



Global Asset
Management

RBC ETFs

2018
Interim Management
Report of Fund
Performance

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FIXED-INCOME ETF

RBC 1-5 YEAR LADDERED CANADIAN BOND ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure primarily to the performance of a diversified portfolio of Canadian corporate and government bonds, divided (“laddered”) into five groupings with staggered maturities from one to five years, which will provide regular income while preserving capital.

The ETF will achieve exposure to Canadian corporate and government bonds primarily by investing in a portfolio of five equally weighted sub-portfolios, each of which is targeted to provide at least 30% exposure to government bonds and no more than 70% exposure to corporate bonds. The portfolios may deviate at times from their targeted weights due to market fluctuations between rebalance periods. The government bond exposure will be obtained by direct investment in one or more government bonds. The decision to invest in each government bond is based on RBC GAM’s assessment of each bond’s term to maturity, credit quality, yield to maturity and an overall emphasis on issuer diversification. The corporate bond exposure will be obtained primarily by investing in an appropriate RBC Target Maturity Corporate Bond ETF. Each sub-portfolio will have remaining terms to maturity ranging from one to five years. At the end of each year, the nearest term sub-portfolio will be sold and proceeds rolled into a new five-year sub-portfolio in order to maintain the one- to five-year ladder. The portfolio holdings will be rebalanced on a quarterly basis. The frequency of the rebalancing may change without notice.

Results of Operations

The ETF’s net asset value was \$215 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units gained 0.3%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the “BOC”) raised rates once during the period while the U.S. Federal Reserve (the “Fed”) hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

In this environment, Canadian bonds with maturities of fewer than five years managed modest total returns. Bond yield increases were fairly uniform across all maturities in the portfolio, and most of the return was the result of income generated by the portfolio rather than changes in interest rates.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.



Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$1,000 (2017 – \$1,000) or 100% (2017 – 100%) of the total transaction costs paid for this ETF.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.21	0.26	–	(0.07)	(0.13)	0.06	(0.25)	–	–	–	(0.25)	19.03
Dec. 31, 2017	19.69	0.59	(0.01)	(0.24)	(0.32)	0.02	(0.56)	–	–	(0.01)	(0.57)	19.21
Dec. 31, 2016 ³	20.00 [†]	0.62	(0.02)	(0.18)	(0.30)	0.12	(0.55)	–	–	(0.01)	(0.56)	19.69

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 19, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	214 992	11 300	0.25	0.25	–	8.92	19.03	19.06
Dec. 31, 2017	231 507	12 050	0.25	0.25	0.01	55.15	19.21	19.20
Dec. 31, 2016 ⁴	125 017	6 350	0.24	0.24	0.03	79.61	19.69	19.66

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 19, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is charged indirectly and directly to the ETF: indirectly as this ETF invests in the units of other RBC ETFs and the other RBC ETFs pay management fees; and directly for other portfolio manager activities. The total management fee will not exceed 0.22%, before GST/HST, of the daily net asset value of the ETF.



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 19, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	45.1
Communication	7.2
Energy	6.5
Industrials	4.9
Infrastructure	3.6
Real Estate	2.2
Government and Provincial Bonds	29.9
Other Net Assets	0.6

Top 25 Holdings*

	% of Net Asset Value
RBC Target 2022 Corporate Bond Index ETF	14.0
RBC Target 2023 Corporate Bond Index ETF	14.0
RBC Target 2019 Corporate Bond Index ETF	14.0
RBC Target 2021 Corporate Bond Index ETF	14.0
RBC Target 2020 Corporate Bond Index ETF	14.0
Canada Housing Trust No. 1 1.450% Jun 15, 2020	6.0
Canadian Government Bond 3.750% Jun 01, 2019	6.0
Province of British Columbia 3.250% Dec 18, 2021	3.0
Province of Alberta 1.350% Sep 01, 2021	3.0
Province of Ontario 3.150% Jun 02, 2022	3.0
Province of Ontario 2.850% Jun 02, 2023	3.0
Province of Quebec 3.500% Dec 01, 2022	3.0
Province of Quebec 3.000% Sep 01, 2023	3.0
Total	99.9

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



FIXED-INCOME ETF

RBC 1-5 YEAR LADDERED CORPORATE BOND ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of Canadian corporate bonds, divided (“laddered”) into five groupings with staggered maturities from one to five years, which will provide regular income while preserving capital.

The ETF will achieve exposure to Canadian corporate bonds primarily by investing in an equal-weighted portfolio of five RBC Target Maturity Corporate Bond ETFs with remaining terms to maturity of one to five years. At the end of each year, the nearest term RBC Target Maturity Corporate Bond ETF will be sold and proceeds invested into a longer-dated RBC Target Maturity Corporate Bond ETF to maintain the one- to five-year ladder. The portfolio holdings will be rebalanced initially on a semi-annual basis. The frequency of the rebalancing may change without notice.

Results of Operations

The ETF’s net asset value was \$246 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units gained 0.3%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the “BOC”) raised rates once during the period while the U.S. Federal Reserve (the “Fed”) hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

In this environment, Canadian bonds with maturities of fewer than five years managed modest total returns. Bond yield increases were fairly uniform across all maturities in the portfolio, and most of the return was the result of income generated by the portfolio rather than changes in interest rates.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for these services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$1,000 (2017 – \$1,000) or 100% (2017 – 100%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.07	0.26	–	(0.05)	(0.15)	0.06	(0.25)	–	–	–	(0.25)	18.88
Dec. 31, 2017	19.51	0.58	–	(0.18)	(0.30)	0.10	(0.56)	–	–	(0.02)	(0.58)	19.07
Dec. 31, 2016	19.73	0.65	–	(0.14)	(0.11)	0.40	(0.63)	–	–	(0.01)	(0.64)	19.51
Dec. 31, 2015	20.00	0.70	(0.01)	(0.13)	(0.23)	0.33	(0.70)	–	–	–	(0.70)	19.73
Dec. 31, 2014 ³	20.00 [†]	0.73	–	–	(0.19)	0.54	(0.65)	–	–	–	(0.65)	20.00

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 15, 2014.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	246 403	13 050	0.28	0.28	–	7.09	18.88	18.90
Dec. 31, 2017	255 527	13 400	0.28	0.28	0.01	31.39	19.07	19.02
Dec. 31, 2016	190 238	9 750	0.28	0.28	0.02	25.30	19.51	19.55
Dec. 31, 2015	148 923	7 550	0.28	0.28	0.04	42.39	19.73	19.68
Dec. 31, 2014 ⁴	72 016	3 600	0.28	0.28	–	0.64	20.00	20.00

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 15, 2014.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.

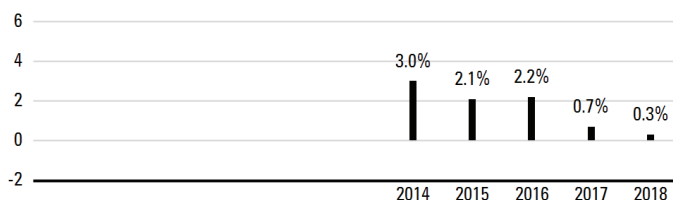


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 15, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	64.4
Communication	10.3
Energy	9.3
Industrials	6.9
Infrastructure	5.1
Real Estate	3.1
Other Net Assets	0.9

Top 25 Holdings*

	% of Net Asset Value
RBC Target 2019 Corporate Bond Index ETF	20.0
RBC Target 2020 Corporate Bond Index ETF	20.0
RBC Target 2021 Corporate Bond Index ETF	20.0
RBC Target 2022 Corporate Bond Index ETF	20.0
RBC Target 2023 Corporate Bond Index ETF	20.0
Total	100.0

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



FIXED-INCOME ETF

RBC 6-10 YEAR LADDERED CANADIAN CORPORATE BOND ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of Canadian corporate bonds, divided (“laddered”) into five groupings with successive maturities ranging from six to ten years, that will provide regular income while preserving capital.

The ETF will achieve exposure to Canadian corporate bonds primarily by investing in a portfolio of five sub-portfolios of bonds with targeted weights and remaining terms to maturity ranging from six to ten years. The sub-portfolios may deviate at times from their targeted weights due to market fluctuations and from their remaining terms to maturity due to a possible lack of availability of bonds of the desired maturity. Bond exposure is obtained by direct investment in corporate bonds (and government bonds, if necessary, due to a lack of availability of corporate bonds of the desired maturity). Bonds must meet screening criteria before being considered for a sub-portfolio. The decision to invest in each bond is based on RBC GAM’s assessment of each bond’s key characteristics including term to maturity, credit quality, yield to maturity and duration, with consideration given to issuer diversification. Each sub-portfolio will have a remaining term to maturity ranging from six to ten years. At the end of each year, the nearest term sub-portfolio will be sold, and proceeds rolled into a new ten-year sub-portfolio in order to maintain the six- to ten-year ladder. If there are not enough ten-year bonds to facilitate a one-time roll, the fund may need to gradually roll from five- to ten-year bonds over time as the supply of bonds increases.

Results of Operations

The ETF was launched on October 19, 2017, and its net asset value was \$13 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders,

and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for these services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.03	0.33	(0.03)	(0.03)	(0.01)	0.26	(0.28)	–	–	–	(0.28)	19.77
Dec. 31, 2017 ³	20.00 [†]	0.14	(0.01)	0.05	(0.04)	0.14	(0.12)	–	(0.04)	–	(0.16)	20.03

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 8, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	12 848	650	0.29	0.29	–	24.60	19.77	19.76
Dec. 31, 2017 ⁴	3 004	150	0.29	0.29	–	129.53	20.03	19.99

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 8, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees

RBC 6-10 Year Laddered Canadian Corporate Bond ETF	0.25%
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PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched October 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Bonds	
Financials	27.8
Energy	24.3
Infrastructure	14.1
Real Estate	14.1
Communication	11.2
Industrials	7.4
Other Net Assets	1.1

Top 25 Holdings

	% of Net Asset Value
Toronto-Dominion Bank 3.226% Jul 24, 2024	5.2
AIMCo Realty Investors LP 3.043% Jun 01, 2028	4.9
Bank of Nova Scotia 3.100% Feb 02, 2028	4.6
Royal Bank of Canada 4.930% Jul 16, 2025	3.6
bcIMC Realty Corp. 2.840% Jun 03, 2025	2.7
Canadian Imperial Bank of Commerce 3.300% May 26, 2025	2.4
Hydro One Inc. 2.770% Feb 24, 2026	2.3
TELUS Corp. 3.625% Mar 01, 2028	2.3
Great-West Lifeco Inc. 3.337% Feb 28, 2028	2.2
Bruce Power LP 3.969% Jun 23, 2026	2.2
Brookfield Renewable Energy Partners ULC 3.752% Jun 02, 2025	2.0
407 International Inc. 2.430% May 04, 2027	2.0
Alectra Inc. 2.488% May 17, 2027	2.0
OMERS Realty Corp. 3.244% Oct 04, 2027	2.0
Canadian National Railway Co. 2.800% Sep 22, 2025	2.0
bcIMC Realty Corp. 3.000% Mar 31, 2027	2.0
AltaLink LP 2.747% May 29, 2026	2.0
Alimentation Couche-Tard Inc. 3.056% Jul 26, 2024	2.0
North West Redwater Partnership 3.200% Jul 22, 2024	2.0
AltaLink LP 3.399% Jun 06, 2024	2.0
Enbridge Pipelines Inc. 3.000% Aug 10, 2026	2.0
Shaw Communications Inc. 4.350% Jan 31, 2024	2.0
Bank of Montreal 4.609% Sep 10, 2025	1.9
Greater Toronto Airports Authority 6.450% Dec 03, 2027	1.6
Enbridge Pipelines Inc. 3.450% Sep 29, 2025	1.5
Top 25 Holdings	61.6

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



NOTICE TO UNITHOLDERS OF RBC TARGET 2018 CORPORATE BOND INDEX ETF (TSX: RQF)

You are receiving this notice because you hold units of the RBC Target 2018 Corporate Bond Index ETF. **On November 16, 2018 (“maturity date”), the RBC Target 2018 Corporate Bond Index ETF will terminate.**

Upon termination, unitholders will receive a maturity distribution in the amount of the net asset value of the RBC Target 2018 Corporate Bond Index ETF units held in the account on the maturity date. Payment of the maturity distribution is expected to be deposited into unitholders’ investment accounts on the maturity date.

Why is the RBC Target 2018 Corporate Bond Index ETF maturing?

Unlike traditional ETFs, which do not have a fixed termination date, target maturity ETFs are specifically set up to mature on a specified termination date that is established when the ETF is launched. When the ETF reaches its maturity date, the ETF’s net assets are returned to the unitholders.

When will the RBC Target 2018 Corporate Bond Index ETF cease trading?

The last day of trading of RQF on the Toronto Stock Exchange is expected to be November 14, 2018 and unitholders at the end of this trading day will become unitholders of record for the purpose of receiving the maturity distribution.

What are the tax implications?

There are no tax implications relating to the termination of the RBC Target 2018 Corporate Bond Index ETF if you are holding units in a registered account.

Termination of the RBC Target 2018 Corporate Bond Index ETF may result in a taxable gain or loss, depending on your individual situation, for units held in a non-registered account on the maturity date. Please read the prospectus of the RBC Target 2018 Corporate Bond Index ETF for additional information on the taxation of unitholders.

What actions do you need to take now?

No action needs to be taken by investors.

For more information

Thank you for choosing RBC ETFs to help you meet your investment goals. If you have further questions, please contact your financial advisor, or call us at 1-855-RBC-ETFs (722-3837).



FIXED-INCOME ETF

RBC TARGET 2018 CORPORATE BOND INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Notice to Unitholders:

RBC Target 2018 Corporate Bond Index ETF is maturing in November 2018. Important details enclosed.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2018 Maturity Corporate Bond Index*. The FTSE TMX Canada 2018 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2018.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2018 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$39 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.7%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF is in its maturity year. The proceeds from any bonds maturing over the course of the year are reinvested in treasury bills until the ETF is wound up. Yields on very short-term bonds were essentially unchanged during the period, and returns were very modest and due almost entirely to income generated by the portfolio.

Recent Developments

Effective January 1, 2018, as the ETF entered its maturity year, the maximum management fee of the ETF declined to 0.20% from 0.25% of net asset value.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day

* "FTSE TMX Canada 2018 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2018 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	18.97	0.29	(0.02)	(0.63)	0.50	0.14	(0.22)	–	–	–	(0.22)	18.89
Dec. 31, 2017	19.49	0.70	(0.05)	(0.54)	0.09	0.20	(0.73)	–	–	–	(0.73)	18.97
Dec. 31, 2016	19.81	0.72	(0.05)	(0.03)	(0.31)	0.33	(0.65)	–	–	–	(0.65)	19.49
Dec. 31, 2015	19.93	0.73	(0.06)	0.01	(0.24)	0.44	(0.66)	–	–	–	(0.66)	19.81
Dec. 31, 2014	19.62	0.74	(0.06)	–	0.16	0.84	(0.65)	–	–	–	(0.65)	19.93
Dec. 31, 2013	20.09	0.89	(0.07)	(0.13)	(0.47)	0.22	(0.81)	–	–	–	(0.81)	19.58

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	38 715	2 050	0.22	0.22	–	0.10	18.89	18.86
Dec. 31, 2017	52 160	2 750	0.28	0.28	–	16.13	18.97	19.00
Dec. 31, 2016	112 073	5 750	0.28	0.28	–	10.22	19.49	19.45
Dec. 31, 2015	75 279	3 800	0.28	0.28	–	5.16	19.81	19.83
Dec. 31, 2014	45 850	2 300	0.29	0.29	–	0.72	19.93	19.94
Dec. 31, 2013	19 622	1 000	0.34	0.34	–	74.31	19.62	19.75

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees

RBC Target 2018 Corporate Bond Index ETF	0.20%
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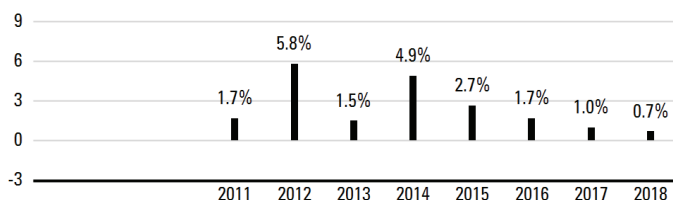


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 15, 2011.
Inception dates are not provided for Funds that have been in existence for more than 10 years.
For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

*(after consideration of derivative products, if any)
As at June 30, 2018*

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	45.1
Infrastructure	4.9
Real Estate	3.3
Industrials	2.6
Energy	1.9
Federal Bonds	41.8
Other Net Assets	0.4

Top 25 Holdings*

	% of Net Asset Value
Government of Canada Treasury Bills	41.7
Wells Fargo Canada Corp. 2.780% Nov 15, 2018	6.7
HSBC Bank Canada 2.078% Nov 26, 2018	6.6
Bank of Montreal 3.210% Sep 13, 2018	5.2
Hydro One Inc. 2.780% Oct 09, 2018	4.9
National Bank of Canada 2.794% Aug 09, 2018	4.9
Bank of Nova Scotia 2.750% Aug 13, 2018	4.8
Royal Bank of Canada 2.890% Oct 11, 2018	4.8
Toyota Credit Canada Inc. 2.800% Nov 21, 2018	3.3
bcIMC Realty Corp. 2.790% Aug 02, 2018	3.3
Ford Credit Canada Co. 3.700% Aug 02, 2018	3.3
Toyota Credit Canada Inc. 2.750% Jul 18, 2018	3.3
Dollarama Inc. 3.095% Nov 05, 2018	2.6
VW Credit Canada Inc. 2.800% Aug 20, 2018	2.2
Enbridge Pipelines Inc. 6.620% Nov 19, 2018	1.9
Total	99.5

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

**RBC TARGET 2019
CORPORATE BOND INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2019 Maturity Corporate Bond Index*. The FTSE TMX Canada 2019 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2019.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2019 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$137 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.8%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the "BOC") raised rates once during the period while the U.S. Federal Reserve (the "Fed") raised rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

Corporate bonds with one year left until maturity had modest positive total returns during the first half of 2018, as the portfolio generated sufficient income to offset a decline in bond prices.

* "FTSE TMX Canada 2019 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2019 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.22	0.39	(0.03)	(0.28)	0.06	0.14	(0.33)	–	–	–	(0.33)	19.02
Dec. 31, 2017	19.88	0.88	(0.05)	(0.22)	(0.46)	0.15	(0.83)	–	–	–	(0.83)	19.22
Dec. 31, 2016	20.15	0.84	(0.06)	(0.04)	(0.26)	0.48	(0.76)	–	–	–	(0.76)	19.88
Dec. 31, 2015	20.27	0.83	(0.06)	(0.01)	(0.23)	0.53	(0.76)	–	–	–	(0.76)	20.15
Dec. 31, 2014	19.77	0.87	(0.06)	–	0.27	1.08	(0.76)	–	(0.01)	–	(0.77)	20.27
Dec. 31, 2013	20.28	0.89	(0.07)	(0.01)	(0.61)	0.20	(0.80)	–	–	–	(0.80)	19.72

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	136 970	7 200	0.28	0.28	–	16.28	19.02	19.04
Dec. 31, 2017	163 342	8 500	0.28	0.28	–	16.44	19.22	19.23
Dec. 31, 2016	127 224	6 400	0.28	0.28	–	18.51	19.88	19.85
Dec. 31, 2015	90 666	4 500	0.28	0.28	–	15.33	20.15	20.10
Dec. 31, 2014	60 811	3 000	0.28	0.28	–	20.04	20.27	20.28
Dec. 31, 2013	21 747	1 100	0.33	0.33	–	8.02	19.77	19.85

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees

RBC Target 2019 Corporate Bond Index ETF	0.25%
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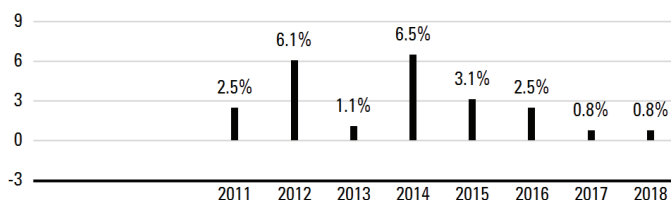


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 15, 2011.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	53.2
Industrials	13.6
Communication	13.5
Energy	11.8
Infrastructure	6.8
Other Net Assets	1.1

Top 25 Holdings*

	% of Net Asset Value
National Bank of Canada 2.404% Oct 28, 2019	10.0
Bank of Nova Scotia, FRN 3.036% Oct 18, 2024	9.7
Wells Fargo Canada Corp. 2.944% Jul 25, 2019	9.7
Shaw Communications Inc. 5.650% Oct 01, 2019	8.6
Brookfield Asset Management Inc. 3.950% Apr 09, 2019	8.1
Enbridge Inc. 4.770% Sep 02, 2019	5.5
IGM Financial Inc. 7.350% Apr 08, 2019	5.0
Royal Bank of Canada 2.980% May 07, 2019	5.0
Royal Bank of Canada, FRN 2.990% Dec 06, 2024	4.6
CU Inc. 6.800% Aug 13, 2019	4.2
Sun Life Financial Inc. 5.700% Jul 02, 2019	4.0
Rogers Communications Inc. 5.380% Nov 04, 2019	3.9
Toronto Hydro Corp. 4.490% Nov 12, 2019	3.4
Cameco Corp. 5.670% Sep 02, 2019	3.4
NAV Canada 5.304% Apr 17, 2019	3.4
Intact Financial Corp. 5.410% Sep 03, 2019	3.2
SNC-Lavalin Group Inc. 6.190% Jul 03, 2019	2.1
TransAlta Corp. 6.400% Nov 18, 2019	2.0
Canadian Imperial Bank of Commerce 2.350% Jun 24, 2019	2.0
TELUS Corp. 5.050% Dec 04, 2019	1.0
Westcoast Energy Inc. 5.600% Jan 16, 2019	0.1
Total	98.9

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

**RBC TARGET 2020
CORPORATE BOND INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2020 Maturity Corporate Bond Index*. The FTSE TMX Canada 2020 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2020.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2020 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$121 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.5%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the "BOC") raised rates once during the period while the U.S. Federal Reserve (the "Fed") hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

Corporate bonds with two years left until maturity had modest positive total returns during the first half of 2018, as the portfolio generated sufficient income to offset a decline in bond prices.

