



RBC Monthly Income Bond Fund

Investment Objective

To provide regular monthly income with a potential for modest capital appreciation. The fund invests primarily in units of the other funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), emphasizing mutual funds that invest in fixed-income securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF495
Adv	Deferred Sales	CAD	RBF895
Adv	Front End	CAD	RBF795
Adv	Low Load	CAD	RBF095

Inception Date	October 2010
Total Fund Assets \$Mil	1,209.7
Series A NAV \$	9.88
Series A MER %	1.09
Benchmark	40% FTSE TMX Canada Short Term Overall Bond Index 60% FTSE TMX Canada Universe Bond Index

Income Distribution	Monthly
Capital Gains Distribution	Annually
Monthly Distribution (¢/unit)	2.25
Current Payout Rate (%)*	2.73

*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

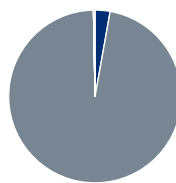
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Canadian Fixed Income
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Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Portfolio Analysis as of October 31, 2017

Asset Mix



	% Assets
Cash	2.8
Fixed Income	96.8
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.3

Top 10 Holdings

	% Assets
PH&N Short Term Bond & Mortgage Fund	38.9
RBC Bond Fund	21.9
PH&N Total Return Bond Fund	21.0
RBC Global Corporate Bond Fund	10.1
RBC Emerging Markets Bond Fund	5.0
RBC High Yield Bond Fund	2.2
Total % of Top 10 Holdings	99.1
Total Number of Portfolio Holdings	7
Total Number of Stock Holdings	5
Total Number of Bond Holdings	5,280
Total Number of Other Holdings	77
Total Number of Underlying Holdings	5,362

Fixed Income Breakdown

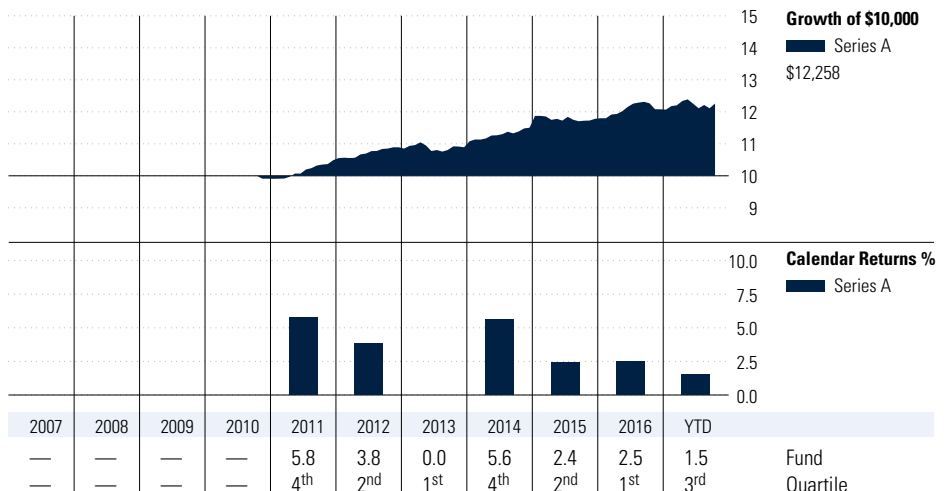
	% Fixed Income
Government Bonds	54.2
Corporate Bonds	39.8
Other Bonds	0.0
Mortgage Backed Securities	3.4
ST Investments (Cash & Other)	2.6
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	2.6	Under 1 year	6.6
AAA	35.4	1 - 5 Yrs	54.3
AA	21.9	5 - 10 Yrs	21.7
A	13.0	Over 10 Yrs	17.4
BBB	16.4		
Below BBB	7.1	Avg. Term to maturity (Yrs)	7.1
Mortgages	3.4	Duration (Yrs)	5.3
NR/NA	0.2	Yield to Maturity	2.5

Geographic Allocations

	% Assets
Canada	83.4
United States	7.5
International (ex-Emerging Markets)	2.5
Emerging Markets	6.5

Performance Analysis as of October 31, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	1.2	1.2	-0.6	-0.1	2.5	2.5	—	2.9	Fund
	4 th	3 rd	2 nd	2 nd	2 nd	2 nd	—	—	Quartile
	608	605	600	579	449	375	153	—	No. of Funds in Category



RBC Monthly Income Bond 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.

Dagmara Fijalkowski

RBC Global Asset Management Inc.

Dagmara is Sr. Vice President & Sr. Portfolio Manager, and Head, Global Fixed Income & Currencies at RBC Global Asset Management. She leads a team of over 20 professionals with more than \$50 billion in assets under management. Dagmara also co-manages several of the firms' bond funds and manages foreign exchange hedging and active currency management programs. She has an MBA from the Richard Ivey School of Business and a Master's in economics from the University of Lodz, and is a CFA charterholder.

Performance Analysis Cont'd as of October 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.23	0.30	0.27	0.27	0.30	0.33	0.31	0.16	—	—	—
Interest	0.23	0.22	0.23	0.21	0.23	0.30	0.31	0.10	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.08	0.02	—	—	0.03	—	0.06	—	—	—
Return Of Capital	—	—	0.02	0.06	0.07	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2015	7.1	8-2016	4.5	6-2016	3.8	—	—
Worst	9-2017	-1.6	9-2017	2.3	9-2017	2.2	—	—
Average		3.3		3.3		3.2		—
No. of Periods		73		49		25		—
Pct. Positive		89.0		100.0		100.0		—

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

Quarterly Commentary as at September 30, 2017

The global acceleration in economic growth that began last year has been largely sustained. The need for extreme monetary stimulus is fading and central banks including the U.S. Federal Reserve (Fed) and the Bank of Canada (BoC) are gradually shifting toward tighter policy.

Returns on global government bonds were low to slightly negative during the period. Canadian bonds underperformed after the BoC boosted short-term interest rates for the first time in seven years given faster-than-expected economic growth. The benchmark interest rate was raised in July and September, pushing up yields across all bond maturities. BoC Governor Poloz assured the market near the end of the quarter that further rate moves would depend on the pace of inflation and economic growth.

U.S. bond yields also rose during the period amid economic optimism after reversing declines in

August and early September that had been due to a mix of safe-haven concerns including uncertainty over tax policy, fears of a U.S. government shutdown and nuclear tensions with North Korea.

Returns were held back by the RBC Bond Fund, the Phillips, Hager & North Total Return Bond Fund and the Phillips, Hager & North Short Term Bond & Mortgage Fund. However, performance was boosted by exposure to the RBC Global Corporate Bond Fund.

Looking ahead, the portfolio manager expects bond yields to continue to rise, but gradually. Investors have penciled in a rate hike by the BoC for late in the fourth quarter. The Fed, meanwhile, has begun the lengthy process of shrinking its portfolio of Treasury and mortgage securities. Doing so in a slow, measured manner should avoid disrupting fixed-income 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 October 31, 2017.

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