatives – assets	–	1 942	–	1 942
Derivatives – liabilities	–	(11 926)	–	(11 926)
Total financial instruments	32 808	2 126 212	–	2 159 020
% of total portfolio	1.5	98.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	635 324
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	12 459	12 259
Issued number of units	1 700	699
Reinvested number of units	33	–
Redeemed number of units	(1 112)	(944)
Ending number of units	13 080	12 014

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Advisor Series		
Opening units	138	12
Issued number of units	175	8
Reinvested number of units	–	–
Redeemed number of units	(30)	(4)
Ending number of units	283	16
Series D		
Opening units	732	455
Issued number of units	340	199
Reinvested number of units	7	–
Redeemed number of units	(220)	(85)
Ending number of units	859	569
Series F		
Opening units	73	20
Issued number of units	388	4
Reinvested number of units	1	–
Redeemed number of units	(38)	(2)
Ending number of units	424	22
Series O		
Opening units	128 123	125 229
Issued number of units	40 307	19 934
Reinvested number of units	1 975	–
Redeemed number of units	(13 745)	(12 789)
Ending number of units	156 660	132 374

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	7 984	100	3 261	100
Related-party brokerage commissions*	489	6	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	264 421	296 319
Fair value of collateral received	269 710	302 245

Please see the generic notes at the back of the financial statements.



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Very Conservative Portfolio	13 573	12 765
RBC Select Conservative Portfolio	52 100	48 780
RBC Select Balanced Portfolio	47 119	38 627
RBC Select Growth Portfolio	21 216	18 525
RBC Select Aggressive Growth Portfolio	5 566	4 843
RBC Target 2015 Education Fund	–	227
RBC Target 2020 Education Fund	1 257	1 359
RBC Target 2025 Education Fund	2 281	2 108
RBC Target 2030 Education Fund	440	258
RBC Select Very Conservative Class	138	163
RBC Select Conservative Class	230	253
RBC Select Balanced Class	137	159
RBC Select Growth Class	33	38
RBC Select Aggressive Growth Class	16	18
Total	144 106	128 123

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private European Equity Pool was merged into the RBC European Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private European Equity Pool (the “Terminated Fund”) and the RBC European Equity Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$269 940
Exchange ratio Series F	0.43
Units issued by Continuing Fund Series F	38
Exchange ratio Series 0	0.46
Units issued by Continuing Fund Series 0	12 516

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of

the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 579 261	2 158 059
Revaluation of investments at FVTPL	61	40
Net assets attributable to holders of redeemable units	2 579 322	2 158 099
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		308 863
Revaluation of investments at FVTPL (see note 3 in the generic notes)		21
Increase (decrease) in net assets attributable to holders of redeemable units		308 884

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC ASIAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
ASIAN EQUITIES				
Australia				
46 300	Amtcor Ltd.	\$ 301	\$ 486	
146 682	Aveo Group Ltd.	300	304	
20 909	BHP Billiton Ltd.	732	761	
85 982	BlueScope Steel Ltd.	495	471	
65 324	Brambles Ltd.	489	604	
72 003	Challenger Ltd.	477	539	
18 786	Commonwealth Bank of Australia	1 204	1 529	
13 036	CSL Ltd.	802	873	
319 961	Drillsearch Energy Ltd.	465	470	
151 972	Genworth Mortgage Insurance Australia Ltd.	453	502	
58 193	Lend Lease Corporation Limited	610	768	
12 712	Macquarie Group Ltd.	657	763	
31 382	National Australia Bank Ltd.	926	1 035	
70 784	Oil Search Ltd.	570	689	
		8 481	9 794	4.3
China				
19 800	21Vianet Group Inc. ADR	574	633	
4 904	Baidu.com Inc. ADR	875	977	
454 000	China BlueChemical Ltd.	275	264	
329 000	China Communications Construction Co. Ltd.	255	235	
980 000	China Construction Bank Corp.	739	791	
219 000	China Everbright International Ltd.	224	334	
251 000	China Longyuan Power Group Corp.	299	291	
77 500	China Mobile (Hong Kong) Ltd.	798	803	
120 000	China Oilfield Services Ltd.	382	307	
184 000	China Petroleum & Chemical Corp.	142	187	
530 000	Hilong Holding Ltd.	401	281	
71 000	Ping An Insurance Group Company of China Ltd.	596	586	
446 000	Sun Art Retail Group Ltd.	603	541	
		6 163	6 230	2.7
Hong Kong				
232 400	AIA Group Ltd.	1 158	1 248	
15 000	ASM Pacific Technology Limited	160	175	
61 000	Clear Media Ltd.	65	62	
1 296 000	GCL-Poly Energy Holdings Ltd.	438	462	
184 000	Haier Electronics Group Co. Ltd.	443	513	
51 000	Hong Kong Electric Holdings Ltd.	489	477	
38 000	Hutchison Whampoa Ltd.	407	554	
19 100	Jardine Matheson Holdings Ltd.	1 115	1 209	
377 000	Kerry Logistics Network Ltd.	579	635	
424 000	Nexeer Automotive Group Ltd.	307	315	
200 400	Samsonite International S.A.	628	705	
186 000	Techtronic Industries Co.	583	636	
72 500	Tencent Holdings Ltd.	662	1 179	
		7 034	8 170	3.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Indonesia				
4 771 500	PT Arwana Citramulia Tbk	\$ 451	\$ 434	
523 700	PT Matahari Department Store Tbk	571	651	
14 077 700	PT Panin Financial Tbk	337	310	
1 050 500	PT Surya Citra Media Tbk	329	339	
		1 688	1 734	0.8
Japan				
65 000	Asahi Kasei Corp.	445	531	
34 400	Astellas Pharma Inc.	382	482	
30 400	Bridgestone Corp.	915	1 136	
40 000	Casio Computer Co., Ltd.	620	620	
18 200	Daikin Industries Ltd.	1 208	1 225	
15 700	Denso Corp.	816	800	
7 700	East Japan Railway Company	557	647	
39 800	Fuji Heavy Industries Ltd.	1 252	1 177	
93 000	Fujitsu Ltd.	638	743	
48 100	GMO internet Inc.	598	580	
24 000	Inpex Corp.	418	389	
25 100	Japan Tobacco Inc.	922	976	
12 400	KDDI Corporation	692	807	
28 400	Mitsubishi Corp.	611	630	
145 600	Mitsubishi UFJ Financial Group Inc.	866	953	
7 000	Mitsui Fudosan Co. Ltd.	164	252	
427 000	Mizuho Financial Group Inc.	790	937	
257 200	Nippon Steel & Sumitomo Metal Corp.	804	878	
28 800	Nippon Television Holdings Inc.	565	533	
190 000	Nippon Yusen Kabushiki Kaisha	627	585	
13 700	Nomura Research Institute Ltd.	470	460	
24 800	Olympus Optical Co. Ltd.	934	910	
2 300	Oriental Land Co. Ltd.	388	420	
27 200	Seiko Epson Corp.	934	1 234	
21 900	Seven & I Holdings Co. Ltd.	964	985	
16 100	SoftBank Corp.	923	1 280	
47 700	Sumitomo Electric Industries Ltd.	676	716	
33 400	Sumitomo Mitsui Financial Group Inc.	1 332	1 495	
61 000	The Dai-ichi Life Insurance Co. Ltd.	955	970	
9 100	Tokio Marine Holdings, Inc.	303	319	
29 400	Toyota Motor Corp.	1 293	1 877	
8 900	Tsuruha Holdings Inc.	426	524	
160 900	Yahoo! Japan Corp.	844	792	
		24 332	26 863	11.7
South Korea				
4 759	Hyundai Motor Co.	949	1 151	
19 470	KB Financial Group Inc.	726	722	
1 118	LG Chem Ltd.	327	349	
655	LG Household & Health Care Ltd.	318	314	
975	Samsung Electronics Co. Ltd.	1 009	1 358	
20 530	Samsung Heavy Industries	708	586	
		4 037	4 480	1.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Taiwan				
276 000	Advanced Semiconductor Engineering Inc.	\$ 230	\$ 381	
71 000	Delta Electronics Inc.	273	551	
14 000	St Shine Optical Co. Ltd.	377	369	
174 000	Standard Foods Corp.	551	515	
61 000	Taiwan Semiconductor Manufacturing Co. Ltd.	268	275	
56 200	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	1 201	1 282	
		<u>2 900</u>	<u>3 373</u>	<u>1.5</u>
Thailand				
90 400	Kasikornbank PCL	524	606	
251 100	MK Restaurants Group PCL	473	512	
1 415 300	PCS Machine Group Holding PCL	474	484	
		<u>1 471</u>	<u>1 602</u>	<u>0.7</u>
TOTAL ASIAN EQUITIES		<u>56 106</u>	<u>62 246</u>	<u>27.2</u>
Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
9 082 502	RBC Asia Pacific ex-Japan Equity Fund*	\$ 93 500	\$ 93 540	
6 754 148	RBC Japanese Equity Fund*	67 500	67 966	
		<u>161 000</u>	<u>161 506</u>	<u>70.6</u>
SHORT-TERM INVESTMENTS†		<u>8 497</u>	<u>8 497</u>	<u>3.7</u>
TOTAL INVESTMENTS		<u>225 603</u>	<u>232 249</u>	<u>101.5</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	581	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(566)	(0.2)
TOTAL PORTFOLIO		<u>\$ 225 603</u>	<u>232 264</u>	<u>101.6</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(3 691)</u>	<u>(1.6)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 228 573</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.94% to 1.16% and mature between July 2, 2014 and September 25, 2014.

**SCHEDULE A
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Gain
Bought JPY 58 955 Sold CAD 621 @ 0.0105	02-Jul-14	\$ –
Bought CAD 1 310 Sold IDR 13 545 020 @ 0.0001	10-Jul-14	95
Bought CAD 1 905 Sold IDR 19 865 350 @ 0.0001	10-Jul-14	121
Bought CAD 114 Sold IDR 1 200 000 @ 0.0001	10-Jul-14	6
Bought CAD 121 Sold IDR 1 268 000 @ 0.0001	10-Jul-14	8
Bought CAD 13 Sold IDR 136 989 @ 0.0001	10-Jul-14	1
Bought CAD 163 Sold IDR 1 734 352 @ 0.0001	10-Jul-14	7
Bought CAD 23 Sold IDR 248 000 @ 0.0001	10-Jul-14	1
Bought CAD 28 Sold IDR 300 000 @ 0.0001	10-Jul-14	1
Bought CAD 41 Sold IDR 447 996 @ 0.0001	10-Jul-14	1
Bought CAD 74 Sold IDR 804 623 @ 0.0001	10-Jul-14	2
Bought CAD 75 Sold IDR 794 890 @ 0.0001	10-Jul-14	4
Bought CAD 887 Sold IDR 9 400 000 @ 0.0001	10-Jul-14	42
Bought CAD 898 Sold IDR 9 500 000 @ 0.0001	10-Jul-14	46
Bought CAD 9 Sold IDR 97 868 @ 0.0001	10-Jul-14	–
Bought CAD 118 Sold JPY 11 000 @ 0.0107	14-Jul-14	2
Bought CAD 22 Sold JPY 2 000 @ 0.0108	14-Jul-14	–
Bought CAD 235 Sold JPY 22 000 @ 0.0107	14-Jul-14	3
Bought CAD 621 Sold JPY 58 954 @ 0.0105	14-Jul-14	–
Bought HKD 4 200 Sold CAD 578 @ 0.1376	17-Jul-14	–
Bought CAD 229 Sold JPY 21 321 @ 0.0107	18-Jul-14	4
Bought CAD 33 Sold HKD 234 @ 0.1402	21-Jul-14	1
Bought CAD 805 Sold MYR 2 390 @ 0.3369	21-Jul-14	11
Bought CAD 107 Sold JPY 10 000 @ 0.0107	22-Jul-14	1
Bought AUD 320 Sold CAD 322 @ 1.0050	28-Jul-14	–
Bought AUD 460 Sold CAD 462 @ 1.0036	28-Jul-14	–
Bought CAD 227 Sold AUD 226 @ 1.0055	28-Jul-14	–
Bought CAD 383 Sold AUD 381 @ 1.0055	28-Jul-14	–
Bought CAD 91 Sold AUD 90 @ 1.0078	28-Jul-14	–
Bought CAD 2 569 Sold JPY 240 784 @ 0.0107	01-Aug-14	31
Bought CAD 161 Sold THB 4 900 @ 0.0329	05-Aug-14	–
Bought CAD 551 Sold THB 16 636 @ 0.0331	05-Aug-14	4
Bought CAD 17 Sold HKD 124 @ 0.1404	06-Aug-14	–
Bought CAD 439 Sold JPY 41 058 @ 0.0107	12-Aug-14	6
Bought CAD 1 532 Sold USD 1 400 @ 1.0943	13-Aug-14	37
Bought CAD 1 555 Sold USD 1 431 @ 1.0865	14-Aug-14	27
Bought CAD 1 560 Sold USD 1 431 @ 1.0903	14-Aug-14	32
Bought CAD 806 Sold PHP 32 169 @ 0.0250	15-Aug-14	18
Bought CAD 744 Sold HKD 5 298 @ 0.1404	26-Aug-14	14
Bought HKD 2 400 Sold CAD 331 @ 0.1378	26-Aug-14	–
Bought CAD 104 Sold USD 95 @ 1.0930	03-Sep-14	2
Bought CAD 2 Sold JPY 185 @ 0.0107	03-Sep-14	–
Bought CAD 44 Sold USD 40 @ 1.0960	03-Sep-14	1
Bought CAD 24 Sold HKD 168 @ 0.1404	08-Sep-14	–
Bought CAD 56 Sold HKD 400 @ 0.1390	08-Sep-14	–
Bought CAD 1 119 Sold SGD 1 283 @ 0.8720	10-Sep-14	19
Bought CAD 69 Sold SGD 80 @ 0.8578	10-Sep-14	–
Bought CAD 2 694 Sold TWD 74 220 @ 0.0363	11-Sep-14	32
Bought CAD 9 Sold HKD 67 @ 0.1405	12-Sep-14	–
Bought CAD 90 Sold HKD 650 @ 0.1384	12-Sep-14	–
Bought KRW 289 000 Sold CAD 303 @ 0.0011	02-Oct-14	1
Bought TWD 10 000 Sold CAD 359 @ 0.0359	02-Oct-14	–
		<u>\$ 581</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought IDR 11 575 370 Sold CAD 1 107 @ 0.0001	10-Jul-14	\$ (67)
Bought IDR 22 000 000 Sold CAD 2 087 @ 0.0001	10-Jul-14	(110)
Bought IDR 3 435 000 Sold CAD 326 @ 0.0001	10-Jul-14	(17)
Bought IDR 5 900 000 Sold CAD 554 @ 0.0001	10-Jul-14	(24)
Bought IDR 9 391 000 Sold CAD 899 @ 0.0001	10-Jul-14	(55)
Bought CAD 4 717 Sold JPY 448 600 @ 0.0105	14-Jul-14	(8)
Bought JPY 6 546 Sold CAD 70 @ 0.0107	14-Jul-14	(1)
Bought JPY 97 000 Sold CAD 1 022 @ 0.0105	14-Jul-14	(1)
Bought NZD 201 Sold CAD 189 @ 0.9426	16-Jul-14	(2)
Bought MYR 6 927 Sold CAD 2 343 @ 0.3383	21-Jul-14	(42)
Bought PHP 47 903 Sold CAD 1 194 @ 0.0249	24-Jul-14	(22)
Bought KRW 1 422 264 Sold CAD 1 511 @ 0.0011	25-Jul-14	(12)
Bought AUD 1 190 Sold CAD 1 204 @ 1.0119	28-Jul-14	(9)
Bought JPY 240 784 Sold CAD 2 543 @ 0.0106	01-Aug-14	(5)
Bought HKD 1 483 Sold CAD 209 @ 0.1409	06-Aug-14	(5)
Bought JPY 26 814 Sold CAD 287 @ 0.0107	06-Aug-14	(4)
Bought HKD 1 155 Sold CAD 160 @ 0.1385	07-Aug-14	(1)
Bought USD 40 Sold CAD 43 @ 1.0866	13-Aug-14	(1)
Bought JPY 40 600 Sold CAD 429 @ 0.0106	20-Aug-14	(1)
Bought INR 158 000 Sold CAD 2 787 @ 0.0176	02-Sep-14	(6)
Bought JPY 9 200 Sold CAD 98 @ 0.0107	03-Sep-14	(1)
Bought USD 413 Sold CAD 450 @ 1.0888	03-Sep-14	(8)
Bought USD 95 Sold CAD 103 @ 1.0891	03-Sep-14	(2)
Bought SGD 3 216 Sold CAD 2 803 @ 0.8715	10-Sep-14	(47)
Bought SGD 336 Sold CAD 293 @ 0.8709	10-Sep-14	(5)
Bought TWD 138 201 Sold CAD 5 059 @ 0.0366	11-Sep-14	(104)
Bought USD 116 Sold CAD 127 @ 1.0945	11-Sep-14	(3)
Bought KRW 205 000 Sold CAD 218 @ 0.0011	16-Sep-14	(2)
Bought JPY 8 000 Sold CAD 85 @ 0.0106	18-Sep-14	(1)
		\$ (566)
TOTAL FOREIGN EXCHANGE		<u>\$ 15</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 232 249	\$ 1 220 697	\$ 957 939
Cash	744	5 021	4 174
Due from investment dealers	–	8 111	4 414
Subscriptions receivable	288	137	84
Unrealized gain on foreign exchange contracts	581	8 398	6 155
Dividends receivable, interest accrued and other assets	117	424	420
TOTAL ASSETS	233 979	1 242 788	973 186
LIABILITIES			
Due to investment dealers	4 621	7 143	11 581
Redemptions payable	102	67	5 609
Unrealized loss on foreign exchange contracts	566	2 562	1 568
Accounts payable and accrued expenses	117	147	129
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 406	9 919	18 887
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 228 573	\$ 1 232 869	\$ 954 299
Investments at cost	\$ 225 603	\$ 1 017 859	\$ 858 867
NAV, END OF PERIOD			
SERIES A	\$ 59 017	\$ 63 284	\$ 57 926
ADVISOR SERIES	\$ 306	\$ 260	\$ 63
SERIES D	\$ 5 595	\$ 5 512	\$ 3 675
SERIES F	\$ 263	\$ 285	\$ 175
SERIES O	\$ 163 392	\$ 1 163 528	\$ 892 460
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 8.45	\$ 8.50	\$ 7.14
ADVISOR SERIES	\$ 8.48	\$ 8.53	\$ 7.16
SERIES D	\$ 8.56	\$ 8.57	\$ 7.20
SERIES F	\$ 9.23	\$ 9.23	\$ 7.76
SERIES O	\$ 8.71	\$ 8.63	\$ 7.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 362	\$ 16 359
Interest for distribution purposes	53	158
Securities lending revenue (see note 6 in the generic notes)	47	72
Net realized gain (loss) on investments	195 127	26 734
Net gain (loss) on foreign currencies and other net assets	(15 772)	16 208
Change in unrealized gain (loss) on investments	(202 013)	20 613
TOTAL INCOME (LOSS)	(17 196)	80 144
EXPENSES (see notes – Fund Specific Information)		
Management fees	583	579
Administration fees	117	164
Board of Governors costs	1	2
GST/HST	70	78
Transaction costs	2 728	1 477
Withholding tax	635	628
TOTAL EXPENSES	4 134	2 928
INCREASE (DECREASE) IN NAV	\$ (21 330)	\$ 77 216
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (453)	\$ 3 932
ADVISOR SERIES	\$ (2)	\$ (1)
SERIES D	\$ (2)	\$ 265
SERIES F	\$ 1	\$ 14
SERIES O	\$ (20 874)	\$ 73 006
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (1.27)	\$ 0.47
ADVISOR SERIES	\$ (1.32)	\$ 0.46
SERIES D	\$ (1.27)	\$ 0.52
SERIES F	\$ (1.33)	\$ 0.56
SERIES O	\$ (0.17)	\$ 0.57

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (21 330)	\$ 77 216
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(195 127)	(26 734)
Change in unrealized loss (gain) on investments	202 013	(20 613)
(Increase) decrease in accrued receivables	8 267	(11 852)
Increase (decrease) in accrued payables	(2 517)	6 159
Cost of investments purchased	(1 161 776)	(832 053)
Proceeds on sales of investments	2 149 159	741 136
NET CASH PROVIDED BY OPERATING ACTIVITIES	978 689	(66 741)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	287 110	146 211
Cash paid on redemption of redeemable units	(1 270 076)	(67 755)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (982 966)	\$ 78 456
Net increase (decrease) in cash for the year	(4 277)	11 715
Cash (bank overdraft), beginning of period	5 021	4 174
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 744	\$ 15 889
Interest received	\$ 58	\$ 146
Dividends received, net of withholding taxes	\$ 5 029	\$ 15 731



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 63 284	\$ 57 926	\$ 260	\$ 63	\$ 5 512	\$ 3 675	\$ 285	\$ 175
INCREASE (DECREASE) IN NAV	(453)	3 932	(2)	(1)	(2)	265	1	14
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	2 199	3 404	74	399	1 226	1 313	13	116
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(6 013)	(5 865)	(26)	(223)	(1 141)	(778)	(36)	(5)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(3 814)	(2 461)	48	176	85	535	(23)	111
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(4 267)	1 471	46	175	83	800	(22)	125
NAV AT END OF PERIOD	\$ 59 017	\$ 59 397	\$ 306	\$ 238	\$ 5 595	\$ 4 475	\$ 263	\$ 300

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 163 528	\$ 892 460	\$ 1 232 869	\$ 954 299
INCREASE (DECREASE) IN NAV	(20 874)	73 006	(21 330)	77 216
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	283 598	140 979	287 110	146 211
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(1 262 860)	(60 884)	(1 270 076)	(67 755)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(979 262)	80 095	(982 966)	78 456
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(1 000 136)	153 101	(1 004 296)	155 672
NAV AT END OF PERIOD	\$ 163 392	\$ 1 045 561	\$ 228 573	\$ 1 109 971

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns by investing in equity securities of companies located in or having a principal business interest in Asian markets such as Japan, Hong Kong, Taiwan, South Korea, Singapore, China and Australia.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Japanese yen	9.9	29.8	28.3
Hong Kong dollar	5.2	12.3	13.7
Australian dollar	4.8	11.1	11.9
South Korean won	2.8	7.2	7.8
New Taiwan dollar	2.2	5.2	5.3
Indian rupee	1.2	–	–
Singapore dollar	0.8	2.2	2.7
Malaysian ringgit	0.7	1.6	1.8
Indonesian rupiah	0.5	1.0	1.4
Thailand baht	–	0.8	1.3
Other currencies	0.8	0.5	0.4
Total	28.9	71.7	74.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI AC Pacific Free Total Return Net Index (CAD)	+ or - 1.1	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	2 892	59 354	–	62 246
Mutual fund units	161 506	–	–	161 506
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 497	–	8 497
Derivatives – assets	–	581	–	581
Derivatives – liabilities	–	(566)	–	(566)
Total financial instruments	164 398	67 866	–	232 264
% of total portfolio	70.8	29.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	12 469	1 193 461	–	1 205 930
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 767	–	14 767
Derivatives – assets	–	8 398	–	8 398
Derivatives – liabilities	–	(2 562)	–	(2 562)
Total financial instruments	12 469	1 214 064	–	1 226 533
% of total portfolio	1.0	99.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	943 004	–	943 004
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 935	–	14 935
Derivatives – assets	–	6 155	–	6 155
Derivatives – liabilities	–	(1 568)	–	(1 568)
Total financial instruments	–	962 526	–	962 526
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	59	–
Value of all units	1	–

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	280 395
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	7 445	8 111
Issued number of units	263	451
Reinvested number of units	–	–
Redeemed number of units	(722)	(773)
Ending number of units	6 986	7 789
Advisor Series		
Opening units	30	9
Issued number of units	9	51
Reinvested number of units	–	–
Redeemed number of units	(3)	(29)
Ending number of units	36	31
Series D		
Opening units	643	511
Issued number of units	146	170
Reinvested number of units	–	–
Redeemed number of units	(135)	(102)
Ending number of units	654	579
Series F		
Opening units	31	22
Issued number of units	1	15
Reinvested number of units	–	–
Redeemed number of units	(4)	(1)
Ending number of units	28	36
Series O		
Opening units	134 860	123 264
Issued number of units	33 205	18 100
Reinvested number of units	–	–
Redeemed number of units	(149 297)	(7 607)
Ending number of units	18 768	133 757



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 728	100	1 477	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	–	74 989
Fair value of collateral received	–	76 489

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Select Very Conservative Portfolio	–	7 752
RBC Select Conservative Portfolio	–	50 345
RBC Select Balanced Portfolio	–	46 500
RBC Select Growth Portfolio	–	19 572
RBC Select Aggressive Growth Portfolio	–	5 034
RBC Target 2015 Education Fund	–	276
RBC Target 2020 Education Fund	–	1 601
RBC Target 2025 Education Fund	–	2 781
RBC Target 2030 Education Fund	–	382
RBC Select Very Conservative Class	–	100
RBC Select Conservative Class	–	269
RBC Select Balanced Class	–	189
RBC Select Growth Class	–	41
RBC Select Aggressive Growth Class	–	18
Total	–	134 860

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 109 930	954 299
Revaluation of investments at FVTPL	41	–
Net assets attributable to holders of redeemable units	1 109 971	954 299

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	77 175
Revaluation of investments at FVTPL (see note 3 in the generic notes)	41
Increase (decrease) in net assets attributable to holders of redeemable units	77 216



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC ASIA PACIFIC EX-JAPAN EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
ASIAN EQUITIES				
Australia				
1 129 903	Amtcor Ltd.	\$ 11 806	\$ 11 858	
3 324 550	Aveo Group Ltd.	6 802	6 888	
493 379	BHP Billiton Ltd.	18 344	17 954	
2 016 985	BlueScope Steel Ltd.	12 463	11 022	
1 581 300	Brambles Ltd.	15 104	14 618	
1 452 531	Challenger Ltd.	9 728	10 872	
441 187	Commonwealth Bank of Australia	34 375	35 902	
282 294	CSL Ltd.	20 128	18 907	
7 418 846	Drillsearch Energy Ltd.	11 936	10 894	
3 364 206	Genworth Mortgage Insurance Australia Ltd.	10 129	11 102	
1 269 517	Lend Lease Corporation Limited	15 534	16 746	
307 555	Macquarie Group Ltd.	17 714	18 460	
682 927	National Australia Bank Ltd.	23 983	22 522	
1 572 143	Oil Search Ltd.	13 916	15 305	
1 000 000	SmartGroup Corp Ltd.	1 638	1 609	
		<u>223 600</u>	<u>224 659</u>	24.0
China				
423 400	21Vianet Group Inc. ADR	12 460	13 536	
94 928	Baidu.com Inc. ADR	17 279	18 916	
11 634 000	China BlueChemical Ltd.	6 822	6 772	
7 610 000	China Communications Construction Co. Ltd.	5 763	5 441	
23 353 000	China Construction Bank Corp.	17 601	18 839	
5 356 000	China Everbright International Ltd.	8 533	8 160	
6 112 000	China Longyuan Power Group Corp.	7 357	7 077	
1 835 000	China Mobile (Hong Kong) Ltd.	18 577	19 012	
2 704 000	China Oilfield Services Ltd.	7 125	6 926	
4 908 000	China Petroleum & Chemical Corp.	4 845	4 988	
11 150 000	Hilong Holding Ltd.	7 310	5 909	
1 668 500	Ping An Insurance Group Company of China Ltd.	14 627	13 779	
10 530 000	Sun Art Retail Group Ltd.	14 245	12 783	
		<u>142 544</u>	<u>142 138</u>	15.2
Hong Kong				
4 850 000	AIA Group Ltd.	25 544	26 045	
354 900	ASM Pacific Technology Limited	3 693	4 137	
2 252 000	Clear Media Ltd.	2 352	2 303	
28 459 000	GCL-Poly Energy Holdings Ltd.	11 255	10 148	
4 079 000	Haier Electronics Group Co. Ltd.	11 537	11 372	
1 281 500	Hong Kong Electric Holdings Ltd.	12 270	11 983	
811 000	Hutchison Whampoa Ltd.	12 235	11 832	
420 400	Jardine Matheson Holdings Ltd.	28 015	26 613	
7 937 500	Kerry Logistics Network Ltd.	13 285	13 371	
9 891 000	Nexteer Automotive Group Ltd.	7 171	7 354	
4 673 700	Samsonite International S.A.	15 204	16 434	
969 600	Sands China Ltd.	7 429	7 823	
3 815 500	Techtronic Industries Co.	12 318	13 047	
1 491 300	Tencent Holdings Ltd.	23 944	24 241	
		<u>186 252</u>	<u>186 703</u>	19.9

Holdings	Security	Cost	Fair Value	% of Net Assets
India				
2 894 839	Bharti Infratel Ltd., Participation Notes*	\$ 11 516	\$ 13 125	
433 704	Havells India Ltd., Participation Notes*	9 319	9 032	
380 400	HDFC Bank Ltd. ADR	16 761	18 998	
1 511 003	Hindalco Industries Ltd., Participation Notes*	3 530	4 407	
352 600	ICICI Bank Ltd. ADR	16 735	18 768	
550 000	Strides Arcolab Ltd., Participation Notes*	6 232	6 105	
295 500	Tata Motors Limited ADR	11 459	12 312	
374 890	Tech Mahindra Ltd., Participation Notes*	12 595	14 328	
		<u>88 147</u>	<u>97 075</u>	10.4
Indonesia				
137 658 900	PT Arwana Citramulia Tbk	12 876	12 520	
10 739 000	PT Matahari Department Store Tbk	14 229	13 340	
366 670 300	PT Panin Financial Tbk	8 701	8 086	
31 747 800	PT Surya Citra Media Tbk	9 869	10 243	
		<u>45 675</u>	<u>44 189</u>	4.7
South Korea				
104 882	Hyundai Motor Co.	25 428	25 360	
473 470	KB Financial Group Inc.	17 695	17 548	
24 495	LG Chem Ltd.	6 742	7 640	
14 224	LG Household & Health Care Ltd.	6 950	6 829	
22 549	Samsung Electronics Co. Ltd.	32 370	31 406	
359 540	Samsung Heavy Industries	10 286	10 258	
		<u>99 471</u>	<u>99 041</u>	10.6
Taiwan				
243 000	Advanced Semiconductor Engineering Inc.	300	336	
1 349 100	Advanced Semiconductor Engineering Inc. ADR	8 190	9 354	
1 426 000	Delta Electronics Inc.	10 041	11 073	
309 000	St Shine Optical Co. Ltd.	8 319	8 140	
3 525 000	Standard Foods Corp.	10 659	10 439	
1 502 000	Taiwan Semiconductor Manufacturing Co. Ltd.	6 620	6 776	
1 124 800	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	24 332	25 664	
		<u>68 461</u>	<u>71 782</u>	7.7

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Thailand				
1 991 300	Kasikornbank PCL	\$ 12 512	\$ 13 357	
6 076 200	MK Restaurants Group PCL	11 602	12 391	
34 241 000	PCS Machine Group Holding PCL	10 733	11 720	
		34 847	37 468	4.0
TOTAL ASIAN EQUITIES		888 997	903 055	96.5
SHORT-TERM INVESTMENTS†				
84 808	Bank of Montreal	84 808	84 808	
2 630	Bank of Nova Scotia	2 628	2 628	
5 910	Canadian Imperial Bank of Commerce	5 904	5 904	
9 580	Toronto-Dominion Bank	9 571	9 571	
TOTAL SHORT-TERM INVESTMENTS		102 911	102 911	11.0
TOTAL INVESTMENTS		991 908	1 005 966	107.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	3 929	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(2 800)	(0.3)
TOTAL PORTFOLIO		\$ 991 908	1 007 095	107.6
DUE TO INVESTMENT DEALERS				
			(89 826)	(9.6)
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			18 763	2.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 936 032		100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 28, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought AUD 22 511 Sold CAD 22 618 @ 1.0048	02-Jul-14	\$ 31
Bought HKD 197 586 Sold CAD 27 176 @ 0.1375	02-Jul-14	18
Bought USD 4 659 Sold CAD 4 967 @ 1.0661	02-Jul-14	3
Bought USD 1 751 Sold CAD 1 867 @ 1.0661	03-Jul-14	1
Bought CAD 1 049 Sold IDR 11 000 000 @ 0.0001	10-Jul-14	61
Bought CAD 1 154 Sold IDR 12 486 383 @ 0.0001	10-Jul-14	32
Bought CAD 1 187 Sold IDR 12 926 805 @ 0.0001	10-Jul-14	24
Bought CAD 2 138 Sold IDR 22 630 176 @ 0.0001	10-Jul-14	104
Bought CAD 2 367 Sold IDR 25 000 000 @ 0.0001	10-Jul-14	120
Bought CAD 209 Sold IDR 2 205 000 @ 0.0001	10-Jul-14	11
Bought CAD 341 Sold IDR 3 611 972 @ 0.0001	10-Jul-14	16
Bought CAD 4 231 Sold IDR 44 830 000 @ 0.0001	10-Jul-14	201
Bought CAD 472 Sold IDR 5 000 000 @ 0.0001	10-Jul-14	23
Bought CAD 5 450 Sold IDR 58 140 270 @ 0.0001	10-Jul-14	224
Bought CAD 629 Sold IDR 6 814 802 @ 0.0001	10-Jul-14	17
Bought CAD 644 Sold IDR 6 856 000 @ 0.0001	10-Jul-14	28
Bought CAD 732 Sold IDR 7 630 772 @ 0.0001	10-Jul-14	46
Bought CAD 829 Sold IDR 9 000 000 @ 0.0001	10-Jul-14	20
Bought CAD 7 956 Sold HKD 56 414 @ 0.1410	17-Jul-14	190
Bought CAD 5 723 Sold HKD 40 575 @ 0.1411	21-Jul-14	138
Bought HKD 12 325 Sold CAD 1 697 @ 0.1377	21-Jul-14	–
Bought AUD 2 000 Sold CAD 2 007 @ 1.0036	28-Jul-14	2
Bought CAD 11 480 Sold INR 622 524 @ 0.0184	28-Jul-14	468
Bought CAD 3 344 Sold INR 182 070 @ 0.0184	28-Jul-14	124
Bought CAD 9 405 Sold INR 510 000 @ 0.0184	28-Jul-14	383
Bought CAD 9 414 Sold AUD 9 362 @ 1.0055	28-Jul-14	9
Bought CAD 439 Sold USD 397 @ 1.1065	31-Jul-14	15
Bought PHP 53 753 Sold CAD 1 313 @ 0.0244	01-Aug-14	3
Bought CAD 13 802 Sold THB 408 722 @ 0.0338	05-Aug-14	367
Bought CAD 2 215 Sold THB 67 000 @ 0.0331	05-Aug-14	13
Bought THB 33 893 Sold CAD 1 113 @ 0.0328	05-Aug-14	1
Bought CAD 4 210 Sold HKD 29 800 @ 0.1413	07-Aug-14	106
Bought CAD 2 825 Sold HKD 20 000 @ 0.1413	11-Aug-14	71
Bought CAD 4 134 Sold HKD 29 260 @ 0.1413	11-Aug-14	104
Bought CAD 6 659 Sold HKD 47 478 @ 0.1403	11-Aug-14	121
Bought CAD 948 Sold SGD 1 100 @ 0.8614	12-Aug-14	6
Bought CAD 1 662 Sold INR 92 883 @ 0.0179	19-Aug-14	24
Bought CAD 6 483 Sold INR 362 000 @ 0.0179	19-Aug-14	98
Bought CAD 2 724 Sold HKD 19 389 @ 0.1405	26-Aug-14	52
Bought CAD 3 264 Sold HKD 23 691 @ 0.1378	26-Aug-14	–
Bought CAD 9 921 Sold HKD 70 685 @ 0.1404	26-Aug-14	183
Bought CAD 4 978 Sold INR 282 690 @ 0.0176	02-Sep-14	1
Bought MYR 13 000 Sold CAD 4 312 @ 0.3317	02-Sep-14	3
Bought CAD 531 Sold USD 488 @ 1.0888	03-Sep-14	10
Bought CAD 1 551 Sold HKD 11 058 @ 0.1403	08-Sep-14	27
Bought CAD 446 Sold HKD 3 174 @ 0.1404	08-Sep-14	8
Bought CAD 695 Sold HKD 5 000 @ 0.1390	08-Sep-14	6
Bought SGD 1 880 Sold CAD 1 607 @ 0.8546	10-Sep-14	4
Bought CAD 1 838 Sold IDR 20 482 000 @ 0.0001	11-Sep-14	12
Bought CAD 6 096 Sold IDR 66 424 145 @ 0.0001	11-Sep-14	172
Bought CAD 8 392 Sold HKD 59 750 @ 0.1405	12-Sep-14	157
Bought IDR 28 931 000 Sold CAD 2 540 @ 0.0001	02-Oct-14	34
Bought KRW 14 500 000 Sold CAD 15 226 @ 0.0011	02-Oct-14	37
		\$ 3 929

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 11 608 Sold CAD 12 383 @ 1.0668	02-Jul-14	\$ (1)
Bought NZD 1 150 Sold CAD 1 088 @ 0.9463	07-Jul-14	(14)
Bought NZD 450 Sold CAD 426 @ 0.9462	07-Jul-14	(6)
Bought NZD 783 Sold CAD 741 @ 0.9459	07-Jul-14	(9)
Bought IDR 6 000 000 Sold CAD 574 @ 0.0001	10-Jul-14	(35)
Bought IDR 93 513 000 Sold CAD 9 046 @ 0.0001	10-Jul-14	(640)
Bought NZD 1 223 Sold CAD 1 153 @ 0.9426	16-Jul-14	(12)
Bought CAD 2 889 Sold HKD 21 000 @ 0.1376	17-Jul-14	(2)
Bought MYR 4 250 Sold CAD 1 432 @ 0.3369	21-Jul-14	(20)
Bought MYR 51 133 Sold CAD 17 297 @ 0.3383	21-Jul-14	(307)
Bought PHP 155 000 Sold CAD 3 862 @ 0.0249	24-Jul-14	(70)
Bought KRW 13 981 330 Sold CAD 14 853 @ 0.0011	25-Jul-14	(118)
Bought AUD 1 855 Sold CAD 1 864 @ 1.0050	28-Jul-14	(1)
Bought AUD 493 Sold CAD 499 @ 1.0123	28-Jul-14	(4)
Bought AUD 5 350 Sold CAD 5 416 @ 1.0124	28-Jul-14	(42)
Bought AUD 675 Sold CAD 683 @ 1.0121	28-Jul-14	(5)
Bought AUD 8 259 Sold CAD 8 357 @ 1.0119	28-Jul-14	(60)
Bought USD 397 Sold CAD 431 @ 1.0860	31-Jul-14	(7)
Bought MYR 38 000 Sold CAD 12 824 @ 0.3375	05-Aug-14	(198)
Bought THB 35 699 Sold CAD 1 182 @ 0.0331	05-Aug-14	(9)
Bought HKD 18 015 Sold CAD 2 539 @ 0.1409	06-Aug-14	(58)
Bought HKD 20 427 Sold CAD 2 869 @ 0.1404	06-Aug-14	(56)
Bought HKD 14 133 Sold CAD 1 957 @ 0.1385	07-Aug-14	(11)
Bought HKD 6 730 Sold CAD 944 @ 0.1402	11-Aug-14	(17)
Bought SGD 1 100 Sold CAD 957 @ 0.8704	12-Aug-14	(15)
Bought SGD 1 200 Sold CAD 1 046 @ 0.8714	12-Aug-14	(18)
Bought PHP 156 915 Sold CAD 3 930 @ 0.0250	15-Aug-14	(90)
Bought TWD 490 148 Sold CAD 17 778 @ 0.0363	19-Aug-14	(225)
Bought INR 100 000 Sold CAD 1 764 @ 0.0176	02-Sep-14	(4)
Bought USD 1 288 Sold CAD 1 400 @ 1.0869	03-Sep-14	(24)
Bought TWD 72 000 Sold CAD 2 618 @ 0.0364	04-Sep-14	(38)
Bought SGD 1 500 Sold CAD 1 308 @ 0.8720	10-Sep-14	(23)
Bought SGD 4 690 Sold CAD 4 084 @ 0.8708	10-Sep-14	(65)
Bought SGD 8 350 Sold CAD 7 272 @ 0.8709	10-Sep-14	(117)
Bought TWD 298 842 Sold CAD 10 939 @ 0.0366	11-Sep-14	(225)
Bought CAD 9 961 Sold KRW 9 461 825 @ 0.0011	16-Sep-14	(1)
Bought KRW 20 281 157 Sold CAD 21 601 @ 0.0011	16-Sep-14	(247)
Bought CAD 4 158 Sold TWD 115 860 @ 0.0359	02-Oct-14	(1)
Bought TWD 277 000 Sold CAD 9 948 @ 0.0359	02-Oct-14	(5)
		\$ (2 800)
TOTAL FOREIGN EXCHANGE		<u>\$ 1 129</u>

All counterparties have a credit rating of at least A.



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 1 005 966
Cash	13 176
Subscriptions receivable	3 502
Unrealized gain on foreign exchange contracts	3 929
Dividends receivable, interest accrued and other assets	2 128
TOTAL ASSETS	1 028 701
LIABILITIES	
Due to investment dealers	89 826
Redemptions payable	25
Unrealized loss on foreign exchange contracts	2 800
Accounts payable and accrued expenses	18
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	92 669
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 936 032
Investments at cost	\$ 991 908
NAV, END OF PERIOD	
SERIES A	\$ 573
ADVISOR SERIES	\$ 1
SERIES H	\$ 1
SERIES D	\$ 95
SERIES F	\$ 1
SERIES I	\$ 1
SERIES O	\$ 935 360
NAV PER UNIT, END OF PERIOD	
SERIES A	\$ 10.23
ADVISOR SERIES	\$ 10.24
SERIES H	\$ 10.24
SERIES D	\$ 10.26
SERIES F	\$ 10.27
SERIES I	\$ 10.28
SERIES O	\$ 10.30

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 6 484
Interest for distribution purposes	43
Net realized gain (loss) on investments	4 662
Net gain (loss) on foreign currencies and other net assets	764
Change in unrealized gain (loss) on investments	15 187
TOTAL INCOME (LOSS)	27 140
EXPENSES (see notes – Fund Specific Information)	
Management fees	2
Administration fees	46
Board of Governors costs	1
GST/HST	6
Transaction costs	1 525
Withholding tax	198
TOTAL EXPENSES	1 778
INCREASE (DECREASE) IN NAV	\$ 25 362
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 14
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ 2
SERIES F	\$ –
SERIES I	\$ –
SERIES O	\$ 25 346
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.28
ADVISOR SERIES	\$ 0.96
SERIES H	\$ 0.96
SERIES D	\$ 0.31
SERIES F	\$ 0.99
SERIES I	\$ 1.00
SERIES O	\$ 0.35

* Fund launched March 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 25 362
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(4 662)
Change in unrealized loss (gain) on investments	(15 187)
(Increase) decrease in accrued receivables	(5 630)
Increase (decrease) in accrued payables	89 869
Cost of investments purchased	(1 910 952)
Proceeds on sales of investments	923 706
NET CASH PROVIDED BY OPERATING ACTIVITIES	(897 494)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	932 688
Cash paid on redemption of redeemable units	(22 018)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 910 670
Net increase (decrease) in cash for the year	13 176
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 13 176
Interest received	\$ 35
Dividends received, net of withholding taxes	\$ 4 166

* Fund launched March 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	14	–	–	2
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	564	1	1	121
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(5)	–	–	(28)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	559	1	1	93
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	573	1	1	95
NAV AT END OF PERIOD	\$ 573	\$ 1	\$ 1	\$ 95

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	–	–	25 346	25 362
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	1	1	931 999	932 688
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	–	–	(21 985)	(22 018)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1	1	910 014	910 670
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	1	1	935 360	936 032
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 935 360	\$ 936 032

* Fund launched March 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies located or having a principal business interest in Asian markets such as Hong Kong, South Korea, China, Taiwan, Australia, New Zealand, Singapore, India, Malaysia, Thailand, the Philippines and Indonesia. The Fund does not invest in Japan.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 5.0% of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014
Australian dollar	25.1
Hong Kong dollar	21.2
United States dollar	20.6
South Korean won	14.0
New Taiwan dollar	8.0
Malaysian ringgit	3.8
Indonesian rupiah	2.5
Thailand baht	2.2
Singapore dollar	1.6
Philippine peso	1.0
Total	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	117 548	785 507	–	903 055
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	102 911	–	102 911
Derivatives – assets	–	3 929	–	3 929
Derivatives – liabilities	–	(2 800)	–	(2 800)
Total financial instruments	117 548	889 547	–	1 007 095
% of total portfolio	11.7	88.3	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	100
Series O	14 400
Value of all units	154

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	57
Reinvested number of units	–
Redeemed number of units	(1)
Ending number of units	56

Advisor Series	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series H	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series D	
Opening units	–
Issued number of units	12
Reinvested number of units	–
Redeemed number of units	(3)
Ending number of units	9

For the period ended June 30
(see note 2 in the generic notes) 2014

Series F	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series O	
Opening units	–
Issued number of units	92 961
Reinvested number of units	–
Redeemed number of units	(2 139)
Ending number of units	90 822

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	1 525	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	6 121
Fair value of collateral received	6 244

Please see the generic notes at the back of the financial statements.



June 30, 2014

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014
Series 0	
RBC Asian Equity Fund	9 083
RBC Select Very Conservative Portfolio	4 858
RBC Select Conservative Portfolio	29 940
RBC Select Balanced Portfolio	29 373
RBC Select Growth Portfolio	11 713
RBC Select Aggressive Growth Portfolio	2 997
RBC Target 2020 Education Fund	751
RBC Target 2025 Education Fund	1 482
RBC Target 2030 Education Fund	324
RBC Select Very Conservative Class	46
RBC Select Conservative Class	125
RBC Select Balanced Class	88
RBC Select Growth Class	19
RBC Select Aggressive Growth Class	9
Total	90 808

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC JAPANESE EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
246 500	Aisin Seiki Co. Ltd.	\$ 9 619	\$ 10 465	
512 600	AOKI Holdings Inc.	7 820	7 736	
238 400	Bridgestone Corp.	9 381	8 905	
670 700	Casio Computer Co., Ltd.	8 877	10 390	
203 100	Denso Corp.	10 678	10 348	
130 200	Don Quijote Co. Ltd.	7 694	7 747	
623 300	Fuji Heavy Industries Ltd.	18 513	18 433	
149 000	Izumi Co. Ltd.	4 793	5 036	
208 000	Koito Manufacturing CO., Ltd.	4 932	5 685	
256 400	Musashi Seimitsu Industry Co. Ltd.	7 005	6 861	
646 500	Nippon Television Holdings Inc.	11 552	11 957	
43 100	Oriental Land Co. Ltd.	7 305	7 878	
90 000	Rinnai Corp.	8 273	9 267	
72 200	Ryohin Keikaku Co. Ltd.	7 723	8 744	
821 000	Sekisui Chemical Co. Ltd.	9 699	10 152	
346 900	Suzuki Motor Co. Ltd.	10 395	11 607	
596 800	Toyota Motor Corp.	36 885	38 110	
72 700	TPR Co. Ltd.	1 912	1 929	
		<u>183 056</u>	<u>191 250</u>	29.5
Consumer Staples				
295 800	Asahi Breweries Ltd.	9 245	9 907	
409 000	Ezaki Glico Co. Ltd.	6 639	6 931	
240 900	Japan Tobacco Inc.	8 337	9 368	
334 400	QP Corporation-Japan	5 764	5 806	
218 500	Seven & I Holdings Co. Ltd.	9 109	9 823	
153 700	Tsuruha Holdings Inc.	8 320	9 046	
66 900	Welcia Holdings Co. Ltd.	4 470	4 373	
		<u>51 884</u>	<u>55 254</u>	8.5
Energy				
327 600	Inpex Corp.	4 729	5 315	
79 400	Japan Petroleum Exploration Co.	3 582	3 534	
		<u>8 311</u>	<u>8 849</u>	1.4
Financials				
580 000	Acom Co. Ltd.	2 637	2 946	
268 100	Aeon Mall Co. Ltd.	7 567	7 539	
3 276 900	Mitsubishi UFJ Financial Group Inc.	20 430	21 455	
179 000	Mitsui Fudosan Co. Ltd.	6 111	6 443	
7 953 900	Mizuho Financial Group Inc.	17 621	17 437	
459 400	Sumitomo Mitsui Financial Group Inc.	21 598	20 558	
336 100	T&D Holdings Inc.	4 671	4 876	
606 000	The Dai-ichi Life Insurance Co. Ltd.	9 670	9 632	
206 900	Tokio Marine Holdings, Inc.	6 872	7 263	
4 320	Tokyu Real Estate Investment Trust, Inc.	6 161	6 429	
		<u>103 338</u>	<u>104 578</u>	16.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
116 400	Asahi Intecc Co. Ltd.	\$ 4 853	\$ 5 100	
457 200	Astellas Pharma Inc.	6 064	6 413	
68 300	Mani Inc.	3 562	4 053	
117 400	Nakanishi Inc.	4 565	5 136	
284 800	Nikkiso Co. Ltd.	3 506	3 607	
422 300	Olympus Optical Co. Ltd.	15 290	15 497	
		<u>37 840</u>	<u>39 806</u>	6.1
Industrials				
241 500	Daikin Industries Ltd.	15 028	16 256	
179 800	East Japan Railway Company	14 772	15 110	
70 000	Hoshizaki Electric Co. Ltd.	3 718	3 726	
513 800	Mitsubishi Corp.	10 768	11 406	
660 000	Mitsui & Co.	11 390	11 285	
111 500	Nippon Densetsu Kogyo Co. Ltd.	1 831	1 922	
1 962 000	Nippon Yusen Kabushiki Kaisha	6 468	6 036	
424 000	NSK Ltd.	5 933	5 885	
897 600	Sumitomo Electric Industries Ltd.	14 446	13 477	
		<u>84 354</u>	<u>85 103</u>	13.1
Information Technology				
367 800	Broadleaf Co. Ltd.	6 394	7 530	
1 986 000	Fujitsu Ltd.	13 276	15 871	
921 700	GMO internet Inc.	10 554	11 122	
64 000	Hirose Electric Co. Ltd.	9 886	10 147	
1 268 000	Nippon Electric Glass Co. Ltd.	7 080	7 881	
70 900	Nomura Research Institute Ltd.	2 456	2 382	
381 100	Seiko Epson Corp.	13 280	17 292	
2 204 600	Yahoo! Japan Corp.	11 608	10 858	
		<u>74 534</u>	<u>83 083</u>	12.8
Materials				
950 000	Asahi Kasei Corp.	7 323	7 757	
458 000	Kureha Corp.	2 454	2 671	
3 526 000	Nippon Steel & Sumitomo Metal Corp.	10 923	12 047	
		<u>20 700</u>	<u>22 475</u>	3.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
219 400	KDDI Corporation	\$ 13 884	\$ 14 277	
358 600	SoftBank Corp.	30 473	28 502	
		44 357	42 779	6.6
TOTAL COMMON EQUITIES				
SHORT-TERM INVESTMENTS*				
68 924	Bank of Montreal	68 920	68 920	
5 310	Bank of Nova Scotia	5 306	5 306	
2 410	Canadian Imperial Bank of Commerce	2 408	2 408	
TOTAL SHORT-TERM INVESTMENTS				
		76 634	76 634	11.8
TOTAL INVESTMENTS				
		608 374	633 177	97.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	567	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(581)	(0.1)
TOTAL PORTFOLIO				
		\$ 685 008	709 797	109.4
DUE TO INVESTMENT DEALERS				
			(75 485)	(11.6)
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			13 925	2.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 648 237		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 16, 2014.

**SCHEDULE A
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 438 Sold JPY 136 274 @ 0.0106	02-Jul-14	\$ 3
Bought JPY 6 253 339 Sold CAD 65 735 @ 0.0105	02-Jul-14	101
Bought CAD 1 085 Sold JPY 102 950 @ 0.0105	03-Jul-14	1
Bought CAD 7 250 Sold JPY 678 459 @ 0.0107	11-Jul-14	102
Bought JPY 60 000 Sold CAD 631 @ 0.0105	11-Jul-14	1
Bought CAD 2 161 Sold JPY 205 000 @ 0.0105	14-Jul-14	2
Bought CAD 3 071 Sold JPY 286 018 @ 0.0107	14-Jul-14	59
Bought CAD 3 073 Sold JPY 291 347 @ 0.0105	14-Jul-14	4
Bought CAD 3 392 Sold JPY 313 919 @ 0.0108	14-Jul-14	86
Bought CAD 2 522 Sold JPY 234 100 @ 0.0108	18-Jul-14	56
Bought CAD 2 878 Sold JPY 268 427 @ 0.0107	18-Jul-14	51
Bought CAD 1 523 Sold JPY 142 611 @ 0.0107	20-Aug-14	19
Bought CAD 177 Sold JPY 16 639 @ 0.0107	03-Sep-14	2
Bought CAD 251 Sold JPY 23 529 @ 0.0107	03-Sep-14	3
Bought CAD 3 327 Sold JPY 311 257 @ 0.0107	03-Sep-14	43
Bought JPY 102 950 Sold CAD 1 087 @ 0.0106	03-Sep-14	—
Bought CAD 3 485 Sold JPY 327 000 @ 0.0107	12-Sep-14	34
		\$ 567

**SCHEDULE A (cont.)
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Loss
Bought JPY 117 275 Sold CAD 1 258 @ 0.0107	11-Jul-14	\$ (23)
Bought JPY 200 000 Sold CAD 2 107 @ 0.0105	11-Jul-14	(1)
Bought JPY 634 000 Sold CAD 6 820 @ 0.0108	11-Jul-14	(143)
Bought JPY 286 000 Sold CAD 3 051 @ 0.0107	14-Jul-14	(38)
Bought JPY 399 390 Sold CAD 4 243 @ 0.0106	14-Jul-14	(37)
Bought JPY 327 000 Sold CAD 3 496 @ 0.0107	06-Aug-14	(49)
Bought JPY 136 274 Sold CAD 1 440 @ 0.0106	20-Aug-14	(3)
Bought JPY 665 000 Sold CAD 7 113 @ 0.0107	20-Aug-14	(100)
Bought JPY 280 163 Sold CAD 2 989 @ 0.0107	03-Sep-14	(33)
Bought JPY 556 492 Sold CAD 5 941 @ 0.0107	05-Sep-14	(70)
Bought JPY 659 000 Sold CAD 7 039 @ 0.0107	12-Sep-14	(84)
		\$ (581)
TOTAL FOREIGN EXCHANGE		\$ (14)

All counterparties have a credit rating of at least A.



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 709 811
Due from investment dealers	12 168
Subscriptions receivable	1 508
Unrealized gain on foreign exchange contracts	567
Dividends receivable, interest accrued and other assets	271
TOTAL ASSETS	724 325
LIABILITIES	
Bank overdraft	10
Due to investment dealers	75 485
Redemptions payable	1
Unrealized loss on foreign exchange contracts	581
Accounts payable and accrued expenses	11
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	76 088
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 648 237
Investments at cost	\$ 685 008
NAV, END OF PERIOD	
SERIES A	\$ 346
ADVISOR SERIES	\$ 1
SERIES H	\$ 1
SERIES D	\$ 161
SERIES F	\$ 1
SERIES I	\$ 1
SERIES O	\$ 647 726
NAV PER UNIT, END OF PERIOD	
SERIES A	\$ 9.99
ADVISOR SERIES	\$ 10.00
SERIES H	\$ 10.01
SERIES D	\$ 10.02
SERIES F	\$ 10.04
SERIES I	\$ 10.04
SERIES O	\$ 10.06



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 3 149
Interest for distribution purposes	47
Net realized gain (loss) on investments	(642)
Net gain (loss) on foreign currencies and other net assets	(113)
Change in unrealized gain (loss) on investments	24 789
TOTAL INCOME (LOSS)	27 230
EXPENSES (see notes – Fund Specific Information)	
Management fees	1
Administration fees	30
Board of Governors costs	1
GST/HST	4
Transaction costs	538
Withholding tax	433
TOTAL EXPENSES	1 007
INCREASE (DECREASE) IN NAV	\$ 26 223
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 16
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ 5
SERIES F	\$ –
SERIES I	\$ –
SERIES O	\$ 26 202
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT	
SERIES A	\$ 0.41
ADVISOR SERIES	\$ 1.17
SERIES H	\$ 1.18
SERIES D	\$ 0.47
SERIES F	\$ 1.20
SERIES I	\$ 1.21
SERIES O	\$ 0.52

* Fund launched March 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 26 223
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	642
Change in unrealized loss (gain) on investments	(24 789)
(Increase) decrease in accrued receivables	(13 947)
Increase (decrease) in accrued payables	75 497
Cost of investments purchased	(1 437 251)
Proceeds on sales of investments	751 601
NET CASH PROVIDED BY OPERATING ACTIVITIES	(622 024)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	641 928
Cash paid on redemption of redeemable units	(19 914)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 622 014
Net increase (decrease) in cash for the year	(10)
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (10)
Interest received	\$ 39
Dividends received, net of withholding taxes	\$ 2 453

* Fund launched March 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	16	—	—	5
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	372	1	1	233
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(42)	—	—	(77)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	330	1	1	156
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	346	1	1	161
NAV AT END OF PERIOD	\$ 346	\$ 1	\$ 1	\$ 161

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	—	—	26 202	26 223
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1	1	641 319	641 928
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(19 795)	(19 914)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1	1	621 524	622 014
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	1	1	647 726	648 237
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 647 726	\$ 648 237

* Fund launched March 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Japanese companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014
Japanese yen	100.0
Total	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	633 177	–	633 177
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	76 634	–	76 634
Derivatives – assets	–	567	–	567
Derivatives – liabilities	–	(581)	–	(581)
Total financial instruments	–	709 797	–	709 797
% of total portfolio	–	100.0	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	100
Series O	14 400
Value of all units	151



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series A

Opening units	–
Issued number of units	39
Reinvested number of units	–
Redeemed number of units	(4)
Ending number of units	35

Advisor Series

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series H

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series D

Opening units	–
Issued number of units	24
Reinvested number of units	–
Redeemed number of units	(8)
Ending number of units	16

Series F

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series I

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series O

Opening units	–
Issued number of units	66 371
Reinvested number of units	–
Redeemed number of units	(2 003)
Ending number of units	64 368

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	538	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	1 139
Fair value of collateral received	1 162

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014
Series O	
RBC Asian Equity Fund	6 754
RBC Select Very Conservative Portfolio	3 435
RBC Select Conservative Portfolio	21 199
RBC Select Balanced Portfolio	20 552
RBC Select Growth Portfolio	8 281
RBC Select Aggressive Growth Portfolio	2 098
RBC Target 2020 Education Fund	555
RBC Target 2025 Education Fund	1 070
RBC Target 2030 Education Fund	217
RBC Select Very Conservative Class	31
RBC Select Conservative Class	86
RBC Select Balanced Class	58
RBC Select Growth Class	13
RBC Select Aggressive Growth Class	6
Total	64 355

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC EMERGING MARKETS DIVIDEND FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
168 199	Banco do Brasil S.A.	\$ 1 904	\$ 2 019	
331 846	Cia Energetica de Minas Gerais Preference	2 440	2 586	
166 892	Ez Tec Empreendimentos e Participacoes S.A.	2 158	1 888	
292 689	Itau Unibanco Holding S.A. Preference	4 255	4 519	
514 968	Petroleo Brasileiro S.A.	4 168	4 299	
126 400	Porto Seguro S.A.	2 021	1 944	
307 198	Vale S.A. Preference	4 225	3 908	
		21 171	21 163	10.3
China				
11 435 838	Bank of China Ltd.	5 463	5 461	
7 575 069	China Construction Bank Corp.	5 893	6 111	
2 953 678	China Lesso Group Holdings Ltd.	1 890	1 687	
400 681	China Mobile (Hong Kong) Ltd.	4 263	4 151	
3 681 239	China Petroleum & Chemical Corp.	3 307	3 741	
2 018 435	CNOOC Ltd.	3 779	3 870	
556 000	Dongfeng Motor Group Co. Ltd.	1 008	1 062	
381 000	Great Wall Motor Co. Ltd.	1 900	1 511	
1 797 174	Huaneng Power International Inc. 'H'	1 956	2 168	
998 000	Lenovo Group Limited	1 418	1 446	
2 119 822	Petrochina Co.	2 585	2 845	
		33 462	34 053	16.6
Czech Republic				
59 098	CEZ A.S.	1 744	1 903	
7 581	Komerčni Banka A.S.	1 760	1 860	
		3 504	3 763	1.8
Hong Kong				
1 903 877	Ju Teng International Holdings Ltd.	1 430	1 458	
675 270	Shimao Property Holdings Ltd.	1 602	1 323	
2 011 333	Skyworth Digital Holdings Ltd.	1 132	1 024	
1 466 000	Truly International Holdings Ltd.	1 046	953	
		5 210	4 758	2.3
India				
318 536	Cairn India Ltd.	1 899	2 065	
109 356	Ceat Ltd.	1 047	1 327	
43 084	Dr Reddy's Laboratories Ltd.	2 146	2 004	
225 978	Indiabulls Housing Finance Ltd.	1 055	1 526	
30 714	Infosys Technologies Ltd. ADR	1 902	1 762	
419 210	NMDC Ltd.	1 445	1 360	
337 646	Oil & Natural Gas Corp Ltd.	1 919	2 548	
271 539	Rural Electrification Corp Ltd.	1 172	1 735	
53 815	Tata Motors Limited ADR	1 855	2 242	
347 229	United Phosphorus Ltd.	1 414	2 107	
		15 854	18 676	9.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Indonesia				
3 543 492	PT Astra International Tbk	\$ 2 408	\$ 2 321	
23 016 446	PT Bank Bukopin Tbk	1 500	1 295	
10 395 172	PT Telekomunikasi Indonesia Persero Tbk	2 256	2 306	
		6 164	5 922	2.9
Malaysia				
458 590	Tenaga Nasional Berhad	1 609	1 858	
		1 609	1 858	0.9
Mexico				
415 100	Fibra Uno Administracion S.A. de C.V. Real Estate Investment Trust	1 527	1 550	
854 517	Grupo Mexico S.A.B. de C.V.	2 917	3 040	
		4 444	4 590	2.2
Pakistan				
226 620	Lucky Cement Pakistan, Participation Notes*	1 008	1 004	
617 082	Pakistan Petroleum Ltd., Participation Notes*	1 552	1 495	
		2 560	2 499	1.2
Peru				
12 824	Credicorp Ltd.	2 180	2 127	
		2 180	2 127	1.0
Philippines				
15 278 317	Vista Land & Lifescapes Inc.	2 171	2 287	
		2 171	2 287	1.1
Poland				
56 180	KGHM Polska Miedz S.A.	2 403	2 456	
		2 403	2 456	1.2
Russia				
1 402 478	Alrosa AO	1 686	1 840	
415 624	Gazprom OAO ADR	3 564	3 852	
149 509	Globaltrans Investment Plc. GDR	1 857	1 827	
47 952	LUKOIL ADR	2 969	3 047	
94 887	MMC Norilsk Nickel OJSC ADR	1 698	2 010	
1 669 360	Sistema JSFC	2 185	2 384	
		13 959	14 960	7.3
Saudi Arabia				
50 275	Saudi Basic Industries Corp., Participation Notes*	1 725	1 633	
		1 725	1 633	0.8
South Africa				
83 014	Astral Foods Ltd.	1 009	1 016	
189 754	Hyprop Investments Ltd. Real Estate Investment Trust	1 529	1 520	
413 781	Illovo Sugar Ltd.	1 282	1 220	
256 741	Lewis Group Ltd.	1 685	1 669	
463 732	Mpact Ltd.	1 282	1 297	
28 776	Naspers Ltd.	3 291	3 613	
227 969	Standard Bank Group Ltd.	3 043	3 315	
		13 121	13 650	6.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
South Korea				
36 047	Dongbu Insurance Co. Ltd.	\$ 1 914	\$ 1 975	
57 083	Hynix Semiconductor Inc.	2 408	2 923	
19 556	Hyundai Motor Co.	4 518	4 729	
161 270	Industrial Bank of Korea	2 262	2 294	
19 857	Kia Motors Corp.	1 215	1 185	
162 952	Korean Reinsurance Co.	1 845	1 795	
34 579	KT&G Corp.	2 771	3 263	
59 634	Pyeong Hwa Automotive Co. Ltd.	1 364	1 386	
5 963	Samsung Electronics Co. Ltd.	8 323	8 305	
40 989	Shinhan Financial Group Co. Ltd.	1 811	2 017	
10 911	SK Telecom Co. Ltd.	2 385	2 720	
		<u>30 816</u>	<u>32 592</u>	<u>15.8</u>
Taiwan				
1 086 000	Advanced Semiconductor Engineering Inc.	1 389	1 500	
88 840	Asustek Computer Inc.	854	1 059	
702 000	Coretronic Corp.	895	838	
605 224	Gigabyte Technology Co. Ltd.	809	1 034	
747 619	Hon Hai Precision Industry Co. Ltd.	2 089	2 672	
548 000	Inotera Memories Inc.	871	1 062	
20 000	Largan Precision Co. Ltd.	1 282	1 701	
133 717	MediaTek Inc.	1 946	2 412	
189 000	Novatek Microelectronics Corp.	983	991	
561 000	Pegatron Corp.	1 047	1 143	
722 000	Siliconware Precision Industries Co.	1 042	1 267	
460 000	Sino-American Silicon Products Inc.	1 016	890	
1 265 111	Taiwan Semiconductor Manufacturing Co. Ltd.	4 897	5 708	
		<u>19 120</u>	<u>22 277</u>	<u>10.8</u>
Thailand				
564 170	Delta Electronics Thailand PCL	1 003	1 161	
290 492	Electricity Generating Public - F	1 266	1 324	
3 472 848	GFPT PCL	1 465	1 462	
578 941	PTT Global Chemical PCL	1 385	1 285	
		<u>5 119</u>	<u>5 232</u>	<u>2.5</u>
Turkey				
887 718	Eregli Demir ve Celik Fabrikalari T.A.S.	1 458	1 695	
904 237	Turkiye Is Bankasi	2 511	2 609	
3 199 109	Turkiye Sinai Kalkinma Bankasi A.S.	2 758	2 786	
		<u>6 727</u>	<u>7 090</u>	<u>3.5</u>
TOTAL EQUITIES		<u>191 319</u>	<u>201 586</u>	<u>97.9</u>
SHORT-TERM INVESTMENTS†		<u>200</u>	<u>200</u>	<u>0.1</u>
TOTAL INVESTMENTS		<u>191 519</u>	<u>201 786</u>	<u>98.0</u>
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1)	–
TOTAL PORTFOLIO		<u>\$ 191 519</u>	<u>201 785</u>	<u>98.0</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4 135</u>	<u>2.0</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 205 920</u>	<u>100.0</u>

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 94 Sold CAD 100 @ 1.0682	03-Jul-14	\$ –
		\$ –
Contracts	Maturity Date	Unrealized Loss
Bought USD 515 Sold CAD 550 @ 1.0687	02-Jul-14	\$ (1)
		\$ (1)
TOTAL FOREIGN EXCHANGE		<u>\$ (1)</u>

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 201 786	\$ 97 423
Cash	2 280	2 552
Due from investment dealers	–	2 148
Subscriptions receivable	1 291	120
Dividends receivable, interest accrued and other assets	854	24
TOTAL ASSETS	206 211	102 267
LIABILITIES		
Due to investment dealers	137	3 035
Redemptions payable	7	1
Unrealized loss on foreign exchange contracts	1	2
Distributions payable	82	–
Accounts payable and accrued expenses	64	30
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	291	3 068
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 205 920	\$ 99 199
Investments at cost	\$ 191 519	\$ 93 586
NAV, END OF PERIOD		
SERIES A	\$ 7 806	\$ 3 361
ADVISOR SERIES	\$ 1 220	\$ 408
SERIES D	\$ 1 047	\$ 696
SERIES F	\$ 2 258	\$ 602
SERIES O	\$ 193 589	\$ 94 132
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 11.23	\$ 10.68
ADVISOR SERIES	\$ 11.24	\$ 10.68
SERIES D	\$ 11.26	\$ 10.70
SERIES F	\$ 11.28	\$ 10.71
SERIES O	\$ 11.00	\$ 10.43



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 887	\$ 139
Interest for distribution purposes	(6)	–
Securities lending revenue (see note 6 in the generic notes)	6	–
Net realized gain (loss) on investments	1 356	(138)
Net gain (loss) on foreign currencies and other net assets	(162)	(67)
Change in unrealized gain (loss) on investments	6 431	(1 123)
TOTAL INCOME (LOSS)	10 512	(1 189)
EXPENSES (see notes – Fund Specific Information)		
Management fees	72	–
Administration fees	177	6
Board of Governors costs	1	2
GST/HST	27	1
Transaction costs	497	43
Withholding tax	216	–
TOTAL EXPENSES	990	52
INCREASE (DECREASE) IN NAV	\$ 9 522	\$ (1 241)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 373	\$ –
ADVISOR SERIES	\$ 48	\$ –
SERIES D	\$ 49	\$ –
SERIES F	\$ 115	\$ –
SERIES O	\$ 8 937	\$ (1 241)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.63	\$ –
ADVISOR SERIES	\$ 0.61	\$ –
SERIES D	\$ 0.69	\$ –
SERIES F	\$ 0.69	\$ –
SERIES O	\$ 0.73	\$ (0.23)

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 9 522	\$ (1 241)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 549)	138
Change in unrealized loss (gain) on investments	(6 431)	1 123
(Increase) decrease in accrued receivables	147	(761)
Increase (decrease) in accrued payables	(2 776)	2 497
Cost of investments purchased	(189 604)	(55 124)
Proceeds on sales of investments	93 220	3 160
NET CASH PROVIDED BY OPERATING ACTIVITIES	(97 471)	(50 208)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	102 818	52 990
Cash paid on redemption of redeemable units	(5 524)	–
Distributions paid to holders of redeemable units	(95)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 97 199	\$ 52 990
Net increase (decrease) in cash for the year	(272)	2 782
Cash (bank overdraft), beginning of period	2 552	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 280	\$ 2 782
Interest received	\$ (6)	\$ –
Dividends received, net of withholding taxes	\$ 1 841	\$ 139

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 361	\$ –	\$ 408	\$ –	\$ 696	\$ –	\$ 602	\$ –
INCREASE (DECREASE) IN NAV	373	–	48	–	49	–	115	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	4 584	1	804	1	674	1	1 596	1
Reinvestments of distributions to holders of redeemable units	5	–	1	–	5	–	8	–
Redemption of redeemable units	(512)	–	(40)	–	(372)	–	(53)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 077	1	765	1	307	1	1 551	1
Distributions from net income	(5)	–	(1)	–	(5)	–	(10)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(5)	–	(1)	–	(5)	–	(10)	–
NET INCREASE (DECREASE) IN NAV	4 445	1	812	1	351	1	1 656	1
NAV AT END OF PERIOD	\$ 7 806	\$ 1	\$ 1 220	\$ 1	\$ 1 047	\$ 1	\$ 2 258	\$ 1

For the periods ended June 30 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 94 132	\$ –	\$ 99 199	\$ –
INCREASE (DECREASE) IN NAV	8 937	(1 241)	9 522	(1 241)
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	95 160	52 986	102 818	52 990
Reinvestments of distributions to holders of redeemable units	1 537	–	1 556	–
Redemption of redeemable units	(4 547)	–	(5 524)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	92 150	52 986	98 850	52 990
Distributions from net income	(1 630)	–	(1 651)	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 630)	–	(1 651)	–
NET INCREASE (DECREASE) IN NAV	99 457	51 745	106 721	51 749
NAV AT END OF PERIOD	\$ 193 589	\$ 51 745	\$ 205 920	\$ 51 749

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting of dividend income and capital growth by investing in equity securities of companies that are located or active in emerging markets and that offer above-average dividend yields.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 2.0% (December 31, 2013 – 8.8%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013
Hong Kong dollar	19.0	21.3
South Korean won	15.9	13.9
United States dollar	13.5	20.7
New Taiwan dollar	11.0	13.4
Brazilian real	10.4	9.1
Indian rupee	7.2	–
South African rand	6.7	4.4
Turkish new lira	3.5	2.1
Indonesian rupiah	2.9	1.6
Thailand baht	2.5	3.4
Mexican peso	2.2	2.4
Czech koruna	1.8	1.9
Polish zloty	1.2	1.0
Philippine peso	1.1	0.8
Malaysian ringgit	0.9	1.9
Russian rouble	–	1.0
Chilean peso	–	0.7
Total	99.8	99.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 12-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
MSCI Emerging Markets Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	31 884	169 702	–	201 586
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	200	–	200
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	31 884	169 901	–	201 785
% of total portfolio	15.8	84.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	13 623	83 800	–	97 423
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(2)	–	(2)
Total financial instruments	13 623	83 798	–	97 421
% of total portfolio	13.9	86.1	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series O	0.25%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	98	98
Advisor Series	98	98
Series D	99	98
Series F	99	98
Series O	14 908	14 772
Value of all units	168	158

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	133
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	315	–
Issued number of units	428	–
Reinvested number of units	–	–
Redeemed number of units	(48)	–
Ending number of units	695	–
Advisor Series		
Opening units	38	–
Issued number of units	75	–
Reinvested number of units	–	–
Redeemed number of units	(4)	–
Ending number of units	109	–
Series D		
Opening units	65	–
Issued number of units	63	–
Reinvested number of units	–	–
Redeemed number of units	(35)	–
Ending number of units	93	–
Series F		
Opening units	56	–
Issued number of units	148	–
Reinvested number of units	1	–
Redeemed number of units	(5)	–
Ending number of units	200	–
Series O		
Opening units	9 026	–
Issued number of units	8 868	5 303
Reinvested number of units	140	–
Redeemed number of units	(431)	–
Ending number of units	17 603	5 303



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	497	100	43	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	2 897	–
Fair value of collateral received	2 955	–

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Balanced Fund	1 777	1 760
RBC Global Balanced Fund	184	182
RBC Balanced Growth & Income Fund	5 088	2 138
RBC Select Balanced Portfolio	5 793	2 589
RBC Select Growth Portfolio	2 507	974
RBC Select Aggressive Growth Portfolio	643	172
RBC Select Balanced Class	8	11
RBC Select Growth Class	2	2
RBC Select Aggressive Growth Class	1	1
Total	16 003	7 829

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	51 726	–
Revaluation of investments at FVTPL	23	–
Net assets attributable to holders of redeemable units	51 749	–

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(1 264)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	23
Increase (decrease) in net assets attributable to holders of redeemable units	(1 241)



