

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.



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

August 9, 2023



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

Unaudited Interim Financial Statements

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



SCHEDULE OF INVESTMENT PORTFOLIO (unaudited) (in USD000s)
BLUEBAY EMERGING MARKETS CORPORATE BOND FUND

June 30, 2023

	Holdings	Cost (\$)	Fair Value (\$)	% of Net Assets
EQUITIES				
Mexico				
Urbi Desarrollos Urbanos S.A.B. de C.V.	8 214	6 037	3	
Urbi Desarrollos Urbanos S.A.B. de C.V. @212.86 May 26, 2026 - Equity Warrant	92 938	–	–	
TOTAL EQUITIES		6 037	3	–
	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
BONDS				
Argentina				
Argentine Republic Government International Bond 0.500% Jul 09, 2030 USD	20 684	9 293	6 914	
Pampa Energia S.A. 7.500% Jan 24, 2027 USD	2 093	1 834	1 988	
YPF S.A. 8.750% Apr 04, 2024 USD	10 563	8 472	10 228	
YPF S.A. 8.500% Mar 23, 2025 USD	4 755	4 475	4 558	
		24 074	23 688	2.4
Austria				
Suzano Austria GmbH 6.000% Jan 15, 2029 USD	2 890	3 341	2 874	
Suzano Austria GmbH 3.750% Jan 15, 2031 USD	2 719	2 766	2 323	
		6 107	5 197	0.5
Brazil				
Aegea Finance S.a.r.l. 6.750% May 20, 2029 USD	2 159	2 129	1 970	
Banco do Brasil S.A. 6.250% Apr 18, 2030 USD	2 389	2 356	2 376	
Banco do Brasil S.A. 9.000% Perpetual USD	2 296	2 333	2 310	
Guara Norte S.a.r.l. 5.198% Jun 15, 2034 USD	3 476	3 456	3 048	
Minerva Luxembourg S.A. 4.375% Mar 18, 2031 USD	2 638	2 139	2 068	
Natura Cosméticos S.A. 4.125% May 03, 2028 USD	801	801	694	
Odebrecht Offshore Drilling Finance Ltd. 7.720% Dec 01, 2026 USD	9 129	2 412	1 917	
Petrobras Global Finance BV 6.500% Jul 03, 2033 USD	2 706	2 682	2 652	
Samarco Mineracao S.A. 4.125% Nov 01, 2022 USD	21 476	13 309	13 449	
		31 617	30 484	3.1
Canada				
Canacol Energy Ltd. 5.750% Nov 24, 2028 USD	7 179	6 834	6 147	
MEGlobal Canada ULC 5.000% May 18, 2025 USD	7 386	7 543	7 252	
		14 377	13 399	1.4
Chile				
AES Andes S.A. 7.125% Mar 26, 2079 USD	5 471	5 613	5 063	
CAP S.A. 3.900% Apr 27, 2031 USD	3 557	3 557	2 593	
Cencosud S.A. 5.150% Feb 12, 2025 USD	1 238	1 303	1 224	
Cencosud S.A. 4.375% Jul 17, 2027 USD	2 014	2 009	1 913	
Inversiones CMPC S.A. 3.000% Apr 06, 2031 USD	2 794	2 774	2 312	
Inversiones CMPC S.A. 6.125% Jun 23, 2033 USD	4 100	4 099	4 128	
Telefonica Moviles Chile S.A. 3.537% Nov 18, 2031 USD	8 876	8 876	7 068	
		28 231	24 301	2.5
China				
Alibaba Group Holding Ltd. 3.150% Feb 09, 2051 USD	5 328	3 198	3 453	
Alibaba Group Holding Ltd. 3.250% Feb 09, 2061 USD	5 303	3 052	3 284	
China Evergrande Group 11.500% Jan 22, 2023 USD	13 696	5 003	826	
China Evergrande Group 8.750% Jun 28, 2025 USD	5 873	2 457	354	
Country Garden Holdings Co. Ltd. 6.150% Sep 17, 2025 USD	363	85	120	
Country Garden Holdings Co. Ltd. 3.125% Oct 22, 2025 USD	864	209	272	
Country Garden Holdings Co. Ltd. 4.200% Feb 06, 2026 USD	224	53	71	
Country Garden Holdings Co. Ltd. 3.875% Oct 22, 2030 USD	2 820	857	806	