* "FTSE TMX Canada 2020 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2020 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.07	0.29	(0.03)	(0.05)	(0.11)	0.10	(0.26)	–	–	–	(0.26)	19.92
Dec. 31, 2017	20.47	0.61	(0.06)	(0.10)	(0.34)	0.11	(0.55)	–	–	–	(0.55)	20.07
Dec. 31, 2016	20.52	0.63	(0.06)	(0.01)	(0.11)	0.45	(0.56)	–	–	–	(0.56)	20.47
Dec. 31, 2015	20.49	0.70	(0.06)	(0.06)	(0.26)	0.32	(0.63)	–	–	–	(0.63)	20.52
Dec. 31, 2014	19.81	0.84	(0.06)	(0.03)	0.62	1.37	(0.76)	–	–	–	(0.76)	20.49
Dec. 31, 2013	20.55	0.88	(0.07)	(0.10)	(0.69)	0.02	(0.80)	–	–	–	(0.80)	19.77

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	120 524	6 050	0.28	0.28	–	2.58	19.92	19.94
Dec. 31, 2017	129 464	6 450	0.28	0.28	–	24.90	20.07	20.08
Dec. 31, 2016	94 176	4 600	0.28	0.28	–	14.05	20.47	20.45
Dec. 31, 2015	58 490	2 850	0.29	0.29	–	49.49	20.52	20.51
Dec. 31, 2014	14 343	700	0.29	0.29	–	31.67	20.49	20.51
Dec. 31, 2013	9 904	500	0.34	0.34	–	43.34	19.81	19.85

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Target 2020 Corporate Bond Index ETF	0.25%

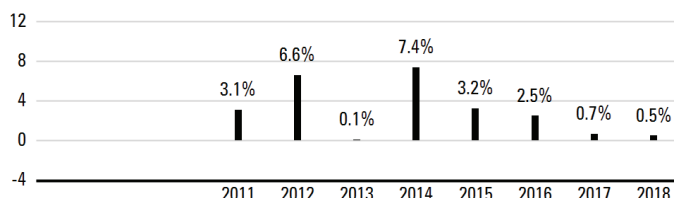


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 15, 2011.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	72.6
Energy	9.7
Communication	8.1
Industrials	3.9
Infrastructure	3.2
Real Estate	1.6
Other Net Assets	0.9

Top 25 Holdings

	% of Net Asset Value
Canadian Imperial Bank of Commerce	1.660% Jan 20, 2020
Royal Bank of Canada	1.920% Jul 17, 2020
Caisse Centrale Desjardins	1.748% Mar 02, 2020
Bank of Nova Scotia	2.270% Jan 13, 2020
Toronto-Dominion Bank	2.563% Jun 24, 2020
Bank of Montreal	2.840% Jun 04, 2020
HSBC Bank Canada	2.938% Jan 14, 2020
National Bank of Canada	1.742% Mar 03, 2020
Capital Desjardins Inc.	5.187% May 05, 2020
Canadian Natural Resources Ltd.	2.050% Jun 01, 2020
Great-West Lifeco Inc.	4.650% Aug 13, 2020
Thomson Reuters Corp.	4.350% Sep 30, 2020
Enbridge Inc.	4.530% Mar 09, 2020
General Motors Financial of Canada Ltd.	3.080% May 22, 2020
Sun Life Financial Inc., FRN	2.600% Sep 25, 2025
Nissan Canada Financial Services Inc.	2.420% Oct 19, 2020
BMW Canada Inc.	1.880% Dec 11, 2020
Rogers Communications Inc.	4.700% Sep 29, 2020
Enbridge Pipelines Inc.	4.450% Apr 06, 2020
Nissan Canada Financial Services Inc.	1.750% Apr 09, 2020
TELUS Corp.	5.050% Jul 23, 2020
407 International Inc.	4.990% Jun 16, 2020
Hydro One Inc.	4.400% Jun 01, 2020
Bank of Nova Scotia	2.090% Sep 09, 2020
OMERS Realty Corp.	3.203% Jul 24, 2020
Top 25 Holdings	92.4

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

**RBC TARGET 2021
CORPORATE BOND INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2021 Maturity Corporate Bond Index*. The FTSE TMX Canada 2021 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2021.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2021 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$120 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.3%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the "BOC") raised rates once during the period while the U.S. Federal Reserve (the "Fed") hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

Corporate bonds with three years left until maturity had modest positive total returns during the first half of 2018, as the portfolio generated sufficient income to offset a decline in bond prices.

* "FTSE TMX Canada 2021 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2021 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²					Net Assets End of Year/Period
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital	Total	
June 30, 2018	19.88	0.30	(0.03)	(0.03)	(0.19)	0.05	(0.27)	–	–	–	(0.27)	19.67
Dec. 31, 2017	20.24	0.60	(0.06)	(0.02)	(0.38)	0.14	(0.53)	–	–	–	(0.53)	19.88
Dec. 31, 2016	20.21	0.68	(0.06)	0.03	(0.14)	0.51	(0.61)	–	(0.02)	–	(0.63)	20.24
Dec. 31, 2015	20.13	0.73	(0.06)	(0.01)	0.01	0.67	(0.56)	–	–	(0.09)	(0.65)	20.21
Dec. 31, 2014	19.17	0.78	(0.06)	0.03	0.63	1.38	(0.68)	–	–	(0.02)	(0.70)	20.13
Dec. 31, 2013	19.93	0.81	(0.07)	(0.07)	(0.77)	(0.10)	(0.77)	–	–	–	(0.77)	19.12

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	119 971	6 100	0.28	0.28	–	4.11	19.67	19.69
Dec. 31, 2017	122 285	6 150	0.28	0.28	–	14.62	19.88	19.93
Dec. 31, 2016	90 047	4 450	0.28	0.28	–	58.14	20.24	20.15
Dec. 31, 2015	46 475	2 300	0.28	0.28	–	34.15	20.21	20.24
Dec. 31, 2014	9 060	450	0.29	0.29	–	63.45	20.13	20.51
Dec. 31, 2013	3 834	200	0.34	0.34	–	10.97	19.17	19.26

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

	Management Fees
RBC Target 2021 Corporate Bond Index ETF	0.25%

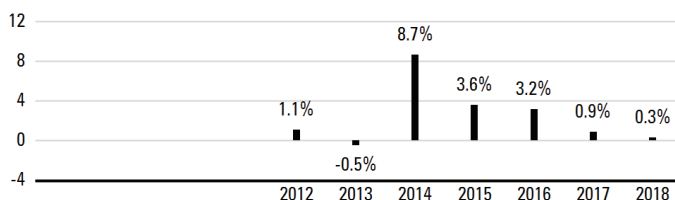


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 10, 2012.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	65.7
Communication	10.6
Energy	9.8
Infrastructure	5.6
Real Estate	5.0
Industrials	2.6
Other Net Assets	0.7

Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada 1.583% Sep 13, 2021	6.4
Ford Credit Canada Co. 2.580% May 10, 2021	5.7
National Bank of Canada 1.809% Jul 26, 2021	5.6
HSBC Bank Canada 2.908% Sep 29, 2021	5.3
Thomson Reuters Corp. 3.309% Nov 12, 2021	4.3
Bank of Montreal 3.400% Apr 23, 2021	4.1
TransCanada PipeLines Ltd. 3.650% Nov 15, 2021	4.0
Rogers Communications Inc. 5.340% Mar 22, 2021	3.9
Capital Desjardins Inc., FRN 4.954% Dec 15, 2026	3.8
Daimler Canada Finance Inc. 1.910% Jul 08, 2021	3.7
Daimler Canada Finance Inc. 2.230% Dec 16, 2021	3.4
407 International Inc. 4.300% May 26, 2021	3.2
Enbridge Inc. 3.160% Mar 11, 2021	3.1
Toyota Credit Canada Inc. 2.200% Feb 25, 2021	3.0
Honda Canada Finance Inc. 2.155% Feb 18, 2021	3.0
Honda Canada Finance Inc. 1.823% Dec 07, 2021	3.0
Bruce Power LP 2.844% Jun 23, 2021	2.7
Sun Life Financial Inc., FRN 3.100% Feb 19, 2026	2.7
Bank of Nova Scotia 3.270% Jan 11, 2021	2.7
Wells Fargo Canada Corp. 3.040% Jan 29, 2021	2.7
bcIMC Realty Corp. 2.100% Jun 03, 2021	2.7
Royal Bank of Canada 2.860% Mar 04, 2021	2.6
Brookfield Asset Management Inc. 5.300% Mar 01, 2021	2.6
Bank of Nova Scotia 2.873% Jun 04, 2021	2.5
Sun Life Financial Inc. 4.570% Aug 23, 2021	2.4
Top 25 Holdings	89.1

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

**RBC TARGET 2022
CORPORATE BOND INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2022 Maturity Corporate Bond Index*. The FTSE TMX Canada 2022 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2022.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2022 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$100 million as of June 30, 2018.

Over the past six months, the ETF's CAD units were unchanged. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the "BOC") raised rates once during the period while the U.S. Federal Reserve (the "Fed") hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

Corporate bonds with four years left until maturity had modest positive total returns during the first half of 2018, as the portfolio generated sufficient income to offset a decline in bond prices.

* "FTSE TMX Canada 2022 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2022 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.42	0.24	(0.03)	(0.04)	(0.17)	–	(0.21)	–	–	–	(0.21)	19.21
Dec. 31, 2017	19.67	0.48	(0.05)	(0.04)	(0.32)	0.07	(0.41)	–	–	(0.01)	(0.42)	19.42
Dec. 31, 2016 ³	20.00 [†]	0.21	(0.02)	–	(0.41)	(0.22)	(0.10)	–	–	(0.03)	(0.13)	19.67

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 14, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	99 912	5 200	0.28	0.28	–	4.04	19.21	19.17
Dec. 31, 2017	103 892	5 350	0.28	0.28	–	102.17	19.42	19.46
Dec. 31, 2016 ⁴	61 953	3 150	0.29	0.29	–	0.04	19.67	19.70

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 14, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

	Management Fees
RBC Target 2022 Corporate Bond Index ETF	0.25%



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 20, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	77.4
Communication	9.6
Infrastructure	4.8
Industrials	3.5
Energy	3.1
Real Estate	0.9
Other Net Assets	0.7

Top 25 Holdings

	% of Net Asset Value
Bank of Montreal 2.270% Jul 11, 2022	5.9
Canadian Imperial Bank of Commerce 2.300% Jul 11, 2022	5.4
Bank of Nova Scotia 2.360% Nov 08, 2022	5.4
Toronto-Dominion Bank 1.994% Mar 23, 2022	5.4
Bank of Nova Scotia 1.830% Apr 27, 2022	4.4
Canadian Imperial Bank of Commerce 2.040% Mar 21, 2022	3.9
The Manufacturers Life Insurance Co., FRN 3.181% Nov 22, 2027	3.7
Bell Canada 3.000% Oct 03, 2022	3.7
TELUS Corp. 2.350% Mar 28, 2022	3.6
Caisse Centrale Desjardins 2.091% Jan 17, 2022	3.6
HSBC Bank Canada 2.170% Jun 29, 2022	3.6
Bank of Montreal 2.120% Mar 16, 2022	3.6
Royal Bank of Canada 2.000% Mar 21, 2022	3.3
Federation des Caisses Desjardins du Quebec 2.394% Aug 25, 2022	3.1
National Bank of Canada 2.105% Mar 18, 2022	2.7
National Bank of Canada 1.957% Jun 30, 2022	2.7
Royal Bank of Canada 1.968% Mar 02, 2022	2.6
Rogers Communications Inc. 4.000% Jun 06, 2022	2.3
Hydro One Inc. 3.200% Jan 13, 2022	2.3
Ford Credit Canada Co. 3.349% Sep 19, 2022	2.2
Ford Credit Canada Co. 2.766% Jun 22, 2022	2.2
Toyota Credit Canada Inc. 2.020% Feb 28, 2022	2.2
Daimler Canada Finance Inc. 3.050% May 16, 2022	1.9
Central 1 Credit Union 2.600% Nov 07, 2022	1.8
North West Redwater Partnership 2.100% Feb 23, 2022	1.8
Top 25 Holdings	83.1

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

**RBC TARGET 2023
CORPORATE BOND INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide income for a limited period of time ending on its termination date by replicating, to the extent possible, the investment results that correspond generally to the performance, before fees and expenses, of the FTSE TMX Canada 2023 Maturity Corporate Bond Index*. The FTSE TMX Canada 2023 Maturity Corporate Bond Index is designed to represent the performance of a held-to-maturity portfolio consisting of, primarily, Canadian dollar-denominated investment grade corporate bonds with effective maturities in 2023.

The ETF intends to invest at least 90% of its assets in and hold the securities that comprise the FTSE TMX Canada 2023 Maturity Corporate Bond Index and/or securities that have economic characteristics that are substantially similar to those that comprise the index.

Results of Operations

The ETF's net asset value was \$91 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.1%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

Canadian fixed-income bonds recorded modest total returns during the first half of 2018, with corporate bonds slightly outperforming government and provincial bonds. Economic growth continued to accelerate. As a result, the Bank of Canada (the "BOC") raised rates once during the period while the U.S. Federal Reserve (the "Fed") hiked rates twice. Bonds recovered from significant declines early in the period, when strengthening economic growth and concern about faster inflation prompted the BOC and the Fed to boost short-term interest rates. However, the potential for a global trade war and political developments in Europe led to worries about economic growth, pulling down bond yields and lifting prices.

Corporate bonds with five years left until maturity had modest positive total returns during the first half of 2018, as the portfolio generated sufficient income to offset a decline in bond prices.

* "FTSE TMX Canada 2023 Maturity Corporate Bond Index" is a trademark of FTSE TMX Debt Capital Markets Inc. ("FTDCM"). "TMX" is a trademark of TSX Inc. ("TSX") and is used under licence. "FTSE" is a trademark of the London Stock Exchange Group companies (the "Exchange") and is used by FTDCM under licence. The "FTSE TMX Canada 2023 Maturity Corporate Bond Index" trademark has been licensed for use for certain purposes to RBC GAM. The RBC ETFs are not sponsored, endorsed, sold or promoted by FTDCM, FTSE International Limited, the Exchange or TSX (together, the "Licensor Parties"). The Licensor Parties make no warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the index and/or the figure at which the said index stands at any particular time on any particular day or otherwise. The index is compiled and calculated by FTDCM and all copyright in the index values and constituent lists vests in FTDCM. The Licensor Parties shall not be liable (whether in negligence or otherwise) to any person for any error in the index and the Licensor Parties shall not be under any obligation to advise any person of any error therein.

Recent Developments

The Canadian bond market is torn between the forces of strong global economic growth and higher oil prices, both of which tend to push up yields, and the threat of a trade war and unsettled European politics, which should pull yields down. In this uncertain environment, the portfolio manager expects Canadian bond returns in the second half of the year to be consistent with those in the first half.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

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RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²					Net Assets End of Year/Period
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital	Total	
June 30, 2018	19.26	0.31	(0.03)	(0.12)	(0.14)	0.02	(0.28)	–	–	–	(0.28)	19.00
Dec. 31, 2017	19.56	0.63	(0.06)	(0.05)	(1.63)	(1.11)	(0.30)	–	–	(0.24)	(0.54)	19.26
Dec. 31, 2016 ³	20.00 [†]	0.24	(0.02)	(0.06)	(0.48)	(0.32)	(0.16)	–	–	(0.02)	(0.18)	19.56

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 14, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	91 189	4 800	0.29	0.29	–	23.52	19.00	18.94
Dec. 31, 2017	93 419	4 850	0.29	0.29	–	40.66	19.26	19.31
Dec. 31, 2016 ⁴	3 912	200	0.29	0.29	–	11.25	19.56	19.61

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 14, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Target 2023 Corporate Bond Index ETF	0.25%



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 20, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
Financials	53.0
Energy	12.2
Industrials	11.1
Communication	9.7
Real Estate	8.0
Infrastructure	5.1
Other Net Assets	0.9

Top 25 Holdings*

	% of Net Asset Value
HSBC Bank Canada 2.542% Jan 31, 2023	9.5
Sun Life Financial Inc., FRN 3.050% Sep 19, 2028	8.0
Royal Bank of Canada 2.333% Dec 05, 2023	7.9
Toronto-Dominion Bank 1.909% Jul 18, 2023	7.8
TransCanada PipeLines Ltd. 3.690% Jul 19, 2023	7.6
Manulife Financial Corp., FRN 3.317% May 09, 2028	5.9
Brookfield Asset Management Inc. 4.540% Mar 31, 2023	5.7
AltaLink LP 3.668% Nov 06, 2023	5.1
Wells Fargo Canada Corp. 3.460% Jan 24, 2023	5.0
OMERS Realty Corp. 3.358% Jun 05, 2023	5.0
TELUS Corp. 3.350% Mar 15, 2023	5.0
VW Credit Canada Inc. 3.250% Mar 29, 2023	4.9
Enbridge Inc. 3.940% Jun 30, 2023	4.6
Industrial Alliance Insurance & Financial Services Inc., FRN 3.300% Sep 15, 2028	4.0
First Capital Realty Inc. 3.900% Oct 30, 2023	3.0
Bell Canada 3.350% Mar 22, 2023	2.9
Saputo Inc. 2.827% Nov 21, 2023	2.9
Loblaw Companies Ltd. 4.860% Sep 12, 2023	2.5
Bell Canada 4.700% Sep 11, 2023	1.8
Total	99.1

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC PH&N SHORT TERM CANADIAN BOND ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with regular monthly income and the potential for modest capital growth by investing primarily in a well-diversified portfolio of short-term fixed-income securities issued by Canadian corporations and governments.

The ETF invests primarily in an actively managed portfolio of high-quality, short-duration Canadian corporate and government bonds, treasury bills and term deposits. Fixed-income securities are selected on the basis of the portfolio manager's assessment of each security's key characteristics including term to maturity, credit quality, yield to maturity and duration, with consideration given to issuer diversification, in order to build a diversified portfolio with competitive risk-adjusted rates of return.