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC EMERGING MARKETS EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
1 700 000	Banco Bradesco S.A. ADR	\$ 28 185	\$ 26 330	
1 942 800	Cia. Hering	31 951	20 862	
1 010 000	Totvs S.A.	18 478	18 531	
1 500 000	Vale S.A. ADR	35 371	21 169	
1 400 000	WEG S.A.	15 033	19 123	
		129 018	106 015	6.7
Chile				
2 100 000	Cia Cervecerias Unidas S.A.	26 414	26 283	
5 943 568	Embotelladora Andina S.A.	29 636	23 847	
		56 050	50 130	3.2
China				
135 000	Baidu.com Inc. ADR	16 701	26 901	
8 000 000	China Merchants Holdings Co. Ltd.	24 788	26 646	
1 800 000	China Merchants Holdings International Co. Ltd., Preferred, 8.000%	7 678	7 545	
3 000 000	China Mobile (Hong Kong) Ltd.	30 910	31 082	
6 449 362	China Resources Land Ltd.	12 226	12 587	
15 500 000	Guangdong Investments Ltd.	10 549	19 095	
25 500 000	Lenovo Group Limited	33 492	36 949	
7 861 000	Real Gold Mining Ltd.	12 722	–	
		149 066	160 805	10.2
Hong Kong				
6 200 000	AIA Group Ltd.	25 498	33 294	
1 550 000	Cheung Kong (Holdings) Ltd.	25 878	29 334	
8 599 900	Samsonite International S.A.	20 198	30 240	
4 050 000	Wynn Macau Ltd.	10 367	16 921	
		81 941	109 789	7.0
India				
1 550 000	Cummins India Ltd.	14 730	17 832	
55 335	Eicher Motors Ltd.	7 259	7 852	
1 340 000	HCL Technologies Ltd.	16 047	35 718	
486 485	Hero Motocorp Ltd.	16 416	22 774	
3 900 000	Housing Development Finance Corp.	56 197	68 781	
1 600 000	Lupin Ltd.	28 715	34 383	
		139 364	187 340	11.9
Indonesia				
34 000 000	PT Astra International Tbk	22 731	22 267	
18 500 000	PT Bank Central Asia Tbk	19 606	18 325	
140 000 000	PT Kalbe Farma Tbk	20 651	20 905	
		62 988	61 497	3.9
Ireland				
3 280 869	Dragon Oil Plc.	27 615	36 695	
		27 615	36 695	2.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Malaysia				
13 800 000	Axiata Group Bhd	\$ 30 416	\$ 31 954	
4 000 000	Public Bank Berhad	16 729	26 019	
400 000	Public Bank Berhad, Rights	–	731	
		47 145	58 704	3.7
Mexico				
2 705 539	Grupo Financiero Banorte S.A.B. de C.V.	14 042	20 639	
4 750 000	Kimberly-Clark de Mexico S.A.	14 230	14 216	
		28 272	34 855	2.2
Nigeria				
70 567 918	Guaranty Trust Bank Plc.	9 265	13 393	
		9 265	13 393	0.8
Peru				
227 000	Credicorp Ltd.	27 966	37 646	
		27 966	37 646	2.4
Philippines				
1 819 999	SM Investments Corp.	20 160	36 311	
		20 160	36 311	2.3
Poland				
350 000	Bank Pekao S.A.	17 440	21 380	
		17 440	21 380	1.3
South Africa				
520 165	Aspen Pharmacare Holdings Ltd.	13 494	15 598	
4 320 000	Clicks Group Ltd.	26 371	27 511	
2 149 909	Discovery Ltd.	18 425	20 948	
960 000	Mr. Price Group Ltd.	12 684	17 407	
345 000	Naspers Ltd.	18 457	43 320	
600 000	South African Breweries Plc.	25 210	37 103	
		114 641	161 887	10.3
South Korea				
350 000	Halla Visteon Climate Control Corp.	16 381	16 905	
210 447	Hyundai Motor Co., Preferred	22 502	33 610	
43 000	Samsung Electronics Co. Ltd.	37 683	59 890	
125 000	Samsung Fire & Marine Insurance Co. Ltd.	25 175	33 930	
16 745	Samsung Fire & Marine Insurance Co. Ltd. Preference	1 962	2 930	
460 000	Shinhan Financial Group Co. Ltd.	16 619	22 634	
231 000	Woongjin Coway Company Ltd.	13 685	20 620	
		134 007	190 519	12.1
Taiwan				
800 000	Airtac International Group	9 138	9 185	
2 200 000	Delta Electronics Inc.	13 675	17 083	
1 850 000	Giant Manufacturing Co. Ltd.	13 240	15 363	
10 300 000	Standard Foods Corp.	27 775	30 503	
14 000 000	Taiwan Semiconductor Manufacturing Co. Ltd.	35 539	63 161	
9 700 000	Uni-President Enterprises Corp.	18 378	18 574	
		117 745	153 869	9.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Thailand				
7 400 000	Central Pattana PCL	\$ 9 548	\$ 11 934	
15 300 000	TISCO Financial Group PCL	18 752	20 622	
		<u>28 300</u>	<u>32 556</u>	<u>2.1</u>
Turkey				
8 712 500	ENKA Insaat ve Sanayi A.S.	21 567	25 223	
		<u>21 567</u>	<u>25 223</u>	<u>1.6</u>
United Arab Emirates				
3 000 000	First Gulf Bank PJSC	14 772	13 861	
		<u>14 772</u>	<u>13 861</u>	<u>0.9</u>
United Kingdom				
1 025 000	Hikma Pharmaceuticals Plc.	12 294	31 382	
		<u>12 294</u>	<u>31 382</u>	<u>2.0</u>
TOTAL EQUITIES		<u>1 239 616</u>	<u>1 523 857</u>	<u>96.7</u>
SHORT-TERM INVESTMENTS*		<u>3 000</u>	<u>3 000</u>	<u>0.2</u>
TOTAL INVESTMENTS		<u>1 242 616</u>	<u>1 526 857</u>	<u>96.9</u>
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		<u>-</u>	<u>(4)</u>	<u>-</u>
TOTAL PORTFOLIO		<u>\$1 242 616</u>	<u>1 526 853</u>	<u>96.9</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>48 847</u>	<u>3.1</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$1 575 700</u>		<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 481 Sold ZAR 15 770 @ 10.6498	02-Jul-14	\$ (1)
Bought USD 281 Sold CAD 300 @ 1.0687	02-Jul-14	(1)
Bought USD 1 077 Sold CAD 1 150 @ 1.0682	03-Jul-14	(2)
		<u>\$ (4)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (4)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 526 857	\$ 1 508 725	\$ 1 470 312
Cash	41 836	16 312	4 350
Due from investment dealers	1 581	–	4 263
Subscriptions receivable	1 821	2 037	1 591
Unrealized gain on foreign exchange contracts	–	–	4
Dividends receivable, interest accrued and other assets	4 473	594	434
TOTAL ASSETS	1 576 568	1 527 668	1 480 954
LIABILITIES			
Due to investment dealers	–	–	3 041
Redemptions payable	299	138	2 478
Unrealized loss on foreign exchange contracts	4	1	–
Accounts payable and accrued expenses	565	544	464
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	868	683	5 983
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 575 700	\$ 1 526 985	\$ 1 474 971
Investments at cost	\$ 1 242 616	\$ 1 298 652	\$ 1 296 022
NAV, END OF PERIOD			
SERIES A	\$ 100 887	\$ 93 340	\$ 69 217
ADVISOR SERIES	\$ 6 255	\$ 3 870	\$ 1 143
SERIES D	\$ 16 186	\$ 13 121	\$ 8 197
SERIES F	\$ 6 331	\$ 3 400	\$ 1 219
SERIES I	\$ 529	\$ 256	\$ 1
SERIES O	\$ 1 445 512	\$ 1 412 998	\$ 1 395 194
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.34	\$ 11.50	\$ 10.97
ADVISOR SERIES	\$ 12.32	\$ 11.48	\$ 10.96
SERIES D	\$ 12.52	\$ 11.61	\$ 11.07
SERIES F	\$ 12.55	\$ 11.63	\$ 11.06
SERIES I	\$ 12.66	\$ 11.70	\$ 11.10
SERIES O	\$ 12.71	\$ 11.72	\$ 11.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 21 956	\$ 22 236
Interest for distribution purposes	(21)	(11)
Securities lending revenue (see note 6 in the generic notes)	39	196
Net realized gain (loss) on investments	46 601	23 581
Net gain (loss) on foreign currencies and other net assets	(1 482)	1 271
Change in unrealized gain (loss) on investments	74 165	(72 213)
TOTAL INCOME (LOSS)	141 258	(24 940)
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 018	809
Administration fees	2 033	1 964
Board of Governors costs	1	2
GST/HST	309	296
Transaction costs	2 477	2 506
Withholding tax	1 946	1 588
TOTAL EXPENSES	7 784	7 165
INCREASE (DECREASE) IN NAV	\$ 133 474	\$ (32 105)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 6 844	\$ (2 876)
ADVISOR SERIES	\$ 375	\$ (110)
SERIES D	\$ 1 094	\$ (357)
SERIES F	\$ 347	\$ (98)
SERIES I	\$ 23	\$ (11)
SERIES O	\$ 124 791	\$ (28 653)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.88	\$ (0.34)
ADVISOR SERIES	\$ 0.88	\$ (0.34)
SERIES D	\$ 0.94	\$ (0.29)
SERIES F	\$ 0.96	\$ (0.28)
SERIES I	\$ 0.99	\$ (0.26)
SERIES O	\$ 1.01	\$ (0.24)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 133 474	\$ (32 105)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(46 601)	(23 581)
Change in unrealized loss (gain) on investments	(74 165)	72 213
(Increase) decrease in accrued receivables	(5 244)	869
Increase (decrease) in accrued payables	182	5 898
Cost of investments purchased	(732 666)	(610 467)
Proceeds on sales of investments	835 303	606 801
NET CASH PROVIDED BY OPERATING ACTIVITIES	110 283	19 628
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	200 035	233 015
Cash paid on redemption of redeemable units	(284 794)	(206 286)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (84 759)	\$ 26 729
Net increase (decrease) in cash for the year	25 524	46 357
Cash (bank overdraft), beginning of period	16 312	4 350
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 41 836	\$ 50 707
Interest received	\$ (19)	\$ (11)
Dividends received, net of withholding taxes	\$ 16 129	\$ 20 648



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 93 340	\$ 69 217	\$ 3 870	\$ 1 143	\$ 13 121	\$ 8 197	\$ 3 400	\$ 1 219
INCREASE (DECREASE) IN NAV	6 844	(2 876)	375	(110)	1 094	(357)	347	(98)
Early redemption fees	–	–	–	–	–	1	–	–
Proceeds from redeemable units issued	13 054	23 209	2 626	1 796	4 077	4 974	3 694	2 042
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(12 351)	(7 866)	(616)	(206)	(2 106)	(1 730)	(1 110)	(637)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	703	15 343	2 010	1 590	1 971	3 245	2 584	1 405
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	7 547	12 467	2 385	1 480	3 065	2 888	2 931	1 307
NAV AT END OF PERIOD	\$ 100 887	\$ 81 684	\$ 6 255	\$ 2 623	\$ 16 186	\$ 11 085	\$ 6 331	\$ 2 526

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 256	\$ 1	\$ 1 412 998	\$ 1 395 194	\$ 1 526 985	\$ 1 474 971
INCREASE (DECREASE) IN NAV	23	(11)	124 791	(28 653)	133 474	(32 105)
Early redemption fees	–	–	–	–	–	1
Proceeds from redeemable units issued	250	247	176 334	200 747	200 035	233 015
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	–	–	(268 611)	(195 848)	(284 794)	(206 287)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	250	247	(92 277)	4 899	(84 759)	26 729
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	273	236	32 514	(23 754)	48 715	(5 376)
NAV AT END OF PERIOD	\$ 529	\$ 237	\$ 1 445 512	\$ 1 371 440	\$ 1 575 700	\$ 1 469 595

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies located or active in emerging markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 1.6%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Hong Kong dollar	15.5	19.1	14.6
South Korean won	12.1	11.5	13.1
Indian rupee	11.9	8.4	7.5
South African rand	10.3	10.9	9.4
New Taiwan dollar	10.0	8.3	6.7
United States dollar	9.8	12.5	18.7
Pound sterling	4.3	4.4	3.7
Indonesian rupiah	3.9	2.1	3.0
Malaysian ringgit	3.7	4.1	2.6
Brazilian real	3.7	3.1	5.7
Chilean peso	3.2	4.2	4.7
Philippine peso	2.3	1.7	2.0
Mexican peso	2.2	2.7	3.0
Thailand baht	2.1	2.0	2.3
Turkish new lira	1.6	2.1	1.6
Polish zloty	1.4	1.5	–
Nigeria naira	0.9	0.8	1.0
UAE dirham	0.8	–	–
Other currencies	–	–	0.4
Total	99.7	99.4	100.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI Emerging Markets Total Return			
Net Index (CAD)	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	255 547	1 268 310	–	1 523 857
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 000	–	3 000
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(4)	–	(4)
Total financial instruments	255 547	1 271 306	–	1 526 853
% of total portfolio	16.7	83.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	264 675	1 240 279	–	1 504 954
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 771	–	3 771
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	264 675	1 244 049	–	1 508 724
% of total portfolio	17.5	82.5	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	419 517	1 048 807	–	1 468 324
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 988	–	1 988
Derivatives – assets	–	4	–	4
Derivatives – liabilities	–	–	–	–
Total financial instruments	419 517	1 050 799	–	1 470 316
% of total portfolio	28.5	71.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series I	0.25%
Series O	0.25%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	103	103
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	48 741
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	8 119	6 307
Issued number of units	1 114	2 090
Reinvested number of units	–	–
Redeemed number of units	(1 057)	(711)
Ending number of units	8 176	7 686
Advisor Series		
Opening units	337	104
Issued number of units	224	162
Reinvested number of units	–	–
Redeemed number of units	(53)	(19)
Ending number of units	508	247
Series D		
Opening units	1 130	741
Issued number of units	341	443
Reinvested number of units	–	–
Redeemed number of units	(178)	(155)
Ending number of units	1 293	1 029
Series F		
Opening units	292	110
Issued number of units	305	181
Reinvested number of units	–	–
Redeemed number of units	(93)	(57)
Ending number of units	504	234



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	22	–
Issued number of units	20	22
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	42	22
Series O		
Opening units	120 577	124 730
Issued number of units	14 892	17 793
Reinvested number of units	–	–
Redeemed number of units	(21 757)	(17 245)
Ending number of units	113 712	125 278

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	2 477	100	2 506	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	45 432	80 561
Fair value of collateral received	46 340	82 172

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Balanced Fund	19 706	23 015
RBC Global Balanced Fund	2 207	2 556
RBC Select Balanced Portfolio	33 657	36 904
RBC Select Growth Portfolio	17 264	19 411
RBC Select Aggressive Growth Portfolio	4 033	4 419
RBC Emerging Markets Equity Class	3 290	2 947
RBC Select Choices Balanced Portfolio	1 105	1 175
RBC Select Choices Growth Portfolio	1 119	1 158
RBC Select Choices Aggressive Growth Portfolio	1 053	1 037
RBC Select Balanced Class	114	152
RBC Select Growth Class	31	41
RBC Select Aggressive Growth Class	14	16
RBC Target 2015 Education Fund	–	132
RBC Target 2020 Education Fund	806	862
RBC Target 2025 Education Fund	1 479	1 460
RBC Target 2030 Education Fund	297	190
Total	86 175	95 475

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 468 795	1 474 575
Revaluation of investments at FVTPL	800	396
Net assets attributable to holders of redeemable units	1 469 595	1 474 971

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(32 509)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	404
Increase (decrease) in net assets attributable to holders of redeemable units	(32 105)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC EMERGING MARKETS SMALL-CAP EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
175 300	Cia. Hering	\$ 2 260	\$ 1 882	
105 500	Porto Seguro S.A.	1 355	1 623	
80 000	Totvs S.A.	1 397	1 468	
106 000	Wilson Sons Ltd. BDR	1 502	1 792	
		<u>6 514</u>	<u>6 765</u>	<u>5.1</u>
Chile				
304 000	Coca-Cola Embonor S.A. Preference	864	583	
280 000	Inversiones Aguas Metropolitanas S.A.	508	483	
21 000	Inversiones Aguas Metropolitanas S.A. ADR	837	724	
870 000	Parque Arauco S.A.	1 826	1 695	
650 000	Sonda S.A.	1 842	1 630	
		<u>5 877</u>	<u>5 115</u>	<u>3.9</u>
China				
525 000	Asia Satellite Telecommunications Holdings Ltd.	2 190	2 120	
3 100 000	CITIC Telecom International Holdings Ltd.	993	1 246	
95 000	Hollysys Automation Technologies Ltd.	1 963	2 482	
83 000	WuXi PharmaTech Cayman Inc. ADR	2 418	2 912	
		<u>7 564</u>	<u>8 760</u>	<u>6.6</u>
Hong Kong				
2 300 000	Pacific Basin Shipping Ltd.	1 644	1 526	
850 100	Samsonite International S.A.	2 543	2 989	
3 600 000	Sino Biopharmaceutical Ltd.	3 083	3 114	
3 275 000	Tao Heung Holdings Ltd.	2 374	1 984	
		<u>9 644</u>	<u>9 613</u>	<u>7.2</u>
India				
250 000	Cummins India Ltd.	2 375	2 876	
80 000	eClerx Services Ltd.	1 813	1 649	
420 000	Godrej Industries Ltd.	2 142	2 728	
160 000	Ipca Laboratories Ltd.	2 379	2 439	
739 468	Marico Ltd.	2 987	3 206	
200 000	Pidilite Industries Ltd.	1 116	1 158	
115 908	Sundaram Finance Ltd.	1 388	1 916	
490 000	Tube Investments of India Ltd.	1 809	2 557	
		<u>16 009</u>	<u>18 529</u>	<u>14.0</u>
Indonesia				
45 000 000	PT Ace Hardware Indonesia Tbk	3 567	3 566	
2 979 700	PT Bank Tabungan Pensiunan Nasional Tbk	1 262	1 140	
48 000 000	PT Pakuwon Jati Tbk	1 673	1 509	
		<u>6 502</u>	<u>6 215</u>	<u>4.7</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Malaysia				
3 550 500	CapitaMalls Malaysia Real Estate Investment Trust	\$ 1 947	\$ 1 745	
300 000	LPI Capital Bhd	1 634	1 684	
2 565 000	Oldtown Bhd	1 996	1 874	
		<u>5 577</u>	<u>5 303</u>	<u>4.0</u>
Mexico				
580 400	Corp Inmobiliaria Vesta S.A.B. de C.V.	1 308	1 298	
92 000	Grupo Aeroportuario del Pacifico S.A.B. de C.V.	464	666	
502 876	Grupo Herdez S.A.B. de C.V.	1 630	1 635	
630 101	Grupo Sports World S.A.B. de C.V.	971	1 133	
		<u>4 373</u>	<u>4 732</u>	<u>3.6</u>
Nigeria				
10 000 000	Guaranty Trust Bank Plc.	1 908	1 898	
		<u>1 908</u>	<u>1 898</u>	<u>1.4</u>
Oman				
1 020 000	BankMuscat SAOG	1 788	1 921	
		<u>1 788</u>	<u>1 921</u>	<u>1.4</u>
Peru				
214 000	Grana y Montero S.A.	864	816	
		<u>864</u>	<u>816</u>	<u>0.6</u>
Philippines				
1 260 000	Security Bank Corp.	3 862	3 799	
1 260 000	Security Bank Corp., Rights	-	-	
		<u>3 862</u>	<u>3 799</u>	<u>2.9</u>
Singapore				
650 000	OSIM International Ltd.	1 479	1 496	
		<u>1 479</u>	<u>1 496</u>	<u>1.1</u>
South Africa				
337 000	Clicks Group Ltd.	2 056	2 146	
205 000	Discovery Ltd.	1 811	1 997	
485 000	Howden Africa Holdings Ltd.	2 364	2 312	
200 000	Oceana Group Ltd.	1 767	1 745	
		<u>7 998</u>	<u>8 200</u>	<u>6.2</u>
South Korea				
3 400	Amorepacific Corp. Preference	1 310	2 509	
185 000	DGB Financial Group Inc.	2 911	2 955	
8 000	Hyundai Home Shopping Network Corp.	1 249	1 240	
13 500	LS Industrial Systems Co. Ltd.	815	938	
19 000	Woongjin Coway Company Ltd.	1 314	1 696	
20 000	Youngone Corp.	739	957	
		<u>8 338</u>	<u>10 295</u>	<u>7.8</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Taiwan				
250 000	Airtac International Group	\$ 2 695	\$ 2 870	
1 100 000	Chroma ATE Inc.	2 685	3 283	
260 000	Giant Manufacturing Co. Ltd.	1 955	2 159	
85 000	Ginko International Co. Ltd.	1 534	1 569	
500 000	Lumax International Corp Ltd.	1 208	1 282	
800 000	Pacific Hospital Supply Co. Ltd.	2 521	2 277	
1 029 500	Standard Foods Corp.	2 995	3 049	
425 000	Yungtay Engineering Co. Ltd.	1 026	1 077	
		<u>16 619</u>	<u>17 566</u>	13.2
Thailand				
988 200	Aeon Thana Sinsap Thailand PCL, Subscription Receipts	3 070	3 299	
2 100 000	Delta Electronics Thailand PCL	3 852	4 320	
900 000	MK Restaurants Group PCL	1 711	1 835	
305 000	Robinson Department Store PCL	638	572	
125 000	Siam City Cement PCL	1 743	1 849	
		<u>11 014</u>	<u>11 875</u>	8.9
Turkey				
38 500	Turk Traktor ve Ziraat Makineleri AS	1 252	1 337	
946 155	Turkiye Sinai Kalkinma Bankasi A.S.	840	824	
		<u>2 092</u>	<u>2 161</u>	1.6
United Kingdom				
94 500	Hikma Pharmaceuticals Plc.	2 145	2 893	
		<u>2 145</u>	<u>2 893</u>	2.2
TOTAL EQUITIES		<u>120 167</u>	<u>127 952</u>	96.4
SHORT-TERM INVESTMENTS*		<u>200</u>	<u>200</u>	0.2
TOTAL INVESTMENTS		<u>\$ 120 367</u>	<u>128 152</u>	96.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4 576</u>	3.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 132 728</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 128 152	\$ 60 762
Cash	3 653	2 498
Subscriptions receivable	77	32
Dividends receivable, interest accrued and other assets	881	37
TOTAL ASSETS	132 763	63 329
LIABILITIES		
Redemptions payable	2	2
Accounts payable and accrued expenses	33	17
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	35	19
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 132 728	\$ 63 310
Investments at cost	\$ 120 367	\$ 58 836
NAV, END OF PERIOD		
SERIES A	\$ 747	\$ 492
ADVISOR SERIES	\$ 448	\$ 230
SERIES D	\$ 517	\$ 242
SERIES F	\$ 59	\$ 26
SERIES O	\$ 130 957	\$ 62 320
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 11.09	\$ 10.14
ADVISOR SERIES	\$ 11.09	\$ 10.14
SERIES D	\$ 11.18	\$ 10.17
SERIES F	\$ 11.21	\$ 10.19
SERIES O	\$ 11.32	\$ 10.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 906	\$ 136
Interest for distribution purposes	(2)	–
Securities lending revenue (see note 6 in the generic notes)	5	–
Net realized gain (loss) on investments	757	–
Net gain (loss) on foreign currencies and other net assets	(170)	31
Change in unrealized gain (loss) on investments	5 859	(283)
TOTAL INCOME (LOSS)	8 355	(116)
EXPENSES (see notes – Fund Specific Information)		
Management fees	10	–
Administration fees	103	7
Board of Governors costs	1	2
GST/HST	12	1
Transaction costs	222	58
Withholding tax	100	3
TOTAL EXPENSES	448	71
INCREASE (DECREASE) IN NAV	\$ 7 907	\$ (187)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 52	\$ –
ADVISOR SERIES	\$ 26	\$ –
SERIES D	\$ 35	\$ –
SERIES F	\$ 3	\$ –
SERIES O	\$ 7 791	\$ (187)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.93	\$ –
ADVISOR SERIES	\$ 0.92	\$ –
SERIES D	\$ 0.97	\$ –
SERIES F	\$ 0.99	\$ –
SERIES O	\$ 1.02	\$ (0.03)

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 7 907	\$ (187)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(757)	–
Change in unrealized loss (gain) on investments	(5 859)	283
(Increase) decrease in accrued receivables	(889)	(98)
Increase (decrease) in accrued payables	16	1 344
Cost of investments purchased	(105 127)	(51 838)
Proceeds on sales of investments	44 353	2 525
NET CASH PROVIDED BY OPERATING ACTIVITIES	(60 356)	(47 971)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	62 118	52 985
Cash paid on redemption of redeemable units	(607)	–
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 61 511	\$ 52 985
Net increase (decrease) in cash for the year	1 155	5 014
Cash (bank overdraft), beginning of period	2 498	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3 653	\$ 5 014
Interest received	\$ (2)	\$ –
Dividends received, net of withholding taxes	\$ 962	\$ 133

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 492	\$ –	\$ 230	\$ –	\$ 242	\$ –	\$ 26	\$ –
INCREASE (DECREASE) IN NAV	52	–	26	–	35	–	3	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	512	1	206	1	327	1	30	1
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(309)	–	(14)	–	(87)	–	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	203	1	192	1	240	1	30	1
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	255	1	218	1	275	1	33	1
NAV AT END OF PERIOD	\$ 747	\$ 1	\$ 448	\$ 1	\$ 517	\$ 1	\$ 59	\$ 1

For the periods ended June 30 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 62 320	\$ –	\$ 63 310	\$ –
INCREASE (DECREASE) IN NAV	7 791	(187)	7 907	(187)
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	61 043	52 981	62 118	52 985
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(197)	–	(607)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	60 846	52 981	61 511	52 985
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	68 637	52 794	69 418	52 798
NAV AT END OF PERIOD	\$ 130 957	\$ 52 794	\$ 132 728	\$ 52 798

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of small-cap companies located or active in emerging markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 9.9%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013
Indian rupee	14.1	–
New Taiwan dollar	13.5	12.7
Hong Kong dollar	9.9	12.7
Thailand baht	9.0	5.8
South Korean won	7.8	9.3
United States dollar	7.2	19.6
South African rand	6.2	7.0
Brazilian real	5.1	6.9
Indonesian rupiah	4.7	2.9
Malaysian ringgit	4.0	4.0
Mexican peso	3.6	5.1
Chilean peso	3.3	3.7
Philippine peso	2.9	2.6
Pound sterling	2.2	2.7
Turkish new lira	1.6	2.2
Omani rial	1.5	1.5
Nigeria naira	1.4	–
Singapore dollar	1.1	–
Peruvian nuevo sol	0.6	1.0
Total	99.7	99.7

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 12-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
MSCI Emerging Markets Small Cap Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	22 098	105 854	–	127 952
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	200	–	200
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	22 098	106 054	–	128 152
% of total portfolio	17.2	82.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	13 725	47 037	–	60 762
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 725	47 037	–	60 762
% of total portfolio	22.4	77.6	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series O	0.25%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	100	100
Advisor Series	100	100
Series D	100	100
Series F	100	100
Series O	14 600	14 600
Value of all units	170	154

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	100
Non-capital losses	128
Non-capital losses expire in: 2033	128

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	48	–
Issued number of units	49	–
Reinvested number of units	–	–
Redeemed number of units	(30)	–
Ending number of units	67	–
Advisor Series		
Opening units	23	–
Issued number of units	18	–
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	40	–
Series D		
Opening units	24	–
Issued number of units	30	–
Reinvested number of units	–	–
Redeemed number of units	(8)	–
Ending number of units	46	–
Series F		
Opening units	3	–
Issued number of units	2	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	5	–
Series O		
Opening units	6 088	–
Issued number of units	5 500	5 301
Reinvested number of units	–	–
Redeemed number of units	(18)	–
Ending number of units	11 570	5 301



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	222	100	58	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 608	–
Fair value of collateral received	1 640	–

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
RBC Balanced Fund	1 740	1 740
RBC Global Balanced Fund	180	180
RBC Select Balanced Portfolio	5 629	2 653
RBC Select Growth Portfolio	2 447	998
RBC Select Aggressive Growth Portfolio	635	176
RBC Select Balanced Class	10	11
RBC Select Growth Class	2	2
RBC Select Aggressive Growth Class	1	1
Total	10 644	5 761

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	52 683	–
Revaluation of investments at FVTPL	115	–
Net assets attributable to holders of redeemable units	52 798	–

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(302)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	115
Increase (decrease) in net assets attributable to holders of redeemable units	(187)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL DIVIDEND GROWTH FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
259 300	InBev N.V.	\$ 25 029	\$ 31 780	
393 758	KBC Groep N.V.	20 607	22 849	
		45 636	54 629	4.9
Finland				
495 800	Sampo OYJ	23 337	26 735	
		23 337	26 735	2.4
France				
152 300	Safran S.A.	10 745	10 635	
360 600	Total S.A.	23 629	27 829	
37 500	Valeo S.A.	2 296	5 367	
189 300	Vinci S.A.	10 212	15 095	
		46 882	58 926	5.3
Germany				
89 947	Allianz SE	12 599	16 067	
176 800	BASF AG	20 433	22 004	
122 400	Bayerische Motoren Werke (BMW) AG	16 470	16 561	
800 500	Deutsche Telekom AG	14 973	15 020	
		64 475	69 652	6.3
Hong Kong				
2 936 900	Sands China Ltd.	21 996	23 696	
		21 996	23 696	2.1
Japan				
405 000	Bridgestone Corp.	13 427	15 128	
174 300	KDDI Corporation	11 309	11 342	
367 000	Sumitomo Mitsui Financial Group Inc.	15 694	16 423	
260 700	Toyota Motor Corp.	16 517	16 647	
		56 947	59 540	5.4
Netherlands				
408 900	Airbus Group N.V.	23 557	29 244	
		23 557	29 244	2.6
Norway				
325 800	StatoilHydro ASA	10 792	10 683	
		10 792	10 683	1.0
Singapore				
213 500	Avago Technologies Ltd.	9 709	16 413	
363 400	DBS Group Holdings Ltd.	4 968	5 213	
		14 677	21 626	1.9
Sweden				
525 320	Svenska Cellulosa AB	12 711	14 592	
380 806	Swedbank AB	9 197	10 758	
		21 908	25 350	2.3
Switzerland				
125 200	Nestlé S.A.	10 300	10 348	
85 553	Roche Holdings AG Genussscheine	22 886	27 191	
		33 186	37 539	3.4

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
358 300	Ashtead Group Plc.	\$ 5 677	\$ 5 718	
588 736	Compass Group Plc.	6 293	10 919	
7 843 300	Legal & General Group Plc.	31 127	32 232	
1 069 400	Prudential Corporation Plc.	21 139	26 136	
587 401	Rio Tinto Plc.	31 245	33 832	
88 100	Shire Plc.	5 517	7 372	
113 500	Unilever Plc.	5 426	5 488	
		106 424	121 697	11.0
United States				
617 100	AbbVie Inc.	32 468	37 132	
333 400	Apple Inc.	25 385	33 049	
33 200	BlackRock Inc.	8 537	11 317	
466 800	Blackstone Group LP	16 079	16 651	
192 100	ConocoPhillips	14 461	17 564	
376 277	CVS Corp.	26 729	30 242	
222 300	Harman International Industries Inc.	24 309	25 475	
218 400	Honeywell International Inc.	21 721	21 648	
215 200	KKR & Co. Ltd. Part.	5 498	5 585	
121 600	Lockheed Martin Corporation	21 104	20 843	
260 100	LyondellBasell Industries N.V.	21 356	27 089	
170 100	Merck & Co. Inc.	10 416	10 497	
247 100	Microsoft Corp.	11 131	10 991	
155 400	Occidental Petroleum Corp.	14 969	17 007	
414 100	Oracle Corporation	17 899	17 903	
118 200	QUALCOMM Inc.	7 447	9 986	
579 900	Seagate Technology	33 497	35 148	
205 200	Starbucks Corp.	16 132	16 937	
308 132	Union Pacific Corp.	24 438	32 786	
387 200	UnitedHealth Group Incorporated	29 826	33 759	
101 800	US Silica Holdings Inc.	4 578	6 020	
622 100	Verizon Communications Inc.	32 709	32 453	
568 400	Wells Fargo & Company	24 076	31 859	
540 900	Williams Companies Inc.	21 461	33 577	
218 200	Xilinx Inc.	10 969	11 012	
		477 136	546 530	49.2
TOTAL GLOBAL EQUITIES				
		946 953	1 085 847	97.8
SHORT-TERM INVESTMENTS*				
		22 776	22 776	2.0
TOTAL INVESTMENTS				
		969 729	1 108 623	99.8
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	2 989	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(3 180)	(0.3)
TOTAL PORTFOLIO				
		\$ 969 729	1 108 432	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			2 698	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			\$1 111 130	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.13% to 1.16% and mature between July 2, 2014 and July 31, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 023 Sold SEK 6 098 @ 0.1677	02-Jul-14	\$ 49
Bought CAD 1 578 Sold SEK 9 411 @ 0.1677	02-Jul-14	76
Bought CAD 1 820 Sold SEK 10 852 @ 0.1677	02-Jul-14	87
Bought CAD 1 963 Sold SEK 11 705 @ 0.1677	02-Jul-14	95
Bought CAD 3 101 Sold SEK 18 494 @ 0.1677	02-Jul-14	147
Bought CAD 592 Sold SEK 3 527 @ 0.1677	02-Jul-14	27
Bought SEK 10 457 Sold CAD 1 658 @ 0.1585	02-Jul-14	11
Bought SEK 3 527 Sold CAD 559 @ 0.1586	02-Jul-14	4
Bought SEK 6 098 Sold CAD 967 @ 0.1586	02-Jul-14	6
Bought SEK 7 639 Sold CAD 1 211 @ 0.1586	02-Jul-14	8
Bought SEK 8 192 Sold CAD 1 299 @ 0.1585	02-Jul-14	9
Bought SEK 9 411 Sold CAD 1 492 @ 0.1585	02-Jul-14	10
Bought CAD 1 008 Sold HKD 7 190 @ 0.1402	09-Jul-14	18
Bought CAD 1 347 Sold HKD 9 607 @ 0.1402	09-Jul-14	25
Bought CAD 1 365 Sold HKD 9 695 @ 0.1408	09-Jul-14	30
Bought CAD 2 219 Sold HKD 15 774 @ 0.1407	09-Jul-14	48
Bought CAD 2 472 Sold HKD 17 564 @ 0.1408	09-Jul-14	55
Bought CAD 3 065 Sold HKD 21 789 @ 0.1407	09-Jul-14	66
Bought CAD 767 Sold HKD 5 450 @ 0.1408	09-Jul-14	17
Bought CAD 2 070 Sold USD 1 895 @ 1.0924	17-Jul-14	48
Bought CAD 2 969 Sold USD 2 718 @ 1.0924	17-Jul-14	69
Bought USD 147 Sold CAD 157 @ 1.0678	17-Jul-14	-
Bought CAD 1 178 Sold DKK 5 900 @ 0.1996	25-Jul-14	21
Bought CAD 2 304 Sold JPY 218 522 @ 0.0105	25-Jul-14	2
Bought CAD 3 426 Sold JPY 324 932 @ 0.0105	25-Jul-14	2
Bought JPY 90 000 Sold CAD 947 @ 0.0105	28-Jul-14	1
Bought CAD 1 254 Sold EUR 842 @ 1.4890	31-Jul-14	23
Bought CAD 127 Sold EUR 85 @ 1.4890	31-Jul-14	2
Bought CAD 14 279 Sold EUR 9 592 @ 1.4887	31-Jul-14	257
Bought CAD 2 654 Sold EUR 1 783 @ 1.4884	31-Jul-14	47
Bought CAD 26 814 Sold EUR 18 012 @ 1.4887	31-Jul-14	482
Bought CAD 3 119 Sold EUR 2 095 @ 1.4887	31-Jul-14	56
Bought CAD 3 556 Sold EUR 2 389 @ 1.4884	31-Jul-14	63
Bought CAD 7 950 Sold EUR 5 340 @ 1.4887	31-Jul-14	143
Bought CAD 2 397 Sold NOK 13 588 @ 0.1764	06-Aug-14	35
Bought CAD 3 317 Sold NOK 18 804 @ 0.1764	06-Aug-14	48
Bought CAD 600 Sold NOK 3 269 @ 0.1837	06-Aug-14	32
Bought CAD 710 Sold NOK 3 865 @ 0.1837	06-Aug-14	38
Bought CAD 96 Sold NOK 525 @ 0.1837	06-Aug-14	5
Bought JPY 12 362 Sold CAD 130 @ 0.0105	08-Aug-14	-
Bought JPY 152 758 Sold CAD 1 609 @ 0.0105	08-Aug-14	2
Bought CAD 1 343 Sold JPY 125 652 @ 0.0107	13-Aug-14	18
Bought CAD 2 357 Sold JPY 220 445 @ 0.0107	13-Aug-14	33
Bought CAD 3 815 Sold USD 3 489 @ 1.0933	13-Aug-14	89
Bought CAD 8 278 Sold JPY 774 055 @ 0.0107	13-Aug-14	117
Bought CAD 2 024 Sold GBP 1 105 @ 1.8317	27-Aug-14	5
Bought CAD 2 097 Sold GBP 1 145 @ 1.8313	27-Aug-14	5
Bought CAD 2 940 Sold GBP 1 605 @ 1.8317	27-Aug-14	7
Bought CAD 4 049 Sold GBP 2 210 @ 1.8320	27-Aug-14	11
Bought CAD 5 179 Sold GBP 2 827 @ 1.8320	27-Aug-14	14
Bought CAD 6 329 Sold GBP 3 456 @ 1.8313	27-Aug-14	14
Bought CAD 3 637 Sold EUR 2 468 @ 1.4735	29-Aug-14	26
Bought CAD 4 150 Sold EUR 2 816 @ 1.4736	29-Aug-14	30
Bought CAD 4 678 Sold EUR 3 174 @ 1.4738	29-Aug-14	34

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 4 851 Sold EUR 3 292 @ 1.4736	29-Aug-14	\$ 35
Bought CAD 7 740 Sold EUR 5 252 @ 1.4738	29-Aug-14	57
Bought CAD 9 464 Sold EUR 6 423 @ 1.4735	29-Aug-14	67
Bought CAD 9 539 Sold EUR 6 474 @ 1.4734	29-Aug-14	67
Bought CAD 212 Sold SEK 1 305 @ 0.1621	09-Sep-14	3
Bought CAD 3 370 Sold SEK 20 824 @ 0.1618	09-Sep-14	42
Bought CAD 599 Sold SEK 3 700 @ 0.1618	09-Sep-14	8
Bought CAD 85 Sold SEK 526 @ 0.1621	09-Sep-14	1
Bought CAD 9 826 Sold SEK 60 725 @ 0.1618	09-Sep-14	123
Bought CAD 971 Sold SEK 6 000 @ 0.1618	09-Sep-14	12
Bought NZD 265 Sold CAD 245 @ 0.9236	10-Sep-14	2
Bought NZD 29 Sold CAD 27 @ 0.9236	10-Sep-14	-
Bought JPY 133 960 Sold CAD 1 413 @ 0.0105	25-Sep-14	1
Bought JPY 442 625 Sold CAD 4 669 @ 0.0105	25-Sep-14	4
		\$ 2 989

Contracts	Maturity Date	Unrealized Loss
Bought SEK 2 660 Sold CAD 446 @ 0.1677	02-Jul-14	\$ (22)
Bought SEK 2 924 Sold CAD 484 @ 0.1656	02-Jul-14	(17)
Bought SEK 4 066 Sold CAD 676 @ 0.1662	02-Jul-14	(27)
Bought SEK 5 113 Sold CAD 850 @ 0.1662	02-Jul-14	(33)
Bought AUD 1 000 Sold CAD 1 017 @ 1.0170	07-Jul-14	(11)
Bought AUD 1 000 Sold CAD 1 017 @ 1.0170	07-Jul-14	(11)
Bought AUD 1 300 Sold CAD 1 322 @ 1.0171	07-Jul-14	(15)
Bought AUD 100 Sold CAD 102 @ 1.0170	07-Jul-14	(1)
Bought AUD 300 Sold CAD 305 @ 1.0181	07-Jul-14	(4)
Bought AUD 300 Sold CAD 306 @ 1.0185	07-Jul-14	(4)
Bought AUD 300 Sold CAD 308 @ 1.0255	07-Jul-14	(6)
Bought AUD 4 320 Sold CAD 4 394 @ 1.0171	07-Jul-14	(48)
Bought AUD 400 Sold CAD 407 @ 1.0171	07-Jul-14	(4)
Bought AUD 835 Sold CAD 849 @ 1.0170	07-Jul-14	(9)
Bought AUD 9 366 Sold CAD 9 526 @ 1.0171	07-Jul-14	(105)
Bought HKD 10 000 Sold CAD 1 402 @ 0.1402	09-Jul-14	(25)
Bought HKD 2 000 Sold CAD 281 @ 0.1403	09-Jul-14	(5)
Bought HKD 3 500 Sold CAD 491 @ 0.1402	09-Jul-14	(9)
Bought USD 1 100 Sold CAD 1 196 @ 1.0873	17-Jul-14	(22)
Bought USD 1 393 Sold CAD 1 534 @ 1.1013	17-Jul-14	(48)
Bought USD 1 400 Sold CAD 1 503 @ 1.0734	17-Jul-14	(9)
Bought USD 2 216 Sold CAD 2 441 @ 1.1016	17-Jul-14	(76)
Bought USD 2 400 Sold CAD 2 584 @ 1.0767	17-Jul-14	(23)
Bought USD 3 150 Sold CAD 3 473 @ 1.1025	17-Jul-14	(112)
Bought USD 4 013 Sold CAD 4 321 @ 1.0767	17-Jul-14	(38)
Bought USD 5 130 Sold CAD 5 650 @ 1.1013	17-Jul-14	(175)
Bought USD 8 500 Sold CAD 9 364 @ 1.1016	17-Jul-14	(293)
Bought USD 990 Sold CAD 1 076 @ 1.0873	17-Jul-14	(20)
Bought DKK 1 250 Sold CAD 256 @ 0.2051	25-Jul-14	(11)
Bought DKK 2 018 Sold CAD 414 @ 0.2051	25-Jul-14	(18)
Bought DKK 2 018 Sold CAD 414 @ 0.2052	25-Jul-14	(18)
Bought DKK 2 100 Sold CAD 431 @ 0.2051	25-Jul-14	(19)
Bought DKK 3 500 Sold CAD 692 @ 0.1976	25-Jul-14	(5)
Bought DKK 4 018 Sold CAD 825 @ 0.2052	25-Jul-14	(37)
Bought DKK 4 115 Sold CAD 844 @ 0.2052	25-Jul-14	(37)
Bought DKK 4 115 Sold CAD 844 @ 0.2052	25-Jul-14	(38)

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought DKK 6 515 Sold CAD 1 336 @ 0.2051	25-Jul-14	\$ (59)
Bought DKK 7 000 Sold CAD 1 436 @ 0.2052	25-Jul-14	(64)
Bought USD 2 294 Sold CAD 2 464 @ 1.0743	25-Jul-14	(16)
Bought USD 3 579 Sold CAD 3 845 @ 1.0743	25-Jul-14	(25)
Bought JPY 170 000 Sold CAD 1 816 @ 0.0107	28-Jul-14	(24)
Bought JPY 40 000 Sold CAD 427 @ 0.0107	28-Jul-14	(5)
Bought JPY 40 000 Sold CAD 427 @ 0.0107	28-Jul-14	(6)
Bought JPY 444 342 Sold CAD 4 774 @ 0.0107	28-Jul-14	(91)
Bought JPY 50 000 Sold CAD 537 @ 0.0107	28-Jul-14	(10)
Bought JPY 764 294 Sold CAD 8 211 @ 0.0107	28-Jul-14	(157)
Bought EUR 1 000 Sold CAD 1 476 @ 1.4761	31-Jul-14	(14)
Bought EUR 500 Sold CAD 738 @ 1.4761	31-Jul-14	(7)
Bought EUR 800 Sold CAD 1 179 @ 1.4741	31-Jul-14	(10)
Bought AUD 168 Sold CAD 171 @ 1.0170	08-Aug-14	(2)
Bought AUD 200 Sold CAD 203 @ 1.0170	08-Aug-14	(3)
Bought AUD 400 Sold CAD 407 @ 1.0171	08-Aug-14	(5)
Bought AUD 500 Sold CAD 509 @ 1.0170	08-Aug-14	(7)
Bought AUD 6 742 Sold CAD 6 859 @ 1.0174	08-Aug-14	(90)
Bought AUD 8 365 Sold CAD 8 510 @ 1.0174	08-Aug-14	(112)
Bought JPY 171 724 Sold CAD 1 832 @ 0.0107	08-Aug-14	(22)
Bought JPY 366 411 Sold CAD 3 909 @ 0.0107	08-Aug-14	(46)
Bought USD 1 000 Sold CAD 1 070 @ 1.0701	08-Aug-14	(2)
Bought USD 1 600 Sold CAD 1 738 @ 1.0862	08-Aug-14	(30)
Bought USD 263 Sold CAD 287 @ 1.0914	08-Aug-14	(6)
Bought USD 313 Sold CAD 342 @ 1.0920	08-Aug-14	(8)
Bought USD 425 Sold CAD 464 @ 1.0920	08-Aug-14	(10)
Bought USD 6 218 Sold CAD 6 799 @ 1.0935	08-Aug-14	(160)
Bought USD 6 908 Sold CAD 7 554 @ 1.0935	08-Aug-14	(178)
Bought USD 700 Sold CAD 749 @ 1.0701	08-Aug-14	(2)
Bought USD 89 Sold CAD 97 @ 1.0881	08-Aug-14	(2)
Bought JPY 295 563 Sold CAD 3 159 @ 0.0107	13-Aug-14	(42)
Bought USD 1 016 Sold CAD 1 111 @ 1.0933	13-Aug-14	(26)
Bought USD 2 199 Sold CAD 2 402 @ 1.0922	13-Aug-14	(54)
Bought USD 7 721 Sold CAD 8 433 @ 1.0922	13-Aug-14	(188)
Bought CHF 1 054 Sold CAD 1 277 @ 1.2115	15-Aug-14	(7)
Bought CHF 1 353 Sold CAD 1 639 @ 1.2115	15-Aug-14	(9)
Bought EUR 500 Sold CAD 732 @ 1.4648	28-Aug-14	(1)
Bought EUR 500 Sold CAD 732 @ 1.4648	28-Aug-14	(1)
Bought SGD 500 Sold CAD 434 @ 0.8674	28-Aug-14	(5)
Bought SGD 797 Sold CAD 694 @ 0.8704	28-Aug-14	(11)
Bought SGD 90 Sold CAD 78 @ 0.8704	28-Aug-14	(1)
Bought SEK 27 748 Sold CAD 4 529 @ 0.1632	09-Sep-14	(95)
Bought SEK 39 304 Sold CAD 6 415 @ 0.1632	09-Sep-14	(135)
Bought ILS 1 840 Sold CAD 579 @ 0.3144	12-Sep-14	(6)
Bought ILS 1 840 Sold CAD 579 @ 0.3147	12-Sep-14	(6)
Bought ILS 1 840 Sold CAD 579 @ 0.3148	12-Sep-14	(7)
Bought ILS 904 Sold CAD 284 @ 0.3144	12-Sep-14	(3)
Bought ILS 904 Sold CAD 284 @ 0.3147	12-Sep-14	(3)
Bought ILS 904 Sold CAD 285 @ 0.3148	12-Sep-14	(3)
Bought CAD 1 213 Sold SEK 7 639 @ 0.1587	26-Sep-14	(8)
Bought CAD 1 300 Sold SEK 8 192 @ 0.1587	26-Sep-14	(9)
Bought CAD 1 494 Sold SEK 9 411 @ 0.1587	26-Sep-14	(10)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 660 Sold SEK 10 457 @ 0.1587	26-Sep-14	\$ (12)
Bought CAD 560 Sold SEK 3 527 @ 0.1588	26-Sep-14	(4)
Bought CAD 968 Sold SEK 6 098 @ 0.1588	26-Sep-14	(6)
		\$ (3 180)
TOTAL FOREIGN EXCHANGE		\$ (191)

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 108 623	\$ 877 329	\$ 603 491
Cash	254	76	551
Due from investment dealers	–	–	6 020
Subscriptions receivable	2 604	303	125
Unrealized gain on foreign exchange contracts	2 989	3 123	1 160
Dividends receivable, interest accrued and other assets	806	369	510
TOTAL ASSETS	1 115 276	881 200	611 857
LIABILITIES			
Due to investment dealers	–	6 298	–
Redemptions payable	432	204	147
Unrealized loss on foreign exchange contracts	3 180	9 075	3 810
Accounts payable and accrued expenses	534	432	302
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 146	16 009	4 259
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 111 130	\$ 865 191	\$ 607 598
Investments at cost	\$ 969 729	\$ 694 352	\$ 534 103
NAV, END OF PERIOD			
SERIES A	\$ 235 545	\$ 207 143	\$ 148 837
ADVISOR SERIES	\$ 22 029	\$ 14 769	\$ 6 430
SERIES T5	\$ 1 037	\$ 691	\$ 2
SERIES T8	\$ 1 574	\$ 1 027	\$ 396
SERIES D	\$ 9 239	\$ 6 521	\$ 2 434
SERIES F	\$ 3 637	\$ 2 273	\$ 897
SERIES I	\$ 2 527	\$ 247	\$ 1
SERIES O	\$ 835 542	\$ 632 520	\$ 448 601
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 12.56	\$ 11.94	\$ 8.81
ADVISOR SERIES	\$ 12.70	\$ 12.06	\$ 8.89
SERIES T5	\$ 11.81	\$ 11.39	\$ 8.75
SERIES T8	\$ 9.05	\$ 8.85	\$ 6.99
SERIES D	\$ 12.74	\$ 12.10	\$ 8.89
SERIES F	\$ 13.60	\$ 12.89	\$ 9.46
SERIES I	\$ 12.98	\$ 12.35	\$ 8.95
SERIES O	\$ 12.70	\$ 12.24	\$ 9.01

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 19 927	\$ 12 547
Interest for distribution purposes	79	37
Securities lending revenue (see note 6 in the generic notes)	365	276
Net realized gain (loss) on investments	136 176	56 537
Net gain (loss) on foreign currencies and other net assets	(4 397)	(2 749)
Change in unrealized gain (loss) on investments	(92 001)	30 659
TOTAL INCOME (LOSS)	60 149	97 307
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 297	1 589
Administration fees	303	218
Board of Governors costs	1	2
GST/HST	258	186
Transaction costs	1 537	1 539
Withholding tax	1 943	1 798
TOTAL EXPENSES	6 339	5 332
INCREASE (DECREASE) IN NAV	\$ 53 810	\$ 91 975
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 13 404	\$ 20 622
ADVISOR SERIES	\$ 1 054	\$ 965
SERIES T5	\$ 48	\$ 8
SERIES T8	\$ 71	\$ 71
SERIES D	\$ 519	\$ 367
SERIES F	\$ 174	\$ 147
SERIES I	\$ 15	\$ –
SERIES O	\$ 38 525	\$ 69 795
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.73	\$ 1.22
ADVISOR SERIES	\$ 0.75	\$ 1.24
SERIES T5	\$ 0.70	\$ 1.18
SERIES T8	\$ 0.55	\$ 0.96
SERIES D	\$ 0.81	\$ 1.29
SERIES F	\$ 0.89	\$ 1.39
SERIES I	\$ 0.85	\$ 1.32
SERIES O	\$ 0.86	\$ 1.37

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 53 810	\$ 91 975
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(136 176)	(56 535)
Change in unrealized loss (gain) on investments	92 001	(30 659)
(Increase) decrease in accrued receivables	(2 738)	(662)
Increase (decrease) in accrued payables	(5 968)	10 928
Cost of investments purchased	(1 404 415)	(730 937)
Proceeds on sales of investments	1 211 535	707 659
NET CASH PROVIDED BY OPERATING ACTIVITIES	(191 951)	(8 231)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	589 707	63 158
Cash paid on redemption of redeemable units	(397 500)	(51 696)
Distributions paid to holders of redeemable units	(78)	(13)
NET CASH USED IN FINANCING ACTIVITIES	\$ 192 129	\$ 11 449
Net increase (decrease) in cash for the year	178	3 218
Cash (bank overdraft), beginning of period	76	551
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 254	\$ 3 769
Interest received	\$ (390)	\$ 34
Dividends received, net of withholding taxes	\$ 18 016	\$ 10 749



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 207 143	\$ 148 837	\$ 14 769	\$ 6 430	\$ 691	\$ 2	\$ 1 027	\$ 396
INCREASE (DECREASE) IN NAV	13 404	20 622	1 054	965	48	8	71	71
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	33 648	15 275	7 158	2 596	354	185	744	398
Reinvestments of distributions to holders of redeemable units	2 306	–	179	–	15	1	28	13
Redemption of redeemable units	(18 625)	(14 555)	(943)	(506)	(50)	(4)	(245)	(67)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	17 329	720	6 394	2 090	319	182	527	344
Distributions from net income	(2 331)	–	(188)	–	(21)	(2)	(51)	(25)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 331)	–	(188)	–	(21)	(2)	(51)	(25)
NET INCREASE (DECREASE) IN NAV	28 402	21 342	7 260	3 055	346	188	547	390
NAV AT END OF PERIOD	\$ 235 545	\$ 170 179	\$ 22 029	\$ 9 485	\$ 1 037	\$ 190	\$ 1 574	\$ 786

For the periods ended June 30 (see note 2 in the generic notes)	Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 521	\$ 2 434	\$ 2 273	\$ 897	\$ 247	\$ 1
INCREASE (DECREASE) IN NAV	519	367	174	147	15	–
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	4 151	1 209	1 501	458	2 270	–
Reinvestments of distributions to holders of redeemable units	128	–	37	–	–	–
Redemption of redeemable units	(1 951)	(670)	(302)	(63)	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 328	539	1 236	395	2 270	–
Distributions from net income	(129)	–	(46)	–	(5)	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(129)	–	(46)	–	(5)	–
NET INCREASE (DECREASE) IN NAV	2 718	906	1 364	542	2 280	–
NAV AT END OF PERIOD	\$ 9 239	\$ 3 340	\$ 3 637	\$ 1 439	\$ 2 527	\$ 1

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 632 520	\$ 448 601	\$ 865 191	\$ 607 598
INCREASE (DECREASE) IN NAV	38 525	69 795	53 810	91 975
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	539 881	43 037	589 707	63 158
Reinvestments of distributions to holders of redeemable units	12 882	–	15 575	14
Redemption of redeemable units	(375 384)	(35 831)	(397 500)	(51 696)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	177 379	7 206	207 782	11 476
Distributions from net income	(12 882)	–	(15 653)	(27)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(12 882)	–	(15 653)	(27)
NET INCREASE (DECREASE) IN NAV	203 022	77 001	245 939	103 424
NAV AT END OF PERIOD	\$ 835 542	\$ 525 602	\$ 1 111 130	\$ 711 022

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of a diversified mix of companies operating in various countries around the world across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	56.2	55.6	52.4
Euro	12.8	12.9	12.5
Pound sterling	8.9	9.3	13.3
Japanese yen	6.8	7.3	8.3
Swiss franc	3.6	3.6	3.9
Australian dollar	3.2	2.9	–
Swedish krona	1.3	1.6	1.5
Hong Kong dollar	1.3	1.3	1.1
Singapore dollar	0.6	0.6	0.8
Danish krone	0.5	–	–
Other currencies	0.5	0.8	0.6
Total	95.7	95.9	94.9

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Total Return Net Index (CAD)	+ or - 1.2	+ or - 1.2	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	562 943	522 904	–	1 085 847
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	22 776	–	22 776
Derivatives – assets	–	2 989	–	2 989
Derivatives – liabilities	–	(3 180)	–	(3 180)
Total financial instruments	562 943	545 489	–	1 108 432
% of total portfolio	50.8	49.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	353 572	506 701	–	860 273
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	17 056	–	17 056
Derivatives – assets	–	3 123	–	3 123
Derivatives – liabilities	–	(9 075)	–	(9 075)
Total financial instruments	353 572	517 805	–	871 377
% of total portfolio	40.6	59.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	272 439	328 873	–	601 312
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 179	–	2 179
Derivatives – assets	–	1 160	–	1 160
Derivatives – liabilities	–	(3 810)	–	(3 810)
Total financial instruments	272 439	328 402	–	600 841
% of total portfolio	45.3	54.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series T5	1.85%
Series T8	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series T5	0.15%
Series T8	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series T5	63	61
Series I	116	114
Series O	598	577
Value of all units	10	9

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	90 470
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	17 348	16 900
Issued number of units	2 728	1 583
Reinvested number of units	184	–
Redeemed number of units	(1 506)	(1 519)
Ending number of units	18 754	16 964
Advisor Series		
Opening units	1 225	723
Issued number of units	571	265
Reinvested number of units	14	–
Redeemed number of units	(75)	(52)
Ending number of units	1 735	936
Series T5		
Opening units	61	–
Issued number of units	30	20
Reinvested number of units	1	–
Redeemed number of units	(4)	–
Ending number of units	88	20
Series T8		
Opening units	116	57
Issued number of units	82	52
Reinvested number of units	3	2
Redeemed number of units	(27)	(9)
Ending number of units	174	102
Series D		
Opening units	539	274
Issued number of units	331	123
Reinvested number of units	10	–
Redeemed number of units	(155)	(69)
Ending number of units	725	328
Series F		
Opening units	176	95
Issued number of units	111	44
Reinvested number of units	3	–
Redeemed number of units	(23)	(6)
Ending number of units	267	133

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	20	–
Issued number of units	175	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	195	–
Series O		
Opening units	51 672	49 789
Issued number of units	42 550	4 333
Reinvested number of units	1 015	–
Redeemed number of units	(29 432)	(3 464)
Ending number of units	65 805	50 658

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1 537	100	1 539	100
Related-party brokerage commissions*	39	3	9	1
Commission arrangements†	52	3	54	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	34 080	45 546
Fair value of collateral received	34 762	46 457

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Select Balanced Portfolio	17 050	29 269
RBC Select Growth Portfolio	9 976	18 206
RBC Select Aggressive Growth Portfolio	2 032	3 619
RBC Select Balanced Class	101	121
RBC Select Growth Class	33	38
RBC Select Aggressive Growth Class	12	13
RBC Global Dividend Growth Guaranteed Investment Fund	450	338
RBC Life Insurance Universal Life Fund	95	66
Total	29 749	51 670

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private Global Dividend Growth Pool was merged into the RBC Global Dividend Growth Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private Global Dividend Growth Pool (the “Terminated Fund”) and the RBC Global Dividend Growth Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$459 099
Exchange ratio Series I	0.89
Units issued by Continuing Fund Series I	175
Exchange ratio Series O	0.93
Units issued by Continuing Fund Series O	35 967

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

Please see the generic notes at the back of the financial statements.



June 30, 2014

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	710 960	607 105
Revaluation of investments at FVTPL	62	493
Net assets attributable to holders of redeemable units	711 022	607 598
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		92 406
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(431)
Increase (decrease) in net assets attributable to holders of redeemable units		91 975

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
63 498	InBev N.V.	\$ 7 343	\$ 7 782	
		7 343	7 782	3.0
Canada				
114 065	Enbridge Inc.	5 642	5 776	
		5 642	5 776	2.2
France				
80 534	BNP Paribas S.A.	7 260	5 838	
73 261	Safran S.A.	5 478	5 116	
		12 738	10 954	4.2
Germany				
11 258	Continental AG	2 981	2 782	
152 787	Deutsche Post AG	6 149	5 894	
		9 130	8 676	3.4
Hong Kong				
897 484	AIA Group Ltd.	4 764	4 820	
		4 764	4 820	1.9
India				
36 900	HDFC Bank Ltd. ADR	1 842	1 843	
		1 842	1 843	0.7
Japan				
42 948	Santen Pharmaceutical Co. Ltd.	2 300	2 580	
8 703	SMC Corp.	2 448	2 487	
102 007	Toyota Motor Corp.	6 337	6 514	
		11 085	11 581	4.5
Netherlands				
49 831	ASML Holding N.V.	5 019	4 957	
		5 019	4 957	1.9
South Africa				
41 154	Naspers Ltd.	5 409	5 168	
		5 409	5 168	2.0
Sweden				
171 873	Svenska Cellulosa AB	5 091	4 774	
		5 091	4 774	1.9
Switzerland				
53 858	Aryzta AG	4 945	5 441	
25 925	Roche Holdings AG Genusscheine	8 494	8 240	
6 056	Syngenta AG	2 528	2 387	
161 875	UBS AG	3 792	3 166	
		19 759	19 234	7.4
Taiwan				
218 847	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	4 615	4 993	
		4 615	4 993	1.9
United Kingdom				
40 444	InterContinental Hotels Group Plc.	1 436	1 785	
44 127	Liberty Global Plc.	2 049	2 081	
3 139 194	Lloyds TSB Group Plc.	4 555	4 256	

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)				
41 677	Rio Tinto Plc.	\$ 2 452	\$ 2 400	
212 631	St James's Place Plc.	3 232	2 955	
		13 724	13 477	5.2
United States				
75 543	Accenture Plc., Class A	6 989	6 512	
13 049	Amazon.com, Inc.	5 298	4 521	
34 179	Ameriprise Financial Inc.	4 141	4 375	
47 172	Amgen Inc.	6 445	5 956	
47 107	Anadarko Petroleum Corp.	4 445	5 500	
64 471	Baxter International Inc.	4 875	4 971	
194 597	Blackstone Group LP	7 435	6 941	
97 540	Citigroup Inc.	5 265	4 901	
46 378	Cognizant Technology Solutions Corp., Class A	2 653	2 420	
39 283	Crown Castle International Corp.	3 255	3 111	
85 081	Danaher Corp.	7 247	7 143	
36 400	Discovery Communications Inc.	3 138	2 884	
54 334	EOG Resources Inc.	5 939	6 771	
63 918	Estée Lauder Companies Inc., Class A	4 938	5 063	
19 627	Exxon Mobil Corp.	2 078	2 107	
10 150	Google Inc., Class A	9 340	6 330	
17 369	Grainger (W.W.) Inc.	4 897	4 711	
132 185	Invesco Ltd.	5 105	5 325	
147 953	ITC Holdings Corp.	5 817	5 755	
63 830	JPMorgan Chase & Co.	4 194	3 921	
48 595	Kansas City Southern Industries Inc.	5 353	5 572	
3 839	LinkedIn Corp.	855	702	
50 310	LyondellBasell Industries N.V.	5 052	5 240	
59 700	MEDNAX Inc.	3 789	3 703	
60 710	Occidental Petroleum Corp.	6 509	6 644	
134 053	Pfizer Inc.	4 808	4 244	
30 151	Praxair Inc.	4 387	4 272	
110 021	SynOpsys Inc.	4 863	4 556	
169 507	TD Ameritrade Holding Corp.	6 422	5 668	
94 660	TJX Companies Inc.	6 393	5 367	
55 988	UnitedHealth Group Incorporated	4 622	4 881	
		156 547	150 067	58.0
TOTAL GLOBAL EQUITIES		262 708	254 102	98.2
SHORT-TERM INVESTMENTS*		5 186	5 186	2.0
TOTAL INVESTMENTS		267 894	259 288	100.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(11)	—
TOTAL PORTFOLIO		\$ 267 894	259 277	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS			(638)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 258 639	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.10% to 1.20% and mature between July 2, 2014 and July 31, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 2 484 Sold CAD 2 649 @ 1.0667	02-Jul-14	\$ —
		\$ —

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 144 Sold GBP 630 @ 1.8152	02-Jul-14	\$ (7)
Bought CAD 753 Sold CHF 629 @ 1.1965	02-Jul-14	(4)
		\$ (11)
TOTAL FOREIGN EXCHANGE		<u>\$ (11)</u>

All counterparties have a credit rating of at least A.



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 259 288
Cash	12
Due from investment dealers	2 480
Subscriptions receivable	2
Dividends receivable, interest accrued and other assets	99
TOTAL ASSETS	261 881
LIABILITIES	
Due to investment dealers	3 222
Unrealized loss on foreign exchange contracts	11
Accounts payable and accrued expenses	9
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 242
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 258 639
Investments at cost	\$ 267 894
NAV, END OF PERIOD	
SERIES A	\$ 1 289
ADVISOR SERIES	\$ 40
SERIES H	\$ 1
SERIES D	\$ 143
SERIES F	\$ 276
SERIES I	\$ 1
SERIES O	\$ 256 889
NAV PER UNIT, END OF PERIOD	
SERIES A	\$ 9.76
ADVISOR SERIES	\$ 9.76
SERIES H	\$ 9.77
SERIES D	\$ 9.78
SERIES F	\$ 9.79
SERIES I	\$ 9.80
SERIES O	\$ 9.83



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 4 878
Net realized gain (loss) on investments	227
Net gain (loss) on foreign currencies and other net assets	(78)
Change in unrealized gain (loss) on investments	(8 617)
TOTAL INCOME (LOSS)	(3 590)
EXPENSES (see notes – Fund Specific Information)	
Management fees	5
Administration fees	17
Board of Governors costs	1
GST/HST	3
Transaction costs	353
Withholding tax	302
TOTAL EXPENSES	681
INCREASE (DECREASE) IN NAV	\$ (4 271)
INCREASE (DECREASE) IN NAV	
SERIES A	\$ (11)
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ –
SERIES F	\$ (5)
SERIES I	\$ –
SERIES O	\$ (4 255)
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ (0.24)
ADVISOR SERIES	\$ (0.23)
SERIES H	\$ (0.22)
SERIES D	\$ (0.21)
SERIES F	\$ (0.19)
SERIES I	\$ (0.18)
SERIES O	\$ (0.16)

* Fund launched March 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ (4 271)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(227)
Change in unrealized loss (gain) on investments	8 617
(Increase) decrease in accrued receivables	(2 581)
Increase (decrease) in accrued payables	3 231
Cost of investments purchased	(523 474)
Proceeds on sales of investments	255 807
NET CASH PROVIDED BY OPERATING ACTIVITIES	(262 898)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	273 279
Cash paid on redemption of redeemable units	(10 369)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 262 910
Net increase (decrease) in cash for the year	12
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12
Interest received	\$ (1)
Dividends received, net of withholding taxes	\$ 4 478

* Fund launched March 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	(11)	—	—	—
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1 358	40	1	154
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(58)	—	—	(11)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 300	40	1	143
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	1 289	40	1	143
NAV AT END OF PERIOD	\$ 1 289	\$ 40	\$ 1	\$ 143

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	(5)	—	(4 255)	(4 271)
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	281	1	271 444	273 279
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(10 300)	(10 369)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	281	1	261 144	262 910
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	276	1	256 889	258 639
NAV AT END OF PERIOD	\$ 276	\$ 1	\$ 256 889	\$ 258 639

* Fund launched March 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of a diversified mix of companies operating around the world and across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014
United States dollar	61.5
Euro	12.5
Swiss franc	7.4
Japanese yen	4.5
Pound sterling	4.4
South African rand	2.0
Hong Kong dollar	1.9
Swedish krona	1.8
Total	96.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	164 760	89 342	–	254 102
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 186	–	5 186
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(11)	–	(11)
Total financial instruments	164 760	94 517	–	259 277
% of total portfolio	63.5	36.5	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	100
Series O	14 400
Value of all units	147

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	138
Reinvested number of units	–
Redeemed number of units	(6)
Ending number of units	132

Advisor Series

Opening units	–
Issued number of units	4
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	4

Series H

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series D

Opening units	–
Issued number of units	16
Reinvested number of units	–
Redeemed number of units	(1)
Ending number of units	15

For the period ended June 30
(see note 2 in the generic notes)

	2014
Series F	
Opening units	–
Issued number of units	28
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	28
Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series O	
Opening units	–
Issued number of units	27 204
Reinvested number of units	–
Redeemed number of units	(1 058)
Ending number of units	26 146

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	353	100
Related-party brokerage commissions*	17	5
Commission arrangements [†]	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014
Series O	
RBC Select Very Conservative Portfolio	17 627
RBC Select Conservative Portfolio	8 504
Total	26 131

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL EQUITY FOCUS FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
103 438	InBev N.V.	\$ 12 598	\$ 12 678	
		12 598	12 678	3.4
Canada				
159 294	Enbridge Inc.	8 278	8 065	
		8 278	8 065	2.2
France				
133 161	BNP Paribas S.A.	11 256	9 653	
127 450	Safran S.A.	9 308	8 900	
		20 564	18 553	5.0
Germany				
283 358	Deutsche Post AG	11 438	10 931	
		11 438	10 931	2.9
Hong Kong				
1 418 042	AIA Group Ltd.	7 587	7 615	
		7 587	7 615	2.1
India				
74 300	HDFC Bank Ltd. ADR	3 646	3 711	
		3 646	3 711	1.0
Japan				
204 618	Toyota Motor Corp.	12 049	13 066	
		12 049	13 066	3.5
Netherlands				
79 548	ASML Holding N.V.	7 225	7 913	
		7 225	7 913	2.1
South Africa				
67 948	Naspers Ltd.	7 310	8 532	
		7 310	8 532	2.3
Switzerland				
80 764	Aryzta AG	8 011	8 159	
42 578	Roche Holdings AG Genussscheine	13 517	13 533	
277 313	UBS AG	6 247	5 424	
		27 775	27 116	7.3
Taiwan				
360 237	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	8 014	8 219	
		8 014	8 219	2.2
United Kingdom				
3 954 977	Lloyds TSB Group Plc.	5 523	5 362	
363 079	St James's Place Plc.	5 171	5 046	
		10 694	10 408	2.8
United States				
125 349	Accenture Plc., Class A	10 864	10 806	
22 233	Amazon.com, Inc.	7 245	7 702	
88 392	Amgen Inc.	10 824	11 161	
72 197	Anadarko Petroleum Corp.	7 892	8 429	
121 960	Baxter International Inc.	9 800	9 404	
331 932	Blackstone Group LP	11 101	11 840	
195 716	Citigroup Inc.	10 232	9 833	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
72 494	Crown Castle International Corp.	\$ 5 766	\$ 5 741	
127 824	Danaher Corp.	10 335	10 732	
52 600	Discovery Communications Inc.	4 530	4 168	
82 888	EOG Resources Inc.	9 154	10 329	
107 793	Estée Lauder Companies Inc., Class A	8 570	8 539	
17 762	Google Inc., Class A	10 238	11 078	
33 539	Grainger (W.W.) Inc.	9 217	9 097	
219 592	Invesco Ltd.	8 413	8 846	
240 942	ITC Holdings Corp.	9 904	9 372	
79 912	Kansas City Southern Industries Inc.	8 817	9 163	
85 701	LyondellBasell Industries N.V.	8 569	8 926	
117 463	MEDNAX Inc.	7 464	7 286	
98 773	Occidental Petroleum Corp.	10 527	10 810	
69 399	Praxair Inc.	9 915	9 832	
175 135	SynOpsys Inc.	7 176	7 252	
271 434	TD Ameritrade Holding Corp.	9 585	9 077	
162 074	TJX Companies Inc.	10 260	9 189	
112 162	UnitedHealth Group Incorporated	9 244	9 779	
		225 642	228 391	61.5
TOTAL GLOBAL EQUITIES				
		362 820	365 198	98.3
SHORT-TERM INVESTMENTS*				
		4 955	4 955	1.3
TOTAL INVESTMENTS				
		367 775	370 153	99.6
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(32)	—
TOTAL PORTFOLIO				
		\$ 367 775	370 121	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			1 435	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 371 556		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.10% to 1.20% and mature between July 2, 2014 and July 31, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 5 187 Sold CAD 5 533 @ 1.0667	02-Jul-14	\$ —
		\$ —
Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 340 Sold CHF 1 120 @ 1.1965	02-Jul-14	\$ (7)
Bought CAD 4 338 Sold GBP 2 390 @ 1.8152	02-Jul-14	(25)
		\$ (32)
TOTAL FOREIGN EXCHANGE		\$ (32)

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 370 153	\$ 4 889
Cash	99	4 974
Due from investment dealers	6 190	–
Subscriptions receivable	1 000	–
Dividends receivable, interest accrued and other assets	166	–
TOTAL ASSETS	377 608	9 863
LIABILITIES		
Due to investment dealers	6 012	4 888
Unrealized loss on foreign exchange contracts	32	–
Accounts payable and accrued expenses	8	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	6 052	4 888
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 371 556	\$ 4 975
Investments at cost	\$ 367 775	\$ 4 884
NAV, END OF PERIOD		
SERIES A	\$ 243	\$ –
ADVISOR SERIES	\$ 57	\$ –
SERIES H	\$ 1	\$ –
SERIES D	\$ 110	\$ –
SERIES F	\$ 1	\$ –
SERIES I	\$ 1	\$ –
SERIES O	\$ 371 143	\$ 4 974
NAV PER UNIT, END OF PERIOD		
SERIES A	\$ 10.09	\$ –
ADVISOR SERIES	\$ 10.10	\$ –
SERIES H	\$ 10.10	\$ –
SERIES D	\$ 10.11	\$ –
SERIES F	\$ 10.12	\$ –
SERIES I	\$ 10.12	\$ –
SERIES O	\$ 10.23	\$ –

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 1 849
Interest for distribution purposes	15
Net realized gain (loss) on investments	1 559
Net gain (loss) on foreign currencies and other net assets	(68)
Change in unrealized gain (loss) on investments	2 341
TOTAL INCOME (LOSS)	5 696
EXPENSES (see notes – Fund Specific Information)	
Management fees	1
Administration fees	13
Board of Governors costs	1
GST/HST	1
Transaction costs	406
Withholding tax	239
TOTAL EXPENSES	661
INCREASE (DECREASE) IN NAV	\$ 5 035
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 1
ADVISOR SERIES	\$ (1)
SERIES H	\$ –
SERIES D	\$ 2
SERIES F	\$ –
SERIES I	\$ –
SERIES O	\$ 5 033
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.01
ADVISOR SERIES	\$ 0.01
SERIES H	\$ 0.03
SERIES D	\$ 0.03
SERIES F	\$ 0.03
SERIES I	\$ 0.04
SERIES O	\$ 0.38

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 5 035
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(1 559)
Change in unrealized loss (gain) on investments	(2 341)
(Increase) decrease in accrued receivables	(7 356)
Increase (decrease) in accrued payables	1 132
Cost of investments purchased	(620 673)
Proceeds on sales of investments	259 340
NET CASH PROVIDED BY OPERATING ACTIVITIES	(366 422)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	365 267
Cash paid on redemption of redeemable units	(3 720)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 361 547
Net increase (decrease) in cash for the year	(4 875)
Cash (bank overdraft), beginning of period	4 974
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 99
Interest received	\$ 14
Dividends received, net of withholding taxes	\$ 1 446

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	1	(1)	—	2
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	242	58	1	128
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	—	(20)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	242	58	1	108
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	243	57	1	110
NAV AT END OF PERIOD	\$ 243	\$ 57	\$ 1	\$ 110

For the period ended June 30 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ 4 974	\$ 4 974
INCREASE (DECREASE) IN NAV	—	—	5 033	5 035
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1	1	364 836	365 267
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(3 700)	(3 720)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1	1	361 136	361 547
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	1	1	366 169	366 582
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 371 143	\$ 371 556

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of a diversified mix of companies operating around the world and across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	June 30 2014
Currency	
United States dollar	64.7
Euro	13.5
Swiss franc	7.3
Japanese yen	3.5
Pound sterling	2.8
South African rand	2.3
Hong Kong dollar	2.1
Total	96.2

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 5-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014
MSCI World Total Return Net Index (CAD)	+ or - 1.2

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	248 386	116 812	–	365 198
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 955	–	4 955
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(32)	–	(32)
Total financial instruments	248 386	121 735	–	370 121
% of total portfolio	67.1	32.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 889	–	–	4 889
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 889	–	–	4 889
% of total portfolio	100.0	–	–	100.0

For the period ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%



June 30, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	100
Series O	500 000
Value of all units	5 120

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	24
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	24

For the period ended June 30
(see note 2 in the generic notes) 2014

Advisor Series	
Opening units	–
Issued number of units	6
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	6
Series H	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series D	
Opening units	–
Issued number of units	13
Reinvested number of units	–
Redeemed number of units	(2)
Ending number of units	11
Series F	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series O	
Opening units	500
Issued number of units	36 146
Reinvested number of units	–
Redeemed number of units	(359)
Ending number of units	36 287

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	406	100
Related-party brokerage commissions*	17	4
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Please see the generic notes at the back of the financial statements.



