



RBC Strategic Income Bond Fund

Investment Objective

To provide regular monthly income with a potential for modest capital appreciation. The fund invests primarily in units of other mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), emphasizing mutual funds that invest in higher yielding fixed-income securities.

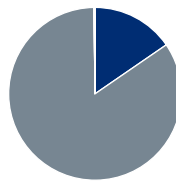
The Fund invests in a portfolio of global investment grade corporate, high-yield, emerging market and convertible bond funds. The result is a well-rounded global portfolio that taps into a wide range of income-generating opportunities. Tactical shifts will be made to funds based on the views of the RBC Fixed Income Strategy Committee; ranges for these shifts will typically be +/- 10% of the target weight.

Fund Details

Series	Currency	Fund Code
O	CAD	RBF282
Inception Date August 2013		
Total Fund Assets \$Mil 1,069.0		
Series O MER % 0.11		
Benchmark FTSE Canada Universe Bond Index		
Monthly Distribution (¢/unit) 3.45		
Current Payout Rate (%)* 3.71		
*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.		
Min. Investment \$ 0		
Subsequent Investment \$		

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	15.4
Fixed Income	84.3
Canadian Equity	0.0
US Equity	0.0
International Equity	0.1
Other	0.1

Fixed Income Breakdown

	% Fixed Income
Government Bonds	19.2
Corporate Bonds	65.8
Other Bonds	9.8
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	5.3
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	5.3	Under 1 year	14.5
AAA	0.9	1 - 5 Yrs	32.8
AA	3.8	5 - 10 Yrs	35.9
A	14.4	Over 10 Yrs	16.8
BBB	24.0		
Below BBB	50.7	Avg. Term to maturity (Yrs)	7.0
Mortgages	0.0	Duration (Yrs)	4.7
NR/NA	0.9	Yield to Maturity	4.5

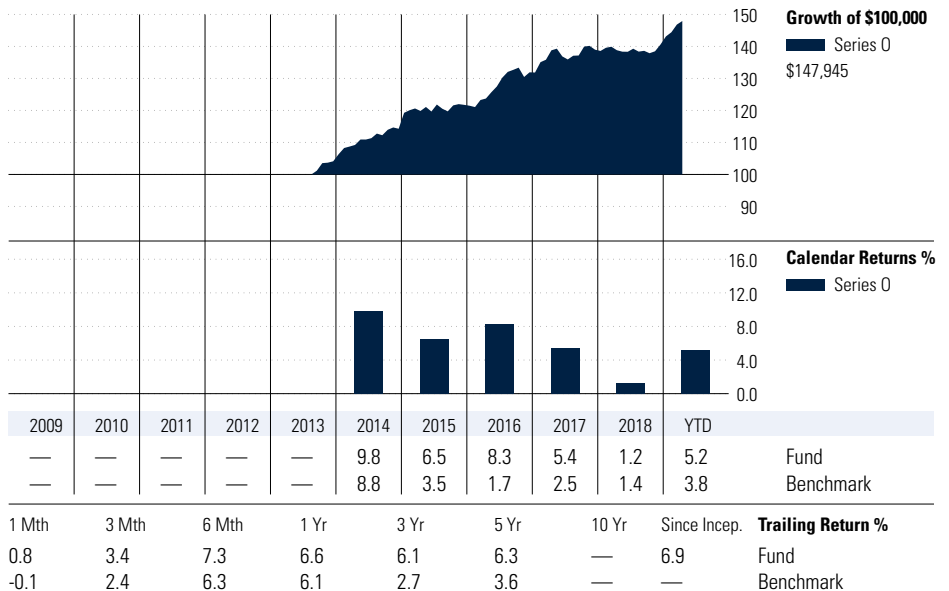
Geographic Allocations	% Assets
Canada	6.6
United States	33.5
International (ex-Emerging Markets)	9.1
Emerging Markets	50.8

