



RBC Life Science and Technology Fund

Fund Category
US Equity

Morningstar Rating™
★★★

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of U.S. companies whose businesses relate to life sciences and technology and are expected to benefit from scientific and technological advances.

Fund Details

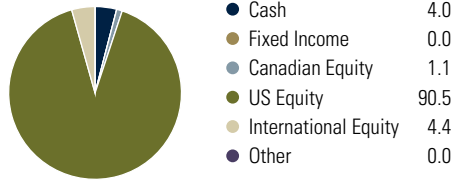
Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF274
F	No Load	CAD	RBF619

Inception Date	July 1995
Total Assets \$Mil	85.1
Series A NAV \$	5.71
Series A MER %	2.21
Benchmark	50% S&P 500 Health Care 50% S&P 500 Info Tech (measured in \$C)

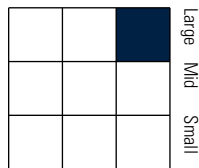
Income Distribution	Annually
Capital Gains Distribution	Annually
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of December 31, 2011

Asset Mix



Equity Style



Value Blend Growth

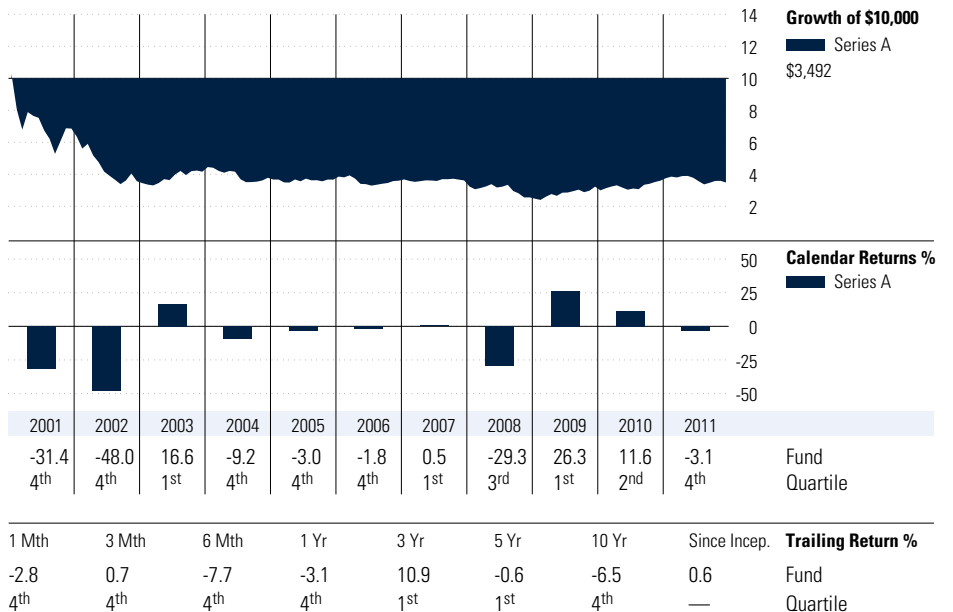
Global Equity Sectors

Sector	% Equity
Information Technology	76.3
Health Care	22.3
Financials	1.4
Utilities	0.0
Unclassified	0.0
Telecommunication Services	0.0
Industrials	0.0
Materials	0.0
Consumer Discretionary	0.0
Energy	0.0
Consumer Staples	0.0

Top 25 Holdings

Company	% Assets
Apple, Inc.	4.1
Cisco Systems Inc	3.7
Google, Inc.	2.9
International Business Machines Corp	2.6
Microsoft Corporation	2.3
Alexion Pharmaceuticals, Inc.	2.0
VMware, Inc.	2.0
SanDisk Corp	1.8
Qualcomm, Inc.	1.8
Allergan, Inc.	1.7
Intel Corp	1.6
Intuitive Surgical, Inc.	1.6
F5 Networks, Inc.	1.5
Texas Instruments, Inc.	1.5
UnitedHealth Group Inc	1.5
ASML Holding NV	1.5
WellCare Health Plans, Inc.	1.4
Celgene Corporation	1.4
Sourcefire, Inc.	1.4
KLA-Tencor Corporation	1.4
Alliance Data Systems Corporation	1.4
Cymer, Inc.	1.3
American Tower Corp A	1.3
Novellus Systems, Inc.	1.3
CommVault Systems, Inc.	1.3
Total % of Top 25 Holdings	46.0
Total Number of Stock Holdings	86
Total Number of Bond Holdings	0
Total Number of Other Holdings	1
Total Number of Holdings	87

Performance Analysis as of December 31, 2011





RBC Life Science and Technology Fund

Management Overview

Manager Bios

Ray Mawhinney

RBC Global Asset Management Inc.

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

Cameron Scrivens

RBC Global Asset Management Inc.

Cameron Scrivens is Vice President and Senior Portfolio Manager, U.S. and Global Equities. He has been in the Investment Industry since 1992.

Performance Analysis Cont'd as of December 31, 2011

Distributions (\$)/Unit	2011*	2010	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	2-2000	138.3	2-2000	48.4	8-2000	34.7	7-2005	1.7
Worst	9-2001	-61.9	2-2003	-37.9	8-2005	-23.8	8-2010	-14.1
Average		4.7		2.6		-0.7		-4.6
No. of Periods		186		162		138		78
Pct. Positive		58.1		39.5		26.1		11.5

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

Quarterly Commentary as at December 31, 2011

The RBC Life Science and Technology Fund (Series A) returned 0.7% in the 4th quarter.

The 4th quarter was marked by a recovery in the equity markets, as investors looked to U.S. economic data as a sign that the domestic economy was improving. The events that agitated the financial markets during the previous quarter and continues to influence investors included, an unexpected resolution of the U.S. debt ceiling debate, a downgrade of U.S. government debt by Standard & Poor's, and the continued uncertainty about the Eurozone's sovereign debt crisis.

Performance was helped by the portfolio manager's decision to increase the Fund's weighting in smaller cap technology stocks during the second half of the year. In Health Care, the Fund maintained an overweight position in health care services, pharmaceuticals and biotech stocks. The Fund also benefited from a number of its positions being acquired, a trend we have seen all

year.

Unlike other cyclical sectors, Information Technology underperformed the broader market during the market strength this quarter. Concerns over continued drawdown of inventory, and end demand from both consumers and enterprises, weighed on stocks which (on a historical basis) are trading at low multiples. Technology continues to help companies cut costs and foster growth. We believe that the use of computer chips, hardware and software will increase across all aspects of the economy, from manufacturing to consumer goods.

Within the Health Care sector, we believe that sales growth and profit margins are improving after a decade of low valuations. In addition, the portfolio manager believes that shares of many companies will benefit from takeover offers as consolidation continues in this sector.

Major Buys

United Therapeutics Inc.
SuccessFactors Inc.
Rackspace Hosting Inc.

Major Sells

Kinetic Concepts Inc.
Netlogic Microsystems Inc.
Amazon.com Inc.



RBC Life Science and Technology Fund

Disclosure

RBC 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 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.

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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.

MER (%) based on actual expenses for full year period January 1 to December 31, 2011.

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 December 31, 2011.

Morningstar ratings are overall ratings reflecting risk adjusted performance as December 31, 2011. 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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