Results of Operations

The ETF was launched on October 19, 2017, and its net asset value was \$39 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

Bond yields were driven higher in 2018, in part by central-bank attempts to bring interest rates more in line with historical levels as inflation and economic growth firm. However, escalating trade disputes and political uncertainty in Europe are acting as a check on these efforts. With this in mind, the portfolio manager believes the Bank of Canada is likely to move gradually on raising interest rates, with no more than two additional rate increases before the end of the year. Of particular concern to Canada are decreasing economic competitiveness compared to the U.S. and an overheated housing market.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and

overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.93	0.24	(0.04)	(0.04)	(0.04)	0.12	(0.17)	–	–	–	(0.17)	19.83
Dec. 31, 2017 ³	20.00 [†]	0.09	(0.02)	0.02	(0.08)	0.01	(0.01)	–	–	(0.09)	(0.10)	19.93

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 8, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	37 678	1 900	0.40	0.40	–	174.27	19.83	19.84
Dec. 31, 2017 ⁴	8 967	450	0.42	0.42	–	250.85	19.93	19.94

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 8, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC PH&N Short Term Canadian Bond ETF	0.35%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched October 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Bonds	
Federal	44.2
Corporate	31.9
Provincial	12.0
Foreign Corporate Bonds	5.8
Mortgage-Backed Bonds	3.9
Other Net Assets	2.2

Top 25 Holdings

	% of Net Asset Value
Canada Housing Trust No. 1 2.000% Dec 15, 2019	7.2
Canada Housing Trust No. 1 2.350% Jun 15, 2023	6.2
Government of Canada 1.750% Aug 01, 2020	4.4
Province of Ontario 4.200% Jun 02, 2020	4.2
Canada Housing Trust No. 1 1.250% Dec 15, 2020	4.0
Canada Housing Trust No. 1 1.250% Jun 15, 2021	3.8
Government of Canada 1.750% Mar 01, 2023	3.8
Bank of Montreal 1.610% Oct 28, 2021	3.7
Government of Canada 4.250% Dec 01, 2021	3.2
Canada Housing Trust No. 1 2.400% Dec 15, 2022	3.2
Province of Alberta 1.250% Jun 01, 2020	2.6
Wells Fargo Canada Corp. 2.944% Jul 25, 2019	2.4
Province of Ontario 2.850% Jun 02, 2023	2.2
Royal Bank of Canada 1.920% Jul 17, 2020	2.1
Canada Housing Trust No. 1 1.450% Jun 15, 2020	2.1
Government of Canada Treasury Bills 0.000% Aug 09, 2018	2.1
Government of Canada 1.250% Feb 01, 2020	2.0
Canadian Mortgage Pools 1.300% Aug 01, 2021	1.9
Westcoast Energy Inc. 5.600% Jan 16, 2019	1.9
Hydro One Inc. 3.200% Jan 13, 2022	1.8
Brookfield Asset Management Inc. 3.950% Apr 09, 2019	1.7
Government of Canada 0.500% Mar 01, 2022	1.6
Province of Ontario 4.000% Jun 02, 2021	1.4
Bruce Power LP 2.844% Jun 23, 2021	1.3
Bell Canada 3.250% Jun 17, 2020	1.3
Top 25 Holdings	72.1

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC CANADIAN SHORT TERM BOND INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad Canadian bond index with a short-term average maturity. Currently, the ETF seeks to track the FTSE TMX Canada Universe + Maple Short Term Overall Bond Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE TMX Canada Universe + Maple Short Term Overall Bond Index in the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$44 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.96	0.25	(0.01)	(0.03)	(0.11)	0.10	(0.20)	–	–	–	(0.20)	19.86
Dec. 31, 2017 ³	20.00 [†]	0.13	(0.01)	–	(0.01)	0.11	(0.09)	–	–	(0.06)	(0.15)	19.96

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	43 697	2 200	0.12	0.12	–	24.51	19.86	19.90
Dec. 31, 2017 ⁴	45 919	2 300	0.11	0.11	–	53.00	19.96	20.02

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Canadian Short Term Bond Index ETF	0.10%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Bonds	
Federal	45.0
Corporate	35.1
Provincial	17.1
Municipal	0.7
Foreign Corporate Bonds	1.7
Other Net Assets	0.4

Top 25 Holdings

	% of Net Asset Value
Government of Canada 0.750% Sep 01, 2020	4.8
Government of Canada 1.500% Mar 01, 2020	4.0
Government of Canada 0.750% Mar 01, 2021	2.7
Government of Canada 1.750% Sep 01, 2019	2.7
Government of Canada 0.750% Sep 01, 2021	2.5
Canada Housing Trust No. 1 2.400% Dec 15, 2022	2.3
Canada Housing Trust No. 1 1.250% Jun 15, 2021	2.2
Canada Housing Trust No. 1 1.750% Jun 15, 2022	2.2
Canada Housing Trust No. 1 1.250% Dec 15, 2020	2.1
Government of Canada 1.000% Sep 01, 2022	2.1
Province of Ontario 3.150% Jun 02, 2022	1.9
Government of Canada 0.500% Mar 01, 2022	1.7
Government of Canada 2.750% Jun 01, 2022	1.7
Province of Ontario 2.850% Jun 02, 2023	1.7
Province of Ontario 4.200% Jun 02, 2020	1.6
Canada Housing Trust No. 1 2.000% Dec 15, 2019	1.5
Government of Canada 3.250% Jun 01, 2021	1.4
Province of Quebec 3.500% Dec 01, 2022	1.3
Government of Canada 1.500% Jun 01, 2023	1.3
Province of Ontario 4.000% Jun 02, 2021	1.3
Province of Quebec 4.500% Dec 01, 2020	1.2
Province of Quebec 4.250% Dec 01, 2021	1.1
Government of Canada 1.750% Mar 01, 2023	1.1
Royal Bank of Canada 2.030% Mar 15, 2021	0.9
Province of Ontario 1.350% Mar 08, 2022	0.9
Top 25 Holdings	48.2

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC CANADIAN BOND INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad Canadian bond index. Currently, the ETF seeks to track the FTSE TMX Canada Universe + Maple Bond Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE TMX Canada Universe + Maple Bond Index in the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$41 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.27	0.31	(0.01)	–	(0.18)	0.12	(0.28)	–	–	–	(0.28)	20.11
Dec. 31, 2017 ³	20.00 [†]	0.18	(0.01)	0.03	0.28	0.48	(0.16)	–	(0.03)	–	(0.19)	20.27

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	40 555	2 016	0.12	0.12	–	20.98	20.11	20.12
Dec. 31, 2017 ⁴	39 865	1 966	0.11	0.11	–	120.58	20.27	20.34

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Canadian Bond Index ETF	0.10%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Bonds	
Provincial	33.6
Federal	32.4
Corporate	31.6
Municipal	1.6
Foreign Corporate Bonds	0.3
Other Net Assets	0.5

Top 25 Holdings

	% of Net Asset Value
Canada Housing Trust No. 1 3.350% Dec 15, 2020	2.9
Canada Housing Trust No. 1 1.250% Jun 15, 2021	2.5
Government of Canada 3.500% Dec 01, 2045	2.4
Province of Quebec 9.500% Mar 30, 2023	2.2
Government of Canada 1.500% Jun 01, 2026	2.1
Canada Housing Trust No. 1 2.350% Sep 15, 2023	1.8
Province of Ontario 2.600% Jun 02, 2025	1.7
TCHC Issuer Trust 4.877% May 11, 2037	1.4
Government of Canada 2.750% Dec 01, 2048	1.4
Royal Bank of Canada 2.030% Mar 15, 2021	1.2
Government of Canada 0.750% Aug 01, 2019	1.2
Government of Canada 1.000% Jun 01, 2027	1.1
Province of Quebec 5.000% Dec 01, 2041	1.1
Government of Canada 0.750% Mar 01, 2021	1.1
Greater Toronto Airports Authority 3.040% Sep 21, 2022	1.0
Government of Canada 1.000% Sep 01, 2022	1.0
Bank of Montreal 1.880% Mar 31, 2021	0.9
Province of Quebec 3.500% Dec 01, 2045	0.9
Loblaw Companies Ltd. 6.050% Jun 09, 2034	0.9
Province of Ontario 2.900% Dec 02, 2046	0.8
Province of Ontario 3.150% Jun 02, 2022	0.8
Province of Ontario 3.450% Jun 02, 2045	0.8
Government of Canada 1.500% Mar 01, 2020	0.8
Government of Canada 2.250% Jun 01, 2025	0.8
Province of Ontario 4.200% Jun 02, 2020	0.8
Top 25 Holdings	33.6

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC SHORT TERM U.S. CORPORATE BOND ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: RBC Global Asset Management (U.S.) Inc.,
Minneapolis, Minnesota

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with regular monthly income with the potential for modest capital growth by investing primarily in a well-diversified portfolio of short-term fixed-income securities issued in the U.S. market by U.S. and foreign corporations.

The ETF invests primarily in an actively managed portfolio of high-quality short-duration bonds issued in the U.S. market by U.S. (and, in some cases, foreign) corporations. These bonds are selected by the portfolio sub-advisor on the basis of company credit and industry analysis to identify investment opportunities offering higher probabilities of competitive rates of return while simultaneously mitigating interest rate risk.

Results of Operations

The ETF was launched on October 19, 2017, and its net asset value was \$46 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The rise in short-term rates so far in 2018 should benefit the ETF in the second half of the year. While corporate-bond yields have risen relative to those in Treasuries, a possible sign of investors' declining appetite for riskier assets, the outlook for profits is supported by a strong U.S. economy and recent tax reform.

The sub-advisor favours investing in large companies with stable to improving credit profiles while avoiding companies that are likely to finance large acquisitions with debt or engage in shareholder-friendly activity at the expense of bondholders. The ETF prefers bonds of banks and companies in the Utilities sector, and has retained an overweight position in BBB-rated bonds – the lowest investment-grade rating – given attractive valuations for securities maturing in one to five years. The ETF is positioned such that an overall change in interest rates should not have a significant impact on relative returns.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Sub-Advisor

RBC Global Asset Management (U.S.) Inc. is the sub-advisor and provides investment advice for the ETF. The sub-advisor earns a fee which is calculated and accrued daily as a percentage of the net asset value of the ETF. The sub-advisor is paid by the manager from the management fee paid by the ETF.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	19.88	0.35	(0.04)	(0.01)	1.20	1.50	(0.15)	—	—	—	(0.15)	20.59
Dec. 31, 2017 ³	20.00 [†]	0.14	(0.02)	0.01	(0.36)	(0.23)	(0.12)	—	(0.01)	—	(0.13)	19.88
USD Units*												
June 30, 2018	15.86	0.28	(0.03)	(0.01)	0.51	0.75	(0.11)	—	—	—	(0.11)	15.65
Dec. 31, 2017 ³	16.03 [†]	0.11	(0.01)	0.01	(0.15)	(0.04)	(0.09)	—	(0.01)	—	(0.10)	15.86

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 8, 2017.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	9 364	450	0.40	0.40	—	39.29	20.59	20.58
Dec. 31, 2017 ⁴	1 988	100	0.41	0.41	—	24.00	19.88	19.89
USD Units*								
June 30, 2018	36 956	1 800	0.40	0.40	—	39.29	15.65	15.68
Dec. 31, 2017 ⁴	6 345	400	0.41	0.41	—	24.00	15.86	15.96

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 8, 2017.

* Stated in U.S. dollars.



FINANCIAL HIGHLIGHTS (cont.)

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

	Management Fees
CAD Units	0.35%
USD Units	0.35%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched October 2017.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Corporate Bonds	
United States	80.9
United Kingdom	4.6
Australia	4.1
Canada	3.5
Netherlands	3.4
Other Global Bonds	2.0
Other Net Assets	1.5

Top 25 Holdings

	% of Net Asset Value
JPMorgan Chase & Co. 2.750% Jun 23, 2020	1.4
Bank of America Corp. 2.328% Oct 01, 2021	1.4
Bank of America Corp. 2.503% Oct 21, 2022	1.4
Baker Hughes a GE Co. LLC 2.773% Dec 15, 2022	1.2
The Southern Co. 2.350% Jul 01, 2021	1.2
JPMorgan Chase & Co. 2.700% May 18, 2023	1.2
WEC Energy Group Inc. 3.375% Jun 15, 2021	1.2
ONEOK Inc. 4.250% Feb 01, 2022	1.1
The Goldman Sachs Group Inc. 2.350% Nov 15, 2021	1.1
Citigroup Inc. 2.700% Mar 30, 2021	1.1
JPMorgan Chase & Co. 2.295% Aug 15, 2021	1.1
Citigroup Inc. 2.876% Jul 24, 2023	1.1
Vodafone Group Plc. USD 3.750% Jan 16, 2024	1.0
Broadcom Corp. 3.000% Jan 15, 2022	1.0
AT&T Inc. 5.000% Mar 01, 2021	1.0
Kinder Morgan Energy Partners LP 5.000% Oct 01, 2021	1.0
Anadarko Petroleum Corp. 4.850% Mar 15, 2021	1.0
Noble Energy Inc. 4.150% Dec 15, 2021	1.0
Union Pacific Corp. 3.500% Jun 08, 2023	1.0
Lam Research Corp. 2.800% Jun 15, 2021	1.0
Williams Partners LP 3.350% Aug 15, 2022	1.0
Analog Devices Inc. 2.500% Dec 05, 2021	1.0
Morgan Stanley 2.750% May 19, 2022	1.0
Northrop Grumman Corp. 2.550% Oct 15, 2022	1.0
Public Service Enterprise Group Inc. 2.650% Nov 15, 2022	1.0
Top 25 Holdings	27.5

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC GLOBAL GOVERNMENT BOND (CAD HEDGED) INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad world government bond index that is hedged to Canadian dollars. Currently, the ETF seeks to track the FTSE World Government Bond Index (Currency-Hedged in CAD) (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE World Government Bond Index (Currency-Hedged in CAD) in the same proportion as they are reflected in the index or securities intended to replicate the performance of the index, while seeking to minimize exposure to currency fluctuations between foreign currencies and the Canadian dollar.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$29 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.00	(0.55)	(0.04)	0.21	0.46	0.08	(0.12)	—	—	—	(0.12)	19.95
Dec. 31, 2017 ³	20.00 [†]	0.09	(0.02)	(0.97)	0.96	0.06	(0.06)	—	—	—	(0.06)	20.00

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	28 929	1 450	0.40	0.40	—	31.97	19.95	19.97
Dec. 31, 2017 ⁴	26 004	1 300	0.40	0.40	—	21.78	20.00	20.07

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Global Government Bond (CAD Hedged) Index ETF	0.35%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Global Bonds	
United States	35.3
Japan	20.1
France	8.2
Italy	7.4
Germany	5.7
United Kingdom	5.6
Spain	4.8
Other Global Bonds	13.1
Other Net Assets	(0.2)

Top 25 Holdings

	% of Net Asset Value
Japan Government Ten Year JPY 1.300% Mar 20, 2020	1.5
Japan Government Twenty Year JPY 2.100% Dec 20, 2027	1.3
Japan Government Twenty Year JPY 0.500% Sep 20, 2036	1.2
Japan Government Twenty Year JPY 0.700% Mar 20, 2037	1.2
Japan Government Ten Year JPY 0.100% Jun 20, 2027	1.2
Japan Government Five Year JPY 0.100% Jun 20, 2022	1.2
United States Treasury 1.500% Aug 15, 2020	1.1
United States Treasury 2.000% Apr 30, 2024	1.1
Japan Government Twenty Year JPY 1.700% Jun 20, 2033	1.0
United States Treasury 2.000% Dec 31, 2021	0.9
United States Treasury 2.000% May 31, 2024	0.9
United States Treasury 0.875% Jul 31, 2019	0.9
United States Treasury 1.625% Mar 15, 2020	0.9
Japan Government Twenty Year JPY 1.900% Jun 20, 2022	0.9
United States Treasury 1.750% Mar 31, 2022	0.9
United States Treasury 0.875% Sep 15, 2019	0.9
France O.A.T. EUR 2.750% Oct 25, 2027	0.8
United States Treasury 3.000% May 15, 2047	0.8
Bundesrepublik Deutschland EUR 4.000% Jan 04, 2037	0.8
Japan Government Thirty Year JPY 0.800% Jun 20, 2047	0.8
United States Treasury 1.375% Sep 30, 2020	0.8
Japan Government Ten Year JPY 0.600% Sep 20, 2023	0.8
United States Treasury 1.250% Jun 30, 2019	0.7
Japan Government Two Year JPY 0.100% Aug 15, 2019	0.7
United States Treasury 1.625% Aug 15, 2022	0.7
Top 25 Holdings	24.1

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



FIXED-INCOME ETF

RBC BLUEBAY GLOBAL DIVERSIFIED INCOME (CAD HEDGED) ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: BlueBay Asset Management LLP, London, England

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of global bonds that provide regular monthly income and total returns comprised of interest income and modest capital appreciation, while seeking to minimize the exposure to currency fluctuations between foreign currencies and the Canadian dollar.

The ETF invests primarily in an actively managed portfolio of global investment-grade developed-market corporate bonds, global high-yield bonds and emerging market government and corporate bonds, and may also invest in asset-backed securities and loans. These fixed-income securities are selected by the portfolio sub-advisor on the basis of company credit and industry analysis to identify investment opportunities offering higher probabilities of superior rates of return while simultaneously minimizing the prospect of default.

The ETF uses derivatives to hedge against fluctuations in foreign currencies to minimize exposure to changes of the foreign currencies held by the ETF relative to the Canadian dollar. The ETF may also use derivatives to protect against losses or reduce volatility resulting from changes in interest rates.

Results of Operations

The ETF was launched on October 19, 2017, and its net asset value was \$24 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

Unsettled European politics and trade tensions have led to increased market swings. However, healthy global economic growth, subdued inflation and low borrowing costs should support the kind of assets held in the ETF. The sub-advisor remains optimistic about emerging markets because the economic and policy outlook remains favourable for investors.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Sub-Advisor

BlueBay Asset Management LLP is the sub-advisor and provides investment advice for the ETF. The sub-advisor earns a fee which is calculated and accrued daily as a percentage of the net asset value of the ETF. The sub-advisor is paid by the manager from the management fee paid by the ETF.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	19.50	(0.02)	(0.07)	(0.01)	(0.43)	(0.53)	(0.32)	–	–	–	(0.32)	18.69
Dec. 31, 2017 ³	20.00 [†]	0.22	(0.03)	(0.49)	0.55	0.25	(0.17)	–	–	(0.57)	(0.74)	19.50

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 8, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	24 296	1 300	0.71	0.71	–	2.14	18.69	18.66
Dec. 31, 2017 ⁴	16 575	850	0.71	0.71	–	3.40	19.50	19.54

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 8, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC BlueBay Global Diversified Income (CAD Hedged) ETF	0.60%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched October 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Global Bonds	
United States	21.9
United Kingdom	12.2
France	8.5
Netherlands	7.1
Sweden	5.2
Italy	3.7
Spain	3.3
Canada	2.8
Cayman Islands	1.2
Other Global Bonds	25.2
Other Net Assets	8.9

Top 25 Holdings

	% of Net Asset Value
Credit Agricole S.A. GBP 7.500% Dec 31, 2099	1.5
Barclays Plc. GBP 7.250% Dec 31, 2099	1.5
Orsted A/S EUR 6.250% Jun 26, 3013	1.5
Voyage Care Bondco Plc. GBP 5.875% May 01, 2023	1.4
Miller Homes Group Holdings Plc. GBP 5.500% Oct 15, 2024	1.4
Scania AB GBP 1.875% Jun 28, 2022	1.4
UniCredit S.p.A. EUR 9.250% Dec 31, 2099	1.4
Volvo Treasury AB EUR 4.850% Mar 10, 2078	1.4
Intesa Sanpaolo S.p.A. EUR 7.750% Dec 31, 2099	1.4
CaixaBank S.A. EUR 6.750% Dec 31, 2099	1.3
Viridian Power & Energy Ltd. GBP 4.750% Sep 15, 2024	1.3
AA Bond Co. Ltd. GBP 5.500% Jul 31, 2022	1.3
TOTAL S.A. EUR 2.708% Dec 31, 2099	1.3
UPCB Finance IV Ltd. EUR 4.000% Jan 15, 2027	1.3
Bankia S.A. EUR 6.000% Dec 31, 2099	1.3
Iberdrola International BV EUR 2.625% Dec 31, 2099	1.2
Banque Centrale de Tunisie EUR 5.625% Feb 17, 2024	1.2
XLIT Ltd. EUR 3.250% Jun 29, 2047	1.2
Quintiles IMS Inc. EUR 3.250% Mar 15, 2025	1.2
Fastighets AB Balder EUR 3.000% Mar 07, 2078	1.2
Volkswagen International Finance N.V. EUR 3.875% Dec 31, 2099	1.2
Intrum AB EUR 3.125% Jul 15, 2024	1.2
Emirates NBD 2014 Tier 1 Ltd. USD 6.375% Dec 31, 2099	1.2
Citgo Holding Inc. 10.750% Feb 15, 2020	1.2
Colombia Telecomunicaciones S.A. E.S.P. USD 8.500% Dec 31, 2099	1.1
Top 25 Holdings	32.8

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

RBC CANADIAN PREFERRED SHARE ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFs (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of primarily Canadian preferred share securities that will provide regular income and that have the potential for long-term capital growth.

The ETF invests primarily in an actively managed portfolio of rate reset preferred shares issued by Canadian companies, selected on the basis of fundamental analysis, credit research and interest rate sensitivity analysis. The ETF may also hold preferred shares issued by Canadian companies that are not rate reset preferred shares, fixed-income securities issued by Canadian governments or companies, dividend-paying common stock from Canadian issuers or preferred shares from U.S. issuers, as well as other Canadian listed exchange-traded funds. Some of the Canadian listed preferred shares in which the ETF invests may be denominated in U.S. dollars. The ETF may also hold money market instruments and cash.

The ETF may use derivative instruments for hedging purposes, for example, to hedge its U.S. dollar exposure back to the Canadian dollar.

Results of Operations

The ETF's net asset value was \$930 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.6%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for returns of the ETF.

The Canadian preferred-share market produced modest returns during the first half of 2018, in line with slightly higher government-bond yields. Returns were limited by concern that trade protectionism and higher borrowing costs would limit domestic economic growth, leading the Bank of Canada to take a more cautious approach to raising interest rates. Rate-reset preferred shares tend to benefit in a rising-rate environment as investors anticipate that dividends will reset at higher rates. A reduction in new issues also benefited the market, as supply was restricted.

Returns were held back by the negative impact of pipeline companies Kinder Morgan Canada and TransCanada, as pipelines make up about 25% of the market. Also holding back returns was an overweight position in Element Fleet Management's preferred shares, which declined after the company reported a disappointing financial outlook.

