



RBC Conservative Growth & Income Fund

Investment Objective

To provide a combination of capital growth and modest income. The fund invests primarily in a diversified portfolio of income-producing equity and fixed-income securities from anywhere around the world either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM.

Fund Details

| Series | Load Structure | Currency | Fund Code |
|--------|----------------|----------|-----------|
| A | No Load | CAD | RBF401 |
| A | No Load | USD | RBF404 |
| Adv | Front End | CAD | RBF6401 |
| Adv | Low Load | CAD | RBF4401 |
| Adv | Low Load | USD | RBF4404 |
| Adv T5 | Front End | CAD | RBF6521 |
| Adv T5 | Low Load | CAD | RBF4521 |
| T5 | No Load | CAD | RBF521 |

| | |
|-------------------------|--|
| Inception Date | January 2015 |
| Total Fund Assets \$Mil | 181.2 |
| Series A NAV \$ | 10.03 |
| Series A MER % | 1.70 |
| Benchmark | 79% FTSE TMX Canada Universe Bond Index; 9% S&P/TSX Capped Composite Total Return Index; 6% S&P500 Total Return Index (CDN\$); 3% MSCI Emerging Markets (Net) Index (CDN\$); 2% MSCI Europe (Net) Index (CDN\$); 1% FTSE TMX Canada 30 Day T-Bill Index; |

| | |
|----------------------------|-----------|
| Income Distribution | Quarterly |
| Capital Gains Distribution | Annually |

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

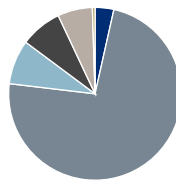
| | |
|---------------|---------------------------------|
| Fund Category | Global Fixed Income Balanced |
|---------------|---------------------------------|

| | |
|--------------------|----------------------------------|
| Management Company | RBC Global Asset Management Inc. |
|--------------------|----------------------------------|

| | |
|----------|----------------|
| Web Site | www.rbcgam.com |
|----------|----------------|

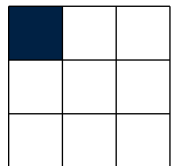
Portfolio Analysis as of May 31, 2018

Asset Mix



| | % Assets |
|----------------------|----------|
| Cash | 3.5 |
| Fixed Income | 73.3 |
| Canadian Equity | 8.3 |
| US Equity | 7.8 |
| International Equity | 6.5 |
| Other | 0.5 |

Equity Style



Value Blend Growth

Statistics

| | |
|-------------------|------|
| P/B Ratio | 1.9 |
| P/E Ratio | 13.4 |
| Avg. Mkt Cap. \$B | 46.9 |

Top 5 Sectors

| | % Equity |
|------------------------|----------|
| Financials | 25.1 |
| Energy | 15.1 |
| Information Technology | 11.5 |
| Industrials | 8.4 |
| Utilities | 7.0 |

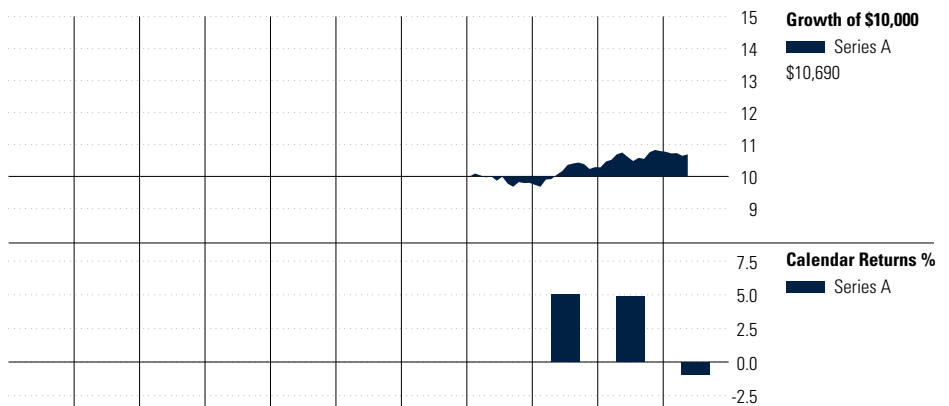
Fixed Income Breakdown

| | % |
|--------------|------|
| Govt. Bonds | 48.2 |
| Corp. Bonds | 46.6 |
| Other Bonds | 0.9 |
| MBS | 0.1 |
| Cash & Other | 4.2 |
| ABS | 0.0 |