June 30, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	821
Fair value of collateral received	838

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014
Series 0	
RBC Select Balanced Portfolio	20 970
RBC Select Growth Portfolio	12 268
RBC Select Aggressive Growth Portfolio	2 502
Total	35 740

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE GLOBAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
19 400	CFS Retail Property Real Estate Investment Trust	\$ 37	\$ 40	
438 500	Dexus Property Group Real Estate Investment Trust	426	490	
291 600	Federation Centres Ltd. Real Estate Investment Trust	659	730	
51 200	Flight Centre Travel Group Ltd.	2 346	2 289	
254 300	Fortescue Metals Group Ltd.	1 262	1 121	
9 500	Leighton Holdings Ltd.	161	188	
523 600	Stockland Real Estate Investment Trust	2 022	2 043	
		6 913	6 901	2.5
Austria				
23 600	OMV AG	1 198	1 137	
		1 198	1 137	0.4
Belgium				
12 200	Delhaize-Le Lion	808	881	
		808	881	0.3
Canada				
10 100	Agnico Eagle Mines Ltd.	355	413	
9 300	Brookfield Asset Management Inc., Class A	411	437	
2 600	Royal Bank of Canada*	197	198	
32 800	Suncor Energy Inc.	1 423	1 492	
		2 386	2 540	0.9
Denmark				
1 400	A P Moller - Maersk A/S	2 715	3 713	
		2 715	3 713	1.3
France				
3 000	BNP Paribas S.A.	231	217	
15 900	Bouygues S.A.	613	706	
248 100	Credit Agricole S.A.	3 670	3 736	
101 800	Electricite de France S.A.	3 476	3 419	
141 100	GDF Suez	3 799	4 147	
3 100	Lagardere S.C.A.	111	108	
40 800	Natixis	274	279	
1 600	Renault S.A.	133	154	
3 100	Safran S.A.	193	216	
58 900	Société Générale	3 492	3 295	
100 800	Suez Environnement SA	1 750	2 057	
2 000	Thales S.A.	113	129	
85 500	Total S.A.	5 165	6 598	
		23 020	25 061	8.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Germany				
6 500	Allianz SE	\$ 1 157	\$ 1 161	
15 300	Deutsche Bank AG	632	573	
30 700	Deutsche Lufthansa AG	852	705	
72 000	E.ON SE	1 357	1 584	
1 400	Hochtief AG	137	130	
9 800	ProSiebenSat.1 Media AG	468	466	
1 200	RTL Group S.A.	142	142	
3 700	Volkswagen AG	886	1 021	
		5 631	5 782	2.1
Hong Kong				
16 800	Hutchison Whampoa Ltd.	215	245	
225 500	Wheelock & Co. Ltd.	1 073	1 009	
		1 288	1 254	0.5
Israel				
139 200	Bezeq Israeli Telecommunication Corporation Ltd.	255	278	
8 300	Teva Pharmaceutical Industries Ltd.	324	465	
		579	743	0.3
Italy				
54 000	Enel S.p.A.	263	335	
		263	335	0.1
Japan				
195 300	Asahi Kasei Corp.	1 557	1 595	
71 800	Coca-Cola West Co. Ltd.	1 484	1 321	
21 600	Dai Nippon Printing Co. Ltd.	231	241	
3 600	Daito Trust Construction Co. Ltd.	384	451	
17 300	Dena Co. Ltd.	357	250	
252 300	Fuji Electric Holdings Co. Ltd.	1 085	1 277	
19 900	Fujitsu Ltd.	142	159	
136 100	Inpex Corp.	1 895	2 208	
69 600	Itochu Corp.	901	953	
27 700	Japan Airlines Co. Ltd.	1 548	1 633	
34 100	Kawasaki Heavy Industries Ltd.	139	139	
56 500	Kinden Corp.	609	586	
3 600	MEIJI Holdings Co. Ltd.	203	255	
105 000	Mitsubishi Chemical Holdings Corp.	515	497	
28 400	Mitsubishi Electric Corp.	338	374	
60 900	Mitsui & Co.	947	1 041	
1 030 300	Mizuho Financial Group Inc.	2 428	2 259	
77 600	Nippon Telegraph & Telephone Corp.	4 320	5 158	
33 900	Nomura Real Estate Holdings Inc.	821	685	
6 000	NTT DoCoMo Inc.	100	109	
4 500	Otsuka Holdings Co. Ltd.	140	149	
99 600	Panasonic Corp.	1 191	1 288	
22 300	Seiko Epson Corp.	734	1 012	
24 900	Sekisui House Ltd.	338	364	
155 200	Sojitz Corp.	316	293	
71 700	Sumitomo Chemical Co. Ltd.	285	289	
102 500	Tokyo Electric Power Co. Inc.	558	454	
8 300	Yamaha Corp.	140	140	
91 300	Yamazaki Baking Co. Ltd.	1 095	1 216	
		24 801	26 396	9.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Macau				
256 900	MGM China Holdings Ltd.	\$ 860	\$ 950	
		860	950	0.3
Netherlands				
25 100	Delta Lloyd N.V.	762	680	
131 900	Elsevier N.V.	2 790	3 231	
100 200	ING Groep N.V.	1 261	1 500	
		4 813	5 411	1.9
Norway				
27 600	StatoilHydro ASA	860	905	
		860	905	0.3
Spain				
2 000	ACS Actividades Construcción y Servicios S.A.	67	98	
59 400	Gas Natural SDG S.A.	1 280	2 002	
40 500	Iberdrola S.A.	295	330	
		1 642	2 430	0.9
Switzerland				
22 100	Roche Holdings AG Genussscheine	6 705	7 024	
3 400	Swiss Re AG	323	322	
133 100	UBS AG	2 749	2 603	
		9 777	9 949	3.5
United Kingdom				
45 500	3i Group Plc.	278	334	
4 200	AstraZeneca Plc.	219	333	
303 100	Aviva Plc.	2 639	2 821	
64 600	BHP Billiton Plc.	1 995	2 240	
64 800	BP Plc.	505	609	
900	British SKY Broadcasting Plc.	11	15	
460 400	BT Group Plc.	2 774	3 227	
504 100	Centrica Plc.	3 138	2 873	
65 200	easyJet Plc.	1 412	1 624	
22 400	GlaxoSmithKline Plc.	603	636	
503 500	ITV Plc.	1 464	1 637	
310 800	J Sainsbury Plc.	1 783	1 790	
6 400	Land Securities Group Plc. Real Estate Investment Trust	99	121	
2 557 700	Lloyds TSB Group Plc.	3 186	3 468	
78 000	Marks & Spencer Group Plc.	644	605	
22 900	Next Plc.	1 953	2 704	
2 000	Reckitt Benckiser Plc.	148	186	
900	Royal Dutch Shell Plc.	30	40	
200	Royal Dutch Shell Plc., B Shares	7	9	
247 400	Segro Plc. Real Estate Investment Trust	1 573	1 558	
		24 461	26 830	9.6
United States				
70 574	AbbVie Inc.	3 540	4 247	
52 200	Altria Group Inc.	2 305	2 334	
144 392	American Capital Agency Corp. Real Estate Investment Trust	3 617	3 606	
3 201	American International Group Inc.	165	186	
89 745	Apple Inc.	8 027	8 896	
134 769	Archer Daniels Midland Co.	5 413	6 341	
27 000	Baker Hughes Inc.	1 871	2 144	
244 941	Bank of America Corp.	4 084	4 016	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
43 124	Best Buy Co. Inc.	\$ 1 253	\$ 1 426	
13 223	Boeing Co.	1 857	1 792	
31 003	Bunge Ltd.	2 640	2 501	
30 700	Cardinal Health Inc.	2 394	2 245	
58 400	Caterpillar Inc.	6 546	6 769	
1 800	Cigna Corp.	176	177	
9 500	Citigroup Inc.	486	477	
29 468	Comcast Corp., Class A	1 471	1 687	
71 061	Computer Sciences Corp.	4 100	4 791	
106 197	ConocoPhillips	7 787	9 711	
4 300	Deere & Co.	415	415	
26 228	Delta Air Lines Inc.	808	1 083	
12 393	DIRECTV, LLC	944	1 124	
40 800	Dow Chemical Company	2 212	2 239	
8 400	Electronic Arts Inc.	317	321	
5 900	Eli Lilly & Co.	380	391	
5 251	Energizer Holdings Inc.	646	684	
7 300	Entergy Corp.	586	639	
12 900	EOG Resources Inc.	1 451	1 609	
10 900	Everest Re Group Ltd.	1 852	1 867	
4 500	Express Scripts Holding Co.	331	333	
28 524	Flextronics International Ltd.	273	337	
9 700	GameStop Corp., Class A	392	419	
4 300	Garmin Ltd.	261	279	
600	General Dynamics Corp.	72	75	
4 300	General Mills Inc.	239	241	
10 422	Halliburton Co.	525	790	
12 500	Herbalife Ltd.	934	861	
86 783	Hewlett-Packard Co.	2 327	3 118	
9 200	Host Marriott Corp.	216	216	
21 400	Humana Inc.	2 896	2 915	
49 983	Intel Corp.	1 230	1 647	
19 179	Johnson & Johnson	2 045	2 140	
11 684	JPMorgan Chase & Co.	716	718	
17 500	Kohls Corp.	1 002	983	
42 322	Lockheed Martin Corporation	5 940	7 254	
38 367	Lorillard Inc.	1 952	2 495	
62 637	LyondellBasell Industries N.V.	5 310	6 523	
7 100	Macy's Inc.	447	439	
6 400	Manpower Inc.	561	579	
16 450	MasterCard Inc.	1 234	1 289	
23 300	McGraw Hill Financial Inc.	2 073	2 064	
30 800	Medtronic Inc.	2 012	2 095	
18 300	Merck & Co. Inc.	1 121	1 129	
43 600	Micron Technology Inc.	1 183	1 532	
84 188	Microsoft Corp.	3 239	3 745	
48 800	Mondelez International Inc.	1 964	1 958	
68 000	Morgan Stanley	2 230	2 345	
42 185	Nabors Industries Ltd.	734	1 322	
12 700	Nordstrom Inc.	917	920	
16 091	Northrop Grumman Corp.	1 611	2 053	
21 900	Oracle Corporation	938	947	
1 500	O'Reilly Automotive Inc.	252	241	
7 400	PartnerRe Ltd.	792	863	
100 400	Pfizer Inc.	3 321	3 179	
14 400	Philip Morris International Inc.	1 349	1 295	
3 200	PPG Industries Inc.	688	717	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
25 012	Prudential Financial Inc.	\$ 2 187	\$ 2 368	
9 700	QUALCOMM Inc.	819	819	
20 210	Raytheon Company	2 167	1 989	
11 200	Ross Stores Inc.	790	790	
200	Safeway Inc.	5	7	
78 400	Southwest Airlines	1 732	2 246	
107 042	The Kroger Co.	4 497	5 642	
23 300	TJX Companies Inc.	1 371	1 321	
2 100	Travelers Cos. Inc.	212	211	
74 174	Tyson Foods Inc.	2 188	2 971	
2 400	United Parcel Service Inc.	258	263	
5 300	UnitedHealth Group Incorporated	449	462	
44 896	WellPoint Inc.	4 220	5 153	
4 587	Western Digital Corp.	309	452	
1 300	Wynn Resorts Ltd.	358	288	
28 700	Xerox Corp.	371	381	
		<u>142 603</u>	<u>159 137</u>	<u>56.6</u>
TOTAL GLOBAL EQUITIES		<u>254 618</u>	<u>280 355</u>	<u>99.8</u>
TOTAL INVESTMENTS		<u>254 618</u>	<u>280 355</u>	<u>99.8</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	17	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1)	–
TOTAL PORTFOLIO		<u>\$ 254 618</u>	<u>280 371</u>	<u>99.8</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>568</u>	<u>0.2</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 280 939</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 148 Sold USD 2 010 @ 1.0686	02-Jul-14	\$ 4
Bought CAD 32 Sold AUD 32 @ 1.0045	02-Jul-14	–
Bought CAD 7 Sold HKD 52 @ 0.1377	02-Jul-14	–
Bought CHF 863 Sold CAD 1 032 @ 1.1966	02-Jul-14	5
Bought EUR 1 300 Sold CAD 1 891 @ 1.4548	02-Jul-14	8
Bought NOK 874 Sold CAD 152 @ 0.1740	02-Jul-14	–
Bought CHF 652 Sold CAD 785 @ 1.2027	03-Jul-14	–
		<u>\$ 17</u>
Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 136 Sold JPY 202 946 @ 0.0105	02-Jul-14	\$ (1)
		<u>\$ (1)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 16</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013
ASSETS		
Investments at fair value	\$ 280 355	\$ 236 271
Cash	252	81
Due from investment dealers	27 713	–
Subscriptions receivable	1 121	63
Unrealized gain on foreign exchange contracts	17	–
Dividends receivable, interest accrued and other assets	369	150
TOTAL ASSETS	309 827	236 565
LIABILITIES		
Due to investment dealers	28 811	–
Redemptions payable	70	74
Unrealized loss on foreign exchange contracts	1	–
Distributions payable	–	9
Accounts payable and accrued expenses	6	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	28 888	87
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 280 939	\$ 236 478
Investments at cost	\$ 254 618	\$ 216 372
NAV, END OF PERIOD		
SERIES 0	\$ 280 939	\$ 236 478
NAV PER UNIT, END OF PERIOD		
SERIES 0	\$ 12.65	\$ 11.68

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 6 661
Other income (loss)	47
Securities lending revenue (see note 6 in the generic notes)	75
Net realized gain (loss) on investments	8 086
Net gain (loss) on foreign currencies and other net assets	(116)
Change in unrealized gain (loss) on investments	5 854
TOTAL INCOME (LOSS)	20 607
EXPENSES (see notes – Fund Specific Information)	
Administration fees	25
Board of Governors costs	1
GST/HST	3
Transaction costs	172
Withholding tax	605
TOTAL EXPENSES	806
INCREASE (DECREASE) IN NAV	\$ 19 801
INCREASE (DECREASE) IN NAV SERIES O	\$ 19 801
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 0.93

* Fund launched June 2013.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 19 801
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(8 086)
Change in unrealized loss (gain) on investments	(5 854)
(Increase) decrease in accrued receivables	(28 990)
Increase (decrease) in accrued payables	28 800
Cost of investments purchased	(205 726)
Proceeds on sales of investments	175 566
NET CASH PROVIDED BY OPERATING ACTIVITIES	(24 489)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	39 483
Cash paid on redemption of redeemable units	(14 823)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 24 660
Net increase (decrease) in cash for the year	171
Cash (bank overdraft), beginning of period	81
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 252
Interest received	\$ –
Dividends received, net of withholding taxes	\$ 5 884

* Fund launched June 2013.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series 0 2014
NAV AT BEGINNING OF PERIOD	\$ 236 478
INCREASE (DECREASE) IN NAV	19 801
Early redemption fees	–
Proceeds from redeemable units issued	39 483
Reinvestments of distributions to holders of redeemable units	1
Redemption of redeemable units	(14 823)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	24 661
Distributions from net income	(1)
Distributions from net gains	–
Distributions from capital	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)
NET INCREASE (DECREASE) IN NAV	44 461
NAV AT END OF PERIOD	\$ 280 939

* Fund launched June 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies throughout the world using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013
United States dollar	56.7	56.6
Euro	14.6	14.3
Pound sterling	9.6	10.0
Japanese yen	9.4	10.7
Swiss franc	3.5	1.5
Australian dollar	2.5	2.1
Danish krone	1.3	1.5
Hong Kong dollar	0.8	1.3
Swedish krona	–	0.7
Other currencies	0.6	0.7
Total	99.0	99.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 12-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
MSCI World Total Return Net Index (CAD)	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014 and December 31, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	161 677	118 678	–	280 355
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	17	–	17
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	161 677	118 694	–	280 371
% of total portfolio	57.7	42.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	134 981	101 290	–	236 271
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	134 981	101 290	–	236 271
% of total portfolio	57.1	42.9	–	100.0

For the periods ended June 30, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
----------	-------



June 30, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series 0	45	45
Value of all units	1	1

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) 2014

Series 0	
Opening units	20 247
Issued number of units	3 157
Reinvested number of units	–
Redeemed number of units	(1 197)
Ending number of units	22 207

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	172	100
Related-party brokerage commissions*	–	–
Commission arrangements [†]	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	15 483
Fair value of collateral received	15 793

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series 0		
Phillips, Hager & North Balanced Pension Trust	13 209	14 225

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013
Net assets	
Net assets as reported under Canadian GAAP	3 995
Revaluation of investments at FVTPL	5
Net assets attributable to holders of redeemable units	4 000

	June 30 2013
--	-----------------

Comprehensive income

Comprehensive income as reported under Canadian GAAP	–
Revaluation of investments at FVTPL (see note 3 in the generic notes)	4
Increase (decrease) in net assets attributable to holders of redeemable units	4



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE LOW VOLATILITY GLOBAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
400	AGL Energy Ltd.	\$ 7	\$ 6	
407 400	Telstra Corp. Ltd.	2 118	2 136	
300	Woodside Petroleum Ltd.	13	12	
		<u>2 138</u>	<u>2 154</u>	<u>2.1</u>
Belgium				
4 200	Belgacom S.A.	124	149	
12 300	Groupe Bruxelles Lambert S.A.	1 259	1 364	
		<u>1 383</u>	<u>1 513</u>	<u>1.4</u>
Canada				
6 600	Bank of Montreal	419	519	
3 200	Bank of Nova Scotia	209	228	
2 300	Bell Aliant Inc.	61	64	
2 500	Dollarama Inc.	212	220	
2 900	H&R Real Estate Investment Trust	68	68	
1 100	Power Financial Corp.	36	37	
7 300	Royal Bank of Canada*	547	557	
44 300	Toronto-Dominion Bank	2 114	2 433	
		<u>3 666</u>	<u>4 126</u>	<u>3.9</u>
Finland				
4 300	Elisa OYJ	96	140	
		<u>96</u>	<u>140</u>	<u>0.1</u>
France				
600	Air Liquide S.A.	77	86	
6 200	Dassault Systèmes S.A.	833	850	
1 100	L'Oréal S.A.	179	202	
1 100	Suez Environnement SA	24	22	
		<u>1 113</u>	<u>1 160</u>	<u>1.1</u>
Germany				
5 900	Bayer AG	885	890	
2 700	Deutsche Post AG	107	104	
6 000	E.ON SE	123	132	
7 800	Fresenius Medical Care AG & Co. KGaA	561	560	
2 200	MAN AG	290	290	
		<u>1 966</u>	<u>1 976</u>	<u>1.9</u>
Hong Kong				
245 900	Cheung Kong Infrastructure Holdings Ltd.	1 655	1 812	
320 600	CLP Holdings Ltd.	2 727	2 809	
22 400	Hang Seng Bank Ltd.	376	390	
157 740	Hong Kong & China Gas Co. Ltd.	363	368	
19 400	Hong Kong Electric Holdings Ltd.	178	181	
		<u>5 299</u>	<u>5 560</u>	<u>5.3</u>
Ireland				
8 400	Kerry Group Plc.	509	670	
		<u>509</u>	<u>670</u>	<u>0.6</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Israel				
30 700	Bank Hapoalim Ltd.	\$ 192	\$ 189	
9 700	NICE Systems Ltd.	397	423	
18 400	Teva Pharmaceutical Industries Ltd.	782	1 031	
		<u>1 371</u>	<u>1 643</u>	<u>1.6</u>
Italy				
57 600	Snam Rete Gas S.p.A.	357	370	
205 300	Terna Rete Elettrica Nazionale S.p.A.	1 151	1 154	
		<u>1 508</u>	<u>1 524</u>	<u>1.5</u>
Japan				
14 800	ABC-Mart Inc.	624	845	
10 800	Benesse Corporation	460	500	
200	Fujirebio Inc.	10	10	
3 600	Japan Airlines Co. Ltd.	197	212	
20 400	Kamigumi Co. Ltd.	158	200	
4 900	Kurita Water Industries Ltd.	113	121	
58 600	McDonald's Holdings Co Japan Ltd.	1 643	1 756	
200	Nippon Telegraph & Telephone Corp.	13	13	
168 300	NTT DoCoMo Inc.	2 756	3 064	
4 000	Ono Pharmaceutical Co. Ltd.	245	375	
6 500	Oriental Land Co. Ltd.	1 038	1 188	
11 000	Otsuka Holdings Co. Ltd.	357	364	
2 700	Takeda Pharmaceutical Co. Ltd.	134	134	
51 800	Tanabe Seiyaku Co. Ltd.	822	827	
40 500	Tokyo Gas Co. Ltd.	231	252	
26 100	USS Co. Ltd.	292	475	
		<u>9 093</u>	<u>10 336</u>	<u>9.9</u>
Netherlands				
21 700	Elsevier N.V.	449	532	
9 400	Unilever N.V.	378	439	
1 500	Wolters Kluwer N.V.	46	47	
		<u>873</u>	<u>1 018</u>	<u>1.0</u>
Singapore				
12 900	Singapore Airlines Ltd.	114	115	
13 100	Singapore Exchange Ltd.	79	78	
153 800	Singapore Press Holdings Ltd.	527	549	
280 500	Singapore Telecommunications Ltd.	827	925	
		<u>1 547</u>	<u>1 667</u>	<u>1.6</u>
Spain				
700	Gas Natural SDG S.A.	23	24	
12 000	Iberdrola S.A.	94	98	
		<u>117</u>	<u>122</u>	<u>0.1</u>
Sweden				
12 200	Telia AB	93	95	
		<u>93</u>	<u>95</u>	<u>0.1</u>
Switzerland				
500	Baloise Holding Ltd.	69	63	
100	Lindt & Spruengli AG	516	543	
14 500	Nestlé S.A.	1 025	1 199	
12 100	Novartis AG	899	1 169	
2 500	Swisscom AG	1 134	1 549	
		<u>3 643</u>	<u>4 523</u>	<u>4.3</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
2 400	Associated British Foods Plc.	\$ 61	\$ 134	
21 600	BT Group Plc.	157	151	
151 300	Centrica Plc.	906	862	
11 500	GlaxoSmithKline Plc.	320	327	
500	HSBC Holdings Plc. (U.K. Reg.)	5	5	
45 300	National Grid Plc.	518	696	
6 600	Next Plc.	575	779	
5 200	Royal Dutch Shell Plc.	220	229	
1 800	Segro Plc. Real Estate Investment Trust	11	11	
29 600	Smith & Nephew Plc.	485	559	
4 000	SSE Plc.	102	114	
		3 360	3 867	3.7
United States				
13 241	3M Co.	1 687	2 023	
3 529	ACE Ltd.	324	390	
4 870	American Water Works Co. Inc.	209	257	
9 123	AmerisourceBergen Corp.	596	707	
12 339	Archer Daniels Midland Co.	582	581	
26 606	AT&T Inc.	977	1 004	
5 610	Automatic Data Processing Inc.	439	474	
1 153	Avery Dennison Corp.	64	63	
17 389	Becton Dickinson & Co.	2 061	2 194	
12 314	Berkshire Hathaway Inc., Class B	1 417	1 662	
8 725	Bunge Ltd.	739	704	
585	Cardinal Health Inc.	42	43	
12 987	Chevron Corp.	1 669	1 808	
1 236	Church & Dwight Co. Inc.	93	92	
26 158	Cintas Corp.	1 657	1 773	
17 515	Colgate-Palmolive Company	1 068	1 273	
7 297	ConocoPhillips	589	667	
2 452	Consolidated Edison Inc.	150	151	
7 039	Costco Wholesale Corp.	819	865	
848	Dominion Resources Inc.	47	65	
8 590	DTE Energy Company	571	714	
12 451	Duke Energy Corp.	982	985	
2 295	Entergy Corp.	175	201	
589	Everest Re Group Ltd.	98	101	
10 960	Exxon Mobil Corp.	1 059	1 176	
4 080	Fiserv Inc.	240	263	
12 299	General Mills Inc.	587	689	
18 113	Henry Schein Inc.	2 273	2 293	
8 199	Home Depot Inc.	641	708	
10 989	Honeywell International Inc.	1 132	1 089	
6 484	Hormel Foods Corp.	340	341	
1 260	International Flavors & Fragrances Inc.	126	140	
27 863	Johnson & Johnson	2 582	3 108	
592	Kellogg Co.	39	41	
2 597	Kimberly-Clark Corp.	299	308	
11 291	L-3 Communications Holdings Inc.	1 310	1 454	
2 074	Loews Corp.	100	97	
2 277	Marsh & McLennan Companies Inc.	125	126	
12 277	McDonald's Corp.	1 313	1 319	
334	Medtronic Inc.	22	23	
9 093	Merck & Co. Inc.	510	561	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
3 305	NextEra Energy Inc.	\$ 266	\$ 361	
12 444	Patterson Co. Inc.	503	524	
26 603	PepsiCo Inc.	2 280	2 535	
45 771	Pfizer Inc.	1 386	1 449	
3 137	Philip Morris International Inc.	299	282	
32 443	PPL Corporation	1 072	1 230	
7 754	Praxair Inc.	1 139	1 099	
14 124	Procter & Gamble Co.	1 228	1 184	
1 729	Public Service Enterprise Group	70	75	
2 837	QUALCOMM Inc.	244	240	
5 316	SCANA Corp.	253	305	
13 638	Sempra Energy	1 491	1 523	
17 606	Sigma-Aldrich Corp.	1 632	1 906	
65 439	Southern Co.	2 977	3 167	
10 981	Target Corporation	802	679	
21 307	Texas Instruments Inc.	1 095	1 086	
6 984	The Coca-Cola Co.	298	315	
12 947	The Hershey Co.	1 257	1 345	
26 050	Torchmark Corp.	2 146	2 276	
1 808	United Parcel Service Inc.	199	198	
3 408	U.S. Bancorp	154	157	
10 886	Verizon Communications Inc.	570	568	
35 586	Wal-Mart Stores, Inc.	2 897	2 848	
4 068	WellPoint Inc.	434	467	
50 949	Wisconsin Energy Corp.	2 353	2 550	
8 849	Xcel Energy Inc.	271	304	
7 660	Zimmer Holdings Inc.	804	849	
		57 873	62 055	59.4
TOTAL GLOBAL EQUITIES		95 648	104 149	99.6
SHORT-TERM INVESTMENTS†		572	572	0.6
TOTAL INVESTMENTS		96 220	104 721	100.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		—	(1)	—
TOTAL PORTFOLIO		\$ 96 220	104 720	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(193)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 104 527	100.0	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.95% and mature on July 2, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 23 Sold CAD 33 @ 1.4552	02-Jul-14	\$ —
Bought GBP 3 Sold CAD 5 @ 1.8165	02-Jul-14	—
Bought AUD 33 Sold CAD 33 @ 1.0060	03-Jul-14	—
Bought CHF 48 Sold CAD 58 @ 1.2027	03-Jul-14	—
		<u>\$ —</u>

Contracts	Maturity Date	Unrealized Loss
Bought JPY 2 606 Sold CAD 27 @ 0.0105	03-Jul-14	\$ (1)
		<u>\$ (1)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (1)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 104 721	\$ 79 385	\$ 3 088
Cash	77	1	–
Subscriptions receivable	1 005	312	–
Dividends receivable, interest accrued and other assets	80	123	5
TOTAL ASSETS	105 883	79 821	3 093
LIABILITIES			
Bank overdraft	–	–	83
Due to investment dealers	1 269	303	–
Redemptions payable	42	38	–
Unrealized loss on foreign exchange contracts	1	1	1
Accounts payable and accrued expenses	44	21	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 356	363	84
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 104 527	\$ 79 458	\$ 3 009
Investments at cost	\$ 96 220	\$ 72 415	\$ 3 085
NAV, END OF PERIOD			
SERIES A	\$ 15 119	\$ 6 633	\$ 1
ADVISOR SERIES	\$ 2 521	\$ 1 908	\$ 1
SERIES H	\$ 14	\$ 1	\$ –
SERIES D	\$ 6 452	\$ 3 798	\$ 1
SERIES F	\$ 3 053	\$ 3 028	\$ 1
SERIES I	\$ 1	\$ 1	\$ –
SERIES O	\$ 77 367	\$ 64 089	\$ 3 005
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 13.13	\$ 12.32	\$ 9.99
ADVISOR SERIES	\$ 13.13	\$ 12.32	\$ 9.99
SERIES H	\$ 13.15	\$ 12.32	\$ –
SERIES D	\$ 13.26	\$ 12.38	\$ 9.99
SERIES F	\$ 13.31	\$ 12.42	\$ 10.00
SERIES I	\$ 13.32	\$ 12.40	\$ –
SERIES O	\$ 13.38	\$ 12.42	\$ 10.00



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 439	\$ 378
Interest for distribution purposes	3	1
Other income (loss)	(3)	3
Securities lending revenue (see note 6 in the generic notes)	12	3
Net realized gain (loss) on investments	4 061	159
Net gain (loss) on foreign currencies and other net assets	(15)	54
Change in unrealized gain (loss) on investments	1 531	1 648
TOTAL INCOME (LOSS)	7 028	2 246
EXPENSES (see notes – Fund Specific Information)		
Management fees	165	5
Administration fees	23	2
GST/HST	18	–
Transaction costs	44	27
Withholding tax	208	46
TOTAL EXPENSES	458	80
INCREASE (DECREASE) IN NAV	\$ 6 570	\$ 2 166
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 570	\$ 1
ADVISOR SERIES	\$ 136	\$ 5
SERIES H	\$ –	\$ –
SERIES D	\$ 334	\$ 1
SERIES F	\$ 211	\$ 1
SERIES I	\$ –	\$ –
SERIES O	\$ 5 319	\$ 2 158
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.80	\$ 1.04
ADVISOR SERIES	\$ 0.80	\$ 1.05
SERIES H	\$ 0.78	\$ –
SERIES D	\$ 0.86	\$ 1.10
SERIES F	\$ 0.90	\$ 1.14
SERIES I	\$ 0.92	\$ –
SERIES O	\$ 0.96	\$ 1.29

* Series H and Series I launched August 2013.

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 6 570	\$ 2 166
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 061)	(159)
Change in unrealized loss (gain) on investments	(1 531)	(1 648)
(Increase) decrease in accrued receivables	(650)	(400)
Increase (decrease) in accrued payables	993	179
Cost of investments purchased	(156 109)	(68 407)
Proceeds on sales of investments	136 365	33 376
NET CASH PROVIDED BY OPERATING ACTIVITIES	(18 423)	(34 893)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49 698	37 320
Cash paid on redemption of redeemable units	(31 199)	(2 230)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 18 499	\$ 35 090
Net increase (decrease) in cash for the year	76	197
Cash (bank overdraft), beginning of period	1	(83)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 77	\$ 114
Interest received	\$ 3	\$ 1
Dividends received, net of withholding taxes	\$ 1 271	\$ 332

* Series H and Series I launched August 2013.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 633	\$ 1	\$ 1 908	\$ 1	\$ 1	\$ -	\$ 3 798	\$ 1
INCREASE (DECREASE) IN NAV	570	1	136	5	-	-	334	1
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	9 328	1 550	624	453	13	-	2 970	1 299
Reinvestments of distributions to holders of redeemable units	-	-	-	-	-	-	-	-
Redemption of redeemable units	(1 412)	(89)	(147)	(24)	-	-	(650)	(38)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 916	1 461	477	429	13	-	2 320	1 261
Distributions from net income	-	-	-	-	-	-	-	-
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN NAV	8 486	1 462	613	434	13	-	2 654	1 262
NAV AT END OF PERIOD	\$ 15 119	\$ 1 463	\$ 2 521	\$ 435	\$ 14	\$ -	\$ 6 452	\$ 1 263

For the periods ended June 30 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 028	\$ 1	\$ 1	\$ -	\$ 64 089	\$ 3 005	\$ 79 458	\$ 3 009
INCREASE (DECREASE) IN NAV	211	1	-	-	5 319	2 158	6 570	2 166
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	243	256	-	-	36 520	33 762	49 698	37 320
Reinvestments of distributions to holders of redeemable units	-	-	-	-	-	-	-	-
Redemption of redeemable units	(429)	(103)	-	-	(28 561)	(1 976)	(31 199)	(2 230)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(186)	153	-	-	7 959	31 786	18 499	35 090
Distributions from net income	-	-	-	-	-	-	-	-
Distributions from net gains	-	-	-	-	-	-	-	-
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN NAV	25	154	-	-	13 278	33 944	25 069	37 256
NAV AT END OF PERIOD	\$ 3 053	\$ 155	\$ 1	\$ -	\$ 77 367	\$ 36 949	\$ 104 527	\$ 40 265

* Series H and Series I launched August 2013.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of global companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	59.0	56.2	45.5
Japanese yen	9.9	9.6	12.1
Euro	7.8	7.6	6.8
Hong Kong dollar	5.3	5.2	4.4
Swiss franc	4.3	6.1	6.7
Pound sterling	3.7	4.2	4.7
Australian dollar	2.1	1.2	–
Singapore dollar	1.6	1.6	4.8
Israeli new shekel	1.6	1.2	0.5
Swedish krona	0.1	–	–
Other currencies	–	0.7	0.6
Total	95.4	93.6	86.1

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.9%, January 1, 2013 – 0.9%).

In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 18-month (December 31, 2013 – 12-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013
MSCI World Total Return Net Index (CAD)	+ or - 0.7	+ or - 0.7

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	66 181	37 968	–	104 149
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	572	–	572
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	66 181	38 539	–	104 720
% of total portfolio	63.2	36.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	49 275	29 502	–	78 777
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	608	–	608
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	49 275	30 109	–	79 384
% of total portfolio	62.1	37.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 592	1 224	–	2 816
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	272	–	272
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	1 592	1 495	–	3 087
% of total portfolio	51.6	48.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	101	101
Advisor Series	101	101
Series H	87	87
Series D	101	101
Series F	101	101
Series I	87	87
Series O	–	306 528
Value of all units	8	3 814

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	538	–
Issued number of units	723	136
Reinvested number of units	–	–
Redeemed number of units	(110)	(8)
Ending number of units	1 151	128
Advisor Series		
Opening units	155	–
Issued number of units	48	40
Reinvested number of units	–	–
Redeemed number of units	(11)	(2)
Ending number of units	192	38
Series H		
Opening units	–	–
Issued number of units	1	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	1	–
Series D		
Opening units	307	–
Issued number of units	230	113
Reinvested number of units	–	–
Redeemed number of units	(50)	(3)
Ending number of units	487	110
Series F		
Opening units	244	–
Issued number of units	18	22
Reinvested number of units	–	–
Redeemed number of units	(33)	(9)
Ending number of units	229	13
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series O		
Opening units	5 160	301
Issued number of units	2 820	3 073
Reinvested number of units	–	–
Redeemed number of units	(2 199)	(171)
Ending number of units	5 781	3 203

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	44	100	27	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	5 505	1 530
Fair value of collateral received	5 616	1 561

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	40 261	3 009
Revaluation of investments at FVTPL	4	–
Net assets attributable to holders of redeemable units	40 265	3 009

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	2 162
Revaluation of investments at FVTPL (see note 3 in the generic notes)	4
Increase (decrease) in net assets attributable to holders of redeemable units	2 166

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC JANTZI GLOBAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
18 400	Brambles Ltd.	\$ 166	\$ 170	
2 100	Commonwealth Bank of Australia	155	171	
2 600	CSL Ltd.	176	174	
5 000	National Australia Bank Ltd.	136	165	
		633	680	3.2
Belgium				
2 305	InBev N.V.	278	282	
		278	282	1.3
Denmark				
4 743	Christian Hansen Holding A/S	145	212	
6 271	Novo Nordisk A/S	193	308	
		338	520	2.4
Finland				
3 850	Sampo OYJ	106	207	
		106	207	1.0
Germany				
930	Brenntag AG	118	177	
501	Continental AG	75	124	
3 286	Fuchs Petrolub SE Preference	138	157	
3 472	GEA Group AG	99	174	
2 053	Henkel KGaA, Preferred Non-Voting	181	253	
2 980	SAP AG	187	246	
		798	1 131	5.3
Hong Kong				
18 500	ASM Pacific Technology Limited	186	216	
20 000	Hong Kong Electric Holdings Ltd.	196	187	
		382	403	1.9
Ireland				
2 230	Paddy Power Plc.	174	156	
		174	156	0.7
Italy				
3 867	Azimut Holding S.p.A.	37	106	
		37	106	0.5
Japan				
15 000	Asahi Kasei Corp.	98	122	
2 900	Bridgestone Corp.	112	108	
1 400	East Japan Railway Company	119	118	
1 700	KDDI Corporation	110	111	
5 700	Mitsubishi Corp.	113	127	
3 200	Nomura Research Institute Ltd.	110	108	
2 900	Seiko Epson Corp.	130	132	
1 500	SoftBank Corp.	136	119	
8 700	Sumitomo Electric Industries Ltd.	126	131	
3 200	Sumitomo Mitsui Financial Group Inc.	105	143	
3 900	Tokio Marine Holdings, Inc.	132	137	
1 800	Toyota Motor Corp.	90	115	
22 600	Yahoo! Japan Corp.	117	111	
		1 498	1 582	7.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
8 256	Elsevier N.V.	\$ 191	\$ 202	
18 821	ING Groep N.V.	228	282	
64 536	Koninklijke KPN N.V.	260	251	
8 566	SBM Offshore N.V.	185	147	
		864	882	4.2
Norway				
8 285	DnB ASA	99	161	
		99	161	0.8
Spain				
4 538	ACS Actividades Construcción y Servicios S.A.	162	222	
13 796	Gamesa Corp Tecnologica S.A.	118	184	
2 008	Grifols S.A.	117	117	
		397	523	2.5
Sweden				
4 316	Svenska Cellulosa AB	90	120	
5 324	Swedbank AB	91	150	
		181	270	1.3
Switzerland				
1 715	Novartis AG	104	166	
1 086	Roche Holdings AG Genussscheine	272	345	
629	Schindler Holding AG	76	102	
		452	613	2.9
United Kingdom				
20 652	Aberdeen Asset Management Plc.	93	171	
4 377	Berkeley Group Holdings Plc.	164	193	
34 487	BT Group Plc.	112	242	
17 822	Daily Mail & General Trust Plc.	210	271	
4 329	Diageo Plc.	99	147	
20 272	Howden Joinery Group Plc.	39	115	
2 843	London Stock Exchange Group Plc.	50	104	
4 760	Petrofac Limited	110	104	
10 790	Playtech Plc.	141	121	
3 734	Rio Tinto Plc.	229	215	
3 797	Shire Plc.	141	318	
		1 388	2 001	9.4
United States				
1 000	3M Co.	148	153	
1 000	AbbVie Inc.	59	60	
7 500	Alcoa Inc.	106	119	
2 200	American International Group Inc.	126	128	
1 300	Ameriprise Financial Inc.	164	166	
1 900	Apache Corp.	186	204	
6 460	Apple Inc.	539	640	
700	AT&T Inc.	28	26	
600	Aetna Inc.	53	52	
200	Autozone Inc.	115	114	
1 500	Baker Hughes Inc.	108	119	
500	Biogen Idec Inc.	170	168	
2 500	Capital One Financial Corp.	208	220	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 200	Cardinal Health Inc.	\$ 85	\$ 88	
400	CBS Corp.	22	27	
1 400	CenturyTel Inc.	56	54	
500	Cimarex Energy Co.	75	77	
5 500	Cisco Systems Inc.	142	146	
2 400	Coca-Cola Enterprises Inc.	121	122	
900	Comcast Corp., Class A	51	52	
3 000	CVS Corp.	223	241	
2 500	Delta Air Lines Inc.	75	103	
1 500	Devon Energy Corporation	124	127	
2 600	Discover Financial Services	146	172	
1 900	Dr Pepper Snapple Group Inc.	112	119	
2 500	E*TRADE Financial Corp.	56	57	
1 400	Eli Lilly & Co.	89	93	
800	EOG Resources Inc.	88	100	
1 400	EQT Corp.	153	160	
6 200	Ford Motor Company	109	114	
4 600	Frontier Communications Corp.	27	29	
1 800	Garmin Ltd.	113	117	
700	General Motors Co.	28	27	
3 000	Genworth Financial Inc., Class A	57	56	
1 500	Gilead Sciences Inc.	126	133	
175	Google Inc., Class A	134	109	
500	GoPro Inc., Class A	13	22	
6 300	Hewlett-Packard Co.	203	226	
1 000	Hess Corp.	104	105	
3 700	Host Marriott Corp.	86	87	
400	Humana Inc.	55	54	
6 600	Intel Corp.	195	218	
2 900	Invesco Ltd.	117	117	
1 200	Johnson Controls Inc.	65	64	
1 900	JPMorgan Chase & Co.	121	117	
1 000	LyondellBasell Industries N.V.	86	104	
2 300	Macy's Inc.	146	142	
2 200	Marathon Oil Corp.	93	94	
800	MasterCard Inc.	66	63	
400	McKesson Corp.	77	79	
600	Mead Johnson Nutrition Co., Class A	60	60	
2 400	Medtronic Inc.	163	163	
3 000	MetLife Inc.	174	178	
7 000	Microsoft Corp.	290	311	
1 700	Molson Coors Brewing Co., Class B	134	134	
2 800	Mondelez International Inc.	114	112	
5 000	Morgan Stanley	156	172	
1 300	Nike Inc.	105	108	
5 600	NiSource Inc.	225	235	
1 900	Norfolk Southern Corp.	203	209	
6 700	Nvidia Corp.	139	133	
400	O'Reilly Automotive Inc.	64	64	
6 300	Oracle Corporation	274	272	
1 900	PepsiCo Inc.	177	181	
500	PPG Industries Inc.	108	112	
2 000	Robert Half International Inc.	103	102	
1 300	QUALCOMM Inc.	114	110	
1 000	Rockwell Automation Inc.	130	133	
1 200	Saia Inc.	56	56	
900	Seagate Technology	51	55	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
2 100	Sempra Energy	\$ 229	\$ 235	
3 900	Southwest Airlines	110	112	
600	Starwood Hotels & Resorts Worldwide Inc.	53	52	
2 900	The Kroger Co.	144	153	
1 700	The Walt Disney Company	137	155	
400	Time Warner Cable Inc.	62	63	
1 900	Union Pacific Corp.	200	202	
1 600	United Rentals Inc.	140	179	
1 900	UnitedHealth Group Incorporated	169	166	
2 100	Verizon Communications Inc.	111	110	
2 900	Weatherford International Plc.	68	71	
1 000	WellPoint Inc.	111	115	
5 900	Wells Fargo & Company	290	331	
600	Western Digital Corp.	57	59	
11 000	Xerox Corp.	136	146	
600	Yum! Brands, Inc.	52	52	
		<u>10 558</u>	<u>11 085</u>	<u>52.2</u>
TOTAL GLOBAL EQUITIES		<u>18 183</u>	<u>20 602</u>	<u>97.1</u>
SHORT-TERM INVESTMENTS*		<u>888</u>	<u>889</u>	<u>4.2</u>
TOTAL INVESTMENTS		<u>19 071</u>	<u>21 491</u>	<u>101.3</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	116	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(20)	(0.1)
TOTAL PORTFOLIO		<u>\$ 19 071</u>	<u>21 587</u>	<u>101.7</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(360)	(1.7)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 21 227</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.07% to 0.95% and mature on July 2, 2014.



June 30, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 21 Sold HKD 148 @ 0.1410	02-Jul-14	\$ 1
Bought CAD 82 Sold GBP 45 @ 1.8297	02-Jul-14	–
Bought GBP 45 Sold CAD 82 @ 1.8152	02-Jul-14	–
Bought HKD 148 Sold CAD 20 @ 0.1377	02-Jul-14	–
Bought CAD 367 Sold USD 327 @ 1.1233	03-Jul-14	19
Bought USD 327 Sold CAD 349 @ 1.0670	03-Jul-14	–
Bought CAD 11 Sold SEK 65 @ 0.1633	07-Jul-14	–
Bought CAD 13 Sold SEK 79 @ 0.1634	07-Jul-14	–
Bought CAD 14 Sold SEK 81 @ 0.1687	07-Jul-14	1
Bought CAD 21 Sold SEK 125 @ 0.1686	07-Jul-14	1
Bought CAD 174 Sold USD 160 @ 1.0871	08-Jul-14	3
Bought CAD 11 Sold JPY 1 000 @ 0.0107	09-Jul-14	–
Bought CAD 203 Sold USD 185 @ 1.0977	09-Jul-14	6
Bought CAD 24 Sold USD 22 @ 1.0833	09-Jul-14	–
Bought CAD 90 Sold USD 81 @ 1.1070	09-Jul-14	5
Bought USD 32 Sold CAD 34 @ 1.0715	09-Jul-14	–
Bought CAD 5 Sold USD 5 @ 1.0914	10-Jul-14	–
Bought USD 4 Sold CAD 4 @ 1.1018	10-Jul-14	–
Bought CAD 20 Sold JPY 1 856 @ 0.0108	11-Jul-14	1
Bought CAD 76 Sold EUR 50 @ 1.5110	11-Jul-14	5
Bought CAD 77 Sold EUR 52 @ 1.4958	11-Jul-14	2
Bought CAD 9 Sold EUR 6 @ 1.4979	11-Jul-14	–
Bought CAD 9 Sold JPY 880 @ 0.0107	14-Jul-14	–
Bought CAD 98 Sold JPY 9 052 @ 0.0108	14-Jul-14	5
Bought CAD 11 Sold GBP 6 @ 1.8464	15-Jul-14	–
Bought CAD 14 Sold SEK 86 @ 0.1633	15-Jul-14	–
Bought CAD 31 Sold USD 28 @ 1.0932	15-Jul-14	1
Bought CAD 64 Sold USD 58 @ 1.1053	15-Jul-14	2
Bought SEK 86 Sold CAD 14 @ 6.0990	15-Jul-14	–
Bought CAD 134 Sold USD 122 @ 1.0949	17-Jul-14	3
Bought CAD 14 Sold DKK 72 @ 0.2002	17-Jul-14	–
Bought CAD 4 Sold USD 4 @ 1.0935	17-Jul-14	–
Bought CAD 28 Sold JPY 2 640 @ 0.0107	18-Jul-14	–
Bought CAD 4 Sold HKD 25 @ 0.1402	21-Jul-14	–
Bought CAD 6 Sold HKD 46 @ 0.1411	21-Jul-14	–
Bought CAD 113 Sold EUR 74 @ 1.5230	22-Jul-14	5
Bought CAD 23 Sold JPY 2 090 @ 0.0108	22-Jul-14	1
Bought CAD 30 Sold EUR 20 @ 1.4963	22-Jul-14	1
Bought CAD 4 Sold EUR 3 @ 1.4743	22-Jul-14	–
Bought CAD 42 Sold AUD 42 @ 1.0063	22-Jul-14	–
Bought CAD 9 Sold EUR 6 @ 1.4712	22-Jul-14	–
Bought CAD 30 Sold CHF 25 @ 1.2213	23-Jul-14	–
Bought CAD 33 Sold CHF 27 @ 1.2233	23-Jul-14	1
Bought CAD 83 Sold USD 76 @ 1.0954	23-Jul-14	2
Bought CAD 96 Sold GBP 52 @ 1.8411	23-Jul-14	1
Bought CAD 5 Sold AUD 5 @ 1.0055	24-Jul-14	–
Bought CAD 6 Sold USD 5 @ 1.1010	24-Jul-14	–
Bought CAD 80 Sold EUR 53 @ 1.4963	24-Jul-14	2
Bought USD 2 Sold CAD 2 @ 1.0923	24-Jul-14	–
Bought CAD 16 Sold AUD 16 @ 1.0055	28-Jul-14	–
Bought CAD 28 Sold AUD 28 @ 1.0125	28-Jul-14	–
Bought CAD 30 Sold AUD 30 @ 1.0119	28-Jul-14	–
Bought CAD 41 Sold USD 37 @ 1.1009	28-Jul-14	1
Bought CAD 53 Sold AUD 53 @ 1.0055	28-Jul-14	–
Bought GBP 21 Sold CAD 39 @ 1.8220	29-Jul-14	–

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 Sold NOK 7 @ 0.1840	30-Jul-14	\$ –
Bought CAD 15 Sold JPY 1 400 @ 0.0107	30-Jul-14	–
Bought CAD 5 Sold JPY 500 @ 0.0105	30-Jul-14	–
Bought CAD 6 Sold EUR 4 @ 1.4716	30-Jul-14	–
Bought CAD 96 Sold EUR 65 @ 1.4830	30-Jul-14	1
Bought CAD 6 Sold USD 5 @ 1.1065	31-Jul-14	–
Bought CAD 24 Sold EUR 16 @ 1.5182	01-Aug-14	1
Bought CAD 3 Sold JPY 280 @ 0.0107	01-Aug-14	–
Bought CAD 34 Sold JPY 3 150 @ 0.0107	01-Aug-14	–
Bought CAD 9 Sold EUR 6 @ 1.4741	01-Aug-14	–
Bought EUR 5 Sold CAD 7 @ 1.4930	01-Aug-14	–
Bought CAD 28 Sold DKK 139 @ 0.2044	05-Aug-14	1
Bought CAD 4 Sold CHF 3 @ 1.2123	05-Aug-14	–
Bought CAD 4 Sold NOK 20 @ 0.1756	05-Aug-14	–
Bought CAD 44 Sold USD 40 @ 1.0927	05-Aug-14	1
Bought CAD 4 Sold SEK 24 @ 0.1635	06-Aug-14	–
Bought CAD 4 Sold SEK 25 @ 0.1634	06-Aug-14	–
Bought CAD 2 Sold SEK 12 @ 0.1635	07-Aug-14	–
Bought CAD 23 Sold CHF 19 @ 1.2029	07-Aug-14	–
Bought CAD 116 Sold USD 108 @ 1.0696	08-Aug-14	–
Bought CAD 175 Sold USD 160 @ 1.0912	08-Aug-14	4
Bought CAD 22 Sold USD 20 @ 1.0920	08-Aug-14	–
Bought CAD 5 Sold USD 5 @ 1.0896	08-Aug-14	–
Bought CAD 7 Sold HKD 51 @ 0.1403	11-Aug-14	–
Bought CAD 12 Sold EUR 8 @ 1.5009	12-Aug-14	–
Bought CAD 16 Sold CHF 13 @ 1.2122	12-Aug-14	–
Bought CAD 18 Sold GBP 10 @ 1.8442	12-Aug-14	–
Bought CAD 37 Sold JPY 3 427 @ 0.0107	12-Aug-14	1
Bought CAD 66 Sold CHF 54 @ 1.2168	12-Aug-14	1
Bought CAD 74 Sold USD 68 @ 1.0919	12-Aug-14	2
Bought CAD 280 Sold USD 258 @ 1.0845	13-Aug-14	4
Bought CAD 5 Sold EUR 3 @ 1.4986	13-Aug-14	–
Bought CAD 6 Sold DKK 28 @ 0.2007	13-Aug-14	–
Bought CAD 71 Sold USD 65 @ 1.0903	14-Aug-14	1
Bought EUR 4 Sold CAD 6 @ 1.4942	14-Aug-14	–
Bought CAD 5 Sold SEK 31 @ 0.1637	15-Aug-14	–
Bought CAD 4 Sold USD 4 @ 1.0884	19-Aug-14	–
Bought GBP 10 Sold CAD 18 @ 1.8443	19-Aug-14	–
Bought CAD 1 Sold NOK 5 @ 0.1755	20-Aug-14	–
Bought CAD 4 Sold NOK 20 @ 0.1756	20-Aug-14	–
Bought CAD 48 Sold EUR 32 @ 1.4952	20-Aug-14	1
Bought CAD 5 Sold DKK 27 @ 0.1965	20-Aug-14	–
Bought CAD 53 Sold JPY 4 938 @ 0.0107	20-Aug-14	1
Bought CAD 1 Sold USD 1 @ 1.0927	21-Aug-14	–
Bought CAD 13 Sold USD 12 @ 1.0883	21-Aug-14	–
Bought CAD 23 Sold CHF 19 @ 1.2175	21-Aug-14	–
Bought CAD 26 Sold CHF 21 @ 1.2168	21-Aug-14	–
Bought CAD 33 Sold CHF 27 @ 1.2167	21-Aug-14	–
Bought CHF 18 Sold CAD 22 @ 1.2124	21-Aug-14	–
Bought CAD 140 Sold USD 128 @ 1.0912	22-Aug-14	3
Bought CAD 11 Sold USD 10 @ 1.0893	25-Aug-14	–
Bought CAD 32 Sold DKK 162 @ 0.1984	25-Aug-14	–
Bought USD 5 Sold CAD 5 @ 1.0883	25-Aug-14	–
Bought CAD 1 Sold HKD 10 @ 0.1404	26-Aug-14	–
Bought CAD 10 Sold HKD 70 @ 0.1404	26-Aug-14	–

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 53 Sold HKD 378 @ 0.1405	26-Aug-14	\$ 1
Bought CAD 10 Sold EUR 7 @ 1.4620	27-Aug-14	–
Bought CAD 185 Sold USD 170 @ 1.0879	27-Aug-14	3
Bought CAD 75 Sold EUR 51 @ 1.4786	28-Aug-14	1
Bought CAD 22 Sold CHF 18 @ 1.2031	29-Aug-14	–
Bought CAD 13 Sold EUR 9 @ 1.4757	02-Sep-14	–
Bought CAD 37 Sold USD 25 @ 1.4757	02-Sep-14	–
Bought CAD 43 Sold EUR 29 @ 1.4755	02-Sep-14	–
Bought CAD 11 Sold JPY 1 000 @ 0.0107	03-Sep-14	–
Bought CAD 29 Sold JPY 2 700 @ 0.0107	03-Sep-14	–
Bought CAD 40 Sold USD 37 @ 1.0888	03-Sep-14	1
Bought CAD 16 Sold DKK 82 @ 0.1992	04-Sep-14	–
Bought CAD 183 Sold USD 168 @ 1.0881	04-Sep-14	3
Bought CAD 3 Sold DKK 15 @ 0.1992	04-Sep-14	–
Bought CAD 47 Sold JPY 4 433 @ 0.0107	04-Sep-14	1
Bought CAD 73 Sold JPY 6 821 @ 0.0107	04-Sep-14	1
Bought CAD 10 Sold EUR 7 @ 1.4942	08-Sep-14	–
Bought CAD 3 Sold HKD 20 @ 0.1403	08-Sep-14	–
Bought USD 2 Sold CAD 2 @ 1.0878	08-Sep-14	–
Bought USD 20 Sold CAD 22 @ 1.0843	08-Sep-14	–
Bought USD 3 Sold CAD 3 @ 1.0888	08-Sep-14	–
Bought CAD 175 Sold USD 160 @ 1.0935	09-Sep-14	4
Bought CAD 252 Sold EUR 170 @ 1.4819	09-Sep-14	3
Bought CAD 239 Sold GBP 131 @ 1.8284	11-Sep-14	–
Bought CAD 12 Sold DKK 59 @ 0.1975	12-Sep-14	–
Bought CAD 14 Sold DKK 72 @ 0.1976	12-Sep-14	–
Bought CAD 20 Sold HKD 148 @ 0.1379	12-Sep-14	–
Bought CAD 50 Sold GBP 27 @ 1.8456	15-Sep-14	–
Bought CAD 63 Sold GBP 34 @ 1.8455	15-Sep-14	1
Bought CAD 13 Sold GBP 7 @ 1.8454	16-Sep-14	–
Bought CAD 49 Sold EUR 33 @ 1.4784	17-Sep-14	–
Bought CAD 6 Sold CHF 5 @ 1.2138	17-Sep-14	–
Bought CAD 153 Sold USD 141 @ 1.0874	18-Sep-14	3
Bought CAD 6 Sold USD 6 @ 1.0734	18-Sep-14	–
Bought CAD 62 Sold JPY 5 819 @ 0.0106	18-Sep-14	1
Bought USD 14 Sold CAD 15 @ 1.0847	18-Sep-14	–
Bought USD 22 Sold CAD 24 @ 1.0707	18-Sep-14	–
Bought USD 5 Sold CAD 5 @ 1.0852	18-Sep-14	–
Bought CAD 58 Sold EUR 39 @ 1.4655	19-Sep-14	–
Bought CAD 64 Sold GBP 35 @ 1.8285	22-Sep-14	–
Bought CAD 95 Sold USD 87 @ 1.0888	22-Sep-14	2
Bought CAD 16 Sold USD 15 @ 1.0907	23-Sep-14	–
Bought CAD 44 Sold EUR 30 @ 1.4626	23-Sep-14	–
Bought CAD 89 Sold EUR 61 @ 1.4619	23-Sep-14	–
Bought CAD 10 Sold NOK 59 @ 0.1755	24-Sep-14	–
Bought CAD 14 Sold NOK 79 @ 0.1756	24-Sep-14	–
Bought CAD 2 Sold NOK 10 @ 0.1753	24-Sep-14	–
Bought CAD 2 Sold NOK 13 @ 0.1753	24-Sep-14	–
Bought CAD 4 Sold NOK 21 @ 0.1755	24-Sep-14	–
Bought USD 6 Sold CAD 6 @ 1.0755	24-Sep-14	–
Bought CAD 79 Sold EUR 54 @ 1.4662	25-Sep-14	–
Bought CAD 82 Sold GBP 45 @ 1.8178	29-Sep-14	–
Bought CAD 350 Sold USD 327 @ 1.0694	02-Oct-14	–
		\$ 116

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 33 Sold CAD 36 @ 1.1026	17-Jul-14	\$ (1)
Bought GBP 52 Sold CAD 96 @ 1.8508	23-Jul-14	(1)
Bought USD 29 Sold CAD 32 @ 1.1053	24-Jul-14	(1)
Bought USD 30 Sold CAD 33 @ 1.0877	24-Jul-14	(1)
Bought USD 301 Sold CAD 333 @ 1.1056	24-Jul-14	(12)
Bought USD 48 Sold CAD 52 @ 1.0886	25-Jul-14	(1)
Bought USD 38 Sold CAD 41 @ 1.0886	02-Sep-14	(1)
Bought USD 68 Sold CAD 74 @ 1.0874	08-Sep-14	(1)
Bought USD 48 Sold CAD 53 @ 1.0945	11-Sep-14	(1)
		\$ (20)
TOTAL FOREIGN EXCHANGE		\$ 96

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 21 491	\$ 20 059	\$ 10 559
Cash	7	5	93
Due from investment dealers	26	1 135	–
Subscriptions receivable	105	41	3
Unrealized gain on foreign exchange contracts	116	26	16
Dividends receivable, interest accrued and other assets	14	31	13
TOTAL ASSETS	21 759	21 297	10 684
LIABILITIES			
Due to investment dealers	460	1 876	–
Redemptions payable	13	29	18
Unrealized loss on foreign exchange contracts	20	68	24
Accounts payable and accrued expenses	39	33	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	532	2 006	61
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 21 227	\$ 19 291	\$ 10 623
Investments at cost	\$ 19 071	\$ 15 834	\$ 9 398
NAV, END OF PERIOD			
SERIES A	\$ 15 240	\$ 13 796	\$ 9 058
ADVISOR SERIES	\$ 2 769	\$ 2 496	\$ 896
SERIES D	\$ 2 260	\$ 2 587	\$ 441
SERIES F	\$ 943	\$ 395	\$ 220
SERIES I	\$ 15	\$ 17	\$ 8
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 10.95	\$ 10.67	\$ 7.87
ADVISOR SERIES	\$ 10.97	\$ 10.70	\$ 7.89
SERIES D	\$ 11.45	\$ 11.11	\$ 8.17
SERIES F	\$ 11.72	\$ 11.36	\$ 8.34
SERIES I	\$ 11.78	\$ 11.39	\$ 8.37

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 246	\$ 160
Interest for distribution purposes	3	3
Securities lending revenue (see note 6 in the generic notes)	3	3
Net realized gain (loss) on investments	2 396	477
Net gain (loss) on foreign currencies and other net assets	(186)	(3)
Change in unrealized gain (loss) on investments	(1 667)	1 162
TOTAL INCOME (LOSS)	795	1 802
EXPENSES (see notes – Fund Specific Information)		
Management fees	174	114
Administration fees	21	13
Board of Governors costs	1	2
GST/HST	18	12
Transaction costs	31	6
Withholding tax	33	21
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	277	168
INCREASE (DECREASE) IN NAV	\$ 518	\$ 1 634
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 361	\$ 1 319
ADVISOR SERIES	\$ 66	\$ 174
SERIES D	\$ 69	\$ 105
SERIES F	\$ 21	\$ 36
SERIES I	\$ 1	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.27	\$ 1.09
ADVISOR SERIES	\$ 0.27	\$ 1.08
SERIES D	\$ 0.34	\$ 1.15
SERIES F	\$ 0.35	\$ 1.20
SERIES I	\$ 0.37	\$ 1.22

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 518	\$ 1 634
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 396)	(477)
Change in unrealized loss (gain) on investments	1 667	(1 162)
(Increase) decrease in accrued receivables	1 062	(244)
Increase (decrease) in accrued payables	(1 426)	231
Cost of investments purchased	(122 259)	(94 891)
Proceeds on sales of investments	121 418	92 631
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 416)	(2 278)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4 553	3 715
Cash paid on redemption of redeemable units	(3 135)	(1 513)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 418	\$ 2 202
Net increase (decrease) in cash for the year	2	(76)
Cash (bank overdraft), beginning of period	5	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 7	\$ 17
Interest received	\$ 3	\$ 3
Dividends received, net of withholding taxes	\$ 230	\$ 139



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 796	\$ 9 058	\$ 2 496	\$ 896	\$ 2 587	\$ 441	\$ 395	\$ 220
INCREASE (DECREASE) IN NAV	361	1 319	66	174	69	105	21	36
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	2 703	1 722	635	671	607	1 214	608	102
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(1 620)	(1 327)	(428)	(49)	(1 003)	(117)	(81)	(20)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 083	395	207	622	(396)	1 097	527	82
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	1 444	1 714	273	796	(327)	1 202	548	118
NAV AT END OF PERIOD	\$ 15 240	\$ 10 772	\$ 2 769	\$ 1 692	\$ 2 260	\$ 1 643	\$ 943	\$ 338

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 17	\$ 8	\$ 19 291	\$ 10 623
INCREASE (DECREASE) IN NAV	1	–	518	1 634
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	–	6	4 553	3 715
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(3)	–	(3 135)	(1 513)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(3)	6	1 418	2 202
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(2)	6	1 936	3 836
NAV AT END OF PERIOD	\$ 15	\$ 14	\$ 21 227	\$ 14 459

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	42.1	38.4	37.7
Euro	9.3	9.1	9.5
Pound sterling	7.2	8.2	9.1
Japanese yen	4.9	5.4	7.6
Australian dollar	2.4	2.9	1.8
Danish krone	1.9	1.4	1.7
Swiss franc	1.7	2.0	3.1
Hong Kong dollar	1.4	0.7	1.2
Swedish krona	0.9	1.1	2.0
Norwegian krone	0.6	0.7	0.9
Total	72.4	69.9	74.6

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%).

In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Total Return Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund’s financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	11 085	9 517	–	20 602
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	889	–	889
Derivatives – assets	–	116	–	116
Derivatives – liabilities	–	(20)	–	(20)
Total financial instruments	11 085	10 502	–	21 587
% of total portfolio	51.4	48.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	10 152	8 781	–	18 933
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 126	–	1 126
Derivatives – assets	–	26	–	26
Derivatives – liabilities	–	(68)	–	(68)
Total financial instruments	10 152	9 865	–	20 017
% of total portfolio	50.7	49.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	5 017	5 542	–	10 559
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	16	–	16
Derivatives – liabilities	–	(24)	–	(24)
Total financial instruments	5 017	5 534	–	10 551
% of total portfolio	47.5	52.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series A	202 526	202 526
Series D	102	102
Series F	104	104
Series I	123	123
Value of all units	2 221	2 165

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	1 925
Non-capital losses	–

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	1 293	1 151
Issued number of units	248	198
Reinvested number of units	–	–
Redeemed number of units	(149)	(153)
Ending number of units	1 392	1 196

Advisor Series		
Opening units	233	114
Issued number of units	58	78
Reinvested number of units	–	–
Redeemed number of units	(39)	(5)
Ending number of units	252	187

Series D		
Opening units	233	54
Issued number of units	53	134
Reinvested number of units	–	–
Redeemed number of units	(89)	(13)
Ending number of units	197	175

Series F		
Opening units	35	26
Issued number of units	52	11
Reinvested number of units	–	–
Redeemed number of units	(7)	(2)
Ending number of units	80	35

Series I		
Opening units	2	1
Issued number of units	(1)	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	1	1

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	31	100	6	100
Related-party brokerage commissions*	2	6	–	–
Commission arrangements†	5	16	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



June 30, 2014

Securities lending revenue (\$000s)

(see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	1 083	37
Fair value of collateral received	1 104	38

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	14 455	10 622
Revaluation of investments at FVTPL	4	1
Net assets attributable to holders of redeemable units	14 459	10 623

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	1 631
Revaluation of investments at FVTPL (see note 3 in the generic notes)	3
Increase (decrease) in net assets attributable to holders of redeemable units	1 634

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC O'SHAUGHNESSY GLOBAL EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
4 785	Flight Centre Travel Group Ltd.	\$ 187	\$ 214	
159 755	Fortescue Metals Group Ltd.	676	704	
138 096	Village Roadshow Ltd.	845	1 023	
		<u>1 708</u>	<u>1 941</u>	1.8
Austria				
31 550	OMV AG	1 127	1 520	
8 622	Raiffeisen International Bank Holding AG	285	293	
		<u>1 412</u>	<u>1 813</u>	1.6
Belgium				
13 312	Ageas	609	566	
137	Banque Nationale de Belgique	711	700	
12 367	Belgacom S.A.	424	438	
2 911	Melexis N.V.	127	138	
		<u>1 871</u>	<u>1 842</u>	1.7
Canada				
10 921	Alimentation Couche-Tard Inc.	311	319	
10 389	Black Diamond Group Ltd.	348	357	
2 571	Empire Co. Ltd., Class A	203	187	
16 682	Encana Corp.	438	422	
16 294	Genworth MI Canada Inc.	577	619	
38 610	Just Energy Group Inc.	346	237	
8 607	Linamar Corp.	485	542	
10 927	Magna International Inc., Class A	591	1 255	
2 380	Molson Coors Canada Inc., Class B	190	188	
14 112	Total Energy Services Inc.	288	328	
25 981	WSP Global Inc.	911	982	
7 991	Yellow Media Ltd.	161	145	
		<u>4 849</u>	<u>5 581</u>	5.1
Denmark				
2 743	Schouw & Co.	151	144	
		<u>151</u>	<u>144</u>	0.1
Finland				
9 359	Neste Oil OYJ	217	195	
56 306	UPM-Kymmene OYJ	709	1 026	
		<u>926</u>	<u>1 221</u>	1.1
France				
7 704	Bonduelle S.C.A.	254	241	
358	Burelle S.A.	187	377	
2 427	Caisse Regionale de Credit Agricole d'Ile-de-France	248	257	
2 285	Casino Guichard Perrachon S.A.	320	323	
782	Colas S.A.	170	167	
22 205	Electricite de France S.A.	840	746	
389	Financiere de L'Odet	594	585	
61 313	France Telecom S.A.	882	1 035	
5 845	Interparfums S.A.	211	229	
5 845	Interparfums S.A., Rights	-	46	
8 639	NextRadioTV	338	291	

Holdings	Security	Cost	Fair Value	% of Net Assets
France (cont.)				
6 758	Norbert Dentressangle S.A.	\$ 879	\$ 1 059	
21 191	Plastic Omnium S.A.	434	709	
5 277	Rallye S.A.	302	307	
8 810	Stef S.A.	776	736	
240	Somfy S.A.	97	97	
3 758	Teleperformance	202	246	
26 367	Total S.A.	1 253	2 035	
		<u>7 987</u>	<u>9 486</u>	8.7
Germany				
64 026	Deutsche Telekom AG	836	1 201	
85 167	E.ON SE	1 533	1 874	
6 171	Indus Holding AG	328	326	
35 038	QSC AG	179	160	
35 247	RWE AG	1 431	1 617	
18 889	Sixt SE	843	817	
16 823	Talanx AG	615	629	
9 710	United Internet AG	422	455	
		<u>6 187</u>	<u>7 079</u>	6.5
Greece				
60 457	Greek Organization of Football Prognostics S.A.	715	1 147	
		<u>715</u>	<u>1 147</u>	1.0
Ireland				
9 411	FBD Holdings Plc.	216	208	
9 632	Smurfit Kappa Group Plc.	226	235	
		<u>442</u>	<u>443</u>	0.4
Israel				
27 580	Airport City Ltd.	257	291	
942	Delek Group Ltd.	373	416	
15 182	Elbit Systems Ltd.	941	996	
		<u>1 571</u>	<u>1 703</u>	1.5
Italy				
21 174	ACEA S.p.A.	348	331	
330 275	Ascopiave S.p.A.	1 007	965	
13 074	Brembo S.p.A.	306	509	
54 159	Cairo Communication S.p.A.	540	496	
20 223	Cementir S.p.A.	219	161	
26 193	ENI S.p.A.	571	764	
13 308	Industria Macchine Automatiche S.p.A.	729	671	
76 655	Sogefi S.p.A.	464	444	
38 551	Unipol Gruppo Finanziario S.p.A.	251	232	
50 562	UnipolSai S.p.A.	179	173	
34 015	Vittoria Assicurazioni S.p.A.	459	483	
		<u>5 073</u>	<u>5 229</u>	4.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan				
42 400	Bic Camera Inc.	\$ 329	\$ 351	
7 000	BML Inc.	268	289	
54 900	Daihatsu Motor Co. Ltd.	1 036	1 042	
45 000	Fujikura Ltd.	245	234	
17 100	Fukuda Denshi Co. Ltd.	791	1 063	
53 000	Inabata & Co. Ltd.	631	531	
5 200	Iriso Electronics Co. Ltd.	240	325	
33 100	Itochu Enex Co. Ltd.	263	254	
14 200	Japan Airlines Co. Ltd.	775	837	
55 000	Kyudenko Corp.	510	571	
11 000	Maeda Road Construction Co. Ltd.	187	203	
7 400	Nakanishi Inc.	319	324	
7 500	Nippon Gas Co. Ltd.	166	185	
21 300	Nippon Telegraph & Telephone Corp.	1 005	1 416	
9 700	Plenus Co. Ltd.	235	238	
148 500	Resona Holdings Inc.	822	923	
6 500	Seiko Epson Corp.	195	295	
35 500	Showa Shell Sekiyu K.K.	412	430	
18 400	The Kiyo Bank Ltd.	259	268	
9 200	Yamato Transport Co. Ltd.	201	203	
		8 889	9 982	9.1
Mexico				
22 324	Gruma S.A.B. de C.V.	280	285	
		280	285	0.3
Netherlands				
7 371	Exact Holding N.V.	293	280	
		293	280	0.3
Norway				
16 169	Bakkafrost P/F	348	336	
25 996	Oslo Bors VPS Holding ASA	354	339	
15 064	Salmar ASA	269	280	
73 911	StatoilHydro ASA	1 827	2 423	
54 513	Veidekke ASA	655	654	
19 517	Yara International ASA	890	1 043	
		4 343	5 075	4.6
Poland				
42 063	KGHM Polska Miedz S.A.	1 662	1 839	
158 802	PGE S.A.	919	1 207	
		2 581	3 046	2.8
Portugal				
35 475	Mota-Engil Africa, Rights	—	—	
43 217	Portucel S.A.	221	216	
81 484	REN - Redes Energeticas Nacionais SGPS S.A.	355	320	
41 130	Semapa-Sociedade de Investimento e Gestao	616	620	
148 179	Sonaecom - SGPS S.A.	529	382	
		1 721	1 538	1.4

Holdings	Security	Cost	Fair Value	% of Net Assets
South Korea				
4 548	Hanil Cement Co. Ltd.	\$ 605	\$ 662	
587	Hankook Shell Oil Co. Ltd.	278	275	
24 554	Industrial Bank of Korea	364	349	
81 540	Meritz Financial Group Inc.	574	645	
2 088	Samsung Fire & Marine Insurance Co. Ltd.	507	567	
4 538	SK Gas Co. Ltd.	451	467	
1 021	SK Telecom Co. Ltd.	206	255	
3 085	Woongjin Coway Company Ltd.	275	275	
		3 260	3 495	3.2
Spain				
53 037	Cie Automotive S.A.	553	813	
11 550	Endesa S.A.	479	476	
3 697	Vidrala S.A.	217	196	
		1 249	1 485	1.4
Sweden				
18 920	Bilia AB	613	611	
17 184	Duni AB	270	288	
10 627	Industrial & Financial Systems, IFS AB	336	377	
7 011	Loomis AB	153	230	
11 008	Nibe Industrier AB	296	369	
		1 668	1 875	1.7
Switzerland				
1 612	Autoneum Holding AG	376	345	
1 743	Swiss Re AG	168	165	
2 005	U-Blox AG	215	283	
		759	793	0.7
Thailand				
101 800	PTT PCL	1 047	1 065	
		1 047	1 065	1.0
Turkey				
27 380	Tofas Turk Otomobil Fabrikasi AS	177	181	
		177	181	0.2
United Kingdom				
7 189	Awilco Drilling Plc.	186	175	
209 583	BP Plc.	1 539	1 969	
5 887	Clarkson Plc.	214	257	
9 510	easyJet Plc.	75	237	
9 807	Go-Ahead Group Plc.	382	424	
47 236	Howden Joinery Group Plc.	194	267	
166 448	ITV Plc.	476	541	
46 787	J Sainsbury Plc.	286	269	
41 652	JD Sports Fashion Plc.	305	306	
12 737	Keller Group Plc.	243	214	
86 194	Morrison WM Supermarkets	397	288	
2 445	Next Plc.	300	289	
22 914	Novae Group Plc.	259	222	
55 875	Numis Corp Plc.	321	275	
137 797	Photo-Me International Plc.	352	351	
31 335	WH Smith Plc.	631	612	
20 349	WS Atkins Plc.	425	490	
		6 585	7 186	6.6

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States				
24 544	Alcoa Inc.	\$ 326	\$ 390	
39 542	American Equity Investment Life Holding Co.	946	1 038	
3 715	American National Insurance Co.	424	453	
2 815	Ameriprise Financial Inc.	358	360	
3 564	AmerisourceBergen Corp.	267	276	
15 978	Assurant Inc.	1 040	1 117	
18 005	AT&T Inc.	672	679	
8 406	C&J Energy Services Inc.	286	303	
4 834	Cigna Corp.	400	474	
16 494	CNO Financial Group Inc.	290	313	
6 465	Corvel Corp.	334	312	
9 422	CSG Systems International Inc.	334	262	
4 093	DST Systems Inc.	420	402	
3 091	EnerSys	247	227	
25 992	Exelis Inc.	405	471	
33 615	Flextronics International Ltd.	321	397	
2 651	G&K Services Inc.	148	147	
724	Graham Holdings Co.	498	553	
8 945	Hanesbrands Inc.	553	939	
4 192	Helen Of Troy Ltd.	323	271	
4 721	Helmerich & Payne	574	585	
8 841	Hess Corp.	856	933	
22 190	HollyFrontier Corp.	1 045	1 034	
7 338	Horace Mann Educators Corp.	198	245	
3 757	Huron Consulting Group Inc.	247	284	
5 281	Insight Enterprises Inc.	162	173	
10 627	Interactive Brokers Group Inc., Class A	275	264	
8 731	Knight Transportation Inc.	227	221	
12 060	Lear Corp.	851	1 149	
7 525	Leidos Holdings Inc.	372	308	
9 490	Lincoln National Corp.	359	521	
5 424	Lions Gate Entertainment Corp.	185	165	
11 715	Live Nation Inc.	235	309	
3 467	Lockheed Martin Corporation	630	594	
13 108	Marathon Petroleum Corp.	539	1 092	
3 191	Marriott International Inc., Class A	217	218	
2 756	McGraw Hill Financial Inc.	246	244	
2 472	McKesson Corp.	492	491	
14 572	Murphy Oil Corp.	959	1 033	
13 145	Northrop Grumman Corp.	962	1 677	
5 319	Omnicare Inc.	303	378	
10 226	Phillips 66 Company	633	877	
5 090	Principal Financial Group Inc.	240	274	
5 576	Red Robin Gourmet Burgers Inc.	397	423	
12 301	RPC Inc.	298	308	
3 681	Schweitzer-Mauduit International Inc.	213	171	
11 137	Seagate Technology	381	675	
33 603	Sonic Corp.	627	791	
40 465	Southwest Airlines	837	1 159	
13 477	Stancorp Financial Group	878	920	
11 256	Symetra Financial Corp.	142	273	
7 465	The Andersons Inc.	421	411	
15 990	The Kroger Co.	597	843	
10 547	Tyson Foods Inc.	474	423	
4 697	Unit Corp.	341	345	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 564	United Therapeutics Corp.	\$ 149	\$ 148	
26 969	Valero Energy Corp.	645	1 441	
14 938	Vector Group Ltd.	324	330	
10 881	WellPoint Inc.	776	1 249	
109 908	Xerox Corp.	864	1 458	
6 682	Yahoo! Inc.	191	250	
		<u>27 954</u>	<u>34 071</u>	<u>31.2</u>
TOTAL GLOBAL EQUITIES				
		<u>93 698</u>	<u>107 986</u>	<u>98.8</u>
SHORT-TERM INVESTMENTS*				
		<u>1 414</u>	<u>1 416</u>	<u>1.3</u>
TOTAL INVESTMENTS				
		<u>\$ 95 112</u>	<u>109 402</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			<u>(89)</u>	<u>(0.1)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS				
			<u>\$ 109 313</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on July 2, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 109 402	\$ 99 714	\$ 68 745
Cash	93	41	148
Due from investment dealers	–	93	–
Subscriptions receivable	33	325	18
Unrealized gain on foreign exchange contracts	–	1	–
Dividends receivable, interest accrued and other assets	54	62	44
TOTAL ASSETS	109 582	100 236	68 955
LIABILITIES			
Due to investment dealers	–	–	78
Redemptions payable	76	113	61
Accounts payable and accrued expenses	193	173	124
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	269	286	263
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 109 313	\$ 99 950	\$ 68 692
Investments at cost	\$ 95 112	\$ 80 416	\$ 63 035
NAV, END OF PERIOD			
SERIES A	\$ 84 826	\$ 77 642	\$ 55 985
ADVISOR SERIES	\$ 6 753	\$ 6 355	\$ 5 390
SERIES D	\$ 10 111	\$ 8 571	\$ 2 713
SERIES F	\$ 7 622	\$ 7 381	\$ 4 603
SERIES O	\$ 1	\$ 1	\$ 1
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 8.25	\$ 7.77	\$ 5.58
ADVISOR SERIES	\$ 8.26	\$ 7.77	\$ 5.58
SERIES D	\$ 8.34	\$ 7.82	\$ 5.58
SERIES F	\$ 8.38	\$ 7.84	\$ 5.62
SERIES O	\$ 9.43	\$ 8.78	\$ 6.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 097	\$ 1 850
Interest for distribution purposes	7	2
Other income (loss)	–	2
Securities lending revenue (see note 6 in the generic notes)	31	37
Net realized gain (loss) on investments	10 852	5 152
Net gain (loss) on foreign currencies and other net assets	(61)	30
Change in unrealized gain (loss) on investments	(5 009)	5 029
TOTAL INCOME (LOSS)	7 917	12 102
EXPENSES (see notes – Fund Specific Information)		
Management fees	915	652
Administration fees	103	71
Board of Governors costs	1	2
GST/HST	97	74
Transaction costs	74	45
Withholding tax	303	202
TOTAL EXPENSES	1 493	1 046
INCREASE (DECREASE) IN NAV	\$ 6 424	\$ 11 056
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 4 914	\$ 8 997
ADVISOR SERIES	\$ 399	\$ 813
SERIES D	\$ 617	\$ 503
SERIES F	\$ 494	\$ 743
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.48	\$ 0.90
ADVISOR SERIES	\$ 0.48	\$ 0.90
SERIES D	\$ 0.51	\$ 0.93
SERIES F	\$ 0.53	\$ 0.96
SERIES O	\$ 0.65	\$ 1.11

