RBC Select Balanced Portfolio

Investment Objective

To provide long-term capital growth, with a secondary focus on modest income, by investing primarily in funds managed by RBC GAM, investing in equity mutual funds for higher growth potential and fixed-income mutual funds for diversification and the potential to generate income. The portfolio maintains a balance of investments across several asset classes.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF460
A	No Load	USD	RBF517
Adv	Deferred Sales	CAD	RBF841
Adv	Front End	CAD	RBF741
Adv	Low Load	CAD	RBF101
Adv	Low Load	USD	RBF4517
T5	No Load	CAD	RBF546

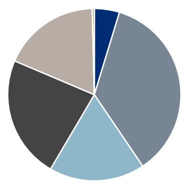
Inception Date	December 1986
Total Fund Assets $Mil	25,541.4
Series A NAV $	27.01
Series A MER %	1.94
Benchmark	45% FTSE TMX Canada Universe Bond Index 20% S&P 500 Total Return Index (CAD) 19% S&P/TSX Capped Composite Total Return Index 12% MSCI EAFE Total Return Net Index (CAD) 4% MSCI Emerging Markets Total Return Net Index (CAD)
Income Distribution	Quarterly
Capital Gains Distribution	Annually
Sales Status	Open
Min. Investment $	500
Subsequent Investment $	25
Fund Category	Global Neutral Balanced
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

Performance Analysis is in CAD and for CAD series A fund (RBF460).

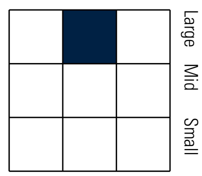
Portfolio Analysis as of May 31, 2017

Asset Mix



	% Assets
Cash	4.7
Fixed Income	35.9
Canadian Equity	17.9
US Equity	23.0
International Equity	18.2
Other	0.4

Equity Style



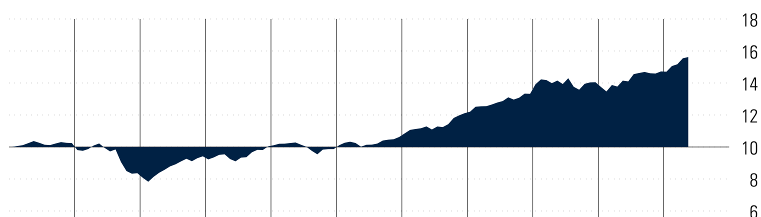
Statistics	
P/B Ratio	2.3
P/E Ratio	17.8
Avg. Mkt Cap. $B	41.7

Top 5 Sectors	% Equity
Financials	23.5
Information Technology	13.3
Industrials	10.8
Consumer Discretionary	10.7
Energy	10.2

Fixed Income Breakdown	% Fixed Income
Government Bonds	38.4
Corporate Bonds	45.0
Other Bonds	5.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	11.5
Asset Backed Securities	0.1

Top 10 Holdings	% Assets
RBC Bond Fund	17.6
RBC Global Corporate Bond Fund	8.8
RBC European Equity Fund	7.8
PH&N US Multi-Style All-Cap Equity Fund	6.0
RBC QUBE US Equity Fund	5.4
RBC Canadian Dividend Fund	5.2
RBC Private Canadian Equity Pool	5.2
RBC Global Bond Fund	3.7
RBC Emerging Markets Equity Fund	3.6
PH&N Canadian Equity Underlying Fund	3.2
Total % of Top 10 Holdings	66.6
Total Number of Portfolio Holdings	32
Total Number of Stock Holdings	3,088
Total Number of Bond Holdings	5,512
Total Number of Other Holdings	225
Total Number of Underlying Holdings	**8,825**

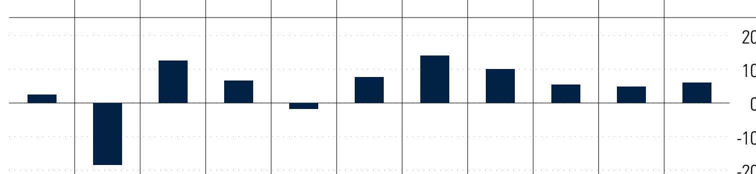
Performance Analysis as of May 31, 2017



Growth of $10,000

Series A

$15,621



Calendar Returns %

Series A

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD
Fund	2.4	-18.4	12.6	6.6	-1.7	7.7	14.0	10.0	5.4	4.8	6.1
Quartile	1st	3rd	4th	4th	2nd	2nd	2nd	1st	2nd	2nd	2nd

Trailing Return %	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.
Fund	0.5	3.7	7.1	10.4	7.3	9.3	4.2	6.6
Quartile	2nd	2nd	2nd	2nd	1st	1st	3rd	—
No. of Funds in Category	1379	1369	1338	1271	917	598	172	—

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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 May 31, 2017

Distributions ($)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.43	1.30	2.02	0.50	0.30	0.42	0.23	0.24	0.18	1.04
Interest	—	0.09	0.10	0.09	0.07	0.06	0.03	0.05	0.14	0.14	0.41
Dividends	—	0.15	0.13	0.10	0.13	0.12	0.10	0.09	0.07	0.04	0.01
Capital Gains	—	0.20	1.07	1.83	0.30	0.12	0.30	0.09	0.03	—	0.61
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	7-1997	25.8	4-1998	15.0	9-1997	11.9	5-2002	7.8
Worst	2-2009	-19.8	2-2009	-5.2	5-2012	-0.7	8-2010	2.1
Average		6.5		6.3		6.0		5.1
No. of Periods		289		265		241		181
Pct. Positive		77.5		84.9		97.9		100.0

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

Quarterly Commentary as at March 31, 2017

Global economic growth firmed, with a pickup in the Eurozone starting to factor into the expansion. In March, the U.S. Federal Reserve boosted its benchmark interest rate for the second time in three months, reflecting optimism about the expansion. However, longer-term U.S. bond yields fell late in the period on concern that President Trump might have trouble winning approval for his proposed economic reforms.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Major equity markets rose, led by Europe and emerging markets, amid optimism that economies around the world were gathering momentum. Equity funds that contributed positively to the Fund's performance included the RBC European Equity Fund, the RBC Emerging Markets Equity Fund and the PH&N U.S. Multi-Style All-Cap Equity Fund.

Canadian, U.S. and U.K. bonds posted gains, while the improved outlook for the Eurozone resulted in losses for the region's government bonds. The RBC Bond Fund and the RBC Global Bond Fund had a positive impact on the Fund's returns.

Leading economic indicators are at their best levels in several years, economic surprises have been overwhelmingly positive and profits continue to recover. As a result, risk assets have performed well. We expect bond yields to rise, resulting in low or potentially negative returns over the years ahead, and we therefore remain underweight bonds. Long-term expected returns for stocks are more attractive, accounting for our equity overweight. In the near term, however, uncertainty surrounding U.S. public policy and a variety of style and technical factors have led us to reduce our exposure to stocks, where we remain overweight, but a little less so than before.

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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 and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, 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.

PH&N Funds Series A formerly known as Series C.

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 April 30, 2017.