

PH&N \$U.S. Money Market Fund

Investment Objective

To provide a steady level of current income while preserving capital by investing primarily in a well-diversified portfolio of short-term Canadian money market securities denominated in U.S. dollars.

Fund Details

Series	Load Structure	Currency	Fund Code
F	No Load	USD	RBF5500

Inception Date	June 2007
Total Fund Assets \$Mil	63.3
Series F Current Yield%	1.16
Series F MER %	0.23
Benchmark	Citigroup 30-Day T-Bill Index

Income Distribution	Monthly
Capital Gains Distribution	Annually

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

Fund Category	US Money Market
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Management Company	RBC Global Asset Management Inc.
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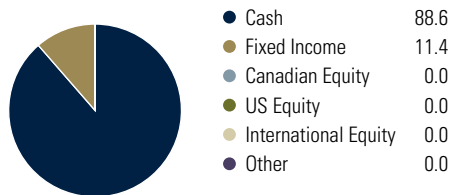
Web Site	www.rbcgam.com
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Notes

The current yield is an annualized yield based on the seven day period ended on August 31, 2017 and does not represent an actual one year return.

Portfolio Analysis as of August 31, 2017

Asset Mix



Term to Maturity

Term	%
0 - 30 days	38
31 - 60 days	20
61 - 90 days	23
90 + days	4
Avg. Term to maturity (days)	49

Cash Breakdown

Instrument	Cash (%)
Treasury Bills	15.9
Provincial Bills	0.0
Bankers Acceptance	25.6
Commercial Paper	43.0
Bank Deposits	15.4

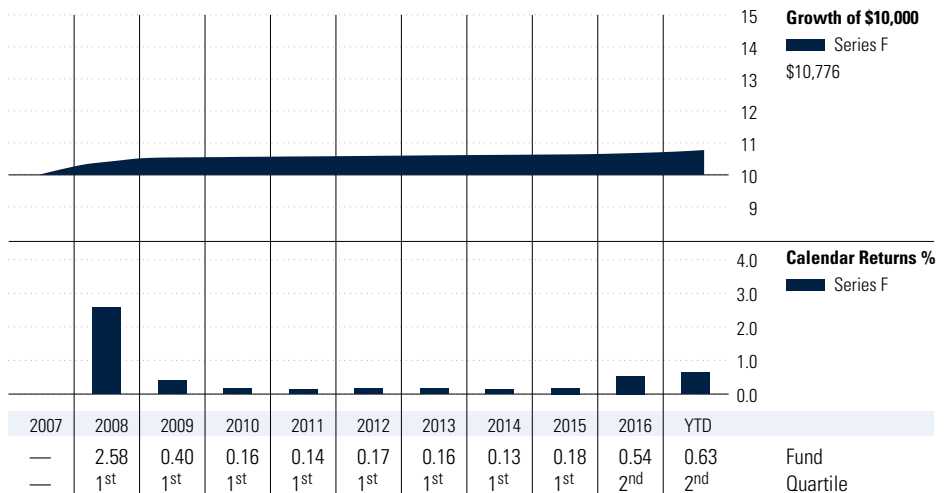
Credit Quality

Rating	%
R1 High	90.6
R1 Medium	2.7
R1 Low	6.7
Avg. Rating	R1H

Top 10 Holdings

Holder	% Assets
Export Development 1.254% 04-12-2017	7.8
Bank Of Montreal 1.243% 04-10-2017	6.3
Farm Credit Canada 1.192% 31-10-2017	5.0
CIBC 1.202% 26-09-2017	4.1
Omers Realty Corp. 1.280% 06-10-2017	4.1
Ridge Trust 1.679% 23-02-2018	3.7
Fusion Trust 1.599% 06-11-2017	3.4
Caisse Cent Desjardins 1.240% 27-09-2017	3.3
Bank Of Nova Scotia 1.243% 04-10-2017	3.1
Province Of Alberta 1.209% 01-11-2017	3.1
Total % of Top 10 Holdings	43.7
Total Number of Stock Holdings	0
Total Number of Bond Holdings	2
Total Number of Other Holdings	37
Total Number of Holdings	39

Performance Analysis as of August 31, 2017



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return	0.10	0.28	0.51	0.84	0.47	0.34	0.66	0.74	Fund
Quartile	2 nd	1 st	2 nd	2 nd	1 st	1 st	1 st	—	Quartile
No. of Funds in Category	35	35	35	35	27	27	18	—	No. of Funds in Category

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Management Overview

Manager Bios

PH&N Fixed Income Team

With one of the largest bond desks in Canada consisting of over 30 investment professionals, Phillips, Hager & North Investment Management (PH&N IM) has been managing bonds since 1970 and currently manages fixed income portfolios according to strict quality and diversification guidelines. PH&N IM's strengths as a bond manager are directly related to its depth of resources – both people and technology – dedicated to the management of fixed income portfolios.

Performance Analysis Cont'd as of August 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.06	0.05	0.02	0.01	0.02	0.02	0.01	0.02	0.04	0.25	0.24
Interest	0.06	0.05	0.02	0.01	0.02	0.02	0.01	0.02	0.04	0.25	0.24
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	6-2008	4.01	6-2010	1.84	6-2012	1.16	6-2017	0.73
Worst	11-2014	0.12	8-2015	0.15	8-2015	0.15	8-2017	0.66
Average		0.54		0.34		0.31		0.70
No. of Periods		111		87		63		3
Pct. Positive		100.00		100.00		100.00		100.00

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

Quarterly Commentary as at June 30, 2017

The U.S. Federal Reserve continued on its hiking path with another 0.25% lift in June. This move follows recent hikes from March 2017 and December 2016, and brings the Federal Funds Rate to 1.25%, with the possibility of further hikes in the near future. This trend is good news for savers who had to endure near-zero rates on U.S. savings for seven years before December 2015, when rates started slowly moving up (the Federal Funds Rate serves as the base for U.S. money market funds).

The Fund continues to maximize yield by focusing on securities that pay a higher rate than U.S.

Government T-bills, which includes corporate notes, bankers' acceptances, asset-backed commercial paper (ABCP) and to a lesser degree, the U.S. dollar-denominated debt of Canadian provinces. The Fund keeps a high allocation to bank-sponsored ABCP, which comes with an attractive yield compared to many other securities, and still meets the Fund's mandated high threshold for safety and security. As always, safety of principal and return of capital is not compromised and remains the primary objective of the Fund.

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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 fund securities are not guaranteed or covered by the Canada 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.

Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc. (RBC GAM). RBC GAM is the fund manager and the principal portfolio adviser of PH&N Funds. The principal distributor of PH&N Funds is Phillips, Hager & North Investment Funds Ltd. (PH&NIF), which uses the trade name PH&N Investment Services. RBC GAM is an indirect, wholly-owned subsidiary of Royal Bank of

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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.

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 July 31, 2017.

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