

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

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

PricewaterhouseCoopers LLP, Chartered Professional Accountants, Licensed Public Accountants, have performed an independent audit of the financial statements in accordance with IFRS. Their report is set out on the next page.



Damon G. Williams, FSA, FCIA, CFA
Chief Executive Officer
RBC Global Asset Management Inc.
March 10, 2022



Heidi Johnston, CPA, CA
Chief Financial Officer
RBC GAM Funds

To the Unitholders and Trustee of

RBC FUNDS

RBC Canadian T-Bill Fund
 RBC Canadian Money Market Fund
 RBC Premium Money Market Fund
 RBC \$U.S. Money Market Fund
 RBC Premium \$U.S. Money Market Fund
 RBC Canadian Short-Term Income Fund
 RBC \$U.S. Short-Term Government Bond Fund
 RBC \$U.S. Short-Term Corporate Bond Fund
 RBC Short-Term Global Bond Fund
 RBC Vision Fossil Fuel Free Short-Term Bond Fund
 RBC Monthly Income Bond Fund
 RBC Canadian Bond Index Fund
(renamed RBC Canadian Bond Index ETF Fund)
 RBC Canadian Government Bond Index Fund
 RBC Bond Fund
 RBC Vision Bond Fund
 RBC Vision Fossil Fuel Free Bond Fund
 RBC Global Bond Fund
 RBC \$U.S. Global Bond Fund
 RBC \$U.S. Investment Grade Corporate Bond Fund
 RBC Global Corporate Bond Fund
 RBC High Yield Bond Fund
 RBC \$U.S. High Yield Bond Fund
 RBC Global High Yield Bond Fund
 RBC Strategic Income Bond Fund
 RBC \$U.S. Strategic Income Bond Fund
 RBC Emerging Markets Foreign Exchange Fund
 RBC Emerging Markets Bond Fund
 RBC Emerging Markets Bond Fund (CAD Hedged)
 BlueBay Global Monthly Income Bond Fund
 BlueBay Global Sovereign Bond Fund (Canada)
 BlueBay Global Investment Grade Corporate Bond Fund (Canada)
 BlueBay \$U.S. Global Investment Grade Corporate Bond Fund (Canada)
 BlueBay European High Yield Bond Fund (Canada)
 BlueBay Global High Yield Bond Fund (Canada)
 BlueBay \$U.S. Global High Yield Bond Fund (Canada)
(formerly, BlueBay Canadian Institutional Global High Yield Bond Fund)
 BlueBay Emerging Markets Bond Fund (Canada)
 BlueBay Emerging Markets Local Currency Bond Fund (Canada)
 BlueBay Emerging Markets Corporate Bond Fund
 BlueBay Emerging Markets High Yield Corporate Bond Fund (Canada)
 BlueBay Global Convertible Bond Fund (Canada)
 RBC Conservative Bond Pool
 RBC Core Bond Pool
 RBC \$U.S. Core Bond Pool
 RBC Core Plus Bond Pool
 RBC \$U.S. Core Plus Bond Pool
 RBC Managed Payout Solution
 RBC Managed Payout Solution – Enhanced
 RBC Managed Payout Solution – Enhanced Plus
 RBC Monthly Income Fund
 RBC U.S. Monthly Income Fund
 RBC Balanced Fund
 RBC Global Balanced Fund
 RBC Vision Balanced Fund
 RBC Vision Fossil Fuel Free Balanced Fund
 RBC Emerging Markets Balanced Fund
 RBC Conservative Growth & Income Fund
 RBC Balanced Growth & Income Fund
 RBC Global Growth & Income Fund
 RBC Select Very Conservative Portfolio
 RBC Select Conservative Portfolio

RBC Select Balanced Portfolio
 RBC Select Growth Portfolio
 RBC Select Aggressive Growth Portfolio
 RBC Select Choices Conservative Portfolio
 RBC Select Choices Balanced Portfolio
 RBC Select Choices Growth Portfolio
 RBC Select Choices Aggressive Growth Portfolio
 RBC Global Very Conservative Portfolio
 RBC Global Conservative Portfolio
 RBC Global Balanced Portfolio
 RBC \$U.S. Global Balanced Portfolio
 RBC Global Growth Portfolio
 RBC Global All-Equity Portfolio
 RBC Global Choices Very Conservative Portfolio
 RBC Global Choices Conservative Portfolio
 RBC Global Choices Balanced Portfolio
 RBC Global Choices Growth Portfolio
 RBC Global Choices All-Equity Portfolio
 RBC Retirement Income Solution
 RBC Retirement 2020 Portfolio
 RBC Retirement 2025 Portfolio
 RBC Retirement 2030 Portfolio
 RBC Retirement 2035 Portfolio
 RBC Retirement 2040 Portfolio
 RBC Retirement 2045 Portfolio
 RBC Retirement 2050 Portfolio
 RBC Retirement 2055 Portfolio
 RBC Retirement 2060 Portfolio
 RBC Target 2025 Education Fund
 RBC Target 2030 Education Fund
 RBC Target 2035 Education Fund
 RBC Canadian Dividend Fund
 RBC Canadian Equity Fund
 RBC Vision Canadian Equity Fund
 RBC QUBE Canadian Equity Fund
 RBC QUBE Low Volatility Canadian Equity Fund
 RBC Vision QUBE Fossil Fuel Free Low Volatility Canadian Equity Fund
 RBC Trend Canadian Equity Fund
 RBC Canadian Index Fund
 RBC O'Shaughnessy Canadian Equity Fund
 RBC O'Shaughnessy All-Canadian Equity Fund
 RBC Canadian Equity Income Fund
 RBC Canadian Mid-Cap Equity Fund
(formerly, RBC Private Canadian Mid-Cap Equity Pool)
 RBC Canadian Small & Mid-Cap Resources Fund
 RBC North American Value Fund
 RBC North American Growth Fund
 RBC U.S. Dividend Fund
 RBC U.S. Dividend Currency Neutral Fund
 RBC U.S. Equity Fund
 RBC U.S. Equity Currency Neutral Fund
 RBC QUBE U.S. Equity Fund
 RBC QUBE Low Volatility U.S. Equity Fund
 RBC QUBE Low Volatility U.S. Equity Currency Neutral Fund
 RBC U.S. Equity Value Fund
 RBC U.S. Index Fund
 RBC U.S. Index Currency Neutral Fund
(renamed RBC U.S. Equity Currency Neutral Index ETF Fund)
 RBC O'Shaughnessy U.S. Value Fund (Unhedged)
 RBC O'Shaughnessy U.S. Value Fund
 RBC U.S. Mid-Cap Growth Equity Fund
 RBC U.S. Mid-Cap Growth Equity Currency Neutral Fund
 RBC U.S. Mid-Cap Value Equity Fund
 RBC U.S. Small-Cap Core Equity Fund
 RBC U.S. Small-Cap Value Equity Fund
 RBC O'Shaughnessy U.S. Growth Fund
 RBC O'Shaughnessy U.S. Growth Fund II

RBC Life Science and Technology Fund
 RBC International Dividend Growth Fund
 RBC International Equity Fund
 RBC International Equity Currency Neutral Fund
 RBC International Index Currency Neutral Fund
(renamed RBC International Equity Currency Neutral Index ETF Fund)
 RBC O'Shaughnessy International Equity Fund
 RBC European Dividend Fund
 RBC European Equity Fund
 RBC European Mid-Cap Equity Fund
 RBC Asian Equity Fund
 RBC Asia Pacific ex-Japan Equity Fund
 RBC China Equity Fund
 RBC Japanese Equity Fund
 RBC Emerging Markets Multi-Strategy Equity Fund
 RBC Emerging Markets Dividend Fund
 RBC Emerging Markets ex-China Dividend Fund
 RBC Emerging Markets Equity Fund
 RBC Emerging Markets Equity Focus Fund
 RBC Vision Fossil Fuel Free Emerging Markets Equity Fund
 RBC QUBE Low Volatility Emerging Markets Equity Fund
 RBC Emerging Markets Small-Cap Equity Fund
 RBC Global Dividend Growth Fund
 RBC Global Dividend Growth Currency Neutral Fund
 RBC Global Equity Fund
 RBC Vision Global Equity Fund
 RBC Vision Fossil Fuel Free Global Equity Fund
 RBC Global Equity Focus Fund
 RBC Global Equity Focus Currency Neutral Fund
 RBC Global Equity Leaders Fund
 RBC QUBE Global Equity Fund
 RBC QUBE Low Volatility Global Equity Fund
 RBC QUBE Low Volatility Global Equity Currency Neutral Fund
 RBC O'Shaughnessy Global Equity Fund
 RBC QUBE Low Volatility All Country World Equity Fund
 RBC Global Energy Fund
 RBC Global Precious Metals Fund
 RBC Global Resources Fund
 RBC Global Technology Fund

RBC PRIVATE POOLS

RBC Private Short-Term Income Pool
 RBC Private Canadian Corporate Bond Pool
 RBC Private Income Pool
 RBC Private Canadian Dividend Pool
 RBC Private Fundamental Canadian Equity Pool
 RBC Private Canadian Equity Pool
 RBC Private U.S. Large-Cap Value Equity Pool
 RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool
 RBC Private U.S. Growth Equity Pool
 RBC Private U.S. Large-Cap Core Equity Pool
 RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool
 RBC Private U.S. Small-Cap Equity Pool
 RBC Private EAFE Equity Pool
 RBC Private Overseas Equity Pool
 RBC Private World Equity Pool

RBC ALTERNATIVE FUNDS

BlueBay Global Alternative Bond Fund (Canada)

PH&N FUNDS

Phillips, Hager & North Canadian Money Market Fund
 Phillips, Hager & North \$U.S. Money Market Fund
 Phillips, Hager & North Short Term Bond & Mortgage Fund
 Phillips, Hager & North Bond Fund
 Phillips, Hager & North Total Return Bond Fund
 Phillips, Hager & North Inflation-Linked Bond Fund

PH&N FUNDS (cont.)

