



RBC U.S. Monthly Income Fund

Investment Objective

To provide a combination of regular U.S. dollar monthly income and modest capital growth by investing primarily in U.S. fixed-income and equity securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF503
Adv	Front End	CAD	RBF6503
Adv	Low Load	CAD	RBF4503

Inception Date	August 2014
Total Fund Assets \$Mil	1,399.1
Series A NAV \$	13.33
Series A MER %	1.65
Benchmark	60% Barclays Capital U.S. Aggregate Bond Index 40% S&P 500 Total Return Index (US\$)

Income Distribution	Monthly
Capital Gains Distribution	Annually
Monthly Distribution (¢/unit)	3.57
Current Payout Rate (%)*	3.95

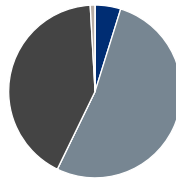
*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

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

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

Portfolio Analysis as of January 31, 2018

Asset Mix

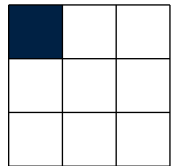


	% Assets
Cash	4.8
Fixed Income	52.4
Canadian Equity	0.0
US Equity	41.9
International Equity	0.9
Other	0.0

Top 10 Holdings

	% Assets
US Treasury Note 1.75% 15-05-2023	5.7
US Treasury Note 2% 15-02-2025	2.7
US Treasury Note 1.5% 31-01-2022	2.2
US Treasury Note 2.25% 15-11-2024	2.1
Microsoft Corp	1.8
Apple Inc	1.6
JPMorgan Chase & Co	1.5
Bank of America Corporation	1.4
US Treasury Note 1.625% 15-02-2026	1.3
US Treasury Bond 3.5% 15-02-2039	1.2
Total % of Top 10 Holdings	21.6
Total Number of Stock Holdings	396
Total Number of Bond Holdings	2,325
Total Number of Other Holdings	45
Total Number of Holdings	2,766

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.6
P/E Ratio	17.7
Avg. Mkt Cap. \$B	131.5

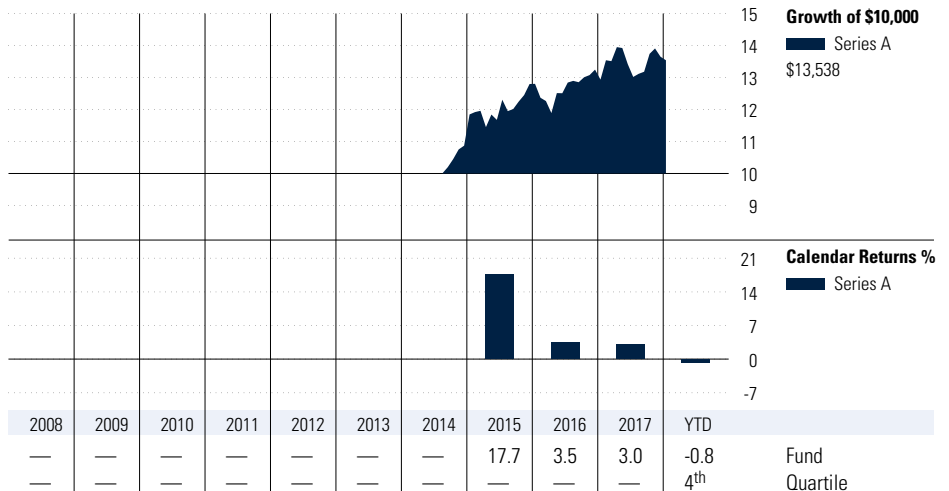
Top 5 Sectors

	% Equity
Information Technology	21.0
Financials	17.2
Health Care	14.5
Industrials	10.5
Consumer Staples	9.9

Income-Generating Asset-Class

	% Assets
Common Shares	42.8
Government Bonds	19.8
Other	18.1
Investment-Grade Corporate Bonds	13.2
High Yield Bonds	6.1
Preferred Shares	0.0

Performance Analysis as of January 31, 2018



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-0.8	-1.5	4.0	4.7	4.6	—	—	9.5	Fund
	4 th	4 th	4 th	4 th	2 nd	—	—	—	Quartile
	1366	1349	1315	1254	939	638	248	—	No. of Funds in Category



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Management Overview

Manager Bios

Frank Gambino

RBC Global Asset Management Inc.

Frank Gambino is Vice President and Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the investment industry since 1990.

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.

Soo Boo Cheah

RBC Global Asset Management (UK) Limited

Soo Boo is Senior Portfolio Manager, Global Fixed Income & Currencies, at RBC Global Asset Management (UK) Ltd. He joined the firm in 2000 as a Fixed Income Analyst and has been active in all aspects of global fixed income management. Soo Boo is a member of the Global Fixed Income & Currencies Committee and the RBC Investment Strategy Committee's Fixed Income & Currencies Advisory Committee. He earned an MBA from the University of New Brunswick and is a CFA charterholder.

Jane Lesslie

RBC Global Asset Management Inc.

Jane Lesslie is Senior Portfolio Manager, Global Fixed Income and Currencies. She has been in the investment industry since 1988.

Performance Analysis Cont'd as of January 31, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.04	0.42	—	—	—	—	—	—	—	—	—
Interest	0.04	0.18	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.16	—	—	—	—	—	—	—	—	—
Return Of Capital	—	0.07	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2018	4.7	—	—	—	—	—	—
Worst	12-2017	3.0	—	—	—	—	—	—
Average		3.9		—		—		—
No. of Periods		2		—		—		—
Pct. Positive		100.0		—		—		—

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

Quarterly Commentary as at December 31, 2017

The U.S. stock market finished a strong year, on the back of solid returns from cyclical sectors. The strong overall performance was driven by the continuation of the synchronized global economic expansion, still accommodative global central-bank policy and low market interest rates and inflation. Tax reform also helped to lift investor sentiment late in the year.

Returns for U.S. fixed income were positive as U.S. bonds of companies benefited from a strengthening world economy, persistent demand for higher-yielding assets and optimism about the impact of business-friendly U.S. tax reform. The U.S. Federal Reserve (Fed) continued its tightening bias in the quarter and raised rates by 0.25% limiting gains in high-quality government bonds.

The above-benchmark allocation to corporate bonds benefited the Fund as the positive risk environment favored the riskier asset classes of global fixed income such as high yield bonds and emerging market bonds.

Relative equity performance was boosted by

security selection in the Energy and Information Technology sectors, while an overweight allocation and security selection in Consumer Staples was a detractor.

The shift toward tighter monetary policies could have a negative impact on fixed-income returns in the year ahead. Better global economic growth and expectations that inflation will quicken may result in volatility. The Fund continues to favour non-government bonds at the expense of government bonds.

While our base case is for stocks to rise modestly over the next year, there are several scenarios that could lead to declines, including an escalation of tensions with North Korea, a policy mistake by the Fed or protectionist trade moves by the Trump administration. Our indicators suggest that the odds of a recession remain fairly low, but with valuations at an eight-year high, the risks have increased and earnings growth remains key for return prospects.



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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, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the half-year period, April 1, to September 30, 2017, expressed on an annualized basis.

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 January 31, 2018.

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