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 6 424	\$ 11 056
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(10 852)	(4 983)
Change in unrealized loss (gain) on investments	5 009	(5 029)
(Increase) decrease in accrued receivables	393	(81)
Increase (decrease) in accrued payables	(17)	(61)
Cost of investments purchased	(274 547)	(186 350)
Proceeds on sales of investments	270 703	186 415
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 887)	967
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	17 626	8 643
Cash paid on redemption of redeemable units	(14 687)	(9 679)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 939	\$ (1 036)
Net increase (decrease) in cash for the year	52	(69)
Cash (bank overdraft), beginning of period	41	148
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 93	\$ 79
Interest received	\$ 7	\$ 2
Dividends received, net of withholding taxes	\$ 1 802	\$ 1 648



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77 642	\$ 55 985	\$ 6 355	\$ 5 390	\$ 8 571	\$ 2 713	\$ 7 381	\$ 4 603
INCREASE (DECREASE) IN NAV	4 914	8 997	399	813	617	503	494	743
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	10 176	6 378	892	83	5 668	2 062	890	120
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—	—	—
Redemption of redeemable units	(7 906)	(7 197)	(893)	(1 121)	(4 745)	(657)	(1 143)	(704)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 270	(819)	(1)	(1 038)	923	1 405	(253)	(584)
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	7 184	8 178	398	(225)	1 540	1 908	241	159
NAV AT END OF PERIOD	\$ 84 826	\$ 64 163	\$ 6 753	\$ 5 165	\$ 10 111	\$ 4 621	\$ 7 622	\$ 4 762

For the periods ended June 30 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 99 950	\$ 68 692
INCREASE (DECREASE) IN NAV	—	—	6 424	11 056
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	—	—	17 626	8 643
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	—	—	(14 687)	(9 679)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	—	—	2 939	(1 036)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	—	—	9 363	10 020
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 109 313	\$ 78 712

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns composed of capital growth and current income from investments throughout the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	32.4	32.8	29.4
Euro	28.8	24.0	24.5
Japanese yen	9.2	15.9	13.2
Pound sterling	6.4	7.3	9.7
Norwegian krone	4.8	2.4	2.0
South Korean won	3.2	1.2	1.3
Polish zloty	2.8	2.0	3.2
Australian dollar	1.8	2.3	2.9
Swedish krona	1.7	0.4	–
Israeli new shekel	1.6	1.3	–
Thailand baht	1.0	0.6	1.6
Swiss franc	0.7	1.1	1.3
South African rand	–	1.4	4.3
Turkish new lira	–	1.3	1.5
Mexican peso	–	–	0.8
New Zealand dollar	–	–	0.7
Other currencies	0.6	–	1.1
Total	95.0	94.0	97.5

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.9%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Total Return			
Net Index (CAD)	+ or - 1.3	+ or - 1.3	+ or - 1.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	39 937	68 049	–	107 986
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 416	–	1 416
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	39 937	69 465	–	109 402
% of total portfolio	36.5	63.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	36 638	61 183	–	97 821
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 893	–	1 893
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	36 638	63 077	–	99 715
% of total portfolio	36.7	63.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	21 722	45 995	–	67 717
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 028	–	1 028
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	21 722	47 023	–	68 745
% of total portfolio	31.6	68.4	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	154	154
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	108 803
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	9 992	10 032
Issued number of units	1 258	1 024
Reinvested number of units	–	–
Redeemed number of units	(973)	(1 166)
Ending number of units	10 277	9 890
Advisor Series		
Opening units	818	966
Issued number of units	110	13
Reinvested number of units	–	–
Redeemed number of units	(110)	(183)
Ending number of units	818	796
Series D		
Opening units	1 096	486
Issued number of units	696	327
Reinvested number of units	–	–
Redeemed number of units	(580)	(104)
Ending number of units	1 212	709
Series F		
Opening units	941	819
Issued number of units	108	20
Reinvested number of units	–	–
Redeemed number of units	(139)	(114)
Ending number of units	910	725
Series O		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–



June 30, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	74	100	45	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	9 033	7 444
Fair value of collateral received	9 214	7 593

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	78 691	68 679
Revaluation of investments at FVTPL	21	13
Net assets attributable to holders of redeemable units	78 712	68 692

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	11 048
Revaluation of investments at FVTPL (see note 3 in the generic notes)	8
Increase (decrease) in net assets attributable to holders of redeemable units	11 056

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC QUBE ALL COUNTRY WORLD EQUITY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
250 600	Fortescue Metals Group Ltd.	\$ 1 285	\$ 1 104	
		1 285	1 104	1.3
Brazil				
9 200	BB Seguridade Participacoes S.A.	143	144	
5 800	Cia Brasileira de Distribuicao Preference	302	288	
21 800	Cia Energetica de Sao Paulo, Class B Preference	283	293	
		728	725	0.9
Canada				
100	Canadian Imperial Bank of Commerce	10	10	
2 900	Suncor Energy Inc.	127	132	
		137	142	0.2
China				
3 063 100	China Construction Bank Corp.	2 315	2 471	
1 371 200	GOME Electrical Appliances Holdings Ltd.	284	239	
573 100	Huaneng Power International Inc. 'H'	615	691	
139 600	Industrial & Commercial Bank of China	91	94	
		3 305	3 495	4.1
Denmark				
100	A P Moller - Maersk A/S	269	265	
		269	265	0.3
Finland				
6 100	UPM-Kymmene OYJ	119	111	
		119	111	0.1
France				
73 500	Credit Agricole S.A.	1 254	1 107	
5 600	Electricite de France S.A.	239	188	
500	France Telecom S.A.	9	8	
74 900	GDF Suez	2 094	2 201	
8 300	Natixis	65	57	
23 800	Société Générale	1 560	1 331	
40 300	Suez Environnement SA	874	822	
3 000	Valeo S.A.	451	429	
		6 546	6 143	7.3
Germany				
300	Continental AG	77	74	
55 800	Deutsche Lufthansa AG	1 535	1 281	
900	Hochtief AG	86	83	
28 200	ProSiebenSat.1 Media AG	1 352	1 342	
		3 050	2 780	3.3
Greece				
4 000	Folli Follie Group	153	170	
		153	170	0.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Hong Kong				
2 400	SJM Holdings Ltd.	\$ 7	\$ 6	
11 900	Wynn Macau Ltd.	58	50	
		65	56	0.1
Indonesia				
24 800	PT United Tractors Tbk	51	52	
		51	52	0.1
Israel				
600	Delek Group Ltd.	266	265	
18 900	Teva Pharmaceutical Industries Ltd.	1 033	1 059	
		1 299	1 324	1.6
Italy				
19 800	UnipolSai S.p.A.	70	68	
		70	68	0.1
Japan				
19 400	Asahi Breweries Ltd.	586	650	
18 700	Fuji Heavy Industries Ltd.	539	553	
115 900	Fujitsu Ltd.	763	926	
28 300	Gree Inc.	302	265	
9 500	Hakuhodo DY Holdings Inc.	96	101	
5 300	Japan Airlines Co. Ltd.	304	313	
1 400	KAO Corp.	58	59	
114 600	Mitsui & Co.	1 781	1 959	
934 300	Mizuho Financial Group Inc.	2 008	2 048	
4 900	Nippon Telegraph & Telephone Corp.	298	326	
95 600	Panasonic Corp.	1 155	1 236	
23 600	Seiko Epson Corp.	719	1 071	
256 100	Showa Denko K.K.	372	389	
8 400	Toyo Seikan Group Holdings Ltd.	137	138	
6 100	Yamazaki Baking Co. Ltd.	78	81	
		9 196	10 115	12.0
Macau				
218 100	MGM China Holdings Ltd.	839	807	
		839	807	1.0
Malaysia				
391 900	Tenaga Nasional Berhad	1 567	1 588	
		1 567	1 588	1.9
Mexico				
800	Gruma S.A.B. de C.V.	10	10	
		10	10	–
Netherlands				
300	Akzo Nobel N.V.	24	24	
		24	24	–
Norway				
11 500	StatoilHydro ASA	380	377	
		380	377	0.4
South Africa				
35 700	Sasol Ltd.	2 204	2 262	
15 800	Vodacom Group (Pty) Ltd.	208	208	
		2 412	2 470	2.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
South Korea				
300	Samsung Electronics Co. Ltd. GDR	\$ 164	\$ 167	
		164	167	0.2
Spain				
1 400	BCO Santander Central Hispano S.A.	16	16	
		16	16	—
Sweden				
1 200	Industrivarden AB	25	25	
		25	25	—
Switzerland				
8 600	Roche Holdings AG Genussscheine	2 763	2 733	
91 100	UBS AG	2 088	1 782	
		4 851	4 515	5.4
Taiwan				
23 000	Hon Hai Precision Industry Co. Ltd. GDR	144	163	
		144	163	0.2
United Arab Emirates				
266 700	Dubai Islamic Bank PJSC	520	500	
		520	500	0.6
United Kingdom				
10 400	BP Plc.	93	98	
34 500	BT Group Plc.	249	242	
36 000	Capita Plc.	723	752	
28 200	easyJet Plc.	857	702	
300	GlaxoSmithKline Plc.	9	9	
12 200	J Sainsbury Plc.	72	70	
2 100	Kingfisher Plc.	15	14	
60 200	Lloyds TSB Group Plc.	87	82	
2 200	Next Plc.	265	260	
700	Reckitt Benckiser Plc.	62	65	
7 700	The Royal Bank of Scotland Group Plc.	47	46	
		2 479	2 340	2.8
United States				
11 137	AbbVie Inc.	645	670	
71 162	American Capital Agency Corp. Real Estate Investment Trust	1 786	1 777	
14 538	Apple Inc.	1 490	1 441	
50 803	Archer Daniels Midland Co.	2 436	2 390	
3 155	Baker Hughes Inc.	244	251	
10 464	Cardinal Health Inc.	799	765	
18 409	Caterpillar Inc.	2 111	2 134	
38 196	Citigroup Inc.	2 006	1 919	
200	Cognizant Technology Solutions Corp., Class A	10	10	
30 239	Computer Sciences Corp.	1 987	2 039	
22 121	ConocoPhillips	1 787	2 023	
12 107	DIRECTV, LLC	1 033	1 098	
38 677	Dow Chemical Company	2 115	2 122	
18 400	EOG Resources Inc.	1 976	2 293	
14 736	Everest Re Group Ltd.	2 551	2 524	
101 003	Flextronics International Ltd.	997	1 193	
3 714	Gilead Sciences Inc.	328	328	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
7 103	Herbalife Ltd.	\$ 493	\$ 489	
4 963	Humana Inc.	680	676	
20 927	Intuit Inc.	1 741	1 798	
919	Level 3 Communications Inc.	42	43	
13 413	Lockheed Martin Corporation	2 411	2 299	
12 199	Lorillard Inc.	790	793	
21 991	LyondellBasell Industries N.V.	2 271	2 290	
5 380	MasterCard Inc.	434	422	
1 520	McKesson Corp.	282	302	
20 265	Merck & Co. Inc.	1 301	1 251	
14 019	Mondelez International Inc.	573	562	
47 319	Morgan Stanley	1 604	1 632	
1 028	Northrop Grumman Corp.	137	131	
1 444	Pfizer Inc.	52	46	
21 368	QUALCOMM Inc.	1 842	1 805	
1 837	Sandisk Corp.	198	205	
7 375	Southwest Airlines	217	211	
80	The Priceline Group Inc.	108	103	
29 106	Tyson Foods Inc.	1 337	1 166	
6 430	United Parcel Service Inc.	718	704	
16 444	WellPoint Inc.	1 807	1 887	
413	Wells Fargo & Company	22	23	
1 760	Wynn Resorts Ltd.	391	390	
		43 752	44 205	52.5
TOTAL GLOBAL EQUITIES				
		83 456	83 757	99.5
SHORT-TERM INVESTMENTS*				
		337	337	0.4
TOTAL INVESTMENTS				
		\$ 83 793	84 094	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			126	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 84 220		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.90% and mature on July 2, 2014.



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 84 094
Cash	37
Dividends receivable, interest accrued and other assets	91
TOTAL ASSETS	84 222
LIABILITIES	
Accounts payable and accrued expenses	2
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 84 220
Investments at cost	\$ 83 793
NAV, END OF PERIOD	
SERIES 0	\$ 84 220
NAV PER UNIT, END OF PERIOD	
SERIES 0	\$ 10.10

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 427
Interest for distribution purposes	4
Other income (loss)	1
Net realized gain (loss) on investments	134
Net gain (loss) on foreign currencies and other net assets	3
Change in unrealized gain (loss) on investments	301
TOTAL INCOME (LOSS)	870
EXPENSES (see notes – Fund Specific Information)	
Administration fees	3
Board of Governors costs	1
Transaction costs	78
Withholding tax	51
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	132
INCREASE (DECREASE) IN NAV	\$ 738
INCREASE (DECREASE) IN NAV	
SERIES O	\$ 738
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES O	\$ 0.17

* Fund launched January 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 738
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(134)
Change in unrealized loss (gain) on investments	(301)
(Increase) decrease in accrued receivables	(91)
Increase (decrease) in accrued payables	2
Cost of investments purchased	(157 196)
Proceeds on sales of investments	73 537
NET CASH PROVIDED BY OPERATING ACTIVITIES	(83 445)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	84 521
Cash paid on redemption of redeemable units	(1 039)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 83 482
Net increase (decrease) in cash for the year	37
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 37
Interest received	\$ 4
Dividends received, net of withholding taxes	\$ 286

* Fund launched January 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series 0 2014
NAV AT BEGINNING OF PERIOD	\$ —
INCREASE (DECREASE) IN NAV	738
Early redemption fees	—
Proceeds from redeemable units issued	84 521
Reinvestments of distributions to holders of redeemable units	—
Redemption of redeemable units	(1 039)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	83 482
Distributions from net income	—
Distributions from net gains	—
Distributions from capital	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—
NET INCREASE (DECREASE) IN NAV	84 220
NAV AT END OF PERIOD	\$ 84 220

* Fund launched January 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies around the world, including companies located or active in emerging markets, using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014
United States dollar	52.9
Japanese yen	12.0
Euro	11.1
Swiss franc	5.4
Hong Kong dollar	5.2
South African rand	2.9
Pound sterling	2.8
Malaysian ringgit	1.9
Israeli new shekel	1.6
Australian dollar	1.3
Brazilian real	0.9
UAE dirham	0.6
Other currencies	0.8
Total	99.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	45 082	38 675	–	83 757
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	337	–	337
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	45 082	39 012	–	84 094
% of total portfolio	53.6	46.4	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
----------	-------

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series O	400 000
Value of all units	4 039



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series 0

Opening units	–
Issued number of units	8 444
Reinvested number of units	–
Redeemed number of units	(103)
Ending number of units	8 341

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	78	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	1 368
Fair value of collateral received	1 395



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
**RBC QUBE LOW VOLATILITY ALL COUNTRY
WORLD EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
15 000	Aurizon Holdings Ltd.	\$ 79	\$ 75	
85 900	Telstra Corp. Ltd.	457	449	
300	Woodside Petroleum Ltd.	12	12	
		548	536	1.9
Belgium				
4 700	Groupe Bruxelles Lambert S.A.	534	521	
		534	521	1.8
Canada				
1 200	Bank of Nova Scotia	79	85	
4 700	H&R Real Estate Investment Trust	109	109	
1 200	Power Financial Corp.	41	40	
2 900	Royal Bank of Canada*	212	221	
12 300	Toronto-Dominion Bank	637	676	
		1 078	1 131	3.9
China				
61 800	China Mobile (Hong Kong) Ltd.	615	640	
		615	640	2.2
Egypt				
66 900	Global Telecom Holding GDR	269	254	
		269	254	0.9
Finland				
100	Elisa OYJ	3	3	
300	Sampo OYJ	16	16	
		19	19	0.1
France				
200	L'Oréal S.A.	38	37	
		38	37	0.1
Germany				
900	Beiersdorf AG	97	93	
700	Deutsche Bank AG	29	26	
400	Deutsche Lufthansa AG	12	9	
1 500	Fresenius Medical Care AG & Co. KGaA	111	108	
1 500	Henkel KGaA, Preferred Non-Voting	180	185	
400	ProSiebenSat.1 Media AG	20	19	
		449	440	1.5
Hong Kong				
600	Cheung Kong (Holdings) Ltd.	12	11	
7 700	Cheung Kong Infrastructure Holdings Ltd.	56	57	
72 000	CLP Holdings Ltd.	628	631	
31 300	Hang Seng Bank Ltd.	556	545	
22 200	Hong Kong Electric Holdings Ltd.	213	208	
300	Hutchison Whampoa Ltd.	5	4	
23 200	MTR Corp.	97	95	
800	Swire Pacific Ltd. 'A'	10	11	
		1 577	1 562	5.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Israel				
34 400	Bank Hapoalim Ltd.	\$ 216	\$ 212	
700	Bank Leumi Le-Israel	3	3	
		219	215	0.7
Italy				
10 700	Snam Rete Gas S.p.A.	70	69	
117 100	Terna Rete Elettrica Nazionale S.p.A.	690	658	
		760	727	2.5
Japan				
1 400	Benesse Corporation	58	65	
400	Canon Inc.	14	14	
700	Eisai Co. Ltd.	30	31	
800	Fujirebio Inc.	38	41	
300	Hirose Electric Co. Ltd.	46	48	
500	Japan Airlines Co. Ltd.	28	29	
2 300	Kurita Water Industries Ltd.	53	57	
8 300	McDonald's Holdings Co Japan Ltd.	252	249	
400	Nippon Telegraph & Telephone Corp.	24	27	
1 300	Nisshin Flour Milling	16	17	
300	Nissin Foods Holdings Co. Ltd.	16	16	
100	Nitori Co. Ltd.	5	6	
45 000	NTT DoCoMo Inc.	789	819	
1 100	Oriental Land Co. Ltd.	187	201	
11 000	Osaka Gas Co. Ltd.	45	49	
900	Otsuka Corp.	40	47	
1 500	Otsuka Holdings Co. Ltd.	48	50	
100	Sankyo Co. Ltd.	4	4	
200	Santen Pharmaceutical Co. Ltd.	10	12	
100	Shimamura Co. Ltd.	10	10	
6 800	Suntory Beverage & Food Ltd.	261	284	
3 600	Takeda Pharmaceutical Co. Ltd.	176	178	
25 400	Tanabe Seiyaku Co. Ltd.	388	406	
14 600	Tokyo Gas Co. Ltd.	81	91	
1 200	Toyo Suisan Kaisha Ltd.	42	39	
1 100	USS Co. Ltd.	17	20	
900	Yamazaki Baking Co. Ltd.	12	12	
		2 690	2 822	9.7
Malaysia				
219 600	Axiata Group Bhd	494	508	
800	Hong Leong Bank Bhd	4	4	
138 200	Maxis Bhd	322	310	
300	Petronas Dagangan Bhd	3	2	
6 400	Public Bank Berhad	44	42	
640	Public Bank Berhad, Rights	-	1	
		867	867	3.0

This schedule and the accompanying notes are an integral part of the financial statements.



**RBC QUBE LOW VOLATILITY ALL COUNTRY
WORLD EQUITY FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
3 200	Elsevier N.V.	\$ 74	\$ 78	
2 700	Unilever N.V.	126	126	
		200	204	0.7
Singapore				
200	DBS Group Holdings Ltd.	3	3	
3 800	Singapore Airlines Ltd.	34	34	
16 200	Singapore Exchange Ltd.	98	96	
134 100	Singapore Press Holdings Ltd.	489	478	
4 300	Singapore Telecommunications Ltd.	14	14	
		638	625	2.2
South Korea				
693	KT Corp. ADR	12	11	
		12	11	-
Sweden				
500	Industrivarden AB	11	11	
		11	11	-
Switzerland				
4 800	Nestlé S.A.	403	397	
2 400	Novartis AG	225	232	
100	Roche Holdings AG Genusscheine	33	32	
1 200	Swiss Re AG	114	114	
800	Swisscom AG	523	496	
		1 298	1 271	4.4
Taiwan				
13 222	Chunghwa Telecom Co. Ltd. ADR	456	452	
15 261	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	342	348	
		798	800	2.8
United Kingdom				
3 300	Centrica Plc.	20	19	
9 500	Compass Group Plc.	164	176	
400	GlaxoSmithKline Plc.	12	11	
700	HSBC Holdings Plc. (U.K. Reg.)	8	8	
1 800	National Grid Plc.	28	28	
300	Next Plc.	36	35	
500	Reckitt Benckiser Plc.	45	47	
500	Reed Elsevier Plc.	8	9	
2 100	Royal Dutch Shell Plc.	88	93	
17 600	Smith & Nephew Plc.	301	332	
1 900	SSE Plc.	53	54	
		763	812	2.8
United States				
3 907	3M Co.	601	597	
422	Altria Group Inc.	18	19	
1 317	American Capital Agency Corp. Real Estate Investment Trust	34	33	
4 166	American Water Works Co. Inc.	213	220	
1 405	Analog Devices Inc.	80	81	
1 009	Archer Daniels Midland Co.	50	47	
5 740	AT&T Inc.	222	217	
856	Avery Dennison Corp.	47	47	
4 734	Becton Dickinson & Co.	590	597	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 313	Berkshire Hathaway Inc., Class B	\$ 185	\$ 177	
2 109	Bunge Ltd.	182	170	
667	Cardinal Health Inc.	51	49	
304	Caterpillar Inc.	36	35	
2 104	Cintas Corp.	134	143	
1 057	CMS Energy Corp.	35	35	
3 285	Colgate-Palmolive Company	245	239	
1 027	ConocoPhillips	91	94	
128	Consolidated Edison Inc.	8	8	
2 957	Costco Wholesale Corp.	377	363	
168	Dr Pepper Snapple Group Inc.	10	10	
1 898	DTE Energy Company	163	158	
4 492	Duke Energy Corp.	369	355	
197	Everest Re Group Ltd.	35	34	
4 528	Exelon Corp.	182	176	
1 769	Express Scripts Holding Co.	138	131	
2 972	Exxon Mobil Corp.	331	319	
6 357	General Mills Inc.	372	356	
2 935	Henry Schein Inc.	368	372	
1 202	Home Depot Inc.	106	104	
2 480	Honeywell International Inc.	253	246	
4 838	Hormel Foods Corp.	255	255	
785	International Flavors & Fragrances Inc.	83	87	
4 032	Johnson & Johnson	450	450	
416	Kimberly-Clark Corp.	51	49	
2 107	L-3 Communications Holdings Inc.	267	271	
134	Lockheed Martin Corporation	25	23	
2 530	Marsh & McLennan Companies Inc.	136	140	
5 370	McDonald's Corp.	594	577	
573	Medtronic Inc.	38	39	
2 938	Merck & Co. Inc.	184	181	
439	Motorola Solutions Inc.	33	31	
576	Northeast Utilities	30	29	
6 106	PepsiCo Inc.	583	582	
2 369	Pfizer Inc.	76	75	
1 245	Philip Morris International Inc.	118	112	
255	PPG Industries Inc.	57	57	
8 599	PPL Corporation	318	326	
2 249	Praxair Inc.	321	319	
5 948	Procter & Gamble Co.	542	498	
7 023	Public Service Enterprise Group	314	306	
706	QUALCOMM Inc.	62	60	
223	RenaissanceRe Holdings Ltd.	26	25	
1 448	SCANA Corp.	85	83	
2 351	Sempra Energy	257	263	
3 678	Sigma-Aldrich Corp.	385	398	
1 986	Siliconware Precision Industries Co. ADR	15	17	
17 219	Southern Co.	884	833	
1 388	Stryker Corp.	118	125	
9 768	The Coca-Cola Co.	441	441	
4 223	The Hershey Co.	448	439	
1 956	TJX Companies Inc.	126	111	
5 606	Torchmark Corp.	484	490	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 100	Travelers Cos. Inc.	\$ 109	\$ 110	
15	Union Pacific Corp.	2	2	
1 420	United Parcel Service Inc.	161	156	
5 727	Verizon Communications Inc.	294	299	
9 587	Wal-Mart Stores, Inc.	841	767	
530	WellPoint Inc.	59	61	
9 945	Wisconsin Energy Corp.	530	498	
9 674	Xcel Energy Inc.	341	332	
		<u>15 669</u>	<u>15 349</u>	<u>53.0</u>
	TOTAL GLOBAL EQUITIES	<u>29 052</u>	<u>28 854</u>	<u>99.6</u>
	TOTAL INVESTMENTS	<u>\$ 29 052</u>	<u>28 854</u>	<u>99.6</u>
	OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>115</u>	<u>0.4</u>
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	<u>\$ 28 969</u>	<u>28 969</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).



Statement of Financial Position (unaudited) (in \$000s except per unit amounts)

	June 30
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 28 854
Cash	93
Dividends receivable, interest accrued and other assets	24
TOTAL ASSETS	28 971
LIABILITIES	
Accounts payable and accrued expenses	2
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 28 969
Investments at cost	\$ 29 052
NAV, END OF PERIOD	
SERIES 0	\$ 28 969
NAV PER UNIT, END OF PERIOD	
SERIES 0	\$ 10.02

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the period ended June 30 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 198
Other income (loss)	1
Net realized gain (loss) on investments	5
Net gain (loss) on foreign currencies and other net assets	4
Change in unrealized gain (loss) on investments	(198)
TOTAL INCOME (LOSS)	10
EXPENSES (see notes – Fund Specific Information)	
Administration fees	1
Board of Governors costs	1
Transaction costs	18
Withholding tax	22
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	41
INCREASE (DECREASE) IN NAV	\$ (31)
INCREASE (DECREASE) IN NAV SERIES O	\$ (31)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ (0.01)

* Fund launched January 2014.

Statement of Cash Flow (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ (31)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(5)
Change in unrealized loss (gain) on investments	198
(Increase) decrease in accrued receivables	(24)
Increase (decrease) in accrued payables	2
Cost of investments purchased	(46 706)
Proceeds on sales of investments	17 659
NET CASH PROVIDED BY OPERATING ACTIVITIES	(28 907)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	29 000
Cash paid on redemption of redeemable units	–
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 29 000
Net increase (decrease) in cash for the year	93
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 93
Interest received	\$ –
Dividends received, net of withholding taxes	\$ 153

* Fund launched January 2014.



Statement of Changes in NAV (unaudited) (in \$000s)

For the period ended June 30 (see note 2 in the generic notes)*	Series 0 2014
NAV AT BEGINNING OF PERIOD	\$ —
INCREASE (DECREASE) IN NAV	(31)
Early redemption fees	—
Proceeds from redeemable units issued	29 000
Reinvestments of distributions to holders of redeemable units	—
Redemption of redeemable units	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	29 000
Distributions from net income	—
Distributions from net gains	—
Distributions from capital	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—
NET INCREASE (DECREASE) IN NAV	28 969
NAV AT END OF PERIOD	\$ 28 969

* Fund launched January 2014.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies around the world, including companies located or active in emerging markets, using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014
United States dollar	56.8
Japanese yen	9.7
Hong Kong dollar	7.6
Euro	6.7
Swiss franc	4.4
Malaysian ringgit	3.0
Pound sterling	2.8
Singapore dollar	2.2
Australian dollar	1.9
Israeli new shekel	0.7
Total	95.8

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	17 291	11 563	–	28 854
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	17 291	11 563	–	28 854
% of total portfolio	59.9	40.1	–	100.0

For the period ended June 30, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
----------	-------

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014
Units held	
Series O	400 000
Value of all units	4 010



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the period ended June 30
(see note 2 in the generic notes) **2014**

Series 0

Opening units	–
Issued number of units	2 890
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	2 890

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	June 30 2014	
	\$	%
Total transaction costs	18	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014
Fair value of securities loaned	327
Fair value of collateral received	333



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL ENERGY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Commercial Services and Supplies				
3 000 000	Ceiba Energy Services Inc.	\$ 1 825	\$ 2 340	
		1 825	2 340	0.6
Energy Equipment and Services				
109 600	Calfrac Well Services Ltd.	1 764	2 187	
59 800	Canadian Energy Services & Technology Corp.	1 933	1 999	
8 400	Core Laboratories N.V.	1 814	1 496	
69 600	EnSCO Plc., Class A	4 002	4 125	
38 600	FMC Technologies Inc.	2 281	2 515	
34 800	Gulfmark Offshore Inc., Class A	1 435	1 677	
279 400	Halliburton Co.	13 010	21 159	
33 100	Helmerich & Payne	3 032	4 099	
234 000	North American Energy Partners Inc.	2 012	2 010	
36 200	Oceaneering International Inc.	2 633	3 016	
55 000	Patterson-UTI Energy Inc.	1 365	2 050	
41 900	Schlumberger Ltd.	3 242	5 272	
55 300	Superior Energy Services	1 404	2 133	
146 800	Trinidad Drilling Ltd.	1 476	1 778	
181 400	Weatherford International Plc.	3 466	4 450	
		44 869	59 966	14.9
Metals and Mining				
140 465	Altius Minerals Corp.	1 967	1 766	
4 372 000	Mongolia Minerals Corp.* (Private)	3 500	437	
1 471 000	RB Energy Inc.	1 000	1 000	
		6 467	3 203	0.8
Oil, Gas and Consumable Fuels				
1 406 176	Africa Hydrocarbons Inc.*, Warrants @ 0.30 August 31, 2014	–	–	
1 213 602	African Petroleum Corp Ltd.	3 067	264	
176 200	Anadarko Petroleum Corp.	15 479	20 572	
564 200	Bankers Petroleum Ltd.	1 644	3 848	
466 800	BG Group Plc.	9 431	10 507	
800 000	BNK Petroleum Inc.	1 760	1 312	
184 200	Cabot Oil & Gas Corp.	6 986	6 708	
394 400	Canacol Energy Ltd.	3 172	2 741	
377 900	Canadian Natural Resources Ltd.	12 792	18 528	
102 566	Cardinal Energy Ltd.	846	1 846	
240 200	Cenovus Energy Inc.	7 914	8 309	
70 700	Chevron Corp.	7 688	9 843	
29 900	Cimarex Energy Co.	3 892	4 575	
53 100	Concho Resources Inc.	5 607	8 185	
65 700	Continental Resources Inc.	5 400	11 076	
141 300	Crew Energy Inc.	973	1 561	
368 800	Crocotta Energy Inc.	1 707	1 722	
146 200	DeeThree Exploration Ltd.	1 326	1 667	
25 600	Eclipse Resources Corp.	748	687	
129 600	EOG Resources Inc.	9 546	16 150	
82 700	EQT Corp.	5 401	9 430	
209 400	Exxon Mobil Corp.	22 547	22 476	
1 855 040	Fission Uranium Corp.	2 324	2 133	

Holdings	Security	Cost	Fair Value	% of Net Assets
Oil, Gas and Consumable Fuels (cont.)				
269 700	Gear Energy Ltd.	\$ 1 034	\$ 1 691	
440 700	Gran Tierra Energy Inc.	2 686	3 821	
79 400	Kelt Exploration Ltd.	587	1 209	
114 100	Kelt Exploration Ltd.*, Restricted July 25, 2014	1 324	1 727	
80 700	Keyera Corp.	5 124	6 344	
155 300	Laricina Energy Ltd.* (Private)	4 650	1 553	
324 500	Legacy Oil + Gas Inc.	2 081	3 070	
52 800	MEG Energy Corp.	1 690	2 053	
1 112 000	NexGen Energy Ltd.	500	367	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	–	36	
74 000	Noble Energy Inc.	5 171	6 114	
108 600	Oryx Petroleum Corp Ltd.	1 629	1 462	
163 500	Paramount Resources Ltd., Class A	8 191	9 736	
260 400	Parex Resources Inc.	2 481	3 268	
83 800	Parsley Energy Inc.	1 892	2 152	
47 300	PrairieSky Royalty Ltd.	1 324	1 835	
228 500	Peabody Energy Corp.	4 348	3 985	
75 900	Pembina Pipeline Corp.	2 560	3 485	
64 400	Phillips 66 Company	5 443	5 524	
23 000	Pioneer Natural Resources Co.	2 940	5 638	
369 100	Raging River Exploration Inc.	2 047	4 005	
97 100	Range Resources Corp.	7 842	9 006	
48 800	Rice Energy Inc.	1 756	1 585	
9 179 000	Sintana Energy Inc.	1 964	1 515	
724 897	Spartan Energy Corp.	760	2 929	
179 700	Spectra Energy Corp.	7 762	8 143	
555 800	Suncor Energy Inc.	18 139	25 289	
331 500	Tamarack Valley Energy Ltd.	1 839	2 135	
34 641	Tourmaline Oil Corp.	1 045	1 949	
69 100	Valero Energy Corp.	4 359	3 693	
489 900	Veresen Inc.	8 060	9 186	
75 700	Western Refining Inc.	3 440	3 032	
171 240	Whitecap Resources Inc.	2 083	2 820	
197 400	Williams Companies Inc.	10 184	12 254	
		257 185	316 751	78.8
TOTAL GLOBAL EQUITIES		310 346	382 260	95.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
2 039	Bank of Montreal	\$ 2 039	\$ 2 039	
2 660	Bank of Nova Scotia	2 658	2 658	
350	Government of Canada Treasury Bills	349	349	
19 525	Toronto-Dominion Bank	19 505	19 505	
TOTAL SHORT-TERM INVESTMENTS		24 551	24 551	6.1
TOTAL INVESTMENTS		334 897	406 811	101.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1 105	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(2 454)	(0.6)
TOTAL PORTFOLIO		\$ 334 897	405 462	100.9
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(3 630)	(0.9)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 401 832		100.0

* Illiquid security.

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and September 25, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 522 Sold USD 2 320 @ 1.0869	02-Jul-14	\$ 47
Bought CAD 3 447 Sold USD 3 100 @ 1.1119	02-Jul-14	142
Bought CAD 1 236 Sold USD 1 100 @ 1.1233	03-Jul-14	62
Bought USD 1 100 Sold CAD 1 174 @ 1.0670	03-Jul-14	–
Bought CAD 2 513 Sold SEK 14 900 @ 0.1687	07-Jul-14	134
Bought CAD 2 240 Sold USD 2 060 @ 1.0871	08-Jul-14	42
Bought CAD 1 046 Sold USD 962 @ 1.0869	09-Jul-14	19
Bought CAD 2 033 Sold USD 1 860 @ 1.0931	09-Jul-14	49
Bought CAD 2 398 Sold USD 2 185 @ 1.0977	09-Jul-14	67
Bought CAD 742 Sold USD 691 @ 1.0742	09-Jul-14	5
Bought CAD 11 306 Sold USD 10 354 @ 1.0919	10-Jul-14	259
Bought CAD 332 Sold USD 300 @ 1.1051	16-Jul-14	11
Bought CAD 5 785 Sold USD 5 420 @ 1.0674	16-Jul-14	2
Bought AUD 400 Sold CAD 402 @ 1.0055	24-Jul-14	–
Bought CAD 1 184 Sold USD 1 100 @ 1.0760	25-Jul-14	10
Bought AUD 100 Sold CAD 101 @ 1.0086	28-Jul-14	–
Bought GBP 10 692 Sold CAD 19 481 @ 1.8220	29-Jul-14	47
Bought EUR 370 Sold CAD 541 @ 1.4633	01-Aug-14	–
Bought CAD 1 528 Sold USD 1 400 @ 1.0917	08-Aug-14	34
Bought CAD 1 790 Sold USD 1 637 @ 1.0934	08-Aug-14	42
Bought CAD 2 803 Sold USD 2 567 @ 1.0920	08-Aug-14	62
Bought CAD 1 741 Sold USD 1 600 @ 1.0884	19-Aug-14	33
Bought GBP 172 Sold CAD 314 @ 1.8284	11-Sep-14	–
Bought GBP 3 616 Sold CAD 6 573 @ 1.8178	29-Sep-14	38
Bought CAD 1 176 Sold USD 1 100 @ 1.0694	02-Oct-14	–
		\$ 1 105

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 6 564 Sold GBP 3 616 @ 1.8152	02-Jul-14	\$ (37)
Bought GBP 3 166 Sold CAD 5 879 @ 1.8569	02-Jul-14	(99)
Bought GBP 450 Sold CAD 833 @ 1.8500	02-Jul-14	(11)
Bought USD 5 420 Sold CAD 5 783 @ 1.0671	02-Jul-14	(2)
Bought SEK 16 732 Sold CAD 2 733 @ 0.1634	07-Jul-14	(62)
Bought JPY 141 691 Sold CAD 1 525 @ 0.0108	09-Jul-14	(33)
Bought USD 11 000 Sold CAD 12 154 @ 1.1049	09-Jul-14	(419)
Bought USD 592 Sold CAD 655 @ 1.1070	09-Jul-14	(24)
Bought USD 800 Sold CAD 869 @ 1.0864	09-Jul-14	(16)
Bought USD 3 813 Sold CAD 4 139 @ 1.0854	10-Jul-14	(71)
Bought USD 5 473 Sold CAD 5 942 @ 1.0857	10-Jul-14	(103)
Bought GBP 400 Sold CAD 740 @ 1.8496	11-Jul-14	(9)
Bought CHF 1 753 Sold CAD 2 198 @ 1.2538	15-Jul-14	(88)
Bought GBP 725 Sold CAD 1 339 @ 1.8464	15-Jul-14	(15)
Bought USD 2 380 Sold CAD 2 631 @ 1.1053	15-Jul-14	(91)
Bought USD 8 425 Sold CAD 9 048 @ 1.0739	15-Jul-14	(58)
Bought GBP 200 Sold CAD 369 @ 1.8438	22-Jul-14	(4)
Bought EUR 850 Sold CAD 1 272 @ 1.4963	24-Jul-14	(30)
Bought AUD 2 833 Sold CAD 2 868 @ 1.0125	28-Jul-14	(23)
Bought AUD 3 034 Sold CAD 3 072 @ 1.0124	28-Jul-14	(24)
Bought AUD 400 Sold CAD 407 @ 1.0187	28-Jul-14	(6)
Bought GBP 848 Sold CAD 1 552 @ 1.8299	29-Jul-14	(3)
Bought USD 2 845 Sold CAD 3 125 @ 1.0985	29-Jul-14	(88)
Bought JPY 186 691 Sold CAD 1 996 @ 0.0107	30-Jul-14	(29)
Bought NOK 3 300 Sold CAD 597 @ 0.1810	30-Jul-14	(24)
Bought USD 3 433 Sold CAD 3 799 @ 1.1065	31-Jul-14	(134)
Bought EUR 1 175 Sold CAD 1 784 @ 1.5182	01-Aug-14	(66)
Bought EUR 400 Sold CAD 590 @ 1.4741	01-Aug-14	(5)
Bought EUR 5 833 Sold CAD 8 755 @ 1.5009	12-Aug-14	(225)
Bought USD 935 Sold CAD 1 019 @ 1.0901	12-Aug-14	(21)
Bought EUR 500 Sold CAD 747 @ 1.4942	14-Aug-14	(16)
Bought GBP 200 Sold CAD 369 @ 1.8443	19-Aug-14	(3)
Bought GBP 370 Sold CAD 677 @ 1.8311	19-Aug-14	(1)
Bought EUR 650 Sold CAD 972 @ 1.4952	20-Aug-14	(21)
Bought NOK 17 138 Sold CAD 3 009 @ 0.1756	20-Aug-14	(31)
Bought USD 3 489 Sold CAD 3 799 @ 1.0888	03-Sep-14	(71)
Bought JPY 43 000 Sold CAD 459 @ 0.0107	05-Sep-14	(6)
Bought EUR 6 300 Sold CAD 9 413 @ 1.4942	08-Sep-14	(194)
Bought EUR 2 100 Sold CAD 3 112 @ 1.4819	09-Sep-14	(39)
Bought USD 333 Sold CAD 364 @ 1.0945	11-Sep-14	(9)
Bought GBP 4 480 Sold CAD 8 268 @ 1.8456	15-Sep-14	(80)
Bought GBP 5 829 Sold CAD 10 757 @ 1.8455	15-Sep-14	(103)
Bought GBP 800 Sold CAD 1 476 @ 1.8454	16-Sep-14	(14)
Bought EUR 1 200 Sold CAD 1 759 @ 1.4655	19-Sep-14	(2)
Bought NOK 14 638 Sold CAD 2 567 @ 0.1753	24-Sep-14	(24)
Bought NOK 2 500 Sold CAD 439 @ 0.1756	24-Sep-14	(5)
Bought USD 600 Sold CAD 645 @ 1.0755	24-Sep-14	(4)
Bought EUR 5 283 Sold CAD 7 746 @ 1.4662	25-Sep-14	(11)
		\$ (2 454)
		\$ (1 349)
TOTAL FOREIGN EXCHANGE		

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 406 811	\$ 347 198	\$ 337 306
Cash	982	2	5
Due from investment dealers	266	7 818	158
Subscriptions receivable	176	103	106
Unrealized gain on foreign exchange contracts	1 105	3 223	68
Dividends receivable, interest accrued and other assets	1 976	151	235
TOTAL ASSETS	411 316	358 495	337 878
LIABILITIES			
Due to investment dealers	5 957	6 007	1 400
Redemptions payable	407	639	358
Unrealized loss on foreign exchange contracts	2 454	1 939	279
Accounts payable and accrued expenses	666	589	570
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	9 484	9 174	2 607
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 401 832	\$ 349 321	\$ 335 271
Investments at cost	\$ 334 897	\$ 306 186	\$ 330 144
NAV, END OF PERIOD			
SERIES A	\$ 347 491	\$ 306 765	\$ 294 761
ADVISOR SERIES	\$ 3 142	\$ 2 531	\$ 2 356
SERIES D	\$ 47 310	\$ 37 018	\$ 35 678
SERIES F	\$ 3 889	\$ 3 007	\$ 2 476
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 56.43	\$ 46.34	\$ 38.59
ADVISOR SERIES	\$ 56.69	\$ 46.55	\$ 38.74
SERIES D	\$ 59.93	\$ 49.00	\$ 40.45
SERIES F	\$ 64.61	\$ 52.75	\$ 43.43

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 172	\$ 2 359
Interest for distribution purposes	93	91
Securities lending revenue (see note 6 in the generic notes)	47	42
Net realized gain (loss) on investments	42 408	10 947
Net gain (loss) on foreign currencies and other net assets	3 060	(357)
Change in unrealized gain (loss) on investments	28 269	3 822
TOTAL INCOME (LOSS)	76 049	16 904
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 069	2 749
Administration fees	360	321
Board of Governors costs	1	2
GST/HST	322	304
Transaction costs	471	649
Withholding tax	172	240
TOTAL EXPENSES	4 395	4 265
INCREASE (DECREASE) IN NAV	\$ 71 654	\$ 12 639
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 62 280	\$ 10 969
ADVISOR SERIES	\$ 540	\$ 89
SERIES D	\$ 8 150	\$ 1 465
SERIES F	\$ 684	\$ 116
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 10.08	\$ 1.49
ADVISOR SERIES	\$ 10.14	\$ 1.51
SERIES D	\$ 10.91	\$ 1.75
SERIES F	\$ 11.84	\$ 1.94

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 71 654	\$ 12 639
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(40 654)	(10 947)
Change in unrealized loss (gain) on investments	(28 269)	(3 822)
(Increase) decrease in accrued receivables	5 654	(1 718)
Increase (decrease) in accrued payables	(205)	(375)
Cost of investments purchased	(558 770)	(513 750)
Proceeds on sales of investments	570 713	545 305
NET CASH PROVIDED BY OPERATING ACTIVITIES	20 123	27 332
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	17 483	8 465
Cash paid on redemption of redeemable units	(36 626)	(35 666)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (19 143)	\$ (27 201)
Net increase (decrease) in cash for the year	980	131
Cash (bank overdraft), beginning of period	2	5
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 982	\$ 136
Interest received	\$ 90	\$ 98
Dividends received, net of withholding taxes	\$ 1 924	\$ 2 119



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 306 765	\$ 294 761	\$ 2 531	\$ 2 356	\$ 37 018	\$ 35 678
INCREASE (DECREASE) IN NAV	62 280	10 969	540	89	8 150	1 465
Early redemption fees	–	–	–	–	1	–
Proceeds from redeemable units issued	8 129	5 788	362	432	8 342	1 967
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(29 683)	(28 899)	(291)	(294)	(6 201)	(5 850)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(21 554)	(23 111)	71	138	2 142	(3 883)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	40 726	(12 142)	611	227	10 292	(2 418)
NAV AT END OF PERIOD	\$ 347 491	\$ 282 619	\$ 3 142	\$ 2 583	\$ 47 310	\$ 33 260

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 007	\$ 2 476	\$ 349 321	\$ 335 271
INCREASE (DECREASE) IN NAV	684	116	71 654	12 639
Early redemption fees	–	–	1	–
Proceeds from redeemable units issued	650	278	17 483	8 465
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(452)	(623)	(36 627)	(35 666)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	198	(345)	(19 143)	(27 201)
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	882	(229)	52 511	(14 562)
NAV AT END OF PERIOD	\$ 3 889	\$ 2 247	\$ 401 832	\$ 320 709

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of companies throughout the world that are involved directly or indirectly in the exploration, development, production or distribution of energy and energy-related products, or activities in the Energy sector.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.9% (December 31, 2013 – 3.4%, January 1, 2013 – 7.4%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	58.5	58.8	17.3
Pound sterling	15.5	16.0	2.7
Euro	9.0	8.8	–
Australian dollar	1.7	1.8	0.9
Norwegian krone	1.7	1.7	–
Japanese yen	1.0	0.9	–
Swiss franc	0.5	0.6	–
Swedish krona	0.1	–	0.6
Brazilian real	–	–	0.5
Total	88.0	88.6	22.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Index – Energy (CAD)	+ or - 1.3	+ or - 1.3	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	367 772	12 498	1 990	382 260
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	24 551	–	24 551
Derivatives – assets	–	1 105	–	1 105
Derivatives – liabilities	–	(2 454)	–	(2 454)
Total financial instruments	367 772	35 700	1 990	405 462
% of total portfolio	90.7	8.8	0.5	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	306 855	27 121	7 201	341 177
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 021	–	6 021
Derivatives – assets	–	3 223	–	3 223
Derivatives – liabilities	–	(1 939)	–	(1 939)
Total financial instruments	306 855	34 426	7 201	348 482
% of total portfolio	88.0	9.9	2.1	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	269 893	31 245	21 143	322 281
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	15 025	–	15 025
Derivatives – assets	–	68	–	68
Derivatives – liabilities	–	(279)	–	(279)
Total financial instruments	269 893	46 059	21 143	337 095
% of total portfolio	80.0	13.7	6.3	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	7 201	21 143	21 701
Net purchases	–	3 125	7 682
Net sales	(3 206)	–	–
Net transfers in (out)	–	(10 147)	(7 340)
Realized gains (losses)	(15)	–	–
Unrealized gains (losses)	(1 990)	(6 920)	(900)
Balance at end of period	1 990	7 201	21 143

Transfers out of Level 3 were the result of securities becoming listed and quoted.

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	5 006
Non-capital losses	2 345
Non-capital losses expire in:	
2032	2 232
2029	113

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	6 584	7 639
Issued number of units	159	145
Reinvested number of units	–	–
Redeemed number of units	(585)	(723)
Ending number of units	6 158	7 061
Advisor Series		
Opening units	54	61
Issued number of units	7	10
Reinvested number of units	–	–
Redeemed number of units	(6)	(7)
Ending number of units	55	64



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	751	882
Issued number of units	151	47
Reinvested number of units	–	–
Redeemed number of units	(113)	(140)
Ending number of units	789	789
Series F		
Opening units	57	57
Issued number of units	11	7
Reinvested number of units	–	–
Redeemed number of units	(8)	(14)
Ending number of units	60	50

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	471	100	649	100
Related-party brokerage commissions*	11	2	24	4
Commission arrangements†	18	4	3	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	41 459	15 412
Fair value of collateral received	42 288	15 720

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	320 396	334 504
Revaluation of investments at FVTPL	313	767
Net assets attributable to holders of redeemable units	320 709	335 271
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		13 093
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(454)
Increase (decrease) in net assets attributable to holders of redeemable units		12 639



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL PRECIOUS METALS FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Diversified Metals and Mining				
2 450 000	Almaden Minerals Ltd.	\$ 8 206	\$ 3 626	
1 740 000	Argentex Mining Corp.	2 001	149	
3 636 000	Bellhaven Copper & Gold Inc.	2 224	164	
2 500 000	Billabong Financial* (Private)	1 000	175	
2 222 222	Blackstone Ventures Inc.	1 000	11	
2 703 700	Brilliant Resources Inc.	730	162	
6 000 002	Calibre Mining Corp.	2 679	360	
1 854 300	Cayden Resources Inc.	2 959	3 430	
2 515 260	Coastal Gold Corp.	2 441	38	
4 417 000	Darnley Bay Resources Ltd.	839	155	
255 100	First Quantum Minerals Ltd.	5 366	5 821	
1 145 300	INV Metals Inc.	2 671	34	
3 252 620	Ivanhoe Mines Ltd., Class A	9 130	4 424	
1 282 380	Ivanhoe Mines Ltd.*, Restricted December 15, 2015	2 245	1 596	
1 068 650	Ivanhoe Mines Ltd.*, Warrants @ 4.75 October 23, 2014	—	—	
5 000 000	Paget Minerals Corp.	1 000	75	
3 571 000	Panoro Minerals Ltd.	1 500	1 500	
2 830 403	Pershimco Resources Inc.	2 481	906	
2 097 666	RB Energy Inc.	2 720	1 426	
1 779 000	Rio Alto Mining Ltd.	3 927	4 412	
1 792 837	Sendero Mining Corp., Warrants @ 0.40 July 9, 2014	—	9	
1 250 000	Silver Bull Resources Inc.*, Warrants @ 0.55 August 14, 2014	—	—	
1 010 200	Thompson Creek Metals Co. Inc.	3 016	3 192	
7 059 000	True Gold Mining Inc.	2 585	3 141	
1 700 000	True Gold Mining Inc., Warrants @ 0.47 August 18, 2014	66	26	
500 000	West African Resources Ltd., Warrants @ 0.40 January 17, 2017	—	10	
15 784 100	West Kirkland Mining Inc.	3 964	2 289	
10 000 000	West Kirkland Mining Inc., Warrants @ 0.30 April 17, 2019	—	300	
		64 750	37 431	6.3
Gold				
1 105 863	Agnico Eagle Mines Ltd.	38 165	45 186	
2 466 667	Amarillo Gold Corp.	3 701	271	
1 805 335	Asanko Gold Inc.	4 597	5 020	
17 504 000	Aureus Mining Inc.	19 707	7 789	
8 335 992	B2Gold Corp.	21 610	25 925	
5 000 000	Belo Sun Mining Corp.	5 295	875	
2 116 934	Continental Gold Ltd.	14 464	7 409	
39 999	Corazon Gold Corp.	255	6	
1 100 000	Cordoba Minerals Corp.	1 100	858	
2 200 000	Cordoba Minerals Corp.*, Warrants @ 0.75 February 7, 2017	—	178	
1 100 000	CUCO Resources Ltd.* (Private)	3 068	—	
1 457 200	Detour Gold Corp.	14 254	21 275	

Holdings	Security	Cost	Fair Value	% of Net Assets
Gold (cont.)				
3 923 100	Eldorado Gold Corp.	\$ 42 808	\$ 32 012	
8 895 000	Elgin Mining Inc.	5 756	3 202	
722 000	Franco-Nevada Corp.	32 208	44 223	
1 308 146	Goldcorp Inc.	32 417	38 957	
900 000	Golden Reign Resources Ltd.	603	135	
900 000	Golden Reign Resources Ltd.*, Warrants @ 0.80 July 12, 2014	—	—	
10 178 300	Goldgroup Mining Inc.	11 388	1 985	
2 860 500	GoldQuest Mining Corp.	3 148	915	
611 166	IDM Mining Ltd.	1 792	138	
59 785	Kinross Gold Corp., Warrants @ 21.30 September 17, 2014	65	1	
1 600 000	Laurentian Goldfields Ltd.*, Restricted July 4, 2014	400	636	
800 000	Laurentian Goldfields Ltd.*, Warrants @ 0.50 August 18, 2016	—	208	
4 509 538	Loncor Resources Inc.	6 108	428	
3 602 000	Luna Gold Corp.	5 202	4 178	
2 173 300	Lydian International Ltd.	3 308	2 760	
5 250 000	Malbex Resources Inc.	2 250	158	
183 300	Midas Gold Corp.	670	150	
1 800 000	Midway Gold Corp.	1 621	1 607	
4 750 000	Minera IRL Ltd.	5 368	974	
3 275 700	Mineral Mountain Resources Ltd.	884	197	
3 275 700	Mineral Mountain Resources Ltd.*, Warrants @ 0.45 November 21, 2014	—	5	
1 947 500	New Gold Inc.	14 144	13 185	
3 479 500	OceanaGold Corp.	9 746	11 517	
1 111 922	Osisko Gold Royalties Ltd.	17 704	17 846	
416 667	Pembroke Mining Corp.* (Private)	750	521	
1 216 500	Pilot Gold Inc.	1 861	1 776	
995 750	Pilot Gold Inc., Warrants @ 2.20 November 1, 2014	—	119	
3 928 700	Primero Mining Corp.	24 458	33 590	
825 000	Primero Mining Corp., Warrants @ 2.19 November 19, 2014	78	25	
800 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	1 318	1 184	
1 500 000	Probe Mines Ltd.	4 910	4 080	
329 800	Randgold Resources Ltd. ADR	30 888	29 762	
6 200 000	Reunion Gold Corp.	10 068	558	
861 000	Richmont Mines Inc.	1 248	1 300	
769 240	RTG Mining Inc.	1 000	846	
4 490 000	Ryan Gold Corp.	6 709	606	
10 000 000	Scorpio Gold Corp.	6 575	2 500	
1 740 900	Semafo Inc.	6 701	8 722	
3 862 400	Silvercrest Mines Inc.	10 082	8 884	
9 489 700	Sulliden Exploration Inc.	9 370	13 096	
1 350 000	Tanzania Minerals Corp.*, Warrants @ 0.35 December 7, 2015	—	3	
2 807 300	Teranga Gold Corp.	2 678	2 105	
5 000 093	Timmins Gold Corp.	11 663	9 550	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Gold (cont.)				
6 286 900	Torex Gold Resources Inc.	\$ 10 756	\$ 10 248	
1 122 650	Torex Gold Resources Inc., Warrants @ 1.50 August 4, 2014	85	157	
1 715 116	Trident Gold Corp.	1 258	34	
1 250 000	Trident Gold Corp.*, Warrants @ 1.00 February 13, 2015	—	—	
787 638	Troy Resources Ltd.	982	856	
212 362	Troy Resources Ltd.*, Restricted July 5, 2014	265	227	
9 129 500	Unigold Inc.	1 769	411	
1 374 433	Yamana Gold Inc.	12 205	12 068	
		<u>481 483</u>	<u>433 437</u>	<u>72.4</u>
Precious Metals and Minerals				
9 493 000	Castle Resources Inc.	4 883	285	
3 429 000	Dalradian Resources Inc.	2 192	3 463	
714 500	Dalradian Resources Inc., Warrants @ 0.90 February 19, 2015	68	152	
1 300 000	Dundee Precious Metals Inc.	11 548	6 643	
2 530 000	ECl Exploration and Mining Inc.* (Private)	2 875	—	
1 150 000	ECl Exploration and Mining Inc.*, Warrants @ 1.80 January 1, 2049 (Private)	—	—	
115 000	ECl Exploration and Mining Inc.*, Warrants @ 1.80 November 22, 2049 (Private)	—	—	
510 600	Kennady Diamonds Inc.	1 090	2 859	
1 389 655	Klondex Mines Ltd.	2 379	2 779	
3 048 334	Minco Plc.	277	103	
2 433 783	Mountain Province Diamonds Inc.	10 626	12 291	
353 185	Mountain Province Diamonds Inc.*, Restricted July 28, 2014	1 801	1 761	
1 600 000	Petra Diamonds Ltd.	3 240	5 505	
2 252 800	Platinum Group Metals Ltd.	3 384	2 861	
106 826	Reservoir Minerals Inc.*, Restricted July 21, 2014	614	641	
3 521 365	Shear Diamonds Ltd.	2 160	—	
3 076 920	Shear Diamonds Ltd.*, Warrants @ 0.75 August 27, 2014	—	—	
417 900	Stillwater Mining Company	7 761	7 823	
454 649	Tahoe Resources Inc.	6 227	12 703	
		<u>61 125</u>	<u>59 869</u>	<u>10.0</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Silver				
445 400	First Majestic Silver Corp.	\$ 8 898	\$ 5 135	
2 175 500	Fortuna Silver Mines Inc.	9 505	12 835	
1 376 063	Silver Wheaton Corp.	30 615	38 640	
		<u>49 018</u>	<u>56 610</u>	<u>9.5</u>
TOTAL GLOBAL EQUITIES		<u>656 376</u>	<u>587 347</u>	<u>98.2</u>
SHORT-TERM INVESTMENTS[†]		<u>11 660</u>	<u>11 660</u>	<u>1.9</u>
TOTAL INVESTMENTS		<u>668 036</u>	<u>599 007</u>	<u>100.1</u>
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(18)	—
TOTAL PORTFOLIO		<u>\$ 668 036</u>	<u>598 989</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			(438)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS				
		<u>\$ 598 569</u>		<u>100.0</u>

* Illiquid security.

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.10% to 1.20% and mature between July 11, 2014 and July 16, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 616 Sold AUD 1 607 @ 1.0059	02-Jul-14	\$ —
Bought CAD 33 Sold USD 31 @ 1.0684	02-Jul-14	—
Bought CAD 98 Sold USD 92 @ 1.0686	02-Jul-14	—
		<u>\$ —</u>
Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 546 Sold GBP 3 047 @ 1.8199	02-Jul-14	\$ (18)
		<u>\$ (18)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (18)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 599 007	\$ 468 936	\$ 950 955
Cash	14	15	10
Due from investment dealers	7 427	6 142	534
Subscriptions receivable	277	563	371
Dividends receivable, interest accrued and other assets	142	211	400
TOTAL ASSETS	606 867	475 867	952 270
LIABILITIES			
Due to investment dealers	6 584	5 830	4 994
Redemptions payable	824	733	1 215
Unrealized loss on foreign exchange contracts	18	—	—
Accounts payable and accrued expenses	872	759	1 540
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	8 298	7 322	7 749
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 598 569	\$ 468 545	\$ 944 521
Investments at cost	\$ 668 036	\$ 736 673	\$ 979 767
NAV, END OF PERIOD			
SERIES A	\$ 441 205	\$ 349 250	\$ 701 246
ADVISOR SERIES	\$ 32 286	\$ 25 817	\$ 50 250
SERIES D	\$ 102 072	\$ 75 419	\$ 139 255
SERIES F	\$ 20 260	\$ 15 791	\$ 48 578
SERIES I	\$ 2 153	\$ 1 925	\$ 5 055
SERIES O	\$ 593	\$ 343	\$ 137
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 29.17	\$ 22.30	\$ 39.83
ADVISOR SERIES	\$ 29.31	\$ 22.41	\$ 40.00
SERIES D	\$ 31.00	\$ 23.60	\$ 41.78
SERIES F	\$ 33.14	\$ 25.20	\$ 44.48
SERIES I	\$ 33.33	\$ 25.31	\$ 44.54
SERIES O	\$ 31.10	\$ 23.53	\$ 41.13

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 687	\$ 3 436
Interest for distribution purposes	91	94
Securities lending revenue (see note 6 in the generic notes)	58	267
Net realized gain (loss) on investments	(51 022)	(74 131)
Net gain (loss) on foreign currencies and other net assets	(57)	16
Change in unrealized gain (loss) on investments	198 690	(312 264)
TOTAL INCOME (LOSS)	149 447	(382 582)
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 327	5 684
Administration fees	487	641
Board of Governors costs	1	2
GST/HST	462	659
Transaction costs	1 280	935
Withholding tax	20	–
TOTAL EXPENSES	6 577	7 921
INCREASE (DECREASE) IN NAV	\$ 142 870	\$ (390 503)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 105 565	\$ (290 063)
ADVISOR SERIES	\$ 7 816	\$ (21 147)
SERIES D	\$ 23 883	\$ (57 712)
SERIES F	\$ 4 904	\$ (19 509)
SERIES I	\$ 572	\$ (2 006)
SERIES O	\$ 130	\$ (66)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 6.82	\$ (17.09)
ADVISOR SERIES	\$ 6.86	\$ (17.15)
SERIES D	\$ 7.35	\$ (17.83)
SERIES F	\$ 7.89	\$ (18.92)
SERIES I	\$ 7.97	\$ (18.91)
SERIES O	\$ 7.52	\$ (17.47)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 142 870	\$ (390 503)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	51 022	74 131
Change in unrealized loss (gain) on investments	(198 690)	312 264
(Increase) decrease in accrued receivables	(930)	(8 901)
Increase (decrease) in accrued payables	958	(2 293)
Cost of investments purchased	(768 759)	(419 623)
Proceeds on sales of investments	786 374	490 773
NET CASH PROVIDED BY OPERATING ACTIVITIES	12 845	55 848
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	53 526	42 931
Cash paid on redemption of redeemable units	(66 372)	(97 956)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (12 846)	\$ (55 025)
Net increase (decrease) in cash for the year	(1)	823
Cash (bank overdraft), beginning of period	15	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 14	\$ 833
Interest received	\$ 87	\$ 97
Dividends received, net of withholding taxes	\$ 1 740	\$ 3 436



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 349 250	\$ 701 246	\$ 25 817	\$ 50 250	\$ 75 419	\$ 139 255	\$ 15 791	\$ 48 578
INCREASE (DECREASE) IN NAV	105 565	(290 063)	7 816	(21 147)	23 883	(57 712)	4 904	(19 509)
Early redemption fees	–	–	–	–	2	1	–	–
Proceeds from redeemable units issued	24 754	25 348	3 846	4 224	22 451	9 808	2 336	3 492
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(38 364)	(62 523)	(5 193)	(6 718)	(19 683)	(15 697)	(2 771)	(12 576)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(13 610)	(37 175)	(1 347)	(2 494)	2 770	(5 888)	(435)	(9 084)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	91 955	(327 238)	6 469	(23 641)	26 653	(63 600)	4 469	(28 593)
NAV AT END OF PERIOD	\$ 441 205	\$ 374 008	\$ 32 286	\$ 26 609	\$ 102 072	\$ 75 655	\$ 20 260	\$ 19 985

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 925	\$ 5 055	\$ 343	\$ 137	\$ 468 545	\$ 944 521
INCREASE (DECREASE) IN NAV	572	(2 006)	130	(66)	142 870	(390 503)
Early redemption fees	–	–	–	–	2	1
Proceeds from redeemable units issued	–	–	139	59	53 526	42 931
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(344)	(426)	(19)	(17)	(66 374)	(97 957)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(344)	(426)	120	42	(12 846)	(55 025)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	228	(2 432)	250	(24)	130 024	(445 528)
NAV AT END OF PERIOD	\$ 2 153	\$ 2 623	\$ 593	\$ 113	\$ 598 569	\$ 498 993

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies throughout the world involved directly or indirectly in the exploration, mining and production of precious metals including gold, silver and platinum. The Fund may also invest in bullion, coins, receipts and certificates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.0% (December 31, 2013 – 1.5%, January 1, 2013 – 2.7%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	6.3	8.9	3.3
Pound sterling	0.9	3.2	–
Australian dollar	0.2	1.9	–
South African rand	–	1.1	–
Other currencies	–	–	0.1
Total	7.4	15.1	3.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Global Gold Index	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	574 932	11 719	696	587 347
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	11 660	–	11 660
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(18)	–	(18)
Total financial instruments	574 932	23 361	696	598 989
% of total portfolio	96.0	3.9	0.1	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	426 397	34 507	1 378	462 282
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	6 654	–	6 654
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	426 397	41 161	1 378	468 936
% of total portfolio	90.9	8.8	0.3	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	899 279	20 414	5 703	925 396
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	25 559	–	25 559
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	899 279	45 973	5 703	950 955
% of total portfolio	94.6	4.8	0.6	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	1 378	5 703	21 569
Net purchases	–	1 000	1 050
Net transfers in (out)	–	(2 568)	(7 081)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	(682)	(2 757)	(9 835)
Balance at end of period	696	1 378	5 703

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.19%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	24	24
Series O	9	9
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	179 815
Non-capital losses	19 670
Non-capital losses expire in:	
2033	6 071
2032	13 599

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

	For the periods ended June 30 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	15 660	17 608
Issued number of units	919	814
Reinvested number of units	–	–
Redeemed number of units	(1 452)	(1 999)
Ending number of units	15 127	16 423

Please see the generic notes at the back of the financial statements.