Recent Developments

The financial crisis and unorthodox central-bank policy reduced real interest rates to levels that were unsustainably low, and investors are now starting to demand a higher return on their savings as memories of the crisis fade. A sustained rise in yields on the five-year

Canadian-government bond, the basis for preferred-share dividends, would act as a tailwind, as it implies preferred dividend would be reset at higher levels.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$6,000 (2017 – \$4,000) or 11% (2017 – 7%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	24.27	0.56	(0.07)	0.03	(0.42)	0.10	–	(0.48)	–	–	(0.48)	23.92
Dec. 31, 2017	21.79	1.11	(0.15)	0.20	1.69	2.85	–	(0.75)	(0.16)	(0.05)	(0.96)	24.27
Dec. 31, 2016 ³	20.00 [†]	0.45	(0.06)	0.08	2.85	3.32	–	(0.12)	(0.06)	(0.07)	(0.25)	21.79

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 14, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	930 128	38 877	0.59	0.59	–	4.01	23.92	23.95
Dec. 31, 2017	702 506	28 944	0.59	0.59	0.04	19.39	24.27	24.32
Dec. 31, 2016 ⁴	147 358	6 764	0.62	0.62	0.09	23.38	21.79	21.80

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 14, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Canadian Preferred Share ETF	0.53%



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 20, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	52.7
Energy	26.2
Utilities	14.2
Telecommunication Services	3.9
Real Estate	1.8
Consumer Discretionary	0.3
Other Net Assets	0.9

Top 25 Holdings

	% of Net Asset Value
Toronto-Dominion Bank, Preferred Series 14, 4.850%	1.7
Enbridge Inc., Preferred Series N, 4.000%	1.6
BCE Inc., Preferred Series AK, 4.150%	1.6
Pembina Pipeline Corp., Preferred Series 1, 4.250%	1.6
Enbridge Inc., Preferred Series F, 4.000%	1.5
Royal Bank of Canada, Preferred Series BK, 5.500%	1.5
Toronto-Dominion Bank, Preferred Series 12, 5.500%	1.4
BCE Inc., Preferred Series AQ, 4.250%	1.4
Emera Inc., Preferred Series C, 4.100%	1.4
Royal Bank of Canada, Preferred Series BD, 3.600%	1.4
Royal Bank of Canada, Preferred Series BM, 5.500%	1.4
Toronto-Dominion Bank, Preferred Series 5, 3.750%	1.4
Enbridge Inc., Preferred Series D, 4.000%	1.2
TransCanada Corp., Preferred Series 7, 4.000%	1.2
Fortis Inc., Preferred Series M, 4.100%	1.2
Bank of Montreal, Preferred Series 27, 4.000%	1.2
Toronto-Dominion Bank, Preferred Series 1, 3.900%	1.1
Fortis Inc., Preferred Series G, 5.250%	1.1
Bank of Montreal, Preferred Series 38, 4.850%	1.1
Manulife Financial Corporation, Preferred Series 13, 3.800%	1.1
Enbridge Inc., Preferred Series H, 4.000%	1.1
Manulife Financial Corporation, Preferred Series 23, 4.850%	1.0
Toronto-Dominion Bank, Preferred Series 3, 3.800%	1.0
Manulife Financial Corporation, Preferred Series 11, 4.000%	1.0
TransCanada Corp., Preferred Series 9, 4.250%	1.0
Top 25 Holdings	32.2

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

RBC QUANT CANADIAN DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of high-quality Canadian dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the RBC Quant Canadian Dividend Leaders ETF will be selected using a rules-based, multifactor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced initially on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$130 million as of June 30, 2018.

Over the past six months, the ETF's CAD units lost 1.9%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to TMX Group, Parkland Fuel and Enbridge had the most positive impact on the ETF's returns, while exposure to CI Financial, TD Bank and Industrial Alliance were negative for performance. The ETF had the highest relative exposure to Bank of Montreal, Telus and Rogers Communications, and the smallest relative exposure to Toronto-Dominion Bank, Canadian National Railway and Enbridge.

At the sector level, the ETF had the highest relative weightings in Utilities, Financials and Telecommunication Services, and the lowest relative exposure to Materials, Industrials and Information Technology.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$20,000 (2017 – \$7,000) or 39% (2017 – 15%) of the total transaction costs paid for this ETF.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	21.28	0.42	(0.05)	(0.11)	(0.65)	(0.39)	–	(0.38)	–	–	(0.38)	20.49
Dec. 31, 2017	20.64	0.86	(0.10)	0.44	0.22	1.42	–	(0.71)	–	(0.04)	(0.75)	21.28
Dec. 31, 2016	17.74	0.82	(0.09)	–	3.06	3.79	–	(0.67)	(0.04)	(0.04)	(0.75)	20.64
Dec. 31, 2015	20.44	0.85	(0.10)	(1.17)	(1.69)	(2.11)	–	(0.68)	–	(0.09)	(0.77)	17.74
Dec. 31, 2014 ³	20.00 [†]	0.90	(0.10)	0.51	(2.20)	(0.89)	–	(0.52)	(0.31)	(0.04)	(0.87)	20.44

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 15, 2014.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	130 109	6 350	0.43	0.43	0.08	33.09	20.49	20.48
Dec. 31, 2017	134 050	6 300	0.43	0.43	0.07	66.78	21.28	21.24
Dec. 31, 2016	109 386	5 300	0.43	0.43	0.06	54.10	20.64	20.67
Dec. 31, 2015	61 195	3 450	0.43	0.43	0.09	67.74	17.74	18.01
Dec. 31, 2014 ⁴	47 010	2 300	0.44	0.44	–	44.85	20.44	20.39

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 15, 2014.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

	Management Fees
RBC Quant Canadian Dividend Leaders ETF	0.39%

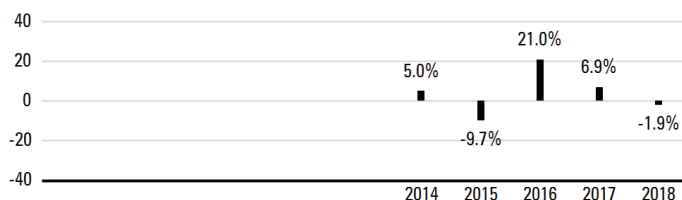


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 15, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	41.7
Energy	23.4
Utilities	13.3
Telecommunication Services	9.0
Real Estate	5.3
Industrials	3.1
Consumer Discretionary	2.1
Materials	1.2
Health Care	0.4
Consumer Staples	0.1
Information Technology	0.1
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada	8.4
Bank of Nova Scotia	6.9
Bank of Montreal	6.6
Suncor Energy Inc.	5.4
TELUS Corp.	4.7
Canadian Natural Resources Ltd.	4.4
Rogers Communications Inc., Class B	4.3
Intact Financial Corp.	3.8
Great-West Lifeco Inc.	3.3
Power Financial Corp.	3.1
Pembina Pipeline Corp.	3.0
CI Financial Corp.	2.9
Brookfield Infrastructure Partners LP	2.5
TMX Group Ltd.	2.5
IGM Financial Inc.	2.4
Inter Pipeline Ltd.	2.3
Keyera Corp.	2.1
PrairieSky Royalty Ltd.	2.0
Genworth MI Canada Inc.	2.0
Hydro One Ltd.	1.9
Brookfield Renewable Partners LP	1.7
Parkland Fuel Corp.	1.7
Canadian Utilities Ltd., Class A	1.7
Cogeco Communications Inc.	1.7
Atco Ltd., Class I, Non-Voting	1.6
Top 25 Holdings	82.9

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

RBC QUANT CANADIAN EQUITY LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure to the performance of a diversified portfolio of high-quality Canadian equity securities that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow-growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$15 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 1.2%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Enbridge, Alimentation Couche-Tard and The Stars Group had the most positive impact on the ETF's returns, while exposure to Bank of Nova Scotia, Canadian Western Bank and Shopify were negative for performance. The ETF had the highest relative exposure to Bank of Nova Scotia, Canadian Western Bank and Royal Bank of Canada, and the smallest relative exposure to Toronto-Dominion Bank, Enbridge and Bank of Montreal.

At the sector level, the ETF had the highest relative weightings in Utilities, Telecommunication Services and Real Estate, and the lowest relative exposure to Energy, Consumer Discretionary and Financials.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	21.47	0.31	(0.05)	0.37	(0.27)	0.36	–	(0.27)	–	–	(0.27)	21.45
Dec. 31, 2017	20.17	0.62	(0.10)	0.85	0.43	1.80	–	(0.43)	(0.57)	–	(1.00)	21.47
Dec. 31, 2016	16.76	0.61	(0.10)	0.19	3.34	4.04	–	(0.42)	–	–	(0.42)	20.17
Dec. 31, 2015 ³	20.00 [†]	0.42	(0.06)	(0.70)	(2.87)	(3.21)	–	(0.24)	–	–	(0.24)	16.76

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From May 5, 2015.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	15 014	700	0.44	0.44	0.07	58.14	21.45	21.42
Dec. 31, 2017	13 955	650	0.44	0.44	0.06	100.24	21.47	21.43
Dec. 31, 2016	9 078	450	0.44	0.44	0.07	97.09	20.17	20.32
Dec. 31, 2015 ⁴	3 353	200	0.44	0.44	0.03	67.50	16.76	17.02

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From May 5, 2015.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

	Management Fees
RBC Quant Canadian Equity Leaders ETF	0.39%



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 12, 2015.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	33.1
Energy	15.3
Materials	11.5
Industrials	9.8
Utilities	8.4
Telecommunication Services	5.2
Consumer Discretionary	4.7
Information Technology	3.8
Consumer Staples	3.5
Real Estate	3.1
Health Care	1.3
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada	9.3
Bank of Nova Scotia	8.8
Canadian Western Bank	4.6
Manulife Financial Corporation	3.4
Suncor Energy Inc.	3.3
BCE Inc.	3.1
Canadian National Railway Co.	2.7
TransCanada Corp.	2.2
Rogers Communications Inc., Class B	2.1
Brookfield Asset Management Inc., Class A	2.1
Nutrien Ltd.	1.8
Canadian Pacific Railway Ltd.	1.7
Power Corporation of Canada	1.7
Progressive Waste Solutions Ltd.	1.5
Power Financial Corp.	1.4
Fortis Inc.	1.3
CGI Group Inc., Class A	1.3
Alimentation Couche-Tard Inc.	1.2
Constellation Software Inc.	1.2
Brookfield Infrastructure Partners LP	1.2
Magna International Inc., Class A	1.2
Teck Resources Ltd., Class B	1.1
Imperial Oil Ltd.	1.1
Emera Inc.	1.0
Open Text Corp.	1.0
Top 25 Holdings	61.3

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

RBC CANADIAN EQUITY INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad Canadian equity index. Currently, the ETF seeks to track the FTSE Canada All Cap Domestic Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE Canada All Cap Domestic Index in substantially the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$15 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	21.45	0.33	(0.01)	0.01	0.49	0.82	–	(0.27)	–	–	(0.27)	21.61
Dec. 31, 2017 ³	20.00 [†]	0.19	–	0.01	1.30	1.50	–	(0.10)	–	–	(0.10)	21.45

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	15 128	700	0.06	0.06	–	2.39	21.61	21.65
Dec. 31, 2017 ⁴	8 581	400	0.06	0.06	–	2.72	21.45	21.43

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Canadian Equity Index ETF	0.05%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	34.5
Energy	20.8
Materials	11.6
Industrials	9.9
Consumer Discretionary	5.3
Telecommunication Services	4.4
Consumer Staples	3.5
Information Technology	3.2
Utilities	2.7
Real Estate	2.4
Health Care	1.3
Other Net Assets	0.4

Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada	6.6
Toronto-Dominion Bank	6.4
Bank of Nova Scotia	4.2
Suncor Energy Inc.	4.0
Enbridge Inc.	3.7
Canadian National Railway Co.	3.6
Bank of Montreal	3.0
Canadian Natural Resources Ltd.	2.6
Canadian Imperial Bank of Commerce	2.3
TransCanada Corp.	2.3
Manulife Financial Corporation	2.1
BCE Inc.	2.1
Nutrien Ltd.	2.1
Brookfield Asset Management Inc., Class A	2.1
Canadian Pacific Railway Ltd.	1.6
Sun Life Financial Inc.	1.5
TELUS Corp.	1.3
Waste Connections Inc.	1.2
Magna International Inc., Class A	1.2
Alimentation Couche-Tard Inc.	1.1
Pembina Pipeline Corp.	1.1
Rogers Communications Inc., Class B	1.0
National Bank of Canada	1.0
CGI Group Inc., Class A	1.0
Constellation Software Inc.	0.9
Top 25 Holdings	60.0

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

**RBC VISION WOMEN'S LEADERSHIP
MSCI CANADA INDEX ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad Canadian equity markets index with a focus on companies domiciled in Canada that have demonstrated commitment to gender diversity as part of their corporate social responsibility strategy. Currently, the ETF seeks to track the MSCI Canada IMI Women's Leadership Select Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the MSCI Canada IMI Women's Leadership Select Index in substantially the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on March 8, 2018, and its net asset value was \$211 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

Expanding valuations have been a significant source of gains for stocks during the decade-long rally, but sustained earnings growth will be critical to drive equities even higher from here. The earnings outlook has been upgraded to reflect higher crude-oil prices, underpinning Energy-sector earnings, as well as earnings momentum in the Financials sector. The global economic backdrop supports continued momentum in commodity prices, as the global economy appears to be entering the latter part of the cycle. In the portfolio manager's view, there are several scenarios that could lead to a more negative outcome for Canadian stocks, including an excessive rise in borrowing costs and/or an escalation of trade protectionism by the Trump administration.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$9,000 or 64% of the total transaction costs paid for this ETF.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018³	20.00[†]	0.24	(0.02)	0.04	1.07	1.33	–	(0.16)	–	–	(0.16)	21.28

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From March 2, 2018.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018⁴	210 632	9 900	0.29	0.29	0.02	14.46	21.28	21.32

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From March 2, 2018.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Vision Women's Leadership MSCI Canada Index ETF	0.25%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched March 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	34.7
Energy	22.3
Materials	12.8
Industrials	9.0
Consumer Discretionary	5.6
Information Technology	4.2
Consumer Staples	3.7
Utilities	2.5
Real Estate	1.9
Telecommunication Services	1.8
Health Care	1.3
Other Net Assets	0.2

Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada	7.4
Toronto-Dominion Bank	7.3
Suncor Energy Inc.	7.0
Enbridge Inc.	6.3
Bank of Nova Scotia	4.6
Nutrien Ltd.	4.5
Canadian National Railway Co.	4.2
TransCanada Corp.	4.0
Bank of Montreal	3.4
Magna International Inc., Class A	2.7
CGI Group Inc., Class A	2.7
Canadian Imperial Bank of Commerce	2.6
Manulife Financial Corporation	2.4
Brookfield Asset Management Inc., Class A	2.3
Barrick Gold Corp.	2.0
Canadian Pacific Railway Ltd.	1.8
Pembina Pipeline Corp.	1.8
Teck Resources Ltd., Class B	1.7
Sun Life Financial Inc.	1.7
Open Text Corp.	1.5
Agnico Eagle Mines Ltd.	1.4
Encana Corp.	1.3
Alimentation Couche-Tard Inc.	1.3
Shaw Communications Inc., Class B	1.2
National Bank of Canada	1.1
Top 25 Holdings	78.2

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



CANADIAN EQUITY ETF

RBC CANADIAN BANK YIELD INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a portfolio of Canadian bank stocks. Currently, the ETF seeks to track the Solactive Canada Bank Yield Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the index in substantially the same proportion as they are reflected in the index.

The Solactive Canada Bank Yield Index includes equity securities of Canada's six largest banks, determined by market capitalization, weighted based on their indicative annual dividend yields such that the two highest dividend yielding Canadian bank stocks each receive a 1/4 weight, the next two highest dividend yielding Canadian bank stocks each receive a 1/6 weight, and the two lowest dividend yielding Canadian bank stocks each receive a 1/12 weight. The Solactive Canada Bank Yield Index will be rebalanced quarterly.

Results of Operations

The ETF was launched on October 19, 2017, and its net asset value was \$35 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.85	0.47	(0.03)	(0.31)	(0.55)	(0.42)	–	(0.39)	–	–	(0.39)	20.06
Dec. 31, 2017 ³	20.00 [†]	0.29	(0.02)	0.03	0.44	0.74	–	–	(0.02)	(0.10)	(0.12)	20.85

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 19, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	35 113	1 750	0.33	0.33	0.01	105.69	20.06	20.06
Dec. 31, 2017 ⁴	19 804	950	0.34	0.34	0.01	32.34	20.85	20.80

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 19, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC Canadian Bank Yield Index ETF	0.29%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched October 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Canadian Equities	
Financials	99.2
Other Net Assets	0.8

Top 25 Holdings*

	% of Net Asset Value
Canadian Imperial Bank of Commerce	25.2
Bank of Nova Scotia	23.2
National Bank of Canada	17.0
Royal Bank of Canada	16.6
Toronto-Dominion Bank	8.7
Bank of Montreal	8.5
Total	99.2

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



U.S. EQUITY ETF

RBC QUANT U.S. DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of high-quality U.S. dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the RBC Quant U.S. Dividend Leaders ETF will be selected using a rules-based, multifactor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced initially on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$457 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 4.6%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Seagate Technology Plc, ConocoPhillips and Medifast Inc. had the most positive impact on the ETF's returns, while exposure to Amazon.com Inc., Apple Inc. and Netflix Inc. were negative for performance. The ETF had the highest relative exposure to Verizon Communications Inc., Schlumberger Ltd. and Exxon Mobil Corp., and the smallest relative exposure to Apple Inc., Amazon.com Inc. and Facebook Inc.

At the sector level, the ETF had the highest relative weightings in Consumer Staples, Utilities and Real Estate, and the lowest relative exposure to Information Technology, Consumer Discretionary and Health Care.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as

compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	31.98	0.44	(0.07)	1.08	0.02	1.47	–	(0.33)	–	–	(0.33)	33.10
Dec. 31, 2017	29.93	0.79	(0.14)	1.66	0.50	2.81	–	(0.68)	(1.14)	–	(1.82)	31.98
Dec. 31, 2016	27.04	0.61	(0.10)	0.97	1.74	3.22	–	(0.60)	(0.92)	–	(1.52)	29.93
Dec. 31, 2015	23.79	0.73	(0.12)	1.41	1.09	3.11	–	(0.59)	(1.26)	–	(1.85)	27.04
Dec. 31, 2014 ³	20.00 [†]	0.75	(0.10)	0.46	3.91	5.02	–	(0.37)	(0.27)	(0.01)	(0.65)	23.79
USD Units*												
June 30, 2018	25.52	0.34	(0.06)	0.84	(0.07)	1.05	–	(0.26)	–	–	(0.26)	25.16
Dec. 31, 2017	22.31	0.61	(0.11)	1.28	0.04	1.82	–	(0.51)	(0.90)	–	–	25.52
Dec. 31, 2016	19.53	0.26	(0.04)	0.41	0.74	1.37	–	(0.46)	(0.68)	–	(1.14)	22.31
Dec. 31, 2015	20.54	0.57	(0.09)	1.11	0.86	2.45	–	(0.46)	(0.92)	–	(1.38)	19.53
Dec. 31, 2014 ³	18.52 [†]	0.68	(0.09)	0.42	3.55	4.56	–	(0.33)	(0.24)	(0.01)	(0.58)	20.54

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 15, 2014.

* Stated in U.S. dollars.

† Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	408 758	12 350	0.43	0.43	0.01	30.33	33.10	33.24
Dec. 31, 2017	404 548	12 650	0.43	0.43	0.02	70.75	31.98	32.12
Dec. 31, 2016	330 675	11 050	0.43	0.43	0.03	68.57	29.93	29.96
Dec. 31, 2015	224 455	8 300	0.43	0.43	0.05	110.87	27.04	26.64
Dec. 31, 2014 ⁴	107 044	4 500	0.44	0.44	0.01	47.29	23.79	23.95
USD Units*								
June 30, 2018	47 992	1 450	0.43	0.43	0.01	30.33	25.16	25.37
Dec. 31, 2017	37 010	1 450	0.43	0.43	0.02	70.75	25.52	25.62
Dec. 31, 2016	29 009	1 300	0.43	0.43	0.03	68.57	22.31	22.42
Dec. 31, 2015	21 485	1 100	0.43	0.43	0.05	110.87	19.53	19.55
Dec. 31, 2014 ⁴	21 564	1 050	0.44	0.44	0.01	47.29	20.54	20.84

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 15, 2014.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

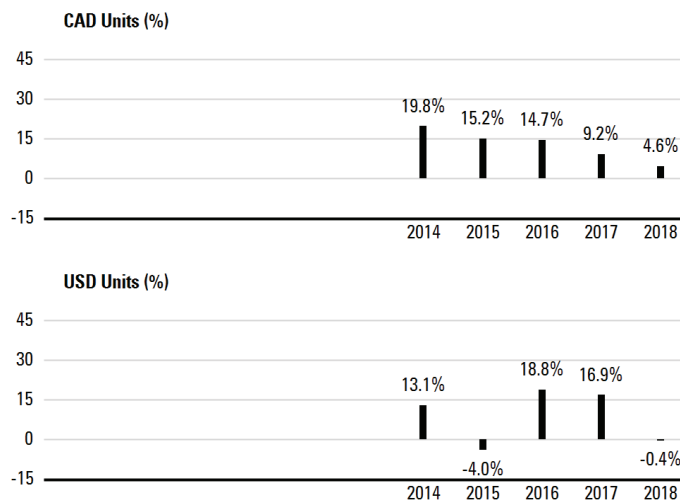
	Management Fees
CAD Units	0.39%
USD Units	0.39%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 15, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
United States Equities	
Information Technology	15.4
Financials	14.2
Health Care	12.5
Industrials	11.6
Consumer Staples	10.7
Energy	8.7
Real Estate	6.6
Utilities	6.2
Consumer Discretionary	5.5
Telecommunication Services	4.7
Materials	3.7
Other Net Assets	0.2

Top 25 Holdings

	% of Net Asset Value
Verizon Communications Inc.	4.2
Microsoft Corp.	2.4
Exxon Mobil Corp.	2.4
Intel Corp.	1.5
Johnson & Johnson	1.5
Cisco Systems Inc.	1.5
Schlumberger Ltd.	1.4
Pfizer Inc.	1.4
PepsiCo Inc.	1.3
The Coca-Cola Co.	1.3
International Business Machines	1.3
Texas Instruments Inc.	1.3
Merck & Co. Inc.	1.3
Broadcom Inc.	1.2
Amgen Inc.	1.2
Valero Energy Corp.	1.2
Phillips 66 Company	1.2
Walmart Inc.	1.2
Philip Morris International Inc.	1.1
AbbVie Inc.	1.1
Medtronic Plc.	1.1
Altria Group Inc.	1.1
McDonald's Corp.	1.1
Gilead Sciences Inc.	1.1
Abbott Laboratories	1.1
Top 25 Holdings	36.5

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



U.S. EQUITY ETF

RBC QUANT U.S. DIVIDEND LEADERS (CAD HEDGED) ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality U.S. dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth, while seeking to minimize the exposure to currency fluctuations between the U.S. and Canadian dollars.

