



RBC Balanced 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.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF481
A	No Load	USD	RBF403
Adv	Deferred Sales	CAD	RBF881
Adv	Front End	CAD	RBF721
Adv	Low Load	CAD	RBF081
Adv	Low Load	USD	RBF4403
Adv T5	Deferred Sales	CAD	RBF887
Adv T5	Front End	CAD	RBF789
Adv T5	Low Load	CAD	RBF087
T5	No Load	CAD	RBF511
H	No Load	CAD	RBF381

Inception Date	August 2013
Total Fund Assets \$Mil	1,594.1
Series A NAV \$	12.49
Series A MER %	2.08
Benchmark	40% FTSE Canada Universe Bond Index 25% S&P/TSX Capped Composite Total Return Index 20% S&P 500 Total Return Index (CAD) 10% MSCI Emerging Markets Total Return Net Index (CAD) 5% MSCI Europe Total Return Net Index (CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

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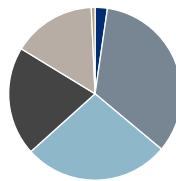
Web Site	www.rbcgam.com
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Notes

Performance Analysis is in CAD and for CAD series A fund (RBF481).

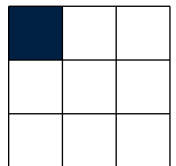
Portfolio Analysis as of September 30, 2018

Asset Mix



	% Assets
Cash	2.3
Fixed Income	33.8
Canadian Equity	27.3
US Equity	20.4
International Equity	15.6
Other	0.7

Equity Style



Value Blend Growth

Statistics

P/B Ratio	1.9
P/E Ratio	13.4
Avg. Mkt Cap. \$B	43.3

Top 5 Sectors

	% Equity
Financials	25.4
Energy	16.2
Information Technology	10.8
Industrials	8.6
Health Care	7.4

Fixed Income Breakdown

	%
Govt. Bonds	37.9
Corp. Bonds	58.1
Other Bonds	1.9
MBS	0.0
Cash & Other	2.0
ABS	0.0

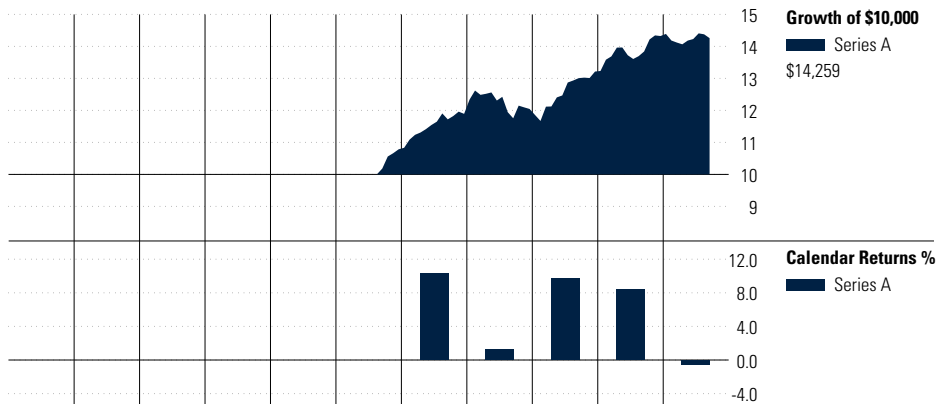
Characteristics

	%
Avg. Term to maturity (Yrs)	8.9
Modified Duration (Yrs)	6.3
Yield to Maturity	3.9

