



RBC Select Conservative Portfolio

Investment Objective

To provide income and the potential for moderate capital growth by investing primarily in funds managed by RBC GAM, emphasizing mutual funds that invest in Canadian fixed-income securities and have 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	RBF461
A	No Load	USD	RBF516
Adv	Deferred Sales	CAD	RBF840
Adv	Front End	CAD	RBF740
Adv	Low Load	CAD	RBF100
Adv	Low Load	USD	RBF4516
T5	No Load	CAD	RBF545

Inception Date	December 1986
Total Fund Assets \$Mil	28,745.6
Series A NAV \$	21.57
Series A MER %	1.84
Benchmark	65% FTSE TMX CUB 15% S&P/TSX Capped Composite Total Return 10% S&P 500 Total Return (C\$) 10% MSCI EAFE Total Return Net (C\$)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

Fund Category	Global Neutral Balanced
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Management Company	RBC Global Asset Management Inc.
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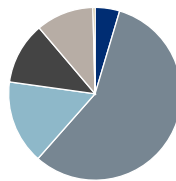
Web Site	www.rbcgam.com
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Notes

Performance Analysis is in CAD and for CAD series A fund (RBF461).

Portfolio Analysis as of June 30, 2018

Asset Mix



	% Assets
Cash	4.6
Fixed Income	56.9
Canadian Equity	15.7
US Equity	11.6
International Equity	10.8
Other	0.4

Top 25 Holdings

	% Assets
RBC Bond Fund	16.0
PH&N Total Return Bond Fund	9.2
RBC Canadian Short-Term Income Fund	8.4
RBC Global Corporate Bond Fund	7.6
RBC European Equity Fund	7.1
RBC Global Bond Fund	7.0
RBC Canadian Dividend Fund	5.1
PH&N US Multi-Style All-Cap Equity Fund	5.1
PH&N Conservative Equity Income Fund	4.5
RBC Private Canadian Equity Pool	4.0
RBC Global High Yield Bond Fund	3.2
PH&N Short Term Bond & Mortgage Fund	2.5
BlueBay Global Inv Grade Corp Bond Fund	2.5
RBC QUBE US Equity Fund	2.3
RBC US Dividend Fund	2.3
RBC Asia Pacific ex-Japan Equity Fund	2.1
BlueBay Global Sovereign Bond Fund	1.8
PH&N Canadian Equity Underlying Fund II	1.7
PH&N Canadian Equity Underlying Fund	1.5
RBC Japanese Equity Fund	1.4
BlueBay European High Yield Bond Fund	1.3
RBC Global Equity Fund	1.2
RBC US Equity Fund	1.2
PH&N Bond Fund	0.3
The S&P/Tsx 60 Index Fut	0.3
Total % of Top 25 Holdings	99.5
Total Number of Portfolio Holdings	28
Total Number of Stock Holdings	1,111
Total Number of Bond Holdings	6,683
Total Number of Other Holdings	137
Total Number of Underlying Holdings	7,931

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.1
P/E Ratio	15.6
Avg. Mkt Cap. \$B	45.3

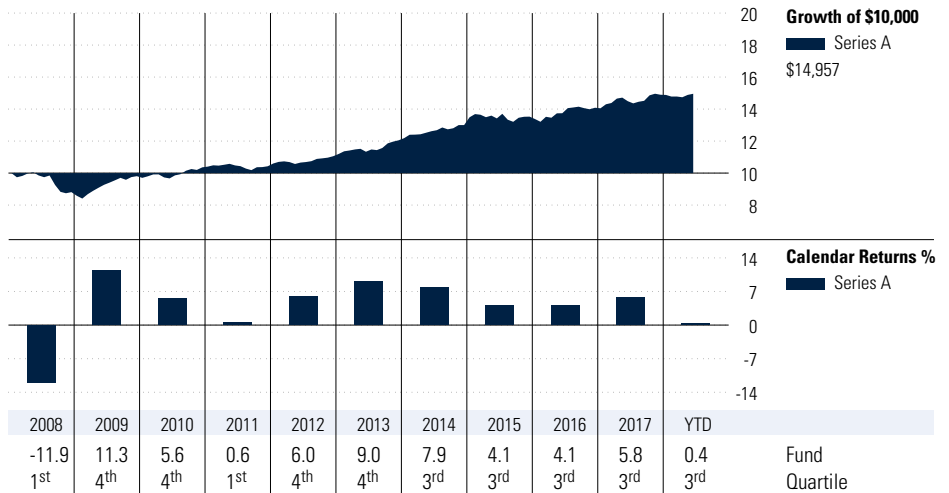
Top 5 Sectors

	% Equity
Financials	25.7
Information Technology	13.0
Industrials	11.5
Energy	11.4
Consumer Discretionary	11.0

Fixed Income Breakdown

	% Fixed Income
Government Bonds	48.9
Corporate Bonds	40.8
Other Bonds	1.0
Mortgage Backed Securities	0.9
ST Investments (Cash & Other)	7.5
Asset Backed Securities	0.9

Performance Analysis as of June 30, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.5	1.2	0.4	3.2	3.7	5.7	4.3	6.2	Fund
3 rd	3 rd	3 rd	3 rd	3 rd	4 th	4 th	—	Quartile
1392	1389	1351	1259	946	670	282	—	No. of Funds in Category



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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 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	0.04	0.32	0.56	0.96	1.14	0.44	0.35	0.35	0.39	0.30	0.30
Interest	0.04	0.10	0.11	0.12	0.09	0.13	0.14	0.14	0.17	0.22	0.25
Dividends	—	0.08	0.09	0.10	0.07	0.09	0.08	0.06	0.09	0.07	0.05
Capital Gains	—	0.15	0.35	0.74	0.98	0.22	0.13	0.15	0.14	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	7-1997	21.6	1-1998	13.8	8-2000	10.3	1-2005	7.7
Worst	2-2009	-13.7	2-2009	-2.6	2-2009	0.9	8-2010	3.3
Average		5.7		5.8		5.5		5.1
No. of Periods		289		265		241		181
Pct. Positive		85.5		95.5		100.0		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 positive 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 in the fixed-income segment of the portfolio were boosted by the RBC Bond Fund and 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. Returns were bolstered by the Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund and the RBC Canadian 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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