Phillips, Hager & North High Yield Bond Fund
 Phillips, Hager & North Long Inflation-linked Bond Fund
 Phillips, Hager & North Monthly Income Fund
 Phillips, Hager & North Balanced Fund
 Phillips, Hager & North Dividend Income Fund
 Phillips, Hager & North Canadian Equity Fund
 Phillips, Hager & North Canadian Equity Value Fund
 Phillips, Hager & North Conservative Equity Income Fund
 Phillips, Hager & North Canadian Equity Underlying Fund
 Phillips, Hager & North Canadian Equity Underlying Fund II
 Phillips, Hager & North Canadian Growth Fund
 Phillips, Hager & North Canadian Income Fund
 Phillips, Hager & North Vintage Fund

Phillips, Hager & North Small Float Fund
 Phillips, Hager & North U.S. Dividend Income Fund
 Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund
 Phillips, Hager & North U.S. Equity Fund
 Phillips, Hager & North Currency-Hedged U.S. Equity Fund
 Phillips, Hager & North U.S. Growth Fund
 Phillips, Hager & North Overseas Equity Fund
 Phillips, Hager & North Currency-Hedged Overseas Equity Fund
 Phillips, Hager & North Global Equity Fund
 Phillips, Hager & North LifeTime 2015 Fund
 Phillips, Hager & North LifeTime 2020 Fund
 Phillips, Hager & North LifeTime 2025 Fund

Phillips, Hager & North LifeTime 2030 Fund
 Phillips, Hager & North LifeTime 2035 Fund
 Phillips, Hager & North LifeTime 2040 Fund
 Phillips, Hager & North LifeTime 2045 Fund
 Phillips, Hager & North LifeTime 2050 Fund
 Phillips, Hager & North LifeTime 2055 Fund
 Phillips, Hager & North LifeTime 2060 Fund
 Phillips, Hager & North Conservative Pension Trust
 Phillips, Hager & North Balanced Pension Trust
 Phillips, Hager & North Growth Pension Trust
 Phillips, Hager & North Canadian Equity Pension Trust
 Phillips, Hager & North Canadian Equity Plus Pension Trust
 (individually, a Fund)

Our opinion

In our opinion, the accompanying December 31, 2021 financial statements of each Fund present fairly, in all material respects, the financial position of each Fund, its financial performance and its cash flows as at and for the periods indicated in note 2 in accordance with International Financial Reporting Standards (IFRS).

What we have audited

The financial statements of each Fund comprise:

- the statements of financial position as at the period-end dates indicated in note 2;
- the statements of comprehensive income for the periods indicated in note 2;
- the statements of cash flow for the periods indicated in note 2;
- the statements of changes in net assets attributable to holders of redeemable units (NAV) for the periods indicated in note 2; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of each Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Other information

Management is responsible for the other information of each Fund. The other information comprises the 2021 Annual Management Report of Fund Performance of each Fund.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of each Fund, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements of each Fund or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements of each Fund in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the ability of each Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate any Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the financial reporting process of each Fund.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole for each Fund are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements of each Fund.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of each Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of each Fund.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements of each Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause any Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of each Fund, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP

Chartered Professional Accountants, Licensed Public Accountants

Toronto, Ontario

March 10, 2022



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC INTERNATIONAL EQUITY FUND

December 31, 2021

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
90 575	Afterpay Ltd.	\$ 10 640	\$ 6 909	
419 177	Aristocrat Leisure Ltd.	12 246	16 802	
108 975	CSL Ltd.	14 748	29 122	
152 421	Macquarie Group Ltd.	16 689	28 789	
		54 323	81 622	4.5
China				
634 000	Ping An Insurance Group Company of China Ltd.	6 530	5 779	
370 430	Tencent Holdings Ltd.	19 486	27 336	
		26 016	33 115	1.8
Denmark				
25 703	Christian Hansen Holding A/S	2 239	2 561	
576 433	Novo Nordisk A/S	44 974	81 820	
174 883	Novozymes A/S	13 809	18 146	
		61 022	102 527	5.7
Finland				
548 581	Sampo OYJ	28 570	34 693	
		28 570	34 693	1.9
France				
130 623	Edenred	7 722	7 622	
186 380	EssilorLuxottica	35 630	50 135	
70 278	LVMH Louis Vuitton Moet-Hennessy	44 968	73 391	
88 057	Safran S.A.	16 050	13 622	
152 411	Schneider Electric SE	30 089	37 862	
		134 459	182 632	10.1
Germany				
167 792	SAP SE	23 406	29 840	
		23 406	29 840	1.7
Hong Kong				
1 213 200	AIA Group Ltd.	11 098	15 485	
3 541 300	Budweiser Brewing Co. APAC Ltd.	14 841	11 774	
		25 939	27 259	1.5
Ireland				
35 126	Flutter Entertainment Plc.	6 144	7 102	
186 952	Ryanair Holdings Plc. ADR	20 178	24 191	
		26 322	31 293	1.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan				
651 900	Ajinomoto Co. Inc.	\$ 25 523	\$ 25 081	
27 300	BayCurrent Consulting Inc.	16 580	13 298	
631 100	Daiichi Sankyo Co. Ltd.	12 581	20 300	
107 300	Hoya Corp.	12 532	20 123	
52 300	Keyence Corp.	31 644	41 560	
27 900	Lasertec Corp.	8 885	10 801	
120 600	M3 Inc.	4 897	7 685	
475 600	MISUMI Group Inc.	15 871	24 694	
4 588 500	Mitsubishi UFJ Financial Group Inc.	31 860	31 560	
574 600	Recruit Holdings Co. Ltd.	27 282	44 194	
161 000	Sony Group Corp.	16 900	25 695	
81 325	Toei Animation Co. Ltd.	21 215	10 226	
307 800	Tokio Marine Holdings, Inc.	21 119	21 656	
1 252 300	Z Holdings Corp.	6 874	9 132	
		253 763	306 005	16.9
Netherlands				
47 687	ASML Holding N.V.	29 123	48 268	
313 465	Heineken N.V.	40 465	44 577	
2 830 322	ING Groep N.V.	35 134	49 723	
98 993	NN Group N.V.	4 627	6 765	
		109 349	149 333	8.3
Norway				
478 575	DNB Bank ASA	14 026	13 837	
		14 026	13 837	0.8
Spain				
231 953	Amadeus IT Group S.A.	21 073	19 832	
		21 073	19 832	1.1
Sweden				
774 176	Assa Abloy AB	24 097	29 812	
261 967	Atlas Copco AB	10 267	22 869	
1 085 037	Hexagon AB	21 944	21 714	
364 034	Lundin Energy AB	17 683	16 456	
		73 991	90 851	5.0
Switzerland				
6 838	Lonza Group AG	3 088	7 192	
238 262	Nestlé S.A.	36 571	42 023	
59 834	Roche Holdings AG Genussscheine	25 320	31 357	
45 229	Sika AG	6 691	23 747	
828 254	UBS Group AG	15 083	18 780	
		86 753	123 099	6.8
Taiwan				
1 790 000	Taiwan Semiconductor Manufacturing Co. Ltd.	13 862	50 057	
		13 862	50 057	2.8



December 31, 2021

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
307 040	Antofagasta Plc.	\$ 4 089	\$ 7 058	
464 147	Ashtead Group Plc.	14 877	47 291	
3 471 356	Barratt Developments Plc.	34 861	44 552	
255 114	DCC Plc.	28 662	26 396	
1 185 125	Diageo Plc.	57 239	81 898	
693 709	Experian Group Ltd.	34 167	43 186	
488 746	Fevertree Drinks Plc.	17 780	22 497	
1 250 104	Hargreaves Lansdown Plc.	37 894	29 034	
75 620	Linde Plc.	21 221	33 158	
210 648	London Stock Exchange Group Plc.	17 170	25 045	
1 189 784	RELX Plc.	31 797	48 816	
568 510	Schroders Plc.	30 430	34 682	
832 538	The Sage Group Plc.	9 505	12 175	
543 202	Unilever Plc.	35 925	36 831	
		<u>375 617</u>	<u>492 619</u>	<u>27.3</u>
TOTAL INTERNATIONAL EQUITIES		1 328 491	1 768 614	97.9
SHORT-TERM INVESTMENTS*		37 998	37 998	2.1
TOTAL INVESTMENTS		1 366 489	1 806 612	100.0
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			4 509	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)			(4 679)	(0.3)
TOTAL PORTFOLIO		\$1 366 489	1 806 442	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 939	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$1 808 381	100.0

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 69 Sold JPY 6 209 @ 0.0111	04-Jan-2022	\$ 1
Bought CAD 358 Sold USD 282 @ 1.2706	04-Jan-2022	2
Bought JPY 13 Sold CAD 1 @ 91.0936	04-Jan-2022	-
Bought CAD 721 Sold JPY 64 922 @ 0.0111	05-Jan-2022	7
Bought CAD 4 030 Sold USD 3 142 @ 1.2827	07-Jan-2022	57
Bought CAD 15 434 Sold GBP 8 821 @ 1.7497	10-Jan-2022	344
Bought CAD 123 Sold GBP 70 @ 1.7526	10-Jan-2022	3
Bought GBP 2 353 Sold CAD 3 984 @ 0.5905	10-Jan-2022	41
Bought CAD 3 540 Sold DKK 17 553 @ 0.2017	12-Jan-2022	143
Bought CAD 3 055 Sold USD 2 385 @ 1.2808	12-Jan-2022	39
Bought CAD 4 144 Sold NOK 28 345 @ 0.1462	13-Jan-2022	76
Bought CAD 1 229 Sold NOK 8 395 @ 0.1463	13-Jan-2022	24
Bought CHF 4 553 Sold CAD 6 260 @ 0.7274	13-Jan-2022	54
Bought NOK 10 000 Sold CAD 1 415 @ 7.0676	13-Jan-2022	20
Bought CAD 2 263 Sold GBP 1 294 @ 1.7490	14-Jan-2022	49
Bought CAD 3 990 Sold GBP 2 323 @ 1.7177	14-Jan-2022	16
Bought CAD 2 105 Sold GBP 1 229 @ 1.7125	14-Jan-2022	2
Bought GBP 1 230 Sold CAD 2 086 @ 0.5896	14-Jan-2022	18
Bought CAD 198 Sold DKK 975 @ 0.2026	18-Jan-2022	9

