



RBC U.S. Equity Fund

Fund Category
US Equity

Morningstar Rating™
★★★

Investment Objective

To provide long-term capital growth by investing in equity securities of U.S. companies to provide broad exposure to economic growth opportunities in the U.S. market.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF263
Adv	Deferred Sales	CAD	RBF804
Adv	Front End	CAD	RBF704
Adv	Low Load	CAD	RBF132
F	No Load	CAD	RBF615
I	No Load	CAD	RBF157

Inception Date	July 1966
Total Assets \$Mil	2,805.1
Series A NAV \$	18.46
Series A MER %	2.00
Benchmark	S&P 500 (\$C)

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Management Company	RBC Asset Management Inc.
Web Site	www.rbcam.com

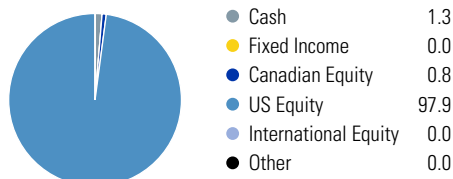
Notes

Minimum investment for Series I units of the Fund is \$500,000. Minimum additional investment is \$5,000.

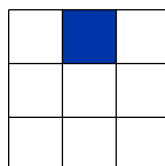
Please note the "Since Inception" rate of return includes data from October 1972 only.

Portfolio Analysis as of July 31, 2010

Asset Mix



Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	2.0
P/E Ratio	13.7
Avg Mkt Cap \$Bil	36.5

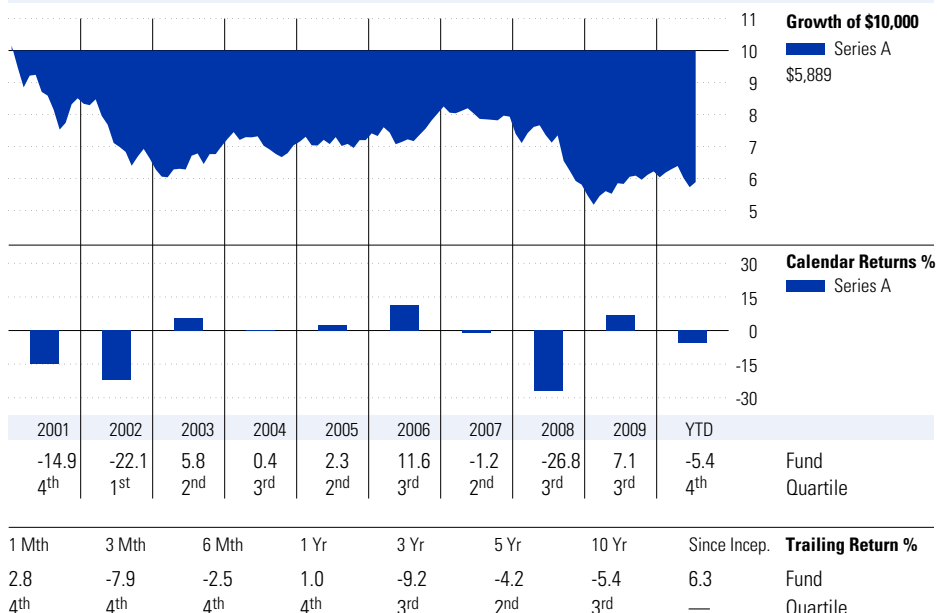
Global Equity Sectors

Sector	% Equity
Information Technology	19.5
Financials	14.4
Industrials	11.9
Consumer Staples	11.4
Consumer Discretionary	9.9
Energy	9.2
Health Care	8.6
Materials	7.4
Utilities	4.1
Telecommunication Services	3.7
Unclassified	0.0

Top Ten Holdings

Company	% Assets
Apple, Inc.	2.5
Citigroup, Inc.	2.2
J.P. Morgan Chase & Co.	1.9
AT&T, Inc.	1.9
PNC Financial Services Group Inc.	1.7
General Electric Company	1.7
Wells Fargo Company	1.7
EMC Corporation	1.6
Morgan Stanley	1.5
Merck & Co Inc	1.5
Total % of Top 10 Holdings	18.4
Total Number of Stock Holdings	102
Total Number of Bond Holdings	0
Total Number of Other Holdings	2
Total Number of Holdings	104

Performance Analysis as of July 31, 2010





RBC U.S. Equity Fund

Management Overview

Manager Bios

RBC Asset Management US Equity Committee

Chaired by Ray Mawhinney Senior Vice President, U.S. and Global Equities. Ray has been in the investment industry since 1984.