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



June 30, 2023

	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
China (cont.)				
Country Garden Holdings Co. Ltd. 3.300% Jan 12, 2031 USD	4 792	1 413	1 315	
ENN Energy Holdings Ltd. 2.625% Sep 17, 2030 USD	4 378	4 341	3 663	
Huarong Finance 2019 Co. Ltd. 3.750% May 29, 2024 USD	2 035	1 866	1 957	
Huarong Finance II Co. Ltd. 4.875% Nov 22, 2026 USD	1 593	1 602	1 411	
Kaisa Group Holdings Ltd. 8.500% Jun 30, 2022 USD	3 805	1 360	254	
Kaisa Group Holdings Ltd. 10.500% Sep 07, 2022	368	145	25	
Kaisa Group Holdings Ltd. 11.950% Oct 22, 2022 USD	3 805	1 333	254	
Kaisa Group Holdings Ltd. 11.500% Jan 30, 2023 USD	1 935	692	129	
Kaisa Group Holdings Ltd. 10.875% Jul 23, 2023 USD	8 295	3 091	528	
Kaisa Group Holdings Ltd. 9.750% Sep 28, 2023 USD	929	367	62	
Kaisa Group Holdings Ltd. 9.375% Jun 30, 2024 USD	3 451	2 421	230	
Kaisa Group Holdings Ltd. 10.875% Perpetual USD	1 692	517	123	
Longfor Group Holdings Ltd. 3.950% Sep 16, 2029 USD	2 334	2 389	1 748	
Meituan 2.125% Oct 28, 2025 USD	2 529	2 526	2 311	
MGM China Holdings Ltd. 4.750% Feb 01, 2027 USD	2 347	1 878	2 138	
Seazen Group Ltd. 4.450% Jul 13, 2025 USD	2 669	926	1 388	
Sino-Ocean Land Treasure IV Ltd. 4.750% Aug 05, 2029 USD	1 120	1 003	229	
West China Cement Ltd. 4.950% Jul 08, 2026 USD	469	321	360	
Zhenro Properties Group Ltd. 8.000% Mar 06, 2023	14 619	7 175	589	
Zhenro Properties Group Ltd. 9.150% May 06, 2023 USD	1 385	800	59	
Zhenro Properties Group Ltd. 8.300% Sep 15, 2023 USD	2 043	1 029	90	
Zhenro Properties Group Ltd. 6.630% Jan 07, 2026 USD	2 818	339	120	
Zhenro Properties Group Ltd. 6.700% Aug 04, 2026 USD	17 806	10 218	729	
		62 666	28 898	2.9
Colombia				
Bancolombia S.A. 4.625% Dec 18, 2029 USD	4 914	4 531	4 187	
Ecopetrol S.A. 8.625% Jan 19, 2029 USD	5 190	5 190	5 208	
Ecopetrol S.A. 8.875% Jan 13, 2033 USD	10 657	10 570	10 562	
Ecopetrol S.A. 5.875% May 28, 2045 USD	7 207	7 706	4 945	
Ecopetrol S.A. 5.875% Nov 02, 2051 USD	11 212	10 221	7 430	
Empresas Publicas de Medellin ESP 8.375% Nov 08, 2027 COP	21 930 000	6 951	4 228	
Empresas Publicas de Medellin ESP 4.250% Jul 18, 2029 USD	11 233	11 607	8 854	
Millicom International Cellular S.A. 4.500% Apr 27, 2031 USD	11 890	10 775	9 150	
Oleoducto Central S.A. 4.000% Jul 14, 2027 USD	2 699	2 679	2 367	
		70 230	56 931	5.8
Guatemala				
CT Trust 5.125% Feb 03, 2032 USD	7 707	7 707	6 192	
Investment Energy Resources Ltd. 6.250% Apr 26, 2029 USD	4 395	4 461	4 069	
		12 168	10 261	1.0
Hong Kong				
Airport Authority 2.100% Perpetual USD	4 387	4 387	4 030	
Airport Authority 2.400% Perpetual USD	4 209	4 209	3 729	
CAS Capital No. 1 Ltd. 4.000% Perpetual USD	6 559	6 559	5 447	
HPHT Finance 21 Ltd. 2.000% Mar 19, 2026 USD	4 574	4 568	4 145	
Huaxin Cement International Finance Co. Ltd. 2.250% Nov 19, 2025 USD	2 320	2 312	2 077	
Melco Resorts Finance Ltd. 5.625% Jul 17, 2027 USD	1 781	1 658	1 615	
Melco Resorts Finance Ltd. 5.750% Jul 21, 2028 USD	7 112	5 659	6 294	
Melco Resorts Finance Ltd. 5.375% Dec 04, 2029 USD	1 824	1 369	1 515	
Xiaomi Best Time International Ltd. 2.875% Jul 14, 2031 USD	973	965	736	
		31 686	29 588	3.0
India				
Adani Electricity Mumbai Ltd. 3.867% Jul 22, 2031 USD	2 548	2 548	1 801	
Adani International Container Terminal Pvt Ltd. 3.000% Feb 16, 2031 USD	3 011	3 011	2 369	
Adani Ports & Special Economic Zone Ltd. 4.375% Jul 03, 2029 USD	2 281	2 355	1 849	
Shriram Finance Ltd. 4.400% Mar 13, 2024 USD	6 528	6 541	6 388	
		14 455	12 407	1.3



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	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
Indonesia				
Indofood CBP Sukses Makmur Tbk PT 3.398% Jun 09, 2031 USD	4 449	4 449	3 765	
		4 449	3 765	0.4
Ireland				
C&W Senior Financing DAC 6.875% Sep 15, 2027 USD	1 579	1 616	1 379	
		1 616	1 379	0.1
Israel				
Bank Hapoalim BM 3.255% Jan 21, 2032 USD	12 837	12 552	11 036	
Bank Leumi Le-Israel BM 5.125% Jul 27, 2027 USD	4 830	4 798	4 803	
Bank Leumi Le-Israel BM 3.275% Jan 29, 2031 USD	834	834	747	
Bank Leumi Le-Israel BM 7.129% Jul 18, 2033 USD	2 892	2 856	2 866	
Energean Israel Finance Ltd. 8.500% Sep 30, 2033 USD	5 620	5 620	5 616	
Israel Electric Corp. Ltd. 5.000% Nov 12, 2024 USD	2 968	3 089	2 938	
Mizrachi Tefahot Bank Ltd. 3.077% Apr 07, 2031 USD	11 281	11 281	9 875	
		41 030	37 881	3.8
Jamaica				
Digicel Group Holdings Ltd. 8.000% Apr 01, 2025 USD	4 189	3 385	1 822	
Digicel Group Holdings Ltd. 7.000% Perpetual USD	1 405	305	163	
		3 690	1 985	0.2
Kazakhstan				
KazMunayGas National Co. JSC 5.750% Apr 19, 2047 USD	3 453	2 771	2 818	
		2 771	2 818	0.3
Macau				
Sands China Ltd. 5.625% Aug 08, 2025 USD	5 113	5 094	4 992	
Sands China Ltd. 4.300% Jan 08, 2026 USD	2 270	2 268	2 136	
Sands China Ltd. 5.900% Aug 08, 2028 USD	3 680	3 704	3 511	
Studio City Finance Ltd. 6.000% Jul 15, 2025 USD	4 955	4 955	4 606	
Studio City Finance Ltd. 6.500% Jan 15, 2028 USD	1 937	1 937	1 619	
Wynn Macau Ltd. 5.125% Dec 15, 2029 USD	3 203	2 439	2 695	
		20 397	19 559	2.0
Malaysia				
GENM Capital Labuan Ltd. 3.882% Apr 19, 2031 USD	8 408	8 408	6 809	
		8 408	6 809	0.7
Mauritius				
Axian Telecom 7.375% Feb 16, 2027 USD	9 441	9 000	8 686	
Greenko Power II Ltd. 4.300% Dec 13, 2028 USD	3 758	3 758	3 276	
HTA Group Ltd. 7.000% Dec 18, 2025 USD	2 975	2 958	2 823	
MTN Mauritius Investments Ltd. 6.500% Oct 13, 2026 USD	1 621	1 674	1 602	
Network i2i Ltd. 5.650% Perpetual USD	484	487	471	
UPL Corp. Ltd. 5.250% Perpetual USD	13 628	12 506	11 298	
		30 383	28 156	2.8
Mexico				
America Movil S.A.B. de C.V. 4.375% Apr 22, 2049 USD	4 926	4 397	4 279	
Banco Mercantil del Norte S.A. 8.375% Perpetual USD	5 746	5 746	5 367	
Banco Santander Mexico S.A. Institucion de Banca Multiple Grupo Financiero Santand 5.375% Apr 17, 2025 USD	5 831	5 831	5 772	
Banco Santander Mexico S.A. Institucion de Banca Multiple Grupo Financiero Santand 5.950% Oct 01, 2028 USD	1 346	1 334	1 340	
BBVA Bancomer S.A. 5.875% Sep 13, 2034 USD	8 518	7 721	7 591	
BBVA Bancomer S.A. 8.450% Jun 29, 2038 USD	3 890	3 890	3 897	
Becle S.A.B. de C.V. 2.500% Oct 14, 2031 USD	5 011	4 126	4 016	
Braskem Idesa SAPI 7.450% Nov 15, 2029 USD	2 478	2 360	1 647	
Braskem Idesa SAPI 6.990% Feb 20, 2032 USD	5 206	5 203	3 377	
Cemex S.A.B. de C.V. 5.125% Perpetual USD	1 383	1 383	1 232	
Cemex S.A.B. de C.V. 9.125% Perpetual USD	2 510	2 510	2 545	
Electricidad Firme de Mexico Holdings S.A. de C.V. 4.900% Nov 20, 2026 USD	4 576	4 390	4 025	
Infraestructura Energetica Nova SAPI de C.V. 4.750% Jan 15, 2051 USD	2 110	1 561	1 558	