Characteristics

| | % |
|-----------------------------|-----|
| Avg. Term to maturity (Yrs) | 9.6 |
| Modified Duration (Yrs) | 7.0 |
| Yield to Maturity | 3.3 |

Performance Analysis as of May 31, 2018



| Year | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | YTD | Fund Quartile |
|--------|------|------|------|------|------|------|------|------|-----------------|-----------------|-----------------|-----------------|
| Return | — | — | — | — | — | — | — | — | 5.0 | 4.9 | -0.9 | 4 th |
| Rank | — | — | — | — | — | — | — | — | 2 nd | 2 nd | 4 th | |

| | 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since Incep. | Trailing Return % |
|--------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|------|-------|--------------|-------------------|
| Return | 0.4 | -0.3 | -1.3 | -0.5 | 2.3 | — | — | 2.2 | Fund |
| Rank | 3 rd | 4 th | 4 th | 3 rd | 3 rd | — | — | — | Quartile |
| No. of Funds in Category | 626 | 626 | 591 | 558 | 315 | 195 | 92 | — | |



RBC Conservative Growth & Income 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.

Performance Analysis Cont'd as of May 31, 2018

| Distributions (\$)/Unit | YTD* | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------------|------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions | 0.04 | 0.15 | 0.21 | 0.28 | — | — | — | — | — | — | — |
| Interest | 0.04 | 0.13 | 0.18 | 0.17 | — | — | — | — | — | — | — |
| Dividends | — | 0.01 | 0.02 | 0.02 | — | — | — | — | — | — | — |
| Capital Gains | — | 0.01 | 0.01 | 0.10 | — | — | — | — | — | — | — |
| Return Of Capital | — | — | — | — | — | — | — | — | — | — | — |

| Best/Worst Periods % | Ended | 1 Yr | Ended | 3 Yr | Ended | 5 Yr | Ended | 10 Yr |
|----------------------|--------|------|--------|-------|-------|------|-------|-------|
| Best | 2-2017 | 8.1 | 1-2018 | 2.5 | — | — | — | — |
| Worst | 2-2016 | -4.1 | 2-2018 | 2.0 | — | — | — | — |
| Average | | 3.2 | | 2.3 | | — | | — |
| No. of Periods | | 29 | | 5 | | — | | — |
| Pct. Positive | | 79.3 | | 100.0 | | — | | — |

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

Quarterly Commentary as at March 31, 2018

Global trade suffered a setback in the first quarter of 2018 as U.S. President Trump threatened to impose trade tariffs on China and, to a lesser degree, allies in Europe and North America. However, economic growth remained robust in most areas of the world.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Government-bond yields rose significantly around the globe during the first quarter, especially in the U.S. and Europe. Canada's bond market outperformed as the country's weakening economy held yields down. Performance was aided by exposure to BlueBay Global Monthly Income Bond Fund. However, returns were held back by an allocation to RBC Global Corporate Bond Fund.

Global equities posted modest losses, reversing gains earlier in the period, on concerns about rising inflation and the potential for a trade war.

Canadian stocks underperformed due in part to a housing slowdown and worries that the Energy sector is falling behind on pipeline infrastructure. The Fund's allocation to RBC Canadian Equity Income Fund had a negative impact on returns while RBC Emerging Markets Dividend Fund had a positive effect.

We expect the global economy to grow at its fastest pace since the financial crisis, allowing central banks to continue dialing back monetary accommodation. In our view, stocks will continue to outperform bonds in this rising-rate environment, but we recently added to our fixed-income exposure as bonds can help offset equity-market volatility in a balanced portfolio. We remain overweight stocks and underweight bonds, but our asset mix is closer to neutral than it has been in many years, given the maturation in the business cycle and demanding valuations.



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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 full year period, January 1 to December 31, 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 May 31, 2018.

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