



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 | 129.9 |
| Series A NAV \$ | 10.05 |
| Series A MER % | 1.69 |
| 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 |

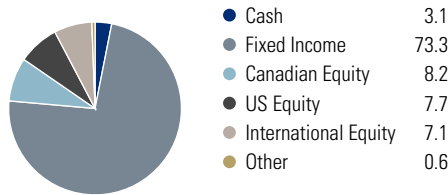
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|---------------|---------------------------------|
| Fund Category | Global Fixed Income Balanced |
|---------------|---------------------------------|

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

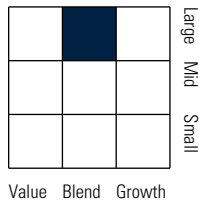
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|----------|----------------|
| Web Site | www.rbcgam.com |
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Portfolio Analysis as of August 31, 2017

Asset Mix



Equity Style



Statistics

| | |
|-------------------|------|
| P/B Ratio | 2.0 |
| P/E Ratio | 15.6 |
| Avg. Mkt Cap. \$B | 43.1 |

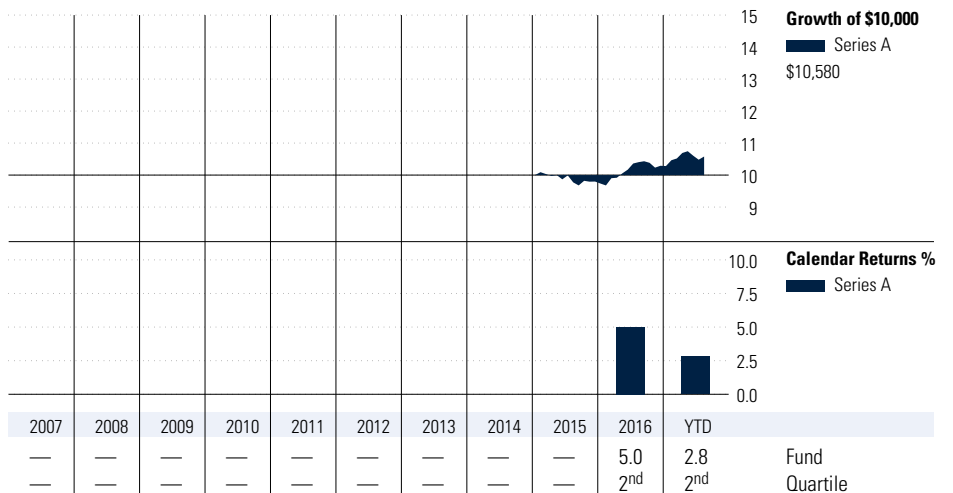
Top 5 Sectors

| Sector | % Equity |
|------------------------|----------|
| Financials | 24.7 |
| Energy | 13.6 |
| Information Technology | 11.8 |
| Industrials | 8.0 |
| Health Care | 7.2 |

Fixed Income Breakdown

| Category | % | Characteristics | % |
|--------------|------|-----------------------------|-----|
| Govt. Bonds | 37.7 | Avg. Term to maturity (Yrs) | 9.5 |
| Corp. Bonds | 34.5 | Modified Duration (Yrs) | 6.9 |
| Other Bonds | 0.8 | Yield to Maturity | 3.0 |
| MBS | 0.1 | | |
| Cash & Other | 3.3 | | |
| ABS | 0.0 | | |

Performance Analysis as of August 31, 2017



| Period | 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since Incep. | Trailing Return % |
|--------------------------|-----------------|-----------------|-----------------|-----------------|------|------|-------|--------------|--------------------------|
| Return | 0.9 | -1.5 | 1.1 | 1.7 | — | — | — | 2.4 | Fund |
| Quartile | 1 st | 2 nd | 1 st | 2 nd | — | — | — | — | Quartile |
| No. of Funds in Category | 523 | 515 | 491 | 445 | 240 | 188 | 63 | — | No. of Funds in Category |



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 charterholder.

Performance Analysis Cont'd as of August 31, 2017

| Distributions (\$)/Unit | YTD* | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 |
|-------------------------|------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions | 0.06 | 0.21 | 0.28 | — | — | — | — | — | — | — | — |
| Interest | 0.06 | 0.18 | 0.17 | — | — | — | — | — | — | — | — |
| Dividends | — | 0.02 | 0.02 | — | — | — | — | — | — | — | — |
| Capital Gains | — | 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 | — | — | — | — | — | — |
| Worst | 2-2016 | -4.1 | — | — | — | — | — | — |
| Average | | 3.5 | | — | | — | | — |
| No. of Periods | | 20 | | — | | — | | — |
| Pct. Positive | | 80.0 | | — | | — | | — |

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

Quarterly Commentary as at June 30, 2017

The economic uptick that took root last year has continued to bloom and a synchronized global economic expansion is at hand, with leading indicators pointing to a faster-than-normal clip across much of the world.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Global bond yields rose in June, reversing the trend in place since late 2016, as more central banks joined the U.S. in signaling that monetary policy would be tightened. The Fund benefited from exposure to the RBC Bond Fund and the Phillips, Hager & North Total Return Bond Fund.

U.S. stocks rose, despite some deterioration in U.S. economic data, amid robust earnings growth. Canadian stocks underperformed other major global equity markets due to Canada's significant exposure to resource stocks. Returns were boosted by investments in the RBC Emerging Markets

Dividend Fund and the RBC European Dividend Fund.

The portfolio manager is budgeting for a bit faster global economic growth over the next few years than has been the case in the recent past, and expects bond yields to rise over the long term. However, fading confidence in President Trump's ability to bolster growth and generate faster inflation has recently weighed on yields, reintroducing the fixed-income valuation risk that had been alleviated shortly after the election. U.S. profit growth is recovering from a two-year decline and, if earnings continue to rise as analysts expect, the total-return potential for stocks remains quite positive. However, the portfolio manager has gradually begun to dial back the Fund's overweight exposure to equities given the aging business cycle, less compelling valuations and concern that complacency is beginning to seep into markets.



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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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completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/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 (%) 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 full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

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 August 31, 2017.

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