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June 30, 2023

	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
Mexico (cont.)				
Mexico City Airport Trust 5.500% Jul 31, 2047 USD	7 424	6 826	6 494	
Mexico Government International Bond 6.338% May 04, 2053 USD	4 460	4 460	4 557	
Minera Mexico S.A. de C.V. 4.500% Jan 26, 2050 USD	2 384	1 821	1 874	
Petroleos Mexicanos 8.750% Jun 02, 2029 USD	4 680	4 567	4 238	
Petroleos Mexicanos 5.625% Jan 23, 2046 USD	4 137	2 379	2 379	
Petroleos Mexicanos 6.350% Feb 12, 2048 USD	7 426	5 501	4 499	
Sitios Latinoamerica S.A.B. de C.V. 5.375% Apr 04, 2032 USD	6 034	6 034	5 467	
		82 040	76 154	7.7
Netherlands				
Bharti Airtel International Netherlands BV 5.350% May 20, 2024 USD	1 072	1 107	1 065	
BOI Finance BV 7.500% Feb 16, 2027 EUR	4 635	5 295	4 368	
Braskem Netherlands Finance BV 7.250% Feb 13, 2033 USD	3 770	3 770	3 707	
Braskem Netherlands Finance BV 8.500% Jan 23, 2081 USD	2 233	2 393	2 280	
Embraer Netherlands Finance BV 5.050% Jun 15, 2025 USD	1 016	1 003	1 002	
Embraer Netherlands Finance BV 5.400% Feb 01, 2027 USD	805	779	773	
IHS Netherlands Holdco BV 8.000% Sep 18, 2027 USD	3 216	3 353	2 939	
Metinvest BV 8.500% Apr 23, 2026 USD	3 110	1 409	2 132	
Metinvest BV 7.650% Oct 01, 2027 USD	2 344	1 372	1 500	
Metinvest BV 7.750% Oct 17, 2029 USD	2 203	1 289	1 333	
MV24 Capital BV 6.748% Jun 01, 2034 USD	8 936	8 354	8 037	
Prosus N.V. 3.061% Jul 13, 2031 USD	652	500	510	
Prosus N.V. 1.985% Jul 13, 2033 EUR	5 340	6 298	4 008	
Prosus N.V. 4.987% Jan 19, 2052 USD	5 515	5 515	3 977	
Royal Capital BV 5.000% Perpetual USD	4 245	4 275	4 128	
Teva Pharmaceutical Finance Netherlands III BV 3.150% Oct 01, 2026 USD	2 786	2 396	2 500	
Teva Pharmaceutical Finance Netherlands III BV 5.125% May 09, 2029 USD	3 606	3 606	3 275	
Teva Pharmaceutical Finance Netherlands III BV 7.875% Sep 15, 2029 USD	1 610	1 610	1 661	
Teva Pharmaceutical Finance Netherlands III BV 8.125% Sep 15, 2031 USD	1 710	1 710	1 794	
		56 034	50 989	5.2
Nigeria				
IHS Holding Ltd. 5.625% Nov 29, 2026 USD	3 546	3 546	3 103	
IHS Holding Ltd. 6.250% Nov 29, 2028 USD	2 371	2 371	1 948	
United Bank for Africa Plc. 6.750% Nov 19, 2026 USD	5 329	5 329	4 562	
		11 246	9 613	1.0
Oman				
Bank Muscat SAOG 4.750% Mar 17, 2026 USD	9 094	9 094	8 817	
Oryx Funding Ltd. 5.800% Feb 03, 2031 USD	5 742	5 858	5 554	
		14 952	14 371	1.5
Panama				
Banco General S.A. 4.125% Aug 07, 2027 USD	3 020	2 818	2 847	
AES Panama Generation Holdings SRL 4.375% May 31, 2030 USD	8 817	8 817	7 538	
		11 635	10 385	1.0
Paraguay				
Banco Continental SAECA 2.750% Dec 10, 2025 USD	10 273	9 990	9 268	
Telefonica Celular del Paraguay S.A. 5.875% Apr 15, 2027 USD	6 474	6 729	5 947	
		16 719	15 215	1.5
Peru				
Banco de Credito del Peru S.A. 3.125% Jul 01, 2030 USD	8 631	8 654	7 929	
Cia de Minas Buenaventura S.A.A. 5.500% Jul 23, 2026 USD	5 344	5 338	4 643	
		13 992	12 572	1.3
Philippines				
Philippine Government International Bond 5.500% Jan 17, 2048 USD	2 230	2 230	2 318	
		2 230	2 318	0.2