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 750 Sold GBP 431 @ 1.7394	19-Jan-2022	\$ 12
Bought CAD 5 826 Sold EUR 4 000 @ 1.4566	19-Jan-2022	70
Bought CAD 105 Sold USD 82 @ 1.2830	20-Jan-2022	2
Bought CAD 8 516 Sold GBP 4 910 @ 1.7345	20-Jan-2022	117
Bought CAD 3 689 Sold EUR 2 480 @ 1.4875	20-Jan-2022	120
Bought CHF 1 200 Sold CAD 1 619 @ 0.7410	20-Jan-2022	45
Bought GBP 635 Sold CAD 1 067 @ 0.5952	20-Jan-2022	19
Bought GBP 1 000 Sold CAD 1 693 @ 0.5908	20-Jan-2022	18
Bought CAD 11 829 Sold DKK 60 269 @ 0.1963	21-Jan-2022	165
Bought AUD 2 000 Sold CAD 1 834 @ 1.0904	24-Jan-2022	5
Bought CAD 38 Sold USD 30 @ 1.2804	24-Jan-2022	-
Bought CAD 1 062 Sold SEK 7 435 @ 0.1429	24-Jan-2022	23
Bought CAD 7 722 Sold JPY 698 757 @ 0.0111	25-Jan-2022	43
Bought CAD 3 978 Sold JPY 350 000 @ 0.0114	25-Jan-2022	132
Bought CHF 7 959 Sold CAD 10 759 @ 0.7397	26-Jan-2022	282
Bought EUR 15 389 Sold CAD 22 152 @ 0.6947	26-Jan-2022	-
Bought CAD 11 072 Sold TWD 240 000 @ 0.0461	27-Jan-2022	107
Bought CAD 1 718 Sold GBP 1 000 @ 1.7178	27-Jan-2022	7
Bought EUR 100 Sold CAD 144 @ 0.6946	27-Jan-2022	-
Bought JPY 112 000 Sold CAD 1 215 @ 92.1940	27-Jan-2022	16
Bought CHF 7 577 Sold CAD 10 230 @ 0.7407	01-Feb-2022	284
Bought JPY 321 191 Sold CAD 3 469 @ 92.5970	02-Feb-2022	61
Bought ILS 2 000 Sold CAD 771 @ 2.5955	03-Feb-2022	45
Bought CHF 6 690 Sold CAD 9 067 @ 0.7379	04-Feb-2022	217
Bought CAD 4 325 Sold EUR 3 000 @ 1.4418	07-Feb-2022	6
Bought EUR 1 622 Sold CAD 2 318 @ 0.6996	07-Feb-2022	17
Bought EUR 828 Sold CAD 1 183 @ 0.7002	07-Feb-2022	10
Bought CAD 2 161 Sold EUR 1 500 @ 1.4410	08-Feb-2022	2
Bought GBP 713 Sold CAD 1 203 @ 0.5927	08-Feb-2022	17
Bought CAD 1 316 Sold NOK 9 000 @ 0.1463	10-Feb-2022	25
Bought CAD 740 Sold USD 585 @ 1.2648	11-Feb-2022	-
Bought EUR 4 751 Sold CAD 6 806 @ 0.6981	14-Feb-2022	36
Bought CHF 2 969 Sold CAD 4 042 @ 0.7346	15-Feb-2022	79
Bought ILS 6 000 Sold CAD 2 421 @ 2.4788	15-Feb-2022	25
Bought CAD 2 644 Sold NOK 18 411 @ 0.1436	16-Feb-2022	3
Bought EUR 4 894 Sold CAD 7 018 @ 0.6974	16-Feb-2022	30
Bought EUR 625 Sold CAD 899 @ 0.6955	16-Feb-2022	1
Bought HKD 8 222 Sold CAD 1 320 @ 6.2300	16-Feb-2022	14
Bought ILS 4 700 Sold CAD 1 912 @ 2.4587	16-Feb-2022	4
Bought JPY 1 201 659 Sold CAD 13 172 @ 91.2295	16-Feb-2022	37
Bought CHF 8 458 Sold CAD 11 598 @ 0.7292	17-Feb-2022	142
Bought CHF 3 374 Sold CAD 4 626 @ 0.7294	18-Feb-2022	58
Bought EUR 1 708 Sold CAD 2 434 @ 0.7017	18-Feb-2022	26
Bought EUR 5 217 Sold CAD 7 468 @ 0.6986	23-Feb-2022	46
Bought CAD 12 580 Sold SEK 88 314 @ 0.1424	25-Feb-2022	227
Bought CAD 164 Sold GBP 96 @ 1.7091	25-Feb-2022	-
Bought SGD 4 300 Sold CAD 4 004 @ 1.0739	25-Feb-2022	28
Bought USD 445 Sold CAD 550 @ 0.8088	25-Feb-2022	13
Bought CAD 3 839 Sold JPY 348 444 @ 0.0110	01-Mar-2022	8
Bought CAD 4 274 Sold DKK 21 875 @ 0.1954	01-Mar-2022	36
Bought CAD 1 650 Sold JPY 146 600 @ 0.0113	01-Mar-2022	38
Bought NOK 2 621 Sold CAD 369 @ 7.1114	01-Mar-2022	7



December 31, 2021

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought AUD 13 340 Sold CAD 12 234 @ 1.0904	02-Mar-2022	\$ 32
Bought CAD 1 547 Sold AUD 1 680 @ 0.9210	02-Mar-2022	3
Bought CHF 4 677 Sold CAD 6 380 @ 0.7331	03-Mar-2022	115
Bought AUD 18 462 Sold CAD 16 772 @ 1.1008	04-Mar-2022	204
Bought CAD 6 032 Sold DKK 30 896 @ 0.1952	04-Mar-2022	47
Bought CAD 10 051 Sold SEK 70 815 @ 0.1419	04-Mar-2022	145
Bought CAD 2 059 Sold GBP 1 200 @ 1.7155	04-Mar-2022	6
Bought CAD 238 Sold EUR 165 @ 1.4426	09-Mar-2022	–
Bought AUD 8 686 Sold CAD 7 887 @ 1.1013	10-Mar-2022	100
Bought EUR 6 683 Sold CAD 9 601 @ 0.6961	10-Mar-2022	28
Bought CAD 103 Sold USD 82 @ 1.2612	11-Mar-2022	–
Bought CAD 20 272 Sold TWD 440 000 @ 0.0461	11-Mar-2022	117
Bought EUR 3 326 Sold CAD 4 731 @ 0.7030	11-Mar-2022	61
Bought NOK 12 800 Sold CAD 1 824 @ 7.0159	18-Mar-2022	11
Bought CAD 2 799 Sold USD 2 205 @ 1.2692	24-Mar-2022	10
		\$ 4 509

Contracts	Maturity Date	Unrealized Loss
Bought SGD 3 115 Sold CAD 2 945 @ 1.0576	10-Jan-2022	\$ (24)
Bought NOK 6 000 Sold CAD 874 @ 6.8650	13-Jan-2022	(13)
Bought NOK 23 634 Sold CAD 3 415 @ 6.9215	13-Jan-2022	(23)
Bought CAD 1 328 Sold GBP 780 @ 1.7027	14-Jan-2022	(6)
Bought SGD 2 586 Sold CAD 2 449 @ 1.0558	18-Jan-2022	(24)
Bought USD 1 500 Sold CAD 1 900 @ 0.7895	18-Jan-2022	(3)
Bought CAD 314 Sold GBP 187 @ 1.6775	20-Jan-2022	(6)
Bought AUD 2 414 Sold CAD 2 235 @ 1.0802	21-Jan-2022	(16)
Bought EUR 7 054 Sold CAD 10 162 @ 0.6942	21-Jan-2022	(10)
Bought JPY 6 349 Sold CAD 74 @ 85.9835	21-Jan-2022	(4)
Bought JPY 89 000 Sold CAD 999 @ 89.1265	21-Jan-2022	(21)
Bought USD 1 144 Sold CAD 1 451 @ 0.7885	21-Jan-2022	(4)
Bought EUR 2 400 Sold CAD 3 467 @ 0.6923	24-Jan-2022	(12)
Bought JPY 1 638 588 Sold CAD 18 786 @ 87.2260	25-Jan-2022	(778)
Bought JPY 200 000 Sold CAD 2 242 @ 89.2199	25-Jan-2022	(42)
Bought JPY 300 000 Sold CAD 3 377 @ 88.8240	25-Jan-2022	(81)
Bought JPY 100 000 Sold CAD 1 120 @ 89.2902	25-Jan-2022	(21)
Bought CAD 24 854 Sold GBP 14 588 @ 1.7037	27-Jan-2022	(102)
Bought CAD 505 Sold GBP 300 @ 1.6833	27-Jan-2022	(8)
Bought GBP 250 Sold CAD 429 @ 0.5833	27-Jan-2022	(1)
Bought NZD 2 956 Sold CAD 2 588 @ 1.1423	27-Jan-2022	(31)
Bought CAD 631 Sold USD 500 @ 1.2626	28-Jan-2022	(1)
Bought CAD 9 181 Sold GBP 5 435 @ 1.6892	28-Jan-2022	(117)
Bought CAD 4 109 Sold HKD 25 483 @ 0.1612	28-Jan-2022	(25)
Bought CAD 3 486 Sold USD 2 830 @ 1.2319	02-Feb-2022	(92)
Bought CAD 3 580 Sold GBP 2 119 @ 1.6894	02-Feb-2022	(45)
Bought EUR 6 600 Sold CAD 9 675 @ 0.6821	02-Feb-2022	(174)
Bought CAD 126 Sold USD 100 @ 1.2564	03-Feb-2022	(1)
Bought CAD 1 977 Sold DKK 10 217 @ 0.1935	03-Feb-2022	(1)
Bought CAD 4 237 Sold GBP 2 485 @ 1.7050	03-Feb-2022	(14)
Bought CAD 3 010 Sold DKK 15 552 @ 0.1935	04-Feb-2022	(1)
Bought EUR 4 645 Sold CAD 6 690 @ 0.6943	07-Feb-2022	(2)
Bought EUR 1 500 Sold CAD 2 165 @ 0.6929	07-Feb-2022	(5)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 1 750 Sold CAD 2 529 @ 0.6920	07-Feb-2022	\$ (9)
Bought CAD 43 068 Sold GBP 25 322 @ 1.7008	08-Feb-2022	(249)
Bought CAD 4 800 Sold GBP 2 848 @ 1.6854	08-Feb-2022	(72)
Bought CAD 3 829 Sold DKK 20 000 @ 0.1914	08-Feb-2022	(44)
Bought CAD 54 Sold GBP 32 @ 1.6865	08-Feb-2022	(1)
Bought DKK 16 762 Sold CAD 3 256 @ 5.1488	08-Feb-2022	(10)
Bought CAD 178 Sold USD 144 @ 1.2363	09-Feb-2022	(4)
Bought CAD 914 Sold SEK 6 566 @ 0.1392	09-Feb-2022	(5)
Bought CAD 1 283 Sold USD 1 035 @ 1.2395	10-Feb-2022	(26)
Bought CAD 1 360 Sold CHF 1 000 @ 1.3598	10-Feb-2022	(28)
Bought CAD 11 678 Sold HKD 72 452 @ 0.1612	10-Feb-2022	(75)
Bought CAD 2 374 Sold GBP 1 416 @ 1.6769	10-Feb-2022	(48)
Bought CAD 16 811 Sold TWD 370 000 @ 0.0454	11-Feb-2022	(105)
Bought CAD 2 061 Sold USD 1 666 @ 1.2369	11-Feb-2022	(46)
Bought SEK 2 193 Sold CAD 315 @ 6.9712	11-Feb-2022	(8)
Bought JPY 573 773 Sold CAD 6 462 @ 88.7960	14-Feb-2022	(155)
Bought JPY 416 217 Sold CAD 4 730 @ 87.9860	16-Feb-2022	(155)
Bought JPY 92 075 Sold CAD 1 026 @ 89.7370	16-Feb-2022	(14)
Bought JPY 350 107 Sold CAD 3 936 @ 88.9584	17-Feb-2022	(87)
Bought CAD 4 882 Sold DKK 25 470 @ 0.1917	18-Feb-2022	(51)
Bought CAD 3 447 Sold DKK 17 928 @ 0.1923	22-Feb-2022	(25)
Bought CAD 1 154 Sold DKK 6 000 @ 0.1924	22-Feb-2022	(8)
Bought JPY 375 000 Sold CAD 4 209 @ 89.0975	22-Feb-2022	(87)
Bought CAD 2 347 Sold GBP 1 400 @ 1.6762	23-Feb-2022	(48)
Bought SEK 25 000 Sold CAD 3 539 @ 7.0635	23-Feb-2022	(42)
Bought AUD 1 093 Sold CAD 1 011 @ 1.0812	24-Feb-2022	(6)
Bought CAD 4 801 Sold DKK 24 924 @ 0.1926	24-Feb-2022	(26)
Bought CAD 226 Sold NOK 1 589 @ 0.1422	24-Feb-2022	(2)
Bought EUR 8 188 Sold CAD 11 812 @ 0.6932	24-Feb-2022	(18)
Bought JPY 429 000 Sold CAD 4 719 @ 90.9141	24-Feb-2022	(3)
Bought CAD 2 237 Sold EUR 1 564 @ 1.4301	25-Feb-2022	(16)
Bought CAD 3 073 Sold GBP 1 807 @ 1.7005	25-Feb-2022	(18)
Bought CAD 1 239 Sold USD 1 000 @ 1.2392	28-Feb-2022	(25)
Bought CAD 5 264 Sold CHF 3 801 @ 1.3849	01-Mar-2022	(14)
Bought JPY 303 000 Sold CAD 3 348 @ 90.4990	01-Mar-2022	(17)
Bought JPY 222 570 Sold CAD 2 541 @ 87.6028	01-Mar-2022	(94)
Bought CAD 3 715 Sold GBP 2 200 @ 1.6887	02-Mar-2022	(48)
Bought JPY 681 333 Sold CAD 7 694 @ 88.5490	02-Mar-2022	(204)
Bought JPY 64 922 Sold CAD 721 @ 90.0309	02-Mar-2022	(7)
Bought USD 2 500 Sold CAD 3 206 @ 0.7797	02-Mar-2022	(45)
Bought JPY 400 000 Sold CAD 4 515 @ 88.5955	03-Mar-2022	(117)
Bought USD 3 855 Sold CAD 4 926 @ 0.7825	03-Mar-2022	(51)
Bought CAD 13 453 Sold GBP 7 913 @ 1.7001	04-Mar-2022	(82)
Bought CHF 3 600 Sold CAD 5 028 @ 0.7160	07-Mar-2022	(28)
Bought JPY 937 415 Sold CAD 10 364 @ 90.4506	07-Mar-2022	(57)
Bought CAD 3 715 Sold GBP 2 200 @ 1.6887	08-Mar-2022	(48)
Bought JPY 1 122 200 Sold CAD 12 608 @ 89.0045	09-Mar-2022	(270)
Bought USD 2 000 Sold CAD 2 551 @ 0.7839	09-Mar-2022	(22)
Bought CAD 4 721 Sold DKK 24 440 @ 0.1932	10-Mar-2022	(15)
Bought CAD 569 Sold NOK 4 000 @ 0.1422	10-Mar-2022	(5)
Bought JPY 21 856 Sold CAD 248 @ 88.2640	15-Mar-2022	(7)
Bought SGD 7 970 Sold CAD 7 513 @ 1.0609	15-Mar-2022	(39)
Bought CAD 6 279 Sold USD 5 000 @ 1.2559	16-Mar-2022	(44)