Performance Analysis Cont'd as of July 31, 2010

Distributions (\$)/Unit	YTD*	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	—	—	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	7-1997	50.0	11-1997	25.5	3-2000	21.2	9-2000	18.1
Worst	9-2001	-30.8	3-2003	-16.9	8-2005	-8.8	6-2010	-5.7
Average		7.2		7.7		8.5		9.5
No. of Periods		289		265		241		181
Pct. Positive		70.6		74.7		67.6		84.0

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

Quarterly Commentary as at June 30, 2010

The RBC U.S. Equity Fund (Series A) declined 9.0% in the second quarter, compared to a 7.1% loss for the S&P 500 Total Return Index, in Canadian dollars.

U.S. equity markets experienced one of their most severe quarterly declines in years as news of Europe's economic crisis dominated the macro outlook. While U.S. companies have yet to see any significant fall-off in demand from Europe, U.S. investors remember their recent financial crises and are understandably cautious. Meanwhile, economic recovery in the U.S. continues to mature resulting in a trend of moderating growth as year-over-year comparisons become more difficult. Corporate earnings continue to expand from improving revenue growth and tight cost controls.

We believe that total rates of return in 2010 will be modest, particularly compared to 2009. Monetary policy will probably be slightly more accommodating due to the European situation and

interest rates will be friendly, longer than previously expected. The sovereign risk associated with several European countries will continue to add to market volatility. We remain constructive on U.S. equity markets, particularly if they experience another retest to the previous market lows and view any pull back over the intermediate term as an opportunity to increase exposure to stocks.

Within the Fund, outperformance in Consumer Discretionary, Consumer Staples, Health Care, Telecommunication Services and Information Technology aided overall performance, while Utilities, Materials, Financials and Energy detracted. Strong individual performances in such companies as Newmont Mining, VMware, Amerisourcebergen and Cummins all positively contributed to the Fund, while companies such as Domtar, Goldman Sachs, Carnival and Microsoft, temporarily lagged the general market.

Major Buys

Analog Devices
Public Service Enterprises
Sysco Corp
3M Co.
Ace Ltd

Major Sells

AK Steel Holdings
Anadarko Petroleum
Cephalon Inc.
Freeport-McMoran
Visa Inc.



RBC U.S. Equity Fund

Disclosure

RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers. RBC Global Asset Management (RBC GAM) comprises RBC Asset Management Inc. (RBC AM), Phillips, Hager & North Investment Management Ltd. (PH&N) and RBC Global Asset Management (U.S.) Inc., which are separate legal entities owned by Royal Bank of Canada.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus of the mutual fund 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. The value of mutual funds change frequently and past performance may not be repeated.

The Top 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.

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.

This 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 this 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 this fund profile without seeking the advice of an appropriate professional advisor.

For money market funds, the performance data assumes reinvestment of distributions only and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. In addition, 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.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm. 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 units of the Fund as of July 31, 2010.

Morningstar ratings are overall ratings reflecting risk adjusted performance as of July 31, 2010. The ratings are subject to change every month. The ratings are calculated for funds with a minimum of 3 years of performance, calculated from the funds' 1 and 3 year average annual returns measured against a 91-day Treasury Bill return with appropriate fee adjustments. The top 10% of the funds in a category receive 5 stars (high); if the funds fall in the next 22.5%, they receive 4 stars (above average); a place in the middle 35% earns a fund 3 stars (neutral or average); those in the next 22.5% receive 2 stars (below average); and the lowest 10% get 1 star (low). Ratings are just one factor to consider when investing. For more information, please see www.morningstar.ca.

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