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	1 152	1 256
Issued number of units	143	132
Reinvested number of units	–	–
Redeemed number of units	(194)	(225)
Ending number of units	1 101	1 163
Series D		
Opening units	3 195	3 333
Issued number of units	793	299
Reinvested number of units	–	–
Redeemed number of units	(696)	(479)
Ending number of units	3 292	3 153
Series F		
Opening units	627	1 092
Issued number of units	77	99
Reinvested number of units	–	–
Redeemed number of units	(93)	(410)
Ending number of units	611	781
Series I		
Opening units	76	113
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	(11)	(11)
Ending number of units	65	102
Series O		
Opening units	15	3
Issued number of units	5	3
Reinvested number of units	–	–
Redeemed number of units	(1)	(1)
Ending number of units	19	5

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	1 280	100	935	100
Related-party brokerage commissions*	92	7	93	10
Commission arrangements†	66	5	45	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	113 291	53 322
Fair value of collateral received	115 557	54 389

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	495 093	934 651
Revaluation of investments at FVTPL	3 900	9 870
Net assets attributable to holders of redeemable units	498 993	944 521
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(384 533)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(5 970)
Increase (decrease) in net assets attributable to holders of redeemable units		(390 503)

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL RESOURCES FUND**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Chemicals				
33 095	Akzo Nobel N.V.	\$ 2 361	\$ 2 647	
36 000	Celanese Corp.	1 506	2 469	
14 000	Cytec Industries Inc.	1 213	1 575	
55 900	Dow Chemical Company	2 377	3 068	
32 100	Ecolab Inc.	2 845	3 811	
41 900	FMC Corp.	2 637	3 182	
25 400	International Flavors & Fragrances Inc.	2 091	2 825	
8 700	Linde AG	1 732	1 976	
54 500	LyondellBasell Industries N.V.	3 614	5 676	
36 700	Monsanto Co.	3 990	4 883	
2 857 144	One Earth Farms Corp.* (Private)	4 000	1 514	
3 370 200	Potash Ridge Corp.	2 407	775	
857 143	Potash Ridge Corp.*, Warrants @ 0.50 November 27, 2014	—	17	
35 700	Praxair Inc.	4 022	5 058	
17 900	Sherwin-Williams Co.	3 464	3 951	
18 800	Sigma-Aldrich Corp.	1 615	2 035	
		39 874	45 462	18.2
Commercial Services and Supplies				
1 666 667	West Mountain Capital Corp.	500	433	
		500	433	0.2
Construction Materials				
428 168	Cemex S.A. de CV ADR	5 360	6 042	
14 700	HeidelbergCement AG	1 174	1 341	
		6 534	7 383	3.0
Energy Equipment and Services				
21 400	EnSCO Plc., Class A	1 254	1 269	
176 400	Halliburton Co.	8 025	13 359	
11 100	Helmerich & Payne	1 084	1 374	
14 200	Oceaneering International Inc.	1 154	1 183	
33 600	Patterson-UTI Energy Inc.	780	1 252	
34 600	Superior Energy Services	905	1 334	
125 100	Weatherford International Plc.	2 386	3 069	
		15 588	22 840	9.2
Metals and Mining				
88 343	Altius Minerals Corp.	1 237	1 110	
188 783	BHP Billiton Plc.	6 210	6 546	
2 952 400	Black Iron Inc.	1 433	354	
800 000	Canada Coal Inc.*, Warrants @ 0.80 November 4, 2014	—	—	
550 000	CUCO Resources Ltd.* (Private)	1 534	—	
181 700	Eldorado Gold Corp.	1 627	1 483	
122 900	First Quantum Minerals Ltd.	2 134	2 805	
26 100	Franco-Nevada Corp.	1 207	1 599	
418 000	Glencore Plc.	2 449	2 485	
94 000	Goldcorp Inc.	2 543	2 799	
985 000	IMX Resources Ltd., Warrants @ 0.62 September 14, 2015	—	5	
417 572	Ivanhoe Mines Ltd., Class A	745	568	

Holdings	Security	Cost	Fair Value	% of Net Assets
Metals and Mining (cont.)				
476 520	Ivanhoe Mines Ltd.*, Restricted December 15, 2015	\$ 834	\$ 593	
397 100	Ivanhoe Mines Ltd.*, Warrants @ 4.75 October 23, 2014	—	—	
570 500	Lundin Mining Corp.	3 059	3 349	
794 545	Mawson West Ltd.	1 356	318	
3 520 000	Mongolia Minerals Corp.* (Private)	4 400	352	
235 300	Mountain Province Diamonds Inc.*, Restricted July 28, 2014	1 200	1 173	
100 000	National Manganese*, Subscription Receipts (Private)	103	—	
63 400	Nucor Corp.	3 033	3 331	
173 100	Primero Mining Corp.	1 246	1 480	
30 941	Rio Tinto Plc.	1 722	1 782	
271 800	Royal Nickel Corp.	167	171	
94 300	Silver Wheaton Corp.	2 345	2 648	
414 000	Silvercrest Mines Inc.	1 076	952	
1 175 000	Sulliden Exploration Inc.	1 086	1 622	
59 600	Thyssen Krupp AG	1 857	1 851	
353 920	Western Areas NL	1 260	1 649	
		45 863	41 025	16.5
Oil, Gas and Consumable Fuels				
1 131 989	Africa Hydrocarbons Inc.*, Warrants @ 0.30 August 31, 2014	—	—	
974 744	African Petroleum Corp Ltd.	2 135	212	
79 700	Anadarko Petroleum Corp.	6 606	9 305	
348 100	Bankers Petroleum Ltd.	2 296	2 374	
500 000	Bukit Energy Inc.* (Private)	500	625	
103 600	Cabot Oil & Gas Corp.	4 025	3 773	
173 800	Canacol Energy Ltd.	1 389	1 208	
59 900	Canadian Natural Resources Ltd.	2 084	2 937	
49 200	Chevron Corp.	5 940	6 849	
17 000	Cimarex Energy Co.	2 291	2 601	
32 800	Concho Resources Inc.	3 580	5 056	
41 900	Continental Resources Inc.	3 432	7 064	
87 200	Crew Energy Inc.	990	964	
90 200	DeeThree Exploration Ltd.	900	1 028	
80 000	EOG Resources Inc.	5 692	9 969	
53 600	EQT Corp.	3 902	6 112	
77 300	Exxon Mobil Corp.	7 185	8 297	
1 057 860	Fission Uranium Corp.	1 312	1 217	
271 911	Gran Tierra Energy Inc.	1 619	2 357	
354 000	HRT Participacoes em Petroleo S.A.*, Warrants @ 7.39 November 25, 2014	—	—	
49 000	Kelt Exploration Ltd.	334	746	
33 600	Kelt Exploration Ltd.*, Restricted July 25, 2014	390	508	
36 000	Keyera Corp.	2 170	2 830	
1 112 000	NexGen Energy Ltd.	500	367	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	—	36	
30 900	Noble Energy Inc.	2 159	2 553	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Oil, Gas and Consumable Fuels (cont.)				
67 315	Paramount Resources Ltd., Class A	\$ 2 963	\$ 4 009	
96 900	Peabody Energy Corp.	1 873	1 690	
52 800	Pembina Pipeline Corp.	1 781	2 424	
29 700	Phillips 66 Company	2 749	2 548	
13 850	Pioneer Natural Resources Co.	1 595	3 395	
60 700	Range Resources Corp.	4 988	5 630	
56 900	Spectra Energy Corp.	2 469	2 578	
295 600	Suncor Energy Inc.	9 534	13 450	
21 656	Tourmaline Oil Corp.	660	1 218	
39 400	Valero Energy Corp.	2 485	2 106	
		<u>92 528</u>	<u>118 036</u>	<u>47.4</u>
Paper and Forest Products				
51 000	West Fraser Timber Co. Ltd.	2 328	2 637	
		<u>2 328</u>	<u>2 637</u>	<u>1.0</u>
TOTAL GLOBAL EQUITIES		<u>203 215</u>	<u>237 816</u>	<u>95.5</u>
SHORT-TERM INVESTMENTS†		<u>10 709</u>	<u>10 710</u>	<u>4.3</u>
TOTAL INVESTMENTS		<u>213 924</u>	<u>248 526</u>	<u>99.8</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1 174	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(327)	(0.1)
TOTAL PORTFOLIO		<u>\$ 213 924</u>	<u>249 373</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(428)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 248 945</u>	<u>100.0</u>	

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.20% and mature between July 16, 2014 and July 28, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 550 Sold GBP 835 @ 1.8569	02-Jul-14	\$ 24
Bought GBP 690 Sold CAD 1 252 @ 1.8152	02-Jul-14	6
Bought CAD 112 Sold USD 100 @ 1.1233	03-Jul-14	5
Bought USD 100 Sold CAD 107 @ 1.0670	03-Jul-14	–
Bought CAD 558 Sold SEK 3 310 @ 0.1687	07-Jul-14	30
Bought SEK 63 Sold CAD 10 @ 0.1634	07-Jul-14	–
Bought CAD 221 Sold USD 200 @ 1.1070	09-Jul-14	8
Bought CAD 230 Sold USD 210 @ 1.0931	09-Jul-14	6
Bought CAD 280 Sold USD 255 @ 1.0977	09-Jul-14	8
Bought CAD 328 Sold USD 298 @ 1.0999	09-Jul-14	10
Bought CAD 433 Sold USD 400 @ 1.0833	09-Jul-14	7
Bought CAD 655 Sold USD 600 @ 1.0922	09-Jul-14	14
Bought CAD 1 271 Sold USD 1 165 @ 1.0914	10-Jul-14	29
Bought CAD 316 Sold USD 286 @ 1.1057	10-Jul-14	11
Bought CAD 655 Sold USD 600 @ 1.0919	10-Jul-14	15
Bought CAD 138 Sold EUR 91 @ 1.5110	11-Jul-14	5

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 157 Sold GBP 85 @ 1.8496	11-Jul-14	\$ 2
Bought CAD 185 Sold GBP 100 @ 1.8464	15-Jul-14	2
Bought CAD 6 035 Sold USD 5 460 @ 1.1053	15-Jul-14	209
Bought CAD 1 105 Sold USD 1 000 @ 1.1051	16-Jul-14	38
Bought CAD 1 366 Sold EUR 900 @ 1.5176	16-Jul-14	51
Bought CAD 436 Sold USD 400 @ 1.0888	16-Jul-14	9
Bought CAD 847 Sold USD 775 @ 1.0935	17-Jul-14	20
Bought CAD 76 Sold EUR 50 @ 1.5230	22-Jul-14	3
Bought CAD 56 Sold GBP 30 @ 1.8509	23-Jul-14	1
Bought CAD 591 Sold GBP 321 @ 1.8411	23-Jul-14	5
Bought CAD 82 Sold USD 75 @ 1.0954	23-Jul-14	2
Bought CAD 105 Sold EUR 70 @ 1.4963	24-Jul-14	2
Bought CAD 2 572 Sold USD 2 340 @ 1.0990	25-Jul-14	74
Bought CAD 821 Sold USD 745 @ 1.1023	25-Jul-14	26
Bought CAD 101 Sold AUD 100 @ 1.0125	28-Jul-14	1
Bought CAD 152 Sold USD 138 @ 1.1009	28-Jul-14	5
Bought CAD 20 Sold AUD 20 @ 1.0055	28-Jul-14	–
Bought CAD 320 Sold AUD 316 @ 1.0125	28-Jul-14	3
Bought GBP 310 Sold CAD 565 @ 1.8220	29-Jul-14	1
Bought CAD 1 151 Sold USD 1 040 @ 1.1065	31-Jul-14	41
Bought CAD 3 562 Sold USD 3 264 @ 1.0912	08-Aug-14	77
Bought CAD 773 Sold USD 708 @ 1.0917	08-Aug-14	17
Bought CAD 819 Sold USD 750 @ 1.0920	08-Aug-14	18
Bought CAD 368 Sold USD 337 @ 1.0919	12-Aug-14	8
Bought CAD 436 Sold USD 400 @ 1.0903	14-Aug-14	9
Bought CAD 10 129 Sold USD 9 317 @ 1.0871	20-Aug-14	178
Bought CAD 60 Sold EUR 40 @ 1.4952	20-Aug-14	1
Bought CAD 270 Sold EUR 185 @ 1.4620	27-Aug-14	–
Bought CAD 664 Sold USD 610 @ 1.0879	27-Aug-14	12
Bought CAD 15 Sold EUR 10 @ 1.4786	28-Aug-14	–
Bought CAD 328 Sold USD 300 @ 1.0947	28-Aug-14	8
Bought CAD 124 Sold EUR 84 @ 1.4757	02-Sep-14	1
Bought CAD 15 Sold EUR 10 @ 1.4757	02-Sep-14	–
Bought CAD 527 Sold USD 484 @ 1.0888	03-Sep-14	10
Bought CAD 2 067 Sold USD 1 900 @ 1.0881	04-Sep-14	37
Bought CAD 163 Sold GBP 89 @ 1.8352	05-Sep-14	1
Bought CAD 243 Sold USD 226 @ 1.0754	08-Sep-14	2
Bought CAD 456 Sold EUR 305 @ 1.4942	08-Sep-14	9
Bought USD 8 Sold CAD 9 @ 1.0844	08-Sep-14	–
Bought CAD 1 258 Sold USD 1 150 @ 1.0935	09-Sep-14	29
Bought CAD 2 861 Sold USD 2 614 @ 1.0945	11-Sep-14	69
Bought GBP 30 Sold CAD 55 @ 1.8284	11-Sep-14	–
Bought CAD 192 Sold GBP 104 @ 1.8455	15-Sep-14	2
Bought CAD 936 Sold GBP 507 @ 1.8456	15-Sep-14	9
Bought CAD 399 Sold GBP 216 @ 1.8454	16-Sep-14	4
Bought USD 7 Sold CAD 8 @ 1.0847	18-Sep-14	–
Bought CAD 118 Sold USD 110 @ 1.0708	19-Sep-14	–
Bought CAD 59 Sold EUR 40 @ 1.4655	19-Sep-14	–
Bought CAD 119 Sold GBP 65 @ 1.8285	22-Sep-14	–
Bought CAD 107 Sold USD 100 @ 1.0694	02-Oct-14	–
		<u>\$ 1 174</u>

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought GBP 145 Sold CAD 268 @ 1.8503	02-Jul-14	\$ (4)
Bought SEK 3 247 Sold CAD 540 @ 0.1662	07-Jul-14	(21)
Bought USD 400 Sold CAD 435 @ 1.0868	09-Jul-14	(8)
Bought USD 1 130 Sold CAD 1 214 @ 1.0739	15-Jul-14	(8)
Bought EUR 70 Sold CAD 103 @ 1.4759	16-Jul-14	(1)
Bought USD 637 Sold CAD 702 @ 1.1026	17-Jul-14	(23)
Bought GBP 351 Sold CAD 650 @ 1.8508	23-Jul-14	(9)
Bought USD 100 Sold CAD 109 @ 1.0891	24-Jul-14	(2)
Bought USD 240 Sold CAD 265 @ 1.1053	24-Jul-14	(9)
Bought USD 4 500 Sold CAD 4 975 @ 1.1056	24-Jul-14	(172)
Bought USD 757 Sold CAD 825 @ 1.0901	12-Aug-14	(17)
Bought EUR 30 Sold CAD 45 @ 1.4942	14-Aug-14	(1)
Bought USD 407 Sold CAD 443 @ 1.0883	25-Aug-14	(8)
Bought USD 482 Sold CAD 525 @ 1.0886	02-Sep-14	(10)
Bought USD 1 130 Sold CAD 1 229 @ 1.0874	08-Sep-14	(21)
Bought USD 59 Sold CAD 64 @ 1.0844	08-Sep-14	(1)
Bought USD 192 Sold CAD 208 @ 1.0846	18-Sep-14	(3)
Bought USD 80 Sold CAD 87 @ 1.0852	18-Sep-14	(1)
Bought CAD 657 Sold EUR 449 @ 1.4626	23-Sep-14	(1)
Bought CAD 1 254 Sold GBP 690 @ 1.8178	29-Sep-14	(7)
		<u>\$ (327)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 847</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 248 526	\$ 236 402	\$ 263 430
Cash	510	2	26
Due from investment dealers	44	2 761	1 219
Subscriptions receivable	106	54	217
Unrealized gain on foreign exchange contracts	1 174	249	64
Dividends receivable, interest accrued and other assets	96	126	150
TOTAL ASSETS	250 456	239 594	265 106
LIABILITIES			
Due to investment dealers	500	1 205	–
Redemptions payable	253	604	474
Unrealized loss on foreign exchange contracts	327	764	150
Accounts payable and accrued expenses	431	420	470
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 511	2 993	1 094
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 248 945	\$ 236 601	\$ 264 012
Investments at cost	\$ 213 924	\$ 223 514	\$ 275 531
NAV, END OF PERIOD			
SERIES A	\$ 202 637	\$ 195 589	\$ 219 608
ADVISOR SERIES	\$ 11 069	\$ 10 143	\$ 12 145
SERIES D	\$ 29 394	\$ 25 739	\$ 27 338
SERIES F	\$ 4 211	\$ 3 865	\$ 4 118
SERIES I	\$ 1	\$ 1	\$ 1
SERIES O	\$ 1 633	\$ 1 264	\$ 802
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 36.94	\$ 32.20	\$ 29.89
ADVISOR SERIES	\$ 37.05	\$ 32.29	\$ 29.97
SERIES D	\$ 39.54	\$ 34.30	\$ 31.53
SERIES F	\$ 42.83	\$ 37.10	\$ 34.02
SERIES I	\$ 43.06	\$ 37.27	\$ 34.06
SERIES O	\$ 39.47	\$ 34.03	\$ 30.90

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 847	\$ 1 590
Interest for distribution purposes	29	54
Securities lending revenue (see note 6 in the generic notes)	35	17
Net realized gain (loss) on investments	13 362	(3 526)
Net gain (loss) on foreign currencies and other net assets	(1 994)	(499)
Change in unrealized gain (loss) on investments	23 076	(5 425)
TOTAL INCOME (LOSS)	36 355	(7 789)
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 068	2 161
Administration fees	228	238
Board of Governors costs	1	2
GST/HST	230	257
Transaction costs	324	433
Withholding tax	162	161
TOTAL EXPENSES	3 013	3 252
INCREASE (DECREASE) IN NAV	\$ 33 342	\$ (11 041)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 27 234	\$ (9 256)
ADVISOR SERIES	\$ 1 455	\$ (505)
SERIES D	\$ 3 882	\$ (1 079)
SERIES F	\$ 554	\$ (162)
SERIES I	\$ –	\$ –
SERIES O	\$ 217	\$ (39)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 4.74	\$ (1.34)
ADVISOR SERIES	\$ 4.76	\$ (1.33)
SERIES D	\$ 5.26	\$ (1.26)
SERIES F	\$ 5.73	\$ (1.32)
SERIES I	\$ 5.79	\$ (1.26)
SERIES O	\$ 5.46	\$ (1.03)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 33 342	\$ (11 041)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(13 362)	3 526
Change in unrealized loss (gain) on investments	(23 076)	5 425
(Increase) decrease in accrued receivables	2 695	(157)
Increase (decrease) in accrued payables	(1 045)	(198)
Cost of investments purchased	(271 688)	(363 912)
Proceeds on sales of investments	294 640	393 985
NET CASH PROVIDED BY OPERATING ACTIVITIES	21 506	27 628
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	13 379	10 825
Cash paid on redemption of redeemable units	(34 377)	(38 440)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (20 998)	\$ (27 615)
Net increase (decrease) in cash for the year	508	13
Cash (bank overdraft), beginning of period	2	26
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 510	\$ 39
Interest received	\$ 29	\$ 54
Dividends received, net of withholding taxes	\$ 1 715	\$ 1 429



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 195 589	\$ 219 608	\$ 10 143	\$ 12 145	\$ 25 739	\$ 27 338	\$ 3 865	\$ 4 118
INCREASE (DECREASE) IN NAV	27 234	(9 256)	1 455	(505)	3 882	(1 079)	554	(162)
Early redemption fees	–	–	–	–	1	–	–	–
Proceeds from redeemable units issued	6 070	7 913	1 475	530	4 800	1 908	581	264
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(26 256)	(31 295)	(2 004)	(2 232)	(5 028)	(4 133)	(789)	(629)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(20 186)	(23 382)	(529)	(1 702)	(227)	(2 225)	(208)	(365)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	7 048	(32 638)	926	(2 207)	3 655	(3 304)	346	(527)
NAV AT END OF PERIOD	\$ 202 637	\$ 186 970	\$ 11 069	\$ 9 938	\$ 29 394	\$ 24 034	\$ 4 211	\$ 3 591

For the periods ended June 30 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 1 264	\$ 802	\$ 236 601	\$ 264 012
INCREASE (DECREASE) IN NAV	–	–	217	(39)	33 342	(11 041)
Early redemption fees	–	–	–	–	1	–
Proceeds from redeemable units issued	–	–	453	210	13 379	10 825
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	–	–	(301)	(151)	(34 378)	(38 440)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	–	–	152	59	(20 998)	(27 615)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	–	–	369	20	12 344	(38 656)
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 1 633	\$ 822	\$ 248 945	\$ 225 356

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies around the world that are directly or indirectly involved in exploring for, developing, producing or distributing natural and other resources.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.9% (December 31, 2013 – 2.0%, January 1, 2013 – 7.4%) of the net assets of the Fund.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	48.2	47.1	27.7
Pound sterling	3.2	4.4	6.3
Euro	1.9	1.5	–
Australian dollar	0.5	0.1	1.0
Norwegian krone	0.1	–	–
Japanese yen	–	0.7	–
Swedish krona	–	0.5	0.7
Brazilian real	–	–	0.6
Total	53.9	54.3	36.3

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.5%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Total Return			
Net Index (CAD)	+ or - 1.2	+ or - 1.3	+ or - 1.8

Please see the generic notes at the back of the financial statements.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	212 545	22 780	2 491	237 816
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 710	–	10 710
Derivatives – assets	–	1 174	–	1 174
Derivatives – liabilities	–	(327)	–	(327)
Total financial instruments	212 545	34 337	2 491	249 373
% of total portfolio	85.2	13.8	1.0	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	204 659	26 071	3 539	234 269
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 133	–	2 133
Derivatives – assets	–	249	–	249
Derivatives – liabilities	–	(764)	–	(764)
Total financial instruments	204 659	27 689	3 539	235 887
% of total portfolio	86.8	11.7	1.5	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	209 544	34 608	14 562	258 714
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 716	–	4 716
Derivatives – assets	–	64	–	64
Derivatives – liabilities	–	(150)	–	(150)
Total financial instruments	209 544	39 238	14 562	263 344
% of total portfolio	79.6	14.9	5.5	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	3 539	14 562	20 853
Net purchases	–	–	1 962
Net sales	(82)	–	–
Net transfers in (out)	–	(5 671)	(3 389)
Realized gains (losses)	(60)	–	–
Unrealized gains (losses)	(906)	(5 352)	(4 864)
Balance at end of period	2 491	3 539	14 562

Transfers out of Level 3 were the result of securities becoming listed and quoted.

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Please see the generic notes at the back of the financial statements.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series I	31	31
Series O	13	13
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	36 874
Non-capital losses	11 561
Non-capital losses expire in:	
2033	2 297
2032	3 934
2029	1 650
2028	3 680

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

	2014	2013
For the periods ended June 30 (see note 2 in the generic notes)		
Series A		
Opening units	6 075	7 347
Issued number of units	176	262
Reinvested number of units	–	–
Redeemed number of units	(764)	(1 041)
Ending number of units	5 487	6 568



June 30, 2014

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	314	405
Issued number of units	43	17
Reinvested number of units	–	–
Redeemed number of units	(58)	(74)
Ending number of units	299	348
Series D		
Opening units	750	867
Issued number of units	131	60
Reinvested number of units	–	–
Redeemed number of units	(137)	(130)
Ending number of units	744	797
Series F		
Opening units	104	121
Issued number of units	14	8
Reinvested number of units	–	–
Redeemed number of units	(20)	(19)
Ending number of units	98	110
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series O		
Opening units	37	26
Issued number of units	12	7
Reinvested number of units	–	–
Redeemed number of units	(8)	(5)
Ending number of units	41	28

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	324	100	433	100
Related-party brokerage commissions*	10	3	25	6
Commission arrangements†	5	2	8	2

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	14 506	6 242
Fair value of collateral received	14 796	6 367

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Funds as at:

	June 30 2014	December 31 2013
Series O		
RBC Global Resources Class	41	37

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	224 995	262 960
Revaluation of investments at FVTPL	361	1 052
Net assets attributable to holders of redeemable units	225 356	264 012

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(10 350)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(691)
Increase (decrease) in net assets attributable to holders of redeemable units	(11 041)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC GLOBAL TECHNOLOGY FUND

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Communications Equipment				
4 400	Applied Optoelectronics Inc.	\$ 106	\$ 109	
7 200	Ciena Corp.	174	166	
23 100	Cisco Systems Inc.	590	612	
1 800	F5 Networks Inc.	208	214	
5 200	Palo Alto Networks Inc.	430	465	
2 600	QUALCOMM Inc.	211	220	
		1 719	1 786	5.9
Electrical Equipment				
4 000	Sensata Technologies Holding N.V.	196	200	
		196	200	0.7
Electronic Equipment and Instruments				
13 300	CDW Corp.	429	452	
18 100	Corning Inc.	364	424	
6 300	InvenSense Inc.	155	152	
		948	1 028	3.4
Health Care Technology				
2 000	Imprivata Inc.	32	35	
		32	35	0.1
Household Durables				
8 600	Garmin Ltd.	508	558	
1 464	GoPro Inc., Class A	38	62	
		546	620	2.0
Internet and Catalogue Retail				
700	Amazon.com, Inc.	251	243	
4 500	Expedia Inc.	364	378	
900	Netflix Inc.	407	423	
1 700	Vipshop Holdings Ltd. ADR	308	340	
		1 330	1 384	4.5
Internet Software and Services				
4 800	Akamai Technologies Inc.	298	313	
5 200	Demandware Inc.	356	385	
10 700	Facebook Inc., Class A	725	768	
1 000	Google Inc., Class A	686	624	
350	Google Inc., Class C	113	215	
6 000	OPOWER Inc.	126	121	
6 100	Rocket Fuel Inc.	197	202	
10 400	Twitter Inc.	385	454	
2 300	Yelp Inc.	166	188	
		3 052	3 270	10.7
IT Services				
40 000	Fujitsu Ltd.	196	320	
3 200	InterXion Holding N.V.	94	93	
9 700	Science Applications International Corp.	451	457	
8 700	VeriFone Systems Inc.	340	341	
		1 081	1 211	4.0
Media				
2 700	Time Warner Inc.	202	201	
		202	201	0.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Semiconductors and Semiconductor Equipment				
5 800	Analog Devices Inc.	\$ 346	\$ 335	
17 500	Applied Materials Inc.	399	421	
30 300	Atmel Corp.	303	303	
4 300	Avago Technologies Ltd.	226	331	
6 400	Broadcom Corp.	221	253	
5 600	Cavium Inc.	297	297	
7 400	Diodes Inc.	241	229	
17 700	Fairchild Semiconductor International Inc.	292	295	
45 985	Infineon Technologies AG	561	614	
21 500	Integrated Device Technology Inc.	306	355	
24 700	Intel Corp.	725	814	
23 000	Intersil Corp.	344	366	
12 000	Kulicic & Soffa Industries Inc.	188	183	
5 700	Lam Research Corp.	370	411	
8 900	Maxim Integrated Products	328	321	
7 200	Microchip Technology Inc.	353	375	
21 300	Micron Technology Inc.	562	749	
10 300	Monolithic Power Systems Inc.	396	465	
6 700	NXP Semiconductor N.V.	220	473	
13 400	Omnivision Technologies Inc.	330	314	
9 400	ON Semiconductor Corporation	95	91	
19 800	RF Micro Devices Inc.	191	203	
7 400	Skyworks Solutions Inc.	253	371	
15 000	Spansion Inc., Class A	274	337	
18 900	SunEdison Inc.	457	456	
1 500	Synaptics Inc.	111	145	
15 000	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	319	342	
4 400	Texas Instruments Inc.	229	224	
111 000	United Microelectronics Corporation ADR	268	285	
		9 205	10 358	34.0
Software				
12 900	Activision Blizzard Inc.	298	307	
3 900	Adobe Systems Inc.	290	301	
7 700	Autodesk Inc.	433	463	
7 900	Electronic Arts Inc.	262	302	
6 200	Fair Isaac & Co. Inc.	402	422	
7 700	FireEye Inc.	298	333	
24 000	Microsoft Corp.	1 001	1 068	
3 300	NetSuite Inc.	298	306	
11 700	Oracle Corporation	488	506	
2 700	Red Hat Inc.	161	159	
7 400	Salesforce.com Inc.	430	458	
3 600	ServiceNow Inc.	224	238	
8 100	The Rubicon Project Inc.	131	111	
6 600	Varonis Systems Inc.	186	204	
1 800	VMware Inc.	185	186	
2 600	Workday Inc.	245	249	
		5 332	5 613	18.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Technology Hardware, Storage and Peripherals				
2 400	3D Systems Corp.	\$ 145	\$ 153	
25 000	Apple Inc.	2 130	2 478	
21 900	Hewlett-Packard Co.	538	787	
7 900	Nimble Storage Inc.	243	259	
16 800	Nokia OYJ ADR	146	135	
3 400	Sandisk Corp.	273	379	
3 900	Western Digital Corp.	319	384	
		<u>3 794</u>	<u>4 575</u>	15.0
Wireless Telecommunication Services				
2 300	KDDI Corporation	149	150	
		<u>149</u>	<u>150</u>	0.5
TOTAL GLOBAL EQUITIES		<u>27 586</u>	<u>30 431</u>	99.9
SHORT-TERM INVESTMENTS*		<u>32</u>	<u>32</u>	0.1
TOTAL INVESTMENTS		<u>27 618</u>	<u>30 463</u>	100.0
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	106	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(23)	(0.1)
TOTAL PORTFOLIO		<u>\$ 27 618</u>	<u>30 546</u>	100.2
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			<u>(64)</u>	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS				
		<u>\$ 30 482</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.17% and mature on July 17, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 42 Sold JPY 4 250 @ 0.0099	08-Jul-14	\$ –
Bought CAD 698 Sold USD 638 @ 1.0934	09-Jul-14	17
Bought CAD 704 Sold USD 644 @ 1.0929	30-Jul-14	16
Bought CAD 704 Sold USD 644 @ 1.0937	30-Jul-14	17
Bought CAD 794 Sold USD 730 @ 1.0873	15-Aug-14	14
Bought CAD 876 Sold USD 806 @ 1.0868	28-Aug-14	15
Bought CAD 702 Sold USD 646 @ 1.0874	15-Sep-14	12
Bought CAD 86 Sold USD 79 @ 1.0876	15-Sep-14	1
Bought CAD 1 607 Sold USD 1 494 @ 1.0755	24-Sep-14	10
Bought CAD 710 Sold USD 660 @ 1.0754	03-Oct-14	4
		<u>\$ 106</u>
Contracts	Maturity Date	Unrealized Loss
Bought USD 175 Sold JPY 17 804 @ 0.0098	08-Jul-14	\$ (1)
Bought USD 199 Sold JPY 20 400 @ 0.0097	08-Jul-14	(3)
Bought USD 644 Sold CAD 703 @ 1.0913	30-Jul-14	(15)
Bought USD 530 Sold EUR 390 @ 1.3592	24-Sep-14	(4)
		<u>\$ (23)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 83</u>

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 30 463	\$ 25 897	\$ 20 594
Cash	23	24	9
Due from investment dealers	957	861	–
Subscriptions receivable	16	103	8
Unrealized gain on foreign exchange contracts	106	18	1
Dividends receivable, interest accrued and other assets	22	9	5
TOTAL ASSETS	31 587	26 912	20 617
LIABILITIES			
Due to investment dealers	930	410	–
Redemptions payable	102	80	44
Unrealized loss on foreign exchange contracts	23	–	18
Accounts payable and accrued expenses	50	45	37
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 105	535	99
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 30 482	\$ 26 377	\$ 20 518
Investments at cost	\$ 27 618	\$ 21 955	\$ 18 862
NAV, END OF PERIOD			
SERIES A	\$ 21 939	\$ 20 088	\$ 15 973
ADVISOR SERIES	\$ 1 365	\$ 1 392	\$ 1 072
SERIES D	\$ 6 742	\$ 4 418	\$ 2 986
SERIES F	\$ 436	\$ 479	\$ 487
NAV PER UNIT, END OF PERIOD			
SERIES A	\$ 2.92	\$ 2.71	\$ 1.93
ADVISOR SERIES	\$ 2.98	\$ 2.76	\$ 1.97
SERIES D	\$ 3.12	\$ 2.88	\$ 2.04
SERIES F	\$ 3.46	\$ 3.19	\$ 2.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 200	\$ 110
Interest for distribution purposes	1	1
Securities lending revenue (see note 6 in the generic notes)	6	2
Net realized gain (loss) on investments	3 304	1 598
Net gain (loss) on foreign currencies and other net assets	31	(43)
Change in unrealized gain (loss) on investments	(1 032)	679
TOTAL INCOME (LOSS)	2 510	2 347
EXPENSES (see notes – Fund Specific Information)		
Management fees	246	172
Administration fees	27	16
Board of Governors costs	1	2
GST/HST	28	21
Transaction costs	54	30
Withholding tax	19	10
TOTAL EXPENSES	375	251
INCREASE (DECREASE) IN NAV	\$ 2 135	\$ 2 096
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 558	\$ 1 620
ADVISOR SERIES	\$ 103	\$ 106
SERIES D	\$ 436	\$ 314
SERIES F	\$ 38	\$ 56
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.20	\$ 0.21
ADVISOR SERIES	\$ 0.21	\$ 0.22
SERIES D	\$ 0.23	\$ 0.23
SERIES F	\$ 0.25	\$ 0.26

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 2 135	\$ 2 096
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 304)	(1 598)
Change in unrealized loss (gain) on investments	1 032	(679)
(Increase) decrease in accrued receivables	(22)	(461)
Increase (decrease) in accrued payables	547	523
Cost of investments purchased	(107 540)	(49 096)
Proceeds on sales of investments	105 181	51 779
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 971)	2 564
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	8 556	1 223
Cash paid on redemption of redeemable units	(6 586)	(3 524)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 970	\$ (2 301)
Net increase (decrease) in cash for the year	(1)	263
Cash (bank overdraft), beginning of period	24	9
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 23	\$ 272
Interest received	\$ 1	\$ 1
Dividends received, net of withholding taxes	\$ 168	\$ 100

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 20 088	\$ 15 973	\$ 1 392	\$ 1 072	\$ 4 418	\$ 2 986
INCREASE (DECREASE) IN NAV	1 558	1 620	103	106	436	314
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	3 106	771	219	126	5 222	203
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(2 813)	(2 419)	(349)	(291)	(3 334)	(658)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	293	(1 648)	(130)	(165)	1 888	(455)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	1 851	(28)	(27)	(59)	2 324	(141)
NAV AT END OF PERIOD	\$ 21 939	\$ 15 945	\$ 1 365	\$ 1 013	\$ 6 742	\$ 2 845

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 479	\$ 487	\$ 26 377	\$ 20 518
INCREASE (DECREASE) IN NAV	38	56	2 135	2 096
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	9	123	8 556	1 223
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(90)	(156)	(6 586)	(3 524)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(81)	(33)	1 970	(2 301)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(43)	23	4 105	(205)
NAV AT END OF PERIOD	\$ 436	\$ 510	\$ 30 482	\$ 20 313

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies operating in various countries around the world that develop or market technology and telecommunications products and services.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	79.6	98.7	83.9
Euro	–	1.0	1.1
Japanese yen	–	0.1	–
Other currencies	0.2	–	–
Total	79.8	99.8	85.0

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.8% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Index –			
Information Technology (CAD)	+ or - 1.2	+ or - 1.1	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	29 347	1 084	–	30 431
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	32	–	32
Derivatives – assets	–	106	–	106
Derivatives – liabilities	–	(23)	–	(23)
Total financial instruments	29 347	1 199	–	30 546
% of total portfolio	96.1	3.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	25 157	740	–	25 897
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	18	–	18
Derivatives – liabilities	–	–	–	–
Total financial instruments	25 157	758	–	25 915
% of total portfolio	97.1	2.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	19 842	216	–	20 058
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	536	–	536
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	(18)	–	(18)
Total financial instruments	19 842	735	–	20 577
% of total portfolio	96.4	3.6	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

Management fees paid by each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	64 603
Non-capital losses	1 867
Non-capital losses expire in:	
2031	361
2028	110
2026	308
2015	528
2014	560

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	7 422	8 272
Issued number of units	1 094	375
Reinvested number of units	–	–
Redeemed number of units	(995)	(1 183)
Ending number of units	7 521	7 464

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	504	544
Issued number of units	75	60
Reinvested number of units	–	–
Redeemed number of units	(121)	(140)
Ending number of units	458	464
Series D		
Opening units	1 532	1 466
Issued number of units	1 731	95
Reinvested number of units	–	–
Redeemed number of units	(1 104)	(304)
Ending number of units	2 159	1 257
Series F		
Opening units	150	217
Issued number of units	3	51
Reinvested number of units	–	–
Redeemed number of units	(27)	(64)
Ending number of units	126	204

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	54	100	30	100
Related-party brokerage commissions*	2	4	1	3
Commission arrangements†	7	13	6	20

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	397	877
Fair value of collateral received	405	895

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	20 305	20 499
Revaluation of investments at FVTPL	8	19
Net assets attributable to holders of redeemable units	20 313	20 518
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		2 107
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(11)
Increase (decrease) in net assets attributable to holders of redeemable units		2 096

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE SHORT-TERM INCOME POOL

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS						
1 500	AltaGas Ltd.	4.600	15-Jan-18	\$ 1 635	\$ 1 618	
1 500	AltaGas Ltd.	4.550	17-Jan-19	1 617	1 629	
6 200	American Express Canada Credit Corp.	2.310	29-Mar-18	6 198	6 259	
4 500	Bank of Montreal	2.960	02-Aug-16	4 555	4 619	
13 000	Bank of Montreal	2.240	11-Dec-17	12 982	13 121	
16 200	Bank of Montreal	3.210	13-Sep-18	16 518	16 880	
16 250	Bank of Montreal	2.430	04-Mar-19	16 241	16 387	
3 000	Bank of Nova Scotia	2.740	01-Dec-16	3 020	3 069	
10 500	Bank of Nova Scotia	2.598	27-Feb-17	10 578	10 717	
10 000	Bank of Nova Scotia	4.100	08-Jun-17	10 766	10 648	
12 000	Bank of Nova Scotia	2.242	22-Mar-18	12 002	12 092	
11 100	Bank of Nova Scotia	2.750	13-Aug-18	11 098	11 356	
11 000	Bank of Nova Scotia	2.462	14-Mar-19	11 001	11 099	
1 000	bcIMC Realty Corp.	2.650	29-Jun-17	1 000	1 026	
1 500	bcIMC Realty Corp.	2.790	02-Aug-18	1 534	1 542	
5 000	Bell Aliant Regional Communications LP	1.798	22-Apr-16	5 000	5 000	
3 000	Bell Aliant Regional Communications LP	5.410	26-Sep-16	3 258	3 227	
2 500	Bell Aliant Regional Communications LP	4.880	26-Apr-18	2 767	2 727	
5 500	Bell Canada	3.600	02-Dec-15	5 628	5 653	
8 300	Bell Canada	4.400	16-Mar-18	8 925	8 950	
5 000	Bell Canada	3.500	10-Sep-18	5 029	5 234	
650	BMW Canada Inc.	2.330	23-May-18	650	657	
2 500	BMW Canada Inc.	2.330	26-Sep-18	2 499	2 519	
4 200	Caisse Centrale Desjardins	2.281	17-Oct-16	4 211	4 250	
7 050	Caisse Centrale Desjardins	2.795	19-Nov-18	7 111	7 210	
2 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	2 000	2 059	
1 500	Canadian Credit Card Trust	2.306	24-Apr-15	1 500	1 512	
7 500	Canadian Credit Card Trust	3.444	24-Jul-15	7 505	7 659	
3 000	Canadian Credit Card Trust	1.596	24-Sep-15	3 000	3 004	
4 000	Canadian Imperial Bank of Commerce	1.608	06-Feb-15	4 000	4 003	
15 200	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	15 317	15 517	
6 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	6 005	6 075	
9 800	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	9 785	9 874	
7 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	6 994	7 008	
3 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	3 000	3 064	
2 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	1 996	2 004	
3 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	3 022	3 088	
2 250	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	2 398	2 321	
1 800	Canadian Western Bank	2.378	14-Sep-15	1 812	1 818	
2 000	Canadian Western Bank	2.104	26-Jun-17	2 000	2 005	
6 300	Canadian Western Bank	2.531	22-Mar-18	6 345	6 374	
3 000	Canadian Western Bank	3.077	14-Jan-19	3 024	3 084	
2 500	Capital Power LP	4.600	01-Dec-15	2 555	2 595	
3 500	Cards II Trust	1.984	15-Jan-16	3 519	3 524	
4 000	Cards II Trust	3.333	15-May-16	4 161	4 124	
2 000	Choice Properties LP	3.000	20-Sep-19	1 996	2 013	
2 500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	2 523	2 602	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 517	
1 800	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 800	1 811	
2 800	Emera Inc.	2.960	13-Dec-16	2 799	2 870	
3 000	Enbridge Inc.	5.170	19-May-16	3 332	3 190	
2 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	2 000	2 045	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS (cont.)						
2 900	EPCOR Utilities Inc.	5.800	31-Jan-18	\$ 3 322	\$ 3 268	
3 000	First Capital Realty Inc.	4.950	30-Nov-18	3 184	3 278	
1 000	Ford Auto Securitization Trust	2.347	15-Apr-17	1 000	1 009	
1 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	1 588	1 605	
5 500	Ford Credit Canada Ltd.	3.320	19-Dec-17	5 564	5 680	
4 200	Ford Credit Canada Ltd.	2.939	19-Feb-19	4 200	4 250	
2 400	GE Capital Canada Funding Co.	1.547	01-Jun-15	2 400	2 402	
8 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	8 584	8 520	
3 000	GE Capital Canada Funding Co.	2.420	31-May-18	2 986	3 039	
4 600	Genesis Trust II	2.295	15-Feb-17	4 600	4 661	
4 500	Genesis Trust II	2.433	15-May-19	4 507	4 535	
1 500	George Weston Ltd.	3.780	25-Oct-16	1 500	1 565	
3 000	Great-West Lifeco Inc.	6.140	21-Mar-18	3 438	3 432	
1 600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	1 769	1 767	
1 620	Greater Toronto Airports Authority	4.700	15-Feb-16	1 752	1 704	
2 500	Greater Toronto Airports Authority	4.850	01-Jun-17	2 740	2 719	
1 700	Greater Toronto Airports Authority	5.260	17-Apr-18	1 901	1 902	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 989	2 047	
7 000	HSBC Bank Canada	1.814	21-Jan-16	6 999	7 027	
7 500	HSBC Bank Canada	2.901	13-Jan-17	7 602	7 699	
3 500	HSBC Bank Canada	3.558	04-Oct-17	3 645	3 674	
8 500	HSBC Bank Canada	2.491	13-May-19	8 509	8 551	
4 000	Hydro One Inc.	5.180	18-Oct-17	4 620	4 423	
1 500	Inter Pipeline Ltd.	3.839	30-Jul-18	1 586	1 586	
1 655	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 242	290	
1 000	Loblaw Companies Ltd.	7.100	01-Jun-16	1 175	1 100	
4 000	Loblaw Companies Ltd.	3.748	12-Mar-19	4 000	4 212	
2 500	Manulife Bank of Canada	1.836	12-Mar-16	2 499	2 509	
4 500	Manulife Bank of Canada	2.383	17-Oct-16	4 510	4 555	
2 700	Master Credit Card Trust	3.502	21-May-16	2 767	2 793	
2 500	Master Credit Card Trust	2.626	21-Jan-17	2 500	2 552	
800	Master Credit Card Trust II	2.723	21-Nov-18	800	818	
1 100	Molson Coors Capital Finance ULC	5.000	22-Sep-15	1 163	1 145	
3 700	National Bank of Canada	2.050	11-Jan-16	3 700	3 729	
7 000	National Bank of Canada	2.702	15-Dec-16	7 044	7 156	
6 000	National Bank of Canada	2.019	13-Apr-17	6 004	6 032	
5 000	National Bank of Canada	2.689	21-Aug-17	5 043	5 112	
9 000	National Bank of Canada	2.794	09-Aug-18	9 062	9 215	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 045	2 071	
6 500	Rogers Communications Inc.	5.800	26-May-16	7 249	6 978	
1 500	Rogers Communications Inc.	3.000	06-Jun-17	1 499	1 542	
1 500	Rogers Communications Inc.	2.800	13-Mar-19	1 500	1 517	
9 000	Royal Bank of Canada*	2.680	08-Dec-16	9 022	9 204	
10 000	Royal Bank of Canada*	3.660	25-Jan-17	10 548	10 468	
4 000	Royal Bank of Canada*	2.580	13-Apr-17	3 997	4 083	
3 150	Royal Bank of Canada*	2.364	21-Sep-17	3 150	3 191	
3 200	Royal Bank of Canada*	2.260	12-Mar-18	3 199	3 227	
9 500	Royal Bank of Canada*	2.820	12-Jul-18	9 537	9 748	
8 000	Royal Bank of Canada*	2.770	11-Dec-18	7 997	8 184	
2 000	Royal Bank of Canada*	2.980	07-May-19	2 045	2 065	
2 000	Shaw Communications Inc.	5.700	02-Mar-17	2 139	2 190	
600	Shaw Communications Inc.	5.650	01-Oct-19	677	684	
2 000	Sun Life Financial Inc.	4.380	02-Mar-22	2 126	2 121	
5 100	Sun Life Financial Inc.	4.800	23-Nov-35	5 205	5 312	
2 500	TELUS Corp.	5.950	15-Apr-15	2 790	2 586	
3 250	TELUS Corp.	3.650	25-May-16	3 293	3 367	
2 000	TELUS Corp.	4.950	15-Mar-17	2 171	2 161	

This schedule and the accompanying notes are an integral part of the financial statements.



RBC PRIVATE SHORT-TERM INCOME POOL

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS (cont.)						
2 000	Teranet Holdings LP	3.531	16-Dec-15	\$ 2 037	\$ 2 051	
900	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	951	948	
3 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	3 491	3 573	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 551	
2 000	Thomson Reuters Corp.	5.700	15-Jul-15	2 219	2 084	
3 000	Thomson Reuters Corp.	6.000	31-Mar-16	3 381	3 209	
2 500	Toronto-Dominion Bank	2.433	15-Aug-17	2 500	2 541	
5 600	Toronto-Dominion Bank	2.171	02-Apr-18	5 600	5 633	
16 200	Toronto-Dominion Bank	2.447	02-Apr-19	16 238	16 347	
3 500	Toyota Credit Canada Inc.	2.750	18-Jul-18	3 500	3 587	
2 000	TransCanada PipeLines Ltd.	4.650	03-Oct-16	2 179	2 135	
2 650	TransCanada PipeLines Ltd.	5.100	11-Jan-17	2 967	2 873	
1 500	Union Gas Ltd.	4.640	30-Jun-16	1 616	1 586	
2 000	VW Credit Canada Inc.	3.600	01-Feb-16	2 064	2 064	
1 200	VW Credit Canada Inc.	2.200	11-Oct-16	1 199	1 213	
8 250	Wells Fargo Canada Corp.	2.774	09-Feb-17	8 326	8 454	
3 500	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 526	3 576	
2 000	Westcoast Energy Inc.	3.280	15-Jan-16	2 037	2 051	
1 000	WTH Car Rental ULC	4.143	20-Mar-15	1 000	1 013	
				561 725	564 998	57.3
FEDERAL BONDS						
28 800	Canada Housing Trust No. 1	2.450	15-Dec-15	29 576	29 356	
20 000	Canada Housing Trust No. 1	2.750	15-Dec-15	20 872	20 472	
32 200	Canada Housing Trust No. 1	2.050	15-Jun-17	32 820	32 777	
23 000	Canada Housing Trust No. 1	1.700	15-Dec-17	22 961	23 123	
10 200	Canada Housing Trust No. 1	2.050	15-Jun-18	10 100	10 356	
10 000	Canada Housing Trust No. 1	2.350	15-Dec-18	10 091	10 256	
10 000	Canada Housing Trust No. 1	3.350	15-Dec-20	10 665	10 724	
10 130	Government of Canada	2.750	01-Sep-16	10 538	10 486	
7 200	Government of Canada	1.500	01-Sep-17	7 182	7 248	
15 675	Government of Canada	1.250	01-Sep-18	15 212	15 546	
				170 017	170 344	17.3
PROVINCIAL BONDS						
2 000	Cadillac Fairview Finance Trust	3.240	25-Jan-16	2 035	2 061	
17 400	Financement-Québec	4.250	01-Dec-15	18 441	18 152	
4 500	Municipal Finance Authority of British Columbia	3.000	01-Jun-16	4 643	4 648	
18 900	Province of Alberta	1.600	15-Jun-18	18 708	18 856	
10 000	Province of British Columbia	2.250	01-Mar-19	10 178	10 205	
12 055	Province of Manitoba	4.300	01-Mar-16	13 360	12 679	
2 600	Province of New Brunswick	4.300	03-Dec-15	2 618	2 715	
15 165	Province of Ontario	3.150	08-Sep-15	15 883	15 534	
14 300	Province of Ontario	4.300	08-Mar-17	15 791	15 379	
26 000	Province of Ontario	1.900	08-Sep-17	26 081	26 264	
7 800	Province of Ontario	1.435	28-Aug-18	7 799	7 833	
14 000	Province of Ontario	2.100	08-Sep-18	13 856	14 155	
28 000	Province of Ontario	2.100	08-Sep-19	27 917	27 997	
11 200	Province of Ontario Coupon Strip	0.000	02-Jun-16	10 489	10 907	
9 900	Province of Quebec	5.500	01-Dec-14	10 572	10 080	
14 400	Province of Quebec	4.500	01-Dec-17	16 005	15 766	
5 000	Province of Quebec	4.500	01-Dec-18	5 547	5 548	
				219 923	218 779	22.2
TOTAL BONDS				951 665	954 121	96.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
3 169	Canadian Mortgage Pools	2.170	01-Sep-15	\$ 3 152	\$ 3 195	
TOTAL MORTGAGE-BACKED SECURITIES				3 152	3 195	0.3
SHORT-TERM INVESTMENTS†				23 514	23 514	2.4
TOTAL INVESTMENTS				\$ 978 331	980 830	99.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					4 527	0.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 985 357	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.95% to 1.16% and mature between July 2, 2014 and July 21, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 980 830	\$ 833 704	\$ 767 409
Cash	10	11	19
Subscriptions receivable	1 805	721	659
Dividends receivable, interest accrued and other assets	5 664	4 778	4 804
TOTAL ASSETS	988 309	839 214	772 891
LIABILITIES			
Redemptions payable	679	1 816	205
Distributions payable	2 225	–	–
Accounts payable and accrued expenses	48	42	37
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 952	1 858	242
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 985 357	\$ 837 356	\$ 772 649
Investments at cost	\$ 978 331	\$ 836 635	\$ 765 993
NAV, END OF PERIOD			
SERIES F	\$ 13 174	\$ 12 619	\$ 7 599
SERIES O	\$ 972 183	\$ 824 737	\$ 765 050
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 103.99	\$ 103.54	\$ 104.54
SERIES O	\$ 104.19	\$ 103.74	\$ 104.76

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 13 042	\$ 11 926
Securities lending revenue (see note 6 in the generic notes)	31	16
Net realized gain (loss) on investments	(1 076)	(2 173)
Change in unrealized gain (loss) on investments	5 430	(5 907)
TOTAL INCOME (LOSS)	17 427	3 862
EXPENSES (see notes – Fund Specific Information)		
Management fees	23	13
Administration fees	227	189
Board of Governors costs	1	2
GST/HST	23	21
TOTAL EXPENSES	274	225
INCREASE (DECREASE) IN NAV	\$ 17 153	\$ 3 637
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 226	\$ 1
SERIES O	\$ 16 927	\$ 3 636
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 1.77	\$ 0.29
SERIES O	\$ 1.96	\$ 0.50

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 17 153	\$ 3 637
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	1 076	2 173
Change in unrealized loss (gain) on investments	(5 430)	5 907
(Increase) decrease in accrued receivables	(1 970)	(478)
Increase (decrease) in accrued payables	1 094	2 207
Cost of investments purchased	(939 969)	(593 149)
Proceeds on sales of investments	797 197	613 311
NET CASH PROVIDED BY OPERATING ACTIVITIES	(130 849)	33 608
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	279 318	158 391
Cash paid on redemption of redeemable units	(135 189)	(179 930)
Distributions paid to holders of redeemable units	(13 281)	(12 065)
NET CASH USED IN FINANCING ACTIVITIES	\$ 130 848	\$ (33 604)
Net increase (decrease) in cash for the year	(1)	4
Cash (bank overdraft), beginning of period	11	19
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10	\$ 23
Interest received	\$ 12 156	\$ 12 539
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 12 619	\$ 7 599	\$ 824 737	\$ 765 050	\$ 837 356	\$ 772 649
INCREASE (DECREASE) IN NAV	226	1	16 927	3 636	17 153	3 637
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	2 475	6 153	276 843	152 238	279 318	158 391
Reinvestments of distributions to holders of redeemable units	30	55	439	519	469	574
Redemption of redeemable units	(2 005)	(3 356)	(133 184)	(176 574)	(135 189)	(179 930)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	500	2 852	144 098	(23 817)	144 598	(20 965)
Distributions from net income	(171)	(110)	(13 579)	(12 529)	(13 750)	(12 639)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(171)	(110)	(13 579)	(12 529)	(13 750)	(12 639)
NET INCREASE (DECREASE) IN NAV	555	2 743	147 446	(32 710)	148 001	(29 967)
NAV AT END OF PERIOD	\$ 13 174	\$ 10 342	\$ 972 183	\$ 732 340	\$ 985 357	\$ 742 682

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive level of monthly income by investing primarily in short-term, high-quality fixed-income securities issued or guaranteed by Canadian federal, provincial or municipal governments or corporations, asset-backed securities and corporate bonds.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	24.7	25.5	22.4
AA	46.3	44.1	39.3
A	17.5	18.5	27.7
BBB	11.5	11.9	10.6
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	5.4	9.9	6.1
1 – 5 years	90.1	89.4	93.7
5 – 10 years	4.5	0.7	0.2
> 10 years	–	–	–
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.8% (December 31, 2013 – 2.6%, January 1, 2013 – 2.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	957 316	–	957 316
Short-term investments	–	23 514	–	23 514
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	980 830	–	980 830
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	814 911	–	814 911
Short-term investments	–	18 793	–	18 793
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	833 704	–	833 704
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	759 692	–	759 692
Short-term investments	–	7 717	–	7 717
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	767 409	–	767 409
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.35%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	14 173
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	122	73
Issued number of units	24	58
Reinvested number of units	–	1
Redeemed number of units	(19)	(32)
Ending number of units	127	100
Series O		
Opening units	7 950	7 303
Issued number of units	2 654	1 454
Reinvested number of units	4	5
Redeemed number of units	(1 277)	(1 685)
Ending number of units	9 331	7 077

Please see the generic notes at the back of the financial statements.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	47 701	88 743
Fair value of collateral received	48 655	90 518

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	742 062	771 819
Revaluation of investments at FVTPL	620	830
Net assets attributable to holders of redeemable units	742 682	772 649
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		3 847
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(210)
Increase (decrease) in net assets attributable to holders of redeemable units		3 637



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN BOND POOL

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
23 444 632	RBC Private Corporate Bond Pool*	\$ 249 793	\$ 261 928	
TOTAL MUTUAL FUND UNITS		249 793	261 928	20.2

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
500	407 International Inc.	5.750	14-Feb-36	\$ 521	\$ 605	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 094	2 472	
604	Alliance Pipeline LP	7.217	31-Dec-25	659	734	
1 500	AltaGas Ltd.	3.720	28-Sep-21	1 500	1 565	
1 600	American Express Canada Credit Corp.	2.310	29-Mar-18	1 599	1 615	
1 400	Bank of Montreal	2.390	12-Jul-17	1 400	1 423	
7 725	Bank of Montreal	2.430	04-Mar-19	7 714	7 790	
2 500	Bank of Montreal	4.870	22-Apr-20	2 534	2 566	
2 400	Bank of Montreal	2.840	04-Jun-20	2 390	2 446	
1 275	Bank of Montreal	5.100	21-Apr-21	1 368	1 350	
1 500	Bank of Nova Scotia	2.740	01-Dec-16	1 500	1 535	
5 500	Bank of Nova Scotia	2.598	27-Feb-17	5 520	5 613	
1 350	Bank of Nova Scotia	4.100	08-Jun-17	1 458	1 438	
3 000	Bank of Nova Scotia	2.370	11-Jan-18	2 999	3 037	
2 000	Bank of Nova Scotia	2.242	22-Mar-18	2 000	2 015	
5 000	Bank of Nova Scotia	2.750	13-Aug-18	4 999	5 115	
1 750	Bank of Nova Scotia	6.650	22-Jan-21	1 750	1 879	
500	BC Tel	10.650	19-Jun-21	768	730	
500	BC Tel	9.650	08-Apr-22	624	704	
1 500	bclMC Realty Corp.	2.790	02-Aug-18	1 534	1 542	
2 000	Bell Aliant Regional Communications LP	4.880	26-Apr-18	2 161	2 181	
2 600	Bell Canada	4.400	16-Mar-18	2 803	2 804	
1 000	Bell Canada	4.950	19-May-21	1 127	1 121	
1 500	Bell Canada	3.350	22-Mar-23	1 497	1 493	
1 300	Bell Canada	6.100	16-Mar-35	1 377	1 588	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 004	
1 082	Canadian Imperial Bank of Commerce	9.650	31-Oct-14	1 364	1 110	
9 900	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	9 890	9 974	
1 000	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	1 051	1 299	
527	Canadian Utilities Ltd.	6.800	13-Aug-19	579	640	
1 000	Canadian Western Bank	2.531	22-Mar-18	1 000	1 012	
1 000	Canadian Western Bank	3.077	14-Jan-19	1 016	1 028	
2 500	Capital Desjardins Inc.	5.187	05-May-20	2 866	2 842	
1 000	Capital Power LP	4.600	01-Dec-15	1 045	1 038	
1 000	Emera Inc.	2.960	13-Dec-16	1 018	1 025	
1 500	Enbridge Gas Distribution Inc.	4.500	23-Nov-43	1 499	1 604	
1 500	Enbridge Inc.	4.770	02-Sep-19	1 508	1 663	
500	Enbridge Pipelines Inc.	4.490	12-Nov-19	500	554	
700	Encana Corp.	5.800	18-Jan-18	742	788	
1 000	EPCOR Utilities Inc.	5.800	31-Jan-18	1 134	1 127	
2 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	1 999	2 065	
4 100	FortisAlberta Inc.	6.220	31-Oct-34	4 708	5 301	
3 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	2 581	3 329	
1 000	Genesis Trust II	2.295	15-Feb-17	1 000	1 013	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 900	Great-West Lifeco Inc.	6.140	21-Mar-18	\$ 1 971	\$ 2 173	
2 500	Great-West Lifeco Inc.	6.740	24-Nov-31	2 780	3 279	
4 000	Greater Toronto Airports Authority	4.850	01-Jun-17	4 198	4 350	
2 000	Greater Toronto Airports Authority	3.040	21-Sep-22	2 000	2 030	
2 500	Greater Toronto Airports Authority	6.470	02-Feb-34	2 775	3 324	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 977	2 047	
1 500	HSBC Bank Canada	4.800	10-Apr-22	1 418	1 609	
500	Hydro One Inc.	5.180	18-Oct-17	574	553	
1 527	Hydro One Inc.	6.930	01-Jun-32	1 769	2 098	
2 000	Inter Pipeline Ltd.	4.967	02-Feb-21	2 228	2 242	
1 500	Loblaw Companies Ltd.	3.748	12-Mar-19	1 500	1 579	
2 500	Loblaw Companies Ltd.	5.220	18-Jun-20	2 851	2 819	
4 000	Master Credit Card Trust	2.626	21-Jan-17	4 097	4 083	
1 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	1 059	1 041	
3 000	National Bank of Canada	2.689	21-Aug-17	3 028	3 067	
2 000	National Bank of Canada	2.794	09-Aug-18	2 035	2 048	
1 054	Nova Gas Transmission Ltd.	9.900	16-Dec-24	1 407	1 615	
2 000	OMERS Realty Corp.	2.498	05-Jun-18	2 000	2 032	
1 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	1 010	1 036	
2 000	Reliance LP	4.574	15-Mar-17	2 024	2 106	
3 000	Rogers Communications Inc.	5.380	04-Nov-19	3 069	3 393	
1 000	Rogers Communications Inc.	5.340	22-Mar-21	1 142	1 134	
1 500	Rogers Communications Inc.	6.110	25-Aug-40	1 832	1 766	
2 000	Royal Bank of Canada*	3.660	25-Jan-17	1 999	2 094	
3 000	Royal Bank of Canada*	2.580	13-Apr-17	3 000	3 062	
2 000	Royal Bank of Canada*	2.820	12-Jul-18	2 000	2 052	
2 500	Royal Bank of Canada*	2.770	11-Dec-18	2 533	2 557	
2 000	Royal Bank of Canada*	4.930	16-Jul-25	1 999	2 311	
4 500	Shaw Communications Inc.	5.650	01-Oct-19	5 055	5 129	
2 000	Sun Life Financial Inc.	5.700	02-Jul-19	2 339	2 300	
3 000	TCHC Issuer Trust	4.877	11-May-37	3 000	3 322	
1 000	TELUS Corp.	5.050	04-Dec-19	1 010	1 120	
2 000	TELUS Corp.	5.050	23-Jul-20	1 995	2 248	
800	TELUS Corp.	3.350	15-Mar-23	799	799	
2 000	TELUS Corp.	4.400	01-Apr-43	2 031	1 936	
2 000	Teranet Holdings LP	3.531	16-Dec-15	2 000	2 051	
733	Terasen Gas Inc.	5.900	26-Feb-35	737	914	
2 800	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	2 828	2 950	
1 000	Thomson Reuters Corp.	6.000	31-Mar-16	1 115	1 070	
2 000	Toronto-Dominion Bank	5.763	18-Dec-06	2 127	2 238	
5 000	Toronto-Dominion Bank	2.433	15-Aug-17	5 000	5 082	
3 755	Toronto-Dominion Bank	2.171	02-Apr-18	3 767	3 777	
600	Toronto-Dominion Bank	2.447	02-Apr-19	603	605	
3 000	Toronto-Dominion Bank	2.563	24-Jun-20	3 000	3 009	
951	Toronto-Dominion Bank	9.150	26-May-25	1 178	1 432	
1 000	Toronto Hydro Corp.	4.490	12-Nov-19	1 000	1 106	
1 054	TransCanada PipeLines Ltd.	11.900	20-Aug-15	1 587	1 172	
1 000	TransCanada PipeLines Ltd.	7.310	15-Jan-27	1 061	1 331	
2 000	Union Gas Ltd.	5.350	27-Apr-18	1 989	2 236	
3 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	3 019	3 074	
2 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	2 038	2 053	
900	Wells Fargo Canada Corp.	3.040	29-Jan-21	902	914	
3 000	Westcoast Energy Inc.	3.120	05-Dec-22	2 995	2 979	
				203 848	212 124	16.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
9 150	Canada Housing Trust No. 1	2.750	15-Dec-14	\$ 9 207	\$ 9 222	
9 150	Canada Housing Trust No. 1	2.950	15-Mar-15	9 466	9 273	
12 250	Canada Housing Trust No. 1	2.450	15-Dec-15	12 634	12 487	
5 000	Canada Housing Trust No. 1	2.750	15-Dec-15	5 148	5 118	
20 000	Canada Housing Trust No. 1	1.850	15-Dec-16	20 122	20 255	
32 800	Canada Housing Trust No. 1	3.350	15-Dec-20	33 151	35 178	
7 000	Canada Housing Trust No. 1	2.650	15-Mar-22	7 091	7 142	
10 000	Canada Housing Trust No. 1	2.350	15-Sep-23	9 516	9 807	
23 000	Government of Canada	1.500	01-Sep-17	23 068	23 154	
17 500	Government of Canada	1.250	01-Sep-18	16 947	17 355	
24 000	Government of Canada	1.750	01-Mar-19	24 046	24 239	
25 000	Government of Canada	1.750	01-Sep-19	25 049	25 154	
22 000	Government of Canada	3.500	01-Jun-20	24 504	24 242	
3 050	Government of Canada	2.750	01-Jun-22	3 082	3 220	
27 080	Government of Canada	2.500	01-Jun-24	27 261	27 714	
8 340	Government of Canada	5.750	01-Jun-29	11 136	11 656	
2 725	Government of Canada	5.750	01-Jun-33	3 424	3 965	
6 890	Government of Canada	4.000	01-Jun-41	8 390	8 455	
16 500	Government of Canada	3.500	01-Dec-45	19 001	18 975	
				292 243	296 611	
PROVINCIAL/MUNICIPAL						
10 000	Cadillac Fairview Finance Trust	3.640	09-May-18	9 999	10 681	
1 000	CDP Financial Inc.	4.600	15-Jul-20	998	1 124	
2 000	Labrador-Island Link Funding Trust	3.760	01-Jun-33	2 037	2 163	
2 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	2 003	2 189	
2 500	Province of Manitoba	6.500	22-Sep-17	2 695	2 890	
4 000	Province of Manitoba	4.600	05-Mar-38	3 910	4 618	
9 000	Province of New Brunswick	4.400	03-Jun-19	9 984	9 995	
5 500	Province of New Brunswick	4.800	03-Jun-41	5 534	6 426	
2 100	Province of Newfoundland	6.150	17-Apr-28	2 272	2 735	
1 000	Province of Nova Scotia	6.600	01-Dec-31	1 015	1 391	
1 000	Province of Nova Scotia	4.900	01-Jun-35	1 010	1 177	
7 000	Province of Ontario	3.150	08-Sep-15	7 298	7 170	
20 000	Province of Ontario	4.300	08-Mar-17	19 712	21 509	
12 700	Province of Ontario	1.900	08-Sep-17	12 575	12 829	
18 500	Province of Ontario	2.100	08-Sep-18	18 438	18 705	
6 700	Province of Ontario	4.400	02-Jun-19	7 422	7 440	
16 190	Province of Ontario	4.000	02-Jun-21	16 978	17 690	
30 200	Province of Ontario	3.150	02-Jun-22	30 950	31 083	
28 000	Province of Ontario	2.850	02-Jun-23	27 540	27 851	
51 000	Province of Ontario	3.500	02-Jun-24	51 978	52 883	
13 000	Province of Ontario	8.000	02-Dec-26	15 689	19 203	
11 000	Province of Ontario	6.500	08-Mar-29	14 296	14 862	
2 450	Province of Ontario	5.600	02-Jun-35	3 262	3 137	
11 000	Province of Ontario	4.700	02-Jun-37	10 994	12 690	
17 705	Province of Ontario	4.600	02-Jun-39	18 239	20 221	
21 850	Province of Ontario	4.650	02-Jun-41	24 035	25 298	
7 590	Province of Ontario	3.500	02-Jun-43	7 550	7 301	
30 000	Province of Ontario	3.450	02-Jun-45	27 092	28 624	
3 000	Province of Prince Edward Island	4.650	19-Nov-37	3 033	3 366	
10 000	Province of Quebec	5.500	01-Dec-14	10 436	10 182	
23 000	Province of Quebec	4.500	01-Dec-17	22 357	25 181	
13 500	Province of Quebec	4.500	01-Dec-19	14 526	15 099	
11 170	Province of Quebec	4.500	01-Dec-20	12 553	12 549	
9 375	Province of Quebec	3.500	01-Dec-22	9 751	9 840	
12 600	Province of Quebec	3.000	01-Sep-23	12 401	12 632	
5 000	Province of Quebec	3.750	01-Sep-24	5 248	5 274	
						22.8

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
3 000	Province of Quebec	5.750	01-Dec-36	\$ 3 422	\$ 3 902	
6 000	Province of Quebec	5.000	01-Dec-38	6 913	7 160	
12 000	Province of Quebec	5.000	01-Dec-41	13 022	14 475	
9 875	Province of Quebec	4.250	01-Dec-43	10 396	10 701	
2 000	Province of Saskatchewan	5.600	05-Sep-35	1 989	2 620	
				481 552	506 866	39.0
TOTAL CANADIAN BONDS				977 643	1 015 601	78.1
FOREIGN BONDS						
SUPRANATIONAL						
1 000	Inter-American Development Bank CAD	4.400	26-Jan-26	997	1 113	
TOTAL FOREIGN BONDS				997	1 113	0.1
TOTAL BONDS				978 640	1 016 714	78.2
SHORT-TERM INVESTMENTS†				25 242	25 242	1.9
TOTAL INVESTMENTS				\$ 1 253 675	1 303 884	100.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(4 519)	(0.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 299 365	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.94% to 1.15% and mature between July 2, 2014 and September 25, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 303 884	\$ 1 084 915	\$ 921 922
Cash	907	–	2
Subscriptions receivable	1 896	1 819	947
Futures contracts margin receivable	–	251	–
Dividends receivable, interest accrued and other assets	5 362	5 101	4 322
TOTAL ASSETS	1 312 049	1 092 086	927 193
LIABILITIES			
Bank overdraft	–	77	–
Due to investment dealers	6 215	–	–
Redemptions payable	2 423	656	582
Unrealized loss on futures contracts	–	244	–
Distributions payable	3 991	–	–
Accounts payable and accrued expenses	55	49	46
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	12 684	1 026	628
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 299 365	\$ 1 091 060	\$ 926 565
Investments at cost	\$ 1 253 675	\$ 1 069 109	\$ 860 732
NAV, END OF PERIOD			
SERIES F	\$ 48 554	\$ 48 769	\$ 52 421
SERIES O	\$ 1 250 811	\$ 1 042 291	\$ 874 144
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 121.69	\$ 118.14	\$ 123.79
SERIES O	\$ 121.91	\$ 118.35	\$ 123.97

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 16 276	\$ 13 691
Net gain (loss) from futures contracts	440	(25)
Other income received from underlying funds	5 409	3 518
Securities lending revenue (see note 6 in the generic notes)	72	50
Net realized gain (loss) on investments	1 180	1 155
Net gain (loss) on foreign currencies and other net assets	5	(1)
Change in unrealized gain (loss) on investments	34 403	(34 168)
TOTAL INCOME (LOSS)	57 785	(15 780)
EXPENSES (see notes – Fund Specific Information)		
Management fees	97	98
Administration fees	187	149
Board of Governors costs	1	2
GST/HST	27	25
TOTAL EXPENSES	312	274
INCREASE (DECREASE) IN NAV	\$ 57 473	\$ (16 054)
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 2 265	\$ (995)
SERIES O	\$ 55 208	\$ (15 059)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 5.49	\$ (2.31)
SERIES O	\$ 5.76	\$ (2.03)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 57 473	\$ (16 054)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 180)	(1 155)
Change in unrealized loss (gain) on investments	(34 403)	34 168
(Increase) decrease in accrued receivables	(338)	(6 034)
Increase (decrease) in accrued payables	11 979	9 058
Cost of investments purchased	(932 583)	(765 449)
Proceeds on sales of investments	749 204	671 863
NET CASH PROVIDED BY OPERATING ACTIVITIES	(149 848)	(73 603)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	292 439	216 675
Cash paid on redemption of redeemable units	(119 072)	(125 023)
Distributions paid to holders of redeemable units	(22 535)	(17 428)
NET CASH USED IN FINANCING ACTIVITIES	\$ 150 832	\$ 74 224
Net increase (decrease) in cash for the year	984	621
Cash (bank overdraft), beginning of period	(77)	2
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 907	\$ 623
Interest received	\$ 16 015	\$ 13 362
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 48 769	\$ 52 421	\$ 1 042 291	\$ 874 144	\$ 1 091 060	\$ 926 565
INCREASE (DECREASE) IN NAV	2 265	(995)	55 208	(15 059)	57 473	(16 054)
Early redemption fees	1	1	–	–	1	1
Proceeds from redeemable units issued	4 247	9 565	288 192	207 110	292 439	216 675
Reinvestments of distributions to holders of redeemable units	174	222	250	276	424	498
Redemption of redeemable units	(6 081)	(12 394)	(112 992)	(112 630)	(119 073)	(125 024)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 659)	(2 606)	175 450	94 756	173 791	92 150
Distributions from net income	(821)	(809)	(22 138)	(17 117)	(22 959)	(17 926)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(821)	(809)	(22 138)	(17 117)	(22 959)	(17 926)
NET INCREASE (DECREASE) IN NAV	(215)	(4 410)	208 520	62 580	208 305	58 170
NAV AT END OF PERIOD	\$ 48 554	\$ 48 011	\$ 1 250 811	\$ 936 724	\$ 1 299 365	\$ 984 735

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of interest income and moderate capital growth. The Fund invests primarily in high-quality fixed-income securities issued by Canadian governments and corporations and may invest up to 30% of the portfolio in foreign securities.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	24.9	26.1	31.5
AA	38.7	35.7	31.9
A	22.7	24.4	26.9
BBB	13.1	12.9	9.6
BB	0.4	0.4	0.1
B	0.2	0.5	–
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	2.7	5.3	2.5
1 – 5 years	37.5	40.2	43.0
5 – 10 years	33.2	27.2	25.9
> 10 years	26.6	27.3	28.6
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 7.1% (December 31, 2013 – 6.6%, January 1, 2013 – 7.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	261 928	–	–	261 928
Fixed-income				
and debt securities	–	1 016 714	–	1 016 714
Short-term investments	–	25 242	–	25 242
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	261 928	1 041 956	–	1 303 884
% of total portfolio	20.1	79.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	211 086	–	–	211 086
Fixed-income				
and debt securities	–	849 519	–	849 519
Short-term investments	–	24 310	–	24 310
Derivatives – assets	–	–	–	–
Derivatives – liabilities	(244)	–	–	(244)
Total financial instruments	210 842	873 829	–	1 084 671
% of total portfolio	19.5	80.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	156 266	–	–	156 266
Fixed-income				
and debt securities	–	756 761	–	756 761
Short-term investments	–	8 895	–	8 895
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 266	765 656	–	921 922
% of total portfolio	17.0	83.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.40%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.03%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	49
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	413	423
Issued number of units	35	78
Reinvested number of units	1	2
Redeemed number of units	(50)	(101)
Ending number of units	399	402
Series O		
Opening units	8 807	7 051
Issued number of units	2 385	1 688
Reinvested number of units	2	2
Redeemed number of units	(934)	(912)
Ending number of units	10 260	7 829

Please see the generic notes at the back of the financial statements.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	251 522	139 179
Fair value of collateral received	256 561	141 963

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	984 244	925 980
Revaluation of investments at FVTPL	491	585
Net assets attributable to holders of redeemable units	984 735	926 565
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(15 960)
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(94)
Increase (decrease) in net assets attributable to holders of redeemable units		(16 054)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN CORPORATE BOND POOL

June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
4 000	407 International Inc.	3.870	24-Nov-17	\$ 3 951	\$ 4 235	
2 500	407 International Inc.	3.350	16-May-24	2 498	2 532	
5 000	407 International Inc.	5.750	14-Feb-36	4 959	6 046	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 263	
952	Aéroports de Montréal	6.950	16-Apr-32	1 161	1 213	
13 000	Aéroports de Montréal	5.670	16-Oct-37	14 198	16 069	
7 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	6 994	7 107	
541	Alliance Pipeline LP	6.765	31-Dec-25	541	643	
2 262	Alliance Pipeline LP	7.217	31-Dec-25	2 262	2 750	
3 000	AltaGas Ltd.	4.550	17-Jan-19	3 247	3 256	
7 123	AltaGas Ltd.	3.720	28-Sep-21	7 202	7 433	
3 500	AltaGas Ltd.	3.570	12-Jun-23	3 497	3 531	
7 000	AltaGas Ltd.	4.400	15-Mar-24	6 996	7 435	
7 000	AltaLink Investments LP	3.265	05-Jun-20	7 082	7 166	
5 000	AltaLink LP	3.668	06-Nov-23	5 000	5 212	
1 000	AltaLink LP	4.872	15-Nov-40	1 000	1 123	
3 000	AltaLink LP	4.462	08-Nov-41	3 000	3 164	
5 500	American Express Canada Credit Corp.	2.310	29-Mar-18	5 494	5 552	
5 000	Aon Finance NS 1 ULC	4.760	08-Mar-18	4 998	5 371	
3 000	Bank of Montreal	2.390	12-Jul-17	3 004	3 049	
15 000	Bank of Montreal	2.240	11-Dec-17	15 005	15 139	
18 000	Bank of Montreal	6.020	02-May-18	20 531	20 615	
22 250	Bank of Montreal	3.210	13-Sep-18	22 826	23 184	
10 750	Bank of Montreal	2.430	04-Mar-19	10 760	10 840	
7 900	Bank of Montreal	2.840	04-Jun-20	7 785	8 053	
2 400	Bank of Montreal	5.100	21-Apr-21	2 375	2 541	
10 500	Bank of Nova Scotia	2.740	01-Dec-16	10 528	10 742	
16 500	Bank of Nova Scotia	2.598	27-Feb-17	16 696	16 840	
4 000	Bank of Nova Scotia	4.100	08-Jun-17	4 303	4 259	
7 350	Bank of Nova Scotia	2.242	22-Mar-18	7 348	7 406	
3 000	Bank of Nova Scotia	2.750	13-Aug-18	2 999	3 069	
14 500	Bank of Nova Scotia	2.462	14-Mar-19	14 509	14 631	
13 000	Bank of Nova Scotia	3.270	11-Jan-21	13 247	13 476	
5 000	Bank of Nova Scotia	6.650	22-Jan-21	4 999	5 367	
1 000	BC Tel	10.650	19-Jun-21	1 537	1 460	
4 125	BC Tel	9.650	08-Apr-22	5 567	5 810	
6 000	bcIMC Realty Corp.	2.960	07-Mar-19	5 998	6 195	
10 050	Bell Aliant Regional Communications LP	5.410	26-Sep-16	10 163	10 812	
6 000	Bell Aliant Regional Communications LP	4.880	26-Apr-18	6 582	6 544	
4 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	4 000	4 136	
17 120	Bell Canada	4.400	16-Mar-18	18 055	18 461	
5 000	Bell Canada	3.500	10-Sep-18	4 997	5 234	
4 000	Bell Canada	4.950	19-May-21	3 985	4 482	
7 500	Bell Canada	3.350	22-Mar-23	7 394	7 463	
17 105	Bell Canada	6.100	16-Mar-35	17 545	20 895	
1 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	1 267	1 548	
1 650	Brookfield Power Corp.	5.840	05-Nov-36	1 671	1 761	
5 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	5 791	6 015	
2 000	Brookfield Renewable Power Inc.	5.140	13-Oct-20	1 999	2 224	
9 000	Caisse Centrale Desjardins	3.502	05-Oct-17	9 032	9 428	
3 000	Caisse Centrale Desjardins	2.795	19-Nov-18	3 000	3 068	
3 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	3 000	3 088	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
4 800	Calloway Real Estate Investment Trust	3.985	30-May-23	\$ 4 740	\$ 4 819	
3 800	Cameco Corp.	5.670	02-Sep-19	4 108	4 295	
8 700	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	8 817	8 881	
25 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	25 084	25 313	
11 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	11 493	11 586	
1 300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	1 299	1 301	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	5 010	
2 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	2 000	2 019	
3 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	2 992	3 408	
8 530	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 624	8 781	
6 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	6 042	6 259	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 841	
3 200	Canadian Western Bank	3.049	18-Jan-17	3 200	3 291	
5 000	Canadian Western Bank	2.104	26-Jun-17	5 000	5 012	
7 300	Canadian Western Bank	2.531	22-Mar-18	7 318	7 385	
16 700	Canadian Western Bank	3.077	14-Jan-19	16 946	17 170	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 547	
10 500	Capital Power LP	4.600	01-Dec-15	10 761	10 900	
8 000	Choice Properties LP	3.000	20-Sep-19	7 994	8 051	
12 000	Choice Properties LP	3.600	20-Sep-21	12 059	12 178	
5 100	Corus Entertainment Inc.	4.250	11-Feb-20	5 084	5 062	
9 545	Crombie Real Estate Investment Trust	3.986	31-Oct-18	9 640	9 933	
5 000	Daimler Canada Finance Inc.	3.280	15-Sep-16	5 000	5 163	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 517	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 509	
5 000	Dollarama Inc.	3.095	05-Nov-18	5 000	5 106	
7 500	Emera Inc.	2.960	13-Dec-16	7 497	7 688	
3 000	Emera Inc.	4.830	02-Dec-19	3 293	3 298	
9 430	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	9 586	11 013	
3 000	Enbridge Income Fund Holdings Inc.	5.250	22-Dec-14	3 074	3 048	
4 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	3 999	4 090	
3 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	3 497	3 879	
5 000	Encana Corp.	5.800	18-Jan-18	5 228	5 626	
4 000	EnerCare Solutions Inc.	4.300	30-Nov-17	3 997	4 210	
1 700	EnerCare Solutions Inc.	4.600	03-Feb-20	1 786	1 809	
9 360	EPCOR Utilities Inc.	5.800	31-Jan-18	10 341	10 548	
10 500	Fairfax Financial Holdings Ltd.	6.400	25-May-21	10 512	11 928	
1 200	First Capital Realty Inc.	4.950	30-Nov-18	1 300	1 311	
11 300	First Capital Realty Inc.	4.430	31-Jan-22	11 403	12 043	
2 822	Ford Auto Securitization Trust	2.482	15-Nov-16	2 822	2 841	
3 000	Ford Auto Securitization Trust	2.347	15-Apr-17	3 000	3 028	
3 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	3 631	3 745	
12 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	12 165	12 392	
7 000	Ford Credit Canada Ltd.	2.939	19-Feb-19	7 000	7 084	
6 500	FortisAlberta Inc.	6.220	31-Oct-34	8 295	8 403	
12 500	GE Capital Canada Funding Co.	5.100	01-Jun-16	13 490	13 313	
4 800	GE Capital Canada Funding Co.	5.530	17-Aug-17	4 708	5 326	
15 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	17 347	17 427	
6 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	6 342	8 019	
6 000	Genworth MI Canada Inc.	5.680	15-Jun-20	6 022	6 865	
2 000	George Weston Ltd.	3.780	25-Oct-16	2 000	2 087	
6 000	George Weston Ltd.	4.115	17-Jun-24	6 000	6 090	
7 000	Government of Canada	3.500	01-Dec-45	7 946	8 050	
7 800	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	8 390	8 612	
8 000	Great-West Lifeco Inc.	6.140	21-Mar-18	9 301	9 151	
5 000	Great-West Lifeco Inc.	4.650	13-Aug-20	5 597	5 568	
7 000	Great-West Lifeco Inc.	6.740	24-Nov-31	8 199	9 181	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
13 700	Greater Toronto Airports Authority	7.100	04-Jun-31	\$ 17 752	\$ 18 872	
3 300	Greater Toronto Airports Authority	6.980	15-Oct-32	4 561	4 590	
15 550	Greater Toronto Airports Authority	6.470	02-Feb-34	19 193	20 678	
2 400	H&R Real Estate Investment Trust	5.902	03-Feb-17	2 624	2 615	
9 100	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 051	9 315	
12 000	HSBC Bank Canada	3.558	04-Oct-17	12 102	12 597	
14 000	HSBC Bank Canada	2.491	13-May-19	14 000	14 085	
11 500	HSBC Bank Canada	2.938	14-Jan-20	11 515	11 760	
1 500	HSBC Canada Asset Trust Securities	5.149	29-Dec-49	1 489	1 548	
7 269	Hydro One Inc.	6.930	01-Jun-32	8 705	9 985	
26 500	Hydro One Inc.	5.360	20-May-36	31 871	31 405	
2 500	Hydro One Inc.	4.170	06-Jun-44	2 497	2 531	
3 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	3 500	3 729	
3 000	Inter Pipeline Ltd.	3.448	20-Jul-20	3 000	3 112	
3 000	Inter Pipeline Ltd.	4.967	02-Feb-21	3 006	3 363	
5 000	Inter Pipeline Ltd.	4.637	30-May-44	5 000	5 103	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 265	
500	Loblaw Companies Ltd.	5.220	18-Jun-20	500	564	
9 000	Loblaw Companies Ltd.	4.860	12-Sep-23	9 699	9 826	
3 800	Loblaw Companies Ltd.	6.450	09-Feb-28	4 151	4 561	
12 050	Loblaw Companies Ltd.	6.050	09-Jun-34	12 506	13 986	
18 050	Loblaw Companies Ltd.	5.900	18-Jan-36	18 516	20 748	
2 000	Manulife Bank of Canada	2.383	17-Oct-16	2 000	2 024	
10 000	Manulife Financial Corporation	5.059	15-Dec-41	9 720	10 755	
3 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	2 993	3 122	
7 500	National Bank of Canada	2.702	15-Dec-16	7 522	7 666	
15 000	National Bank of Canada	2.019	13-Apr-17	15 000	15 080	
4 000	National Bank of Canada	2.689	21-Aug-17	4 000	4 090	
7 700	National Bank of Canada	2.794	09-Aug-18	7 738	7 884	
5 000	National Bank of Canada	4.700	02-Nov-20	5 061	5 197	
10 540	NBC Capital Trust	5.329	30-Jun-56	10 439	11 224	
3 946	Nova Gas Transmission Ltd.	9.900	16-Dec-24	5 117	6 046	
3 000	Nova Scotia Power Inc.	4.150	06-Mar-42	2 997	2 971	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 348	
1 500	Pembina Pipeline Corp.	3.770	24-Oct-22	1 500	1 555	
1 000	Pembina Pipeline Corp.	4.750	30-Apr-43	998	1 031	
5 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	5 116	5 179	
5 000	Province of Ontario	4.400	02-Jun-19	5 555	5 552	
11 350	RBC Capital Trust*	4.870	31-Dec-15	10 685	11 873	
4 000	Reliance LP	4.574	15-Mar-17	4 000	4 211	
11 000	Reliance LP	5.187	15-Mar-19	11 797	11 882	
6 000	Rogers Communications Inc.	5.800	26-May-16	6 766	6 441	
13 000	Rogers Communications Inc.	5.380	04-Nov-19	13 810	14 704	
7 500	Rogers Communications Inc.	4.700	29-Sep-20	7 387	8 248	
7 500	Rogers Communications Inc.	5.340	22-Mar-21	8 193	8 506	
5 000	Rogers Communications Inc.	4.000	13-Mar-24	4 985	5 111	
10 000	Rogers Communications Inc.	6.110	25-Aug-40	11 465	11 776	
7 000	Royal Bank of Canada*	2.680	08-Dec-16	6 998	7 158	
5 000	Royal Bank of Canada*	3.660	25-Jan-17	4 998	5 234	
6 000	Royal Bank of Canada*	2.580	13-Apr-17	5 999	6 124	
17 000	Royal Bank of Canada*	2.364	21-Sep-17	17 063	17 221	
7 200	Royal Bank of Canada*	2.260	12-Mar-18	7 228	7 262	
18 800	Royal Bank of Canada*	2.820	12-Jul-18	18 874	19 290	
2 500	Royal Bank of Canada*	2.770	11-Dec-18	2 533	2 557	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 510	
5 750	Scotiabank Capital Trust	7.802	30-Jun-08	6 292	7 083	
7 750	Shaw Communications Inc.	5.700	02-Mar-17	7 818	8 488	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
11 500	Shaw Communications Inc.	5.650	01-Oct-19	\$ 12 363	\$ 13 107	
8 000	Shaw Communications Inc.	4.350	31-Jan-24	8 012	8 351	
10 500	Shaw Communications Inc.	6.750	09-Nov-39	11 672	12 801	
2 000	Sun Life Capital Trust II	5.863	31-Dec-08	2 000	2 308	
6 450	Sun Life Financial Inc.	5.700	02-Jul-19	6 572	7 419	
12 850	Sun Life Financial Inc.	4.800	23-Nov-35	12 777	13 384	
7 720	Sun Life Financial Inc.	5.400	29-May-42	7 712	8 741	
8 000	Suncor Energy Inc.	5.390	26-Mar-37	7 151	9 102	
10 130	TELUS Corp.	4.950	15-Mar-17	10 739	10 946	
6 000	TELUS Corp.	5.050	04-Dec-19	5 965	6 720	
3 000	TELUS Corp.	5.050	23-Jul-20	2 992	3 372	
2 800	TELUS Corp.	3.600	26-Jan-21	2 792	2 913	
13 000	TELUS Corp.	4.400	01-Apr-43	12 843	12 583	
2 500	Teranet Holdings LP	3.531	16-Dec-15	2 500	2 564	
3 240	Teranet Holdings LP	5.754	17-Dec-40	3 187	3 615	
12 000	Terasen Gas Inc.	5.900	26-Feb-35	13 347	14 961	
1 500	Terasen Gas Inc.	5.550	25-Sep-36	1 531	1 810	
750	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	792	790	
2 150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	2 150	2 195	
4 650	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	4 650	4 717	
10 500	Thomson Reuters Corp.	6.000	31-Mar-16	11 708	11 232	
7 500	Thomson Reuters Corp.	4.350	30-Sep-20	7 490	8 098	
33 000	Toronto-Dominion Bank	4.779	14-Dec-16	31 959	35 242	
9 000	Toronto-Dominion Bank	2.171	02-Apr-18	9 012	9 054	
13 450	Toronto-Dominion Bank	2.447	02-Apr-19	13 458	13 572	
2 500	Toronto Hydro Corp.	4.490	12-Nov-19	2 499	2 766	
6 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	5 999	6 109	
3 946	TransCanada PipeLines Ltd.	11.900	20-Aug-15	5 858	4 387	
2 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	2 000	2 091	
13 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	15 753	16 227	
1 000	Union Gas Ltd.	4.850	25-Apr-22	998	1 134	
4 000	Union Gas Ltd.	8.650	10-Nov-25	5 602	5 838	
2 000	Union Gas Ltd.	5.460	11-Sep-36	2 000	2 376	
2 000	Union Gas Ltd.	6.050	02-Sep-38	1 996	2 568	
2 000	Union Gas Ltd.	5.200	23-Jul-40	1 990	2 325	
8 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	8 000	8 198	
3 300	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 317	3 372	
16 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	16 076	16 421	
5 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	4 998	5 079	
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	1 996	2 260	
8 000	Westcoast Energy Inc.	3.120	05-Dec-22	8 053	7 943	
7 500	Westcoast Energy Inc.	6.750	15-Dec-27	8 456	9 551	
TOTAL CANADIAN BONDS				1 499 649	1 566 829	94.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
United Kingdom						
6 000	Ineos Finance Plc. USD	8.375	15-Feb-19	\$ 6 902	\$ 7 016	
				6 902	7 016	0.4
United States						
2 500	Ball Corp.	5.750	15-May-21	2 757	2 850	
4 245	Beazer Homes USA Inc.	6.625	15-Apr-18	4 769	4 845	
7 368	Everest Reinsurance Holdings Inc.	6.600	15-May-37	7 802	8 302	
7 560	Fidelity National Information Services Inc.	5.000	15-Mar-22	8 162	8 487	
9 500	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	9 651	10 539	
5 000	HCA Inc.	7.250	15-Sep-20	5 774	5 720	
2 500	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 858	438	
4 165	Liberty Mutual Group Inc.	7.000	15-Mar-37	4 506	4 732	
7 500	Reynolds Group Issuer Inc.	7.875	15-Aug-19	8 536	8 750	
5 000	United Rentals North America Inc.	5.750	15-Jul-18	5 451	5 667	
				59 266	60 330	3.6
				66 168	67 346	4.0
				13 329	13 329	0.8
				1 579 146	1 647 504	99.2
					1 792	0.1
					(785)	-
				\$ 1 579 146	1 648 511	99.3
					11 692	0.7
					\$ 1 660 203	100.0
TOTAL FOREIGN BONDS						
SHORT-TERM INVESTMENTS†						
TOTAL INVESTMENTS						
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)						
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)						
TOTAL PORTFOLIO						
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.95% to 1.16% and mature between July 2, 2014 and July 21, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 685 Sold USD 1 500 @ 1.1233	03-Jul-14	\$ 85
Bought CAD 4 308 Sold USD 3 925 @ 1.0976	03-Jul-14	121
Bought CAD 7 907 Sold USD 7 143 @ 1.1070	09-Jul-14	287
Bought CAD 2 092 Sold USD 1 917 @ 1.0914	10-Jul-14	47
Bought CAD 3 298 Sold USD 2 983 @ 1.1057	10-Jul-14	116
Bought CAD 295 Sold USD 275 @ 1.0739	15-Jul-14	2
Bought CAD 6 245 Sold USD 5 650 @ 1.1053	15-Jul-14	216
Bought CAD 2 899 Sold USD 2 651 @ 1.0935	17-Jul-14	70
Bought CAD 221 Sold USD 200 @ 1.1026	17-Jul-14	7
Bought CAD 372 Sold USD 340 @ 1.0949	17-Jul-14	9
Bought CAD 7 818 Sold USD 7 114 @ 1.0990	25-Jul-14	225
Bought CAD 6 993 Sold USD 6 320 @ 1.1065	31-Jul-14	246
Bought CAD 2 285 Sold USD 2 100 @ 1.0879	05-Aug-14	43
Bought CAD 895 Sold USD 820 @ 1.0919	12-Aug-14	20
Bought CAD 1 582 Sold USD 1 459 @ 1.0845	13-Aug-14	24
Bought CAD 5 696 Sold USD 5 220 @ 1.0912	22-Aug-14	121
Bought CAD 191 Sold USD 175 @ 1.0894	28-Aug-14	4
Bought CAD 1 548 Sold USD 1 422 @ 1.0888	03-Sep-14	29
Bought CAD 123 Sold USD 115 @ 1.0689	03-Sep-14	-
Bought CAD 2 639 Sold USD 2 425 @ 1.0881	04-Sep-14	48
Bought CAD 435 Sold USD 400 @ 1.0874	18-Sep-14	7