The ETF intends to invest substantially all of its assets in units of the RBC Quant U.S. Dividend Leaders ETF (the “underlying fund”) but may also invest directly in a portfolio of U.S. dividend-paying equity securities. Portfolio securities for the underlying fund (and for the ETF, to the extent it invests directly in equity securities) will be selected using a rules-based, multifactor investment approach that considers a company’s balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

The ETF uses derivatives to hedge against fluctuations in the U.S. dollar to minimize exposure to changes of the U.S. dollar relative to the Canadian dollar.

Results of Operations

The ETF’s net asset value was \$119 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units lost 0.8%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF’s relative exposure to Seagate Technology Plc, ConocoPhillips and Medifast Inc. had the most positive impact on the ETF’s returns, while exposure to Amazon.com Inc., Apple Inc. and Netflix Inc. were negative for performance. The ETF had the highest relative exposure to Verizon Communications Inc., Schlumberger Ltd. and Exxon Mobil Corp., and the smallest relative exposure to Apple Inc., Amazon.com Inc. and Facebook Inc.

At the sector level, the ETF had the highest relative weightings in Consumer Staples, Utilities and Real Estate, and the lowest relative exposure to Information Technology, Consumer Discretionary and Health Care.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$5,000 (2017 – \$3,000) or 56% (2017 – 100%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	26.29	(1.13)	–	0.48	0.50	(0.15)	–	(0.25)	–	–	(0.25)	25.84
Dec. 31, 2017	23.17	0.53	–	1.72	1.36	3.61	–	(0.53)	(1.52)	–	(2.05)	26.29
Dec. 31, 2016	20.16	0.48	–	2.42	1.02	3.92	–	(0.50)	(0.87)	–	(1.37)	23.17
Dec. 31, 2015	21.47	0.56	–	(2.70)	1.53	(0.61)	(0.01)	(0.49)	–	–	(0.50)	20.16
Dec. 31, 2014 ³	20.00 [†]	0.14	–	(0.09)	0.71	0.76	–	(0.08)	(0.03)	(0.01)	(0.12)	21.47

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 22, 2014.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	118 878	4 600	0.43	0.43	0.01	17.32	25.84	25.95
Dec. 31, 2017	119 631	4 550	0.43	0.43	0.02	28.27	26.29	26.39
Dec. 31, 2016	105 429	4 550	0.43	0.43	0.03	36.83	23.17	23.24
Dec. 31, 2015	52 405	2 600	0.43	0.43	0.06	38.13	20.16	20.28
Dec. 31, 2014 ⁴	10 735	500	0.44	0.44	–	5.69	21.47	21.73

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 22, 2014.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.

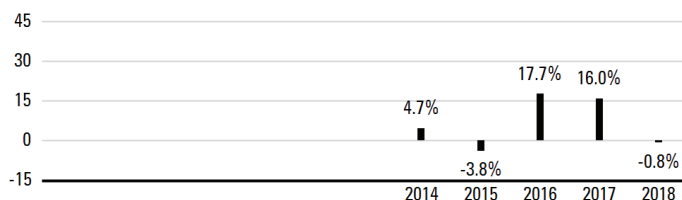


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 22, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
United States Equities	
Information Technology	15.4
Financials	14.2
Health Care	12.5
Industrials	11.6
Consumer Staples	10.7
Energy	8.7
Real Estate	6.6
Utilities	6.2
Consumer Discretionary	5.5
Telecommunication Services	4.7
Materials	3.7
Other Net Assets	0.2

Top 25 Holdings*

	% of Net Asset Value
Verizon Communications Inc.	4.2
Microsoft Corp.	2.4
Exxon Mobil Corp.	2.4
Intel Corp.	1.5
Johnson & Johnson	1.5
Cisco Systems Inc.	1.5
Schlumberger Ltd.	1.4
Pfizer Inc.	1.4
PepsiCo Inc.	1.3
The Coca-Cola Co.	1.3
International Business Machines	1.3
Texas Instruments Inc.	1.3
Merck & Co. Inc.	1.3
Broadcom Inc.	1.2
Amgen Inc.	1.2
Valero Energy Corp.	1.2
Phillips 66 Company	1.2
Walmart Inc.	1.2
Philip Morris International Inc.	1.1
AbbVie Inc.	1.1
Medtronic Plc.	1.1
Altria Group Inc.	1.1
McDonald's Corp.	1.1
Gilead Sciences Inc.	1.1
Abbott Laboratories	1.1
Top 25 Holdings	36.5

* The ETF invests substantially all of its assets directly in the RBC Quant U.S. Dividend Leaders ETF. The above are the Top 25 holdings of the RBC Quant U.S. Dividend Leaders ETF.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



U.S. EQUITY ETF

RBC QUANT U.S. EQUITY LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure to the performance of a diversified portfolio of high-quality U.S. equity securities that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow-growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$33 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 6.0%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to AT&T Inc., Philip Morris International and Electronic Arts Inc. had the most positive impact on the ETF's returns, while exposure to Amazon.com Inc., Netflix Inc. and Comcast Corp. were negative for performance. The ETF had the highest relative exposure to Paypal Holdings Inc., Visa Inc. and International Business Machines Corp., and the smallest relative exposure to Alphabet Inc., Amazon.com Inc. and Berkshire Hathaway.

At the sector level, the ETF had the highest relative weightings in Information Technology, Health Care and Financials, and the lowest relative exposure to Consumer Discretionary, Telecommunication Services and Utilities.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	26.21	0.23	(0.06)	1.53	(0.13)	1.57	–	(0.16)	–	–	(0.16)	27.62
Dec. 31, 2017	23.63	0.41	(0.11)	1.53	1.04	2.87	–	(0.33)	(0.82)	–	(1.15)	26.21
Dec. 31, 2016	22.45	0.42	(0.10)	1.13	1.24	2.69	–	(0.27)	(0.48)	–	(0.75)	23.63
Dec. 31, 2015 ³	16.51 [†]	0.30	(0.07)	0.23	2.17	2.63	–	(0.17)	(0.11)	(0.09)	(0.37)	22.45
USD Units*												
June 30, 2018	20.92	0.18	(0.05)	1.19	0.26	1.58	–	(0.12)	–	–	(0.12)	21.00
Dec. 31, 2017	17.62	0.46	(0.12)	1.72	(0.30)	1.76	–	(0.25)	(0.64)	–	(0.89)	20.92
Dec. 31, 2016	16.22	0.32	(0.08)	0.85	0.26	1.35	–	(0.21)	(0.35)	–	(0.56)	17.62
Dec. 31, 2015 ³	16.51 [†]	0.22	(0.05)	0.17	1.59	1.93	–	(0.13)	(0.09)	(0.07)	(0.29)	16.22

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From May 5, 2015.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	29 001	1 050	0.44	0.44	0.02	81.58	27.62	27.81
Dec. 31, 2017	28 832	1 100	0.43	0.43	0.02	109.54	26.21	26.32
Dec. 31, 2016	23 625	1 000	0.44	0.44	0.03	116.39	23.63	23.67
Dec. 31, 2015 ⁴	11 226	500	0.44	0.44	0.01	93.28	22.45	22.40
USD Units*								
June 30, 2018	4 143	150	0.44	0.44	0.02	81.58	21.00	21.17
Dec. 31, 2017	4 184	200	0.43	0.43	0.02	109.54	20.92	21.02
Dec. 31, 2016	1 762	100	0.44	0.44	0.03	116.39	17.62	17.87
Dec. 31, 2015 ⁴	1 622	100	0.44	0.44	0.01	93.28	16.22	15.82

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From May 5, 2015.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

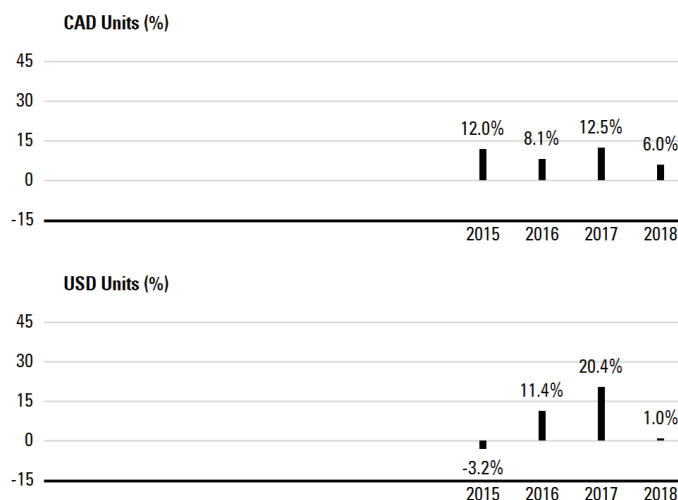
	Management Fees
CAD Units	0.39%
USD Units	0.39%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 12, 2015.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
United States Equities	
Information Technology	28.3
Health Care	14.3
Financials	13.9
Consumer Discretionary	10.6
Industrials	9.5
Consumer Staples	7.1
Energy	6.4
Materials	2.8
Real Estate	2.8
Utilities	2.7
Telecommunication Services	1.4
Other Net Assets	0.2

Top 25 Holdings

	% of Net Asset Value
Apple Inc.	3.4
Microsoft Corp.	3.2
Facebook Inc., Class A	2.6
Visa Inc., Class A	1.8
Cisco Systems Inc.	1.6
Exxon Mobil Corp.	1.6
Johnson & Johnson	1.5
JPMorgan Chase & Co.	1.5
AT&T Inc.	1.4
Wells Fargo & Company	1.3
Comcast Corp., Class A	1.3
Chevron Corp.	1.3
Pfizer Inc.	1.3
International Business Machines	1.2
PayPal Holdings Inc.	1.2
Booking Holdings Inc.	1.1
UnitedHealth Group Incorporated	1.0
Intel Corp.	1.0
Salesforce.com Inc.	1.0
The Walt Disney Company	1.0
Walmart Inc.	1.0
Amgen Inc.	1.0
The Coca-Cola Co.	1.0
PepsiCo Inc.	0.9
Activision Blizzard Inc.	0.9
Top 25 Holdings	36.1

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



U.S. EQUITY ETF

RBC QUANT U.S. EQUITY LEADERS (CAD HEDGED) ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality U.S. equity securities that have the potential for long-term capital growth, while seeking to minimize the exposure to currency fluctuations between the U.S. and Canadian dollars.

The ETF intends to invest substantially all of its assets in units of the RBC Quant U.S. Equity Leaders ETF (the “underlying RBC ETF”) but may also invest directly in a portfolio of U.S. equity securities. Portfolio securities for the underlying RBC ETF (and for the ETF, to the extent it invests directly in equity securities) will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow-growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

The ETF uses derivatives to hedge against fluctuations in the U.S. dollar to minimize exposure to changes of the U.S. dollar relative to the Canadian dollar.

Results of Operations

The ETF’s net asset value was \$12 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units gained 0.4%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF’s relative exposure to AT&T Inc., Philip Morris International and Electronic Arts Inc. had the most positive impact on the ETF’s returns, while exposure to Amazon.com Inc., Netflix Inc. and Comcast Corp. were negative for performance. The ETF had the highest relative exposure to Paypal Holdings Inc., Visa Inc. and International Business Machines Corp., and the smallest relative exposure to Alphabet Inc., Amazon.com Inc. and Berkshire Hathaway.

At the sector level, the ETF had the highest relative weightings in Information Technology, Health Care and Financials, and the lowest relative exposure to Consumer Discretionary, Telecommunication Services and Utilities.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$1,000 (2017 – \$0) or 100% (2017 – 0%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	24.57	(1.07)	–	1.29	0.16	0.38	–	(0.16)	–	–	(0.16)	24.52
Dec. 31, 2017	20.85	0.32	–	2.34	1.37	4.03	–	(0.28)	(1.25)	–	(1.53)	24.57
Dec. 31, 2016	19.07	0.27	–	1.06	1.05	2.38	–	(0.25)	(0.07)	–	(0.32)	20.85
Dec. 31, 2015 ³	20.00 [†]	0.44	–	(1.68)	0.68	(0.56)	(0.01)	(0.15)	–	(0.19)	(0.35)	19.07

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From May 5, 2015.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	12 260	500	0.44	0.44	0.02	44.81	24.52	24.69
Dec. 31, 2017	14 744	600	0.43	0.43	0.02	66.08	24.57	24.67
Dec. 31, 2016	9 384	450	0.44	0.44	0.03	65.22	20.85	21.12
Dec. 31, 2015 ⁴	3 814	200	0.44	0.44	0.02	136.86	19.07	19.39

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From May 5, 2015.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 12, 2015.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
United States Equities	
Information Technology	28.3
Health Care	14.3
Financials	13.9
Consumer Discretionary	10.6
Industrials	9.5
Consumer Staples	7.1
Energy	6.4
Materials	2.8
Real Estate	2.8
Utilities	2.7
Telecommunication Services	1.4
Other Net Assets	0.2

Top 25 Holdings*

	% of Net Asset Value
Apple Inc.	3.4
Microsoft Corp.	3.2
Facebook Inc., Class A	2.6
Visa Inc., Class A	1.8
Cisco Systems Inc.	1.6
Exxon Mobil Corp.	1.6
Johnson & Johnson	1.5
JPMorgan Chase & Co.	1.5
AT&T Inc.	1.4
Wells Fargo & Company	1.3
Comcast Corp., Class A	1.3
Chevron Corp.	1.3
Pfizer Inc.	1.3
International Business Machines	1.2
PayPal Holdings Inc.	1.2
Booking Holdings Inc.	1.1
UnitedHealth Group Incorporated	1.0
Intel Corp.	1.0
Salesforce.com Inc.	1.0
The Walt Disney Company	1.0
Walmart Inc.	1.0
Amgen Inc.	1.0
The Coca-Cola Co.	1.0
PepsiCo Inc.	0.9
Activision Blizzard Inc.	0.9
Top 25 Holdings	36.1

* The ETF invests substantially all of its assets directly in the RBC Quant U.S. Equity Leaders ETF. The above are the Top 25 holdings of the RBC Quant U.S. Equity Leaders ETF.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



U.S. EQUITY ETF

RBC U.S. EQUITY INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad U.S. equity index. Currently, the ETF seeks to track the FTSE USA Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE USA Index in substantially the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$401 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	22.02	0.18	(0.01)	0.10	1.41	1.68	–	(0.18)	–	–	(0.18)	23.54
Dec. 31, 2017 ³	20.00 [†]	0.11	(0.01)	0.09	1.38	1.57	–	(0.06)	(0.02)	–	(0.08)	22.02

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	401 309	17 050	0.10	0.10	–	4.86	23.54	23.71
Dec. 31, 2017 ⁴	376 617	17 100	0.10	0.10	–	20.28	22.02	22.15

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC U.S. Equity Index ETF	0.09%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
United States Equities	
Information Technology	26.3
Financials	14.0
Health Care	13.6
Consumer Discretionary	13.5
Industrials	9.1
Consumer Staples	6.8
Energy	6.3
Real Estate	2.8
Utilities	2.8
Materials	2.7
Telecommunication Services	2.0
Other Net Assets	0.1

Top 25 Holdings

	% of Net Asset Value
Apple Inc.	3.8
Microsoft Corp.	3.1
Amazon.com, Inc.	2.9
Facebook Inc., Class A	1.9
JPMorgan Chase & Co.	1.5
Exxon Mobil Corp.	1.5
Alphabet Inc., Class C	1.4
Alphabet Inc., Class A	1.4
Johnson & Johnson	1.4
Berkshire Hathaway Inc., Class B	1.3
Bank of America Corp.	1.1
Wells Fargo & Company	1.0
Chevron Corp.	1.0
Visa Inc., Class A	1.0
UnitedHealth Group Incorporated	1.0
AT&T Inc.	1.0
Intel Corp.	1.0
Home Depot Inc.	0.9
Pfizer Inc.	0.9
Cisco Systems Inc.	0.9
Verizon Communications Inc.	0.9
The Procter & Gamble Co.	0.8
Boeing Co.	0.8
Mastercard Inc.	0.8
Citigroup Inc.	0.7
Top 25 Holdings	34.0

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC QUANT EUROPEAN DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFs (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of high-quality European dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$163 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 1.3%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Total SA, Coloplast and Glaxosmithkline Plc had the most positive impact on the ETF's returns, while exposure to Novo Nordisk, BP Plc and Orion Corp. were negative for performance. The ETF had the highest relative exposure to Royal Dutch Shell Plc, Rio Tinto Plc and Total SA, and the smallest relative exposure to Nestle SA, HSBC Holdings Plc and Novartis.

At the sector level, the ETF had the highest relative weightings in Financials, Energy and Utilities, and the lowest relative exposure to Consumer Staples, Industrials and Information Technology.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

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Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$1,000 (2017 – \$0) or 0% (2017 – 0%) of the total transaction costs paid for this ETF.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	23.50	0.73	(0.11)	0.86	(1.04)	0.44	–	(0.33)	–	–	(0.33)	23.49
Dec. 31, 2017	21.68	0.82	(0.21)	0.30	1.22	2.13	–	(0.64)	–	(0.07)	(0.71)	23.50
Dec. 31, 2016	22.59	0.93	(0.21)	(0.81)	0.45	0.36	–	(0.79)	–	(0.01)	(0.80)	21.68
Dec. 31, 2015	20.49	0.86	(0.25)	(0.18)	0.21	0.64	–	(0.63)	–	(0.06)	(0.69)	22.59
Dec. 31, 2014 ³	20.00 [†]	0.02	(0.09)	(0.17)	0.65	0.41	–	(0.01)	–	(0.07)	(0.08)	20.49
USD Units*												
June 30, 2018	18.76	0.57	(0.08)	0.67	(1.17)	(0.01)	–	(0.26)	–	–	(0.26)	17.86
Dec. 31, 2017	16.17	0.64	(0.16)	0.24	(0.03)	0.69	–	(0.50)	–	(0.05)	(0.55)	18.76
Dec. 31, 2016	16.32	0.70	(0.16)	(0.61)	0.23	0.16	–	(0.60)	–	–	(0.60)	16.17
Dec. 31, 2015	17.69	0.67	(0.20)	(0.14)	0.16	0.49	–	(0.49)	–	(0.05)	(0.54)	16.32
Dec. 31, 2014 ³	17.81 [†]	0.02	(0.08)	(0.15)	0.58	0.37	–	(0.01)	–	(0.06)	(0.07)	17.69

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 22, 2014.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	144 480	6 150	0.54	0.54	0.37	73.89	23.49	23.48
Dec. 31, 2017	188 028	8 000	0.54	0.54	0.37	130.97	23.50	23.44
Dec. 31, 2016	100 824	4 650	0.55	0.55	0.44	194.47	21.68	21.77
Dec. 31, 2015	86 989	3 850	0.56	0.56	0.58	234.29	22.59	22.28
Dec. 31, 2014 ⁴	6 146	300	0.57	0.57	0.39	608.53	20.49	20.61
USD Units*								
June 30, 2018	18 795	800	0.54	0.54	0.37	73.89	17.86	17.85
Dec. 31, 2017	13 131	700	0.54	0.54	0.37	130.97	18.76	18.62
Dec. 31, 2016	5 659	350	0.55	0.55	0.44	194.47	16.17	16.05
Dec. 31, 2015	6 528	400	0.56	0.56	0.58	234.29	16.32	16.30
Dec. 31, 2014 ⁴	884	50	0.57	0.57	0.39	608.53	17.69	17.82

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 22, 2014.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

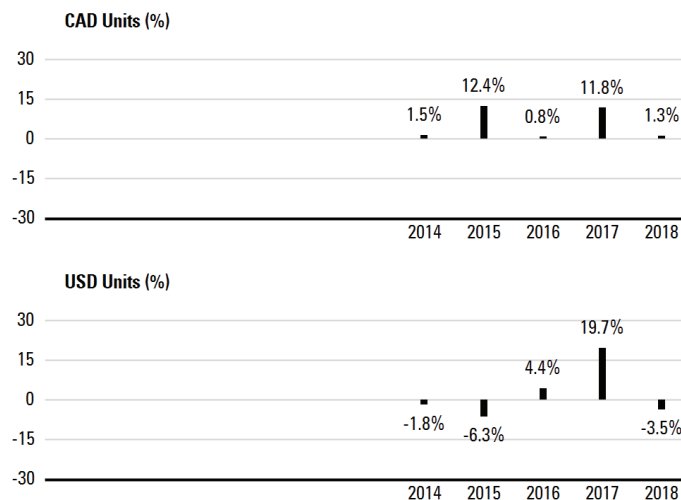
	Management Fees
CAD Units	0.49%
USD Units	0.49%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 22, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
European Equities	
Financials	31.4
Energy	16.2
Health Care	14.4
Utilities	8.1
Telecommunication Services	7.3
Consumer Discretionary	5.9
Materials	5.8
Industrials	4.4
Consumer Staples	4.1
Real Estate	2.4

Top 25 Holdings

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	7.9
Total S.A.	6.2
Roche Holdings AG Genusscheine	5.8
Rio Tinto Plc.	5.6
Novo Nordisk A/S	4.6
Coloplast A/S	2.5
OMV AG	2.1
Allianz SE	2.0
SSE Plc.	1.9
BCO Santander Central Hispano S.A.	1.8
Centrica Plc.	1.7
UBS Group AG	1.7
BNP Paribas S.A.	1.7
ING Groep N.V.	1.7
Fortum OYJ	1.6
AXA S.A.	1.6
Red Electrica Corp. S.A.	1.5
Telefonica S.A.	1.5
Unilever N.V.	1.4
Orion OYJ	1.4
BT Group Plc.	1.4
Endesa S.A.	1.4
Intesa Sanpaolo S.p.A.	1.4
Nordbanken Holding AB	1.3
British American Tobacco Plc.	1.3
Top 25 Holdings	63.0

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC QUANT EUROPEAN DIVIDEND LEADERS (CAD HEDGED) ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality European dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth, while seeking to minimize the exposure to currency fluctuations between foreign currencies and the Canadian dollar.