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	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
Qatar				
Commercial Bank PSQC 4.500% Perpetual USD	3 462	3 462	3 138	
QNB Finance Ltd. 2.750% Feb 12, 2027 USD	6 306	6 294	5 831	
		9 756	8 969	0.9
Saudi Arabia				
EIG Pearl Holdings S.a.r.l. 3.545% Aug 31, 2036 USD	12 036	12 080	10 291	
EIG Pearl Holdings S.a.r.l. 4.387% Nov 30, 2046 USD	3 885	2 696	3 053	
Greensaif Pipelines Bidco S.a.r.l. 6.129% Feb 23, 2038 USD	6 401	6 401	6 542	
Greensaif Pipelines Bidco S.a.r.l. 6.510% Feb 23, 2042 USD	9 056	9 056	9 413	
KSA Sukuk Ltd. 4.511% May 22, 2033 USD	6 980	6 980	6 853	
Saudi Electricity Sukuk Programme Co. 5.684% Apr 11, 2053 USD	3 290	3 290	3 269	
TMS Issuer S.a.r.l. 5.780% Aug 23, 2032 USD	7 341	7 341	7 557	
		47 844	46 978	4.7
Singapore				
BOC Aviation Ltd. 4.500% May 23, 2028 USD	5 120	5 091	4 952	
Continuum Energy Levanter Pte Ltd. 4.500% Feb 09, 2027 USD	5 202	5 165	4 851	
GLP Pte Ltd. 3.875% Jun 04, 2025 USD	1 668	1 627	1 156	
GLP Pte Ltd. 4.500% Perpetual USD	5 698	5 698	2 131	
		17 581	13 090	1.3
South Africa				
Gold Fields Orogen Holdings BVI Ltd. 6.125% May 15, 2029 USD	4 729	4 745	4 786	
		4 745	4 786	0.5
South Korea				
POSCO 5.750% Jan 17, 2028 USD	1 970	1 960	1 999	
POSCO 5.875% Jan 17, 2033 USD	970	959	1 022	
Woori Bank 4.875% Jan 26, 2028 USD	6 245	6 223	6 187	
		9 142	9 208	0.9
Spain				
AI Candelaria Spain S.A. 7.500% Dec 15, 2028 USD	1 305	1 384	1 223	
AI Candelaria Spain S.A. 5.750% Jun 15, 2033 USD	5 655	5 655	4 196	
		7 039	5 419	0.6
Supranational				
African Export-Import Bank 2.634% May 17, 2026 USD	3 829	3 829	3 459	
Digicel International Finance Ltd/Digicel international Holdings Ltd. 8.750% May 25, 2024 USD	7 964	7 823	7 307	
JBS USA LUX S.A. / JBS USA Food Co. / JBS USA Finance Inc. 5.750% Apr 01, 2033 USD	3 655	3 603	3 439	
		15 255	14 205	1.4
Tanzania				
AngloGold Ashanti Holdings Plc. 3.375% Nov 01, 2028 USD	4 702	4 692	4 123	
		4 692	4 123	0.4
Thailand				
Bangkok Bank PCL 4.300% Jun 15, 2027 USD	5 792	5 784	5 632	
Thaioil Treasury Center Co. Ltd. 3.500% Oct 17, 2049 USD	1 976	1 881	1 262	
		7 665	6 894	0.7
Turkey				
Anadolu Efes Biracilik Ve Malt Sanayii A.S. 3.375% Jun 29, 2028 USD	1 205	1 196	976	
KOC Holding A.S. 6.500% Mar 11, 2025 USD	4 950	5 420	4 900	
Limak Iskenderun Uluslararası Liman İşletmeciliği A.S. 9.500% Jul 10, 2036 USD	6 248	6 168	5 498	
Mersin Uluslararası Liman İşletmeciliği A.S. 5.375% Nov 15, 2024 USD	1 041	971	1 010	
Türk Telekomünikasyon A.S. 4.875% Jun 19, 2024 USD	1 708	1 534	1 631	
Turkey Government International Bond 4.875% Apr 16, 2043 USD	16 656	10 535	10 768	
Turkey Government International Bond 5.750% May 11, 2047 USD	4 206	2 893	2 890	
		28 717	27 673	2.8