December 31, 2021

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 5 444 Sold CAD 7 903 @ 0.6888	16-Mar-2022	\$ (58)
Bought HKD 12 000 Sold CAD 1 970 @ 6.0903	16-Mar-2022	(24)
Bought JPY 297 330 Sold CAD 3 345 @ 88.8966	17-Mar-2022	(75)
Bought CAD 1 525 Sold GBP 893 @ 1.7072	18-Mar-2022	(3)
Bought JPY 448 527 Sold CAD 5 004 @ 89.6390	18-Mar-2022	(71)
Bought CAD 1 153 Sold AUD 1 264 @ 0.9119	21-Mar-2022	(10)
		<u>\$ (4 679)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (170)</u>

All counterparties have a credit rating of at least A.

\$945 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above foreign exchange contracts.

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.17% to 0.33% and mature between January 4, 2022 and June 23, 2022.



Statements of Financial Position

(in \$000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2021	December 31 2020
ASSETS		
Investments at fair value	\$ 1 806 612	\$ 1 441 515
Cash	242	226
Due from investment dealers	782	–
Subscriptions receivable	1 337	2 077
Unrealized gain on foreign exchange contracts	4 509	4 779
Dividends receivable, interest accrued and other assets	190	225
TOTAL ASSETS	1 813 672	1 448 822
LIABILITIES		
Redemptions payable	189	883
Unrealized loss on foreign exchange contracts	4 679	3 277
Distributions payable	3	2
Accounts payable and accrued expenses	420	373
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 291	4 535
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 808 381	\$ 1 444 287
Investments at cost	\$ 1 366 489	\$ 1 100 207
NAV		
SERIES A	\$ 129 808	\$ 124 614
ADVISOR SERIES	\$ 541	\$ 534
SERIES T5	\$ 242	\$ 197
SERIES D	\$ 74 956	\$ 67 560
SERIES F	\$ 96 385	\$ 77 493
SERIES FT5	\$ 699	\$ 385
SERIES O	\$ 1 505 750	\$ 1 173 504
NAV PER UNIT		
SERIES A	\$ 28.39	\$ 26.26
ADVISOR SERIES	\$ 28.18	\$ 26.07
SERIES T5	\$ 22.72	\$ 22.08
SERIES D	\$ 29.55	\$ 27.18
SERIES F	\$ 32.06	\$ 29.48
SERIES FT5	\$ 26.79	\$ 25.75
SERIES O	\$ 30.52	\$ 28.06

Statements of Comprehensive Income

(in \$000s except per unit amounts)

(see note 2 in the generic notes)	2021	2020
For the periods ended December 31 (see note 2 in the generic notes)		
INCOME (see note 3 in the generic notes)		
Dividends	\$ 29 904	\$ 23 198
Interest for distribution purposes	59	96
Derivative income (loss)	(11 347)	5 826
Net realized gain (loss) on investments	51 301	41 714
Change in unrealized gain (loss) on investments	97 143	169 869
TOTAL NET GAIN (LOSS) ON INVESTMENTS AND DERIVATIVES	167 060	240 703
Other income (loss)	–	5
Securities lending revenue (see note 7 in the generic notes)	257	314
Net gain (loss) on foreign cash balances	(126)	(729)
TOTAL OTHER INCOME (LOSS)	131	(410)
TOTAL INCOME (LOSS)	167 191	240 293
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 603	3 018
Administration fees	700	546
Independent Review Committee costs	2	2
GST/HST	432	356
Transaction costs	1 471	1 212
Withholding tax	2 213	2 081
TOTAL EXPENSES	8 421	7 215
INCREASE (DECREASE) IN NAV	\$ 158 770	\$ 233 078
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 9 852	\$ 18 424
ADVISOR SERIES	\$ 43	\$ 145
SERIES T5	\$ 17	\$ 31
SERIES D	\$ 6 143	\$ 10 431
SERIES F	\$ 7 746	\$ 11 071
SERIES FT5	\$ 52	\$ 57
SERIES O	\$ 134 917	\$ 192 919
INCREASE (DECREASE) IN NAV PER UNIT		
SERIES A	\$ 2.11	\$ 3.78
ADVISOR SERIES	\$ 2.19	\$ 2.04
SERIES T5	\$ 1.64	\$ 3.75
SERIES D	\$ 2.45	\$ 4.23
SERIES F	\$ 2.76	\$ 4.67
SERIES FT5	\$ 2.35	\$ 5.47
SERIES O	\$ 2.93	\$ 4.90



Statements of Cash Flow (in \$000s)

For the periods ended December 31
(see note 2 in the generic notes)

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	\$ 158 770	\$ 233 078
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes	–	–
Non-cash dividends	(1 405)	(269)
Non-cash distributions from underlying funds	–	–
Net realized loss (gain) on investments	(51 301)	(41 714)
Change in unrealized loss (gain) on investments	(97 143)	(169 869)
(Increase) decrease in accrued receivables	35	245
Increase (decrease) in accrued payables	47	17
(Increase) decrease in margin accounts	–	–
Cost of investments purchased*	(1 269 695)	(963 110)
Proceeds from sale and maturity of investments*	1 055 337	848 454
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(205 355)	(93 168)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units*	407 735	350 785
Cash paid on redemption of redeemable units*	(188 941)	(247 439)
Distributions paid to holders of redeemable units	(13 423)	(10 829)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	\$ 205 371	\$ 92 517
Net increase (decrease) in cash for the period	16	(651)
Cash (bank overdraft), beginning of period	226	877
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 242	\$ 226
Interest received (paid) [†]	\$ 56	\$ 96
Income from investment trusts received (paid) ^{†‡}	\$ –	\$ –
Dividends received (paid) ^{†‡}	\$ 26 324	\$ 21 093

* Excludes in-kind transactions.

[†] Classified as part of operating activities.

[‡] Net of withholding taxes, if applicable.