Top 25 Holdings

	% Assets
PH&N Total Return Bond Fund	13.0
RBC Emerging Markets Dividend Fund	9.9
RBC Global Corporate Bond Fund	8.8
RBC Global High Yield Bond Fund	6.8
BlueBay Global Monthly Income Bond Fund	6.7
RBC European Dividend Fund	5.5
Royal Bank of Canada	2.2
Bank of Nova Scotia	1.8
The Toronto-Dominion Bank	1.5
Microsoft Corp	1.1
Manulife Financial Corp	1.0
Apple Inc	0.9
TransCanada Corp	0.9
Enbridge Inc	0.9
Canadian Natural Resources Ltd	0.9
Suncor Energy Inc	0.8
Bank of Montreal	0.8
Canadian Imperial Bank of Commerce	0.8
Cisco Systems Inc	0.7
Enbridge Income Fund Holdings Inc	0.6
Sun Life Financial Inc	0.6
SNC-Lavalin Group Inc	0.6
Brookfield Asset Mgmt Inc Cl A	0.5
JPMorgan Chase & Co	0.5
Nutrien Ltd	0.5
Total % of Top 25 Holdings	68.2
Total Number of Portfolio Holdings	181
Total Number of Stock Holdings	519
Total Number of Bond Holdings	6,880
Total Number of Other Holdings	264
Total Number of Underlying Holdings	7,663

Performance Analysis as of September 30, 2018



2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD	Fund Quartile
—	—	—	—	—	—	10.3	1.3	9.7	8.4	-0.5	—
—	—	—	—	—	—	2 nd	4 th	1 st	3 rd	4 th	—

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
-0.8	0.2	1.0	3.0	6.7	7.0	—	7.0	Fund
2 nd	3 rd	4 th	4 th	3 rd	3 rd	—	—	Quartile
1104	1086	1078	1038	804	551	262	—	No. of Funds in Category



RBC Balanced Growth & Income Fund

Management Overview

Manager Bios

Jennifer McClelland

RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

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.

Brad Willock

RBC Global Asset Management Inc.

Brad Willock joined RBC in May 1996 and RBC Global Asset Management in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce and a Bachelor of Science, and is a CFA charterholder.

Performance Analysis Cont'd as of September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.12	0.25	0.16	0.42	0.40	0.10	—	—	—	—	—
Interest	0.12	0.06	0.07	0.07	0.06	0.05	—	—	—	—	—
Dividends	—	0.07	0.09	0.09	0.07	0.01	—	—	—	—	—
Capital Gains	—	0.11	—	0.27	0.27	0.03	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	19.1	8-2016	9.0	8-2018	7.5	—	—
Worst	2-2016	-7.5	4-2018	4.0	9-2018	7.0	—	—
Average		6.8		6.1		7.2		—
No. of Periods		50		26		2		—
Pct. Positive		90.0		100.0		100.0		—

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

Quarterly Commentary as at September 30, 2018

The accelerating U.S. economy and trade were the big stories in the third quarter of 2018. Concern that Canada would be omitted from a renegotiated trade pact between the U.S. and Mexico were alleviated at the end of the period, with the announcement of an agreement. The U.S. raised pressure on China to open up its economy, but by quarter-end there was scant evidence that the conflict had done much to hinder the U.S. economic expansion.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Returns in major fixed-income markets were negative, as interest rates moved mostly higher. Japanese fixed income underperformed as the central bank allowed interest rates to fluctuate outside the narrow band that had been in effect, while European bonds were hurt by concern about Brexit and proposals to boost Italian government spending. The RBC Global High Yield Bond Fund positively contributed to returns, offset by the negative impact of the Phillips, Hager & North Total Return Bond Fund.

Global equities were mixed during the quarter, with the S&P 500 Index rising to an all-time high while many other markets posted negative returns. The performance of emerging markets was especially negative given the trade tensions and a relatively strong U.S. dollar. The U.S. equity segment of the portfolio had a significantly positive impact on overall returns, while emerging-market stocks held back the Fund's performance.

Economic growth is strong in the U.S., but many other economies are slowing. Protectionism and Chinese economic deceleration are among the risks threatening the solid, albeit moderating, growth. While we expect continued expansion, the slowdown has led us to lower our developed-world growth forecasts. Exposure to bonds was recently increased, sourced from cash. Our asset mix remains slightly underweight fixed income and overweight 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 half-year period, January 1 to June 30, 2018, 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 September 30, 2018.

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