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	Par Value (000s)	Cost (\$)	Fair Value (\$)	% of Net Assets
Ukraine				
MHP Lux S.A. 6.950% Apr 03, 2026 USD	3 270	3 496	1 853	
Ukraine Government International Bond 7.750% Sep 01, 2027 USD	410	158	100	
Ukraine Government International Bond 7.750% Sep 01, 2028 USD	2 825	973	684	
Ukraine Government International Bond 7.375% Sep 25, 2034 USD	12 894	6 612	3 015	
VF Ukraine PAT via VFU Funding Plc. 6.200% Feb 11, 2025 USD	1 870	1 839	1 412	
		13 078	7 064	0.7
United Arab Emirates				
Abu Dhabi Commercial Bank P.J.S.C. 3.500% Mar 31, 2027 USD	8 797	8 785	8 328	
Abu Dhabi Commercial Bank P.J.S.C. 4.500% Sep 14, 2027 USD	9 756	9 736	9 616	
DAE Funding LLC 3.375% Mar 20, 2028	6 750	6 755	6 092	
Emirates NBD Bank P.J.S.C. 5.625% Oct 21, 2027 USD	5 053	5 026	5 196	
First Abu Dhabi Bank P.J.S.C. 5.125% Oct 13, 2027 USD	13 629	13 534	13 828	
Galaxy Pipeline Assets Bidco Ltd. 1.750% Sep 30, 2027 USD	9 325	9 329	8 609	
Galaxy Pipeline Assets Bidco Ltd. 2.160% Mar 31, 2034 USD	7 970	7 969	6 787	
Galaxy Pipeline Assets Bidco Ltd. 2.940% Sep 30, 2040 USD	16 317	16 365	13 130	
MDGH GMTN RSC Ltd. 5.500% Apr 28, 2033 USD	3 634	3 583	3 824	
MDGH GMTN RSC Ltd. 4.375% Nov 22, 2033 USD	3 470	3 446	3 348	
Nbk Tier 2 Ltd. 2.500% Nov 24, 2030 USD	8 822	8 821	8 084	
Sweihan PV Power Co. P.J.S.C. 3.625% Jan 31, 2049 USD	11 551	11 551	9 348	
		104 900	96 190	9.7
United Kingdom				
Antofagasta Plc. 5.625% May 13, 2032 USD	5 087	4 996	5 062	
Avianca Midco 2 Plc. 9.000% Dec 01, 2028 USD	5 370	4 538	4 516	
Bidvest Group UK Plc. 3.625% Sep 23, 2026 USD	8 900	8 900	7 955	
Endeavour Mining Plc. 5.000% Oct 14, 2026 USD	4 590	4 540	4 083	
Fresnillo Plc. 4.250% Oct 02, 2050 USD	3 050	2 673	2 288	
Gohl Capital Ltd. 4.250% Jan 24, 2027 USD	6 947	6 370	6 454	
Standard Chartered Plc. 7.776% Nov 16, 2025 USD	6 050	6 050	6 190	
Standard Chartered Plc. 6.301% Jan 09, 2029 USD	7 109	7 109	7 152	
Tullow Oil Plc. 10.250% May 15, 2026 USD	3 156	3 238	2 402	
Ukreximbank Via Biz Finance Plc. 9.950% Nov 14, 2029 USD	454	163	314	
		48 577	46 416	4.7
United States				
BOC Aviation USA Corp. 4.875% May 03, 2033	1 910	1 889	1 860	
Hikma Finance USA LLC 3.250% Jul 09, 2025	5 010	4 734	4 756	
Kosmos Energy Ltd. 7.500% Mar 01, 2028	3 263	3 255	2 716	
Resorts World Las Vegas LLC / RWLV Capital Inc. 4.625% Apr 06, 2031	6 200	6 057	4 780	
SierraCol Energy Andina LLC 6.000% Jun 15, 2028	4 647	4 614	3 421	
Stillwater Mining Co. 4.000% Nov 16, 2026	13 142	12 705	11 738	
Stillwater Mining Co. 4.500% Nov 16, 2029	9 696	9 616	7 884	
United States Treasury Note 2.750% Aug 31, 2023	37 753	37 334	37 611	
United States Treasury Note 1.375% Nov 15, 2031	6 855	6 816	5 653	
United States Treasury Note 2.250% Feb 15, 2052	4 386	3 714	3 172	
		90 734	83 591	8.5
TOTAL BONDS		1 026 928	903 729	91.4
TOTAL INVESTMENTS		1 032 965	903 732	91.4
UNREALIZED GAIN ON CREDIT DEFAULT SWAPS (SCHEDULE A)		408	123	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	53	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(501)	(0.1)
TOTAL PORTFOLIO		1 033 373	903 407	91.3
CASH			76 240	7.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			10 018	1.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			989 665	100.0



June 30, 2023

SCHEDULE A

Credit Default Swaps

Reference Entity	Notional Amount (000s)	Currency	Pay/Receive Fixed Rate	Fixed Rate (%)	Expiration Date	Counterparty	Credit Rating	Cost (\$)	Fair Value (\$)	% of Net Assets
Republic of South Africa Government										
International Bond										
5.875% Sep 16, 2025 USD	(20 000)	USD	Pay	1.00	20-Jun-2024	Goldman Sachs International	BBB+	150	4	–
Republic of Turkey										
11.875% Jan 15 2030 USD	(3 402)	USD	Pay	1.00	20-Jun-2024	Citibank NA London	BBB+	160	68	–
Republic of Turkey										
11.875% Jan 15 2030 USD	(2 546)	USD	Pay	1.00	20-Jun-2024	Goldman Sachs International	BBB+	98	51	–
TOTAL CREDIT DEFAULT SWAPS								408	123	–

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain (\$)
Bought USD 14 229 Sold EUR 12 987 @ 1.0923	20-Jul-2023	43
Bought USD 2 948 Sold EUR 2 689 @ 1.0923	20-Jul-2023	10
		<u>53</u>
Contracts	Maturity Date	Unrealized Loss (\$)
Bought USD 4 487 Sold COP 20 941 241 @ 0.0002	19-Jul-2023	(501)
		<u>(501)</u>
TOTAL FOREIGN EXCHANGE		(448)

All counterparties have a credit rating of at least A.



Statements of Financial Position (unaudited)

(in \$000s except per unit amounts)

(see note 2 in the generic notes)	June 30 2023	December 31 2022
ASSETS		
Investments at fair value	\$ 903 732	\$ 1 020 558
Cash	76 240	12 461
Due from investment dealers	15 276	–
Subscriptions receivable	1 154	1 173
Margin receivable	1 390	1 420
Unrealized gain on foreign exchange contracts	53	198
Receivable on open swap contracts	123	93
Dividends receivable, interest accrued and other assets	12 835	14 763
TOTAL ASSETS	1 010 803	1 050 666
LIABILITIES		
Due to investment dealers	20 432	–
Redemptions payable	18	1 302
Unrealized loss on foreign exchange contracts	501	1 006
Distributions payable	135	–
Accounts payable and accrued expenses	52	107
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	21 138	2 415
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")		
	\$ 989 665	\$ 1 048 251
Investments at cost	\$ 1 033 373	\$ 1 199 386
NAV		
SERIES A	\$ 1 816	\$ 1 732
SERIES D	\$ 721	\$ 886
SERIES F	\$ 6 089	\$ 5 306
SERIES O	\$ 981 039	\$ 1 040 327
NAV PER UNIT		
SERIES A	\$ 6.71	\$ 6.65
SERIES D	\$ 6.72	\$ 6.66
SERIES F	\$ 6.72	\$ 6.66
SERIES O	\$ 6.73	\$ 6.68