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

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series D	
	2021	2020	2021	2020	2021	2020	2021	2020
NAV AT BEGINNING OF PERIOD	\$ 124 614	\$ 115 246	\$ 534	\$ 2 708	\$ 197	\$ 155	\$ 67 560	\$ 57 870
INCREASE (DECREASE) IN NAV	9 852	18 424	43	145	17	31	6 143	10 431
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	18 757	12 749	79	266	55	25	7 567	6 026
Reinvestments of distributions to holders of redeemable units	–	–	–	–	5	4	189	217
Redemption of redeemable units	(23 415)	(21 805)	(115)	(2 585)	(21)	(10)	(6 288)	(6 736)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4 658)	(9 056)	(36)	(2 319)	39	19	1 468	(493)
Distributions from net income	–	–	–	–	–	–	(215)	(248)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	(11)	(8)	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	(11)	(8)	(215)	(248)
NET INCREASE (DECREASE) IN NAV	5 194	9 368	7	(2 174)	45	42	7 396	9 690
NAV AT END OF PERIOD	\$ 129 808	\$ 124 614	\$ 541	\$ 534	\$ 242	\$ 197	\$ 74 956	\$ 67 560

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
NAV AT BEGINNING OF PERIOD	\$ 77 493	\$ 59 360	\$ 385	\$ 213	\$ 1 173 504	\$ 881 589	\$ 1 444 287	\$ 1 117 141
INCREASE (DECREASE) IN NAV	7 746	11 071	52	57	134 917	192 919	158 770	233 078
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	30 714	21 168	311	223	362 972	320 647	420 455	361 104
Reinvestments of distributions to holders of redeemable units	339	328	8	4	9 423	7 489	9 964	8 042
Redemption of redeemable units	(19 368)	(13 924)	(28)	(100)	(152 472)	(211 046)	(201 707)	(256 206)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	11 685	7 572	291	127	219 923	117 090	228 712	112 940
Distributions from net income	(539)	(510)	(4)	(2)	(22 594)	(18 094)	(23 352)	(18 854)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	(25)	(10)	–	–	(36)	(18)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(539)	(510)	(29)	(12)	(22 594)	(18 094)	(23 388)	(18 872)
NET INCREASE (DECREASE) IN NAV	18 892	18 133	314	172	332 246	291 915	364 094	327 146
NAV AT END OF PERIOD	\$ 96 385	\$ 77 493	\$ 699	\$ 385	\$ 1 505 750	\$ 1 173 504	\$ 1 808 381	\$ 1 444 287



December 31, 2021

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies outside North America, providing exposure to economies that may be at different stages of the business cycle or offer growth opportunities unavailable in U.S. and Canadian markets. The Fund focuses on companies that are primarily in Europe, Australasia and the Far East.

Effective June 26, 2020, Advisor Series units have been capped. On August 4, 2020, Advisor Series units with initial sales charge and/or low-load sales charge options were re-designated as Series A units, as applicable.

Effective April 11, 2022, all Advisor Series units with a deferred sales charge option will be re-designated as Series A units. Any redemption fees associated with such re-designations will be waived by RBC GAM.

Financial instrument risk and capital management (see note 5 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment exposure (after consideration of derivative products, if any) as at:

	December 31 2021	December 31 2020
Investment mix		
United Kingdom	27.3	24.4
Japan	16.9	23.2
France	10.1	7.5
Netherlands	8.3	6.8
Switzerland	6.8	6.6
Denmark	5.7	3.8
Sweden	5.0	2.4
Australia	4.5	4.9
Taiwan	2.8	2.9
Finland	1.9	2.0
Other Countries	8.6	14.0
Cash/Other	2.1	1.5
Total	100.0	100.0

Currency risk (% of NAV)

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

Currency	December 31 2021	December 31 2020
Euro	33.1	32.1
Japanese yen	22.5	25.2
Pound sterling	14.9	14.1
Swiss franc	10.4	9.5

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

Currency	December 31 2021	December 31 2020
Australian dollar	6.7	7.1
Swedish krona	3.9	3.2
Danish krone	2.9	2.5
Hong Kong dollar	2.6	3.0
Singapore dollar	0.9	0.9
United States dollar	0.7	0.5
Norwegian krone	0.6	0.5
Other currencies	0.5	0.9
Total	99.7	99.5

As at December 31, 2021, if the Canadian dollar had strengthened or weakened by 5% in relation to the above currencies, with all other factors kept constant, the Fund's NAV may have decreased or increased, respectively, by approximately 5.0% (December 31, 2020 – 5.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on NAV)

The table below shows the impact of a 10% change in the broad-based index (noted below) on the Fund's NAV, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2021	December 31 2020
MSCI EAFE Total Return Net Index (CAD)	+ or - 9.3	+ or - 9.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

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

The following is a summary of the inputs used as of December 31, 2021 and 2020.

December 31, 2021	Level 1	Level 2	Level 3	Total
Equities	24 191	1 744 423	–	1 768 614
Underlying funds	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	37 998	–	37 998
Derivatives – assets	–	4 509	–	4 509
Derivatives – liabilities	–	(4 679)	–	(4 679)
Total financial instruments	24 191	1 782 251	–	1 806 442
% of total portfolio	1.3	98.7	–	100.0



December 31, 2021

December 31, 2020	Level 1	Level 2	Level 3	Total
Equities	33 945	1 388 858	–	1 422 803
Underlying funds	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	18 712	–	18 712
Derivatives – assets	–	4 779	–	4 779
Derivatives – liabilities	–	(3 277)	–	(3 277)
Total financial instruments	33 945	1 409 072	–	1 443 017
% of total portfolio	2.4	97.6	–	100.0

For the periods ended December 31, 2021 and 2020, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees and administration fees (see note 8 in the generic notes)

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

	Management fees	Administration fees*
Series A	1.75%	0.15%
Advisor Series	1.75%	0.15%
Series T5	1.75%	0.15%
Series D	1.00%	0.15%
Series F	0.75%	0.15%
Series FT5	0.75%	0.15%
Series O	n/a [†]	0.02%

* Effective March 1, 2020, the administration fees for Series A units were reduced to 0.15% from 0.20%.

[†] Series O unitholders pay a negotiated management fee directly to RBC GAM for investment-counselling services.

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

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

	December 31 2021	December 31 2020
Units held		
Series T5	68	64
Series FT5	61	58
Value of all units	3	3

Taxes (\$000s) (see note 6 in the generic notes)

The non-capital and capital losses for the Fund were approximately:

As at December 31, 2021	
Capital losses	16 664
Non-capital losses	–

Redeemable units (000s)

There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2021	2020
Series A		
Opening units	4 745	5 158
Issued number of units	689	549
Reinvested number of units	–	–
Redeemed number of units	(862)	(962)
Ending number of units	4 572	4 745
Advisor Series		
Opening units	20	122
Issued number of units	3	11
Reinvested number of units	–	–
Redeemed number of units	(4)	(113)
Ending number of units	19	20
Series T5		
Opening units	9	8
Issued number of units	3	1
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	11	9
Series D		
Opening units	2 486	2 515
Issued number of units	267	253
Reinvested number of units	6	8
Redeemed number of units	(222)	(290)
Ending number of units	2 537	2 486
Series F		
Opening units	2 628	2 377
Issued number of units	1 003	798
Reinvested number of units	11	11
Redeemed number of units	(635)	(558)
Ending number of units	3 007	2 628
Series FT5		
Opening units	15	9
Issued number of units	12	10
Reinvested number of units	–	–
Redeemed number of units	(1)	(4)
Ending number of units	26	15



December 31, 2021

For the periods ended December 31
(see note 2 in the generic notes)

	2021	2020
Series 0		
Opening units	41 817	37 114
Issued number of units	12 382	13 768
Reinvested number of units	309	270
Redeemed number of units	(5 172)	(9 335)
Ending number of units	49 336	41 817

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2021		December 31 2020	
	\$	%	\$	%
Total transaction costs	1 471	100	1 212	100
Related-party brokerage commissions*	31	2	38	3
Commission arrangements†	–	–	273	23

* See note 8 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Securities lending revenue (\$000s except %) (see note 7 in the generic notes)

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

	December 31 2021	December 31 2020
Fair value of securities loaned	39 494	74 116
Fair value of collateral received	40 284	75 599

The table below provides a reconciliation of the gross revenue generated from the securities lending transactions of the Fund to the securities lending revenue disclosed in the Statements of Comprehensive Income.

	December 31 2021		December 31 2020	
	\$	%	\$	%
Gross revenue	343	100	419	100
RBC IS (paid)	(86)	(25)	(105)	(25)
Tax withheld	–	–	–	–
Fund revenue	257	75	314	75

Investments by other related investment funds (%) (see note 8 in the generic notes)

The table below summarizes, as a percentage, the NAV of the Fund owned by other related investment funds as at:

	December 31 2021	December 31 2020
RBC International Equity Class	0.6	0.6
RBC International Equity Currency Neutral Fund	7.2	7.3
Total	7.8	7.9

Offsetting financial assets and liabilities (\$000s) (see note 3 in the generic notes)

The following is a summary of the amounts for which the Fund has a legal right to offset in the event of default, insolvency or bankruptcy. “Net amount” represents the impact to the Fund if all set-off rights were to be exercised.

December 31, 2021	Assets	Liabilities
Gross amounts – assets (liabilities)	4 509	(4 679)
Amounts set-off in the Statements of Financial Position	–	–
Net amounts presented in the Statements of Financial Position	4 509	(4 679)
Related amounts not set-off	(2 329)	2 329
Collateral (received) pledged	(579)	522
Net amount	1 601	(1 828)

December 31, 2020	Assets	Liabilities
Gross amounts – assets (liabilities)	4 779	(3 277)
Amounts set-off in the Statements of Financial Position	–	–
Net amounts presented in the Statements of Financial Position	4 779	(3 277)
Related amounts not set-off	(2 087)	2 087
Collateral (received) pledged	(563)	–
Net amount	2 129	(1 190)

Subsequent event

On November 23, 2021, the Independent Review Committee approved a proposal to merge the RBC International Equity Class into the Fund, on a tax-deferred basis. The merger is expected to take place on or about April 8, 2022.

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1. The Funds

The Funds (“Fund” or “Funds”) are open-ended mutual fund trusts governed by the laws of the Province of Ontario or British Columbia. RBC GAM is the manager and portfolio manager of the Funds and its head office is located at 155 Wellington Street West, 22nd Floor, Toronto, Ontario. RBC GAM is also the trustee of those Funds governed by the laws of the Province of Ontario. These financial statements were approved for issuance by the Board of Directors of RBC GAM on March 10, 2022.

The Funds may issue an unlimited number of units in some or all of Series A, Advisor Series, Advisor T5 Series, Series T5, Series T8, Series H, Series D, Series DZ, Series F, Series FT5, Series FT8, Series I, Series N and Series O.

Series A units have no sales charges and are available to all investors through authorized dealers.

Advisor Series units and Advisor T5 Series units were available to all investors through authorized dealers with an initial sales charge or low-load sales charge option. Effective August 4, 2020, such Advisor Series and Advisor T5 Series were re-designated as Series A and Series T5, respectively. For certain of the Funds, Advisor Series units and Advisor T5 Series units are available with a deferred sales charge option. Under the initial sales charge option, investors pay a sales charge ranging from 0% to 5% of the amount invested. Under the deferred sales charge or low-load sales charge option, sales charges may be applicable, as described in the Simplified Prospectus.

