



# RBC Vision Balanced Fund

## Investment Objective

To provide long-term capital growth and income by investing primarily in Canadian, U.S. and international equities and fixed-income securities, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM. The Fund follows a socially responsible approach to investing.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF303
Adv	Deferred Sales	CAD	RBF867
Adv	Front End	CAD	RBF783
Adv	Low Load	CAD	RBF205

Inception Date	July 2007
Total Fund Assets \$Mil	192.1
Series A NAV \$	11.78
Series A MER %	2.21
Benchmark	45% FTSE TMX CUB 20% S&P/TSX Capped Composite Total Return 20% S&P 500 Total Return (C\$) 15% MSCI EAFE Total Return Net (C\$)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

Fund Category	Global Equity Balanced
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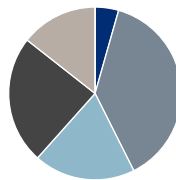
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

## Notes

This is a continuing fund resulting from a merger together with a change in investment objective and fund name effective June 30, 2017.

## Portfolio Analysis as of January 31, 2018

### Asset Mix

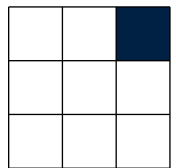


	% Assets
Cash	4.4
Fixed Income	38.2
Canadian Equity	19.0
US Equity	24.0
International Equity	14.4
Other	0.0

### Top 10 Holdings

	% Assets
US Treasury Note 1.5% 30-11-2019	2.5
US Treasury Note 1.75% 15-05-2023	1.9
US Treasury Note 1.5% 31-01-2022	1.8
UnitedHealth Group Inc	1.8
EOG Resources Inc	1.8
Nidec Corp	1.8
The Toronto-Dominion Bank	1.7
The Estee Lauder Companies Inc Class A	1.6
TJX Companies Inc	1.6
Deutsche Post AG	1.6
Total % of Top 10 Holdings	18.1
Total Number of Stock Holdings	117
Total Number of Bond Holdings	281
Total Number of Other Holdings	3
<b>Total Number of Holdings</b>	<b>401</b>

### Equity Style



Value Blend Growth

### Statistics

P/B Ratio	2.8
P/E Ratio	20.5
Avg. Mkt Cap. \$B	49.0

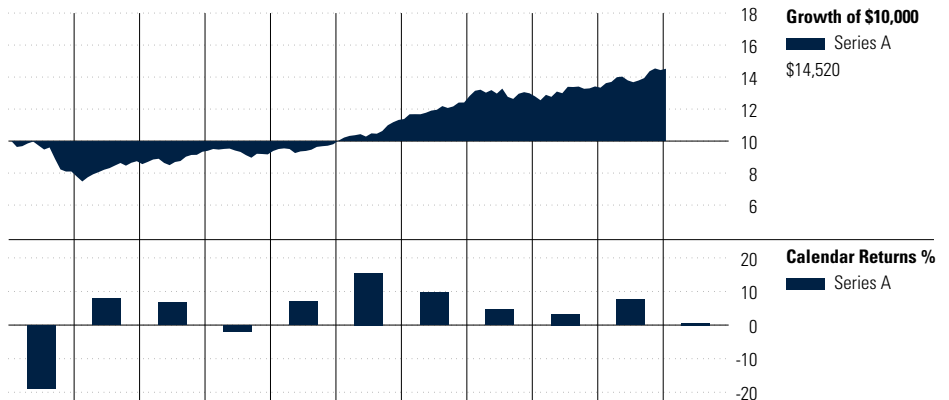
### Top 5 Sectors

	% Equity
Financials	26.1
Information Technology	15.5
Consumer Discretionary	12.0
Industrials	12.0
Energy	11.4

### Fixed Income Breakdown

	%	Characteristics	%
Govt. Bonds	62.8	Avg. Term to maturity (Yrs)	9.1
Corp. Bonds	33.9	Modified Duration (Yrs)	7.4
Other Bonds	0.0	Yield to Maturity	1.9
MBS	0.0		
Cash & Other	3.3		
ABS	0.0		

## Performance Analysis as of January 31, 2018



Year	Return %	Quartile
2008	-19.0	1 <sup>st</sup>
2009	7.9	4 <sup>th</sup>
2010	6.7	4 <sup>th</sup>
2011	-1.8	1 <sup>st</sup>
2012	6.9	4 <sup>th</sup>
2013	15.5	4 <sup>th</sup>
2014	9.6	2 <sup>nd</sup>
2015	4.6	3 <sup>rd</sup>
2016	3.3	4 <sup>th</sup>
2017	7.6	3 <sup>rd</sup>
YTD	0.6	4 <sup>th</sup>

Period	Return %	Quartile	No. of Funds in Category
1 Mth	0.6	4 <sup>th</sup>	1077
3 Mth	1.1	3 <sup>rd</sup>	1071
6 Mth	6.2	3 <sup>rd</sup>	1059
1 Yr	8.9	3 <sup>rd</sup>	1026
3 Yr	4.2	4 <sup>th</sup>	716
5 Yr	7.7	4 <sup>th</sup>	488
10 Yr	4.2	4 <sup>th</sup>	249
Since Incep.	3.5	—	—
<b>Trailing Return %</b>	<b>Fund</b>	<b>Quartile</b>	<b>No. of Funds in Category</b>



# RBC Vision Balanced 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 charterholder.

### Performance Analysis Cont'd as of January 31, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.73	0.01	0.49	0.93	0.11	0.00	—	—	0.03	0.04
Interest	—	—	—	—	—	—	—	—	—	—	0.01
Dividends	—	—	0.01	0.02	—	0.01	0.00	—	—	0.03	0.03
Capital Gains	—	0.73	—	0.47	0.93	0.10	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	16.5	5-2015	12.5	2-2014	9.3	1-2018	4.2
Worst	2-2009	-22.4	7-2010	-4.3	7-2012	-1.1	7-2017	3.3
Average		4.2		5.8		6.2		3.6
No. of Periods		115		91		67		7
Pct. Positive		76.5		84.6		91.0		100.0

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

### Quarterly Commentary as at December 31, 2017

The global economy is running at the fastest clip in seven years supported by an increasingly broad-based expansion, favourable financial conditions and optimism among businesses and consumers. As a result, we nudged our global growth forecasts higher for 2018 and expect firming inflation. Our forecasts for growth and inflation are slightly above consensus.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Bonds issued by national governments posted modest returns in the fourth quarter of 2017 as inflation remained subdued and several major central banks extended bond-buying programs designed to hold down longer-term yields. Longer-maturity bonds outperformed short-dated securities on expectations that central banks will push up benchmark interest rates. Fixed-income returns were aided by security selection of investment-grade bonds.

Global equities gained in all major regions, benefiting from the synchronized expansion and renewed profit growth. Japanese stocks outperformed on fiscal stimulus and pro-growth reforms, while the U.S. rallied on corporate-tax cuts. Europe and Canada gained too, but underperformed given their lower exposure to technology. Both equity investments in the portfolio contributed to portfolio performance, led by RBC Vision Global Equity Fund.

We expect bond yields to move higher at a gradual pace, supported by the improving economy and monetary tightening. Meanwhile, earnings have been coming through and analysts are optimistic that the trend can persist. U.S. corporate-tax cuts could provide an additional boost to profits. Against this backdrop, equities continue to offer superior total-return potential compared to fixed income and we have maintained our moderate overweight in stocks and underweight in bonds as a result.



# RBC Vision Balanced Fund

## 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.

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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the half-year period, January 1 to June 30, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the half-year period, April 1, to September 30, 2017, expressed on an annualized basis.

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.

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 January 31, 2018.

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