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 840 Sold USD 2 652 @ 1.0708	19-Sep-14	\$ 5
Bought CAD 4 600 Sold USD 4 277 @ 1.0755	24-Sep-14	28
Bought CAD 3 673 Sold USD 3 407 @ 1.0780	26-Sep-14	31
Bought CAD 5 801 Sold USD 5 425 @ 1.0694	02-Oct-14	1
		\$ 1 792
		Unrealized Loss
Bought USD 5 425 Sold CAD 5 789 @ 1.0670	03-Jul-14	\$ (2)
Bought USD 14 531 Sold CAD 15 813 @ 1.0882	29-Jul-14	(301)
Bought USD 15 707 Sold CAD 16 913 @ 1.0768	29-Jul-14	(146)
Bought USD 5 835 Sold CAD 6 348 @ 1.0879	29-Jul-14	(119)
Bought USD 9 938 Sold CAD 10 807 @ 1.0874	29-Jul-14	(198)
Bought USD 341 Sold CAD 373 @ 1.0934	08-Aug-14	(9)
Bought USD 386 Sold CAD 421 @ 1.0902	08-Aug-14	(9)
Bought USD 25 Sold CAD 27 @ 1.0903	14-Aug-14	(1)
		\$ (785)
		\$ 1 007
TOTAL FOREIGN EXCHANGE		

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 647 504	\$ 1 436 055	\$ 1 297 606
Cash	144	60	7
Subscriptions receivable	2 901	690	1 331
Unrealized gain on foreign exchange contracts	1 792	209	220
Dividends receivable, interest accrued and other assets	15 047	13 306	10 872
TOTAL ASSETS	1 667 388	1 450 320	1 310 036
LIABILITIES			
Redemptions payable	918	431	1 005
Unrealized loss on foreign exchange contracts	785	1 272	313
Distributions payable	5 419	–	–
Accounts payable and accrued expenses	63	60	55
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 185	1 763	1 373
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 660 203	\$ 1 448 557	\$ 1 308 663
Investments at cost	\$ 1 579 146	\$ 1 402 923	\$ 1 218 507
NAV, END OF PERIOD			
SERIES F	\$ 38 917	\$ 36 346	\$ 35 527
SERIES O	\$ 1 621 286	\$ 1 412 211	\$ 1 273 136
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 11.21	\$ 10.93	\$ 11.26
SERIES O	\$ 11.17	\$ 10.89	\$ 11.22

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 32 848	\$ 28 196
Securities lending revenue (see note 6 in the generic notes)	23	16
Net realized gain (loss) on investments	7 935	6 759
Net gain (loss) on foreign currencies and other net assets	(4 116)	580
Change in unrealized gain (loss) on investments	37 296	(39 811)
TOTAL INCOME (LOSS)	73 986	(4 260)
EXPENSES (see notes – Fund Specific Information)		
Management fees	95	88
Administration fees	238	204
Board of Governors costs	1	2
GST/HST	35	33
Withholding tax	69	–
TOTAL EXPENSES	438	327
INCREASE (DECREASE) IN NAV	\$ 73 548	\$ (4 587)
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 1 685	\$ (309)
SERIES O	\$ 71 863	\$ (4 278)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.49	\$ (0.06)
SERIES O	\$ 0.52	\$ (0.04)

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 73 548	\$ (4 587)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 935)	(6 759)
Change in unrealized loss (gain) on investments	(37 296)	39 811
(Increase) decrease in accrued receivables	(3 952)	(7 300)
Increase (decrease) in accrued payables	5 909	10 600
Cost of investments purchased	(1 076 932)	(870 753)
Proceeds on sales of investments	908 644	768 079
NET CASH PROVIDED BY OPERATING ACTIVITIES	(138 014)	(70 909)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	284 148	227 307
Cash paid on redemption of redeemable units	(112 241)	(126 503)
Distributions paid to holders of redeemable units	(33 809)	(28 759)
NET CASH USED IN FINANCING ACTIVITIES	\$ 138 098	\$ 72 045
Net increase (decrease) in cash for the year	84	1 136
Cash (bank overdraft), beginning of period	60	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 144	\$ 1 143
Interest received	\$ 31 107	\$ 26 912
Dividends received, net of withholding taxes	\$ (69)	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 36 346	\$ 35 527	\$ 1 412 211	\$ 1 273 136	\$ 1 448 557	\$ 1 308 663
INCREASE (DECREASE) IN NAV	1 685	(309)	71 863	(4 278)	73 548	(4 587)
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	6 272	9 693	277 876	217 614	284 148	227 307
Reinvestments of distributions to holders of redeemable units	246	222	889	796	1 135	1 018
Redemption of redeemable units	(4 896)	(6 703)	(107 345)	(119 800)	(112 241)	(126 503)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 622	3 212	171 420	98 610	173 042	101 822
Distributions from net income	(736)	(678)	(34 208)	(29 099)	(34 944)	(29 777)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(736)	(678)	(34 208)	(29 099)	(34 944)	(29 777)
NET INCREASE (DECREASE) IN NAV	2 571	2 225	209 075	65 233	211 646	67 458
NAV AT END OF PERIOD	\$ 38 917	\$ 37 752	\$ 1 621 286	\$ 1 338 369	\$ 1 660 203	\$ 1 376 121

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting primarily of interest income and moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	0.9	1.6	1.6
AA	25.6	24.8	24.9
A	29.7	30.5	40.9
BBB	41.1	38.3	32.1
BB	1.9	2.1	0.5
B	0.8	2.7	–
Total	100.0	100.0	100.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	0.4	1.2	0.7
1 – 5 years	52.3	51.4	53.4
5 – 10 years	24.2	25.9	22.4
> 10 years	23.1	21.5	23.5
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.8% (December 31, 2013 – 5.3%, January 1, 2013 – 5.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 634 175	–	1 634 175
Short-term investments	–	13 329	–	13 329
Derivatives – assets	–	1 792	–	1 792
Derivatives – liabilities	–	(785)	–	(785)
Total financial instruments	–	1 648 511	–	1 648 511
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 419 121	–	1 419 121
Short-term investments	–	16 934	–	16 934
Derivatives – assets	–	209	–	209
Derivatives – liabilities	–	(1 272)	–	(1 272)
Total financial instruments	–	1 434 992	–	1 434 992
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 289 799	–	1 289 799
Short-term investments	–	7 807	–	7 807
Derivatives – assets	–	220	–	220
Derivatives – liabilities	–	(313)	–	(313)
Total financial instruments	–	1 297 513	–	1 297 513
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.03%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	24 480
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	3 325	3 156
Issued number of units	563	859
Reinvested number of units	22	20
Redeemed number of units	(439)	(598)
Ending number of units	3 471	3 437

Series O		
Opening units	129 647	113 503
Issued number of units	25 058	19 409
Reinvested number of units	80	71
Redeemed number of units	(9 668)	(10 658)
Ending number of units	145 117	122 325

Please see the generic notes at the back of the financial statements.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	49 201	85 794
Fair value of collateral received	50 185	87 510

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Private Canadian Bond Pool	23 445	19 379

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 373 466	1 305 698
Revaluation of investments at FVTPL	2 655	2 965
Net assets attributable to holders of redeemable units	1 376 121	1 308 663

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(4 277)
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(310)
Increase (decrease) in net assets attributable to holders of redeemable units	(4 587)



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE INCOME POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
29 400	Magna International Inc., Class A	\$ 1 279	\$ 3 377	
31 896	Quebecor Inc., Class B	565	824	
46 325	Shaw Communications Inc., Class B	903	1 267	
		<u>2 747</u>	<u>5 468</u>	2.3
Consumer Staples				
41 101	Loblaw Companies Ltd.	1 632	1 957	
26 700	Maple Leaf Foods Inc.	282	530	
		<u>1 914</u>	<u>2 487</u>	1.0
Energy				
31 786	AltaGas Ltd.	907	1 560	
40 857	ARC Resources Ltd.	989	1 327	
74 670	Bonavista Energy Corp.	1 596	1 222	
88 192	Canadian Natural Resources Ltd.	3 184	4 324	
106 441	Cenovus Energy Inc.	3 392	3 682	
51 283	Crescent Point Energy Corp.	2 093	2 425	
91 800	Enbridge Inc.	2 928	4 648	
72 300	Encana Corp.	1 580	1 828	
33 500	Gibson Energy Inc.	651	1 140	
41 100	Husky Energy Inc.	1 104	1 416	
16 500	Keyera Corp.	595	1 297	
124 664	Pengrowth Energy Corp.	1 259	954	
112 300	Suncor Energy Inc.	3 838	5 110	
125 600	Talisman Energy Inc.	2 329	1 417	
92 539	TransCanada Corp.	3 750	4 713	
66 900	Trinidad Drilling Ltd.	600	810	
29 424	Veresen Inc.	404	552	
12 638	Vermilion Energy Inc.	462	938	
		<u>31 661</u>	<u>39 363</u>	16.6
Financials				
75 800	Bank of Montreal	3 896	5 956	
131 549	Bank of Nova Scotia	6 310	9 358	
68 079	Brookfield Asset Management Inc., Class A	1 772	3 200	
128 600	Brookfield Property Partners LP	2 073	2 866	
81 412	Canadian Imperial Bank of Commerce	5 715	7 905	
21 632	Canadian Real Estate Investment Trust	623	995	
123 062	Chartwell Retirement Residences Real Estate Investment Trust	866	1 334	
40 400	CI Financial Corp.	698	1 416	
46 700	Great-West Lifeco Inc.	1 124	1 409	
173 051	Manulife Financial Corporation	2 793	3 670	
39 800	Power Corporation of Canada	1 139	1 180	
88 800	Sun Life Financial Inc.	2 403	3 483	
156 020	Toronto-Dominion Bank	4 793	8 570	
		<u>34 205</u>	<u>51 342</u>	21.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
23 000	Black Diamond Group Ltd.	\$ 303	\$ 789	
38 300	CAE Inc.	385	535	
40 100	Canadian National Railway Co.	1 121	2 783	
5 900	Canadian Pacific Railway Ltd.	355	1 141	
67 300	Newalta Inc.	902	1 442	
52 010	Russel Metals Inc.	1 050	1 784	
		<u>4 116</u>	<u>8 474</u>	3.6
Materials				
22 947	Agrium Inc.	1 939	2 243	
58 000	Barrick Gold Corp.	2 382	1 133	
82 800	Goldcorp Inc.	3 082	2 466	
47 400	Potash Corporation of Saskatchewan Inc.	2 219	1 923	
69 900	Teck Resources Ltd., Class B	2 692	1 703	
		<u>12 314</u>	<u>9 468</u>	4.0
Telecommunication Services				
37 161	BCE Inc.	901	1 799	
33 249	Rogers Communications Inc., Class B	1 158	1 428	
43 800	TELUS Corp.	1 001	1 742	
		<u>3 060</u>	<u>4 969</u>	2.1
Utilities				
109 900	Algonquin Power & Utilities Corp.	493	904	
25 638	Brookfield Renewable Energy Partners LP	425	809	
31 058	Canadian Utilities Ltd., Class A	694	1 242	
67 746	Emera Inc.	2 138	2 311	
36 000	Fortis Inc.	1 036	1 169	
		<u>4 786</u>	<u>6 435</u>	2.7
TOTAL EQUITIES		<u>94 803</u>	<u>128 006</u>	53.9

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
1 500	407 International Inc.	5.750	14-Feb-36	\$ 1 542	\$ 1 815	
2 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	1 994	2 032	
2 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 999	2 020	
2 000	Bank of Montreal	3.210	13-Sep-18	2 080	2 085	
3 500	Bank of Nova Scotia	2.462	14-Mar-19	3 500	3 532	
3 000	Bell Aliant Regional Communications LP	3.540	12-Jun-20	2 962	3 102	
2 000	Bell Canada	4.400	16-Mar-18	2 143	2 157	
2 000	Bell Canada	6.100	16-Mar-35	2 279	2 443	
2 000	Calloway Real Estate Investment Trust	3.985	30-May-23	2 005	2 008	
3 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	2 996	3 038	
2 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	2 000	2 059	
2 000	Canadian Western Bank	3.049	18-Jan-17	2 000	2 057	
2 000	Capital Power LP	4.600	01-Dec-15	2 027	2 076	
1 000	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 000	1 011	
2 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	2 007	2 272	
2 000	First Capital Realty Inc.	4.430	31-Jan-22	1 971	2 131	
2 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	1 999	2 065	
2 000	Genworth MI Canada Inc.	5.680	15-Jun-20	1 999	2 288	
2 000	Great-West Lifeco Inc.	4.650	13-Aug-20	2 000	2 227	
2 000	Greater Toronto Airports Authority	4.850	01-Jun-17	2 102	2 175	
1 400	Greater Toronto Airports Authority	6.980	15-Oct-32	1 952	1 947	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 957	2 047	
2 000	HSBC Bank Canada	3.558	04-Oct-17	2 011	2 100	
2 000	Inter Pipeline Ltd.	4.967	02-Feb-21	2 048	2 242	
2 410	Loblaw Companies Ltd.	6.450	09-Feb-28	2 503	2 892	
1 500	Master Credit Card Trust	2.626	21-Jan-17	1 499	1 531	
1 260	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	1 215	1 332	
3 000	NBC Capital Trust	5.329	30-Jun-56	3 064	3 195	
1 000	Nova Scotia Power Inc.	4.500	20-Jul-43	994	1 048	
2 000	Pembina Pipeline Corp.	4.890	29-Mar-21	2 092	2 232	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 069	2 071	
2 000	Reliance LP	4.574	15-Mar-17	2 027	2 106	
2 000	Rogers Communications Inc.	5.340	22-Mar-21	2 033	2 268	
3 000	Rogers Communications Inc.	6.110	25-Aug-40	3 362	3 533	
4 000	Royal Bank of Canada*	2.820	12-Jul-18	3 999	4 104	
2 000	Shaw Communications Inc.	5.650	01-Oct-19	2 064	2 279	
3 000	Sun Life Financial Inc.	5.700	02-Jul-19	3 275	3 451	
2 000	TELUS Corp.	5.050	04-Dec-19	2 016	2 240	
920	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	920	939	
2 000	Thomson Reuters Corp.	4.350	30-Sep-20	2 035	2 160	
2 000	Toronto-Dominion Bank	5.763	18-Dec-06	2 266	2 238	
2 500	Toronto-Dominion Bank	2.447	02-Apr-19	2 500	2 523	
2 000	TransCanada PipeLines Ltd.	5.650	20-Jun-29	2 041	2 369	
2 000	Union Gas Ltd.	6.050	02-Sep-38	2 214	2 568	
2 000	Westcoast Energy Inc.	3.120	05-Dec-22	1 999	1 986	
TOTAL BONDS				96 760	101 994	43.0
SHORT-TERM INVESTMENTS†				6 694	6 694	2.8
TOTAL INVESTMENTS				\$ 198 257	236 694	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					709	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 237 403	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.14% to 1.16% and mature between July 4, 2014 and July 21, 2014.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 236 694	\$ 285 258	\$ 287 447
Cash	5	3	11
Due from investment dealers	–	–	2 182
Subscriptions receivable	198	23	74
Dividends receivable, interest accrued and other assets	1 433	1 678	1 847
TOTAL ASSETS	238 330	286 962	291 561
LIABILITIES			
Redemptions payable	248	65	73
Distributions payable	649	–	–
Accounts payable and accrued expenses	30	33	36
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	927	98	109
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 237 403	\$ 286 864	\$ 291 452
Investments at cost	\$ 198 257	\$ 255 234	\$ 268 044
NAV, END OF PERIOD			
SERIES T	\$ 87 927	\$ 82 036	\$ 82 755
SERIES F	\$ 42 469	\$ 44 772	\$ 51 029
SERIES O	\$ 107 007	\$ 160 056	\$ 157 668
NAV PER UNIT, END OF PERIOD			
SERIES T	\$ 182.12	\$ 170.36	\$ 162.31
SERIES F	\$ 192.47	\$ 179.30	\$ 170.54
SERIES O	\$ 192.25	\$ 178.97	\$ 170.07

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 168	\$ 2 707
Interest for distribution purposes	2 273	2 893
Other income (loss)	65	101
Securities lending revenue (see note 6 in the generic notes)	13	13
Net realized gain (loss) on investments	8 561	807
Net gain (loss) on foreign currencies and other net assets	(2)	–
Change in unrealized gain (loss) on investments	8 413	(4 343)
TOTAL INCOME (LOSS)	21 491	2 178
EXPENSES (see notes – Fund Specific Information)		
Management fees	107	127
Administration fees	57	66
Board of Governors costs	1	2
GST/HST	15	18
Transaction costs	36	21
TOTAL EXPENSES	216	234
INCREASE (DECREASE) IN NAV	\$ 21 275	\$ 1 944
INCREASE (DECREASE) IN NAV		
SERIES T	\$ 7 247	\$ 547
SERIES F	\$ 3 654	\$ 287
SERIES O	\$ 10 374	\$ 1 110
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES T	\$ 15.39	\$ 1.15
SERIES F	\$ 15.66	\$ 0.73
SERIES O	\$ 15.99	\$ 1.19

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 21 275	\$ 1 944
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 561)	(807)
Change in unrealized loss (gain) on investments	(8 413)	4 343
(Increase) decrease in accrued receivables	70	1 984
Increase (decrease) in accrued payables	829	3 745
Cost of investments purchased	(158 550)	(259 678)
Proceeds on sales of investments	224 088	254 677
NET CASH PROVIDED BY OPERATING ACTIVITIES	70 738	6 208
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	23 759	34 962
Cash paid on redemption of redeemable units	(90 445)	(36 389)
Distributions paid to holders of redeemable units	(4 050)	(4 703)
NET CASH USED IN FINANCING ACTIVITIES	\$ (70 736)	\$ (6 130)
Net increase (decrease) in cash for the year	2	78
Cash (bank overdraft), beginning of period	3	11
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5	\$ 89
Interest received	\$ 2 474	\$ 2 889
Dividends received, net of withholding taxes	\$ 2 277	\$ 2 707



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series T		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 82 036	\$ 82 755	\$ 44 772	\$ 51 029	\$ 160 056	\$ 157 668	\$ 286 864	\$ 291 452
INCREASE (DECREASE) IN NAV	7 247	547	3 654	287	10 374	1 110	21 275	1 944
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	12 642	17 435	671	1 895	10 446	15 632	23 759	34 962
Reinvestments of distributions to holders of redeemable units	–	–	71	107	22	83	93	190
Redemption of redeemable units	(12 272)	(12 998)	(6 105)	(3 987)	(72 068)	(19 404)	(90 445)	(36 389)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	370	4 437	(5 363)	(1 985)	(61 600)	(3 689)	(66 593)	(1 237)
Distributions from net income	(1 726)	(1 727)	(594)	(690)	(1 823)	(2 476)	(4 143)	(4 893)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 726)	(1 727)	(594)	(690)	(1 823)	(2 476)	(4 143)	(4 893)
NET INCREASE (DECREASE) IN NAV	5 891	3 257	(2 303)	(2 388)	(53 049)	(5 055)	(49 461)	(4 186)
NAV AT END OF PERIOD	\$ 87 927	\$ 86 012	\$ 42 469	\$ 48 641	\$ 107 007	\$ 152 613	\$ 237 403	\$ 287 266

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive monthly income stream through relatively tax-efficient distributions of dividend income, interest income and capital gains, and to provide the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 43.0% (December 31, 2013 – 43.2%, January 1, 2013 – 43.5%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	June 30 2014	December 31 2013	January 1 2013
AAA	1.5	4.6	7.7
AA	19.2	17.5	20.5
A	20.1	26.3	31.8
BBB	59.2	51.6	40.0
Total	100.0	100.0	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 43.0% (December 31, 2013 – 43.2%, January 1, 2013 – 43.5%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	June 30 2014	December 31 2013	January 1 2013
Less than 1 year	–	–	–
1 – 5 years	49.5	56.0	59.4
5 – 10 years	32.2	27.7	25.1
> 10 years	18.3	16.3	15.5
Total	100.0	100.0	100.0

As at June 30, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.4% (December 31, 2013 – 2.3%, January 1, 2013 – 2.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	128 006	–	–	128 006
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	101 994	–	101 994
Short-term investments	–	6 694	–	6 694
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	128 006	108 688	–	236 694
% of total portfolio	54.1	45.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	156 147	–	–	156 147
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	124 075	–	124 075
Short-term investments	–	5 036	–	5 036
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 147	129 111	–	285 258
% of total portfolio	54.8	45.2	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	152 117	–	–	152 117
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	128 082	–	128 082
Short-term investments	–	7 248	–	7 248
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	152 117	135 330	–	287 447
% of total portfolio	52.9	47.1	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	June 30 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	320
Net transfers in (out)	–	–	(309)
Realized gains (losses)	–	–	(11)
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O and Series T units. Series O and Series T unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.50%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series T	0.04%
Series F	0.05%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	1 155
Non-capital losses	–



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series T

Opening units	482	510
Issued number of units	71	106
Reinvested number of units	–	–
Redeemed number of units	(70)	(79)
Ending number of units	483	537

Series F

Opening units	250	299
Issued number of units	4	11
Reinvested number of units	–	1
Redeemed number of units	(33)	(23)
Ending number of units	221	288

Series O

Opening units	894	927
Issued number of units	57	91
Reinvested number of units	–	–
Redeemed number of units	(394)	(113)
Ending number of units	557	905

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	36	100	21	100
Related-party brokerage commissions*	3	8	4	19
Commission arrangements†	2	6	2	10

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	16 418	30 918
Fair value of collateral received	16 746	31 536

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	286 926	290 890
Revaluation of investments at FVTPL	340	562
Net assets attributable to holders of redeemable units	287 266	291 452

Comprehensive income

	June 30 2013
Comprehensive income as reported under Canadian GAAP	2 166
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(222)
Increase (decrease) in net assets attributable to holders of redeemable units	1 944



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN DIVIDEND POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
211 043	Magna International Inc., Class A	\$ 8 788	\$ 24 240	
255 000	Quebecor Inc., Class B	6 885	6 584	
673 599	Shaw Communications Inc., Class B	13 184	18 430	
315 891	Thomson Corp.	11 723	12 272	
104 985	Tim Hortons Inc.	3 813	6 128	
		<u>44 393</u>	<u>67 654</u>	4.9
Consumer Staples				
344 500	Alimentation Couche-Tard Inc.	10 104	10 070	
424 991	Loblaw Companies Ltd.	18 198	20 238	
348 763	Maple Leaf Foods Inc.	3 882	6 926	
42 700	Metro Inc., Class A	2 778	2 817	
		<u>34 962</u>	<u>40 051</u>	2.9
Energy				
206 567	AltaGas Ltd.	6 492	10 138	
298 938	ARC Resources Ltd.	5 715	9 712	
589 787	Bonavista Energy Corp.	11 161	9 655	
838 415	Canadian Natural Resources Ltd.	29 687	41 107	
722 541	Cenovus Energy Inc.	21 912	24 993	
860 914	Enbridge Inc.	26 112	43 588	
372 631	Encana Corp.	7 710	9 420	
15 000	Gibson Energy Inc.	435	511	
751 644	Husky Energy Inc.	22 269	25 902	
508 387	Imperial Oil Ltd.	18 123	28 587	
212 560	Inter Pipeline Ltd.	5 347	7 040	
6 200	Keyera Corp.	479	487	
75 633	Pembina Pipeline Corp.	2 196	3 472	
699 454	Pengrowth Energy Corp.	7 165	5 351	
79 600	PrairieSky Royalty Ltd.	2 229	3 088	
1 061 305	Suncor Energy Inc.	37 042	48 289	
648 283	TransCanada Corp.	24 055	33 017	
178 500	Veresen Inc.	2 945	3 347	
		<u>231 074</u>	<u>307 704</u>	22.2
Financials				
162 476	Allied Properties Real Estate Investment Trust	5 195	5 744	
543 466	Bank of Montreal	26 714	42 706	
1 258 557	Bank of Nova Scotia	60 737	89 534	
829 462	Brookfield Asset Management Inc., Class A	22 793	38 993	
51 528	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	1 273	1 233	
696 382	Brookfield Property Partners LP	12 523	15 522	
233 100	Calloway Real Estate Investment Trust	5 917	6 191	
137 616	Canadian Apartment Properties Real Estate Investment Trust	2 939	3 146	
445 510	Canadian Imperial Bank of Commerce	29 836	43 259	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
132 448	Canadian Real Estate Investment Trust	\$ 4 018	\$ 6 091	
80 921	Canadian Western Bank	2 494	3 228	
484 747	Chartwell Retirement Residences Real Estate Investment Trust	3 772	5 255	
631 860	CI Financial Corp.	13 135	22 147	
20 070	Fairfax Financial Holdings Ltd.	7 416	10 160	
246 372	First Capital Realty Inc.	4 045	4 587	
109 900	Great-West Lifeco Inc.	3 352	3 317	
81 443	Industrial Alliance Insurance & Financial Services Inc.	3 421	3 808	
171 735	Intact Financial Corp.	8 982	12 636	
1 491 117	Manulife Financial Corporation	25 930	31 627	
197 482	National Bank of Canada	7 591	8 938	
209 116	Onex Corporation	7 569	13 806	
716 928	Power Corporation of Canada	17 739	21 257	
118 409	RioCan Real Estate Investment Trust	3 008	3 234	
1 161 006	Royal Bank of Canada*	57 206	88 562	
449 209	Sun Life Financial Inc.	12 695	17 618	
1 611 155	Toronto-Dominion Bank	51 721	88 501	
		<u>402 021</u>	<u>591 100</u>	42.7
Industrials				
685 110	Canadian National Railway Co.	20 389	47 547	
108 246	Canadian Pacific Railway Ltd.	6 772	20 925	
295 982	Finning International Inc.	6 484	8 832	
92 698	Russel Metals Inc.	2 020	3 180	
		<u>35 665</u>	<u>80 484</u>	5.8
Information Technology				
101 698	DH Corp.	2 246	3 158	
		<u>2 246</u>	<u>3 158</u>	0.2
Materials				
89 001	Agrium Inc.	8 488	8 700	
1 821 283	iShares S&P/TSX Global Gold Index Fund	35 279	22 329	
147 122	Labrador Iron Ore Royalty Corp.	4 788	4 514	
429 375	Potash Corporation of Saskatchewan Inc.	17 429	17 424	
214 890	Teck Resources Ltd., Class B	7 438	5 235	
70 236	West Fraser Timber Co. Ltd.	2 975	3 632	
		<u>76 397</u>	<u>61 834</u>	4.5
Telecommunication Services				
336 943	BCE Inc.	8 570	16 308	
254 511	Rogers Communications Inc., Class B	9 522	10 929	
518 291	TELUS Corp.	12 538	20 612	
		<u>30 630</u>	<u>47 849</u>	3.5

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
284 186	Atco Ltd., Class I, Non-Voting	\$ 5 704	\$ 14 698	
71 226	Brookfield Infrastructure Partners LP	2 243	3 172	
296 790	Brookfield Renewable Energy Partners LP	6 927	9 361	
28 653	Brookfield Renewable Power Fund, Preferred Series I, 5.250%	717	693	
148 622	Canadian Utilities Ltd., Class A	5 696	5 945	
123 800	Emera Inc.	3 612	4 223	
95 793	Fortis Inc.	2 710	3 110	
371 800	Northland Power Inc.	6 017	6 778	
248 916	TransAlta Corp.	3 521	3 256	
		<u>37 147</u>	<u>51 236</u>	<u>3.7</u>
Other				
726 949	iShares S&P/TSX 60 Index Fund	12 844	15 818	
		<u>12 844</u>	<u>15 818</u>	<u>1.1</u>
TOTAL EQUITIES		<u>907 379</u>	<u>1 266 888</u>	<u>91.5</u>

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
5 250	Fortis Inc., Convertible	4.000	09-Jan-24	\$ 1 748	\$ 2 007	
TOTAL BONDS				<u>1 748</u>	<u>2 007</u>	<u>0.1</u>
SHORT-TERM INVESTMENTS†						
18 242	Bank of Nova Scotia			18 240	18 240	
44 000	Canadian Imperial Bank of Commerce			43 962	43 962	
60 000	National Bank of Canada			59 945	59 945	
TOTAL SHORT-TERM INVESTMENTS				<u>122 147</u>	<u>122 147</u>	<u>8.8</u>
TOTAL INVESTMENTS				<u>\$ 1 031 274</u>	<u>1 391 042</u>	<u>100.4</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(6 413)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 1 384 629</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 391 042	\$ 1 156 067	\$ 943 609
Cash	175	222	162
Due from investment dealers	673	–	–
Subscriptions receivable	2 404	1 153	782
Dividends receivable, interest accrued and other assets	3 613	2 763	2 922
TOTAL ASSETS	1 397 907	1 160 205	947 475
LIABILITIES			
Due to investment dealers	4 482	3 860	3 545
Redemptions payable	1 528	408	556
Distributions payable	7 172	–	–
Accounts payable and accrued expenses	96	86	72
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	13 278	4 354	4 173
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 384 629	\$ 1 155 851	\$ 943 302
Investments at cost	\$ 1 031 274	\$ 904 696	\$ 812 730
NAV, END OF PERIOD			
SERIES F	\$ 39 606	\$ 40 430	\$ 34 813
SERIES O	\$ 1 345 023	\$ 1 115 421	\$ 908 489
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 40.07	\$ 36.62	\$ 32.18
SERIES O	\$ 40.56	\$ 37.05	\$ 32.56

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 18 292	\$ 15 870
Interest for distribution purposes	806	457
Other income (loss)	578	393
Securities lending revenue (see note 6 in the generic notes)	58	22
Net realized gain (loss) on investments	8 713	11 663
Net gain (loss) on foreign currencies and other net assets	(5)	(5)
Change in unrealized gain (loss) on investments	108 397	(212)
TOTAL INCOME (LOSS)	136 839	28 188
EXPENSES (see notes – Fund Specific Information)		
Management fees	110	97
Administration fees	388	297
Board of Governors costs	1	2
GST/HST	47	40
Transaction costs	119	162
TOTAL EXPENSES	665	598
INCREASE (DECREASE) IN NAV	\$ 136 174	\$ 27 590
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 4 168	\$ 776
SERIES O	\$ 132 006	\$ 26 814
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 3.98	\$ 0.83
SERIES O	\$ 4.14	\$ 0.94

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 136 174	\$ 27 590
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 713)	(11 663)
Change in unrealized loss (gain) on investments	(108 397)	212
(Increase) decrease in accrued receivables	(2 774)	(3 956)
Increase (decrease) in accrued payables	8 924	2 550
Cost of investments purchased	(1 256 802)	(917 766)
Proceeds on sales of investments	1 138 937	896 619
NET CASH PROVIDED BY OPERATING ACTIVITIES	(92 651)	(6 414)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	220 924	156 341
Cash paid on redemption of redeemable units	(112 689)	(136 393)
Distributions paid to holders of redeemable units	(15 631)	(13 437)
NET CASH USED IN FINANCING ACTIVITIES	\$ 92 604	\$ 6 511
Net increase (decrease) in cash for the year	(47)	97
Cash (bank overdraft), beginning of period	222	162
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 175	\$ 259
Interest received	\$ 786	\$ 448
Dividends received, net of withholding taxes	\$ 18 040	\$ 15 870



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40 430	\$ 34 813	\$ 1 115 421	\$ 908 489	\$ 1 155 851	\$ 943 302
INCREASE (DECREASE) IN NAV	4 168	776	132 006	26 814	136 174	27 590
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	2 397	5 761	218 527	150 580	220 924	156 341
Reinvestments of distributions to holders of redeemable units	122	124	4 427	3 901	4 549	4 025
Redemption of redeemable units	(7 000)	(4 475)	(105 689)	(131 918)	(112 689)	(136 393)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4 481)	1 410	117 265	22 563	112 784	23 973
Distributions from net income	(511)	(515)	(19 669)	(16 947)	(20 180)	(17 462)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(511)	(515)	(19 669)	(16 947)	(20 180)	(17 462)
NET INCREASE (DECREASE) IN NAV	(824)	1 671	229 602	32 430	228 778	34 101
NAV AT END OF PERIOD	\$ 39 606	\$ 36 484	\$ 1 345 023	\$ 940 919	\$ 1 384 629	\$ 977 403

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of regular dividend income, which benefits from the preferential tax treatment given to dividends from Canadian companies, and modest long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.5%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 266 888	–	–	1 266 888
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	2 007	–	2 007
Short-term investments	–	122 147	–	122 147
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 266 888	124 154	–	1 391 042
% of total portfolio	91.1	8.9	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 088 939	–	–	1 088 939
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	1 748	–	1 748
Short-term investments	–	65 380	–	65 380
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 088 939	67 128	–	1 156 067
% of total portfolio	94.2	5.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	860 651	–	–	860 651
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	82 958	–	82 958
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	860 651	82 958	–	943 609
% of total portfolio	91.2	8.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.06%



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	38
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	1 104	1 082
Issued number of units	64	172
Reinvested number of units	3	4
Redeemed number of units	(182)	(136)
Ending number of units	989	1 122

Series O		
Opening units	30 105	27 898
Issued number of units	5 667	4 498
Reinvested number of units	112	117
Redeemed number of units	(2 721)	(3 916)
Ending number of units	33 163	28 597

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	119	100	162	100
Related-party brokerage commissions*	33	28	19	12
Commission arrangements†	15	13	8	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	65 099	48 091
Fair value of collateral received	66 401	49 053

Please see the generic notes at the back of the financial statements.

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Canadian Dividend Class	2 416	1 934

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	976 822	941 963
Revaluation of investments at FVTPL	581	1 339
Net assets attributable to holders of redeemable units	977 403	943 302
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		28 348
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(758)
Increase (decrease) in net assets attributable to holders of redeemable units		27 590



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN GROWTH AND INCOME EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
85 590	Magna International Inc., Class A	\$ 9 747	\$ 9 831	
378 130	Shaw Communications Inc., Class B	9 414	10 346	
		19 161	20 177	7.8
Energy				
205 520	AltaGas Ltd.	8 043	10 088	
324 700	ARC Resources Ltd.	7 916	10 551	
233 250	Crescent Point Energy Corp.	9 411	11 030	
199 230	Enbridge Inc.	8 066	10 087	
280 300	Husky Energy Inc.	8 237	9 659	
195 510	TransCanada Corp.	7 896	9 957	
139 100	Vermilion Energy Inc.	6 688	10 328	
343 590	Whitecap Resources Inc.	4 946	5 659	
		61 203	77 359	30.0
Financials				
138 900	Allied Properties Real Estate Investment Trust	3 858	4 910	
132 440	Bank of Montreal	7 578	10 407	
145 140	Bank of Nova Scotia	7 295	10 325	
105 360	Canadian Imperial Bank of Commerce	8 007	10 230	
254 200	Cominar Real Estate Investment Trust	5 224	4 792	
346 200	Great-West Lifeco Inc.	10 382	10 448	
500 840	Manulife Financial Corporation	6 794	10 623	
222 850	National Bank of Canada	8 031	10 086	
134 300	Royal Bank of Canada*	7 709	10 244	
186 320	Toronto-Dominion Bank	7 352	10 235	
		72 230	92 300	35.8
Industrials				
147 930	Russel Metals Inc.	4 940	5 075	
70 693	Stantec Inc.	2 539	4 671	
		7 479	9 746	3.8
Information Technology				
18 953	Constellation Software Inc.	2 375	5 117	
155 300	DH Corp.	3 536	4 822	
		5 911	9 939	3.9
Materials				
247 990	Chemtrade Logistics Income Fund	4 893	5 208	
174 420	Norbord Inc.	5 535	4 566	
		10 428	9 774	3.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
206 980	BCE Inc.	\$ 8 173	\$ 10 018	
242 320	TELUS Corp.	8 491	9 637	
		16 664	19 655	7.6
Utilities				
260 670	Canadian Utilities Ltd., Class A	8 660	10 427	
151 925	Emera Inc.	4 678	5 182	
		13 338	15 609	6.1
TOTAL CANADIAN EQUITIES		206 414	254 559	98.8
SHORT-TERM INVESTMENTS[†]		3 418	3 418	1.3
TOTAL INVESTMENTS		\$ 209 832	257 977	100.1
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(247)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			\$ 257 730	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and November 20, 2014.



Statements of Financial Position (unaudited) (in \$'000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 257 977	\$ 233 774	\$ 216 087
Cash	–	44	274
Due from investment dealers	–	–	1 411
Subscriptions receivable	1 144	7	540
Dividends receivable, interest accrued and other assets	973	841	826
TOTAL ASSETS	260 094	234 666	219 138
LIABILITIES			
Bank overdraft	274	–	–
Due to investment dealers	–	–	585
Redemptions payable	84	2	74
Distributions payable	1 982	–	–
Accounts payable and accrued expenses	24	25	24
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 364	27	683
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 257 730	\$ 234 639	\$ 218 455
Investments at cost	\$ 209 832	\$ 196 389	\$ 198 082
NAV, END OF PERIOD			
SERIES F	\$ 6 144	\$ 6 454	\$ 8 069
SERIES O	\$ 251 586	\$ 228 185	\$ 210 386
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 22.09	\$ 20.76	\$ 18.65
SERIES O	\$ 22.09	\$ 20.75	\$ 18.64

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 402	\$ 3 663
Interest for distribution purposes	10	14
Other income (loss)	421	505
Securities lending revenue (see note 6 in the generic notes)	33	33
Net realized gain (loss) on investments	4 892	4 067
Change in unrealized gain (loss) on investments	10 760	(6 403)
TOTAL INCOME (LOSS)	20 518	1 879
EXPENSES (see notes – Fund Specific Information)		
Management fees	23	29
Administration fees	108	99
Board of Governors costs	1	2
GST/HST	11	11
Transaction costs	58	112
TOTAL EXPENSES	201	253
INCREASE (DECREASE) IN NAV	\$ 20 317	\$ 1 626
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 482	\$ 13
SERIES O	\$ 19 835	\$ 1 613
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 1.69	\$ 0.06
SERIES O	\$ 1.78	\$ 0.14

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 20 317	\$ 1 626
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 892)	(4 067)
Change in unrealized loss (gain) on investments	(10 760)	6 403
(Increase) decrease in accrued receivables	(1 269)	(1 999)
Increase (decrease) in accrued payables	2 063	2 857
Cost of investments purchased	(73 014)	(84 788)
Proceeds on sales of investments	64 463	84 409
NET CASH PROVIDED BY OPERATING ACTIVITIES	(3 092)	4 441
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	29 682	18 575
Cash paid on redemption of redeemable units	(22 569)	(19 716)
Distributions paid to holders of redeemable units	(4 339)	(3 517)
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 774	\$ (4 658)
Net increase (decrease) in cash for the year	(318)	(217)
Cash (bank overdraft), beginning of period	44	274
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (274)	\$ 57
Interest received	\$ 9	\$ 13
Dividends received, net of withholding taxes	\$ 4 692	\$ 3 663



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 454	\$ 8 069	\$ 228 185	\$ 210 386	\$ 234 639	\$ 218 455
INCREASE (DECREASE) IN NAV	482	13	19 835	1 613	20 317	1 626
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	75	943	29 607	17 632	29 682	18 575
Reinvestments of distributions to holders of redeemable units	38	24	805	716	843	740
Redemption of redeemable units	(800)	(1 732)	(21 769)	(17 984)	(22 569)	(19 716)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(687)	(765)	8 643	364	7 956	(401)
Distributions from net income	(105)	(120)	(5 077)	(4 137)	(5 182)	(4 257)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(105)	(120)	(5 077)	(4 137)	(5 182)	(4 257)
NET INCREASE (DECREASE) IN NAV	(310)	(872)	23 401	(2 160)	23 091	(3 032)
NAV AT END OF PERIOD	\$ 6 144	\$ 7 197	\$ 251 586	\$ 208 226	\$ 257 730	\$ 215 423

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive current income stream relative to that generally available in the broad Canadian equity market, and the potential for long-term capital growth through capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.6	+ or - 0.6	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	254 559	–	–	254 559
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	3 418	–	3 418
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	254 559	3 418	–	257 977
% of total portfolio	98.7	1.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	230 612	–	–	230 612
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	3 162	–	3 162
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	230 612	3 162	–	233 774
% of total portfolio	98.6	1.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	214 285	–	–	214 285
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 802	–	1 802
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	214 285	1 802	–	216 087
% of total portfolio	99.2	0.8	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.09%



June 30, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	14 458
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	311	433
Issued number of units	3	50
Reinvested number of units	2	1
Redeemed number of units	(38)	(93)
Ending number of units	278	391

Series O		
Opening units	10 994	11 289
Issued number of units	1 384	932
Reinvested number of units	37	38
Redeemed number of units	(1 024)	(946)
Ending number of units	11 391	11 313

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	58	100	112	100
Related-party brokerage commissions*	–	–	10	9
Commission arrangements†	39	67	3	3

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	60 604	64 285
Fair value of collateral received	61 816	65 571

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	215 251	218 027
Revaluation of investments at FVTPL	172	428
Net assets attributable to holders of redeemable units	215 423	218 455
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 882
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(256)
Increase (decrease) in net assets attributable to holders of redeemable units		1 626



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN EQUITY POOL**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
278 000	DHX Media Ltd.	\$ 1 072	\$ 1 865	
96 000	Gildan Activewear Inc., Class A	5 497	6 036	
69 855	Magna International Inc., Class A	5 551	8 024	
100 000	Quebecor Inc., Class B	2 640	2 582	
216 149	Shaw Communications Inc., Class B	5 023	5 914	
107 900	Thomson Corp.	4 134	4 192	
49 400	Tim Hortons Inc.	2 934	2 883	
		26 851	31 496	5.4
Consumer Staples				
287 756	Alimentation Couche-Tard Inc.	7 583	8 411	
238 134	Loblaw Companies Ltd.	10 460	11 340	
119 437	Maple Leaf Foods Inc.	1 431	2 372	
72 500	Metro Inc., Class A	4 618	4 783	
		24 092	26 906	4.6
Energy				
65 707	AltaGas Ltd.	2 346	3 225	
268 084	ARC Resources Ltd.	7 686	8 710	
217 002	Canadian Natural Resources Ltd.	8 070	10 641	
342 973	Cenovus Energy Inc.	9 714	11 863	
119 100	Crescent Point Energy Corp.	4 622	5 632	
333 522	Enbridge Inc.	13 135	16 886	
165 954	Encana Corp.	3 674	4 195	
135 700	Gibson Energy Inc.	3 527	4 619	
113 900	Husky Energy Inc.	3 507	3 925	
67 480	Imperial Oil Ltd.	2 938	3 794	
53 400	Pembina Pipeline Corp.	1 909	2 452	
471 497	Suncor Energy Inc.	16 025	21 453	
410 557	Talisman Energy Inc.	4 852	4 631	
255 448	TransCanada Corp.	12 029	13 010	
150 000	Veresen Inc.	2 394	2 813	
		96 428	117 849	20.1
Financials				
206 969	Bank of Montreal	13 319	16 264	
442 829	Bank of Nova Scotia	24 420	31 503	
112 235	Brookfield Asset Management Inc., Class A	3 780	5 276	
343 229	Brookfield Property Partners LP	6 493	7 650	
139 372	Canaccord Genuity Group Inc.	1 096	1 713	
122 686	Canadian Imperial Bank of Commerce	9 587	11 913	
35 232	Canadian Real Estate Investment Trust	1 153	1 620	
342 580	Chartwell Retirement Residences Real Estate Investment Trust	3 450	3 714	
118 257	CI Financial Corp.	3 245	4 145	
333 328	Element Financial Corp.	4 393	4 493	
83 372	Element Financial Corp., Subscription Receipts	1 063	1 118	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
206 419	GMP Capital Inc.	\$ 1 461	\$ 1 759	
90 900	Industrial Alliance Insurance & Financial Services Inc.	4 111	4 250	
816 294	Manulife Financial Corporation	15 942	17 314	
43 658	Onex Corporation	1 974	2 882	
274 140	Power Corporation of Canada	7 743	8 128	
465 322	Royal Bank of Canada*	27 188	35 495	
286 481	Sun Life Financial Inc.	9 587	11 236	
525 692	Toronto-Dominion Bank	20 287	28 876	
174 200	Tricon Capital Group Inc.	1 272	1 371	
		161 564	200 720	34.2
Industrials				
170 000	Aecon Group Inc.	2 844	2 882	
601 990	Bombardier Inc., Class B	3 180	2 270	
186 850	Canadian National Railway Co.	7 360	12 967	
28 484	Canadian Pacific Railway Ltd.	3 169	5 506	
249 300	Finning International Inc.	7 143	7 439	
107 000	Newalta Inc.	1 646	2 293	
265 100	Progressive Waste Solutions Ltd.	7 166	7 261	
83 915	Russel Metals Inc.	2 312	2 879	
40 000	SNC-Lavalin Group Inc.	2 120	2 245	
357 600	WestJet Airlines Ltd.	8 817	9 369	
		45 757	55 111	9.4
Information Technology				
87 840	Blackberry Ltd.	1 501	961	
183 064	CGI Group Inc., Class A	5 817	6 923	
82 970	Open Text Corp.	2 925	4 248	
		10 243	12 132	2.1
Materials				
103 131	Agrium Inc.	9 063	10 081	
284 200	Barrick Gold Corp.	5 792	5 553	
182 141	First Quantum Minerals Ltd.	3 384	4 156	
244 026	Goldcorp Inc.	7 864	7 267	
258 071	Potash Corporation of Saskatchewan Inc.	10 158	10 473	
51 205	Tahoe Resources Inc.	1 023	1 431	
429 548	Teck Resources Ltd., Class B	11 805	10 464	
50 000	West Fraser Timber Co. Ltd.	2 585	2 586	
474 852	Yamana Gold Inc.	5 752	4 169	
		57 426	56 180	9.6
Telecommunication Services				
51 700	BCE Inc.	2 435	2 502	
50 855	Rogers Communications Inc., Class B	1 686	2 184	
197 748	TELUS Corp.	5 844	7 864	
		9 965	12 550	2.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
460 300	Algonquin Power & Utilities Corp.	\$ 3 346	\$ 3 788	
94 224	Atco Ltd., Class I, Non-Voting	2 979	4 873	
72 200	Emera Inc.	2 235	2 463	
135 000	Fortis Inc.	4 398	4 383	
		<u>12 958</u>	<u>15 507</u>	<u>2.7</u>
TOTAL CANADIAN EQUITIES		<u>445 284</u>	<u>528 451</u>	<u>90.2</u>
Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
2 867 029	RBC Canadian Small & Mid-Cap Resources Fund*	\$ 29 916	\$ 38 074	
TOTAL MUTUAL FUND UNITS		<u>29 916</u>	<u>38 074</u>	<u>6.5</u>
SHORT-TERM INVESTMENTS†		<u>21 087</u>	<u>21 087</u>	<u>3.6</u>
TOTAL INVESTMENTS		<u>\$ 496 287</u>	<u>587 612</u>	<u>100.3</u>
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(1 538)</u>	<u>(0.3)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 586 074</u>		<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 31, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 587 612	\$ 318 930	\$ 288 506
Cash	31	24	13
Subscriptions receivable	467	226	92
Dividends receivable, interest accrued and other assets	1 394	630	740
TOTAL ASSETS	589 504	319 810	289 351
LIABILITIES			
Due to investment dealers	1 506	600	694
Redemptions payable	190	66	80
Distributions payable	1 694	–	–
Accounts payable and accrued expenses	40	27	25
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 430	693	799
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 586 074	\$ 319 117	\$ 288 552
Investments at cost	\$ 496 287	\$ 266 188	\$ 257 224
NAV, END OF PERIOD			
SERIES F	\$ 16 838	\$ 16 297	\$ 16 320
SERIES O	\$ 569 236	\$ 302 820	\$ 272 232
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 24.18	\$ 21.69	\$ 19.51
SERIES O	\$ 24.23	\$ 21.71	\$ 19.53

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 6 038	\$ 4 146
Interest for distribution purposes	93	82
Other income (loss)	161	127
Securities lending revenue (see note 6 in the generic notes)	28	15
Net realized gain (loss) on investments	13 258	2 961
Net gain (loss) on foreign currencies and other net assets	(1)	–
Change in unrealized gain (loss) on investments	38 583	(1 384)
TOTAL INCOME (LOSS)	58 160	5 947
EXPENSES (see notes – Fund Specific Information)		
Management fees	45	45
Administration fees	141	87
Board of Governors costs	1	2
GST/HST	18	14
Transaction costs	434	168
TOTAL EXPENSES	639	316
INCREASE (DECREASE) IN NAV	\$ 57 521	\$ 5 631
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 1 958	\$ 267
SERIES O	\$ 55 563	\$ 5 364
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 2.90	\$ 0.32
SERIES O	\$ 2.88	\$ 0.38

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 57 521	\$ 5 631
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(13 258)	(2 961)
Change in unrealized loss (gain) on investments	(38 583)	1 384
(Increase) decrease in accrued receivables	(1 005)	(98)
Increase (decrease) in accrued payables	2 737	1 222
Cost of investments purchased	(659 295)	(285 522)
Proceeds on sales of investments	442 454	291 779
NET CASH PROVIDED BY OPERATING ACTIVITIES	(209 429)	11 435
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	247 369	31 555
Cash paid on redemption of redeemable units	(34 378)	(39 260)
Distributions paid to holders of redeemable units	(3 555)	(3 699)
NET CASH USED IN FINANCING ACTIVITIES	\$ 209 436	\$ (11 404)
Net increase (decrease) in cash for the year	7	31
Cash (bank overdraft), beginning of period	24	13
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 31	\$ 44
Interest received	\$ 94	\$ 74
Dividends received, net of withholding taxes	\$ 5 434	\$ 4 146



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 16 297	\$ 16 320	\$ 302 820	\$ 272 232	\$ 319 117	\$ 288 552
INCREASE (DECREASE) IN NAV	1 958	267	55 563	5 364	57 521	5 631
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	1 265	960	246 104	30 595	247 369	31 555
Reinvestments of distributions to holders of redeemable units	40	48	2 326	934	2 366	982
Redemption of redeemable units	(2 560)	(1 952)	(31 818)	(37 308)	(34 378)	(39 260)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 255)	(944)	216 612	(5 779)	215 357	(6 723)
Distributions from net income	(162)	(211)	(5 759)	(4 470)	(5 921)	(4 681)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(162)	(211)	(5 759)	(4 470)	(5 921)	(4 681)
NET INCREASE (DECREASE) IN NAV	541	(888)	266 416	(4 885)	266 957	(5 773)
NAV AT END OF PERIOD	\$ 16 838	\$ 15 432	\$ 569 236	\$ 267 347	\$ 586 074	\$ 282 779

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily consisting of capital appreciation by investing in equity securities of major Canadian companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	528 451	–	–	528 451
Mutual fund units	38 074	–	–	38 074
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	21 087	–	21 087
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	566 525	21 087	–	587 612
% of total portfolio	96.4	3.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	287 530	–	–	287 530
Mutual fund units	20 896	–	–	20 896
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	10 504	–	10 504
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	308 426	10 504	–	318 930
% of total portfolio	96.7	3.3	–	100.0

Please see the generic notes at the back of the financial statements.

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	280 005	–	–	280 005
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	8 501	–	8 501
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	280 005	8 501	–	288 506
% of total portfolio	97.1	2.9	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.06%



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	751	836
Issued number of units	55	49
Reinvested number of units	2	2
Redeemed number of units	(112)	(98)
Ending number of units	696	789

Series O		
Opening units	13 950	13 940
Issued number of units	10 833	1 533
Reinvested number of units	98	47
Redeemed number of units	(1 387)	(1 855)
Ending number of units	23 494	13 665

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	434	100	168	100
Related-party brokerage commissions*	32	7	20	12
Commission arrangements†	34	8	12	7

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	49 931	32 365
Fair value of collateral received	50 930	33 012

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Select Very Conservative Portfolio	859	–
RBC Select Conservative Portfolio	2 380	–
RBC Select Balanced Portfolio	3 182	–
RBC Select Growth Portfolio	1 271	–
RBC Select Aggressive Growth Portfolio	231	–
RBC Canadian Equity Class	514	479
Total	8 437	479

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	282 520	288 031
Revaluation of investments at FVTPL	259	521
Net assets attributable to holders of redeemable units	282 779	288 552

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	5 893
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(262)
Increase (decrease) in net assets attributable to holders of redeemable units	5 631



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN GROWTH EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
42 500	AutoCanada Inc.	\$ 3 101	\$ 3 359	
119 100	BRP Inc.	3 522	3 132	
51 200	Dollarama Inc.	3 127	4 498	
130 900	Gildan Activewear Inc., Class A	5 466	8 230	
153 700	Imax Corp.	3 592	4 656	
44 704	Magna International Inc., Class A	2 370	5 135	
		21 178	29 010	13.1
Consumer Staples				
180 695	Alimentation Couche-Tard Inc.	2 044	5 282	
106 300	Loblaw Companies Ltd.	5 082	5 062	
224 900	Maple Leaf Foods Inc.	2 777	4 467	
		9 903	14 811	6.7
Energy				
356 500	Bellatrix Exploration Ltd.	2 843	3 301	
138 000	Canadian Energy Services & Technology Corp.	2 593	4 612	
183 853	Canadian Natural Resources Ltd.	6 476	9 014	
138 600	Cenovus Energy Inc.	4 609	4 793	
115 100	Enbridge Inc.	5 145	5 827	
219 700	MEG Energy Corp.	7 213	8 544	
125 100	Paramount Resources Ltd., Class A	4 294	7 450	
95 900	Tourmaline Oil Corp.	3 888	5 395	
141 300	Trilogy Energy Corp.	4 211	4 126	
		41 272	53 062	23.9
Financials				
188 188	Bank of Nova Scotia	10 400	13 388	
78 100	CI Financial Corp.	2 554	2 737	
255 300	Element Financial Corp.	2 440	3 441	
54 200	Element Financial Corp., Subscription Receipts	691	727	
106 600	IGM Financial Inc.	5 404	5 445	
74 152	Intact Financial Corp.	4 552	5 456	
314 700	Manulife Financial Corporation	4 669	6 675	
175 826	Royal Bank of Canada*	10 665	13 412	
238 338	Toronto-Dominion Bank	7 788	13 092	
		49 163	64 373	29.1
Health Care				
131 239	Catamaran Corp.	5 710	6 184	
		5 710	6 184	2.8
Industrials				
288 700	CAE Inc.	3 994	4 030	
103 548	Canadian National Railway Co.	3 297	7 186	
		7 291	11 216	5.1

Holdings	Security	Cost	Fair Value	% of Net Assets	
Information Technology					
72 721	CGI Group Inc., Class A	\$ 1 307	\$ 2 750		
17 600	Constellation Software Inc.	2 212	4 752		
99 800	Open Text Corp.	3 664	5 110		
		7 183	12 612	5.7	
Materials					
285 800	First Quantum Minerals Ltd.	5 729	6 522		
154 273	Goldcorp Inc.	6 206	4 594		
357 500	HudBay Minerals Inc.	3 546	3 529		
566 200	New Gold Inc.	4 864	3 833		
143 600	Silver Wheaton Corp.	3 069	4 032		
77 000	West Fraser Timber Co. Ltd.	3 998	3 982		
		27 412	26 492	12.0	
TOTAL CANADIAN EQUITIES			169 112	217 760	98.4
SHORT-TERM INVESTMENTS†			5 404	5 404	2.4
TOTAL INVESTMENTS			\$ 174 516	223 164	100.8
OTHER NET ASSETS (LIABILITIES)					
ATTRIBUTABLE TO HOLDERS					
OF REDEEMABLE UNITS					
			(1 657)	(0.8)	
NET ASSETS ATTRIBUTABLE TO HOLDERS					
OF REDEEMABLE UNITS					
			\$ 221 507	100.0	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.90% and mature between July 31, 2014 and August 14, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 223 164	\$ 187 746	\$ 146 537
Cash	15	17	3 651
Subscriptions receivable	770	116	133
Dividends receivable, interest accrued and other assets	300	154	460
TOTAL ASSETS	224 249	188 033	150 781
LIABILITIES			
Due to investment dealers	1 593	–	–
Redemptions payable	324	23	33
Distributions payable	808	–	–
Accounts payable and accrued expenses	17	14	10
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 742	37	43
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 221 507	\$ 187 996	\$ 150 738
Investments at cost	\$ 174 516	\$ 156 091	\$ 129 119
NAV, END OF PERIOD			
SERIES F	\$ 7 676	\$ 7 536	\$ 5 681
SERIES O	\$ 213 831	\$ 180 460	\$ 145 057
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 221.12	\$ 197.77	\$ 167.79
SERIES O	\$ 223.03	\$ 199.48	\$ 169.23

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 843	\$ 1 456
Interest for distribution purposes	31	27
Securities lending revenue (see note 6 in the generic notes)	12	9
Net realized gain (loss) on investments	5 748	13 174
Change in unrealized gain (loss) on investments	16 993	(6 387)
TOTAL INCOME (LOSS)	24 627	8 279
EXPENSES (see notes – Fund Specific Information)		
Management fees	28	21
Administration fees	53	39
Board of Governors costs	1	2
GST/HST	8	6
Transaction costs	74	275
TOTAL EXPENSES	164	343
INCREASE (DECREASE) IN NAV	\$ 24 463	\$ 7 936
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 877	\$ 257
SERIES O	\$ 23 586	\$ 7 679
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 24.37	\$ 8.05
SERIES O	\$ 25.48	\$ 8.89

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 24 463	\$ 7 936
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(5 748)	(13 174)
Change in unrealized loss (gain) on investments	(16 993)	6 387
(Increase) decrease in accrued receivables	(800)	(606)
Increase (decrease) in accrued payables	2 705	847
Cost of investments purchased	(71 038)	(150 355)
Proceeds on sales of investments	58 361	144 377
NET CASH PROVIDED BY OPERATING ACTIVITIES	(9 050)	(4 588)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	30 053	18 687
Cash paid on redemption of redeemable units	(19 278)	(16 038)
Distributions paid to holders of redeemable units	(1 727)	(1 572)
NET CASH USED IN FINANCING ACTIVITIES	\$ 9 048	\$ 1 077
Net increase (decrease) in cash for the year	(2)	(3 511)
Cash (bank overdraft), beginning of period	17	3 651
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 15	\$ 140
Interest received	\$ 32	\$ 23
Dividends received, net of withholding taxes	\$ 1 696	\$ 1 456



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 536	\$ 5 681	\$ 180 460	\$ 145 057	\$ 187 996	\$ 150 738
INCREASE (DECREASE) IN NAV	877	257	23 586	7 679	24 463	7 936
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	3	1 067	30 050	17 620	30 053	18 687
Reinvestments of distributions to holders of redeemable units	8	9	104	101	112	110
Redemption of redeemable units	(713)	(901)	(18 565)	(15 137)	(19 278)	(16 038)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(702)	175	11 589	2 584	10 887	2 759
Distributions from net income	(35)	(35)	(1 804)	(1 647)	(1 839)	(1 682)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(35)	(35)	(1 804)	(1 647)	(1 839)	(1 682)
NET INCREASE (DECREASE) IN NAV	140	397	33 371	8 616	33 511	9 013
NAV AT END OF PERIOD	\$ 7 676	\$ 6 078	\$ 213 831	\$ 153 673	\$ 221 507	\$ 159 751

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in common stock and equivalent securities of Canadian corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts)

(see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	223 164	–	–	223 164
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	223 164	–	–	223 164
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	181 164	–	–	181 164
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	6 582	–	6 582
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	181 164	6 582	–	187 746
% of total portfolio	96.5	3.5	–	100.0

Please see the generic notes at the back of the financial statements.