Series T5 units and Series T8 units have no sales charges and are available to all investors through authorized dealers.

Series H units have no sales charges, have lower fees than Series A units and are only available to investors who invest and maintain the required minimum balance through authorized dealers.

Series D units and Series DZ units have no sales charges and have lower fees than Series A units. Series D units and Series DZ units may be available to investors who have accounts with RBC Direct Investing Inc., Phillips, Hager & North Investment Funds Ltd. (“PH&N IF”) or certain other authorized dealers (primarily discount brokers).

Series F units, Series FT5 units and Series FT8 units have no sales charges and have lower fees than Series A units. Series F units, Series FT5 units and Series FT8 units are only available to investors who have fee-based accounts with their dealer.

Series I units have no sales charges, have lower fees than Series F units, Series FT5 units and Series FT8 units and are only available to investors who invest and maintain the required minimum balance and who have accounts with dealers who have signed a fee-based agreement with RBC GAM.

Series N units are only available to related funds.

Series O units are only available to large private or institutional investors or dealers. No management fees are payable by the Funds in respect to Series O units. Unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

2. Financial year

The information provided in these financial statements and notes thereto is as at December 31, 2021 and December 31, 2020, as applicable, and for the 12-month periods ended December 31, 2021 and December 31, 2020, as applicable, except for Funds or series established during either period, in which case the information for the Fund, or series, is provided for the period from the start date as described in the Notes to Financial Statements – Fund Specific Information of the Fund.

3. Summary of significant accounting policies

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”). The significant accounting policies of the Funds are as follows:

Classification and Measurement of Financial Assets, Liabilities and Derivatives Each of the Funds classifies its investment portfolio based on the business model for managing the portfolio and the contractual cash flow characteristics. The investment portfolio of financial assets and liabilities is managed and performance is evaluated on a fair value basis. The contractual cash flows of the Funds’ debt securities that are solely principal and interest are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Funds’ business model objectives. Consequently, all investments are measured at fair value through profit and loss (“FVTPL”). Derivative assets and liabilities are also measured at FVTPL.

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The Funds' obligation for net assets attributable to holders of redeemable units represents a financial liability and is measured at the redemption amount, which approximates fair value as of the reporting date. All other financial assets and liabilities are measured at amortized cost.

Offsetting Financial Assets and Liabilities In the normal course of business, the Funds may enter into various International Swaps and Derivatives Association master netting agreements or other similar arrangements with certain counterparties that allow for related amounts to be offset in certain circumstances, such as bankruptcy or termination of contracts. Offsetting information, where applicable, is presented in the Notes to Financial Statements – Fund Specific Information.

Collateral received represents amounts held by a counterparty or custodian on behalf of the Funds and accordingly not presented in the Statements of Financial Position. Collateral pledged represents amounts held by the Funds' custodian/counterparty on behalf of the counterparty and can be in the form of cash and securities. Cash pledged as collateral is included in the Statements of Financial Position, while securities pledged as collateral are identified on the respective Fund's Schedule of Investment Portfolio.

Classification of Redeemable Units The Funds have multiple features across the different series of the Funds. Consequently, the Funds' outstanding redeemable units are classified as financial liabilities in accordance with the requirements of IAS 32 Financial Instruments: Presentation.

Unconsolidated Structured Entities The Funds may invest in other Funds and exchange-traded funds ("ETFs") managed by the manager or an affiliate of the manager ("sponsored funds") and may invest in other funds and ETFs managed by unaffiliated entities ("unsponsored funds"); collectively, "underlying funds." The underlying funds are determined to be unconsolidated structured entities, as decision making in the underlying fund is not governed by the voting rights or other similar rights held by the Fund. The investments in underlying funds are subject to the terms and conditions of the offering documents of the respective underlying funds and are susceptible to market price risk arising from uncertainties about future values of those underlying funds. The underlying funds' objectives are generally to achieve long-term capital appreciation and/or current income by investing in a portfolio of securities and other funds in line

with each of their documented investment strategies. The underlying funds apply various investment strategies to accomplish their respective investment objectives.

The underlying funds finance their operations by issuing redeemable units which are puttable at the unitholder's option, and entitle the unitholder to a proportional stake in the respective underlying funds' NAV.

The Funds do not consolidate their investment in underlying funds but account for these investments at fair value. The manager has determined that the Funds are investment entities in accordance with IFRS 10 Consolidated Financial Statements, since the Funds meet the following criteria:

- (i) The Funds obtain capital from one or more investors for the purpose of providing those investors with investment management services,
- (ii) The Funds commit to their investors that their business purpose is to invest funds solely for the returns from capital appreciation, investment income or both, and
- (iii) The Funds measure and evaluate the performance of substantially all of their investments on a fair value basis.

Therefore, the fair value of investments in the underlying funds is included in the Schedule of Investment Portfolio and included in "Investments at fair value" in the Funds' Statements of Financial Position. The change in fair value of the investment held in the underlying funds is included in "Change in unrealized gain (loss) on investments" in the Statements of Comprehensive Income.

Certain Funds may invest in mortgage-related or other asset-backed securities. These securities include commercial mortgage-backed securities, asset-backed securities, collateralized debt obligations and other securities that directly or indirectly represent a participation in, or are securitized by and payable from, mortgage loans on real property. Mortgage-related securities are created from pools of residential or commercial mortgage loans while asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans and student loans. The Funds account for these investments at fair value. The fair value of such securities, as disclosed in the Schedule of Investment Portfolio, represents the maximum exposure to losses at that date.

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Determination of Fair Value The fair value of a financial instrument is the amount at which the financial instrument could be exchanged in an arm's-length transaction between knowledgeable and willing parties under no compulsion to act. In determining fair value, a three-tier hierarchy based on inputs is used to value the Funds' financial instruments. The hierarchy of inputs is summarized below:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices), including broker quotes, vendor prices, vendor fair value factors and prices of underlying funds that are not daily traded; and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Changes in valuation methods may result in transfers into or out of an investment's assigned level.

The three-tier hierarchy of investments and derivatives is included in Notes to Financial Statements – Fund Specific Information.

Investments and derivatives are recorded at fair value, which is determined as follows:

Equities – Common shares and preferred shares are valued at the closing price recorded by the security exchange on which the security is principally traded. In circumstances where the closing price is not within the bid-ask spread, management will determine the points within the bid-ask spread that are most representative of the fair value.

Fixed-Income and Debt Securities – Bonds, mortgage-backed securities, loans, debentures and other debt securities are valued at the mid price quoted by major dealers or independent pricing vendors in such securities.

NHA-approved mortgages are valued at an amount, which produces a yield equivalent to the prevailing rate of return on mortgages of similar type and term.

Short-Term Investments – Short-term investments are valued at cost plus accrued interest, which approximates fair value.

Options – Options give the purchaser the right, but not the obligation, to buy (call) or sell (put) an underlying security or financial instrument at an agreed exercise or strike price during the specified period or on a specified date.

Listed options are valued at the closing price on the recognized exchange on which the option is traded. In circumstances where the closing price is not within the bid-ask spread, management will determine the points within the bid-ask spread that are most representative of the fair value.

Options purchased and options written (sold) are recorded as investments in the Statements of Financial Position. These investments are reported at fair value in the Statements of Financial Position, and unrealized gain or loss at the close of business on each valuation date is recorded in "Change in unrealized gain (loss) on investments" in the Statements of Comprehensive Income.

When an option is exercised and the underlying securities are acquired or delivered, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed the Fund will realize a gain or loss equal to the difference between the premium and the cost to close the position. When an option expires, gains or losses are realized equivalent to the amount of premiums received or paid, respectively. The net realized gains (losses) on written and purchased options are included in the Statements of Comprehensive Income in "Net realized gain (loss) on investments."

Warrants – Warrants are valued using a recognized option pricing model, which includes factors such as the terms of the warrant, time value of money and volatility inputs that are significant to such valuation.

Forward Contracts – Forward contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. The receivable/payable on forward contracts is recorded separately in the Statements of Financial Position. Any unrealized gain or loss at the close of business on each valuation date is recorded as "Change in unrealized gain (loss) on investments" and realized gain or loss on foreign exchange contracts is included in "Derivative income (loss)" in the Statements of Comprehensive Income.

Total Return Swaps – A total return swap is an agreement by which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains. Total return swap contracts are marked to market daily based upon quotations

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from the market makers and the change in value, if any, is recorded in “Change in unrealized gain (loss) on investments” in the Statements of Comprehensive Income. When the swap contract is terminated early, the Fund records a realized gain or loss equal to the difference between the current net present value and the executed net present value in “Derivative income (loss)” in the Statements of Comprehensive Income. Unrealized gains and losses are recorded as “Receivable on open swap contracts” or “Payable on open swap contracts” in the Statements of Financial Position, as applicable. The risks of total return swap contracts include changes in market conditions and the possible inability of the counterparty to fulfill its obligations under the agreement.

Futures Contracts – Futures contracts entered into by the Funds are financial agreements to purchase or sell a financial instrument at a contracted price on a specified future date. However, the Funds do not intend to purchase or sell the financial instrument on the settlement date; rather, they intend to close out each futures contract before settlement by entering into equal, but offsetting, futures contracts. Futures contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. Any gain or loss at the close of business on each valuation date is recorded as “Derivative income (loss)” in the Statements of Comprehensive Income. The receivable/payable on futures contracts is recorded separately in the Statements of Financial Position.

Credit Default Swap Contracts – Credit default swaps are agreements between a protection buyer and protection seller. The protection buyer pays a periodic fee in exchange for a payment by the protection seller contingent on the occurrence of a credit event, such as a default, bankruptcy or restructuring, with respect to a referenced entity. Periodic fees paid or received are recorded as “Interest for distribution purposes” in the Statements of Comprehensive Income. When the contract is terminated or expires, the payments received or paid are recorded as “Derivative income (loss)” in the Statements of Comprehensive Income. Credit default swap contracts are valued based on quotations from independent sources.

Underlying Funds – Underlying funds that are not exchange-traded funds are valued at their respective NAV per unit from fund companies on the relevant valuation dates and underlying funds that are exchange-traded funds are valued at market close on the relevant valuation dates.

Fair Valuation of Investments – The Funds have procedures to determine the fair value of securities and other financial instruments for which market prices are not readily available or which may not be reliably priced. Procedures are in place to determine the fair value of foreign securities traded in countries outside of North America daily to avoid stale prices and to take into account, among other things, any significant events occurring after the close of a foreign market.