The ETF intends to invest substantially all of its assets in units of the RBC Quant European Dividend Leaders ETF (the “underlying fund”) but may also invest directly in a portfolio of European dividend-paying equity securities. Portfolio securities for the underlying fund (and for the ETF, to the extent it invests directly in equity securities) will be selected using a rules-based, multi-factor investment approach that considers a company’s balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

The ETF uses derivatives to hedge against fluctuations in foreign currencies to minimize exposure to changes of the foreign currencies held by the ETF relative to the Canadian dollar.

Results of Operations

The ETF’s net asset value was \$80 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units lost 0.3%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF’s relative exposure to Total SA, Coloplast and Glaxosmithkline Plc had the most positive impact on the ETF’s returns, while exposure to Novo Nordisk, BP Plc and Orion Corp. were negative for performance. The ETF had the highest relative exposure to Royal Dutch Shell Plc, Rio Tinto Plc and Total SA, and the smallest relative exposure to Nestle SA, HSBC Holdings Plc and Novartis.

At the sector level, the ETF had the highest relative weightings in Financials, Energy and Utilities, and the lowest relative exposure to Consumer Staples, Industrials and Information Technology.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$5,000 (2017 – \$2,000) or 100% (2017 – 100%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	23.26	(0.08)	–	0.31	(0.28)	(0.05)	–	(0.30)	–	–	(0.30)	22.89
Dec. 31, 2017	22.09	0.73	–	(0.77)	1.63	1.59	–	(0.58)	–	(0.10)	(0.68)	23.26
Dec. 31, 2016	20.61	0.77	–	1.43	(0.15)	2.05	–	(0.84)	–	–	(0.84)	22.09
Dec. 31, 2015	20.96	0.67	–	(2.40)	(0.34)	(2.07)	–	(0.63)	–	(0.01)	(0.64)	20.61
Dec. 31, 2014 ³	20.00 [†]	0.11	–	0.07	0.58	0.76	–	(0.01)	(0.04)	(0.07)	(0.12)	20.96

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 22, 2014.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	80 100	3 500	0.54	0.54	0.37	13.99	22.89	22.76
Dec. 31, 2017	95 362	4 100	0.54	0.54	0.37	29.75	23.26	23.21
Dec. 31, 2016	57 447	2 600	0.55	0.55	0.44	39.74	22.09	22.04
Dec. 31, 2015	69 027	3 350	0.56	0.56	0.59	35.27	20.61	20.63
Dec. 31, 2014 ⁴	5 239	250	0.57	0.57	–	3.50	20.96	21.11

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 22, 2014.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.

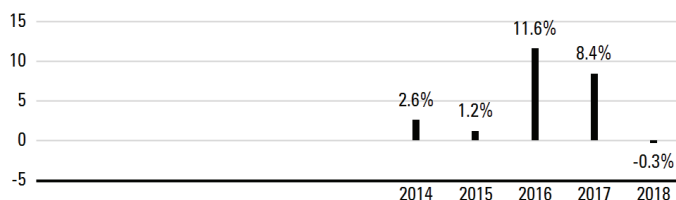


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 22, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
European Equities	
Financials	31.4
Energy	16.2
Health Care	14.4
Utilities	8.1
Telecommunication Services	7.3
Consumer Discretionary	5.9
Materials	5.8
Industrials	4.4
Consumer Staples	4.1
Real Estate	2.4

Top 25 Holdings*

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	7.9
Total S.A.	6.2
Roche Holdings AG Genussscheine	5.8
Rio Tinto Plc.	5.6
Novo Nordisk A/S	4.6
Coloplast A/S	2.5
OMV AG	2.1
Allianz SE	2.0
SSE Plc.	1.9
BCO Santander Central Hispano S.A.	1.8
Centrica Plc.	1.7
UBS Group AG	1.7
BNP Paribas S.A.	1.7
ING Groep N.V.	1.7
Fortum OYJ	1.6
AXA S.A.	1.6
Red Electrica Corp. S.A.	1.5
Telefonica S.A.	1.5
Unilever N.V.	1.4
Orion OYJ	1.4
BT Group Plc.	1.4
Endesa S.A.	1.4
Intesa Sanpaolo S.p.A.	1.4
Nordbanken Holding AB	1.3
British American Tobacco Plc.	1.3
Top 25 Holdings	63.0

* The ETF invests substantially all of its assets directly in the RBC Quant European Dividend Leaders ETF. The above are the Top 25 holdings of the RBC Quant European Dividend Leaders ETF.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



INTERNATIONAL EQUITY ETF

RBC QUANT EAFE DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFs (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of high-quality dividend-paying equity securities in markets in Europe, Australasia and the Far East (EAFE) that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the RBC Quant EAFE Dividend Leaders ETF will be selected using a rules-based, multifactor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced initially on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$453 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.5%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to TOTAL SA, Marine Harvest ASA and Astellas Pharma Inc. had the most positive impact on the ETF's returns, while exposure to TOSOH Corp., WH Group Ltd. and Orion Corp. were negative for performance. The ETF had the highest relative exposure to Royal Dutch Shell Plc, Total SA and Rio Tinto Group, and the smallest relative exposure to Nestle SA, HSBC Holdings Inc. and Toyota Motor Corp.

At the sector level, the ETF had the highest relative weightings in Financials, Energy and Telecommunication Services, and the lowest relative exposure to Consumer Discretionary, Industrials and Information Technology.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services

to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	24.29	0.65	(0.10)	0.47	(0.87)	0.15	–	(0.34)	–	–	(0.34)	24.07
Dec. 31, 2017	22.66	0.93	(0.26)	0.88	0.71	2.26	–	(0.70)	(0.62)	–	(1.32)	24.29
Dec. 31, 2016	23.25	0.97	(0.27)	(0.15)	(0.11)	0.44	–	(0.76)	–	–	(0.76)	22.66
Dec. 31, 2015	20.33	0.88	(0.18)	0.66	1.49	2.85	–	(0.71)	(0.52)	(0.03)	(1.26)	23.25
Dec. 31, 2014 ³	20.00 [†]	0.73	(0.22)	0.24	(0.86)	(0.11)	–	(0.43)	(0.20)	–	(0.63)	20.33
USD Units*												
June 30, 2018	19.38	0.51	(0.07)	0.36	(0.67)	0.13	–	(0.27)	–	–	(0.27)	18.30
Dec. 31, 2017	16.89	0.96	(0.26)	0.90	0.21	1.81	–	(0.54)	(0.49)	–	(1.03)	19.38
Dec. 31, 2016	16.79	0.74	(0.21)	(0.12)	(0.20)	0.21	–	(0.57)	–	–	(0.57)	16.89
Dec. 31, 2015	17.56	0.69	(0.14)	0.51	1.16	2.22	–	(0.56)	(0.38)	(0.02)	(0.96)	16.79
Dec. 31, 2014 ³	18.52 [†]	0.66	(0.20)	0.22	(0.78)	(0.10)	–	(0.39)	(0.19)	–	(0.58)	17.56

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 15, 2014.

* Stated in U.S. dollars.

† Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	395 970	16 450	0.54	0.54	0.25	55.27	24.07	23.94
Dec. 31, 2017	461 436	19 000	0.54	0.54	0.26	106.56	24.29	24.37
Dec. 31, 2016	260 551	11 500	0.54	0.54	0.25	141.18	22.66	22.55
Dec. 31, 2015	242 927	10 450	0.53	0.53	0.27	124.49	23.25	22.94
Dec. 31, 2014 ⁴	105 739	5 200	0.55	0.55	0.32	251.89	20.33	20.35
USD Units*								
June 30, 2018	56 567	2 350	0.54	0.54	0.25	55.27	18.30	18.34
Dec. 31, 2017	49 427	2 550	0.54	0.54	0.26	106.56	19.38	19.39
Dec. 31, 2016	38 857	2 300	0.54	0.54	0.25	141.18	16.89	16.69
Dec. 31, 2015	43 654	2 600	0.53	0.53	0.27	124.49	16.79	16.71
Dec. 31, 2014 ⁴	22 823	1 300	0.55	0.55	0.32	251.89	17.56	17.63

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 15, 2014.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

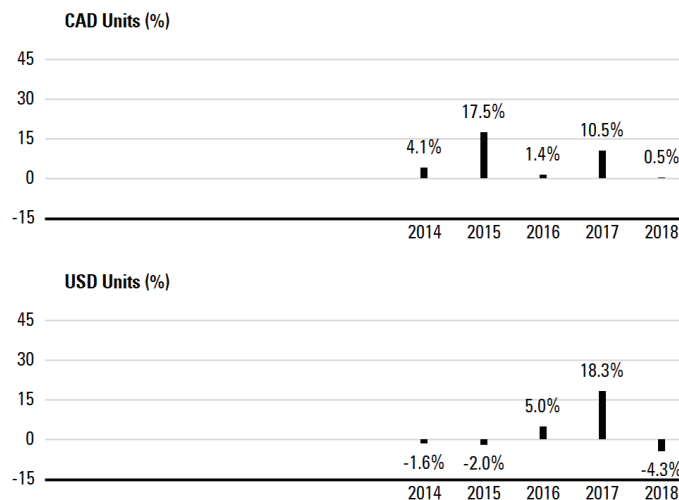
	Management Fees
CAD Units	0.49%
USD Units	0.49%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 15, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	31.6
Energy	12.5
Health Care	10.0
Industrials	7.7
Telecommunication Services	7.1
Consumer Staples	6.7
Materials	6.5
Utilities	6.1
Consumer Discretionary	5.4
Real Estate	4.9
Information Technology	1.2
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	5.7
Total S.A.	4.5
Rio Tinto Limited	3.2
Roche Holdings AG Genussscheine	3.0
Novo Nordisk A/S	2.4
Unilever N.V.	1.9
Astellas Pharma Inc.	1.8
British American Tobacco Plc.	1.7
OMV AG	1.6
Coloplast A/S	1.3
Alumina Ltd.	1.2
Commonwealth Bank of Australia	1.2
Imperial Brands Plc.	1.1
Allianz SE	1.1
Tosoh Corp.	1.1
Westpac Banking Corporation	1.1
Australia & New Zealand Banking Group Ltd.	1.0
National Australia Bank Ltd.	1.0
KDDI Corporation	0.9
BNP Paribas S.A.	0.9
ING Groep N.V.	0.9
ABB Ltd.	0.9
Sumitomo Mitsui Financial Group Inc.	0.9
FANUC Corp.	0.9
AXA S.A.	0.9
Top 25 Holdings	42.2

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC QUANT EAFE DIVIDEND LEADERS (CAD HEDGED) ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality dividend-paying equity securities in markets in Europe, Australasia and the Far East (“EAFE”) that will provide regular income and that have the potential for long-term capital growth, while seeking to minimize the exposure to currency fluctuations between foreign currencies and the Canadian dollar.

The ETF intends to invest substantially all of its assets in units of the RBC Quant EAFE Dividend Leaders ETF (the “underlying fund”) but may also invest directly in a portfolio of dividend-paying equity securities in markets in Europe, Australasia and the Far East. Portfolio securities for the underlying fund (and for the ETF, to the extent it invests directly in equity securities) will be selected using a rules-based, multi-factor investment approach that considers a company’s balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

The ETF uses derivatives to hedge against fluctuations in foreign currencies to minimize exposure to changes of the foreign currencies held by the ETF relative to the Canadian dollar.

Results of Operations

The ETF’s net asset value was \$101 million as of June 30, 2018.

Over the past six months, the ETF’s CAD units lost 2.0%. The ETF’s return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF’s relative exposure to TOTAL SA, Marine Harvest ASA and Astellas Pharma Inc. had the most positive impact on the ETF’s returns, while exposure to TOSOH Corp., WH Group Ltd. and Orion Corp. were negative for performance. The ETF had the highest relative exposure to Royal Dutch Shell Plc, Total SA and Rio Tinto Group, and the smallest relative exposure to Nestle SA, HSBC Holdings Inc. and Toyota Motor Corp.

At the sector level, the ETF had the highest relative weightings in Financials, Energy and Telecommunication Services, and the lowest relative exposure to Consumer Discretionary, Industrials and Information Technology.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF’s day-to-day operations, holds title to the ETF’s property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust (“RBC IS”) is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm’s length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF’s Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF’s securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$7,000 (2017 – \$2,000) or 100% (2017 – 100%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	24.01	(0.29)	–	0.22	(0.42)	(0.49)	–	(0.31)	–	–	(0.31)	23.22
Dec. 31, 2017	22.47	0.74	–	0.47	0.98	2.19	–	(0.66)	(0.67)	–	(1.33)	24.01
Dec. 31, 2016	21.44	0.72	–	1.30	(0.25)	1.77	–	(0.75)	(0.43)	–	(1.18)	22.47
Dec. 31, 2015	21.26	0.75	–	(2.08)	0.51	(0.82)	–	(0.70)	–	–	(0.70)	21.44
Dec. 31, 2014 ³	20.00 [†]	0.19	–	0.52	1.00	1.71	–	(0.11)	(0.43)	(0.01)	(0.55)	21.26

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 22, 2014.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	101 009	4 350	0.54	0.54	0.25	17.15	23.22	23.13
Dec. 31, 2017	123 633	5 150	0.54	0.54	0.26	18.21	24.01	23.91
Dec. 31, 2016	70 774	3 150	0.54	0.54	0.25	56.15	22.47	22.45
Dec. 31, 2015	67 551	3 150	0.54	0.54	0.29	18.17	21.44	21.47
Dec. 31, 2014 ⁴	3 189	150	0.55	0.55	–	–	21.26	21.29

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 22, 2014.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.

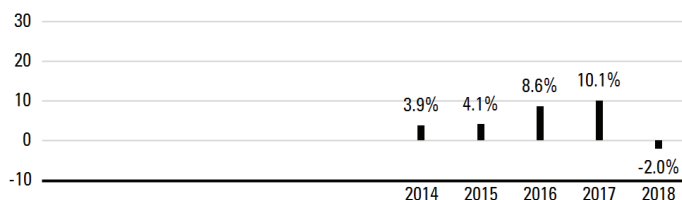


PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 22, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	31.6
Energy	12.5
Health Care	10.0
Industrials	7.7
Telecommunication Services	7.1
Consumer Staples	6.7
Materials	6.5
Utilities	6.1
Consumer Discretionary	5.4
Real Estate	4.9
Information Technology	1.2
Other Net Assets	0.3

Top 25 Holdings*

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	5.7
Total S.A.	4.5
Rio Tinto Limited	3.2
Roche Holdings AG Genussscheine	3.0
Novo Nordisk A/S	2.4
Unilever N.V.	1.9
Astellas Pharma Inc.	1.8
British American Tobacco Plc.	1.7
OMV AG	1.6
Coloplast A/S	1.3
Alumina Ltd.	1.2
Commonwealth Bank of Australia	1.2
Imperial Brands Plc.	1.1
Allianz SE	1.1
Tosoh Corp.	1.1
Westpac Banking Corporation	1.1
Australia & New Zealand Banking Group Ltd.	1.0
National Australia Bank Ltd.	1.0
KDDI Corporation	0.9
BNP Paribas S.A.	0.9
ING Groep N.V.	0.9
ABB Ltd.	0.9
Sumitomo Mitsui Financial Group Inc.	0.9
FANUC Corp.	0.9
AXA S.A.	0.9
Top 25 Holdings	42.2

* The ETF invests substantially all of its assets directly in the RBC Quant EAFE Dividend Leaders ETF. The above are the Top 25 holdings of the RBC Quant EAFE Dividend Leaders ETF.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



INTERNATIONAL EQUITY ETF

**RBC QUANT EAFE EQUITY
LEADERS ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure to the performance of a diversified portfolio of high-quality equity securities in markets in Europe, Australasia and the Far East (EAFE) that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow-growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$25 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 2.5%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to British American Tobacco, Deutsche Bank and Banco Santander SA had the most positive impact on the ETF's returns, while exposure to BP Plc, CSL Ltd. and Toyota Motor Corp. were negative for performance. The ETF had the highest relative exposure to Rio Tinto Group, Glaxosmithkline Plc and Glencore Plc, and the smallest relative exposure to HSBC Holdings Inc., Toyota Motor Corp. and BP Plc.

At the sector level, the ETF had the highest relative weightings in Materials, Real Estate and Utilities, and the lowest relative exposure to Health Care, Consumer Staples and Financials.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	22.64	0.45	(0.10)	1.14	(0.83)	0.66	–	(0.20)	–	–	(0.20)	23.03
Dec. 31, 2017	19.72	0.59	(0.19)	1.09	1.55	3.04	–	(0.32)	(0.35)	–	(0.67)	22.64
Dec. 31, 2016	20.82	0.60	(0.17)	(0.49)	0.45	0.39	–	(0.48)	–	–	(0.48)	19.72
Dec. 31, 2015 ³	16.51 [†]	0.38	(0.15)	0.03	0.96	1.22	–	(0.18)	(0.11)	(0.13)	(0.42)	20.82
USD Units*												
June 30, 2018	18.07	0.35	(0.08)	0.90	(0.72)	0.45	–	(0.15)	–	–	(0.15)	17.51
Dec. 31, 2017	14.70	0.29	(0.09)	0.55	1.34	2.09	–	–	–	–	–	18.07
Dec. 31, 2016	15.04	0.45	(0.13)	(0.37)	(0.33)	(0.38)	–	(0.37)	–	–	(0.37)	14.70
Dec. 31, 2015 ³	16.51 [†]	0.29	(0.12)	0.03	0.77	0.97	–	(0.14)	(0.09)	(0.10)	(0.33)	15.04

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From May 5, 2015.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	23 027	1 000	0.56	0.56	0.35	133.56	23.03	23.03
Dec. 31, 2017	27 174	1 200	0.54	0.54	0.30	132.64	22.64	22.68
Dec. 31, 2016	13 802	700	0.56	0.56	0.36	226.33	19.72	19.59
Dec. 31, 2015 ⁴	8 328	400	0.56	0.56	0.24	271.60	20.82	20.56
USD Units*								
June 30, 2018	2 303	100	0.56	0.56	0.35	133.56	17.51	17.35
Dec. 31, 2017	2 711	150	0.54	0.54	0.30	132.64	18.07	17.69
Dec. 31, 2016	735	50	0.56	0.56	0.36	226.33	14.70	14.32
Dec. 31, 2015 ⁴	752	50	0.56	0.56	0.24	271.60	15.04	15.22

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From May 5, 2015.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

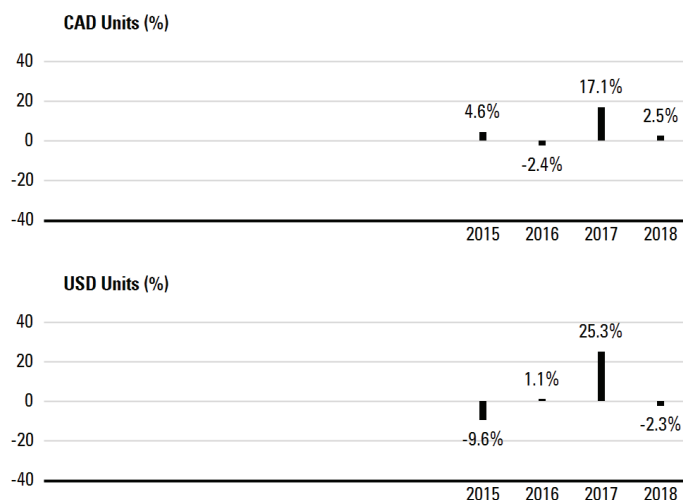
	Management Fees
CAD Units	0.49%
USD Units	0.49%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 12, 2015.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	19.8
Industrials	15.7
Consumer Discretionary	12.1
Materials	10.8
Consumer Staples	10.3
Health Care	6.9
Information Technology	6.8
Real Estate	5.7
Utilities	4.0
Energy	3.9
Telecommunication Services	3.9
Other Net Assets	0.1

Top 25 Holdings

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	1.5
Nestlé S.A.	1.1
BHP Billiton Ltd.	1.1
Novartis AG	0.9
Unilever N.V.	0.9
Roche Holdings AG Genusscheine	0.9
Toyota Motor Corp.	0.9
Rio Tinto Limited	0.9
Diageo Plc.	0.8
SAP SE	0.8
Australia & New Zealand Banking Group Ltd.	0.7
Siemens AG	0.7
Allianz SE	0.7
BASF AG	0.7
Vodafone Group Plc.	0.7
Novo Nordisk A/S	0.7
Lloyds TSB Group Plc.	0.7
Glencore Plc.	0.6
Prudential Corporation Plc.	0.6
Wesfarmers Ltd.	0.6
L'Oréal S.A.	0.6
Sony Corp.	0.6
BNP Paribas S.A.	0.6
Mitsubishi UFJ Financial Group Inc.	0.5
Air Liquide S.A.	0.5
Top 25 Holdings	19.3

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

**RBC QUANT EAFE EQUITY LEADERS
(CAD HEDGED) ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFs (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality equity securities in markets in Europe, Australasia and the Far East (EAFE) that have the potential for long-term capital growth, while seeking to minimize the exposure to currency fluctuations between foreign currencies and the Canadian dollar.

