



RBC North American Growth Fund

Fund Category
Canadian Focused Equity

Morningstar Rating™
★★★

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of Canadian and/or U.S. companies that offer above-average prospects for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF265
Adv	Deferred Sales	CAD	RBF858
Adv	Front End	CAD	RBF767
Adv	Low Load	CAD	RBF131
F	No Load	CAD	RBF611

Inception Date	January 1993
Total Assets \$Mil	1,192.2
Series A NAV \$	21.61
Series A MER %	2.00
Benchmark	50% S&P 500 (\$C) 50% S&P/TSX Composite

Income Distribution	Annually
Capital Gains Distribution	Annually

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

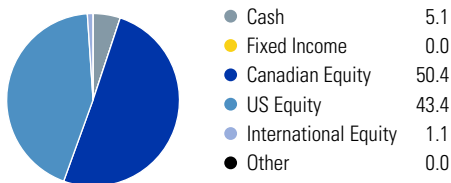
Management Company	RBC Asset Management Inc.
Web Site	www.rbcam.com

Notes

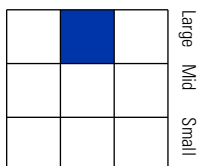
The investment objective and name changed July 4, 2006.

Portfolio Analysis as of July 31, 2010

Asset Mix



Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	2.0
P/E Ratio	14.9
Avg Mkt Cap \$Bil	21.0

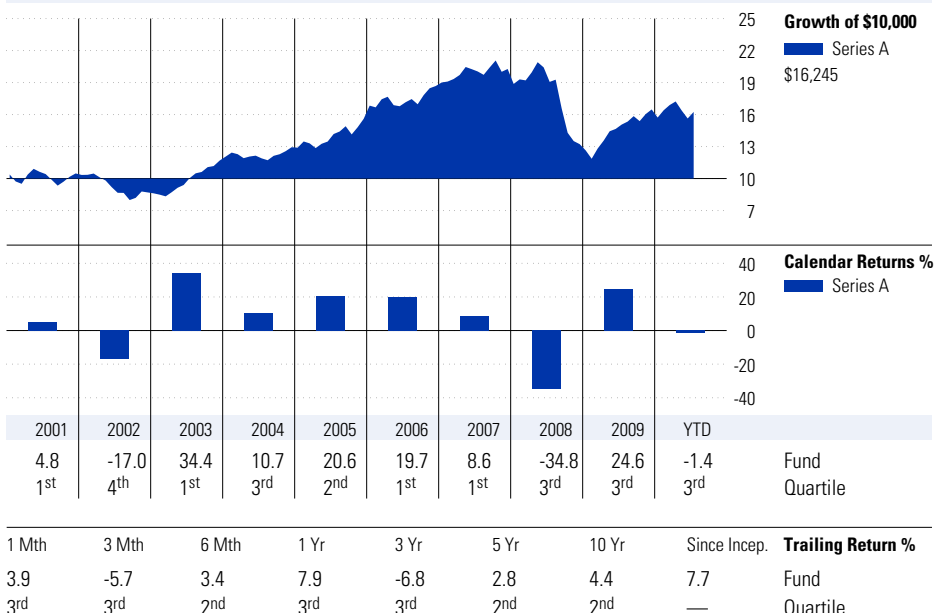
Global Equity Sectors

Sector	% Equity
Financials	21.5
Energy	18.4
Materials	14.0
Information Technology	11.6
Industrials	11.3
Consumer Discretionary	9.2
Consumer Staples	4.9
Telecommunication Services	3.2
Utilities	2.8
Health Care	2.7
Unclassified	0.3

Top Ten Holdings

Company	% Assets
Cash & Cash Equivalents	5.1
Royal Bank of Canada	3.1
Toronto-Dominion Bank	2.4
Suncor Energy, Inc.	2.0
Bank of Nova Scotia	2.0
Barrick Gold Corporation	2.0
Canadian Natural Resources, Ltd.	1.6
Potash Corporation of Saskatchewan, Inc.	1.4
Bank of Montreal	1.3
Research in Motion, Ltd.	1.3
Total % of Top 10 Holdings	22.2
Total Number of Stock Holdings	157
Total Number of Bond Holdings	0
Total Number of Other Holdings	2
Total Number of Holdings	159

Performance Analysis as of July 31, 2010





RBC North American Growth Fund

Management Overview

Manager Bios

Ray Mawhinney

RBC Asset Management Inc.

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

Warner Sulz

RBC Asset Management Inc.

Warner Sulz is Vice President and Senior Portfolio Manager, Canadian Equities. He has been in the investment industry since 1986.

Marcello Montanari

RBC Asset Management Inc.

Marcello Montanari is Vice President and Senior Portfolio Manager, Canadian Equities. He has been in the Investment Industry since 1999.

Performance Analysis Cont'd as of July 31, 2010

Distributions (\$)/Unit	YTD*	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	—	0.59	—	0.16	3.91	1.38	0.78	—	—	—
Interest	—	0.34	—	—	0.11	—	—	—	—	—
Dividends	—	0.25	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	0.16	3.80	1.38	0.78	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	2-2000	53.4	3-2006	27.9	10-2007	20.8	8-2008	11.6
Worst	2-2009	-38.6	2-2009	-10.7	9-2002	-3.2	6-2010	3.9
Average		8.3		8.2		8.3		7.6
No. of Periods		199		175		151		91
Pct. Positive		68.8		81.7		94.7		100.0

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

Quarterly Commentary as at June 30, 2010

In the second quarter, the RBC North American Growth Fund (Series A) posted a loss of 7.5% versus the benchmark at -6.3%.

The Canadian equity portion of the Fund fell 5.5% in the quarter in line with the S&P/TSX Composite Total Return Index. The U.S. equity portion of the Fund lost 12.6%, versus the S&P 500 Total Return Index with a loss of 11.4%, both in U.S. dollar terms. The U.S. dollar rose 4.8% against the Canadian dollar, which tempered some of the loss on U.S. securities.

Positive performance in Canada was limited to Telecommunication Services, Consumer Discretionary, Health Care and Materials. Strength among gold stocks offset big declines in metals and fertilizers groups for a net small gain in the Materials sector. Information Technology and Financials were the largest decliners among the losing sectors.

All ten sectors in the U.S. market finished in the

red for the quarter, where the worst performances seen in the Fund coming from Energy and Financials. Both Utilities and Consumer Discretionary were relative performers.

Volatility made an unwelcome return to equity markets in the second quarter. Europe's fiscal crisis dominated the headlines, while investors grappled with peripheral challenges from; China's slowing economy, the still troubled U.S. housing market, dislocations in the U.S. credit and banking sectors, ongoing deleveraging, and concerns over the health of U.S. consumers. These headwinds all appear to be manageable and with both time and growing confidence, we expect them to ultimately abate.

In our view, the recent weakness represented a typical mid-cycle correction that has seen the bulk of the downside price damage. However, time cycles suggest that a period of consolidation will be necessary. This will set the stage for another move higher.

Major Buys

Alliance Grain Traders
Tahoe Resources
Trican Well Service
Goodrich Corp
Sysco Corp

Major Sells

Centerra Gold
Methanex
Thompson Creek Metals
Goldman Sachs Group
Mylan Inc



RBC North American Growth 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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