Statements of Comprehensive Income (unaudited)

(in \$000s except per unit amounts)

For the periods ended June 30 (see note 2 in the generic notes)	2023	2022
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 27 828	\$ 31 823
Derivative income (loss)	(1 363)	4 480
Net realized gain (loss) on investments	(36 000)	(23 113)
Change in unrealized gain (loss) on investments	49 577	(193 836)
TOTAL NET GAIN (LOSS) ON INVESTMENTS AND DERIVATIVES	40 042	(180 646)
Net gain (loss) on foreign cash balances	46	563
TOTAL OTHER INCOME (LOSS)	46	563
TOTAL INCOME (LOSS)	40 088	(180 083)
EXPENSES (see notes – Fund Specific Information)		
Management fees	39	70
Administration fees	251	653
Independent Review Committee costs	1	–
GST/HST	33	74
TOTAL EXPENSES	324	797
INCREASE (DECREASE) IN NAV	\$ 39 764	\$ (180 880)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 51	\$ (330)
SERIES D	\$ 25	\$ (245)
SERIES F	\$ 190	\$ (1 704)
SERIES O	\$ 39 498	\$ (178 601)
INCREASE (DECREASE) IN NAV PER UNIT		
SERIES A	\$ 0.20	\$ (1.07)
SERIES D	\$ 0.22	\$ (1.08)
SERIES F	\$ 0.21	\$ (1.04)
SERIES O	\$ 0.27	\$ (1.02)



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

For the periods ended June 30

(see note 2 in the generic notes)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	\$ 39 764	\$ (180 880)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes	–	–
Non-cash dividends	–	–
Non-cash distributions from underlying funds	–	–
Net realized loss (gain) on investments	36 000	23 113
Change in unrealized loss (gain) on investments	(49 577)	193 836
(Increase) decrease in accrued receivables	1 928	(1 372)
Increase (decrease) in accrued payables	(55)	(30)
(Increase) decrease in margin accounts	30	(2 010)
Cost of investments purchased*	(233 664)	(310 004)
Proceeds from sale and maturity of investments*	368 833	370 920
NET CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES	163 259	93 573
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units*	50 421	103 183
Cash paid on redemption of redeemable units*	(149 740)	(193 393)
Distributions paid to holders of redeemable units	(161)	(163)
NET CASH PROVIDED BY (USED IN)		
FINANCING ACTIVITIES	\$ (99 480)	\$ (90 373)
Net increase (decrease) in cash for the period	63 779	3 200
Cash (bank overdraft), beginning of period	12 461	115 135
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 76 240	\$ 118 335
Interest received (paid) [†]	\$ 29 764	\$ 29 841
Income from investment trusts received (paid) ^{††}	\$ –	\$ –
Dividends received (paid) ^{†‡}	\$ –	\$ –

* Excludes in-kind transactions.

† Classified as part of operating activities.

‡ Net of withholding taxes, if applicable.



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

For the periods ended June 30 (see note 2 in the generic notes)	Series A		Series D		Series F	
	2023	2022	2023	2022	2023	2022
NAV AT BEGINNING OF PERIOD	\$ 1 732	\$ 2 584	\$ 886	\$ 2 184	\$ 5 306	\$ 14 020
INCREASE (DECREASE) IN NAV	51	(330)	25	(245)	190	(1 704)
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	351	157	–	395	1 386	2 214
Reinvestments of distributions to holders of redeemable units	32	41	17	34	88	224
Redemption of redeemable units	(312)	(458)	(189)	(925)	(729)	(4 480)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	71	(260)	(172)	(496)	745	(2 042)
Distributions from net income	(38)	(48)	(18)	(40)	(152)	(299)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(38)	(48)	(18)	(40)	(152)	(299)
NET INCREASE (DECREASE) IN NAV	84	(638)	(165)	(781)	783	(4 045)
NAV AT END OF PERIOD	\$ 1 816	\$ 1 946	\$ 721	\$ 1 403	\$ 6 089	\$ 9 975

For the periods ended June 30 (see note 2 in the generic notes)	Series 0		Total	
	2023	2022	2023	2022
NAV AT BEGINNING OF PERIOD	\$ 1 040 327	\$ 1 392 680	\$ 1 048 251	\$ 1 411 468
INCREASE (DECREASE) IN NAV	39 498	(178 601)	39 764	(180 880)
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	48 698	101 049	50 435	103 815
Reinvestments of distributions to holders of redeemable units	28 547	37 674	28 684	37 973
Redemption of redeemable units	(147 259)	(188 482)	(148 489)	(194 345)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(70 014)	(49 759)	(69 370)	(52 557)
Distributions from net income	(28 772)	(38 035)	(28 980)	(38 422)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(28 772)	(38 035)	(28 980)	(38 422)
NET INCREASE (DECREASE) IN NAV	(59 288)	(266 395)	(58 586)	(271 859)
NAV AT END OF PERIOD	\$ 981 039	\$ 1 126 285	\$ 989 665	\$ 1 139 609



June 30, 2023

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and modest capital appreciation.

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

Credit risk (%)

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

Rating	June 30 2023	December 31 2022
AAA	5.2	7.6
AA	6.4	8.4
A	13.4	7.0
BBB	32.9	30.7
BB	29.9	27.6
B	5.4	9.7
CCC	5.1	6.0
D	0.6	0.7
Unrated	1.1	2.3
Total	100.0	100.0

Concentration risk (%)

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

Investment mix	June 30 2023	December 31 2022
United Arab Emirates	9.7	12.2
United States	8.5	11.5
Mexico	7.7	6.2
Colombia	5.8	4.5
Netherlands	5.2	5.6
United Kingdom	4.7	5.5
Israel	3.8	3.5
Brazil	3.1	2.1
Hong Kong	3.0	3.5
China	2.9	4.1
Turkey	2.8	3.7
Mauritius	2.8	4.2
Chile	2.5	2.7
Argentina	2.4	3.5
Macau	2.0	2.0
Oman	1.5	1.5
Paraguay	1.5	1.7
Supranational	1.4	1.7
India	1.3	2.8
Peru	1.3	1.5
Other Countries	17.5	13.4
Cash/Other	8.6	2.6
Total	100.0	100.0

Interest rate risk (%)

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

Term to maturity	June 30 2023	December 31 2022
Less than 1 year	9.1	8.5
1 – 5 years	32.2	38.7
5 – 10 years	32.3	30.2
> 10 years	26.4	22.6
Total	100.0	100.0

As at June 30, 2023, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's NAV may have decreased or increased, respectively, by approximately 3.9% (December 31, 2022 – 4.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

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

The following is a summary of the inputs used as of June 30, 2023 and December 31, 2022.