Management also has procedures where the Funds primarily employ a market-based approach, which may use related or comparable assets or liabilities, NAV per unit (for exchange-traded funds), recent transactions, market multiples, book values and other relevant information for the investment to determine its fair value. The Funds may also use an income-based valuation approach in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments, but only if they arise as a feature of the instrument itself. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

All security valuation techniques are periodically reviewed by the Valuation Committee (“VC”) of the manager and are approved by the manager. The VC provides oversight of the Funds’ valuation policies and procedures.

Cash Cash is comprised of cash and deposits with banks and is recorded at amortized cost. The carrying amount of cash approximates its fair value because it is short term in nature.

Margin Margin accounts represent margin deposits held with brokers in respect of derivatives contracts.

Functional Currency The Funds, with the exceptions below, have their subscriptions, redemptions and performance denominated in Canadian dollars and, consequently, the Canadian dollar is the functional currency for the Funds. Phillips, Hager & North \$U.S. Money Market Fund, RBC \$U.S. Money Market Fund, RBC Premium \$U.S. Money Market Fund, RBC \$U.S. Short-Term Government Bond Fund, RBC \$U.S. Short-Term Corporate Bond Fund, RBC \$U.S. Global Bond Fund, RBC \$U.S. Investment Grade Corporate Bond Fund, RBC \$U.S. High Yield Bond Fund, RBC \$U.S. Strategic Income Bond Fund, BlueBay \$U.S. Global Investment Grade Corporate Bond Fund (Canada), BlueBay \$U.S. Global High Yield Bond Fund (Canada), BlueBay Emerging Markets

Bond Fund (Canada), BlueBay Emerging Markets Local Currency Bond Fund (Canada), BlueBay Emerging Markets Corporate Bond Fund, BlueBay Emerging Markets High Yield Corporate Bond Fund (Canada), RBC \$U.S. Core Bond Pool, RBC \$U.S. Core Plus Bond Pool, RBC U.S. Monthly Income Fund and RBC \$U.S. Global Balanced Portfolio (collectively, the “USD Funds”) have their subscriptions, redemptions and performance denominated in U.S. dollars and, consequently, the U.S. dollar is the functional currency for these Funds.

Foreign Exchange The value of investments and other assets and liabilities in foreign currencies is translated into Canadian dollars (U.S. dollars in the case of the USD Funds) at the rate of exchange on each valuation date. Gains/losses on foreign cash balances are included in “Net gain (loss) on foreign cash balances” in the Statements of Comprehensive Income. Purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of such transactions. Realized foreign exchange gains/losses on spot and forward currency contracts are included in “Derivative income (loss)” in the Statements of Comprehensive Income.

Valuation of Series A different NAV is calculated for each series of units of a Fund. The NAV of a particular series of units is computed by calculating the value of the series’ proportionate share of the assets and liabilities of the Fund common to all series less the liabilities of the Fund attributable only to that series. Expenses directly attributable to a series are charged to that series. Other expenses are allocated proportionately to each series based upon the relative NAV of each series. Expenses are accrued daily.

Investment Transactions Investment transactions are accounted for as of the trade date. Transaction costs, such as brokerage commissions, incurred by the Funds are recorded in the Statements of Comprehensive Income for the period. The unrealized gain and loss on investments is the difference between fair value and average cost for the period. The basis of determining the cost of portfolio assets, and realized and unrealized gains and losses on investments, is average cost which does not include amortization of premiums or discounts on fixed-income and debt securities with the exception of zero coupon bonds.

Income Recognition Dividend income is recognized on the ex-dividend date and interest for distribution purposes is coupon interest recognized on an accrual basis and/or imputed interest on zero coupon bonds. “Income from

investment trusts” includes income from underlying funds and other trusts. Any premiums paid or discounts received on the purchase of zero coupon bonds are amortized. Interest payments made by the Funds to counterparties on the payable leg of derivative contracts are recorded as “Interest expense” in the Statements of Comprehensive Income.

Increase (Decrease) in NAV per Unit Increase (decrease) in NAV per unit in the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units by series, divided by the average units outstanding per series during the period.

Early Redemption Fees Early redemption fees (short-term trading fees) are paid directly to a Fund and are designed to deter excessive trading and its associated costs. With the exception of money market funds, a Fund may apply a fee of 2% of the current value of units if the unitholder redeems or switches out units within seven days of purchasing or previously switching into a Fund. These amounts are included in the Statements of Changes in NAV.

Foreign Currencies The following is a list of abbreviations used in the Schedule of Investment Portfolio:

AUD – Australian dollar	MXN – Mexican peso
BRL – Brazilian real	MYR – Malaysian ringgit
CAD – Canadian dollar	NOK – Norwegian krone
CHF – Swiss franc	NZD – New Zealand dollar
CLP – Chilean peso	PEN – Peruvian nuevo sol
CNY – Chinese renminbi	PHP – Philippine peso
COP – Colombian peso	PLN – Polish zloty
CZK – Czech koruna	RON – Romanian leu
DKK – Danish krone	RSD – Serbian dinar
EUR – Euro	RUB – Russian ruble
GBP – Pound sterling	SEK – Swedish krona
HKD – Hong Kong dollar	SGD – Singapore dollar
HUF – Hungarian forint	THB – Thailand baht
IDR – Indonesian rupiah	TRY – Turkish new lira
ILS – Israeli new shekel	TWD – New Taiwan dollar
INR – Indian rupee	UAH – Ukrainian hryvnia
JPY – Japanese yen	USD – United States dollar
KRW – South Korean won	UYU – Uruguay peso
KZT – Kazakhstan tenge	ZAR – South African rand

In-Kind Transactions In accordance with IAS 7, the Funds exclude non-cash transactions from their operating and financing activities within the Statements of Cash Flow. The primary difference between amounts issued and redeemed within the Statements of Changes in NAV and the Statements of Cash Flow relates to in-kind transactions. Similarly, the “Cost of investments purchased” and “Proceeds from sale and maturity of investments” within the Statements of Cash Flow appropriately exclude these in-kind transactions.

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4. Critical accounting judgments and estimates

The preparation of financial statements requires the use of judgment in applying the Funds' accounting policies and making estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that management has made in preparing the financial statements.

Fair value measurement of securities not quoted in an active market

The Funds have established policies and control procedures that are intended to ensure these estimates are well controlled, independently reviewed and consistently applied from period to period. The estimates of the value of the Funds' assets and liabilities are believed to be appropriate as at the reporting date.

The Funds may hold financial instruments that are not quoted in active markets. Note 3 discusses the policies used by management for the estimates used in determining fair value.

5. Financial instrument risk and capital management

RBC GAM is responsible for managing each Fund's capital, which is its NAV and consists primarily of its financial instruments.

A Fund's investment activities expose it to a variety of financial risks. RBC GAM seeks to minimize potential adverse effects of these risks on a Fund's performance by employing professional, experienced portfolio managers, daily monitoring of the Fund's holdings and market events, diversifying its investment portfolio within the constraints of its investment objectives and, in some cases, periodically hedging certain risk exposures through the use of derivatives. To assist in managing risks, RBC GAM also uses internal guidelines, maintains a governance structure that oversees each Fund's investment activities and monitors compliance with the Fund's investment strategies, internal guidelines and securities regulations.

The financial markets experienced significant volatility as a result of the developing COVID-19 global pandemic. The effects of the pandemic and its impact on individual companies, nations and the market in general can not necessarily be foreseen at the present time and may have an adverse impact on the financial performance of the Funds. The impact of the pandemic may be short-term or may last for an extended period of time.

In February 2022, Russian forces invaded Ukraine, resulting in an armed conflict and economic sanctions on Russia. Price volatility, trading restrictions, including the potential

for extended halting of Russian market trading, and general default risk related to Russian securities may have an adverse impact on the financial performance of a Fund. The manager is actively monitoring the situation.

Financial instrument risk, as applicable to a Fund, is disclosed in its Notes to Financial Statements – Fund Specific Information. These risks include a Fund's direct risks and pro rata exposure to the risks of underlying funds, as applicable.

Liquidity risk

Liquidity risk is the possibility that investments in a Fund cannot be readily converted into cash when required. A Fund is exposed to daily cash redemptions of redeemable units. Liquidity risk is managed by investing the majority of a Fund's assets in investments that are traded in an active market and that can be readily disposed. In accordance with securities regulations, a Fund must maintain at least 90% of its assets in liquid investments. In addition, a Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity, and has the ability to borrow up to 5% of its NAV for the purpose of funding redemptions. All non-derivative financial liabilities, other than redeemable units, are due within 90 days.

Credit risk

Credit risk is the risk that a loss could arise from a security issuer or counterparty not being able to meet its financial obligations. The carrying amount of investments and other assets represents the maximum credit risk exposure as disclosed in a Fund's Statements of Financial Position. The Funds measure credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. All other receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit rating of AA/Aa or higher. Management considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds. The fair value of fixed-income and debt securities includes a consideration of the creditworthiness of the debt issuer. Credit risk exposure to over-the-counter derivative instruments is based on a Fund's unrealized gain on the contractual obligations with the counterparty. Credit risk exposure is mitigated for those

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Funds participating in a securities lending program (see note 7). RBC GAM monitors each Fund's credit exposure and counterparty ratings daily.

Concentration risk

Concentration risk arises as a result of net financial instrument exposures to the same category, such as geographical region, asset type, industry sector or market segment. Financial instruments in the same category have similar characteristics and may be affected similarly by changes in economic or other conditions.

Interest rate risk

Interest rate risk is the risk that the fair value of a Fund's interest-bearing investments will fluctuate due to changes in market interest rates. The value of fixed-income and debt securities, such as bonds, debentures, mortgages or other income-producing securities, is affected by interest rates. Generally, the value of these securities increases if interest rates fall and decreases if interest rates rise.

Certain Funds trade in debt securities, some of which are variable rate and have an inter-bank linked interest rate. Such debt securities may potentially be transitioned to an alternative benchmark before the Funds dispose of their investments. The impact of this transition, if any, will be captured in the change in fair value of these investments and is not expected to be significant to each Fund.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the functional currency of a Fund, will fluctuate due to changes in foreign exchange rates. The value of investments denominated in a currency other than the functional currency is affected by changes in the value of the functional currency in relation to the value of the currency in which the investment is denominated. When the value of the functional currency falls in relation to foreign currencies, then the value of the foreign investments rises. When the value of the functional currency rises, the value of the foreign investments falls. The currency risk as disclosed in the Fund Specific Information in the Notes to Financial Statements represents the monetary and non-monetary foreign exchange exposure of a Fund.

Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate or currency

risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.

6. Taxes

The Funds qualify as open-ended mutual fund trusts or unit trusts under the *Income Tax Act* (Canada). In general, the Funds are subject to income tax; however, no income tax is payable on net income and/or net realized capital gains which are distributed to unitholders. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset. In addition, for mutual fund trusts, income taxes payable on net realized capital gains are refundable on a formula basis when units of the Funds are redeemed. It is the intention of the Funds to pay out all net income and realized capital gains each year so that the Funds will not be subject to income taxes. Accordingly, no provision for income taxes is recorded.

Capital losses are available to be carried forward indefinitely and applied against future capital gains. Non-capital losses may be carried forward to reduce future taxable income for up to 20 years.

7. Securities lending revenue

Certain of the Funds lend portfolio securities from time to time in order to earn additional income. Income from securities lending is included in the Statements of Comprehensive Income of a Fund. Each such Fund will have entered into a securities lending program with its custodian, RBC Investor Services Trust ("RBC IS"). The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the assets of a Fund. The Fund receives collateral, with an approved credit rating of at least A, of at least 102% of the value of securities on loan. The Fund is indemnified by RBC IS for any collateral credit or market loss. As such, the credit risk associated with securities lending is considered minimal.

8. Administrative and other related-party transactions**Manager and Portfolio Manager**

RBC GAM is an indirect wholly owned subsidiary of Royal Bank of Canada ("Royal Bank"). RBC GAM is the manager and portfolio manager of the Funds. RBC GAM is responsible for the Funds' day-to-day operations, provides investment advice and portfolio management services to the Funds and appoints distributors for the Funds. RBC GAM

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is paid a management fee by the Funds as compensation for its services. The management fee is calculated and accrued daily as a percentage of the NAV of each series of units of the Funds. No management fees are paid by the Funds with respect to Series O units. Unitholders of Series O units pay a negotiated fee directly to RBC GAM for investment-counselling services.

The Funds pay a fixed administration fee to RBC GAM. The fixed administration fee is calculated and accrued daily as a percentage of the NAV of each series of units of the Funds. RBC GAM in turn pays certain operating expenses of the Funds. These expenses include regulatory filing fees and other day-to-day operating expenses including, but not limited to, recordkeeping, accounting and fund valuation costs, custody fees, audit and legal fees and the costs of preparing and distributing annual and interim reports, prospectuses, statements and investor communications.

Notwithstanding the fixed administration fee, the Funds also pay certain operating expenses directly, including any costs and expenses of the Independent Review Committee (“IRC”) of the Funds that are not related to annual fees, meeting fees and reimbursement for expenses to members of the IRC, the cost of any new government or regulatory requirements introduced and any borrowing costs (collectively, “other fund costs”), and taxes (including, but not limited to, GST/HST). RBC GAM, not the Funds, is responsible for the costs related to annual fees, meeting fees and reimbursement for expenses to members of the IRC. Other fund costs are allocated proportionately to each series based upon the relative NAV of each series. RBC GAM may, in some years and in certain cases, absorb a portion of operating expenses. The decision to absorb the operating expenses is reviewed annually and determined at the discretion of RBC GAM, without notice to unitholders.

Certain Funds may invest in units of other Funds managed by RBC GAM or its affiliates (“underlying funds”). A Fund will not invest in units of an underlying fund if the Fund would be required to pay any management or incentive fees in respect of that investment that a reasonable person would believe duplicates a fee payable by the underlying fund for the same service. To the extent a Fund invests in underlying funds managed by RBC GAM or its affiliates, the fees and expenses payable by the underlying funds are in addition to the fees and expenses payable by the Fund. However, a Fund may only invest in one or more underlying funds provided that no management fees or incentive fees are payable that would

duplicate a fee payable by the underlying fund for the same service. The Fund’s ownership interest in underlying funds is disclosed in the Notes to Financial Statements – Fund Specific Information.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the Funds, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders switch between series of funds denominated in different currencies. The Funds 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 Funds in the course of their normal business, all of which are wholly owned subsidiaries of Royal Bank of Canada, are discussed below.

Sub-Advisors

RBC Global Asset Management (U.S.) Inc. is the sub-advisor for:

- RBC \$U.S. Short-Term Government Bond Fund
- RBC \$U.S. Short-Term Corporate Bond Fund (for the underlying fund)
- RBC Bond Fund (for a portion of the Fund)
- RBC \$U.S. Investment Grade Corporate Bond Fund
- RBC Global Corporate Bond Fund (for a portion of the Fund)
- BlueBay Global Investment Grade Corporate Bond Fund (Canada) (for a portion of the Fund)
- BlueBay \$U.S. Global Investment Grade Corporate Bond Fund (Canada) (for a portion of the Fund)
- BlueBay \$U.S. Global High Yield Bond Fund (Canada) (for a portion of the Fund)
- RBC U.S. Monthly Income Fund (for a portion of the Fund)
- RBC U.S. Small-Cap Core Equity Fund
- RBC U.S. Small-Cap Value Equity Fund
- BlueBay Global Alternative Bond Fund (Canada) (for a portion of the Fund)
- Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund

RBC Global Asset Management (UK) Limited is the sub-advisor for:

- RBC Short-Term Global Bond Fund (for a portion of the Fund)
- RBC Bond Fund (for a portion of the Fund)
- RBC Global Bond Fund (for a portion of the Fund)
- RBC \$U.S. Global Bond Fund (for a portion of the Fund)
- RBC Global Corporate Bond Fund (for a portion of the Fund)
- RBC Global High Yield Bond Fund (for a portion of the Fund)
- RBC Emerging Markets Bond Fund (for a portion of the Fund)
- RBC U.S. Monthly Income Fund (for a portion of the Fund)

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RBC Balanced Fund (for a portion of the Fund)
 RBC Global Balanced Fund (for a portion of the Fund)
 RBC Vision Balanced Fund (for a portion of the Fund)
 RBC International Dividend Growth Fund
 RBC International Equity Fund (for the European equity portion of the Fund)
 RBC International Equity Currency Neutral Fund (for the European equity portion of the underlying fund)
 RBC European Dividend Fund
 RBC European Equity Fund
 RBC European Mid-Cap Equity Fund
 RBC Emerging Markets Multi-Strategy Equity Fund (for the underlying funds)
 RBC Emerging Markets Dividend Fund
 RBC Emerging Markets ex-China Dividend Fund
 RBC Emerging Markets Equity Fund
 RBC Emerging Markets Equity Focus Fund
 RBC Vision Fossil Fuel Free Emerging Markets Equity Fund
 RBC Emerging Markets Small-Cap Equity Fund
 RBC Global Dividend Growth Fund
 RBC Global Dividend Growth Currency Neutral Fund
 RBC Global Equity Fund
 RBC Vision Global Equity Fund
 RBC Vision Fossil Fuel Free Global Equity Fund
 RBC Global Equity Focus Fund
 RBC Global Equity Focus Currency Neutral Fund (for the underlying fund)
 RBC Global Equity Leaders Fund
 Phillips, Hager & North Overseas Equity Fund
 Phillips, Hager & North Global Equity Fund

RBC Global Asset Management (Asia) Limited is the sub-advisor for:
 RBC Balanced Fund (for the Asian equity portion of the Fund)
 RBC Global Balanced Fund (for the Asian equity portion of the Fund)
 RBC Vision Balanced Fund (for the Asian equity portion of the Fund)
 RBC International Dividend Growth Fund (for the Asian equity portion of the Fund)
 RBC International Equity Fund (for the Asian equity portion of the Fund)
 RBC International Equity Currency Neutral Fund (for the Asian equity portion of the underlying fund)
 RBC Asian Equity Fund (for the underlying funds)
 RBC Asia Pacific ex-Japan Equity Fund
 RBC China Equity Fund
 RBC Japanese Equity Fund

BlueBay Asset Management LLP is the sub-advisor for:
 BlueBay Global Monthly Income Bond Fund
 BlueBay Global Sovereign Bond Fund (Canada)
 BlueBay Global Investment Grade Corporate Bond Fund (Canada) (for a portion of the Fund)
 BlueBay \$U.S. Global Investment Grade Corporate Bond Fund (Canada) (for a portion of the Fund)
 BlueBay European High Yield Bond Fund (Canada)
 BlueBay Global High Yield Bond Fund (Canada)
 BlueBay \$U.S. Global High Yield Bond Fund (Canada) (for a portion of the Fund)
 BlueBay Emerging Markets Bond Fund (Canada)
 BlueBay Emerging Markets Local Currency Bond Fund (Canada)
 BlueBay Emerging Markets Corporate Bond Fund
 BlueBay Emerging Markets High Yield Corporate Bond Fund (Canada)
 BlueBay Global Convertible Bond Fund (Canada)
 BlueBay Global Alternative Bond Fund (Canada) (for a portion of the Fund)

The sub-advisors earn a fee which is calculated and accrued daily as a percentage of the NAV of each series of units of the Funds. The sub-advisors are paid by the manager from the management fee paid by the Funds.

Trustee

RBC GAM is the trustee for the Funds governed by the laws of the Province of Ontario. RBC IS is the trustee for the Funds governed by the laws of the Province of British Columbia. The trustee holds title to the Funds' property on behalf of the unitholders. The trustee earns a fee, which is paid by the manager from the fixed administration fee paid by the Funds.

Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and PH&N IF are principal distributors of, or may distribute certain series of units of, the Funds. Dealers receive an ongoing commission based on the total value of their clients' Series A, Advisor Series, Advisor T5 Series, Series T5, Series T8, Series H and Series D units.

Custodian

RBC IS is the custodian and holds the assets of the Funds. RBC IS earns a fee as the custodian, which is paid by the manager from the fixed administration fee paid by the Funds.

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Registrars

RBC GAM, RBC IS or Royal Bank (or a combination thereof) are the registrars of the Funds and keep records of who owns the units of the Funds. The registrars also process orders and issue account statements. The registrars earn a fee, which is paid by the manager from the fixed administration fee paid by the Funds.

Brokers and Dealers

The Funds have established or may establish standard brokerage agreements and dealing agreements at market rates with related parties such as RBC Dominion Securities Inc., RBC Capital Markets, LLC, RBC Europe Limited, NBC Securities Inc. and Royal Bank of Canada.

Securities Lending Agent

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

Mortgage Administrator Agent

Royal Bank administers mortgages on behalf of the Funds. Royal Bank earns a fee, which is paid by the manager from the fixed administration fee paid by the Funds.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Funds relied on the standing instructions from the IRC with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and

Inter-Fund Trading

- (d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM advise the IRC of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Funds, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Funds. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.