Risk Measures	Fund	Benchmark
3 Year Std Dev	3.8	3.7
5 Year Std Dev	3.9	3.8

Top 10 Holdings

	% Assets
RBC Global Corporate Bond Fund O	24.1
RBC Global High Yield Bond Fund O	20.0
RBC Emerging Markets Bond Fund O	15.0
RBC High Yield Bond Fund O	10.0
RBC Emerging Markets Foreign Exchange O	10.0
BlueBay Emerging Markets Corp Bd O	10.0
BlueBay Glb Convert Bond (Can) O	9.0
Total % of Top 10 Holdings	98.1
Total Number of Portfolio Holdings	8
Total Number of Stock Holdings	27
Total Number of Bond Holdings	9,518
Total Number of Other Holdings	247
Total Number of Underlying Holdings	9,792

Performance Analysis as of April 30, 2019





RBC Strategic Income Bond Fund

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 charter holder.

Dagmara Fijalkowski

RBC Global Asset Management Inc.

As Head of Global Fixed Income and Currencies, Dagmara leads investment teams in Toronto, London and Minneapolis in charge of almost \$100 billion in fixed income assets. She heads management of several bond funds and manages foreign-exchange hedging and active currency overlay programs across a number of funds. Dagmara, who began her investment career in 1994, holds an MBA from the Richard Ivey School of Business, a Master's degree in economics from the University of Lodz in Poland and is a CFA charterholder.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.14	0.41	0.47	0.57	0.56	0.48	0.32	—	—	—	—
Interest	0.14	0.36	0.40	0.39	0.39	0.35	0.31	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.03	0.06	0.18	0.17	0.13	0.01	—	—	—	—
Return Of Capital	—	0.03	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	12.8	8-2016	9.7	8-2018	6.7	—	—
Worst	10-2018	-1.5	10-2018	4.3	10-2018	5.9	—	—
Average		6.2		6.5		6.2		—
No. of Periods		57		33		9		—
Pct. Positive		94.7		100.0		100.0		—

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

Quarterly Commentary as at March 31, 2019

Headwinds from protectionism, fading fiscal stimulus and less favourable financial conditions continued to weigh on the global economic expansion in the first quarter. The negative impact of these trends was offset somewhat by optimism that the U.S. and China would reach an agreement to end the current cycle of trade sanctions between the countries.

Fixed-income markets surged in the first quarter of 2019, as the headwinds that weighed on riskier bonds at the end of 2018 mostly dissipated. Indications that the U.S. Federal Reserve and the European Central Bank would end the current cycle of monetary tightening and optimism that the U.S. and China would reach accommodation were among the factors that pushed bond prices higher. Optimism about emerging-market debt was reflected in the strong returns of bonds perceived as carrying higher risks. U.S. high-yield bonds also performed well.

All but one of the Fund's holdings contributed

positively to portfolio returns. Performance was boosted by exposure to the RBC Global High Yield Bond Fund, the RBC Global Corporate Bond Fund and the RBC Emerging Markets Bond Fund. The RBC Emerging Markets Foreign Exchange Fund had a slightly negative impact on performance.

We expect major central banks to retreat from plans to tighten monetary policy in the foreseeable future given slowing global economic growth. The recent inversion in the U.S. yield curve, where 10-year yields fell below 3-month yields, has many investors worried that the inversion could presage a recession. While the inversion does not necessarily portend an imminent contraction, it does indicate fears of an economic slowdown. We believe that bond valuations are more stretched than they have been at any time in the past two years, and the Fund is therefore focused on finding investments that offer yields that could be sufficient to offset the possibility of capital losses.



RBC Strategic Income Bond Fund

Disclosure

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

Series O units are available to individuals, institutional clients or dealers who have entered into an agreement directly with RBC GAM. No management fees are payable by the fund in respect of Series O units. Unitholders of Series O units pay a negotiated fee directly or indirectly to RBC GAM.

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 fund securities are not guaranteed or covered by the Canada 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.

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MER (%) for RBC Funds, RBC Private Pools, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

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.

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