



# RBC Jantzi Balanced Fund

**Fund Category**  
Global Equity Balanced

**Morningstar Rating™**  
★★★

## Investment Objective

To provide long-term capital growth, with a secondary focus on modest income by investing primarily in Canadian, U.S. and international equities and fixed-income securities. 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
I	No Load	CAD	RBF218
F	No Load	CAD	RBF652

Inception Date	July 2007
Total Assets \$Mil	30.0
Series A NAV \$	8.56
Series A MER %	2.26
Benchmark	45% DEX Universe Bond 20% S&P/TSX Composite 15% MSCI EAFE (\$C) 20% S&P 500 (\$C)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

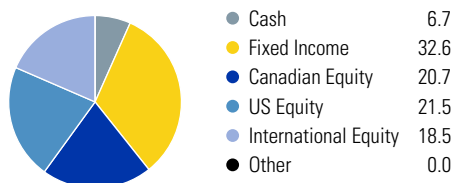
Management Company	RBC Asset Management Inc.
Web Site	www.rbcam.com

## Notes

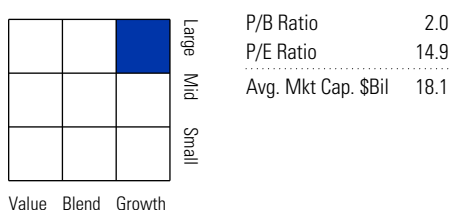
Minimum investment for Series I units of the Fund is \$500,000. Minimum additional investment is \$5,000.

## Portfolio Analysis as of July 31, 2010

### Asset Mix



### Equity Style



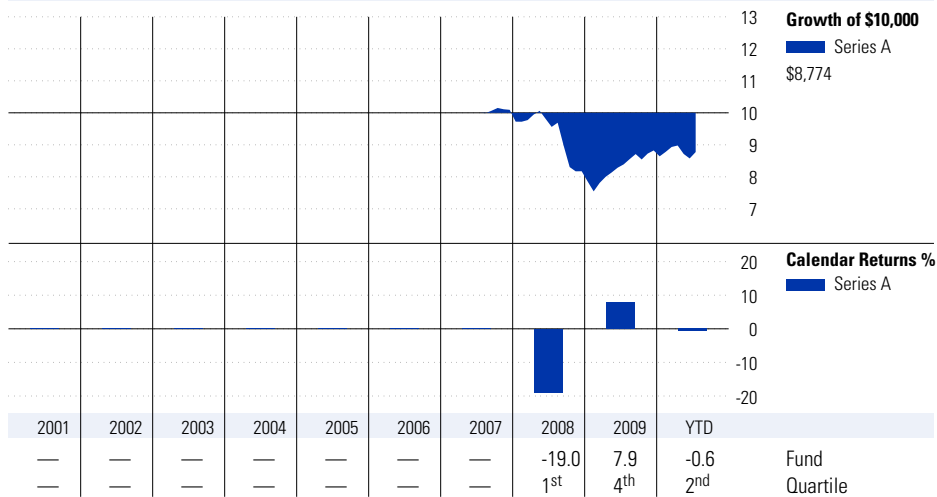
Top 5 Sectors	% Equity
Financials	25.0
Energy	12.6
Industrials	11.3
Information Technology	11.1
Consumer Discretionary	9.8

Fixed Income Breakdown	% Fixed Income
Government Bonds	63.4
Corporate Bonds	19.6
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	17.0
Asset Backed Securities	0.0

### Top Ten Holdings

Top Ten Holdings	% Assets
Cash & Cash Equivalents	5.7
United States Treas Nts 3.125% 15-05-2019	1.6
Province Of Ontario 3.25% 08-09-2014	1.5
Germany(Fed Rep) 4% 04-01-2018	1.5
Royal Bank of Canada	1.3
Toronto-Dominion Bank	1.2
Japan(Govt Of) 0.7% 20-09-2014	1.0
Barrick Gold Corporation	0.9
Province Of Quebec 4.5% 01-12-2017	0.9
United States Treas Nts 4% 15-02-2015	0.8
<b>Total % of Top 10 Holdings</b>	<b>16.4</b>
<b>Total Number of Stock Holdings</b>	<b>179</b>
<b>Total Number of Bond Holdings</b>	<b>81</b>
<b>Total Number of Other Holdings</b>	<b>5</b>
<b>Total Number of Holdings</b>	<b>265</b>

## Performance Analysis as of July 31, 2010



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
2.3	-2.3	1.5	4.6	-4.3	—	—	-4.6	Fund
4 <sup>th</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	2 <sup>nd</sup>	—	—	—	Quartile

# RBC Jantzi Balanced Fund

## Management Overview

### Manager Bios

#### RBC AM Investment Policy Committee

Chaired by Daniel E. Chornous, Chief Investment Officer.  
Dan has been in the investment industry since 1980.

### Performance Analysis Cont'd as of July 31, 2010

Distributions (\$)/Unit	YTD*	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	—	0.03	0.04	0.01	—	—	—	—	—	—
Interest	—	—	0.01	—	—	—	—	—	—	—
Dividends	—	0.03	0.03	—	—	—	—	—	—	—
Capital Gains	—	—	—	0.01	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	2-2010	16.4	7-2010	-4.3	—	—	—	—
Worst	2-2009	-22.4	7-2010	-4.3	—	—	—	—
Average		-5.3		-4.3				
No. of Periods		25		1				
Pct. Positive		40.0		0.0				

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

### Quarterly Commentary as at June 30, 2010

In the second quarter, the RBC Jantzi Balanced Fund (Series A) lost 4.0%, while its benchmark dropped 2.7%.

While some equity markets declined as much as 20% from their April highs, the loss for Canada's benchmark index was more limited. The Canadian equity market was the beneficiary of strength in shares of precious metals producers, as investors turned to gold as a safe haven amid the uncertainty in Europe, and Canadian financial companies continued to perform well, relative to their global peers. Stock selection in U.S. equities had a positive effect on Fund performance.

The Fund's underweight position in bonds had a negative effect on results as bonds generally performed better than equities during the quarter. Canadian bonds traded in a narrow range as strength in the Canadian economy kept the Bank of Canada fixed on a gradual increase in short-term interest rates. Most other central banks staked out positions that placed rate increases further in the future.

Jantzi Research conducted a semi-annual review of the Fund holdings and determined that all holdings were eligible based on the Environmental, Social and Governance ("ESG") criteria developed for the Jantzi Social Index.

Although many investors are questioning the prospects for global economic growth, corporations find themselves in a relatively healthy profit positions and exhibit attractive valuations. Expenses have been cut and many balance sheets cleaned up. As well, companies' funding costs remain contained because major central banks are keeping short rates anchored at exceptionally low levels.

Our road map remains as outlined at the end of 2009. The typical mid-cycle correction we expected occurred as we moved further into 2010. While we believe that stocks will not return to the lows of March 2009, somewhat lower lows are still possible and this would set the stage for a rally later this year.



# RBC Jantzi Balanced 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](http://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](http://www.morningstar.ca).

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