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	146 537	–	–	146 537
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	146 537	–	–	146 537
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	8 682
Non-capital losses	–



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	38	34
Issued number of units	–	6
Reinvested number of units	–	–
Redeemed number of units	(3)	(5)
Ending number of units	35	35

Series O		
Opening units	905	857
Issued number of units	143	100
Reinvested number of units	–	1
Redeemed number of units	(89)	(86)
Ending number of units	959	872

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	74	100	275	100
Related-party brokerage commissions*	9	12	76	28
Commission arrangements†	1	1	4	1

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	22 921	40 493
Fair value of collateral received	23 379	41 303

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	159 606	150 521
Revaluation of investments at FVTPL	145	217
Net assets attributable to holders of redeemable units	159 751	150 738
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		8 008
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(72)
Increase (decrease) in net assets attributable to holders of redeemable units		7 936



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE CANADIAN MID-CAP EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
118 900	Aimia Inc.	\$ 1 852	\$ 2 221	
160 392	Azure Dynamics Corp.	1 288	–	
386 700	Azure Dynamics Corp., Warrants @ 5.60 November 18, 2014	7	–	
57 200	Cineplex Inc.	2 381	2 371	
49 400	Dollarama Inc.	2 720	4 340	
106 200	Gildan Activewear Inc., Class A	5 975	6 677	
65 400	Linamar Corp.	1 786	4 117	
97 400	Quebecor Inc., Class B	2 265	2 515	
		18 274	22 241	7.8
Consumer Staples				
43 500	Empire Co. Ltd., Class A	3 190	3 156	
90 600	Loblaw Companies Ltd.	4 086	4 314	
68 500	Metro Inc., Class A	4 390	4 519	
		11 666	11 989	4.2
Energy				
82 300	AltaGas Ltd.	2 298	4 039	
411 300	Bankers Petroleum Ltd.	2 733	2 806	
57 055	Baytex Energy Corp.	2 469	2 811	
144 000	Calfrac Well Services Ltd.	2 363	2 874	
199 000	Canacol Energy Ltd.	1 618	1 383	
65 800	Canadian Energy Services & Technology Corp.	1 338	2 199	
165 300	Crew Energy Inc.	1 025	1 827	
117 100	DeeThree Exploration Ltd.	1 169	1 335	
190 300	Enerplus Corp.	4 124	5 117	
109 700	Gibson Energy Inc.	2 669	3 734	
308 900	Gran Tierra Energy Inc.	1 596	2 678	
95 300	Kelt Exploration Ltd.	777	1 451	
84 400	Kelt Exploration Ltd.*, Restricted July 25, 2014	979	1 277	
63 800	Keyera Corp.	3 237	5 015	
109 500	MEG Energy Corp.	4 002	4 258	
67 800	Mullen Group Ltd.	1 414	2 083	
92 000	Paramount Resources Ltd., Class A	4 222	5 479	
55 000	Pason Systems Inc.	936	1 650	
121 435	Peyto Exploration & Development Corp.	2 476	4 895	
347 200	Precision Drilling Corp.	3 916	5 246	
321 600	Raging River Exploration Inc.	1 801	3 489	
59 400	ShawCor Ltd.	1 751	3 525	
408 741	Spartan Energy Corp.	801	1 651	
255 300	Trinidad Drilling Ltd.	2 834	3 092	
367 115	Veresen Inc.	5 735	6 883	
238 898	Whitecap Resources Inc.	2 641	3 935	
		60 924	84 732	29.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
99 100	Allied Properties Real Estate Investment Trust	\$ 3 322	\$ 3 503	
55 900	Boardwalk Real Estate Investment Trust	3 511	3 648	
229 600	Brookfield Property Partners LP	3 611	5 117	
136 184	Canadian Real Estate Investment Trust	4 511	6 263	
91 700	Canadian Western Bank	2 884	3 658	
220 700	Chartwell Retirement Residences Real Estate Investment Trust	2 029	2 392	
41 400	CI Financial Corp.	937	1 451	
180 900	Element Financial Corp.	2 021	2 439	
33 349	Element Financial Corp., Subscription Receipts	425	447	
74 600	Granite Real Estate Investment Trust	2 849	2 947	
237 200	H&R Real Estate Investment Trust	5 346	5 494	
52 100	Home Capital Group Inc.	1 270	2 492	
77 000	IGM Financial Inc.	3 463	3 933	
99 700	Industrial Alliance Insurance & Financial Services Inc.	3 923	4 662	
80 000	Onex Corporation	3 060	5 282	
		43 162	53 728	18.9
Industrials				
309 800	Air Canada, Class B	2 336	2 952	
1 165 000	Bombardier Inc., Class B	4 867	4 392	
260 300	CAE Inc.	3 304	3 634	
149 800	Finning International Inc.	4 063	4 470	
106 500	Newalta Inc.	2 108	2 282	
117 300	Progressive Waste Solutions Ltd.	2 946	3 213	
100 700	Russel Metals Inc.	2 693	3 455	
42 000	Stantec Inc.	2 798	2 775	
110 400	WestJet Airlines Ltd.	2 111	2 892	
		27 226	30 065	10.6
Information Technology				
358 400	Blackberry Ltd.	3 115	3 921	
9 800	Constellation Software Inc.	2 438	2 646	
113 300	Descartes Systems Group Inc.	1 097	1 732	
68 200	DH Corp.	1 557	2 118	
114 500	Open Text Corp.	3 432	5 862	
222 300	Redknee Solutions Inc.	1 244	1 223	
		12 883	17 502	6.1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
495 500	B2Gold Corp.	\$ 1 461	\$ 1 541	
18 900	CCL Industries, Class B	996	1 942	
125 800	Detour Gold Corp.	1 213	1 837	
1 011 900	Eldorado Gold Corp.	7 462	8 257	
149 200	First Majestic Silver Corp.	2 669	1 720	
848 600	Lundin Mining Corp.	4 113	4 981	
75 300	Methanex Corp.	5 115	4 968	
694 800	Semafo Inc.	2 925	3 481	
280 000	Sherritt International Corp.	1 302	1 210	
600 400	Silvercrest Mines Inc.	1 561	1 381	
59 700	Tahoe Resources Inc.	1 440	1 668	
122 600	West Fraser Timber Co. Ltd.	5 116	6 340	
		<u>35 373</u>	<u>39 326</u>	13.8
Telecommunication Services				
99 800	Bell Aliant Inc.	2 640	2 783	
		<u>2 640</u>	<u>2 783</u>	1.0
Utilities				
223 700	Canadian Utilities Ltd., Class A	8 142	8 948	
127 300	Emera Inc.	3 643	4 342	
223 100	TransAlta Corp.	4 029	2 918	
		<u>15 814</u>	<u>16 208</u>	5.7
TOTAL CANADIAN EQUITIES		<u>227 962</u>	<u>278 574</u>	97.9
SHORT-TERM INVESTMENTS†				
605	Bank of Montreal	604	604	
4 997	Bank of Nova Scotia	4 996	4 996	
4 000	Canadian Imperial Bank of Commerce	3 996	3 996	
2 500	National Bank of Canada	2 498	2 498	
6 000	Toronto-Dominion Bank	5 995	5 995	
TOTAL SHORT-TERM INVESTMENTS		<u>18 089</u>	<u>18 089</u>	6.3
TOTAL INVESTMENTS		<u>\$ 246 051</u>	<u>296 663</u>	104.2
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			<u>(12 007)</u>	(4.2)
NET ASSETS ATTRIBUTABLE				
TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 284 656</u>	<u>100.0</u>	

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.20% and mature between July 2, 2014 and July 23, 2014.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 296 663	\$ 222 468	\$ 185 106
Cash	18	2	7
Due from investment dealers	4 138	–	665
Subscriptions receivable	322	212	95
Dividends receivable, interest accrued and other assets	500	438	404
TOTAL ASSETS	301 641	223 120	186 277
LIABILITIES			
Due to investment dealers	15 659	1 020	371
Redemptions payable	279	31	150
Distributions payable	1 019	–	–
Accounts payable and accrued expenses	28	24	18
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	16 985	1 075	539
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 284 656	\$ 222 045	\$ 185 738
Investments at cost	\$ 246 051	\$ 194 916	\$ 171 408
NAV, END OF PERIOD			
SERIES F	\$ 6 609	\$ 6 592	\$ 5 603
SERIES O	\$ 278 047	\$ 215 453	\$ 180 135
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 26.16	\$ 22.50	\$ 20.45
SERIES O	\$ 26.40	\$ 22.70	\$ 20.63

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 228	\$ 2 168
Interest for distribution purposes	55	41
Other income (loss)	490	366
Securities lending revenue (see note 6 in the generic notes)	32	42
Net realized gain (loss) on investments	15 044	3 054
Net gain (loss) on foreign currencies and other net assets	(40)	1
Change in unrealized gain (loss) on investments	23 060	(776)
TOTAL INCOME (LOSS)	40 869	4 896
EXPENSES (see notes – Fund Specific Information)		
Management fees	18	16
Administration fees	124	99
Board of Governors costs	1	2
GST/HST	13	11
Transaction costs	286	214
TOTAL EXPENSES	442	342
INCREASE (DECREASE) IN NAV	\$ 40 427	\$ 4 554
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 1 068	\$ 123
SERIES O	\$ 39 359	\$ 4 431
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 3.85	\$ 0.43
SERIES O	\$ 3.96	\$ 0.50

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 40 427	\$ 4 554
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(15 043)	(3 028)
Change in unrealized loss (gain) on investments	(23 060)	776
(Increase) decrease in accrued receivables	(4 310)	(1 019)
Increase (decrease) in accrued payables	15 910	3 234
Cost of investments purchased	(382 755)	(291 197)
Proceeds on sales of investments	346 663	283 288
NET CASH PROVIDED BY OPERATING ACTIVITIES	(22 168)	(3 392)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49 970	26 463
Cash paid on redemption of redeemable units	(25 572)	(20 953)
Distributions paid to holders of redeemable units	(2 214)	(2 065)
NET CASH USED IN FINANCING ACTIVITIES	\$ 22 184	\$ 3 445
Net increase (decrease) in cash for the year	16	53
Cash (bank overdraft), beginning of period	2	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 18	\$ 60
Interest received	\$ 47	\$ 44
Dividends received, net of withholding taxes	\$ 2 664	\$ 2 168



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 592	\$ 5 603	\$ 215 453	\$ 180 135	\$ 222 045	\$ 185 738
INCREASE (DECREASE) IN NAV	1 068	123	39 359	4 431	40 427	4 554
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	384	1 177	49 586	25 286	49 970	26 463
Reinvestments of distributions to holders of redeemable units	4	4	667	604	671	608
Redemption of redeemable units	(1 383)	(897)	(24 189)	(20 056)	(25 572)	(20 953)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(995)	284	26 064	5 834	25 069	6 118
Distributions from net income	(56)	(63)	(2 829)	(2 610)	(2 885)	(2 673)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(56)	(63)	(2 829)	(2 610)	(2 885)	(2 673)
NET INCREASE (DECREASE) IN NAV	17	344	62 594	7 655	62 611	7 999
NAV AT END OF PERIOD	\$ 6 609	\$ 5 947	\$ 278 047	\$ 187 790	\$ 284 656	\$ 193 737

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by focusing on equity securities of mid-sized Canadian companies that offer above-average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.5% (December 31, 2013 – 1.0%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P/TSX MidCap Index	+ or - 1.0	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	277 297	1 277	–	278 574
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	18 089	–	18 089
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	277 297	19 366	–	296 663
% of total portfolio	93.5	6.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	215 958	2 821	–	218 779
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 689	–	3 689
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	215 958	6 510	–	222 468
% of total portfolio	97.1	2.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	177 281	32	–	177 313
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 793	–	7 793
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	177 281	7 825	–	185 106
% of total portfolio	95.8	4.2	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

Series F

	2014	2013
Opening units	293	274
Issued number of units	16	57
Reinvested number of units	–	–
Redeemed number of units	(56)	(43)
Ending number of units	253	288

Series O

	2014	2013
Opening units	9 490	8 732
Issued number of units	2 012	1 198
Reinvested number of units	26	29
Redeemed number of units	(995)	(949)
Ending number of units	10 533	9 010

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	286	100	214	100
Related-party brokerage commissions*	11	4	24	11
Commission arrangements†	1	–	8	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	39 940	39 063
Fair value of collateral received	40 739	39 845

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Canadian Mid-Cap Equity Class	442	323

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	193 370	185 210
Revaluation of investments at FVTPL	367	528
Net assets attributable to holders of redeemable units	193 737	185 738

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	4 715
Revaluation of investments at FVTPL (see note 3 in the generic notes)	(161)
Increase (decrease) in net assets attributable to holders of redeemable units	4 554



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE U.S. EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
70 000	CBS Corp.	\$ 4 678	\$ 4 640	
279 900	D.R. Horton Inc.	7 166	7 339	
117 300	Foot Locker Inc.	6 152	6 346	
336 400	Ford Motor Company	6 149	6 186	
57 400	Home Depot Inc.	5 032	4 957	
112 600	Macy's Inc.	6 776	6 967	
91 200	Marriott International Inc., Class A	5 916	6 236	
28 600	McDonald's Corp.	3 115	3 073	
83 900	Nordstrom Inc.	6 253	6 079	
94 200	Starbucks Corp.	7 647	7 775	
106 100	The Walt Disney Company	8 784	9 704	
		67 668	69 302	11.2
Consumer Staples				
163 200	Altria Group Inc.	7 099	7 299	
148 700	Archer Daniels Midland Co.	6 265	6 997	
116 500	Colgate-Palmolive Company	7 903	8 470	
75 800	CVS Corp.	5 721	6 092	
54 800	Lorillard Inc.	3 645	3 564	
100 700	PepsiCo Inc.	9 376	9 595	
164 900	The Kroger Co.	8 207	8 692	
117 300	Walgreen Co.	8 172	9 272	
		56 388	59 981	9.7
Energy				
137 300	Baker Hughes Inc.	9 523	10 904	
57 000	Cimarex Energy Co.	7 455	8 721	
107 400	ConocoPhillips	9 194	9 821	
49 200	EOG Resources Inc.	4 205	6 132	
55 900	Exxon Mobil Corp.	5 733	6 001	
126 900	Halliburton Co.	5 881	9 610	
80 000	Hess Corp.	7 562	8 439	
32 900	Pioneer Natural Resources Co.	7 703	8 065	
		57 256	67 693	10.9
Financials				
68 500	American International Group Inc.	3 967	3 988	
486 200	Bank of America Corp.	8 450	7 971	
193 200	Bank of New York Mellon Corp.	7 434	7 721	
50 000	Capital One Financial Corp.	4 456	4 405	
96 400	Comerica Inc.	5 343	5 156	
79 600	Genworth Financial Inc., Class A	1 497	1 477	
155 000	Invesco Ltd.	6 316	6 244	
122 000	JPMorgan Chase & Co.	7 028	7 494	
156 400	KeyCorp	2 412	2 391	
138 100	MetLife Inc.	7 122	8 182	
276 400	Morgan Stanley	8 534	9 532	
67 800	Prudential Financial Inc.	5 867	6 420	
307 900	Wells Fargo & Company	14 851	17 258	
		83 277	88 239	14.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
170 900	Abbott Laboratories	\$ 7 300	\$ 7 453	
128 000	AbbVie Inc.	7 492	7 702	
85 600	Celgene Corp.	7 331	7 842	
115 600	Eli Lilly & Co.	7 196	7 666	
80 400	Gilead Sciences Inc.	6 055	7 111	
127 200	Johnson & Johnson	12 101	14 191	
168 900	Merck & Co. Inc.	9 920	10 423	
58 400	St. Jude Medical Inc.	4 368	4 314	
67 700	WellPoint Inc.	7 688	7 770	
		69 451	74 472	12.0
Industrials				
38 700	3M Co.	5 994	5 913	
71 500	Caterpillar Inc.	8 063	8 287	
53 100	Cummins Engine Inc.	8 593	8 737	
38 200	FedEx Corporation	6 171	6 167	
28 500	Lockheed Martin Corporation	3 621	4 885	
75 300	Ryder System Inc.	6 704	7 076	
206 100	Tyco International Ltd.	9 097	10 025	
88 400	Union Pacific Corp.	8 094	9 406	
44 400	United Rentals Inc.	4 095	4 962	
		60 432	65 458	10.6
Information Technology				
100 300	Analog Devices Inc.	6 088	5 785	
277 900	Apple Inc.	22 965	27 548	
293 000	Cisco Systems Inc.	7 348	7 767	
113 600	Facebook Inc., Class A	7 900	8 154	
15 800	Google Inc., Class A	10 487	9 854	
6 700	Google Inc., Class C	851	4 111	
261 900	Hewlett-Packard Co.	7 547	9 409	
309 500	Intel Corp.	9 021	10 201	
231 200	Micron Technology Inc.	6 836	8 126	
290 900	Microsoft Corp.	10 932	12 940	
135 600	Oracle Corporation	5 595	5 862	
83 700	QUALCOMM Inc.	6 245	7 071	
80 900	Salesforce.com Inc.	5 055	5 012	
37 700	Sandisk Corp.	3 126	4 200	
88 200	Western Digital Corp.	8 809	8 684	
		118 805	134 724	21.7
Materials				
152 600	Dow Chemical Company	7 721	8 374	
96 500	Freeport-McMoRan Copper & Gold Inc.	3 730	3 757	
46 200	Monsanto Co.	6 022	6 146	
		17 473	18 277	2.9
Telecommunications				
104 700	AT&T Inc.	3 997	3 949	
155 500	Verizon Communications Inc.	8 196	8 112	
		12 193	12 061	2.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
209 300	NiSource Inc.	\$ 7 917	\$ 8 783	
55 800	Sempra Energy	6 242	6 231	
		14 159	15 014	2.4
TOTAL COMMON EQUITIES		557 102	605 221	97.6
SHORT-TERM INVESTMENTS*		11 466	11 279	1.8
TOTAL INVESTMENTS		568 568	616 500	99.4
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	2 205	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(337)	(0.1)
TOTAL PORTFOLIO		\$ 568 568	618 368	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			1 580	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 619 948		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.10% to 0.90% and mature between July 2, 2014 and August 20, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 15 357 Sold USD 14 045 @ 1.0934	09-Jul-14	\$ 373
Bought CAD 14 854 Sold USD 13 591 @ 1.0929	30-Jul-14	346
Bought CAD 15 491 Sold USD 14 163 @ 1.0937	30-Jul-14	372
Bought CAD 14 295 Sold USD 13 147 @ 1.0873	15-Aug-14	255
Bought CAD 17 630 Sold USD 16 222 @ 1.0868	28-Aug-14	301
Bought CAD 1 760 Sold USD 1 618 @ 1.0876	15-Sep-14	31
Bought CAD 14 149 Sold USD 13 012 @ 1.0874	15-Sep-14	241
Bought CAD 32 510 Sold USD 30 228 @ 1.0755	24-Sep-14	199
Bought CAD 14 991 Sold USD 13 940 @ 1.0754	03-Oct-14	87
		\$ 2 205

Contracts	Maturity Date	Unrealized Loss
Bought USD 14 163 Sold CAD 15 456 @ 1.0913	30-Jul-14	\$ (337)
		\$ (337)
TOTAL FOREIGN EXCHANGE		\$ 1 868

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 616 500	\$ 530 312	\$ 443 991
Cash	9	4	15
Due from investment dealers	21 631	10 692	–
Subscriptions receivable	924	556	214
Unrealized gain on foreign exchange contracts	2 205	–	16
Dividends receivable, interest accrued and other assets	431	487	294
TOTAL ASSETS	641 700	542 051	444 530
LIABILITIES			
Due to investment dealers	18 282	9 320	–
Redemptions payable	590	346	143
Unrealized loss on foreign exchange contracts	337	–	377
Distributions payable	2 506	–	–
Accounts payable and accrued expenses	37	32	26
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	21 752	9 698	546
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 619 948	\$ 532 353	\$ 443 984
Investments at cost	\$ 568 568	\$ 452 924	\$ 406 236
NAV, END OF PERIOD			
SERIES F	\$ 12 370	\$ 13 264	\$ 9 864
SERIES O	\$ 607 578	\$ 519 089	\$ 434 120
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 11.28	\$ 10.79	\$ 7.93
SERIES O	\$ 11.36	\$ 10.86	\$ 7.98

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 663	\$ 3 827
Interest for distribution purposes	18	47
Securities lending revenue (see note 6 in the generic notes)	3	2
Net realized gain (loss) on investments	54 172	55 035
Net gain (loss) on foreign currencies and other net assets	525	(1 922)
Change in unrealized gain (loss) on investments	(27 588)	21 109
TOTAL INCOME (LOSS)	32 793	78 098
EXPENSES (see notes – Fund Specific Information)		
Management fees	38	31
Administration fees	148	116
Board of Governors costs	1	2
GST/HST	19	16
Transaction costs	930	667
Withholding tax	778	574
TOTAL EXPENSES	1 914	1 406
INCREASE (DECREASE) IN NAV	\$ 30 879	\$ 76 692
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 651	\$ 1 645
SERIES O	\$ 30 228	\$ 75 047
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.56	\$ 1.42
SERIES O	\$ 0.60	\$ 1.46

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 30 879	\$ 76 692
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(54 172)	(55 035)
Change in unrealized loss (gain) on investments	27 588	(21 109)
(Increase) decrease in accrued receivables	(11 251)	(16 628)
Increase (decrease) in accrued payables	11 717	30 411
Cost of investments purchased	(1 611 605)	(943 072)
Proceeds on sales of investments	1 550 133	1 002 912
NET CASH PROVIDED BY OPERATING ACTIVITIES	(56 711)	74 171
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	136 411	41 321
Cash paid on redemption of redeemable units	(75 249)	(103 167)
Distributions paid to holders of redeemable units	(4 446)	(3 297)
NET CASH USED IN FINANCING ACTIVITIES	\$ 56 716	\$ (65 143)
Net increase (decrease) in cash for the year	5	9 028
Cash (bank overdraft), beginning of period	4	15
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 9	\$ 9 043
Interest received	\$ 18	\$ 48
Dividends received, net of withholding taxes	\$ 4 941	\$ 3 253



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 264	\$ 9 864	\$ 519 089	\$ 434 120	\$ 532 353	\$ 443 984
INCREASE (DECREASE) IN NAV	651	1 645	30 228	75 047	30 879	76 692
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	1 699	2 014	134 712	39 307	136 411	41 321
Reinvestments of distributions to holders of redeemable units	20	13	494	419	514	432
Redemption of redeemable units	(3 202)	(2 415)	(72 047)	(100 752)	(75 249)	(103 167)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 483)	(388)	63 159	(61 026)	61 676	(61 414)
Distributions from net income	(62)	(44)	(4 898)	(3 685)	(4 960)	(3 729)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(62)	(44)	(4 898)	(3 685)	(4 960)	(3 729)
NET INCREASE (DECREASE) IN NAV	(894)	1 213	88 489	10 336	87 595	11 549
NAV AT END OF PERIOD	\$ 12 370	\$ 11 077	\$ 607 578	\$ 444 456	\$ 619 948	\$ 455 533

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing mainly in equity securities of major U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	79.3	100.0	84.9
Total	79.3	100.0	84.9

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.8% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

S&P 500 Total Return Index (CAD)	June 30 2014	December 31 2013	January 1 2013
	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	605 221	–	–	605 221
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	11 279	–	11 279
Derivatives – assets	–	2 205	–	2 205
Derivatives – liabilities	–	(337)	–	(337)
Total financial instruments	605 221	13 147	–	618 368
% of total portfolio	97.9	2.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	519 871	–	–	519 871
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 441	–	10 441
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	519 871	10 441	–	530 312
% of total portfolio	98.0	2.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	429 480	–	–	429 480
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 511	–	14 511
Derivatives – assets	–	16	–	16
Derivatives – liabilities	–	(377)	–	(377)
Total financial instruments	429 480	14 150	–	443 630
% of total portfolio	96.8	3.2	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.60%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	227 172
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	1 230	1 244
Issued number of units	152	224
Reinvested number of units	2	1
Redeemed number of units	(287)	(275)
Ending number of units	1 097	1 194
Series O		
Opening units	47 801	54 398
Issued number of units	12 053	4 448
Reinvested number of units	44	46
Redeemed number of units	(6 394)	(11 295)
Ending number of units	53 504	47 597

Please see the generic notes at the back of the financial statements.

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	930	100	667	100
Related-party brokerage commissions*	68	7	70	10
Commission arrangements†	88	9	55	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	10 149	3 548
Fair value of collateral received	10 352	3 619

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC U.S. Equity Class	1 829	1 752



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	455 481	443 889
Revaluation of investments at FVTPL	52	95
Net assets attributable to holders of redeemable units	455 533	443 984
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		76 735
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(43)
Increase (decrease) in net assets attributable to holders of redeemable units		76 692

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
48 890	Advance Auto Parts Inc.	\$ 3 857	\$ 7 037	
93 600	AMC Networks Inc.	7 153	6 139	
114 700	Comcast Corp., Class A	2 657	6 568	
71 500	Home Depot Inc.	6 237	6 175	
151 900	Target Corporation	9 821	9 387	
129 500	Time Warner Inc.	7 539	9 704	
67 000	Viacom Inc.	4 013	6 198	
		<u>41 277</u>	<u>51 208</u>	16.3
Consumer Staples				
84 900	Colgate-Palmolive Company	5 004	6 172	
108 500	General Mills Inc.	4 992	6 079	
80 200	McCormick & Co. Inc.	5 669	6 124	
67 500	PepsiCo Inc.	4 652	6 432	
		<u>20 317</u>	<u>24 807</u>	7.9
Energy				
45 700	Chevron Corp.	4 448	6 362	
55 000	EOG Resources Inc.	5 093	6 854	
29 400	EQT Corp.	1 391	3 353	
58 100	Exxon Mobil Corp.	5 201	6 237	
56 700	Occidental Petroleum Corp.	4 732	6 205	
		<u>20 865</u>	<u>29 011</u>	9.2
Financials				
110 800	American International Group Inc.	3 666	6 451	
566 600	Bank of America Corp.	7 190	9 290	
73 600	Capital One Financial Corp.	4 105	6 485	
131 600	CIT Group Inc.	5 221	6 427	
161 200	Hartford Financial Services Inc.	3 737	6 158	
157 200	Invesco Ltd.	6 236	6 333	
155 100	JPMorgan Chase & Co.	7 353	9 527	
56 700	MetLife Inc.	2 724	3 359	
177 300	Wells Fargo & Company	6 497	9 938	
		<u>46 729</u>	<u>63 968</u>	20.4
Health Care				
143 400	Abbott Laboratories	4 981	6 254	
49 000	Becton Dickinson & Co.	5 619	6 182	
33 100	Cigna Corp.	2 995	3 247	
83 800	Express Scripts Holding Co.	5 439	6 197	
84 700	Johnson & Johnson	6 878	9 449	
		<u>25 912</u>	<u>31 329</u>	10.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
24 300	Boeing Co.	\$ 1 640	\$ 3 293	
29 500	FedEx Corporation	4 009	4 763	
214 100	General Electric Company	5 908	6 002	
92 500	Honeywell International Inc.	6 321	9 169	
61 500	MSC Industrial Direct Co.	5 478	6 274	
62 800	Union Pacific Corp.	2 726	6 682	
73 800	United Technologies Corp.	8 009	9 087	
65 400	WESCO International Inc.	5 447	6 022	
		<u>39 538</u>	<u>51 292</u>	16.3
Information Technology				
71 500	Accenture Plc., Class A	5 607	6 164	
181 400	Amdocs Ltd.	7 373	8 965	
71 575	Apple Inc.	5 760	7 095	
49 400	IAC/InterActiveCorp.	2 742	3 648	
76 400	QUALCOMM Inc.	5 133	6 454	
111 300	Skyworks Solutions Inc.	4 476	5 575	
		<u>31 091</u>	<u>37 901</u>	12.1
Telecommunication Services				
168 200	AT&T Inc.	5 383	6 344	
119 500	Verizon Communications Inc.	6 335	6 234	
		<u>11 718</u>	<u>12 578</u>	4.0
Utilities				
58 500	NextEra Energy Inc.	4 579	6 394	
		<u>4 579</u>	<u>6 394</u>	2.0
TOTAL INVESTMENTS		<u>\$ 242 026</u>	<u>308 488</u>	98.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>5 529</u>	1.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 314 017</u>	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 308 488	\$ 275 485	\$ 182 555
Cash	6 562	14 713	6 135
Subscriptions receivable	296	228	267
Dividends receivable, interest accrued and other assets	209	242	159
TOTAL ASSETS	315 555	290 668	189 116
LIABILITIES			
Due to investment dealers	—	966	—
Redemptions payable	542	40	354
Distributions payable	967	—	—
Accounts payable and accrued expenses	29	25	18
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 538	1 031	372
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 314 017	\$ 289 637	\$ 188 744
Investments at cost	\$ 242 026	\$ 211 130	\$ 161 859
NAV, END OF PERIOD			
SERIES F	\$ 1 250	\$ 1 500	\$ 1 168
SERIES O	\$ 312 767	\$ 288 137	\$ 187 576
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 183.43	\$ 172.64	\$ 126.51
SERIES O	\$ 185.66	\$ 174.78	\$ 128.08

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 180	\$ 4 584
Securities lending revenue (see note 6 in the generic notes)	7	2
Net realized gain (loss) on investments	15 681	13 118
Net gain (loss) on foreign currencies and other net assets	56	535
Change in unrealized gain (loss) on investments	2 107	23 660
TOTAL INCOME (LOSS)	21 031	41 899
EXPENSES (see notes – Fund Specific Information)		
Management fees	7	6
Administration fees	136	97
Board of Governors costs	1	2
GST/HST	14	10
Transaction costs	79	93
Withholding tax	394	298
TOTAL EXPENSES	631	506
INCREASE (DECREASE) IN NAV	\$ 20 400	\$ 41 393
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 92	\$ 232
SERIES O	\$ 20 308	\$ 41 161
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 11.14	\$ 25.98
SERIES O	\$ 12.28	\$ 27.09

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 20 400	\$ 41 393
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(15 681)	(13 118)
Change in unrealized loss (gain) on investments	(2 107)	(23 660)
(Increase) decrease in accrued receivables	(35)	(5 104)
Increase (decrease) in accrued payables	507	4 588
Cost of investments purchased	(77 457)	(100 917)
Proceeds on sales of investments	62 242	87 606
NET CASH PROVIDED BY OPERATING ACTIVITIES	(12 131)	(9 212)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	41 407	33 024
Cash paid on redemption of redeemable units	(35 478)	(15 849)
Distributions paid to holders of redeemable units	(1 949)	(1 392)
NET CASH USED IN FINANCING ACTIVITIES	\$ 3 980	\$ 15 783
Net increase (decrease) in cash for the year	(8 151)	6 571
Cash (bank overdraft), beginning of period	14 713	6 135
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6 562	\$ 12 706
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 2 819	\$ 4 286



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 500	\$ 1 168	\$ 288 137	\$ 187 576	\$ 289 637	\$ 188 744
INCREASE (DECREASE) IN NAV	92	232	20 308	41 161	20 400	41 393
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	40	25	41 367	32 999	41 407	33 024
Reinvestments of distributions to holders of redeemable units	1	1	496	431	497	432
Redemption of redeemable units	(380)	(66)	(35 098)	(15 783)	(35 478)	(15 849)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(339)	(40)	6 765	17 647	6 426	17 607
Distributions from net income	(3)	(3)	(2 443)	(1 821)	(2 446)	(1 824)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3)	(3)	(2 443)	(1 821)	(2 446)	(1 824)
NET INCREASE (DECREASE) IN NAV	(250)	189	24 630	56 987	24 380	57 176
NAV AT END OF PERIOD	\$ 1 250	\$ 1 357	\$ 312 767	\$ 244 563	\$ 314 017	\$ 245 920

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily through capital appreciation by investing in common stocks and equivalent securities of U.S. corporations trading below their intrinsic value.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	99.4	99.9	99.5
Total	99.4	99.9	99.5

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 1000 Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	308 488	–	–	308 488
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	308 488	–	–	308 488
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	275 485	–	–	275 485
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	275 485	–	–	275 485
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	182 555	–	–	182 555
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	182 555	–	–	182 555
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.09%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	46 052
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	9	9
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	(2)	–
Ending number of units	7	9
Series O		
Opening units	1 649	1 465
Issued number of units	226	228
Reinvested number of units	3	3
Redeemed number of units	(193)	(110)
Ending number of units	1 685	1 586

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	79	100	93	100
Related-party brokerage commissions*	2	3	1	1
Commission arrangements†	36	46	26	28

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	7 886	9 437
Fair value of collateral received	8 044	9 626

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool	95	164

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	245 892	188 715
Revaluation of investments at FVTPL	28	29
Net assets attributable to holders of redeemable units	245 920	188 744
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		41 394
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(1)
Increase (decrease) in net assets attributable to holders of redeemable units		41 393

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
**RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY
CURRENCY NEUTRAL POOL**

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
94 789	RBC Private U.S. Large-Cap Value Equity Pool*	\$ 11 748	\$ 17 599	98.5
TOTAL MUTUAL FUND UNITS		11 748	17 599	98.5
TOTAL INVESTMENTS		11 748	17 599	98.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	291	1.6
TOTAL PORTFOLIO		\$ 11 748	17 890	100.1
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(15)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 17 875		100.0

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 170 Sold USD 156 @ 1.0930	11-Jul-14	\$ 4
Bought CAD 3 907 Sold USD 3 577 @ 1.0923	11-Jul-14	90
Bought CAD 3 637 Sold USD 3 330 @ 1.0923	18-Jul-14	84
Bought CAD 944 Sold USD 864 @ 1.0924	18-Jul-14	22
Bought CAD 2 362 Sold USD 2 173 @ 1.0869	25-Jul-14	42
Bought CAD 55 Sold USD 51 @ 1.0866	25-Jul-14	1
Bought USD 37 Sold CAD 40 @ 1.0678	25-Jul-14	–
Bought CAD 2 628 Sold USD 2 444 @ 1.0754	08-Aug-14	19
Bought CAD 4 247 Sold USD 3 950 @ 1.0751	08-Aug-14	29
TOTAL FOREIGN EXCHANGE		\$ 291

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 17 599	\$ 28 592	\$ 25 927
Cash	82	18	28
Due from investment dealers	–	–	99
Subscriptions receivable	–	1	–
Unrealized gain on foreign exchange contracts	291	102	28
TOTAL ASSETS	17 972	28 713	26 082
LIABILITIES			
Redemptions payable	35	–	–
Unrealized loss on foreign exchange contracts	–	19	216
Distributions payable	60	–	–
Accounts payable and accrued expenses	2	1	1
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	97	20	217
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 17 875	\$ 28 693	\$ 25 865
Investments at cost	\$ 11 748	\$ 19 939	\$ 23 927
NAV, END OF PERIOD			
SERIES O	\$ 17 875	\$ 28 693	\$ 25 865
NAV PER UNIT, END OF PERIOD			
SERIES O	\$ 15.32	\$ 14.51	\$ 11.30

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ (2)	\$ –
Other income received from underlying funds	140	228
Net realized gain (loss) on investments	4 117	721
Net gain (loss) on foreign currencies and other net assets	(625)	(1 196)
Change in unrealized gain (loss) on investments	(2 594)	4 166
TOTAL INCOME (LOSS)	1 036	3 919
EXPENSES (see notes – Fund Specific Information)		
Administration fees	5	7
Board of Governors costs	1	2
GST/HST	–	1
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	5	10
INCREASE (DECREASE) IN NAV	\$ 1 031	\$ 3 909
INCREASE (DECREASE) IN NAV SERIES O	\$ 1 031	\$ 3 909
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 0.80	\$ 1.70

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 031	\$ 3 909
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 117)	(721)
Change in unrealized loss (gain) on investments	2 594	(4 166)
(Increase) decrease in accrued receivables	1	99
Increase (decrease) in accrued payables	96	125
Cost of investments purchased	(3 184)	(3 609)
Proceeds on sales of investments	15 492	5 279
NET CASH PROVIDED BY OPERATING ACTIVITIES	11 913	916
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	292	2 192
Cash paid on redemption of redeemable units	(12 026)	(2 913)
Distributions paid to holders of redeemable units	(115)	(202)
NET CASH USED IN FINANCING ACTIVITIES	\$ (11 849)	\$ (923)
Net increase (decrease) in cash for the year	64	(7)
Cash (bank overdraft), beginning of period	18	28
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 82	\$ 21
Interest received	\$ (2)	\$ –
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series 0	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 28 693	\$ 25 865
INCREASE (DECREASE) IN NAV	1 031	3 909
Early redemption fees	–	–
Proceeds from redeemable units issued	292	2 192
Reinvestments of distributions to holders of redeemable units	10	14
Redemption of redeemable units	(12 026)	(2 913)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(11 724)	(707)
Distributions from net income	(125)	(216)
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(125)	(216)
NET INCREASE (DECREASE) IN NAV	(10 818)	2 986
NAV AT END OF PERIOD	\$ 17 875	\$ 28 851

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily through capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests in the RBC Private U.S. Large-Cap Value Equity Pool. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from entering into over-the-counter derivative contracts and from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 1000 Index (USD)	+ or - 1.1	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	17 599	–	–	17 599
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	291	–	291
Derivatives – liabilities	–	–	–	–
Total financial instruments	17 599	291	–	17 890
% of total portfolio	98.4	1.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	28 592	–	–	28 592
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	102	–	102
Derivatives – liabilities	–	(19)	–	(19)
Total financial instruments	28 592	83	–	28 675
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	25 927	–	–	25 927
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	28	–	28
Derivatives – liabilities	–	(216)	–	(216)
Total financial instruments	25 927	(188)	–	25 739
% of total portfolio	100.7	(0.7)	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.



June 30, 2014

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.05%
----------	-------

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	17 228	17 108
Value of all units	264	248

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	1 977	2 290
Issued number of units	20	181
Reinvested number of units	1	1
Redeemed number of units	(831)	(234)
Ending number of units	1 167	2 238

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	28 849	25 865
Revaluation of investments at FVTPL	2	–
Net assets attributable to holders of redeemable units	28 851	25 865

	June 30 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	3 907
Revaluation of investments at FVTPL (see note 3 in the generic notes)	2
Increase (decrease) in net assets attributable to holders of redeemable units	3 909



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE U.S. GROWTH EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
87 335	Discovery Communications Inc.	\$ 7 846	\$ 6 920	
47 635	Fossil Group Inc.	3 807	5 311	
146 467	Starbucks Corp.	7 362	12 090	
		<u>19 015</u>	<u>24 321</u>	7.5
Consumer Staples				
56 924	Costco Wholesale Corp.	5 598	6 993	
134 394	Estée Lauder Companies Inc., Class A	8 388	10 646	
122 083	Mead Johnson Nutrition Co., Class A	10 214	12 133	
236 787	Whole Foods Market Inc.	11 875	9 757	
		<u>36 075</u>	<u>39 529</u>	12.1
Energy				
58 953	Core Laboratories N.V.	7 761	10 506	
179 067	FMC Technologies Inc.	8 131	11 665	
117 647	Schlumberger Ltd.	8 442	14 802	
		<u>24 334</u>	<u>36 973</u>	11.4
Financials				
483 300	The Charles Schwab Corporation	7 566	13 883	
		<u>7 566</u>	<u>13 883</u>	4.3
Health Care				
77 748	Covance Inc.	4 018	7 095	
124 609	DaVita HealthCare Partners Inc.	6 455	9 613	
181 851	Express Scripts Holding Co.	10 291	13 449	
133 281	Gilead Sciences Inc.	10 449	11 787	
24 623	Intuitive Surgical Inc.	12 119	10 816	
		<u>43 332</u>	<u>52 760</u>	16.2
Industrials				
136 602	Danaher Corp.	7 482	11 469	
131 311	Fastenal Co.	6 604	6 932	
111 382	Fluor Corp.	5 887	9 137	
75 779	Stericycle Inc.	7 106	9 572	
		<u>27 079</u>	<u>37 110</u>	11.4

Holdings	Security	Cost	Fair Value	% of Net Assets	
Information Technology					
90 597	Accenture Plc., Class A	\$ 5 671	\$ 7 810		
100 701	Amphenol Corp., Class A	6 367	10 349		
59 887	Ansys Inc.	4 056	4 843		
119 179	Apple Inc.	8 063	11 814		
114 405	Cognizant Technology Solutions Corp., Class A	3 664	5 969		
363 584	Genpact Ltd.	6 011	6 799		
11 715	Google Inc., Class A	7 255	7 306		
11 715	Google Inc., Class C	75	7 189		
162 081	National Instruments Corp.	4 473	5 600		
160 251	QUALCOMM Inc.	9 680	13 538		
154 682	Salesforce.com Inc.	5 941	9 583		
55 711	Visa Inc., Class A	10 454	12 522		
		<u>71 710</u>	<u>103 322</u>	31.8	
Materials					
91 094	Ecolab Inc.	6 942	10 816		
		<u>6 942</u>	<u>10 816</u>	3.3	
TOTAL COMMON EQUITIES			<u>236 053</u>	<u>318 714</u>	98.0
TOTAL INVESTMENTS			<u>\$ 236 053</u>	<u>318 714</u>	98.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				<u>6 663</u>	2.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				<u>\$ 325 377</u>	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 318 714	\$ 314 952	\$ 211 484
Cash	2 924	8 343	4 567
Due from investment dealers	4 280	–	1 171
Subscriptions receivable	261	167	150
Dividends receivable, interest accrued and other assets	170	146	65
TOTAL ASSETS	326 349	323 608	217 437
LIABILITIES			
Redemptions payable	522	42	217
Distributions payable	427	–	–
Accounts payable and accrued expenses	23	21	15
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	972	63	232
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 325 377	\$ 323 545	\$ 217 205
Investments at cost	\$ 236 053	\$ 228 204	\$ 203 092
NAV, END OF PERIOD			
SERIES F	\$ 574	\$ 703	\$ 575
SERIES O	\$ 324 803	\$ 322 842	\$ 216 630
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 112.33	\$ 110.30	\$ 80.28
SERIES O	\$ 113.70	\$ 111.37	\$ 80.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 291	\$ 873
Securities lending revenue (see note 6 in the generic notes)	6	2
Net realized gain (loss) on investments	10 813	2 025
Net gain (loss) on foreign currencies and other net assets	75	356
Change in unrealized gain (loss) on investments	(4 087)	35 745
TOTAL INCOME (LOSS)	8 098	39 001
EXPENSES (see notes – Fund Specific Information)		
Management fees	3	3
Administration fees	119	86
Board of Governors costs	1	2
GST/HST	12	9
Transaction costs	33	26
Withholding tax	180	117
TOTAL EXPENSES	348	243
INCREASE (DECREASE) IN NAV	\$ 7 750	\$ 38 758
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 15	\$ 83
SERIES O	\$ 7 735	\$ 38 675
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 2.00	\$ 13.33
SERIES O	\$ 2.65	\$ 13.93

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 7 750	\$ 38 758
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(10 813)	(2 025)
Change in unrealized loss (gain) on investments	4 087	(35 745)
(Increase) decrease in accrued receivables	(4 398)	105
Increase (decrease) in accrued payables	909	1 026
Cost of investments purchased	(37 966)	(41 145)
Proceeds on sales of investments	40 930	27 848
NET CASH PROVIDED BY OPERATING ACTIVITIES	499	(11 178)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	32 646	33 563
Cash paid on redemption of redeemable units	(37 776)	(20 887)
Distributions paid to holders of redeemable units	(788)	(844)
NET CASH USED IN FINANCING ACTIVITIES	\$ (5 918)	\$ 11 832
Net increase (decrease) in cash for the year	(5 419)	654
Cash (bank overdraft), beginning of period	8 343	4 567
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 924	\$ 5 221
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 1 087	\$ 756



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 703	\$ 575	\$ 322 842	\$ 216 630	\$ 323 545	\$ 217 205
INCREASE (DECREASE) IN NAV	15	83	7 735	38 675	7 750	38 758
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	–	37	32 646	33 526	32 646	33 563
Reinvestments of distributions to holders of redeemable units	–	–	208	229	208	229
Redemption of redeemable units	(144)	(148)	(37 632)	(20 739)	(37 776)	(20 887)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(144)	(111)	(4 778)	13 016	(4 922)	12 905
Distributions from net income	–	–	(996)	(1 073)	(996)	(1 073)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(996)	(1 073)	(996)	(1 073)
NET INCREASE (DECREASE) IN NAV	(129)	(28)	1 961	50 618	1 832	50 590
NAV AT END OF PERIOD	\$ 574	\$ 547	\$ 324 803	\$ 267 248	\$ 325 377	\$ 267 795

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in common stocks and equivalent securities of U.S. corporations that offer above-average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	99.9	99.9	99.8
Total	99.9	99.9	99.8

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 1000 Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	318 714	–	–	318 714
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	318 714	–	–	318 714
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	314 952	–	–	314 952
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	314 952	–	–	314 952
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	211 484	–	–	211 484
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	211 484	–	–	211 484
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.07%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	81 235
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	6	7
Issued number of units	–	1
Reinvested number of units	–	–
Redeemed number of units	(1)	(2)
Ending number of units	5	6
Series O		
Opening units	2 899	2 681
Issued number of units	285	378
Reinvested number of units	2	2
Redeemed number of units	(329)	(232)
Ending number of units	2 857	2 829

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	33	100	26	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	12	36	10	38

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	23 967	10 108
Fair value of collateral received	24 447	10 310

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	267 744	217 147
Revaluation of investments at FVTPL	51	58
Net assets attributable to holders of redeemable units	267 795	217 205
<hr/>		
	June 30 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		38 765
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(7)
Increase (decrease) in net assets attributable to holders of redeemable units		38 758

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC PRIVATE O'SHAUGHNESSY U.S. GROWTH EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
4 569	Brown Shoe Co. Inc.	\$ 113	\$ 139	
15 715	Burger King Worldwide Inc.	457	456	
2 374	Columbia Sportswear Co.	218	209	
2 992	Core-Mark Holding Co. Inc.	128	146	
5 477	Cracker Barrel Old Country Store Inc.	320	582	
3 118	DeVry Inc.	151	141	
1 082	Dillard's Inc.	136	135	
9 394	Escalade Inc.	168	162	
5 460	Famous Dave's of America Inc.	175	167	
8 068	Finish Line, Class A	254	256	
4 544	Foot Locker Inc.	237	246	
4 645	G-III Apparel Group Ltd.	354	405	
9 444	Gentex Corp.	319	293	
5 541	Gentherm Inc.	219	263	
4 960	Goodyear Tire & Rubber Co.	113	147	
1 125	Graham Holdings Co.	702	860	
11 644	Hanesbrands Inc.	685	1 222	
2 397	Helen Of Troy Ltd.	160	155	
6 183	Hyatt Hotels Corp., Class A	401	402	
12 019	Jack in the Box Inc.	526	767	
3 036	John Wiley & Sons Inc., Class A	191	196	
5 930	Kirkland's Inc.	127	117	
4 716	La-Z-Boy Inc.	144	117	
2 734	Lear Corp.	218	260	
4 492	Liberty Ventures, Class A	331	354	
8 919	Lions Gate Entertainment Corp.	312	272	
24 233	Live Nation Inc.	424	638	
6 946	Marcus Corp.	129	135	
13 444	MDC Partners Inc.	333	308	
18 778	Modine Manufacturing Co.	271	315	
4 934	New Oriental Education & Technology Group Inc. ADR	177	140	
8 692	NutriSystem Inc.	177	159	
8 105	Red Robin Gourmet Burgers Inc.	507	616	
5 930	Royal Caribbean Cruises Ltd.	352	352	
12 518	Ruth's Hospitality Group Inc.	147	165	
11 473	Smith & Wesson Holding Corp.	167	178	
37 509	Sonic Corp.	686	883	
7 023	Standard Motor Products Inc.	238	334	
11 724	TAL Education Group ADR	265	344	
7 805	Texas Roadhouse Inc., Class A	214	216	
3 926	Tower International Inc.	150	154	
2 502	Universal Electronics Inc.	104	130	
8 646	Valeo S.A. ADR	436	620	
1 142	Visteon Corp.	117	118	
29 602	Xueda Education Group ADR	130	141	
		12 183	14 415	19.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples				
3 195	Cal-Maine Foods Inc.	\$ 248	\$ 253	
1 839	Coca-Cola Bottling Co. Consolidated	155	145	
7 046	Gruma S.A.B. de C.V. ADR	339	360	
2 270	Industrias Bachoco S.A.B. de C.V. ADR	93	130	
5 348	Ingles Markets Inc., Class A	138	150	
4 401	Inter Parfums Inc.	138	139	
5 418	Pilgrim's Pride Corp.	143	158	
1 487	Sanderson Farms Inc.	112	154	
4 686	SpartanNash Co.	119	105	
12 414	The Andersons Inc.	661	683	
7 653	Tyson Foods Inc.	306	307	
		2 452	2 584	3.5
Energy				
36 460	Abraxas Petroleum Corp.	230	243	
7 694	Enerplus Corp.	203	207	
3 761	Helmerich & Payne	389	466	
20 760	Matrix Service Co.	722	726	
6 790	Nabors Industries Ltd.	204	213	
45 829	North American Energy Partners Inc.	392	394	
4 791	Panhandle Oil and Gas Inc., Class A	299	286	
10 994	Patterson-UTI Energy Inc.	400	411	
23 412	Pioneer Energy Services Corp.	410	439	
23 529	RPC Inc.	575	591	
1 418	SM Energy Co.	126	128	
4 759	Superior Energy Services	186	185	
6 549	Targa Resources Corp.	673	975	
7 430	Tesco Corp.	167	169	
5 189	Unit Corp.	368	381	
		5 344	5 814	7.8
Financials				
6 672	CBOE Holdings Inc.	332	350	
9 369	FXCM Inc., Class A	188	149	
6 149	Green Dot Corp., Class A	161	124	
10 812	HFF Inc., Class A	393	429	
3 461	Waddell & Reed Financial Inc.	154	231	
		1 228	1 283	1.7
Health Care				
11 369	Anika Therapeutics Inc.	501	562	
2 996	Charles River Laboratories International	202	171	
12 700	Concord Medical Services Holdings Ltd. ADR	109	109	
2 636	CONMED Corp.	123	124	
25 886	Corvel Corp.	1 184	1 248	
13 515	Depomed Inc.	193	200	
18 003	ExamWorks Group Inc.	595	610	
6 048	Healthways Inc.	117	113	
5 489	Jazz Pharmaceuticals Plc.	654	861	
2 457	LifePoint Hospitals Inc.	172	163	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
9 592	Masimo Corp.	\$ 302	\$ 241	
9 253	Omnicare Inc.	502	657	
5 252	Omniceil Inc.	133	161	
4 093	Salix Pharmaceuticals Ltd.	365	539	
20 795	Select Medical Holdings Corp.	345	346	
2 885	United Therapeutics Corp.	340	272	
13 836	Vascular Solutions Inc.	389	327	
10 831	West Pharmaceutical Services Inc.	450	487	
20 409	WuXi PharmaTech Cayman Inc. ADR	737	716	
		7 413	7 907	10.7
Industrials				
27 771	AAON Inc.	690	993	
33 079	Aceto Corp.	636	640	
5 336	Acuity Brands Inc.	760	787	
2 115	Alamo Group Inc.	123	122	
4 202	Albany International Corp., Class A	143	170	
3 364	ArcBest Corp.	154	156	
12 239	Avis Budget Group Inc.	493	779	
2 796	Barrett Business Services Inc.	123	140	
8 583	Circor International Inc.	569	706	
5 060	Columbus McKinnon Corp.	143	146	
5 449	Conrad Industries Inc.	235	224	
4 964	Curtiss-Wright Corp.	337	347	
14 804	Donnelley (R.R.) & Sons Co.	260	268	
6 021	EnerSys	444	442	
4 246	Engility Holdings Inc.	214	173	
30 723	Exelis Inc.	621	556	
9 954	G&K Services Inc.	550	553	
46 200	Hawaiian Holdings Inc.	714	676	
7 957	Heartland Express Inc.	185	181	
29 750	Hill International Inc.	204	198	
10 632	Huntington Ingalls Industries Inc.	1 076	1 073	
9 798	Huron Consulting Group Inc.	685	740	
4 107	John Bean Technologies Corp.	140	136	
3 784	Kadant Inc.	162	155	
7 044	KAR Auction Services Inc.	175	239	
19 067	Kimball International Inc., Class B	389	340	
11 991	Knight Transportation Inc.	306	304	
6 894	Navigant Consulting Inc.	140	128	
29 299	NN Inc.	622	799	
18 098	PGT Inc.	184	164	
6 866	Pitney Bowes Inc.	168	202	
4 733	Ryder System Inc.	435	445	
13 499	Smith (A.O.) Corp.	422	714	
5 226	Spirit Aerosystems Holdings Inc., Class A	174	188	
5 554	Spirit Airlines Inc.	296	375	
1 689	Stantec Inc.	116	112	
11 798	The Greenbrier Co. Inc.	535	725	
1 983	Toro Co.	139	135	
6 256	Towers Watson & Co., Class A	747	696	
22 779	Trinity Industries	910	1 062	
4 315	Tutor Perini Corp.	139	146	
5 092	United Rentals Inc.	519	569	
20 261	US Ecology Inc.	819	1 058	
2 492	WABCO Holdings Inc.	288	284	
		17 184	19 046	25.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
12 357	Axciom Corp.	\$ 360	\$ 286	
6 972	Advent Software Inc.	244	242	
14 842	American Software Inc., Class A	177	156	
34 524	Amkor Technology Inc.	410	412	
2 950	Aspen Technology Inc.	153	146	
5 611	Benchmark Electronics Inc.	133	153	
2 685	Blackbaud Inc.	115	102	
10 190	Broadridge Financial Solutions Inc.	419	452	
21 148	Callidus Software Inc.	266	269	
2 687	Cass Information Systems Inc.	127	142	
2 495	Computer Sciences Corp.	173	168	
9 917	comScore Inc.	293	375	
1 158	CoStar Group Inc.	199	195	
10 215	CSG Systems International Inc.	325	285	
1 449	DST Systems Inc.	154	142	
4 155	Electronic Arts Inc.	115	159	
16 662	Electronics for Imaging Inc.	556	803	
3 405	Envestnet Inc.	156	178	
15 566	Euronet Worldwide Inc.	570	801	
1 098	FleetCor Technologies Inc.	124	154	
36 814	Flextronics International Ltd.	334	435	
1 427	Global Payments Inc.	108	111	
7 188	Harris Corp.	563	581	
4 377	IAC/InterActiveCorp.	345	323	
16 198	Integrated Device Technology Inc.	231	267	
14 639	Ituran Location and Control Ltd.	301	381	
32 503	Logitech International S.A.	559	452	
17 995	Magic Software Enterprises Ltd.	120	144	
38 373	Manhattan Associates Inc.	1 097	1 409	
19 872	Marvell Technology Group Ltd.	335	304	
3 739	Maxim Integrated Products	139	135	
9 052	Newport Corp.	212	179	
2 716	Open Text Corp.	147	139	
8 044	PTC Inc.	330	333	
6 053	Sanmina Corp.	148	147	
11 078	Silicon Motion Technology Corp. ADR	196	241	
47 950	Siliconware Precision Industries Co. ADR	411	420	
25 480	Skyworks Solutions Inc.	1 048	1 276	
9 592	Sykes Enterprises Inc.	220	222	
1 678	SYNNEX Corp.	105	130	
1 907	Tyler Technologies Inc.	59	185	
66 483	Ultra Clean Holdings Inc.	837	642	
2 587	Verint Systems Inc.	130	135	
2 313	Verisign Inc.	150	120	
17 850	WNS Holdings Ltd. ADR	365	365	
5 010	Zebra Technologies Corp.	383	440	
		13 942	15 136	20.4

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
1 963	Cabot Corp.	\$ 126	\$ 121	
2 779	Caesarstone Sdot-Yam Ltd.	126	145	
2 580	Domtar Corp.	155	118	
10 332	FutureFuel Corp.	174	183	
5 317	Huntsman Corp.	158	159	
1 621	NewMarket Corp.	683	678	
15 065	Packaging Corp. of America	752	1 149	
2 178	Quaker Chemical Corp.	120	178	
6 301	Schweitzer-Mauduit International Inc.	371	293	
		<u>2 665</u>	<u>3 024</u>	<u>4.1</u>
Telecommunication Services				
29 082	Frontier Communications Corp.	186	181	
22 773	Hellenic Telecommunications Organization S.A. ADR	213	180	
18 034	IDT Corp.	369	335	
2 989	US Cellular Corp.	148	130	
32 776	Windstream Holdings Inc.	358	348	
		<u>1 274</u>	<u>1 174</u>	<u>1.6</u>
TOTAL COMMON EQUITIES		<u>63 685</u>	<u>70 383</u>	<u>95.0</u>
SHORT-TERM INVESTMENTS*		<u>1 702</u>	<u>1 702</u>	<u>2.3</u>
TOTAL INVESTMENTS		<u>65 387</u>	<u>72 085</u>	<u>97.3</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1 899	2.6
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(28)	–
TOTAL PORTFOLIO		<u>\$ 65 387</u>	<u>73 956</u>	<u>99.9</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			107	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 74 063</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.10% to 0.90% and mature on July 2, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 070 Sold USD 969 @ 1.1041	08-Jul-14	\$ 37
Bought CAD 10 371 Sold USD 9 381 @ 1.1056	22-Jul-14	359
Bought CAD 1 650 Sold USD 1 501 @ 1.0994	29-Jul-14	48
Bought CAD 1 000 Sold USD 916 @ 1.0922	06-Aug-14	22
Bought CAD 6 169 Sold USD 5 615 @ 1.0986	06-Aug-14	174
Bought CAD 15 165 Sold USD 13 717 @ 1.1056	11-Aug-14	518
Bought CAD 1 100 Sold USD 1 011 @ 1.0883	18-Aug-14	21
Bought CAD 4 376 Sold USD 4 022 @ 1.0880	29-Aug-14	79
Bought CAD 1 140 Sold USD 1 040 @ 1.0958	10-Sep-14	28
Bought CAD 15 085 Sold USD 13 743 @ 1.0976	10-Sep-14	400
Bought CAD 3 212 Sold USD 2 949 @ 1.0892	19-Sep-14	60
Bought CAD 770 Sold USD 714 @ 1.0779	29-Sep-14	6
Bought CAD 9 450 Sold USD 8 711 @ 1.0849	29-Sep-14	138
Bought CAD 1 856 Sold USD 1 727 @ 1.0746	08-Oct-14	9
		<u>\$ 1 899</u>

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 029 Sold CAD 1 127 @ 1.0952	06-Aug-14	\$ (28)
		<u>\$ (28)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 1 871</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 72 085	\$ 62 443	\$ 52 637
Cash	–	2	93
Due from investment dealers	–	40	496
Subscriptions receivable	115	66	17
Unrealized gain on foreign exchange contracts	1 899	–	166
Dividends receivable, interest accrued and other assets	47	63	17
TOTAL ASSETS	74 146	62 614	53 426
LIABILITIES			
Bank overdraft	1	–	–
Due to investment dealers	–	108	405
Redemptions payable	45	19	13
Unrealized loss on foreign exchange contracts	28	972	141
Accounts payable and accrued expenses	9	7	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	83	1 106	563
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 74 063	\$ 61 508	\$ 52 863
Investments at cost	\$ 65 387	\$ 49 647	\$ 48 593
NAV, END OF PERIOD			
SERIES 0	\$ 74 063	\$ 61 508	\$ 52 863
NAV PER UNIT, END OF PERIOD			
SERIES 0	\$ 7.56	\$ 7.45	\$ 5.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 402	\$ 354
Interest for distribution purposes	4	–
Securities lending revenue (see note 6 in the generic notes)	7	6
Net realized gain (loss) on investments	7 033	7 099
Net gain (loss) on foreign currencies and other net assets	(2 595)	(1 380)
Change in unrealized gain (loss) on investments	(3 255)	2 724
TOTAL INCOME (LOSS)	1 596	8 803
EXPENSES (see notes – Fund Specific Information)		
Administration fees	35	27
Board of Governors costs	1	2
GST/HST	3	3
Transaction costs	36	34
Withholding tax	71	41
TOTAL EXPENSES	146	107
INCREASE (DECREASE) IN NAV	\$ 1 450	\$ 8 696
INCREASE (DECREASE) IN NAV SERIES O	\$ 1 450	\$ 8 696
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 0.16	\$ 0.93

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 450	\$ 8 696
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(6 990)	(7 099)
Change in unrealized loss (gain) on investments	3 255	(2 724)
(Increase) decrease in accrued receivables	7	317
Increase (decrease) in accrued payables	(80)	(169)
Cost of investments purchased	(224 368)	(153 796)
Proceeds on sales of investments	215 618	166 447
NET CASH PROVIDED BY OPERATING ACTIVITIES	(11 108)	11 672
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	24 285	5 216
Cash paid on redemption of redeemable units	(13 180)	(16 965)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 11 105	\$ (11 749)
Net increase (decrease) in cash for the year	(3)	(77)
Cash (bank overdraft), beginning of period	2	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (1)	\$ 16
Interest received	\$ 4	\$ –
Dividends received, net of withholding taxes	\$ 348	\$ 313



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series 0	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 61 508	\$ 52 863
INCREASE (DECREASE) IN NAV	1 450	8 696
Early redemption fees	—	—
Proceeds from redeemable units issued	24 285	5 216
Reinvestments of distributions to holders of redeemable units	—	—
Redemption of redeemable units	(13 180)	(16 965)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	11 105	(11 749)
Distributions from net income	—	—
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—
NET INCREASE (DECREASE) IN NAV	12 555	(3 053)
NAV AT END OF PERIOD	\$ 74 063	\$ 49 810

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 2500 Index (USD)	+ or - 1.1	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	70 383	–	–	70 383
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 702	–	1 702
Derivatives – assets	–	1 899	–	1 899
Derivatives – liabilities	–	(28)	–	(28)
Total financial instruments	70 383	3 573	–	73 956
% of total portfolio	95.2	4.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	61 248	–	–	61 248
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	1 195	–	1 195
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(972)	–	(972)
Total financial instruments	61 248	223	–	61 471
% of total portfolio	99.6	0.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	51 847	–	–	51 847
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	790	–	790
Derivatives – assets	–	166	–	166
Derivatives – liabilities	–	(141)	–	(141)
Total financial instruments	51 847	815	–	52 662
% of total portfolio	98.5	1.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.10%
----------	-------

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	62 903
Non-capital losses	–



June 30, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	8 255	10 091
Issued number of units	3 333	889
Reinvested number of units	–	–
Redeemed number of units	(1 794)	(2 842)
Ending number of units	9 794	8 138

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	36	100	34	100
Related-party brokerage commissions*	–	–	1	3
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	7 244	4 777
Fair value of collateral received	7 389	4 873

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	49 732	52 666
Revaluation of investments at FVTPL	78	197
Net assets attributable to holders of redeemable units	49 810	52 863
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		8 815
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(119)
Increase (decrease) in net assets attributable to holders of redeemable units		8 696



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE U.S. LARGE-CAP CORE EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
78 655	Borg-Warner Automotive Inc.	\$ 4 258	\$ 5 470	
134 200	Comcast Corp., Class A	4 574	7 684	
367 415	Ford Motor Company	5 314	6 757	
139 810	Lowe's Companies	6 127	7 159	
106 915	Macy's Inc.	3 935	6 615	
57 525	Starwood Hotels & Resorts Worldwide Inc.	3 181	4 959	
105 070	The Walt Disney Company	7 428	9 610	
90 625	Time Warner Inc.	4 769	6 791	
96 595	TJX Companies Inc.	3 804	5 476	
79 780	V.F. Corporation	4 955	5 360	
		48 345	65 881	11.7
Consumer Staples				
50 375	Church & Dwight Co. Inc.	2 838	3 759	
156 150	CVS Corp.	7 657	12 550	
120 680	Kraft Foods Group Inc.	7 562	7 717	
154 395	Lorillard Inc.	9 404	10 041	
194 430	The Coca-Cola Co.	8 261	8 780	
		35 722	42 847	7.6
Energy				
67 160	Anadarko Petroleum Corp.	7 520	7 841	
158 380	ConocoPhillips	13 442	14 481	
56 120	Exxon Mobil Corp.	4 891	6 024	
172 730	Halliburton Co.	10 064	13 081	
207 440	Marathon Oil Corp.	7 716	8 833	
40 530	Pioneer Natural Resources Co.	7 058	9 935	
61 070	Valero Energy Corp.	2 299	3 264	
		52 990	63 459	11.3
Financials				
121 565	Allstate Corp.	5 455	7 614	
94 395	American International Group Inc.	5 233	5 496	
64 730	American Tower Corp. Real Estate Investment Trust	5 359	6 211	
107 265	Citigroup Inc.	5 236	5 389	
188 955	Invesco Ltd.	6 437	7 612	
186 145	JPMorgan Chase & Co.	9 672	11 434	
73 975	McGraw Hill Financial Inc.	5 073	6 552	
77 245	MetLife Inc.	3 810	4 576	
191 075	Morgan Stanley	6 839	6 589	
64 865	PNC Bank Corp.	5 390	6 162	
39 575	State Street Corp.	2 449	2 838	
100 275	Suntrust Banks Inc.	4 258	4 285	
227 855	Wells Fargo & Company	8 025	12 771	
		73 236	87 529	15.6
Health Care				
121 950	Celgene Corp.	10 353	11 172	
100 545	Cigna Corp.	8 569	9 864	
158 935	Johnson & Johnson	12 727	17 731	
36 345	McKesson Corp.	5 680	7 219	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
157 840	Medtronic Inc.	\$ 10 542	\$ 10 738	
461 040	Pfizer Inc.	13 266	14 596	
		61 137	71 320	12.7
Industrials				
23 700	Cummins Engine Inc.	4 026	3 900	
60 975	General Dynamics Corp.	6 903	7 581	
114 570	Honeywell International Inc.	8 554	11 357	
107 095	Ingersoll-Rand Plc., Class A	6 619	7 141	
31 445	Lockheed Martin Corporation	4 006	5 390	
33 490	Parker Hannifin Corp.	4 608	4 492	
16 840	Precision Castparts Corp.	4 286	4 534	
77 500	Ryder System Inc.	5 516	7 282	
79 950	Union Pacific Corp.	8 079	8 507	
		52 597	60 184	10.7
Information Technology				
55 250	Adobe Systems Inc.	2 656	4 265	
231 455	Apple Inc.	14 519	22 944	
85 095	Autodesk Inc.	4 733	5 118	
63 630	Citrix Systems Inc.	4 217	4 246	
42 295	F5 Networks Inc.	3 893	5 028	
23 025	Google Inc., Class C	7 227	14 129	
61 405	Lam Research Corp.	3 293	4 427	
307 645	Microsoft Corp.	11 072	13 684	
78 115	NXP Semiconductor N.V.	4 403	5 514	
88 830	QUALCOMM Inc.	7 749	7 505	
77 930	Salesforce.com Inc.	4 754	4 828	
96 315	Skyworks Solutions Inc.	2 204	4 825	
43 885	Visa Inc., Class A	7 975	9 864	
36 040	Western Digital Corp.	3 385	3 548	
68 300	Xilinx Inc.	3 408	3 447	
		85 488	113 372	20.2
Materials				
46 880	Eastman Chemical Company	4 389	4 367	
233 105	Huntsman Corp.	5 303	6 987	
88 150	International Paper Co.	4 620	4 744	
85 230	Newmont Mining Corporation	2 352	2 313	
25 120	PPG Industries Inc.	4 364	5 631	
		21 028	24 042	4.3
Telecommunication Services				
125 510	AT&T Inc.	4 598	4 734	
95 425	T-Mobile US Inc.	3 424	3 422	
		8 022	8 156	1.5
Utilities				
87 965	American Electric Power	4 657	5 232	
69 490	DTE Energy Company	5 699	5 773	
46 470	Sempra Energy	4 197	5 189	
		14 553	16 194	2.9
TOTAL INVESTMENTS		\$ 453 118	552 984	98.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			8 437	1.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 561 421	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 552 984	\$ 489 525	\$ 222 427
Cash	12 986	5 003	7 832
Due from investment dealers	1 281	994	–
Subscriptions receivable	762	580	295
Dividends receivable, interest accrued and other assets	306	375	206
TOTAL ASSETS	568 319	496 477	230 760
LIABILITIES			
Due to investment dealers	5 788	–	5 773
Redemptions payable	269	59	57
Distributions payable	782	–	–
Accounts payable and accrued expenses	59	54	21
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	6 898	113	5 851
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 561 421	\$ 496 364	\$ 224 909
Investments at cost	\$ 453 118	\$ 391 323	\$ 199 887
NAV, END OF PERIOD			
SERIES F	\$ 10 545	\$ 8 199	\$ 545
SERIES O	\$ 550 876	\$ 488 165	\$ 224 364
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 17.66	\$ 16.31	\$ 12.59
SERIES O	\$ 17.83	\$ 16.48	\$ 12.75

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 206	\$ 3 486
Securities lending revenue (see note 6 in the generic notes)	5	2
Net realized gain (loss) on investments	39 293	17 179
Net gain (loss) on foreign currencies and other net assets	(12)	423
Change in unrealized gain (loss) on investments	1 664	30 473
TOTAL INCOME (LOSS)	46 156	51 563
EXPENSES (see notes – Fund Specific Information)		
Management fees	35	4
Administration fees	261	160
Board of Governors costs	1	2
GST/HST	25	16
Transaction costs	299	305
Withholding tax	696	456
TOTAL EXPENSES	1 317	943
INCREASE (DECREASE) IN NAV	\$ 44 839	\$ 50 620
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 758	\$ 150
SERIES O	\$ 44 081	\$ 50 470
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 1.39	\$ 2.14
SERIES O	\$ 1.48	\$ 2.26

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 44 839	\$ 50 620
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(39 293)	(17 179)
Change in unrealized loss (gain) on investments	(1 664)	(30 473)
(Increase) decrease in accrued receivables	(400)	(3 784)
Increase (decrease) in accrued payables	6 785	(262)
Cost of investments purchased	(248 971)	(264 432)
Proceeds on sales of investments	226 469	132 887
NET CASH PROVIDED BY OPERATING ACTIVITIES	(12 235)	(132 623)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	61 907	151 525
Cash paid on redemption of redeemable units	(40 142)	(18 302)
Distributions paid to holders of redeemable units	(1 547)	(1 259)
NET CASH USED IN FINANCING ACTIVITIES	\$ 20 218	\$ 131 964
Net increase (decrease) in cash for the year	7 983	(659)
Cash (bank overdraft), beginning of period	5 003	7 832
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12 986	\$ 7 173
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 4 579	\$ 3 030



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 199	\$ 545	\$ 488 165	\$ 224 364	\$ 496 364	\$ 224 909
INCREASE (DECREASE) IN NAV	758	150	44 081	50 470	44 839	50 620
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	2 235	776	59 672	150 749	61 907	151 525
Reinvestments of distributions to holders of redeemable units	6	1	2 426	1 663	2 432	1 664
Redemption of redeemable units	(621)	(156)	(39 521)	(18 146)	(40 142)	(18 302)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 620	621	22 577	134 266	24 197	134 887
Distributions from net income	(32)	(5)	(3 947)	(2 918)	(3 979)	(2 923)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(32)	(5)	(3 947)	(2 918)	(3 979)	(2 923)
NET INCREASE (DECREASE) IN NAV	2 346	766	62 711	181 818	65 057	182 584
NAV AT END OF PERIOD	\$ 10 545	\$ 1 311	\$ 550 876	\$ 406 182	\$ 561 421	\$ 407 493

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing in common stocks of U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	100.0	100.0	99.9
Total	100.0	100.0	99.9

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.1	+ or - 1.1	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	552 984	–	–	552 984
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	552 984	–	–	552 984
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	489 525	–	–	489 525
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	489 525	–	–	489 525
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	222 427	–	–	222 427
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	222 427	–	–	222 427
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series F	105	105
Value of all units	2	2

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series F		
Opening units	503	43
Issued number of units	130	56
Reinvested number of units	–	–
Redeemed number of units	(36)	(11)
Ending number of units	597	88

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
Series O		
Opening units	29 625	17 599
Issued number of units	3 453	10 562
Reinvested number of units	137	113
Redeemed number of units	(2 321)	(1 265)
Ending number of units	30 894	27 009

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	299	100	305	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	172	58	169	55

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	46	7 755
Fair value of collateral received	47	7 910

**Investments by other related Investment Funds
(000s) (see note 7 in the generic notes)**

The following outstanding units of the Fund were held by the following related Investment Fund as at:

	June 30 2014	December 31 2013
Series O		
RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool	–	541
RBC Target 2015 Education Fund	–	147
RBC Target 2020 Education Fund	762	870
RBC Target 2025 Education Fund	1 417	1 415
RBC Target 2030 Education Fund	288	185
Total	2 467	3 158
Series O (USD)		
RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool	490	–

Please see the generic notes at the back of the financial statements.



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	407 426	224 872
Revaluation of investments at FVTPL	67	37
Net assets attributable to holders of redeemable units	407 493	224 909
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		50 590
Revaluation of investments at FVTPL (see note 3 in the generic notes)		30
Increase (decrease) in net assets attributable to holders of redeemable units		50 620

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY CURRENCY NEUTRAL POOL

June 30, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
489 710	RBC Private U.S. Large-Cap Core Equity Pool*	\$ 6 671	\$ 8 732	98.3
TOTAL MUTUAL FUND UNITS		6 671	8 732	98.3
TOTAL INVESTMENTS		6 671	8 732	98.3
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	153	1.7
TOTAL PORTFOLIO		\$ 6 671	8 885	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			1	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 8 886		100.0

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 25 Sold USD 23 @ 1.0673	02-Jul-14	\$ –
Bought CAD 1 655 Sold USD 1 515 @ 1.0923	11-Jul-14	38
Bought CAD 100 Sold USD 92 @ 1.0924	11-Jul-14	2
Bought CAD 20 Sold USD 18 @ 1.0856	11-Jul-14	–
Bought CAD 71 Sold USD 65 @ 1.0930	11-Jul-14	2
Bought CAD 639 Sold USD 585 @ 1.0924	18-Jul-14	15
Bought CAD 668 Sold USD 611 @ 1.0923	18-Jul-14	15
Bought USD 19 Sold CAD 20 @ 1.0732	18-Jul-14	–
Bought CAD 1 305 Sold USD 1 201 @ 1.0866	25-Jul-14	24
Bought CAD 1 537 Sold USD 1 414 @ 1.0866	25-Jul-14	27
Bought CAD 70 Sold USD 64 @ 1.0875	25-Jul-14	1
Bought CAD 782 Sold USD 720 @ 1.0869	25-Jul-14	14
Bought USD 23 Sold CAD 25 @ 1.0679	25-Jul-14	–
Bought CAD 1 100 Sold USD 1 023 @ 1.0754	08-Aug-14	8
Bought CAD 975 Sold USD 907 @ 1.0751	08-Aug-14	7
TOTAL FOREIGN EXCHANGE		\$ 153

All counterparties have a credit rating of at least A.

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 8 732	\$ 8 920	\$ 6 602
Cash	–	10	2
Due from investment dealers	48	–	26
Subscriptions receivable	–	50	–
Unrealized gain on foreign exchange contracts	153	31	5
TOTAL ASSETS	8 933	9 011	6 635
LIABILITIES			
Bank overdraft	21	–	–
Unrealized loss on foreign exchange contracts	–	5	54
Distributions payable	24	424	444
Accounts payable and accrued expenses	2	1	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	47	430	498
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 8 886	\$ 8 581	\$ 6 137
Investments at cost	\$ 6 671	\$ 7 233	\$ 6 322
NAV, END OF PERIOD			
SERIES O	\$ 8 886	\$ 8 581	\$ 6 137
NAV PER UNIT, END OF PERIOD			
SERIES O	\$ 14.01	\$ 12.96	\$ 10.59



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Other income received from underlying funds	\$ 63	\$ 64
Net realized gain (loss) on investments	295	245
Net gain (loss) on foreign currencies and other net assets	(137)	(294)
Change in unrealized gain (loss) on investments	501	820
TOTAL INCOME (LOSS)	722	835
EXPENSES (see notes – Fund Specific Information)		
Administration fees	4	4
Board of Governors costs	1	2
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	4	6
INCREASE (DECREASE) IN NAV	\$ 718	\$ 829
INCREASE (DECREASE) IN NAV SERIES 0	\$ 718	\$ 829
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES 0	\$ 1.11	\$ 1.30

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 718	\$ 829
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(295)	(245)
Change in unrealized loss (gain) on investments	(501)	(820)
(Increase) decrease in accrued receivables	2	3
Increase (decrease) in accrued payables	(399)	(420)
Cost of investments purchased	(678)	(3 010)
Proceeds on sales of investments	1 535	3 025
NET CASH PROVIDED BY OPERATING ACTIVITIES	382	(638)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	538	2 044
Cash paid on redemption of redeemable units	(901)	(1 351)
Distributions paid to holders of redeemable units	(50)	(47)
NET CASH USED IN FINANCING ACTIVITIES	\$ (413)	\$ 646
Net increase (decrease) in cash for the year	(31)	8
Cash (bank overdraft), beginning of period	10	2
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (21)	\$ 10
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ –	\$ –



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series 0	
	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 581	\$ 6 137
INCREASE (DECREASE) IN NAV	718	829
Early redemption fees	–	–
Proceeds from redeemable units issued	538	2 044
Reinvestments of distributions to holders of redeemable units	11	15
Redemption of redeemable units	(901)	(1 351)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(352)	708
Distributions from net income	(61)	(62)
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(61)	(62)
NET INCREASE (DECREASE) IN NAV	305	1 475
NAV AT END OF PERIOD	\$ 8 886	\$ 7 612



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests in the RBC Private U.S. Large-Cap Core Equity Pool. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk

The Fund is exposed to credit risk from entering into over-the-counter derivative contracts and from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Currency risk

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	8 732	–	–	8 732
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	153	–	153
Derivatives – liabilities	–	–	–	–
Total financial instruments	8 732	153	–	8 885
% of total portfolio	98.3	1.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	8 920	–	–	8 920
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	31	–	31
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	8 920	26	–	8 946
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	6 602	–	–	6 602
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(54)	–	(54)
Total financial instruments	6 602	(49)	–	6 553
% of total portfolio	100.7	(0.7)	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

The administration fee of Series O of the Fund is payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.05%
----------	-------

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series O	18 858	18 733
Value of all units	264	243

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	662	579
Issued number of units	40	176
Reinvested number of units	1	1
Redeemed number of units	(69)	(114)
Ending number of units	634	642

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	7 610	6 137
Revaluation of investments at FVTPL	2	–
Net assets attributable to holders of redeemable units	7 612	6 137
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		827
Revaluation of investments at FVTPL (see note 3 in the generic notes)		2
Increase (decrease) in net assets attributable to holders of redeemable units		829



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE U.S. SMALL-CAP EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
72 230	Finish Line, Class A	\$ 1 673	\$ 2 291	
91 390	Helen Of Troy Ltd.	5 556	5 911	
91 340	K12 Inc.	2 256	2 345	
110 650	The Children's Place Inc.	6 127	5 858	
62 620	Winnebago Industries Inc.	1 744	1 681	
119 190	Wolverine World Wide	2 258	3 313	
		<u>19 614</u>	<u>21 399</u>	9.0
Energy				
160 010	Bill Barrett Corp.	4 544	4 571	
321 640	Cloud Peak Energy Inc.	5 640	6 321	
270 750	Comstock Resources Inc.	4 270	8 336	
87 980	SM Energy Co.	5 111	7 895	
		<u>19 565</u>	<u>27 123</u>	11.4
Financials				
270 390	Boston Private Financial Holdings Inc.	2 767	3 872	
192 250	EverBank Financial Corp.	4 130	4 134	
170 315	FirstMerit Corp.	2 815	3 588	
376 714	Investors Bancorp Inc.	2 504	4 440	
108 635	LaSalle Hotel Properties	2 615	4 119	
352 620	Northfield Bancorp Inc.	3 985	4 931	
277 910	Old National Bancorp	3 030	4 233	
62 400	Post Properties Inc. Real Estate Investment Trust	3 057	3 558	
82 916	UMB Financial Corp.	3 501	5 607	
		<u>28 404</u>	<u>38 482</u>	16.2
Health Care				
69 715	Analogic Corp.	4 229	5 818	
191 010	Angiodynamics Inc.	2 586	3 327	
96 210	Haemonetics Corporation	3 053	3 621	
119 820	Hill-Rom Holdings Inc.	3 715	5 302	
153 740	West Pharmaceutical Services Inc.	3 077	6 917	
		<u>16 660</u>	<u>24 985</u>	10.5
Industrials				
115 850	Barnes Group Inc.	4 832	4 759	
72 490	Clarcor Inc.	4 561	4 780	
178 230	Mistras Group Inc.	3 529	4 662	
41 539	Powell Industries Inc.	1 493	2 897	
58 690	Regal-Beloit Corp.	4 831	4 918	
113 995	Rollins Inc.	1 735	3 646	
80 410	The Brink's Co.	2 285	2 421	
145 040	Woodward Inc.	4 909	7 764	
		<u>28 175</u>	<u>35 847</u>	15.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
56 880	DealerTrack Technologies Inc.	\$ 2 460	\$ 2 751	
184 160	Entegris Inc.	2 249	2 700	
70 080	Euronet Worldwide Inc.	3 518	3 606	
586 955	Harmonic Inc.	2 757	4 671	
112 030	Itron Inc.	4 705	4 843	
199 130	Microsemi Corp.	5 033	5 684	
110 775	Netgear Inc.	3 264	4 109	
93 470	OSI Systems Inc.	3 746	6 655	
93 200	PTC Inc.	1 782	3 857	
92 126	Rofin-Sinar Technologies Inc.	2 486	2 361	
218 170	Sykes Enterprises Inc.	3 664	5 057	
		<u>35 664</u>	<u>46 294</u>	19.5
Materials				
65 927	Haynes International Inc.	2 954	3 980	
80 300	Innophos Holdings Inc.	3 943	4 931	
127 140	LSB Industries Inc.	2 945	5 647	
43 655	Silgan Holdings Inc.	1 466	2 367	
		<u>11 308</u>	<u>16 925</u>	7.1
Utilities				
94 310	Cleco Corporation	5 235	5 930	
75 990	MDU Resources Group Inc.	1 811	2 845	
		<u>7 046</u>	<u>8 775</u>	3.7
TOTAL INVESTMENTS		<u>\$ 166 436</u>	<u>219 830</u>	92.5
CASH			<u>18 141</u>	7.6
OTHER NET ASSETS (LIABILITIES)				
ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(191)</u>	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 237 780</u>	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 219 830	\$ 226 341	\$ 165 159
Cash	18 141	18 158	18 776
Due from investment dealers	–	–	882
Subscriptions receivable	72	148	128
Dividends receivable, interest accrued and other assets	120	106	32
TOTAL ASSETS	238 163	244 753	184 977
LIABILITIES			
Due to investment dealers	–	–	1 511
Redemptions payable	109	16	665
Distributions payable	251	–	–
Accounts payable and accrued expenses	23	23	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	383	39	2 192
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 237 780	\$ 244 714	\$ 182 785
Investments at cost	\$ 166 436	\$ 161 794	\$ 145 627
NAV, END OF PERIOD			
SERIES F	\$ 12	\$ 120	\$ 51
SERIES O	\$ 237 768	\$ 244 594	\$ 182 734
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 131.65	\$ 126.13	\$ 94.55
SERIES O	\$ 141.26	\$ 134.82	\$ 100.21

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 053	\$ 896
Other income (loss)	4	1
Securities lending revenue (see note 6 in the generic notes)	7	15
Net realized gain (loss) on investments	22 035	13 965
Net gain (loss) on foreign currencies and other net assets	353	1 168
Change in unrealized gain (loss) on investments	(11 153)	14 818
TOTAL INCOME (LOSS)	12 299	30 863
EXPENSES (see notes – Fund Specific Information)		
Administration fees	120	104
Board of Governors costs	1	2
GST/HST	12	11
Transaction costs	127	140
Withholding tax	157	125
TOTAL EXPENSES	417	382
INCREASE (DECREASE) IN NAV	\$ 11 882	\$ 30 481
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 4	\$ 5
SERIES O	\$ 11 878	\$ 30 476
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 5.39	\$ 14.43
SERIES O	\$ 6.82	\$ 15.88

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 11 882	\$ 30 481
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(22 035)	(13 964)
Change in unrealized loss (gain) on investments	11 153	(14 818)
(Increase) decrease in accrued receivables	62	(3 236)
Increase (decrease) in accrued payables	344	46
Cost of investments purchased	(54 651)	(59 442)
Proceeds on sales of investments	72 044	49 954
NET CASH PROVIDED BY OPERATING ACTIVITIES	18 799	(10 979)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	10 892	28 469
Cash paid on redemption of redeemable units	(29 221)	(18 645)
Distributions paid to holders of redeemable units	(487)	(581)
NET CASH USED IN FINANCING ACTIVITIES	\$ (18 816)	\$ 9 243
Net increase (decrease) in cash for the year	(17)	(1 736)
Cash (bank overdraft), beginning of period	18 158	18 776
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 18 141	\$ 17 040
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 886	\$ 771



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 120	\$ 51	\$ 244 594	\$ 182 734	\$ 244 714	\$ 182 785
INCREASE (DECREASE) IN NAV	4	5	11 878	30 476	11 882	30 481
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	–	–	10 892	28 469	10 892	28 469
Reinvestments of distributions to holders of redeemable units	–	–	287	430	287	430
Redemption of redeemable units	(112)	(40)	(29 109)	(18 605)	(29 221)	(18 645)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(112)	(40)	(17 930)	10 294	(18 042)	10 254
Distributions from net income	–	–	(774)	(1 011)	(774)	(1 011)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(774)	(1 011)	(774)	(1 011)
NET INCREASE (DECREASE) IN NAV	(108)	(35)	(6 826)	39 759	(6 934)	39 724
NAV AT END OF PERIOD	\$ 12	\$ 16	\$ 237 768	\$ 222 493	\$ 237 780	\$ 222 509

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is 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. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	99.8	99.7	99.7
Total	99.8	99.7	99.7

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currency, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
Russell 2000 Index (CAD)	+ or - 1.1	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	219 830	–	–	219 830
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	219 830	–	–	219 830
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	226 341	–	–	226 341
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	226 341	–	–	226 341
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	165 159	–	–	165 159
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	165 159	–	–	165 159
% of total portfolio	100.0	–	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.25%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	1	1
Issued number of units	–	(1)
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	–	–
Series O		
Opening units	1 814	1 824
Issued number of units	79	263
Reinvested number of units	2	4
Redeemed number of units	(212)	(169)
Ending number of units	1 683	1 922

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	127	100	140	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	50	39	43	31

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	19 315	25 498
Fair value of collateral received	19 701	26 008

