



RBC Select Very Conservative Portfolio

Investment Objective

To provide income and the potential for modest capital growth by investing primarily in funds managed by RBCGAM, emphasizing mutual funds that invest in fixed income securities with some exposure to mutual funds that invest in equity securities. The portfolio invests in a mix of Canadian, U.S. and international funds.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF209
A	No Load	USD	RBF515
Adv	Deferred Sales	CAD	RBF871
Adv	Front End	CAD	RBF787
Adv	Low Load	CAD	RBF214
Adv	Low Load	USD	RBF4515
T5	No Load	CAD	RBF544

Inception Date	March 2009
Total Fund Assets \$Mil	12,827.8
Series A NAV \$	12.53
Series A MER %	1.69
Benchmark	80% FTSE TMX CUB 10% S&P/TSX Capped Composite Total Return 5% S&P 500 Total Return (C\$) 5% MSCI EAFE Total Return Net (C\$)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Canadian Fixed Income Balanced
---------------	-----------------------------------

Management Company	RBC Global Asset Management Inc.
--------------------	-------------------------------------

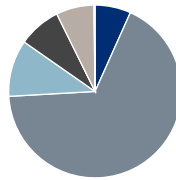
Web Site	www.rbcgam.com
----------	----------------

Notes

Performance Analysis is in CAD and for CAD series A fund (RBF209).

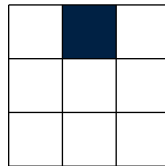
Portfolio Analysis as of May 31, 2017

Asset Mix



	% Assets
Cash	6.7
Fixed Income	67.4
Canadian Equity	10.6
US Equity	8.0
International Equity	7.1
Other	0.2

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.3
P/E Ratio	18.1
Avg. Mkt Cap. \$B	38.0

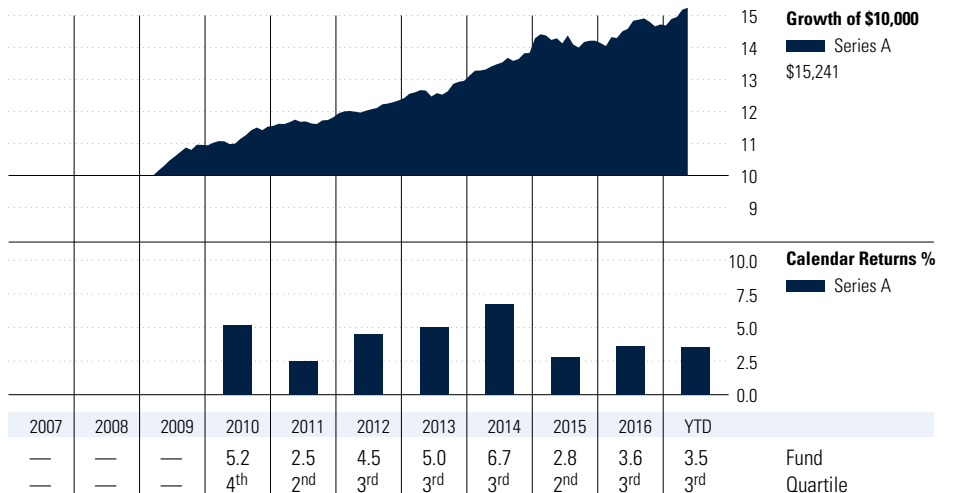
Top 5 Sectors

	% Equity
Financials	25.2
Industrials	11.8
Energy	11.8
Information Technology	10.2
Consumer Discretionary	9.9

Fixed Income Breakdown

	% Fixed Income
Government Bonds	50.7
Corporate Bonds	36.5
Other Bonds	3.7
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	9.0
Asset Backed Securities	0.0

Performance Analysis as of May 31, 2017



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.4	2.4	4.0	5.1	4.4	5.0	—	5.5	Fund
—	2 nd	3 rd	3 rd	2 nd	3 rd	—	—	Quartile
522	520	518	499	392	288	129	—	No. of Funds in Category



RBC Select Very Conservative Portfolio

Management Overview

Manager Bios

Sarah Riopelle

RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

Performance Analysis Cont'd as of May 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.02	0.35	0.43	0.48	0.27	0.25	0.22	0.24	0.29	—	—
Interest	0.02	0.09	0.13	0.11	0.13	0.14	0.15	0.15	0.21	—	—
Dividends	—	0.04	0.04	0.03	0.04	0.03	0.03	0.04	0.07	—	—
Capital Gains	—	0.21	0.26	0.34	0.10	0.08	0.05	0.05	0.02	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2010	10.7	3-2012	6.3	3-2014	5.8	—	—
Worst	2-2016	-2.6	9-2013	3.4	2-2016	3.9	—	—
Average		4.7		4.8		4.8		
No. of Periods		87		63		39		
Pct. Positive		96.6		100.0		100.0		

* Distributions are characterized into income type at year-end.

Quarterly Commentary as at March 31, 2017

Global economic growth firmed, with a pickup in the Eurozone starting to factor into the expansion. In March, the U.S. Federal Reserve boosted its benchmark interest rate for the second time in three months, reflecting optimism about the expansion. However, longer-term U.S. bond yields fell late in the period on concern that President Trump might have trouble winning approval for his proposed economic reforms.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Canadian, U.S. and U.K. bonds posted gains, while the improved outlook for the Eurozone resulted in losses for the region's government bonds. The RBC Global Bond Fund, the PH&N Bond Fund and the PH&N Total Return Bond Fund had a positive impact on the portfolio's returns.

Major equity markets rose, led by Europe and emerging markets, amid optimism that economies

around the world were gathering momentum. Equity funds that contributed positively to the Fund's performance included the RBC European Equity Fund and the PH&N U.S. Multi-Style All-Cap Equity Fund.

Leading economic indicators are at their best levels in several years, economic surprises have been overwhelmingly positive and profits are recovering. As a result, risk assets have performed well. We expect bond yields to rise, resulting in low or potentially negative returns over the years ahead, and we therefore remain underweight bonds. Long-term expected returns for stocks are more attractive, accounting for our equity overweight. In the near term, however, uncertainty surrounding U.S. public policy and a variety of style and technical factors have led us to reduce our exposure to stocks, where we remain overweight, but a little less so.



RBC Select Very Conservative Portfolio

Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions

and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

MER (%) for RBC Funds and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

PH&N Funds Series A formerly known as Series C.

Graphs are only used to illustrate the effects of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A and F units of the Fund as of April 30, 2017.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2017