June 30, 2023	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Underlying funds	–	–	–	–
Fixed-income and debt securities	–	903 732	–	903 732
Short-term investments	–	–	–	–
Derivatives – assets	–	176	–	176
Derivatives – liabilities	–	(501)	–	(501)
Total financial instruments	–	903 407	–	903 407
% of total portfolio	–	100.0	–	100.0

December 31, 2022	Level 1	Level 2	Level 3	Total
Equities	3	–	–	3
Underlying funds	–	–	–	–
Fixed-income and debt securities	–	1 020 555	–	1 020 555
Short-term investments	–	–	–	–
Derivatives – assets	–	291	–	291
Derivatives – liabilities	–	(1 006)	–	(1 006)
Total financial instruments	3	1 019 840	–	1 019 843
% of total portfolio	–	100.0	–	100.0

For the periods ended June 30, 2023 and December 31, 2022, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.



June 30, 2023

**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	1.50%	0.10%
Series D	0.90%	0.10%
Series F	0.75%	0.10%
Series O	n/a [†]	0.05%

* Effective January 1, 2023, the administration fees for Series O units were reduced to 0.05% from 0.10%.

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

Taxes (CAD000s) (see note 6 in the generic notes)

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

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

As at December 31, 2022	
Capital losses	97 836
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 June 30
(see note 2 in the generic notes)

	2023	2022
Series A		
Opening units	260	326
Issued number of units	52	21
Reinvested number of units	5	6
Redeemed number of units	(46)	(62)
Ending number of units	271	291
Series D		
Opening units	133	275
Issued number of units	–	54
Reinvested number of units	2	5
Redeemed number of units	(28)	(125)
Ending number of units	107	209

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

	2023	2022
Series F		
Opening units	796	1 764
Issued number of units	204	297
Reinvested number of units	13	32
Redeemed number of units	(107)	(605)
Ending number of units	906	1 488
Series O		
Opening units	155 766	175 034
Issued number of units	7 153	13 617
Reinvested number of units	4 252	5 339
Redeemed number of units	(21 529)	(26 158)
Ending number of units	145 642	167 832

**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:

	June 30 2023	December 31 2022
Phillips, Hager & North Core Plus Bond Fund	3.0	2.7
Phillips, Hager & North Multi-Strategy Credit Fund	–	–
Phillips, Hager & North Short Core Plus Bond Fund	0.6	0.5
RBC \$U.S. Core Bond Pool	0.4	0.3
RBC \$U.S. Core Plus Bond Pool	0.3	0.3
RBC \$U.S. Strategic Income Bond Fund	0.6	0.6
RBC Bond Fund	12.8	21.4
RBC Conservative Bond Pool	1.9	1.7
RBC Core Bond Pool	19.3	15.0
RBC Core Plus Bond Pool	9.1	7.7
RBC Emerging Markets Balanced Fund	–	–
RBC Global Bond Fund	11.6	11.9
RBC Global Corporate Bond Fund	19.4	19.1
RBC Global High Yield Bond Fund	9.5	8.7
RBC Strategic Income Bond Fund	8.5	7.5
Total	97.0	97.4

**Offsetting financial assets and liabilities (USD000s)
(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.



June 30, 2023

June 30, 2023	Assets	Liabilities
Gross amounts – assets (liabilities)	176	(501)
Amounts set-off in the Statements of Financial Position	–	–
Net amounts presented in the Statements of Financial Position	176	(501)
Related amounts not set-off	–	–
Collateral (received) pledged	(10)	–
Net amount	166	(501)

December 31, 2022	Assets	Liabilities
Gross amounts – assets (liabilities)	291	(1 006)
Amounts set-off in the Statements of Financial Position	–	–
Net amounts presented in the Statements of Financial Position	291	(1 006)
Related amounts not set-off	–	–
Collateral (received) pledged	(93)	–
Net amount	198	(1 006)

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 August 9, 2023.

The Funds may issue an unlimited number of units in some or all of Series A, Series AZ, Advisor Series, Advisor T5 Series, Series T5, Series T8, Series H, Series D, Series DZ, Series F, Series FZ, Series FT5, Series FT8, Series I, Series N, Series O and ETF Series. Effective April 11, 2022, Advisor Series and Advisor T5 Series are no longer offered for sale.

Series A units and Series AZ 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. Effective April 11, 2022, all Advisor Series and Advisor T5 Series units were re-designated as Series A and Series T5 units, as applicable.

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 FZ 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.

The units of the ETF Series are listed either on the Toronto Stock Exchange (the “TSX”) or on the NEO Exchange (the “NEO Exchange”) as the case may be. The TSX and the NEO Exchange are each referred to herein as the “Exchange.” Investors may purchase or sell units on the applicable Exchange in the same way as other securities listed on the Exchange.

RBC Funds	Series	Exchange Ticker Symbol
RBC Canadian Equity Income Fund	ETF Series	RCEI
RBC North American Value Fund	ETF Series	RNAV
RBC North American Growth Fund	ETF Series	RNAG
RBC International Equity Fund	ETF Series	RINT
RBC Emerging Markets Dividend Fund	ETF Series	REMD
RBC Global Energy Fund	ETF Series	RENG
RBC Global Precious Metals Fund	ETF Series	RGPM
RBC Global Technology Fund	ETF Series	RTEC

2. Financial period

The information provided in these financial statements and notes thereto is as at June 30, 2023 and December 31, 2022, as applicable, and for the six-month periods ended June 30, 2023 and June 30, 2022, 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”) and in accordance with International Accounting Standard (“IAS”) 34 – Interim Financial Reporting, as issued by the International Accounting Standards Board (“IASB”). The significant accounting policies of the Funds are as follows:

June 30, 2023

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.