The ETF intends to invest substantially all of its assets in units of the RBC Quant EAFE Equity Leaders ETF (the "underlying RBC ETF") but may also invest directly in a portfolio of equity securities in markets in Europe, Australasia and the Far East. Portfolio securities for the underlying RBC ETF (and for the ETF, to the extent it invests directly in equity securities) will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow-growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

The ETF uses derivatives to hedge against fluctuations in foreign currencies to minimize exposure to changes of the foreign currencies held by the ETF relative to the Canadian dollar.

Results of Operations

The ETF's net asset value was \$9 million as of June 30, 2018.

Over the past six months, the ETF's CAD units lost 0.2%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to British American Tobacco, Deutsche Bank and Banco Santander SA had the most positive impact on the ETF's returns, while exposure to BP Plc, CSL Ltd. and Toyota Motor Corp. were negative for performance. The ETF had the highest relative exposure to Rio Tinto Group, Glaxosmithkline Plc and Glencore Plc, and the smallest relative exposure to HSBC Holdings Inc., Toyota Motor Corp. and BP Plc.

At the sector level, the ETF had the highest relative weightings in Materials, Real Estate and Utilities, and the lowest relative exposure to Health Care, Consumer Staples and Financials.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Brokers and Dealers

The ETF has established standard brokerage and dealing agreements at market rates with related parties. These related-party commissions were \$1,000 (2017 – \$0) or 100% (2017 – 0%) of the total transaction costs paid for this ETF.



Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	21.24	(0.37)	–	1.86	(1.20)	0.29	–	(0.19)	–	–	(0.19)	21.01
Dec. 31, 2017	18.76	0.41	–	0.19	2.33	2.93	–	(0.37)	(0.56)	–	(0.93)	21.24
Dec. 31, 2016	18.38	0.49	–	1.43	0.34	2.26	–	(0.44)	(0.83)	–	(1.27)	18.76
Dec. 31, 2015 ³	20.00 [†]	0.39	–	(1.96)	0.34	(1.23)	–	(0.16)	–	(0.24)	(0.40)	18.38

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From May 5, 2015.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	9 454	450	0.56	0.56	0.35	49.65	21.01	20.95
Dec. 31, 2017	19 112	900	0.54	0.54	0.30	10.26	21.24	21.30
Dec. 31, 2016	10 316	550	0.55	0.55	0.36	5.58	18.76	19.01
Dec. 31, 2015 ⁴	1 838	100	0.57	0.57	0.25	21.17	18.38	18.36

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From May 5, 2015.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is not charged directly to the ETF as this ETF invests in the units of other RBC ETFs. It pays management fees indirectly because the ETFs in which it invests pay management fees.



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 12, 2015.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	19.8
Industrials	15.7
Consumer Discretionary	12.1
Materials	10.8
Consumer Staples	10.3
Health Care	6.9
Information Technology	6.8
Real Estate	5.7
Utilities	4.0
Energy	3.9
Telecommunication Services	3.9
Other Net Assets	0.1

Top 25 Holdings*

	% of Net Asset Value
Royal Dutch Shell Plc., B Shares	1.5
Nestlé S.A.	1.1
BHP Billiton Ltd.	1.1
Novartis AG	0.9
Unilever N.V.	0.9
Roche Holdings AG Genusscheine	0.9
Toyota Motor Corp.	0.9
Rio Tinto Limited	0.9
Diageo Plc.	0.8
SAP SE	0.8
Australia & New Zealand Banking Group Ltd.	0.7
Siemens AG	0.7
Allianz SE	0.7
BASF AG	0.7
Vodafone Group Plc.	0.7
Novo Nordisk A/S	0.7
Lloyds TSB Group Plc.	0.7
Glencore Plc.	0.6
Prudential Corporation Plc.	0.6
Wesfarmers Ltd.	0.6
L'Oréal S.A.	0.6
Sony Corp.	0.6
BNP Paribas S.A.	0.6
Mitsubishi UFJ Financial Group Inc.	0.5
Air Liquide S.A.	0.5
Top 25 Holdings	19.3

* The ETF invests substantially all of its assets directly in the RBC Quant EAFE Equity Leaders ETF. The above are the Top 25 holdings of the RBC Quant EAFE Equity Leaders ETF.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



INTERNATIONAL EQUITY ETF

RBC INTERNATIONAL EQUITY INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad international index. Currently, the ETF seeks to track the FTSE Developed ex North America Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE Developed ex North America Index in substantially the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$429 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	21.61	0.41	(0.03)	0.10	(0.11)	0.37	–	(0.27)	–	–	(0.27)	21.72
Dec. 31, 2017 ³	20.00 [†]	0.15	(0.05)	0.04	0.94	1.08	–	(0.06)	–	(0.01)	(0.07)	21.61

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	428 910	19 750	0.24	0.24	0.01	6.08	21.72	21.67
Dec. 31, 2017 ⁴	421 354	19 500	0.25	0.25	0.64	9.22	21.61	21.67

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees	
RBC International Equity Index ETF	0.20%

PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	19.2
Industrials	14.6
Consumer Discretionary	12.3
Consumer Staples	11.0
Health Care	10.2
Information Technology	8.5
Materials	8.4
Energy	5.8
Telecommunication Services	3.3
Real Estate	3.2
Utilities	3.2
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
Nestlé S.A.	1.5
SAP SE	1.2
HSBC Holdings Plc. (U.K. Reg.)	1.2
TS Tech Co. Ltd.	1.0
Novartis AG	1.0
Royal Dutch Shell Plc., A Shares	1.0
Total S.A.	1.0
Roche Holdings AG Genusscheine	1.0
BP Plc.	0.9
Royal Dutch Shell Plc., B Shares	0.8
British American Tobacco Plc.	0.7
Semiconductor Manufacturing International Corp.	0.7
AEON Financial Service Co. Ltd.	0.7
Bayer AG	0.7
Siemens AG	0.6
GlaxoSmithKline Plc.	0.6
BNP Paribas S.A.	0.6
AIB Group Plc.	0.6
BASF AG	0.6
AstraZeneca Plc.	0.6
Sanofi	0.6
Davide Campari-Milano S.p.A.	0.5
Bank Leumi Le-Israel	0.5
Unilever Plc.	0.5
Macau Legend Development Ltd.	0.5
Top 25 Holdings	19.6

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC QUANT EMERGING MARKETS DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of high-quality emerging market dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and its ability to grow dividends in the future. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$52 million as of June 30, 2018.

Over the past six months, the ETF's CAD units lost 3.0%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Tata Consultancy Ltd., Infosys Ltd. and China Petroleum & Chemistry Corp. had the most positive impact on the ETF's returns, while exposure to Alibaba Group Holding, Hindustan Petroleum Corp. and Bharat Petroleum Ltd. were negative for performance. The ETF had the highest relative exposure to Infosys Ltd., iShares MSCI Emerging Markets ETF and HCL Technologies Ltd., and the smallest relative exposure to Tencent Holdings Ltd., Alibaba Group Holding and Taiwan Semiconductor Manufacturing.

At the sector level, the ETF had the highest relative weightings in Financials, Telecommunication Services and Energy, and the lowest relative exposure to Information Technology, Consumer Discretionary and Health Care.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as

compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	21.17	0.43	(0.11)	0.59	(1.75)	(0.84)	–	(0.24)	–	–	(0.24)	20.31
Dec. 31, 2017	18.41	0.74	(0.21)	0.85	1.76	3.14	–	(0.55)	–	(0.02)	(0.57)	21.17
Dec. 31, 2016	18.47	0.82	(0.20)	(1.28)	1.76	1.10	–	(0.67)	–	–	(0.67)	18.41
Dec. 31, 2015	20.36	0.78	(0.27)	(0.86)	(2.61)	(2.96)	–	(0.60)	–	–	(0.60)	18.47
Dec. 31, 2014 ³	20.00 [†]	0.02	(0.10)	(0.19)	0.75	0.48	–	(0.03)	–	(0.07)	(0.10)	20.36
USD Units*												
June 30, 2018	16.89	0.34	(0.08)	0.46	(1.08)	(0.36)	–	(0.19)	–	–	(0.19)	15.44
Dec. 31, 2017	13.73	0.57	(0.16)	0.65	1.31	2.37	–	(0.42)	–	(0.02)	(0.44)	16.89
Dec. 31, 2016	13.34	0.62	(0.15)	(0.97)	1.35	0.85	–	(0.50)	–	–	(0.50)	13.73
Dec. 31, 2015	17.58	0.61	(0.21)	(0.67)	(2.02)	(2.29)	–	(0.47)	–	–	(0.47)	13.34
Dec. 31, 2014 ³	17.81 [†]	0.02	(0.09)	(0.18)	0.69	0.44	–	(0.03)	–	(0.06)	(0.09)	17.58

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From October 22, 2014.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	44 688	2 200	0.76	0.76	0.27	77.22	20.31	20.38
Dec. 31, 2017	39 161	1 850	0.74	0.74	0.31	151.96	21.17	21.23
Dec. 31, 2016	22 087	1 200	0.76	0.76	0.41	200.79	18.41	18.33
Dec. 31, 2015	16 620	900	0.76	0.76	0.60	225.06	18.47	18.17
Dec. 31, 2014 ⁴	5 090	250	0.79	0.79	0.22	632.85	20.36	20.61
USD Units*								
June 30, 2018	7 110	350	0.76	0.76	0.27	77.22	15.44	15.37
Dec. 31, 2017	5 913	350	0.74	0.74	0.31	151.96	16.89	16.60
Dec. 31, 2016	2 745	200	0.76	0.76	0.41	200.79	13.73	13.64
Dec. 31, 2015	2 668	200	0.76	0.76	0.60	225.06	13.34	13.27
Dec. 31, 2014 ⁴	879	50	0.79	0.79	0.22	632.85	17.58	17.76

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From October 22, 2014.

* Stated in U.S. dollars.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

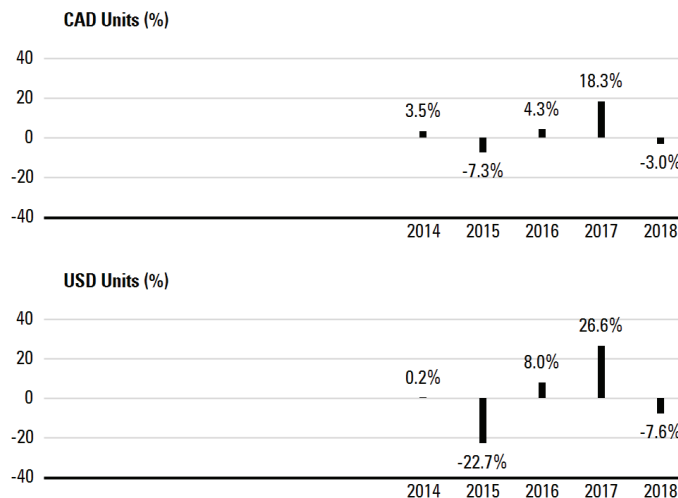
	Management Fees
CAD Units	0.64%
USD Units	0.64%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since October 22, 2014.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	33.9
Information Technology	14.1
Energy	9.6
Materials	8.5
Telecommunication Services	7.7
Consumer Discretionary	5.2
Consumer Staples	4.8
Industrials	3.9
Real Estate	3.1
Utilities	2.6
Health Care	0.3
Underlying Funds	5.8
Other Net Assets	0.5

Top 25 Holdings

	% of Net Asset Value
iShares MSCI Emerging Markets Index Fund	5.8
Infosys Ltd.	3.5
Tata Consultancy Services Ltd.	3.1
China Construction Bank Corp.	1.5
Novatek Microelectronics Corp.	1.4
Vanguard International Semiconductor Corp.	1.4
Ping An Insurance Group Company of China Ltd.	1.4
Bank of China Ltd.	1.3
China Petroleum & Chemical Corp.	1.2
Micro-Star International Co. Ltd.	1.2
PT Telekomunikasi Indonesia Persero Tbk	1.1
Chunghwa Telecom Co. Ltd.	1.1
Itau Unibanco Holding S.A. Preference	1.1
PTT PCL	1.0
Grupo Financiero Banorte S.A.B. de C.V.	1.0
Credicorp Ltd.	1.0
Formosa Plastics Corp.	1.0
Phison Electronics Corp.	1.0
Bancolombia S.A.	0.9
Chinatrust Financial Holding Co.	0.9
KCE Electronics PCL NVDR	0.9
Delta Electronics Thailand PCL NVDR	0.9
FirstRand Ltd.	0.9
Standard Bank Group Ltd.	0.9
BYD Electronic International Co. Ltd.	0.9
Top 25 Holdings	36.4

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC QUANT EMERGING MARKETS EQUITY LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFs (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure to the performance of a diversified portfolio of high-quality emerging market equity securities that have the potential for long-term capital growth.

Portfolio securities for the ETF will be selected using a rules-based, multi-factor investment approach designed to select companies with a high quality of earnings while filtering out slow growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies. The portfolio holdings will be reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$30 million as of June 30, 2018.

Over the past six months, the ETF's CAD units lost 3.2%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Autohome Inc., Infosys Ltd. and PTT Exploration & Production had the most positive impact on the ETF's returns, while exposure to Alibaba Group Holding, Petroleo Brasileiro SA and Baidu Inc. were negative for performance. The ETF had the highest relative exposure to PTT Exploration & Production, Alibaba Group Holding and Netease Inc., and the smallest relative exposure to Naspers Ltd., Baidu Inc. and China Mobile Ltd.

At the sector level, the ETF had the highest relative weightings in Telecommunication Services, Information Technology and Energy, and the lowest relative exposure to Consumer Discretionary, Materials and Health Care.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	26.09	0.42	(0.18)	(0.21)	(2.74)	(2.71)	–	(0.19)	–	–	(0.19)	25.06
Dec. 31, 2017	21.43	0.58	(0.29)	1.58	2.92	4.79	–	(0.31)	(0.77)	–	(1.08)	26.09
Dec. 31, 2016 ³	14.03 [†]	0.65	(0.24)	(0.16)	1.67	1.92	–	(0.44)	–	(0.02)	(0.46)	21.43
USD Units*												
June 30, 2018	20.82	0.33	(0.14)	(0.16)	(1.87)	(1.84)	–	(0.15)	–	–	(0.15)	19.05
Dec. 31, 2017	15.98	0.44	(0.22)	1.21	2.50	3.93	–	(0.24)	(0.60)	–	(0.84)	20.82
Dec. 31, 2016 ³	14.03 [†]	0.49	(0.18)	(0.12)	1.26	1.45	–	(0.33)	–	(0.02)	(0.35)	15.98

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 19, 2016.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	26 317	1 050	0.81	0.81	0.62	247.53	25.06	25.10
Dec. 31, 2017	10 435	400	0.77	0.77	0.42	362.83	26.09	26.14
Dec. 31, 2016 ⁴	3 214	150	0.75	0.75	0.45	190.14	21.43	21.80
USD Units*								
June 30, 2018	3 760	150	0.81	0.81	0.62	247.53	19.05	18.62
Dec. 31, 2017	1 041	50	0.77	0.77	0.42	362.83	20.82	20.73
Dec. 31, 2016 ⁴	799	50	0.75	0.75	0.45	190.14	15.98	16.06

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 19, 2016.

* Stated in U.S. dollars.



FINANCIAL HIGHLIGHTS (cont.)

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

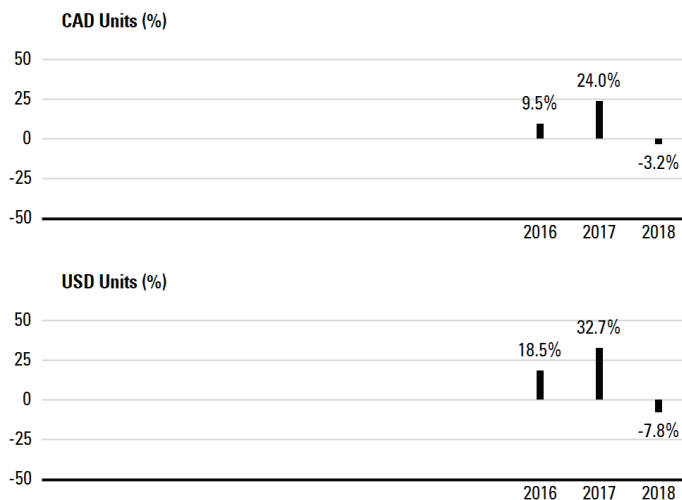
	Management Fees
CAD Units	0.64%
USD Units	0.64%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 19, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Information Technology	27.7
Financials	21.3
Energy	6.8
Consumer Staples	6.5
Materials	6.2
Telecommunication Services	5.7
Consumer Discretionary	5.5
Industrials	4.4
Real Estate	2.5
Health Care	2.5
Utilities	2.2
Underlying Funds	8.4
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
iShares MSCI Emerging Markets Index Fund	8.4
Tencent Holdings Ltd.	6.6
Samsung Electronics Co. Ltd.	3.3
Baidu.com Inc. ADR	3.1
Infosys Technologies Ltd. ADR	2.4
Taiwan Semiconductor Manufacturing Co. Ltd.	2.2
Petroleo Brasileiro S.A.	1.3
China Petroleum & Chemical Corp.	1.3
CNOOC Ltd.	1.3
Kimberly-Clark de Mexico S.A.	1.2
Hynix Semiconductor Inc.	1.1
China Construction Bank Corp.	1.0
NCSOFT Corp.	1.0
CSPC Pharmaceutical Group Ltd.	1.0
Autohome Inc. ADR	0.9
America Movil S.A.B. de C.V.	0.9
Industrial & Commercial Bank of China	0.8
YY Inc. ADR	0.8
Reliance Industries Ltd. GDR	0.8
Bank of China Ltd.	0.7
Hyundai Motor Co.	0.7
POSCO	0.6
Itau Unibanco Holding S.A. Preference	0.6
MediaTek Inc.	0.6
Chunghwa Telecom Co. Ltd.	0.6
Top 25 Holdings	43.2

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



INTERNATIONAL EQUITY ETF

RBC EMERGING MARKETS EQUITY INDEX ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

Sub-Advisor: State Street Global Advisors, Ltd.

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to replicate, to the extent possible and before fees and expenses, the performance of a broad emerging markets equity index. Currently, the ETF seeks to track the FTSE Emerging Index (or any successor thereto). The investment strategy of the ETF is to invest in and hold the constituent securities of the FTSE Emerging Index in substantially the same proportion as they are reflected in the index or securities intended to replicate the performance of the index.

Results of Operations

The ETF was launched on September 21, 2017, and its net asset value was \$26 million as of June 30, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Recent Developments

The sub-advisor has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	20.00	0.23	(0.04)	0.28	(0.99)	(0.52)	–	(0.23)	–	–	(0.23)	19.32
Dec. 31, 2017 ³	20.00 [†]	0.15	(0.04)	0.13	1.17	1.41	–	(0.12)	(0.05)	(1.22)	(1.39)	20.00

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From August 9, 2017.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	26 078	1 350	0.29	0.42	0.21	36.44	19.32	19.30
Dec. 31, 2017 ⁴	27 004	1 350	0.56	0.56	0.40	75.19	20.00	20.10

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From August 9, 2017.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

Management Fees

RBC Emerging Markets Equity Index ETF	0.25%
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PAST PERFORMANCE

Investment performance in respect of a fund that has been available for less than one year is not provided. The ETF was launched September 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	22.0
Information Technology	21.7
Consumer Discretionary	8.0
Energy	6.9
Materials	6.9
Consumer Staples	5.0
Telecommunication Services	4.5
Industrials	4.5
Real Estate	3.4
Utilities	2.6
Health Care	2.0
Underlying Funds	11.4
Other Net Assets	1.1

Top 25 Holdings

	% of Net Asset Value
iShares MSCI India Fund	11.4
Tencent Holdings Ltd.	6.3
Alibaba Group Holding Ltd. ADR	4.4
Taiwan Semiconductor Manufacturing Co. Ltd.	3.7
Naspers Ltd.	2.4
China Construction Bank Corp.	1.8
Baidu.com Inc. ADR	1.5
Industrial & Commercial Bank of China	1.3
China Mobile (Hong Kong) Ltd.	1.0
Ping An Insurance Group Company of China Ltd.	1.0
Vale S.A.	1.0
Hon Hai Precision Industry Co. Ltd.	0.9
Bank of China Ltd.	0.8
Sberbank of Russia	0.8
Largan Precision Co. Ltd.	0.7
Itau Unibanco Holding S.A. Preference	0.7
Lukoil PJSC	0.7
JD.com Inc. ADR	0.7
CNOOC Ltd.	0.6
Gazprom PAO	0.5
Banco Bradesco S.A. Preference	0.5
America Movil S.A.B. de C.V.	0.5
China Petroleum & Chemical Corp.	0.5
PTT PCL	0.5
Ambev S.A.	0.4
Top 25 Holdings	44.6

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



GLOBAL EQUITY ETF

RBC STRATEGIC GLOBAL DIVIDEND LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality global dividend-paying equity securities that will provide regular income and that have the potential for long-term capital growth.

The ETF invests substantially all of its assets in RBC Quant Dividend Leaders ETFs (other than RBC Quant U.S. Dividend Leaders (CAD Hedged) ETF, RBC Quant European Dividend Leaders (CAD Hedged) ETF and RBC Quant EAFE Dividend Leaders (CAD Hedged) ETF). The ETF may also invest directly in a portfolio of global dividend-paying equity securities.

