



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	176.5
Series A NAV \$	10.02
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 (CDNS); 3% MSCI Emerging Markets (Net) Index (CDNS); 2% MSCI Europe (Net) Index (CDNS); 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

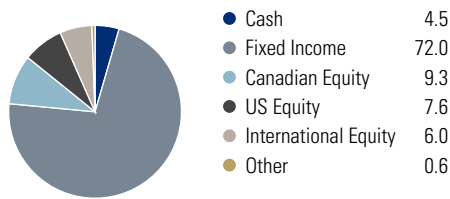
Fund Category	Global Fixed Income Balanced
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Management Company	RBC Global Asset Management Inc.
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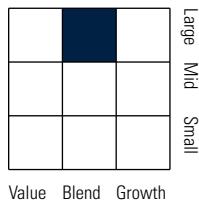
Web Site	www.rbcgam.com
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Portfolio Analysis as of June 30, 2018

Asset Mix



Equity Style



Statistics

P/B Ratio	1.9
P/E Ratio	13.1
Avg. Mkt Cap. \$B	44.3

Top 5 Sectors

Sector	% Equity
Financials	23.8
Energy	15.3
Information Technology	12.4
Industrials	8.7
Materials	7.5

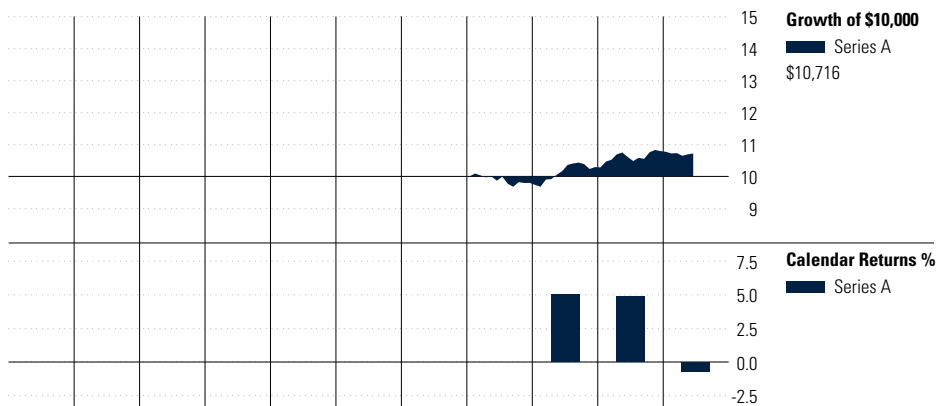
Fixed Income Breakdown

Category	%
Govt. Bonds	45.8
Corp. Bonds	48.1
Other Bonds	0.8
MBS	0.1
Cash & Other	5.2
ABS	0.0

Characteristics

Characteristic	%
Avg. Term to maturity (Yrs)	9.7
Modified Duration (Yrs)	7.0
Yield to Maturity	3.4

Performance Analysis as of June 30, 2018



Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD	Fund Quartile
Return	—	—	—	—	—	—	—	—	5.0	4.9	-0.7	4 th
Rank	—	—	—	—	—	—	—	—	2 nd	2 nd	4 th	

Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return	0.2	-0.1	-0.7	1.0	2.8	—	—	2.2	Fund
Rank	4 th	4 th	4 th	4 th	3 rd	—	—	—	Quartile
No. of Funds in Category	628	625	594	564	315	195	94	—	



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 June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.08	0.15	0.21	0.28	—	—	—	—	—	—	—
Interest	0.08	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	6-2018	2.8	—	—	—	—
Worst	2-2016	-4.1	2-2018	2.0	—	—	—	—
Average		3.2		2.3		—		—
No. of Periods		30		6		—		—
Pct. Positive		80.0		100.0		—		—

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

Quarterly Commentary as at June 30, 2018

The second quarter of 2018 was marked by escalating trade tensions between the U.S. and much of the world, as President Trump made good on his promise to institute billions of dollars in tariffs. Against this backdrop, U.S. economic growth accelerated, while the expansion appeared to slow in Europe and emerging markets.

The Fund's overweight position in equities and underweight position in fixed income had a negative impact on performance. Global government bonds were mixed, with U.S. Treasuries finishing the period essentially flat while German and Japanese bonds rose. Canadian bonds posted modest gains during the period, as the trade conflict and slowing global growth capped yields on Government of Canada debt. Returns were held back by exposure to the BlueBay Global Monthly Income Bond Fund, offset by the positive impact of the Phillips, Hager & North Total Return Bond Fund.

Global equity markets continued to fluctuate in the

quarter as the trade conflict moved beyond the U.S. and China to engulf Europe and Canada. Chinese equity prices slumped while Canadian stocks rebounded, supported by rising oil prices. Performance benefited from exposure to the RBC Canadian Equity Income Fund, offset by the negative impact of the RBC Emerging Markets Dividend Fund.

Economic growth slowed in the first half of 2018, but remains at its most solid since the financial crisis amid U.S. fiscal stimulus and business and consumer optimism. The portfolio manager expects continued expansion, encouraging central banks to nudge rates higher and acting as a headwind for bond returns. As a result, the Fund remains underweight fixed income, but less so than at previous points in the cycle. Stocks offer more attractive prospects. The portfolio manager has been moderating risk-taking but the potential upside in earnings still justifies a mild overweight in stocks.



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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 full year period, April 1, 2017 to March 31, 2018.

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 June 30, 2018.

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