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	222 384	181 652
Revaluation of investments at FVTPL	125	1 133
Net assets attributable to holders of redeemable units	222 509	182 785
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		31 489
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(1 008)
Increase (decrease) in net assets attributable to holders of redeemable units		30 481



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE INTERNATIONAL EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
21 000	BHP Billiton Ltd.	\$ 801	\$ 764	
102 300	Brambles Ltd.		867	946
210 000	Challenger Ltd.	1 383	1 572	
13 600	Commonwealth Bank of Australia	809	1 107	
17 000	CSL Ltd.	1 146	1 138	
281 903	Genworth Mortgage Insurance Australia Ltd.	833	930	
82 909	Lend Lease Corporation Limited	921	1 094	
80 993	Oil Search Ltd.	653	789	
		7 413	8 340	5.2
Belgium				
37 720	InBev N.V.	4 551	4 623	
26 470	KBC Groep N.V.	1 834	1 536	
		6 385	6 159	3.8
Denmark				
29 850	Christian Hansen Holding A/S	968	1 341	
85 843	Novo Nordisk A/S	3 269	4 226	
		4 237	5 567	3.5
Finland				
64 861	Nokia OYJ	546	524	
57 692	Sampo OYJ	2 388	3 111	
		2 934	3 635	2.3
France				
12 477	Christian Dior S.A.	2 524	2 650	
29 203	Safran S.A.	1 851	2 039	
40 334	Zodiac S.A.	1 149	1 457	
		5 524	6 146	3.8
Germany				
19 557	Bayer AG	2 467	2 950	
7 546	Brenntag AG	1 113	1 441	
5 668	Continental AG	926	1 401	
24 871	GEA Group AG	902	1 254	
27 765	Henkel KGaA, Preferred Non-Voting	2 640	3 416	
17 828	SAP AG	1 290	1 469	
		9 338	11 931	7.4
Hong Kong				
251 000	AIA Group Ltd.	1 323	1 348	
83 000	Hutchison Whampoa Ltd.	1 012	1 211	
17 200	Jardine Matheson Holdings Ltd.	967	1 089	
368 400	Samsonite International S.A.	1 094	1 295	
138 500	Tencent Holdings Ltd.	2 056	2 251	
		6 452	7 194	4.5
Ireland				
2 700	Kerry Group Plc.	225	215	
21 509	Paddy Power Plc.	1 261	1 506	
23 574	Ryanair Holdings Plc. ADR	1 060	1 403	
		2 546	3 124	1.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Italy				
69 160	Azimut Holding S.p.A.	\$ 1 086	\$ 1 899	
		1 086	1 899	1.2
Japan				
146 000	Asahi Kasei Corp.	945	1 192	
36 800	Bridgestone Corp.	1 111	1 375	
89 000	Casio Computer Co., Ltd.	1 401	1 379	
24 600	Daikin Industries Ltd.	1 572	1 656	
20 000	Denso Corp.	1 040	1 019	
12 400	East Japan Railway Company	1 032	1 042	
61 500	Fuji Heavy Industries Ltd.	1 937	1 819	
164 000	Fujitsu Ltd.	1 154	1 311	
38 500	Japan Tobacco Inc.	1 405	1 497	
18 600	KDDI Corporation	1 208	1 210	
387 000	Nippon Steel & Sumitomo Metal Corp.	1 326	1 322	
68 200	Nippon Television Holdings Inc.	1 338	1 261	
52 800	Olympus Optical Co. Ltd.	1 957	1 938	
36 600	Seiko Epson Corp.	1 386	1 661	
28 900	Seven & I Holdings Co. Ltd.	1 315	1 299	
26 200	SoftBank Corp.	2 323	2 082	
75 500	Sumitomo Electric Industries Ltd.	1 112	1 134	
41 300	Sumitomo Mitsui Financial Group Inc.	1 879	1 848	
79 000	The Dai-ichi Life Insurance Co. Ltd.	1 226	1 256	
43 700	Tokio Marine Holdings, Inc.	1 479	1 534	
31 900	Toyota Motor Corp.	1 787	2 037	
		29 933	30 872	19.2
Netherlands				
133 297	Elsevier N.V.	2 486	3 265	
174 373	ING Groep N.V.	2 017	2 610	
655 441	Koninklijke KPN N.V.	2 593	2 549	
74 224	SBM Offshore N.V.	1 575	1 277	
		8 671	9 701	6.0
Norway				
90 306	DnB ASA	1 297	1 760	
		1 297	1 760	1.1
Spain				
56 148	ACS Actividades Construcción y Servicios S.A.	2 151	2 741	
281 927	Banco de Sabadell S.A.	1 053	1 026	
9 560	Grifols S.A.	553	557	
16 298	Red Electrica de Espana	1 464	1 589	
		5 221	5 913	3.7
Sweden				
59 192	Swedbank AB	1 349	1 672	
		1 349	1 672	1.0

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
19 553	Aryzta AG	\$ 1 363	\$ 1 975	
12 992	Novartis AG	900	1 255	
2 150	Partners Group Holding AG	552	627	
15 789	Roche Holdings AG Genussscheine	4 677	5 018	
7 260	Straumann Holding AG	1 542	1 792	
		<u>9 034</u>	<u>10 667</u>	<u>6.6</u>
United Kingdom				
103 614	Aberdeen Asset Management Plc.	564	858	
31 641	Aveva Group Plc.	1 092	1 176	
44 634	Babcock International Group	708	946	
28 041	Berkeley Group Holdings Plc.	1 182	1 236	
393 230	BP Plc.	3 467	3 694	
399 366	BT Group Plc.	1 966	2 799	
188 390	Daily Mail & General Trust Plc.	2 691	2 860	
61 174	Diageo Plc.	1 702	2 078	
158 207	Drax Group Plc.	1 826	1 848	
47 809	Hargreaves Lansdown Plc.	822	1 080	
75 240	Howden Joinery Group Plc.	239	425	
5 759	John Wood Group Plc.	52	85	
55 088	London Stock Exchange Group Plc.	1 226	2 017	
156 214	Moneysupermarket.com Group Plc.	501	537	
359 467	Perform Group Plc.	2 084	1 514	
70 723	Petrofac Limited	1 769	1 552	
58 285	Playtech Plc.	686	655	
60 996	Rio Tinto Plc.	3 843	3 513	
112 714	Royal Dutch Shell Plc., A Shares	4 675	4 964	
50 289	Shire Plc.	2 145	4 208	
30 477	SuperGroup Plc.	888	587	
92 509	Unilever Plc.	4 376	4 473	
		<u>38 504</u>	<u>43 105</u>	<u>26.9</u>
TOTAL INTERNATIONAL EQUITIES		<u>139 924</u>	<u>157 685</u>	<u>98.1</u>
SHORT-TERM INVESTMENTS*		<u>1 059</u>	<u>1 059</u>	<u>0.7</u>
TOTAL INVESTMENTS		<u>140 983</u>	<u>158 744</u>	<u>98.8</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			877	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			(181)	(0.1)
TOTAL PORTFOLIO		<u>\$ 140 983</u>	<u>159 440</u>	<u>99.2</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 186	0.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 160 626</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.10% and mature on July 21, 2014.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 145 Sold JPY 13 780 @ 0.0106	02-Jul-14	\$ -
Bought CAD 299 Sold JPY 27 900 @ 0.0107	02-Jul-14	4
Bought CAD 33 Sold JPY 3 100 @ 0.0105	02-Jul-14	-
Bought CAD 602 Sold JPY 57 158 @ 0.0105	02-Jul-14	-
Bought SEK 3 100 Sold CAD 492 @ 0.1587	07-Jul-14	3
Bought CAD 225 Sold DKK 1 100 @ 0.2043	08-Jul-14	9
Bought CAD 31 Sold DKK 149 @ 0.2050	08-Jul-14	1
Bought CAD 817 Sold DKK 4 000 @ 0.2043	08-Jul-14	33
Bought CAD 1 274 Sold EUR 843 @ 1.5110	11-Jul-14	45
Bought CAD 1 170 Sold JPY 107 988 @ 0.0108	14-Jul-14	34
Bought CAD 2 186 Sold JPY 203 802 @ 0.0107	14-Jul-14	40
Bought CAD 281 Sold JPY 26 000 @ 0.0108	14-Jul-14	7
Bought CAD 447 Sold JPY 41 900 @ 0.0107	14-Jul-14	5
Bought CAD 586 Sold JPY 55 000 @ 0.0107	14-Jul-14	7
Bought JPY 57 158 Sold CAD 602 @ 0.0105	14-Jul-14	-
Bought CAD 1 054 Sold GBP 571 @ 1.8464	15-Jul-14	12
Bought CAD 85 Sold SEK 532 @ 0.1594	15-Jul-14	-
Bought CAD 73 Sold USD 67 @ 1.0912	16-Jul-14	2
Bought CAD 1 031 Sold GBP 559 @ 1.8438	17-Jul-14	10
Bought CAD 169 Sold DKK 845 @ 0.2002	17-Jul-14	4
Bought CAD 267 Sold HKD 1 895 @ 0.1411	21-Jul-14	6
Bought CAD 232 Sold EUR 153 @ 1.5191	22-Jul-14	9
Bought CAD 372 Sold EUR 245 @ 1.5190	22-Jul-14	15
Bought CAD 584 Sold JPY 54 076 @ 0.0108	22-Jul-14	16
Bought EUR 250 Sold CAD 364 @ 1.4558	22-Jul-14	1
Bought CAD 1 703 Sold GBP 917 @ 1.8575	23-Jul-14	29
Bought CAD 553 Sold CHF 453 @ 1.2213	23-Jul-14	8
Bought CHF 453 Sold CAD 544 @ 1.2018	23-Jul-14	1
Bought CAD 1 912 Sold EUR 1 278 @ 1.4963	24-Jul-14	45
Bought CAD 287 Sold AUD 285 @ 1.0055	28-Jul-14	-
Bought CAD 722 Sold GBP 395 @ 1.8299	29-Jul-14	1
Bought GBP 1 108 Sold CAD 2 019 @ 1.8220	29-Jul-14	5
Bought CAD 31 Sold JPY 2 923 @ 0.0107	30-Jul-14	-
Bought CAD 249 Sold USD 225 @ 1.1065	31-Jul-14	9
Bought CAD 245 Sold EUR 165 @ 1.4836	01-Aug-14	4
Bought CAD 624 Sold EUR 423 @ 1.4741	01-Aug-14	5
Bought CAD 141 Sold NOK 802 @ 0.1756	05-Aug-14	1
Bought CAD 272 Sold USD 250 @ 1.0879	05-Aug-14	5
Bought CAD 703 Sold DKK 3 437 @ 0.2044	05-Aug-14	28
Bought CAD 112 Sold EUR 75 @ 1.4953	12-Aug-14	2
Bought CAD 258 Sold GBP 140 @ 1.8442	12-Aug-14	2
Bought CAD 26 Sold EUR 17 @ 1.5009	12-Aug-14	1
Bought CAD 304 Sold EUR 203 @ 1.4951	12-Aug-14	7
Bought CAD 282 Sold DKK 1 406 @ 0.2007	13-Aug-14	6
Bought CAD 3 286 Sold EUR 2 199 @ 1.4942	14-Aug-14	70
Bought CAD 626 Sold USD 574 @ 1.0903	14-Aug-14	13
Bought CAD 1 014 Sold GBP 555 @ 1.8274	19-Aug-14	-
Bought CAD 415 Sold GBP 225 @ 1.8446	19-Aug-14	4
Bought CAD 1 891 Sold EUR 1 265 @ 1.4952	20-Aug-14	41
Bought CAD 1 Sold NOK 6 @ 0.1755	20-Aug-14	-
Bought CAD 15 Sold NOK 84 @ 0.1756	20-Aug-14	-
Bought CAD 229 Sold EUR 155 @ 1.4778	20-Aug-14	2
Bought CAD 615 Sold DKK 3 129 @ 0.1965	20-Aug-14	1
Bought CAD 67 Sold JPY 6 280 @ 0.0107	20-Aug-14	1

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 13 780 Sold CAD 146 @ 0.0106	20-Aug-14	\$ -
Bought CAD 3 555 Sold JPY 333 489 @ 0.0107	22-Aug-14	38
Bought CAD 697 Sold USD 639 @ 1.0912	22-Aug-14	15
Bought CAD 772 Sold DKK 3 893 @ 0.1984	25-Aug-14	8
Bought CAD 377 Sold HKD 2 687 @ 0.1404	26-Aug-14	7
Bought CAD 576 Sold HKD 4 102 @ 0.1404	26-Aug-14	11
Bought NZD 80 Sold CAD 73 @ 0.9157	28-Aug-14	1
Bought CAD 587 Sold JPY 55 000 @ 0.0107	03-Sep-14	7
Bought CAD 588 Sold JPY 55 108 @ 0.0107	03-Sep-14	7
Bought CAD 23 Sold DKK 116 @ 0.1992	04-Sep-14	-
Bought CAD 24 Sold DKK 120 @ 0.1992	04-Sep-14	-
Bought CAD 446 Sold EUR 300 @ 1.4858	04-Sep-14	7
Bought CAD 807 Sold GBP 440 @ 1.8352	05-Sep-14	3
Bought CAD 1 441 Sold HKD 10 270 @ 0.1403	08-Sep-14	25
Bought CAD 2 754 Sold EUR 1 843 @ 1.4942	08-Sep-14	57
Bought CAD 2 081 Sold EUR 1 404 @ 1.4819	09-Sep-14	26
Bought CAD 26 Sold USD 24 @ 1.0935	09-Sep-14	1
Bought SGD 100 Sold CAD 86 @ 0.8614	10-Sep-14	-
Bought GBP 107 Sold CAD 196 @ 1.8284	11-Sep-14	-
Bought CAD 277 Sold DKK 1 400 @ 0.1976	12-Sep-14	2
Bought CAD 53 Sold DKK 270 @ 0.1975	12-Sep-14	-
Bought CAD 2 885 Sold GBP 1 564 @ 1.8455	15-Sep-14	28
Bought CAD 5 588 Sold GBP 3 028 @ 1.8454	16-Sep-14	53
Bought CAD 298 Sold USD 274 @ 1.0872	17-Sep-14	5
Bought CHF 50 Sold CAD 60 @ 1.2000	17-Sep-14	-
Bought CAD 186 Sold USD 171 @ 1.0874	18-Sep-14	3
Bought CAD 45 Sold JPY 4 200 @ 0.0106	18-Sep-14	-
Bought CAD 1 068 Sold EUR 729 @ 1.4655	19-Sep-14	1
Bought CAD 226 Sold EUR 153 @ 1.4759	19-Sep-14	2
Bought EUR 250 Sold CAD 366 @ 1.4657	19-Sep-14	-
Bought CAD 1 832 Sold GBP 1 002 @ 1.8285	22-Sep-14	-
Bought CAD 165 Sold USD 152 @ 1.0888	22-Sep-14	3
Bought EUR 843 Sold CAD 1 233 @ 1.4626	23-Sep-14	1
Bought CAD 164 Sold NOK 935 @ 0.1753	24-Sep-14	1
Bought CAD 186 Sold NOK 1 060 @ 0.1756	24-Sep-14	2
Bought CAD 248 Sold NOK 1 413 @ 0.1755	24-Sep-14	3
Bought GBP 617 Sold CAD 1 122 @ 1.8178	29-Sep-14	6
Bought JPY 3 100 Sold CAD 33 @ 0.0106	29-Sep-14	-
		\$ 877

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 120 Sold GBP 617 @ 1.8152	02-Jul-14	\$ (6)
Bought CAD 227 Sold EUR 156 @ 1.4549	02-Jul-14	(1)
Bought CAD 692 Sold SEK 4 362 @ 0.1587	02-Jul-14	(4)
Bought GBP 617 Sold CAD 1 132 @ 1.8344	02-Jul-14	(5)
Bought JPY 31 000 Sold CAD 334 @ 0.0108	02-Jul-14	(8)
Bought SEK 800 Sold CAD 131 @ 0.1634	07-Jul-14	(3)
Bought ILS 1 019 Sold CAD 320 @ 0.3145	08-Jul-14	(4)
Bought ILS 350 Sold CAD 110 @ 0.3144	08-Jul-14	(1)
Bought ILS 650 Sold CAD 205 @ 0.3150	08-Jul-14	(3)
Bought GBP 255 Sold CAD 470 @ 1.8428	11-Jul-14	(4)
Bought JPY 209 600 Sold CAD 2 243 @ 0.0107	14-Jul-14	(35)
Bought CAD 164 Sold GBP 90 @ 1.8195	15-Jul-14	(1)
Bought SEK 532 Sold CAD 87 @ 0.1633	15-Jul-14	(2)
Bought NZD 64 Sold CAD 60 @ 0.9426	16-Jul-14	(1)
Bought GBP 917 Sold CAD 1 697 @ 1.8508	23-Jul-14	(22)
Bought AUD 1 289 Sold CAD 1 305 @ 1.0121	28-Jul-14	(10)
Bought AUD 70 Sold CAD 71 @ 1.0119	28-Jul-14	(1)
Bought EUR 115 Sold CAD 171 @ 1.4843	01-Aug-14	(3)
Bought SEK 3 028 Sold CAD 495 @ 0.1634	06-Aug-14	(11)
Bought SEK 3 364 Sold CAD 550 @ 0.1635	06-Aug-14	(13)
Bought SEK 850 Sold CAD 139 @ 0.1637	15-Aug-14	(3)
Bought SEK 935 Sold CAD 153 @ 0.1637	15-Aug-14	(4)
Bought GBP 109 Sold CAD 201 @ 1.8443	19-Aug-14	(2)
Bought CHF 228 Sold CAD 278 @ 1.2175	21-Aug-14	(3)
Bought JPY 19 706 Sold CAD 210 @ 0.0107	03-Sep-14	(3)
Bought SGD 142 Sold CAD 124 @ 0.8712	10-Sep-14	(2)
Bought SGD 150 Sold CAD 131 @ 0.8715	10-Sep-14	(2)
Bought SGD 200 Sold CAD 175 @ 0.8729	10-Sep-14	(3)
Bought SGD 255 Sold CAD 222 @ 0.8709	10-Sep-14	(4)
Bought SGD 483 Sold CAD 421 @ 0.8709	10-Sep-14	(7)
Bought SGD 643 Sold CAD 560 @ 0.8709	10-Sep-14	(9)
Bought SEK 345 Sold CAD 56 @ 0.1631	12-Sep-14	(1)
		\$ (181)
TOTAL FOREIGN EXCHANGE		\$ 696

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 158 744	\$ 142 119	\$ 66 542
Cash	247	173	151
Due from investment dealers	1 986	173	486
Subscriptions receivable	299	195	14
Unrealized gain on foreign exchange contracts	877	693	174
Dividends receivable, interest accrued and other assets	96	164	94
TOTAL ASSETS	162 249	143 517	67 461
LIABILITIES			
Due to investment dealers	315	4 368	1 443
Redemptions payable	171	2	119
Unrealized loss on foreign exchange contracts	181	905	332
Distributions payable	926	—	—
Accounts payable and accrued expenses	30	27	15
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 623	5 302	1 909
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 160 626	\$ 138 215	\$ 65 552
Investments at cost	\$ 140 983	\$ 114 045	\$ 57 128
NAV, END OF PERIOD			
SERIES F	\$ 10 687	\$ 10 027	\$ 6 725
SERIES O	\$ 149 939	\$ 128 188	\$ 58 827
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 31.40	\$ 31.44	\$ 24.33
SERIES O	\$ 31.52	\$ 31.56	\$ 24.42

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 430	\$ 1 285
Interest for distribution purposes	17	7
Other income (loss)	–	(12)
Securities lending revenue (see note 6 in the generic notes)	44	34
Net realized gain (loss) on investments	11 167	1 358
Net gain (loss) on foreign currencies and other net assets	(1 828)	25
Change in unrealized gain (loss) on investments	(9 405)	5 788
TOTAL INCOME (LOSS)	2 425	8 485
EXPENSES (see notes – Fund Specific Information)		
Management fees	40	27
Administration fees	121	52
Board of Governors costs	1	2
GST/HST	16	9
Transaction costs	457	92
Withholding tax	337	134
TOTAL EXPENSES	972	316
INCREASE (DECREASE) IN NAV	\$ 1 453	\$ 8 169
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 72	\$ 782
SERIES O	\$ 1 381	\$ 7 387
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.17	\$ 2.86
SERIES O	\$ 0.29	\$ 2.98

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 453	\$ 8 169
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(11 167)	(1 358)
Change in unrealized loss (gain) on investments	9 405	(5 788)
(Increase) decrease in accrued receivables	(1 849)	419
Increase (decrease) in accrued payables	(2 955)	(338)
Cost of investments purchased	(256 063)	(91 243)
Proceeds on sales of investments	240 292	88 002
NET CASH PROVIDED BY OPERATING ACTIVITIES	(20 884)	(2 137)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	55 519	9 412
Cash paid on redemption of redeemable units	(33 235)	(6 257)
Distributions paid to holders of redeemable units	(1 326)	(942)
NET CASH USED IN FINANCING ACTIVITIES	\$ 20 958	\$ 2 213
Net increase (decrease) in cash for the year	74	76
Cash (bank overdraft), beginning of period	173	151
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 247	\$ 227
Interest received	\$ 22	\$ 7
Dividends received, net of withholding taxes	\$ 2 156	\$ 1 151



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 027	\$ 6 725	\$ 128 188	\$ 58 827	\$ 138 215	\$ 65 552
INCREASE (DECREASE) IN NAV	72	782	1 381	7 387	1 453	8 169
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	1 368	1 025	54 151	8 387	55 519	9 412
Reinvestments of distributions to holders of redeemable units	24	21	735	142	759	163
Redemption of redeemable units	(709)	(723)	(32 526)	(5 534)	(33 235)	(6 257)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	683	323	22 360	2 995	23 043	3 318
Distributions from net income	(95)	(82)	(1 990)	(1 023)	(2 085)	(1 105)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(95)	(82)	(1 990)	(1 023)	(2 085)	(1 105)
NET INCREASE (DECREASE) IN NAV	660	1 023	21 751	9 359	22 411	10 382
NAV AT END OF PERIOD	\$ 10 687	\$ 7 748	\$ 149 939	\$ 68 186	\$ 160 626	\$ 75 934

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies outside North America, providing exposure to economies that may be at different stages of the business cycle or offer growth opportunities unavailable in U.S. and Canadian markets. The Fund focuses on companies that are primarily in Europe, Australasia and the Far East.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Euro	23.3	18.4	19.0
Pound sterling	16.4	16.7	16.1
Japanese yen	15.0	14.7	15.1
Swiss franc	6.8	5.3	5.5
Australian dollar	5.8	5.4	6.2
Swedish krona	2.3	2.1	2.5
Hong Kong dollar	2.2	2.1	2.3
Singapore dollar	1.0	1.0	1.2
Danish krone	1.0	0.9	0.8
Norwegian krone	0.6	0.6	0.9
Other currencies	0.5	0.2	0.7
Total	74.9	67.4	70.3

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	1 403	156 282	–	157 685
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 059	–	1 059
Derivatives – assets	–	877	–	877
Derivatives – liabilities	–	(181)	–	(181)
Total financial instruments	1 403	158 037	–	159 440
% of total portfolio	0.9	99.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	870	131 099	–	131 969
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 150	–	10 150
Derivatives – assets	–	693	–	693
Derivatives – liabilities	–	(905)	–	(905)
Total financial instruments	870	141 037	–	141 907
% of total portfolio	0.6	99.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	645	64 875	–	65 520
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 022	–	1 022
Derivatives – assets	–	174	–	174
Derivatives – liabilities	–	(332)	–	(332)
Total financial instruments	645	65 739	–	66 384
% of total portfolio	1.0	99.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	53 185
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	319	276
Issued number of units	43	39
Reinvested number of units	1	1
Redeemed number of units	(23)	(28)
Ending number of units	340	288
Series O		
Opening units	4 062	2 409
Issued number of units	1 707	317
Reinvested number of units	23	5
Redeemed number of units	(1 035)	(206)
Ending number of units	4 757	2 525

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	457	100	92	100
Related-party brokerage commissions*	25	5	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	7 060	3 703
Fair value of collateral received	7 202	3 777

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	75 931	65 551
Revaluation of investments at FVTPL	3	1
Net assets attributable to holders of redeemable units	75 934	65 552

June 30
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	8 167
Revaluation of investments at FVTPL (see note 3 in the generic notes)	2
Increase (decrease) in net assets attributable to holders of redeemable units	8 169

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE EAFE EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
74 230	BHP Billiton Ltd. ADR	\$ 5 593	\$ 5 420	
74 230	Rio Tinto Limited	5 111	4 443	
		10 704	9 863	3.3
Austria				
186 577	Conwert Immobilien Invest SE	2 468	2 361	
150 526	Erste Bank Der Oesterreichischen Sparkassen AG	3 696	5 190	
56 715	Schoeller-Bleckmann Oilfield Equipment AG	5 054	7 806	
		11 218	15 357	5.1
Brazil				
207 555	Banco Bradesco S.A. ADR	3 365	3 214	
192 600	Banco do Brasil S.A.	1 986	2 311	
		5 351	5 525	1.8
China				
842 500	Anhui Conch Cement Company Limited	2 999	3 083	
1 846 000	China Oilfield Services Ltd.	3 233	4 728	
3 571 000	Industrial & Commercial Bank of China	2 380	2 409	
86 267	Mindray Medical International Ltd. ADR	2 537	2 897	
		11 149	13 117	4.4
Colombia				
58 180	BanColombia S.A. ADR	3 579	3 588	
		3 579	3 588	1.2
Czech Republic				
6 019	Komerční Banka A.S.	1 105	1 477	
		1 105	1 477	0.5
France				
68 211	Société Générale	3 703	3 816	
25 559	Sodexo	2 864	2 933	
		6 567	6 749	2.2
Germany				
58 621	BASF AG	4 827	7 296	
90 279	Deutsche Bank AG	3 675	3 382	
		8 502	10 678	3.6
Hong Kong				
722 000	Orient Overseas International Ltd.	3 643	3 771	
		3 643	3 771	1.3
India				
96 418	ICICI Bank Ltd. ADR	3 513	5 132	
		3 513	5 132	1.7
Indonesia				
4 554 000	PT Indofood Sukses Makmur Tbk	2 924	2 748	
		2 924	2 748	0.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Ireland				
220 683	ICON Plc.	\$ 4 725	\$ 11 090	
		4 725	11 090	3.7
Italy				
112 347	Luxottica Group S.p.A. ADR	3 829	6 939	
		3 829	6 939	2.3
Japan				
158 500	Denso Corp.	5 704	8 075	
662 000	Hitachi Ltd.	3 871	5 175	
96 298	Honda Motor Co. Ltd. ADR	3 161	3 596	
241 000	Kubota Corp.	2 269	3 647	
1 083 000	Nippon Steel & Sumitomo Metal Corp.	2 925	3 700	
96 300	Secom Co. Ltd.	4 773	6 270	
		22 703	30 463	10.1
Netherlands				
55 171	Core Laboratories N.V.	6 604	9 832	
		6 604	9 832	3.3
Norway				
175 246	Acergy S.A.	3 988	3 484	
429 328	DnB ASA	5 158	8 368	
694 147	Norsk Hydro ASA	3 531	3 965	
206 499	Statoil ASA ADR	5 103	6 791	
		17 780	22 608	7.5
Singapore				
301 000	DBS Group Holdings Ltd.	4 324	4 318	
		4 324	4 318	1.4
South Korea				
12 780	Hyundai Mobis	3 233	3 828	
34 105	POSCO ADR	2 948	2 707	
2 127	Samsung Electronics Co. Ltd.	2 562	2 962	
		8 743	9 497	3.2
Spain				
184 571	Amadeus IT Holding S.A.	4 019	8 116	
		4 019	8 116	2.7
Sweden				
232 720	Getinge AB	6 266	6 500	
461 427	Telefonaktiebolaget LM Ericsson ADR	4 805	5 946	
		11 071	12 446	4.1
Switzerland				
123 301	Credit Suisse Group	3 330	3 741	
64 199	Novartis AG	3 792	6 202	
26 943	Roche Holdings AG Genussscheine	5 200	8 563	
		12 322	18 506	6.2
Taiwan				
1 010 766	Advanced Semiconductor Engineering Inc. ADR	4 170	7 008	
		4 170	7 008	2.3

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Turkey				
698 560	Akbank TAS	\$ 2 818	\$ 2 740	
591 369	Turkiye Garanti Bankasi A.S.	2 436	2 470	
		<u>5 254</u>	<u>5 210</u>	1.7
United Kingdom				
243 633	ARM Holdings Plc. ADR	7 217	11 757	
218 676	Diageo Plc.	5 013	7 429	
543 681	HSBC Holdings Plc. (U.K. Reg.)	4 921	5 884	
106 329	Royal Dutch Shell Plc., A Shares	3 836	4 683	
178 352	Shire Plc.	5 836	14 924	
124 385	Unilever Plc.	3 944	6 014	
		<u>30 767</u>	<u>50 691</u>	16.9
United States				
100 310	Carnival Corp.	3 413	4 029	
44 137	Everest Re Group Ltd.	4 368	7 559	
84 822	Transocean Ltd.	4 576	4 073	
		<u>12 357</u>	<u>15 661</u>	5.2
TOTAL INTERNATIONAL EQUITIES		<u>216 923</u>	<u>290 390</u>	96.6
TOTAL INVESTMENTS		<u>\$ 216 923</u>	<u>290 390</u>	96.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>10 211</u>	3.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 300 601</u>	100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 290 390	\$ 288 559	\$ 195 271
Cash	6 436	6 023	2 816
Due from investment dealers	4 867	–	–
Subscriptions receivable	373	276	120
Dividends receivable, interest accrued and other assets	598	229	66
TOTAL ASSETS	302 664	295 087	198 273
LIABILITIES			
Redemptions payable	230	21	85
Distributions payable	1 804	–	–
Accounts payable and accrued expenses	29	28	22
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 063	49	107
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 300 601	\$ 295 038	\$ 198 166
Investments at cost	\$ 216 923	\$ 219 665	\$ 176 341
NAV, END OF PERIOD			
SERIES F	\$ 5 957	\$ 6 773	\$ 6 204
SERIES O	\$ 294 644	\$ 288 265	\$ 191 962
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 11.18	\$ 10.91	\$ 8.87
SERIES O	\$ 11.21	\$ 10.95	\$ 8.89

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 862	\$ 3 559
Interest for distribution purposes	(4)	(6)
Securities lending revenue (see note 6 in the generic notes)	152	79
Net realized gain (loss) on investments	2 269	(992)
Net gain (loss) on foreign currencies and other net assets	54	388
Change in unrealized gain (loss) on investments	4 573	9 264
TOTAL INCOME (LOSS)	11 906	12 292
EXPENSES (see notes – Fund Specific Information)		
Management fees	30	32
Administration fees	123	90
Board of Governors costs	1	2
GST/HST	13	11
Transaction costs	67	84
Withholding tax	621	392
TOTAL EXPENSES	855	611
INCREASE (DECREASE) IN NAV	\$ 11 051	\$ 11 681
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 195	\$ 350
SERIES O	\$ 10 856	\$ 11 331
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.34	\$ 0.44
SERIES O	\$ 0.41	\$ 0.50

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 11 051	\$ 11 681
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 269)	992
Change in unrealized loss (gain) on investments	(4 573)	(9 264)
(Increase) decrease in accrued receivables	(5 333)	(615)
Increase (decrease) in accrued payables	2 014	1 474
Cost of investments purchased	(7 314)	(37 248)
Proceeds on sales of investments	12 325	14 723
NET CASH PROVIDED BY OPERATING ACTIVITIES	5 901	(18 257)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	31 757	39 638
Cash paid on redemption of redeemable units	(34 741)	(13 714)
Distributions paid to holders of redeemable units	(2 504)	(1 776)
NET CASH USED IN FINANCING ACTIVITIES	\$ (5 488)	\$ 24 148
Net increase (decrease) in cash for the year	413	5 891
Cash (bank overdraft), beginning of period	6 023	2 816
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6 436	\$ 8 707
Interest received	\$ (4)	\$ (6)
Dividends received, net of withholding taxes	\$ 3 872	\$ 3 167



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 773	\$ 6 204	\$ 288 265	\$ 191 962	\$ 295 038	\$ 198 166
INCREASE (DECREASE) IN NAV	195	350	10 856	11 331	11 051	11 681
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	515	379	31 242	39 259	31 757	39 638
Reinvestments of distributions to holders of redeemable units	7	6	1 441	956	1 448	962
Redemption of redeemable units	(1 490)	(617)	(33 251)	(13 097)	(34 741)	(13 714)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(968)	(232)	(568)	27 118	(1 536)	26 886
Distributions from net income	(43)	(42)	(3 909)	(2 696)	(3 952)	(2 738)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(43)	(42)	(3 909)	(2 696)	(3 952)	(2 738)
NET INCREASE (DECREASE) IN NAV	(816)	76	6 379	35 753	5 563	35 829
NAV AT END OF PERIOD	\$ 5 957	\$ 6 280	\$ 294 644	\$ 227 715	\$ 300 601	\$ 233 995

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in a portfolio of common stocks, American Depository Receipts (“ADRs”) and equivalent securities of major companies domiciled in the developed countries of Europe, Australasia and the Far East (“EAFE”).

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	35.7	36.6	37.4
Euro	15.4	14.8	14.7
Pound sterling	11.8	10.4	10.3
Japanese yen	9.1	9.9	8.7
Swiss franc	6.2	6.0	5.0
Norwegian krone	5.3	5.2	3.9
Hong Kong dollar	4.8	5.5	7.9
South Korean won	2.3	2.3	1.7
Swedish krona	2.2	2.9	3.4
Turkish new lira	1.8	1.5	1.2
Australian dollar	1.5	1.7	3.6
Singapore dollar	1.4	1.5	–
Indonesian rupiah	0.9	–	–
Brazilian real	0.8	0.7	1.1
Czech koruna	0.5	0.5	0.6
Total	99.7	99.5	99.5

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (CAD)	+ or - 0.8	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund’s financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	103 889	186 501	–	290 390
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	103 889	186 501	–	290 390
% of total portfolio	35.8	64.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	105 018	183 541	–	288 559
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	105 018	183 541	–	288 559
% of total portfolio	36.4	63.6	–	100.0



June 30, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	74 779	120 492	–	195 271
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	74 779	120 492	–	195 271
% of total portfolio	38.3	61.7	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.08%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	123 925
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	621	699
Issued number of units	45	40
Reinvested number of units	1	1
Redeemed number of units	(134)	(64)
Ending number of units	533	676

	2014	2013
Series O		
Opening units	26 338	21 598
Issued number of units	2 785	4 145
Reinvested number of units	128	103
Redeemed number of units	(2 961)	(1 391)
Ending number of units	26 290	24 455

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	67	100	84	100
Related-party brokerage commissions*	1	1	–	–
Commission arrangements [†]	11	16	16	19

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	14 214	21 982
Fair value of collateral received	14 499	22 422



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	233 952	198 135
Revaluation of investments at FVTPL	43	31
Net assets attributable to holders of redeemable units	233 995	198 166
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		11 669
Revaluation of investments at FVTPL (see note 3 in the generic notes)		12
Increase (decrease) in net assets attributable to holders of redeemable units		11 681

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE OVERSEAS EQUITY POOL

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Denmark				
590 563	TDC A/S	\$ 5 503	\$ 6 516	
		5 503	6 516	2.8
France				
51 120	Sanofi	5 968	5 796	
		5 968	5 796	2.5
Germany				
81 735	Fresenius Medical Care AG & Co. KGaA	5 658	5 866	
57 364	SAP AG	4 033	4 727	
22 438	Volkswagen AG	5 617	6 189	
		15 308	16 782	7.2
Hong Kong				
446 000	Hutchison Whampoa Ltd.	5 084	6 507	
446 642	Swire Pacific Ltd. 'A'	5 336	5 864	
		10 420	12 371	5.3
Italy				
197 285	ENI S.p.A.	5 339	5 755	
1 343 533	Intesa Sanpaolo S.p.A.	4 555	4 422	
		9 894	10 177	4.4
Japan				
150 400	Bridgestone Corp.	4 575	5 618	
218 000	Dai Nippon Printing Co. Ltd.	2 697	2 429	
74 000	East Japan Railway Company	6 117	6 219	
158 800	Japan Tobacco Inc.	4 280	6 175	
113 200	KDDI Corporation	6 121	7 366	
222 400	Mitsubishi Corp.	5 325	4 937	
111 600	Omron Corp.	3 102	5 019	
476 200	Panasonic Corp.	5 343	6 157	
381 500	Sumitomo Electric Industries Ltd.	6 442	5 728	
132 700	Sumitomo Mitsui Financial Group Inc.	5 150	5 938	
1 144 000	Sumitomo Mitsui Trust Holdings Inc.	5 851	5 577	
998 000	Toshiba Corp.	4 910	4 976	
96 100	Toyota Motor Corp.	4 960	6 137	
334 600	Yamaha Motor Co. Ltd.	5 193	6 145	
		70 066	78 421	33.8
Netherlands				
72 940	Heineken N.V.	4 543	5 585	
126 038	Unilever N.V.	4 538	5 885	
		9 081	11 470	4.9
Russia				
552 615	Gazprom OAO ADR	6 002	5 122	
		6 002	5 122	2.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Singapore				
402 000	DBS Group Holdings Ltd.	\$ 4 715	\$ 5 767	
3 659 000	Genting Singapore Plc.	4 395	4 167	
		9 110	9 934	4.3
South Korea				
7 526	Samsung Electronics Co. Ltd. GDR	3 460	5 182	
		3 460	5 182	2.2
Switzerland				
195 176	ABB Ltd.	4 353	4 791	
68 081	Novartis AG	6 108	6 577	
16 434	Roche Holdings AG Genussscheine	5 365	5 223	
		15 826	16 591	7.2
Thailand				
910 800	Bangkok Bank PCL	5 891	5 781	
		5 891	5 781	2.5
United Kingdom				
83 206	AstraZeneca Plc.	5 251	6 603	
264 413	BG Group Plc.	5 432	5 952	
100 729	Carnival Plc.	3 417	4 053	
514 081	HSBC Holdings Plc. (U.K. Reg.)	4 996	5 563	
134 466	Royal Dutch Shell Plc., A Shares	5 977	5 922	
905 913	The Royal Bank of Scotland Group Plc.	5 255	5 431	
1 406 430	Vodafone Group Plc.	6 322	5 014	
201 514	WPP Plc.	2 640	4 684	
		39 290	43 222	18.6
TOTAL INVESTMENTS		\$ 205 819	227 365	97.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				4 756
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				\$ 232 121
				100.0

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 227 365	\$ 186 631	\$ 101 609
Cash	6 312	6 348	998
Subscriptions receivable	421	282	7
Dividends receivable, interest accrued and other assets	533	176	130
TOTAL ASSETS	234 631	193 437	102 744
LIABILITIES			
Due to investment dealers	–	–	163
Redemptions payable	176	–	204
Distributions payable	2 300	–	–
Accounts payable and accrued expenses	34	25	14
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 510	25	381
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 232 121	\$ 193 412	\$ 102 363
Investments at cost	\$ 205 819	\$ 155 969	\$ 102 888
NAV, END OF PERIOD			
SERIES F	\$ 333	\$ 319	\$ 206
SERIES O	\$ 231 788	\$ 193 093	\$ 102 157
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 9.55	\$ 9.42	\$ 7.18
SERIES O	\$ 9.66	\$ 9.53	\$ 7.25

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 6 358	\$ 1 899
Securities lending revenue (see note 6 in the generic notes)	56	36
Net realized gain (loss) on investments	11 779	1 122
Net gain (loss) on foreign currencies and other net assets	(109)	50
Change in unrealized gain (loss) on investments	(9 116)	8 146
TOTAL INCOME (LOSS)	8 968	11 253
EXPENSES (see notes – Fund Specific Information)		
Management fees	2	1
Administration fees	167	86
Board of Governors costs	1	2
GST/HST	14	8
Transaction costs	172	47
Withholding tax	448	160
TOTAL EXPENSES	804	304
INCREASE (DECREASE) IN NAV	\$ 8 164	\$ 10 949
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 9	\$ 21
SERIES O	\$ 8 155	\$ 10 928
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.30	\$ 0.70
SERIES O	\$ 0.35	\$ 0.75

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 8 164	\$ 10 949
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(11 779)	(1 122)
Change in unrealized loss (gain) on investments	9 116	(8 146)
(Increase) decrease in accrued receivables	(496)	(541)
Increase (decrease) in accrued payables	2 485	1 010
Cost of investments purchased	(84 545)	(21 490)
Proceeds on sales of investments	46 474	14 585
NET CASH PROVIDED BY OPERATING ACTIVITIES	(30 581)	(4 755)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	49 264	17 454
Cash paid on redemption of redeemable units	(14 041)	(7 790)
Distributions paid to holders of redeemable units	(4 678)	(1 423)
NET CASH USED IN FINANCING ACTIVITIES	\$ 30 545	\$ 8 241
Net increase (decrease) in cash for the year	(36)	3 486
Cash (bank overdraft), beginning of period	6 348	998
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6 312	\$ 4 484
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 5 553	\$ 1 739



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 319	\$ 206	\$ 193 093	\$ 102 157	\$ 193 412	\$ 102 363
INCREASE (DECREASE) IN NAV	9	21	8 155	10 928	8 164	10 949
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	41	14	49 223	17 440	49 264	17 454
Reinvestments of distributions to holders of redeemable units	1	–	690	213	691	213
Redemption of redeemable units	(31)	–	(14 010)	(7 790)	(14 041)	(7 790)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	11	14	35 903	9 863	35 914	9 877
Distributions from net income	(6)	(2)	(5 363)	(1 634)	(5 369)	(1 636)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(6)	(2)	(5 363)	(1 634)	(5 369)	(1 636)
NET INCREASE (DECREASE) IN NAV	14	33	38 695	19 157	38 709	19 190
NAV AT END OF PERIOD	\$ 333	\$ 239	\$ 231 788	\$ 121 314	\$ 232 121	\$ 121 553

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns through capital appreciation by investing in equity securities of companies domiciled primarily in the developed nations of Europe, Australasia and the Far East. It may also invest in equity securities of companies domiciled in other parts of the world, excluding Canada and the U.S.

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
Japanese yen	33.6	30.9	25.2
Euro	21.4	20.5	21.9
Pound sterling	15.9	18.7	25.2
Swiss franc	7.1	2.6	2.6
United States dollar	5.8	6.0	5.1
Hong Kong dollar	5.3	5.5	9.4
Singapore dollar	4.2	6.2	7.2
Danish krone	2.8	5.3	2.6
Thailand baht	2.5	2.2	–
Total	98.6	97.9	99.2

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund's financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	–	227 365	–	227 365
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	227 365	–	227 365
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	186 631	–	186 631
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	186 631	–	186 631
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	101 609	–	101 609
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	101 609	–	101 609
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	June 30 2014	December 31 2013
Units held		
Series F	575	565
Value of all units	5	5

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	10 573
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	34	29
Issued number of units	4	2
Reinvested number of units	–	–
Redeemed number of units	(3)	–
Ending number of units	35	31

Series O		
Opening units	20 264	14 082
Issued number of units	5 105	2 247
Reinvested number of units	71	27
Redeemed number of units	(1 445)	(1 011)
Ending number of units	23 995	15 345

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	172	100	47	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	–	–	9	19

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	25 018	15 009
Fair value of collateral received	25 518	15 309



June 30, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	121 551	102 363
Revaluation of investments at FVTPL	2	–
Net assets attributable to holders of redeemable units	121 553	102 363
		June 30 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		10 947
Revaluation of investments at FVTPL (see note 3 in the generic notes)		2
Increase (decrease) in net assets attributable to holders of redeemable units		10 949

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in \$000s)
RBC PRIVATE WORLD EQUITY POOL**

June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Denmark				
104 775	Novo Nordisk A/S	\$ 3 319	\$ 5 158	
		3 319	5 158	2.3
Finland				
55 500	Sampo OYJ	1 875	2 993	
		1 875	2 993	1.4
France				
16 883	Air Liquide S.A.	1 575	2 434	
27 380	BNP Paribas S.A.	2 324	1 985	
30 474	Groupe Danone	2 288	2 418	
14 495	L'Oréal S.A.	2 024	2 663	
23 610	Pernod-Ricard S.A.	2 609	3 026	
21 301	Schneider Electric S.A.	1 506	2 143	
		12 326	14 669	6.6
Germany				
28 412	Bayer AG	2 687	4 286	
13 920	Bayerische Motoren Werke (BMW) AG	1 188	1 883	
		3 875	6 169	2.8
Hong Kong				
856 800	AIA Group Ltd.	3 611	4 601	
		3 611	4 601	2.1
Japan				
15 100	FANUC Corp.	2 086	2 781	
38 800	Hamamatsu Photonics K.K.	1 533	2 031	
415 000	Hitachi Ltd.	2 552	3 244	
11 390	Keyence Corp.	3 245	5 312	
15 000	Murata Manufacturing Co. Ltd.	1 014	1 500	
9 700	SMC Corp.	1 597	2 772	
35 400	SoftBank Corp.	1 489	2 814	
59 100	Sumitomo Mitsui Financial Group Inc.	2 640	2 645	
		16 156	23 099	10.5
Luxembourg				
52 110	SES S.A., Subscription Receipts	2 179	2 110	
		2 179	2 110	1.0
Netherlands				
20 100	ASML Holding N.V.	1 973	2 000	
23 900	Gemalto N.V.	2 833	2 646	
71 700	Nielsen N.V.	2 876	3 703	
		7 682	8 349	3.8
Singapore				
157 000	DBS Group Holdings Ltd.	1 923	2 252	
		1 923	2 252	1.0
South Korea				
7 045	Samsung Electronics Co. Ltd. GDR	2 115	3 925	
		2 115	3 925	1.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
58 950	Assa Abloy AB	\$ 2 642	\$ 3 198	
		2 642	3 198	1.4
Switzerland				
30 990	Cie Financiere Richemont S.A.	2 256	3 464	
51 896	Nestlé S.A.	2 765	4 289	
31 109	Novartis AG	2 070	3 005	
8 100	Roche Holdings AG Genussscheine	1 993	2 574	
		9 084	13 332	6.0
United Kingdom				
24 000	Aon Plc.	1 358	2 306	
540 700	Barclays Plc.	2 398	2 101	
30 300	Ensco Plc., Class A	1 747	1 796	
173 300	HSBC Holdings Plc. (U.K. Reg.)	1 874	1 875	
43 000	Rio Tinto Plc.	2 475	2 477	
123 300	Standard Chartered Plc.	3 087	2 688	
83 000	Unilever Plc.	3 628	4 013	
		16 567	17 256	7.8
United States				
22 700	Air Products & Chemicals Inc.	2 044	3 114	
21 200	American Tower Corp. Real Estate Investment Trust	1 213	2 034	
27 300	Apple Inc.	1 801	2 706	
32 200	Automatic Data Processing Inc.	2 807	2 723	
28 200	Boeing Co.	3 243	3 821	
72 800	Bristol-Myers Squibb Co.	2 798	3 767	
35 400	Broadcom Corp.	1 172	1 402	
16 800	Caterpillar Inc.	1 502	1 947	
48 000	Cerner Corp.	1 520	2 641	
19 200	Chevron Corp.	2 465	2 673	
26 000	CME Group Inc., Class A	2 013	1 968	
63 700	Comcast Corp., Class A	2 126	3 647	
33 500	ConocoPhillips	2 908	3 063	
29 400	Danaher Corp.	1 753	2 468	
52 100	Eaton Corp Plc.	2 775	4 288	
40 400	Express Scripts Holding Co.	2 521	2 988	
112 200	Gilead Sciences Inc.	4 985	9 923	
2 475	Google Inc., Class A	1 715	1 544	
2 475	Google Inc., Class C	–	1 519	
23 300	Halliburton Co.	962	1 765	
43 900	Hexcel Corp.	2 170	1 916	
38 400	Home Depot Inc.	2 074	3 316	
42 429	Iron Mountain Inc.	1 255	1 604	
31 200	JPMorgan Chase & Co.	1 505	1 916	
37 600	Marsh & McLennan Companies Inc.	1 937	2 078	
60 900	Microsoft Corp.	2 105	2 709	
23 700	Monsanto Co.	2 294	3 153	
51 800	Newell Rubbermaid Inc.	1 424	1 712	
58 900	Oracle Corporation	1 945	2 546	
48 500	Schlumberger Ltd.	3 462	6 102	

This schedule and the accompanying notes are an integral part of the financial statements.



June 30, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
21 400	The Goldman Sachs Group Inc.	\$ 3 129	\$ 3 824	
51 400	The Mosaic Co.	3 055	2 711	
22 700	Tiffany and Co.	1 603	2 427	
21 700	United Technologies Corp.	1 984	2 672	
44 500	Verisign Inc.	2 183	2 317	
10 700	Visa Inc., Class A	1 294	2 405	
		<u>75 742</u>	<u>103 409</u>	<u>46.9</u>
TOTAL INVESTMENTS		<u>\$ 159 096</u>	<u>210 520</u>	<u>95.4</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>10 067</u>	<u>4.6</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 220 587</u>	<u>220 587</u>	<u>100.0</u>

This schedule and the accompanying notes are an integral part of the financial statements.



Statements of Financial Position (unaudited) (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	June 30 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 210 520	\$ 184 780	\$ 91 659
Cash	10 470	10 818	6 789
Due from investment dealers	–	827	–
Subscriptions receivable	842	1 415	126
Dividends receivable, interest accrued and other assets	150	109	45
TOTAL ASSETS	221 982	197 949	98 619
LIABILITIES			
Due to investment dealers	–	2 087	–
Redemptions payable	153	32	43
Distributions payable	1 203	–	–
Accounts payable and accrued expenses	39	31	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 395	2 150	62
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 220 587	\$ 195 799	\$ 98 557
Investments at cost	\$ 159 096	\$ 136 010	\$ 78 981
NAV, END OF PERIOD			
SERIES F	\$ 5 698	\$ 5 490	\$ 4 562
SERIES O	\$ 214 889	\$ 190 309	\$ 93 995
NAV PER UNIT, END OF PERIOD			
SERIES F	\$ 173.40	\$ 167.71	\$ 126.39
SERIES O	\$ 173.77	\$ 168.09	\$ 126.51



Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 635	\$ 1 372
Securities lending revenue (see note 6 in the generic notes)	42	27
Net realized gain (loss) on investments	4 291	2 112
Net gain (loss) on foreign currencies and other net assets	(29)	6
Change in unrealized gain (loss) on investments	2 654	10 841
TOTAL INCOME (LOSS)	9 593	14 358
EXPENSES (see notes – Fund Specific Information)		
Management fees	28	26
Administration fees	163	87
Board of Governors costs	1	2
GST/HST	21	13
Transaction costs	46	37
Withholding tax	422	200
TOTAL EXPENSES	681	365
INCREASE (DECREASE) IN NAV	\$ 8 912	\$ 13 993
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 210	\$ 618
SERIES O	\$ 8 702	\$ 13 375
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 6.25	\$ 15.81
SERIES O	\$ 7.21	\$ 16.56

Statements of Cash Flow (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 8 912	\$ 13 993
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 291)	(2 112)
Change in unrealized loss (gain) on investments	(2 654)	(10 841)
(Increase) decrease in accrued receivables	1 359	(1 107)
Increase (decrease) in accrued payables	(755)	3 156
Cost of investments purchased	(42 862)	(29 977)
Proceeds on sales of investments	24 067	12 573
NET CASH PROVIDED BY OPERATING ACTIVITIES	(16 224)	(14 315)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	35 067	21 266
Cash paid on redemption of redeemable units	(17 456)	(4 674)
Distributions paid to holders of redeemable units	(1 735)	(956)
NET CASH USED IN FINANCING ACTIVITIES	\$ 15 876	\$ 15 636
Net increase (decrease) in cash for the year	(348)	1 321
Cash (bank overdraft), beginning of period	10 818	6 789
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10 470	\$ 8 110
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 2 172	\$ 1 172



Statements of Changes in NAV (unaudited) (in \$000s)

For the periods ended June 30 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 490	\$ 4 562	\$ 190 309	\$ 93 995	\$ 195 799	\$ 98 557
INCREASE (DECREASE) IN NAV	210	618	8 702	13 375	8 912	13 993
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	330	490	34 737	20 776	35 067	21 266
Reinvestments of distributions to holders of redeemable units	2	2	347	156	349	158
Redemption of redeemable units	(311)	(177)	(17 145)	(4 497)	(17 456)	(4 674)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	21	315	17 939	16 435	17 960	16 750
Distributions from net income	(23)	(21)	(2 061)	(1 093)	(2 084)	(1 114)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(23)	(21)	(2 061)	(1 093)	(2 084)	(1 114)
NET INCREASE (DECREASE) IN NAV	208	912	24 580	28 717	24 788	29 629
NAV AT END OF PERIOD	\$ 5 698	\$ 5 474	\$ 214 889	\$ 122 712	\$ 220 587	\$ 128 186

The accompanying notes are an integral part of these financial statements.



June 30, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in a portfolio of common stocks, American Depository Receipts (“ADRs”) and equivalent securities of companies domiciled in the U.S. and the developed countries of Europe, Australasia and the Far East (“EAFE”).

Financial instrument risk and capital management (see note 4 in the generic notes)

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	June 30 2014	December 31 2013	January 1 2013
United States dollar	51.9	54.1	52.6
Euro	13.8	11.3	12.1
Japanese yen	10.4	9.5	8.2
Swiss franc	6.0	7.5	4.9
Pound sterling	5.9	5.2	6.2
Danish krone	2.3	1.9	1.1
Hong Kong dollar	2.1	1.3	3.4
Swedish krona	1.4	1.5	0.7
Singapore dollar	1.0	1.1	1.2
Total	94.8	93.4	90.4

As at June 30, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	June 30 2014	December 31 2013	January 1 2013
MSCI World Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of June 30, 2014, December 31, 2013 and January 1, 2013. The valuation of the Fund’s financial instruments are classified as Held for Trading and carried at fair value.

June 30, 2014	Level 1	Level 2	Level 3	Total
Equities	111 214	99 306	–	210 520
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	111 214	99 306	–	210 520
% of total portfolio	52.8	47.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	102 253	82 527	–	184 780
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	102 253	82 527	–	184 780
% of total portfolio	55.3	44.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	52 684	38 975	–	91 659
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	52 684	38 975	–	91 659
% of total portfolio	57.5	42.5	–	100.0

For the periods ended June 30, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



June 30, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
----------	-------

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2013 for the Fund were approximately:

Capital losses	8 164
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the transactional NAV per unit.

For the periods ended June 30
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	33	36
Issued number of units	2	4
Reinvested number of units	–	–
Redeemed number of units	(2)	(1)
Ending number of units	33	39
Series O		
Opening units	1 132	743
Issued number of units	202	152
Reinvested number of units	2	1
Redeemed number of units	(99)	(33)
Ending number of units	1 237	863

Please see the generic notes at the back of the financial statements.

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	June 30 2014		June 30 2013	
	\$	%	\$	%
Total transaction costs	46	100	37	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	June 30 2014	June 30 2013
Fair value of securities loaned	10 808	4 103
Fair value of collateral received	11 025	4 185

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	June 30 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	128 178	98 544
Revaluation of investments at FVTPL	8	13
Net assets attributable to holders of redeemable units	128 186	98 557
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		13 998
Revaluation of investments at FVTPL (see note 3 in the generic notes)		(5)
Increase (decrease) in net assets attributable to holders of redeemable units		13 993



1. The Funds

The RBC Funds and RBC Private Pools (“Fund” or “Funds”) are open-ended mutual fund trusts governed by the laws of the Province of Ontario and governed by a Master Declaration of Trust. RBC GAM is the manager, trustee and portfolio advisor of the Funds and its head office is located at 155 Wellington Street West, 22nd Floor, Toronto, Ontario.

The Funds may issue an unlimited number of units in some or all of Series A, Advisor Series, Series T5, Series T8, Series H, Series D, Series F, Series I, Series O and Series T.

Series A units have no sales charges and are available to all investors.

Advisor Series units are available to all investors with an initial sales charge, deferred sales charge or low-load sales charge option. Under the initial sales charge option, investors pay a sales commission ranging from 0% to 5% of the amount invested. Under the deferred sales charge or low-load sales charge option, investors do not pay a commission.

Series T5 and T8 units have no sales charges and are available to all investors.

Series H units have no sales charges, have lower fees than Series A units and are only available to investors who invest and maintain the required minimum balance.

Series D units have no sales charges and have lower fees than Series A units. Series D units are available to investors who have accounts with RBC Direct Investing Inc., Phillips, Hager & North Investment Funds Ltd. or other discount brokers.

Series F units have no sales charges and have lower fees than Series A units. Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM.

Series I units have no sales charges, have lower fees than Series F units and are only available to investors who invest and maintain the required minimum balance and who have accounts with dealers who have signed a fee-based agreement with RBC GAM.

Series O and Series T units have no management fees. Unitholders of Series O and Series T units pay a negotiated fee directly to RBC GAM for investment-counselling services.

2. Financial year/period

The information provided in these financial statements and notes thereto is for the six-month periods ended June 30, 2014 and 2013, or as at June 30, 2014, December 31, 2013 and January 1, 2013. In the year a Fund or series is established, “period” represents the period from inception to June 30 of that fiscal year.

3. Summary of significant accounting policies

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), which include estimates and assumptions made by management that may affect the reported amounts of assets (primarily valuation of investments), liabilities, income and expenses during the reported periods. Actual results may differ from estimates. The significant accounting policies of the Funds, which are investment entities, are as follows:

Fair Value Option A financial instrument can be designated as fair value through profit and loss (“FVTPL”) on its initial recognition (the fair value option). Financial instruments that are held for trading (“HFT”) are required to be classified as FVTPL by nature. Other financial instruments can be designated as FVTPL if they have a reliably measurable fair value and satisfy some criteria such as (i) it eliminates or significantly reduces an accounting mismatch and (ii) it is part of a portfolio that is managed and its performance is evaluated on a fair value basis. Management’s judgment is that all financial instruments not required to be classified as FVTPL are designated as FVTPL since all Funds satisfy the above criteria.

Determination of Fair Value The fair value of a financial instrument is the amount at which the financial instrument could be exchanged in an arm’s-length transaction between knowledgeable and willing parties under no compulsion to act. In determining fair value, a three-tier hierarchy based on inputs is used to value the Funds’ financial instruments. The hierarchy of inputs is summarized below:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).



June 30, 2014

Changes in valuation methods may result in transfers into or out of an investment's assigned level.

The three-tier hierarchy of investments and derivatives is included in "Notes to Financial Statements – Fund Specific Information."

Investments are classified as HFT, unless otherwise specified, and are recorded at fair value, which is determined as follows:

Equities – Common shares, preferred shares and exchange-traded funds are valued at the closing price recorded by the security exchange on which the security is principally traded.

Fixed-Income and Debt Securities – Bonds, mortgage-backed securities, loans and debentures are valued at the closing price quoted by major dealers in such securities.

NHA-approved mortgages are valued at a principal amount, which produces a yield equivalent to the prevailing rate of return on mortgages of similar type and term. These instruments are classified by designation as FVPL.

Short-Term Investments – Short-term investments are valued at their cost including applicable foreign exchange translations. This value, together with accrued interest, approximates fair value using closing prices.

Options – Listed options are valued at the closing price on the recognized exchange on which the option is traded. The premium received for written options is recorded as a credit in the Schedule of Investment Portfolio and adjusted daily to the fair value of the written option.

Forward Contracts – Forward contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. Any gain or loss at the close of business on each valuation date is recorded in the Statements of Comprehensive Income. The net receivable/payable on forward contracts is recorded separately in the Statements of Financial Position. Realized gain (loss) on foreign exchange contracts is included in "Net gain (loss) on foreign currencies and other net assets" in the Statements of Comprehensive Income.

Futures Contracts – Futures contracts entered into by the Funds are financial agreements to purchase or sell a financial instrument at a contracted price on a specified future date. However, the Funds do not intend to purchase or sell the financial instrument on the settlement date; rather, they intend to close out each futures contract before settlement by entering into equal, but offsetting, futures contracts. Futures contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. Any

gain or loss at the close of business on each valuation date is recorded as "Net gain (loss) from futures contracts" in the Statements of Comprehensive Income. The net receivable/payable on futures contracts is recorded separately in the Statements of Financial Position.

Mutual Fund Unit Valuation – Units of Funds are valued at their respective net asset value per unit from fund companies on the relevant valuation dates.

Fair Valuation of Investments (including unlisted securities) – If the valuation methods described above are not appropriate, RBC GAM will estimate the fair value of an investment using established fair valuation procedures, such as consideration of public information, broker quotes, valuation models, fundamental analysis, matrix pricing, discounts from market prices of similar securities or discounts applied due to restrictions on the disposition of securities, and external fair value service providers.

Procedures are in place to determine the fair value of foreign securities traded in countries outside North America daily, to avoid stale prices and to take into account, among other things, any significant events occurring after the close of a foreign market. This fair valuation process takes into account the last quoted price of the security and adjusts the price based on inputs such as related indices, changes in foreign markets and American Depository Receipts ("ADR") prices. These securities are classified as Level 2.

Foreign Exchange The value of investments and other assets and liabilities in foreign currencies is translated into Canadian dollars (U.S. dollars in the case of the RBC \$U.S. Money Market Fund, RBC Premium \$U.S. Money Market Fund, RBC U.S. Monthly Income Fund and the BlueBay Emerging Markets Corporate Bond Fund) at the rate of exchange on each valuation date. Purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of such transactions. Realized foreign exchange gains/losses are included in "Net gain (loss) on foreign currencies and other net assets" in the Statements of Comprehensive Income.

Functional Currency The Funds, with the exceptions below, have their subscriptions, redemptions and performance denominated in Canadian dollars and, consequently, the Canadian dollar is the functional currency for the Funds.



June 30, 2014

RBC \$U.S. Money Market Fund, RBC Premium \$U.S. Money Market Fund, RBC \$U.S. Investment Grade Corporate Bond Fund, RBC \$U.S. High Yield Bond Fund, BlueBay Emerging Markets Corporate Bond Fund and RBC U.S. Monthly Income Fund have their subscriptions, redemptions and performance denominated in U.S. dollars and, consequently, the U.S. dollar is the functional currency for these Funds.

Valuation of Series A different net asset value is calculated for each series of units of a Fund. The net asset value of a particular series of units is computed by calculating the value of the series' proportionate share of the assets and liabilities of the Fund common to all series less the liabilities of the Fund attributable only to that series. Expenses directly attributable to a series are charged to that series. Other expenses are allocated proportionately to each series based upon the relative net asset value of each series. Expenses are accrued daily.

Investment Transactions Investment transactions are accounted for as of the trade date. Transaction costs, such as brokerage commissions, incurred by the Funds are recorded in the Statements of Comprehensive Income for the period. The period change in the difference between fair value and average cost of securities represents unrealized gains and losses. The basis of determining the cost of portfolio assets, and realized and unrealized gains and losses on investments, is average cost which does not include amortization of premiums or discounts on fixed income and debt securities with the exception of zero coupon bonds.

Income Recognition Dividend income is recognized on the ex-dividend date and interest for distribution purposes is coupon interest recognized on an accrual basis and/or imputed interest on zero coupon bonds. "Other income (loss)" includes income from income trusts. Distributions received from income trusts are recognized based on the nature of the underlying components, such as income, capital gains and return of capital. "Other income received from underlying funds" includes income earned by a Fund from investments in underlying funds.

Increase (Decrease) in NAV per Redeemable Unit Increase (decrease) in NAV per redeemable unit in the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units by series, divided by the average units outstanding per series during the period.

Early Redemption Fees Early redemption fees (short-term trading fees) are paid directly to a Fund and are designed to deter excessive trading and its associated costs. With the exception of money market funds, a Fund may apply a fee of 2% of the current value of units if the unitholder redeems or switches out units within seven days of purchasing or previously switching into a Fund. These amounts are included in the Statements of Changes in NAV.

Foreign Currencies The following is a list of abbreviations used in the Schedule of Investment Portfolio:

AUD – Australian Dollar	MXN – Mexican Peso
BRL – Brazilian Real	MYR – Malaysian Ringgit
CAD – Canadian Dollar	NOK – Norwegian Krone
CHF – Swiss Franc	NZD – New Zealand Dollar
CLP – Chilean Peso	PEN – Peruvian Nuevo Sol
CNH/CNY – Chinese Renminbi	PHP – Philippine Peso
COP – Colombian Peso	PLN – Polish Zloty
DKK – Danish Krone	RON – Romanian Leu
EUR – Euro	RUB – Russian Rouble
GBP – Pound Sterling	SEK – Swedish Krona
HKD – Hong Kong Dollar	SGD – Singapore Dollar
HUF – Hungarian Forint	THB – Thailand Baht
IDR – Indonesian Rupiah	TRY – Turkish New Lira
ILS – Israeli New Shekel	TWD – New Taiwan Dollar
INR – Indian Rupee	USD – United States Dollar
JPY – Japanese Yen	ZAR – South African Rand
KRW – South Korean Won	

4. Financial instrument risk and capital management

RBC GAM is responsible for managing each Fund's capital, which is its net assets and consists primarily of its financial instruments.

A Fund's investment activities expose it to a variety of financial risks. RBC GAM seeks to minimize potential adverse effects of these risks on a Fund's performance by employing professional, experienced portfolio advisors, daily monitoring of the Fund's holdings and market events, diversifying its investment portfolio within the constraints of its investment objectives, and, in some cases, periodically hedging certain risk exposures through the use of derivatives. To assist in managing risks, RBC GAM also uses internal guidelines, maintains a governance structure that oversees each Fund's investment activities and monitors compliance with the Fund's investment strategies, internal guidelines and securities regulations.



Liquidity risk

Liquidity risk is the possibility that investments in a Fund cannot be readily converted into cash when required. A Fund is exposed to daily cash redemptions of redeemable units. Liquidity risk is managed by investing the majority of a Fund's assets in investments that are traded in an active market and that can be readily disposed. In accordance with securities regulations, a Fund must maintain at least 90% of its assets in liquid investments. In addition, a Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity, and has the ability to borrow up to 5% of its net assets for the purpose of funding redemptions.

Credit risk

Credit risk is the risk that a loss could arise from a security issuer or counterparty not being able to meet its financial obligations. The carrying amount of investments and other assets represents the maximum credit risk exposure as disclosed in a Fund's Statements of Financial Position. The fair value of fixed-income and debt securities includes a consideration of the credit worthiness of the debt issuer. Credit risk exposure to over-the-counter derivative instruments is based on a Fund's unrealized gain on the contractual obligations with the counterparty. Credit risk exposure is mitigated for those Funds participating in a securities lending program (see note 6). RBC GAM monitors each Fund's credit exposure and counterparty ratings daily.

Interest rate risk

Interest rate risk is the risk that the fair value of a Fund's interest-bearing investments will fluctuate due to changes in market interest rates. The value of fixed-income and debt securities, such as bonds, debentures, mortgages, or other income-producing securities, is affected by interest rates. Generally, the value of these securities increases if interest rates fall and decreases if interest rates rise.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the functional currency of a Fund, will fluctuate due to changes in foreign exchange rates. The value of investments denominated in a currency other than Canadian dollars is affected by changes in the value of the Canadian dollar or a Fund's functional currency, in relation to the value of the currency in which the investment is denominated. When the value of the Canadian dollar falls in relation to foreign currencies, then the value of foreign investments rises. When the value of the Canadian dollar rises, the value of foreign investments falls.

Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.

5. Taxes

The Funds qualify as open-ended mutual fund trusts or unit trusts under the *Income Tax Act* (Canada). In general, the Funds are subject to income tax, however, no income tax is payable on net income and/or net realized capital gains which are distributed to unitholders. In addition, for mutual fund trusts, income taxes payable on net realized capital gains are refundable on a formula basis when units of the Funds are redeemed.

Capital losses are available to be carried forward indefinitely and applied against future capital gains. Non-capital losses may be carried forward to reduce future taxable income for up to 10 years, with the exception of non-capital losses realized in 2006 and later years, which may be carried forward up to 20 years.

6. Securities lending revenue

Certain of the Funds lend portfolio securities from time to time in order to earn additional income. Income from securities lending is included in the Statements of Comprehensive Income of a Fund. Each such Fund will have entered into a securities lending program with its custodian, RBC Investor Services Trust ("RBC IS"). The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the assets of a Fund. The Fund receives collateral, with an approved credit rating of at least A, of at least 102% of the value of securities on loan. The Fund is indemnified by RBC IS for any collateral credit or market loss. As such, the credit risk associated with securities lending is considered minimal.



7. Administrative and other related-party transactions

Manager, Trustee and Portfolio Advisor

RBC GAM is an indirect wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”).

RBC GAM is the manager, trustee and portfolio advisor of the Funds. RBC GAM is responsible for the Funds’ day-to-day operations, holds title to the Funds’ property on behalf of its unitholders, provides investment advice and portfolio management services to the Funds and appoints distributors for the Funds. RBC GAM is paid a management fee by the Funds as compensation for its services. No management fees are paid by the Funds with respect to Series O and Series T units. Unitholders of Series O and Series T units pay a negotiated fee directly to RBC GAM for investment counselling services.

The Funds pay a fixed administration fee to RBC GAM. RBC GAM in turn pays certain operating expenses of the Funds. These expenses include regulatory filing fees and other day-to-day operating expenses including, but not limited to, recordkeeping, accounting and fund valuation costs, custody fees, audit and legal fees and the costs of preparing and distributing annual and semi-annual reports, prospectuses, statements and investor communications.

Notwithstanding the fixed administration fee, the Funds also pay certain operating expenses directly, including the costs related to the Board of Governors (“BoG”) of the Funds and the cost of any new government or regulatory requirements introduced and any borrowing costs (collectively, *other fund costs*), and taxes (including, but not limited to, GST/HST). Other fund costs will be allocated among each series of units of a Fund in accordance with the services used. RBC GAM may, in some years and in certain cases, absorb a portion of operating expenses. The decision to absorb the operating expenses is reviewed annually and determined at the discretion of RBC GAM, without notice to unitholders.

Certain Funds may invest in units of other Funds managed by RBC GAM or its affiliates.

Affiliates of RBC GAM that provide services to the Funds in the course of their normal businesses are discussed below.

Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and Phillips, Hager & North Investment Funds Ltd. are principal distributors of, or distribute certain series of units of, the Funds. Dealers receive

an ongoing commission based on the total value of their clients’ Series A, Advisor Series, Series T5, Series T8, Series H and Series D units.

Custodian

RBC IS is the custodian and holds the assets of the Funds.

Registrars

Royal Bank, RBC IS and RBC GAM are the registrars of the Funds and keep records of who owns the units of the Funds. The registrars also process orders and issue account statements.

Brokerage

The Funds have established standard brokerage agreements at market rates with related-party brokerages.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Funds relied on the standing instructions from the BoG in its capacity as the Independent Review Committee with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and

Inter-Fund Trading

- (d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM advise the BoG of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Funds, (iii) is in compliance



June 30, 2014

with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Funds. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.

8. Transition to IFRS

The effect of the Funds' transition to IFRS from Canadian generally accepted accounting principles (GAAP) is summarized as follows:

Statements of cash flows – All Funds are required under IFRS to provide cash flow statements. Under Canadian GAAP most Funds were exempt from this requirement.

Revaluation of investments as FVTPL – Under Canadian GAAP, the fair value of investments was generally required to use bid prices for long positions and ask prices for short positions. Under IFRS, the fair value of investments is generally measured using closing prices – that is, in the same manner in which the daily net asset value per unit is measured for unitholder transaction purposes. As a result, upon adoption of IFRS, adjustments were recognized at January 1, 2013, June 30, 2013 and December 31, 2013.

All financial assets and financial liabilities were classified as FVTPL upon transition to IFRS. Previously financial assets and financial liabilities were carried at fair value under Canadian GAAP.

Reconciliation of net assets and comprehensive income previously reported under Canadian GAAP to IFRS are disclosed in the Fund specific notes.

Classification of redeemable units of the Fund – Upon transition to IFRS the redeemable units have been reclassified as a financial liability. Under Canadian GAAP the units were accounted for as equity.

Investment entity – It has been determined that the Funds meet the definition of “investment entity” and as a result, investments in other mutual funds managed by RBC GAM are measured at FVTPL. An investment entity is an entity that: obtains funds from one or more investors for the purpose of providing them with investment management services; commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measures and evaluates the performance of substantially all of its investments on a fair value basis. The most significant judgment that has been

made in determining that the Funds meet this definition is that fair value is used as the primary measurement attribute to measure and evaluate the performance of substantially all of their investments.



June 30, 2014

The advisory Board of Governors of the RBC Funds and the RBC Private Pools was established in 1994 specifically to provide advice to the fund manager regarding conflicts of interest in mutual fund management. The Board's role was extended to include the RBC Private Pools in 2005.

On December 1, 2006, the Board of Governors and RBC Global Asset Management Inc. completed the regulatory requirements necessary to allow the RBC Funds and the RBC Private Pools to be the first to take full advantage of the benefits of independent fund governance provided by National Instrument 81-107. Building on its long history of leadership in fund governance, RBC Global Asset Management Inc. established the Board of Governors as the independent review committee of the RBC Funds and the RBC Private Pools. All of the members of the Board of Governors are independent of RBC Global Asset Management Inc. and RBC Financial Group.

In its capacity as the independent review committee, the Board of Governors provides input on conflict of interest matters in respect of RBC Global Asset Management Inc., the RBC Funds and the RBC Private Pools. At least once per year, the Board of Governors reviews and assesses the adequacy and effectiveness of the fund manager's policies and procedures relating to conflict of interest matters.

The Board of Governors is responsible for reviewing and assessing the independence of its members, the compensation of its members, and the effectiveness of the Board of Governors, its subcommittees and its members. In order to effectively manage its workload, the Board of Governors has three sub-committees: the Financial Advisory

Committee, the Investment Conflicts Committee and the Governance Committee.

The Board of Governors has also been asked by RBC Global Asset Management Inc. to maintain its important role of providing advice on other issues relating to the management of the RBC Funds and the RBC Private Pools. This includes the role of the Financial Advisory Committee of the Board of Governors to provide advice concerning financial reporting, the audit process and financial internal controls.

The annual report of the Board of Governors describing its activities as the independent review committee of the RBC Funds and the RBC Private Pools is available on the RBC Global Asset Management Inc. website at www.rbcgam.com/funds and on SEDAR at www.sedar.com.

If you have any questions or comments about the Board of Governors or its committees, please let us know by contacting Melanie Adams, Secretary to the Board of Governors, at the address below.

Lloyd R. McGinnis, OC, PEng

Chair of the Board of Governors

Board of Governors

Attention: Melanie Adams
RBC Global Asset Management Inc.
P.O. Box 7500, Station A
Toronto, Ontario M5W 1P9

Board of Governors

Lloyd R. McGinnis
Chair of the Board of Governors
Director
Airport Site Development
Winnipeg Airports Authority

Michael G. Thorley^{1,4}
Vice Chair of the Board of Governors
Retired Lawyer
Toronto, Ontario

Selwyn B. Kossuth^{1,3}
Financial Consultant
Mississauga, Ontario

Charles F. Macfarlane^{1,3}
Corporate Director
Toronto, Ontario

Linda S. Petch^{1,3}
Principal
Linda S. Petch Governance Services
Victoria, British Columbia

Élaine Cousineau Phénix⁵
President
Phénix Capital Inc.
Montreal, Quebec

Mary C. Ritchie^{2,3}
President
Richford Holdings Ltd.
Edmonton, Alberta

Joseph P. Shannon⁶
President
Atlantic Corporation
Port Hawkesbury, Nova Scotia

James W. Yuel⁶
Chair
PIC Investment Group Inc.
Saskatoon, Saskatchewan

- ¹ Member of the Financial Advisory Committee
- ² Chair of the Financial Advisory Committee
- ³ Member of the Investment Conflicts Committee
- ⁴ Chair of the Investment Conflicts Committee
- ⁵ Chair of the Governance Committee
- ⁶ Member of the Governance Committee



If you have questions regarding RBC Funds and/or RBC Private Pools, you can contact us using the following options:

By Phone

Investors: **1-800-463-FUND (3863)**

Dealers: **1-800-662-0652**

By Mail

Head office:

RBC Global Asset Management Inc.

155 Wellington Street West

Suite 2200

Toronto, Ontario

M5V 3K7

For general mutual fund enquiries, write to:

RBC Global Asset Management Inc.

P.O. Box 7500, Station A

Toronto, Ontario

M5W 1P9

On the Internet

RBC Funds

Visit our website at:

www.rbcgam.com/funds

Email us at:

funds.investments@rbc.com

RBC Private Pools

Visit the SEDAR website at: **www.SEDAR.com**

Email us at:

funds.investments@rbc.com



**RBC Global
Asset Management**