The portfolio asset allocation will be reconstituted and rebalanced from time to time, and no less frequently than quarterly. The frequency of the reconstitution and rebalancing may change without notice.

In order to adjust the portfolio's asset mix in a more timely manner, the portfolio manager may use derivatives as a substitute for direct investment in a particular market, on a short-term basis, until the portfolio's assets can be reallocated among the RBC Quant Dividend Leaders ETFs.

Portfolio securities for each of the applicable RBC Quant Dividend Leaders ETFs, and for the ETF, to the extent it invests directly in equity securities, will be selected using a rules-based, multi-factor investment approach designed to select high-quality global dividend-paying equity securities (i.e. companies with strong balance sheets, stable and sustainable dividend payouts and the ability to grow dividends in the future). Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies.

Results of Operations

The ETF's net asset value was \$10 million as of June 30, 2018.

Over the past six months, the ETF's units gained 0.9%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The first half of 2018 was marked by escalating trade tensions between the U.S. and much of the world, as President Trump made good on his promise to institute billions of dollars in tariffs. Against this backdrop, the global economy decelerated, particularly outside North America. In Europe, investors were concerned by the installation of an Italian government calling for stricter immigration rules and more government spending, while in emerging markets, a stronger U.S. dollar and trade friction raised geopolitical headwinds.

Canadian and U.S. equity markets posted modest gains in the first half of 2018. Stocks were volatile through June, as euphoria over the late-2017 U.S. tax cuts was offset by concerns about slowing economic growth and rising trade protectionism. Robust earnings growth was a positive for stocks, but higher interest rates and slightly faster inflation weighed on valuations. Emerging-market equities and stocks in Europe and the developed markets of Asia performed less well. In general, equities struggled to make the kind of headway that came so easily last year.

The RBC Quant U.S. Dividend Leaders ETF and the RBC Quant EAFE Dividend Leaders ETF had a positive impact on performance. The RBC Quant Canadian Dividend Leaders ETF and the RBC Quant Emerging Markets Dividend Leaders ETF had a negative impact on returns.

Recent Developments

Economic growth slowed in the first half of 2018 but remains at its most solid since the financial crisis amid U.S. fiscal stimulus and business and consumer optimism. The portfolio manager expects continued expansion, encouraging central banks to nudge rates higher. Corporate earnings continue to rise steadily, which the portfolio manager believes bodes well for stocks.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.



Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	24.27	0.34	(0.02)	0.06	(0.27)	0.11	–	(0.33)	–	–	(0.33)	24.16
Dec. 31, 2017	22.78	1.31	(0.03)	0.10	0.92	2.30	–	(0.63)	(0.52)	(0.02)	(1.17)	24.27
Dec. 31, 2016 ³	20.00 [†]	0.71	(0.02)	0.48	2.28	3.45	–	(0.64)	(0.51)	–	(1.15)	22.78

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 19, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	9 665	400	0.61	0.61	0.11	3.18	24.16	24.13
Dec. 31, 2017	7 282	300	0.61	0.61	0.11	6.41	24.27	24.33
Dec. 31, 2016 ⁴	3 417	150	0.59	0.59	0.12	21.51	22.78	21.86

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 19, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF.

A management fee is charged indirectly and directly to the ETF:

indirectly as this ETF invests in the units of other RBC ETFs and the other RBC ETFs pay management fees; and directly for other portfolio manager activities. The total management fee will not exceed 0.55%, before GST/HST, of the daily net asset value of the ETF.



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 19, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	28.8
Energy	14.5
Utilities	8.2
Industrials	7.2
Information Technology	7.1
Telecommunication Services	6.9
Health Care	6.8
Consumer Staples	5.7
Real Estate	5.5
Consumer Discretionary	4.3
Materials	3.9
Underlying Funds	0.5
Other Net Assets	0.6

Top 25 Holdings*

	% of Net Asset Value
RBC Quant U.S. Dividend Leaders ETF	36.1
RBC Quant Canadian Dividend Leaders ETF	33.6
RBC Quant EAFE Dividend Leaders ETF	21.1
RBC Quant Emerging Markets Dividend Leaders ETF	8.9
Total	99.7

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



GLOBAL EQUITY ETF

RBC STRATEGIC GLOBAL EQUITY LEADERS ETF

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with broad exposure, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate, to the performance of a diversified portfolio of high-quality global equity securities that have the potential for long-term capital growth.

The ETF invests substantially all of its assets in RBC Quant Equity Leaders ETFs (other than RBC Quant U.S. Equity Leaders (CAD Hedged) ETF and RBC Quant EAFE Equity Leaders (CAD Hedged) ETF). The ETF may also invest directly in a portfolio of global equity securities.

The portfolio asset allocation will be reconstituted and rebalanced from time to time, and no less frequently than quarterly. The frequency of the reconstitution and rebalancing may change without notice.

In order to adjust the portfolio's asset mix in a more timely manner, the portfolio manager may use derivatives as a substitute for direct investment in a particular market, on a short-term basis, until the portfolio's assets can be reallocated among the RBC Quant Equity Leaders ETFs.

Portfolio securities for each of the applicable RBC Quant Equity Leaders ETFs, and for the ETF, to the extent it invests directly in equity securities, will be selected using a rules-based, multi-factor investment approach designed to select high-quality global equity securities (i.e. companies with a high quality of earnings) while filtering out slow growth companies and securities with expensive valuations. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization companies.

Results of Operations

The ETF's net asset value was \$4 million as of June 30, 2018.

Over the past six months, the ETF's units gained 2.8%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The first half of 2018 was marked by escalating trade tensions between the U.S. and much of the world, as President Trump made good on his promise to institute billions of dollars in tariffs. Against this backdrop, the global economy decelerated, particularly outside North America. In Europe, investors were concerned by the installation of an Italian government calling for stricter immigration rules and more government spending, while in emerging markets, a stronger U.S. dollar and trade friction raised geopolitical headwinds.

Canadian and U.S. equity markets posted modest gains in the first half of 2018. Stocks were volatile through June, as euphoria over the late-2017 U.S. tax cuts was offset by concerns about slowing economic growth and rising trade protectionism. Robust earnings growth was a positive for stocks, but higher interest rates and slightly faster inflation weighed on valuations. Emerging-market equities and stocks in Europe and the developed markets of Asia performed less well. In general, equities struggled to make the kind of headway that came so easily last year.

Three of the Fund's four holdings had a positive impact on performance. The RBC Quant U.S. Equity Leaders ETF had the most positive impact, followed by the RBC Quant EAFE Equity Leaders ETF and the RBC Quant Canadian Equity Leaders ETF. The RBC Quant Emerging Markets Equity Leaders ETF had a negative impact on returns.

Recent Developments

Economic growth slowed in the first half of 2018 but remains at its most solid since the financial crisis amid U.S. fiscal stimulus and business and consumer optimism. The portfolio manager expects continued expansion, encouraging central banks to nudge rates higher. Corporate earnings continue to rise steadily, which the portfolio manager believes bodes well for stocks.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.



Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.

The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
June 30, 2018	25.24	0.25	(0.02)	0.12	0.43	0.78	–	(0.21)	–	–	(0.21)	25.73
Dec. 31, 2017	22.75	0.46	(0.03)	1.86	0.72	3.01	–	(0.38)	(1.91)	–	(2.29)	25.24
Dec. 31, 2016 ³	20.00 [†]	0.43	(0.03)	0.41	2.39	3.20	–	(0.39)	(0.45)	–	(0.84)	22.75

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From January 19, 2016.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
June 30, 2018	3 860	150	0.63	0.63	0.19	4.01	25.73	25.88
Dec. 31, 2017	2 524	100	0.61	0.61	0.12	55.24	25.24	25.29
Dec. 31, 2016 ⁴	2 275	100	0.60	0.60	0.19	24.27	22.75	21.96

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From January 19, 2016.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. A management fee is charged indirectly and directly to the ETF: indirectly as this ETF invests in the units of other RBC ETFs and the other RBC ETFs pay management fees; and directly for other portfolio manager activities. The total management fee will not exceed 0.55%, before GST/HST, of the daily net asset value of the ETF.



PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since January 19, 2016.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
International Equities	
Financials	22.2
Information Technology	15.4
Industrials	10.5
Energy	8.9
Consumer Discretionary	8.5
Materials	7.7
Health Care	7.3
Consumer Staples	6.5
Utilities	4.8
Telecommunication Services	3.6
Real Estate	3.5
Underlying Funds	0.8
Other Net Assets	0.3

Top 25 Holdings*

	% of Net Asset Value
RBC Quant U.S. Equity Leaders ETF	36.3
RBC Quant Canadian Equity Leaders ETF	33.4
RBC Quant EAFE Equity Leaders ETF	21.1
RBC Quant Emerging Markets Equity Leaders ETF	9.0
Total	99.8

* The ETF holds fewer than 25 holdings.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

The Simplified Prospectus and other information about the underlying funds are available on SEDAR website at www.sedar.com.



GLOBAL EQUITY ETF

**RBC QUANT GLOBAL
INFRASTRUCTURE LEADERS ETF**

June 30, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETF (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified global portfolio of high-quality equity securities of companies that own or operate infrastructure assets that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the ETF are selected from the global listed infrastructure universe using a rules-based, multi-factor investment approach that considers a combination of the financial strength, growth and stability factors of the company. The global listed infrastructure universe, as determined by the portfolio management team, is made up of companies that own or operate assets primarily in the transportation (toll roads, airports, railroads and marine ports), energy (storage and transportation, renewable energy and pipelines), utilities (electric utilities, gas utilities and water), and communication (wireless towers) sectors, domiciled around the world. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization securities. The portfolio holdings are reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$21 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 0.5%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Aes Corp., Centrica Plc and Kansai Electric Power had the most positive impact on returns, while Companhia De Saneamento, Bezeq Israeli Telecommunication Corp. and Canadian Utilities were negative for performance. The ETF had the highest relative exposure to Aes Corp., Centerpoint Energy Inc. and Exelon Corp., and the smallest relative exposure to Comcast Corp., Union Pacific Corp. and Naspers Ltd.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services

to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	19.48	0.43	(0.08)	(1.22)	0.98	0.11	–	(0.35)	–	–	(0.35)	19.23
Dec. 31, 2017	20.18	0.78	(0.17)	0.23	(1.56)	(0.72)	–	(0.68)	(0.33)	–	(1.01)	19.48
Dec. 31, 2016 ³	15.66 [†]	0.27	(0.10)	(0.09)	1.25	1.33	–	(0.21)	–	–	(0.21)	20.18
USD Units*												
June 30, 2018	15.55	0.33	(0.06)	(0.96)	0.78	0.09	–	(0.27)	–	–	(0.27)	14.62
Dec. 31, 2017	15.05	1.26	(0.27)	0.37	(1.94)	(0.58)	–	(0.52)	(0.26)	–	(0.78)	15.55
Dec. 31, 2016 ³	15.66 [†]	0.20	(0.08)	(0.07)	0.32	0.37	–	(0.08)	–	(0.08)	(0.16)	15.05

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From September 14, 2016.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	18 265	950	0.62	0.62	–	102.81	19.23	19.30
Dec. 31, 2017	18 510	950	0.60	0.60	0.34	317.06	19.48	19.55
Dec. 31, 2016 ⁴	8 074	400	0.64	0.64	0.76	125.38	20.18	20.30
USD Units*								
June 30, 2018	2 884	150	0.62	0.62	–	102.81	14.62	14.65
Dec. 31, 2017	2 333	150	0.60	0.60	0.34	317.06	15.55	15.61
Dec. 31, 2016 ⁴	753	50	0.64	0.64	0.76	125.38	15.05	15.01

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From September 14, 2016.

* Stated in U.S. dollars.



FINANCIAL HIGHLIGHTS (cont.)

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

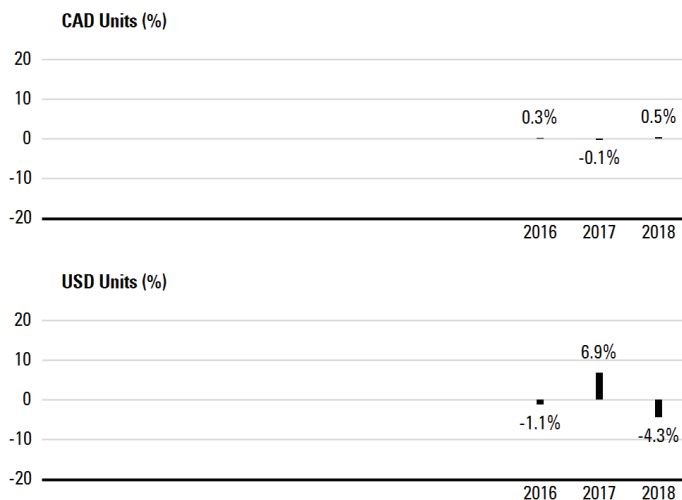
	Management Fees
CAD Units	0.55%
USD Units	0.55%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since September 20, 2016. Inception dates are not provided for Funds that have been in existence for more than 10 years. For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

*(after consideration of derivative products, if any)
As at June 30, 2018*

Investment Mix

	% of Net Asset Value
Global Equities	
Utilities	53.0
Telecommunication Services	32.9
Energy	7.2
Industrials	3.4
Consumer Discretionary	3.1
Underlying Funds	0.1
Other Net Assets	0.3

Top 25 Holdings

	% of Net Asset Value
AT&T Inc.	6.1
Verizon Communications Inc.	6.0
Exelon Corp.	5.1
AES Corp.	4.4
Centerpoint Energy Inc.	4.4
Consolidated Edison Inc.	4.3
Centrica Plc.	4.2
Edison International	4.1
Inter Pipeline Ltd.	4.0
Fortis Inc.	4.0
Kansai Electric Power Co. Inc.	3.7
Telenor ASA	3.7
Chubu Electric Power Co. Inc.	3.6
Electric Power Development Co. Ltd.	3.3
Nippon Telegraph & Telephone Corp.	3.2
Enagas	3.1
TAV Havalimanlari Holding A.S.	3.0
Entergy Corp.	3.0
BT Group Plc.	2.9
Transmissora Alianca de Energia Eletrica S.A.	2.9
Bezeq Israeli Telecommunication Corporation Ltd.	2.9
Eutelsat Communications S.A.	2.8
BCE Inc.	2.6
Telefonica S.A.	2.5
Cia de Saneamento Basico do Estado de Sao Paulo	2.2
Top 25 Holdings	92.0

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.



GLOBAL EQUITY ETF

**RBC QUANT GLOBAL REAL ESTATE
LEADERS ETF**

June 30, 2018

Portfolio Manager *RBC Global Asset Management Inc. ("RBC GAM")*

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2018.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the ETF and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the ETF. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/etf/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The ETF seeks to provide unitholders with exposure to the performance of a diversified global portfolio of high-quality Real Estate Investment Trusts ("REITs") and equity securities of real estate management and development companies that will provide regular income and that have the potential for long-term capital growth.

Portfolio securities for the ETF are selected from the global real estate universe using a rules-based, multi-factor investment approach that considers a combination of the financial strength, growth and stability factors of the company. The global real estate universe, as determined by the portfolio management team, includes REITs and real estate management and development companies domiciled around the world. Securities are weighted in accordance with a modified capitalization weighting methodology designed to reduce the dispersion of weights between larger and smaller capitalization securities. The portfolio holdings are reconstituted and rebalanced on a quarterly basis. The frequency of the reconstitution and rebalancing may change without notice.

Results of Operations

The ETF's net asset value was \$8 million as of June 30, 2018.

Over the past six months, the ETF's CAD units gained 5.1%. The ETF's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of the ETF.

The ETF's relative exposure to Kimco Realty Corp., Tanger Factory Outlet Centers Inc. and Kerry Properties Ltd. had the most positive impact on returns, while Sino-Ocean Group Holding Ltd., Corporate Office Properties Trust and Public Storage were negative for performance. The ETF had the highest relative exposure to Brixmor Property Group Inc., Kimco Realty Corp. and Tanger Factory Outlet Centers Inc., and the smallest relative exposure to ProLogis Inc., Public Storage and Equinix.

Recent Developments

The portfolio manager has no recent developments to report.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as

compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the ETF in the course of their normal businesses are discussed below.

Custodian and Valuation Agent

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a variable fee based on the value of assets under custody and a fixed fee for other valuation and administrative services.

Designated Broker

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

Securities Lending Agent

To the extent the ETF may engage in securities lending transactions, RBC IS may act as the ETF's securities lending agent. Any revenue earned on such securities lending is split between the ETF and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the ETF relied on the standing instructions from 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by June 30, 2018), and for the past five years or for the periods since inception. This information is derived from the ETF's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

Change in Net Assets Per Unit (\$)

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
CAD Units												
June 30, 2018	19.34	0.47	(0.09)	0.20	0.24	0.82	–	(0.29)	–	–	(0.29)	20.02
Dec. 31, 2017 ³	14.64 [†]	0.67	(0.12)	(0.60)	0.29	0.24	–	(0.34)	–	(0.04)	(0.38)	19.34
USD Units*												
June 30, 2018	15.44	0.37	(0.07)	0.16	0.30	0.76	–	(0.23)	–	–	(0.23)	15.22
Dec. 31, 2017 ³	14.64 [†]	0.51	(0.10)	(0.45)	0.73	0.69	–	(0.28)	–	(0.03)	(0.31)	15.44

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

³ From April 20, 2017.

* Stated in U.S. dollars.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Trading Expense Ratio (%) ²	Portfolio Turnover Rate (%) ³	Net Asset Value Per Unit (\$)	Closing Market Price (\$)
CAD Units								
June 30, 2018	4 004	200	0.64	0.64	0.34	179.51	20.02	20.22
Dec. 31, 2017 ⁴	5 803	300	0.63	0.63	0.36	413.94	19.34	19.45
USD Units*								
June 30, 2018	4 005	200	0.64	0.64	0.34	179.51	15.22	15.47
Dec. 31, 2017 ⁴	2 316	150	0.63	0.63	0.36	413.94	15.44	14.94

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

³ The ETF's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF.

⁴ From April 20, 2017.

* Stated in U.S. dollars



FINANCIAL HIGHLIGHTS (cont.)

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. The management fee of the ETF is calculated at the annual percentage, before GST/HST, of the daily net asset value of the ETF.

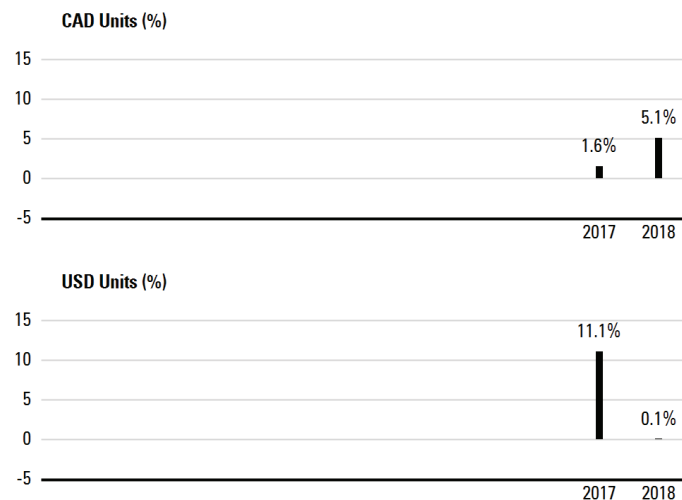
	Management Fees
CAD Units	0.55%
USD Units	0.55%

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the ETF in the periods shown were reinvested in additional units of the ETF and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the ETF may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the ETF's performance for each of the years shown, and illustrates how the ETF's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



The ETF's units have been available for sale to unitholders since May 9, 2017.

Inception dates are not provided for Funds that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2018

Investment Mix

	% of Net Asset Value
Global Equities	
Real Estate	100.0

Top 25 Holdings

	% of Net Asset Value
Simon Property Group Inc.	5.3
Unibail-Rodamco-Westfield	5.3
Kimco Realty Corp.	4.7
Brixmor Property Group Inc. Real Estate Investment Trust	4.7
Sun Hung Kai Properties Ltd.	4.5
Weingarten Real Estate Investment Trust	4.2
VEREIT Inc. Real Estate Investment Trust	4.2
Taubman Centers Inc.	4.1
Tanger Factory Outlet Centers Real Estate Investment Trust	4.1
Piedmont Office Realty Trust Inc., Class A Real Estate Investment Trust	4.0
Hospitality Properties Trust	4.0
Stockland Real Estate Investment Trust	4.0
Mirvac Group Real Estate Investment Trust	3.9
Park Hotels & Resorts Inc. Real Estate Investment Trust	3.9
Apple Hospitality Inc. Real Estate Investment Trust	3.7
Kerry Properties Ltd.	3.7
Vicinity Centres Real Estate Investment Trust	3.6
Fibra Uno Administracion S.A. de C.V. Real Estate Investment Trust	3.5
Shimao Property Holdings Ltd.	3.3
Nomura Real Estate Holdings Inc.	2.9
Sino-Ocean Group Holding Ltd.	2.8
SmartCentres Real Estate Investment Trust	2.4
RioCan Real Estate Investment Trust	2.3
Host Marriott Corp.	2.2
Daito Trust Construction Co. Ltd.	2.1
Top 25 Holdings	93.4

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at www.rbcgam.com/etfs.

If you have questions regarding RBC ETFs, you can contact us using the following options:

By Phone

Investors: **1-855-RBC-ETFs (722-3837)**
Dealers: **1-800-662-0652**

On the Internet

Visit our website at: **www.rbcgam.com/etfs**

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



**Global Asset
Management**