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.

June 30, 2023

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.

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.

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

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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.

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 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.

Interest Rate Swap Contracts – Interest rate swaps are agreements between two parties to exchange periodic interest payments based on a notional principal amount. The net periodic payments received or paid from interest rate swap contracts are recorded as “Interest for distribution purposes” in the Statements of Comprehensive Income. Payments received or paid when the Fund enters into the contract are recorded as an asset or liability in the

Statements of Financial Position. When the contract is terminated or expires, the payments received or paid are recorded as “Derivative income (loss)” in the Statements of Comprehensive Income. Interest rate swap contracts are valued based upon quotations from independent sources.

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.

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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 and short-term investments.

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

In-Kind Transactions and Switches Between Different Series of the Same Fund 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 differences between amounts issued and redeemed within the Statements of Changes in NAV and the Statements of Cash Flow relate to in-kind transactions and switches between series of the same Fund. Similarly, the “Cost of investments purchased” and “Proceeds from sale and maturity of investments” within the Statements of Cash Flow appropriately exclude in-kind transactions.

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.

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, margin and short-term deposits are held with counterparties with a credit rating of BBB- 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 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) (the "Tax Act"). 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.

If a Fund is not a mutual fund trust under the Tax Act throughout a taxation year, the Fund (i) may become liable for alternative minimum tax under the Tax Act in such year, (ii) would not be eligible for capital gains refunds under the Tax Act in such year, (iii) may be subject to the "mark-to-market" rules described below and (iv) may be subject to a special tax under Part XII.2 of the Tax Act described below in such year.

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If a Fund does not qualify as a mutual fund trust and more than 50% (calculated on a fair market value basis) of the units of the Fund are held by one or more unitholders that are considered to be “financial institutions” for the purposes of certain special mark-to-market rules in the Tax Act, then the Fund itself will be treated as a financial institution under those special rules. Under those rules, the Fund will be required to recognize at least annually on income account any gains and losses accruing on certain types of debt obligations and equity securities that it holds and also will be subject to special rules with respect to income inclusion on these securities. Any income arising from such treatment will be included in amounts to be distributed to unitholders. If more than 50% of the units of the Fund cease to be held by financial institutions, the tax year of the Fund will be deemed to end immediately before that time and any gains or losses accrued before that time will be deemed realized by the Fund and will be distributed to unitholders. A new taxation year for the Fund will then begin and for that and subsequent taxation years, for so long as not more than 50% of the units of the Fund are held by financial institutions, the Fund will not be subject to these special mark-to-market rules.

If at any time in a year a Fund that is not a mutual fund trust under the Tax Act throughout that year has a unitholder that is a “designated beneficiary”, the Fund will be subject to a special tax at the rate of 40% under Part XII.2 of the Tax Act on its “designated income” within the meaning of the Tax Act. A “designated beneficiary” includes a non-resident, and “designated income” includes taxable capital gains from dispositions of “taxable Canadian property” and income from business carried on in Canada (which could include gains on certain derivatives). Where a Fund is subject to tax under Part XII.2 of the Tax Act, the Fund may make a designation which will result in unitholders that are not designated beneficiaries receiving a tax credit with respect to their share of the Part XII.2 tax paid by the Fund.

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.

The total amount of distributions for Series T5 and Series FT5 units for a year may exceed the Series T5 and Series FT5 units’ share of income and capital gains earned by the fund, respectively, in that year. This excess amount will be treated

as a return of capital to the unitholder. Return of capital represents a return to the unitholder of a portion of their own invested capital.

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 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 Global High Yield Bond Fund (Canada) (for the underlying 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 Foreign Exchange Fund (for a portion of the Fund)
- RBC Emerging Markets Bond Fund (for a portion of the Fund)
- 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)* (for the underlying fund)
- BlueBay \$U.S. Global High Yield Bond Fund (Canada)* (for a portion of the Fund)
- BlueBay Emerging Markets Bond Fund (Canada)*

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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 U.S. Monthly Income Fund (for a portion of the Fund)
 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 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
 RBC Global Equity Leaders Currency Neutral Fund (for the underlying fund)
 BlueBay Global Alternative Bond Fund (Canada)* (for a portion of the Fund)
 Phillips, Hager & North Overseas Equity Fund
 Phillips, Hager & North Global Equity Fund

* Prior to April 1, 2023 BlueBay Asset Management LLP was a sub-advisor for these Funds.

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

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.

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 may administer 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.

9. Presentation changes in the financial statements

As a result of an accounting system change during the year ended December 31, 2022, the Funds have changed the presentation of certain items related to the cost of investments with accretion of discounts or premiums. In the current year, where applicable, the discount on short-term investments is now accreted into the cost of investments where previously such amounts were recorded as interest receivable. Additionally, the discount or premium related to convertible strip bonds is now accreted or amortized to the cost of investments. Comparatives have not been reclassified in the financial statements as the information required to achieve comparability is not available. As a result of this presentation change, amounts previously presented as "Change in unrealized gain (loss) on investments" are now presented as "Interest for distribution purposes" in the Statements of Comprehensive Income for convertible strip bonds, and there is a non-cash adjustment in the Statements of Cash Flow "Interest for distribution purposes", for the period ended December 31, 2022. Previously, such amounts were adjusted in the Statements of Cash Flow in "(Increase) decrease in accrued receivables" and "Proceeds from sale and maturity of investments", where applicable. There is no impact on Statements of Comprehensive Income as a result of the change in the presentation for the short-term investments.

10. Revision to comparatives

With respect to RBC Canadian Mid-Cap Equity Fund, comparative figures on the Statements of Changes in NAV and Comprehensive Income have been revised to reflect the redesignation of Series F-redesignated to Series I. Previously, Series F-redesignated amounts were presented separately, and have now been adjusted to reflect the redesignation to Series I on a combined basis.