



RBC Global Balanced Fund

Investment Objective

To provide long-term capital growth, with a secondary focus on modest income by investing primarily in Canadian, U.S. and international equities and fixed-income securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF553
Adv	Deferred Sales	CAD	RBF839
Adv	Front End	CAD	RBF739
Adv	Low Load	CAD	RBF124
T5	No Load	CAD	RBF537
T8	No Load	CAD	RBF597

Inception Date	April 1998
Total Fund Assets \$Mil	713.0
Series A NAV \$	17.24
Series A MER %	2.21
Benchmark	45% FTSE Canada Universe Bond Index 20% S&P 500 Total Return Index (CAD) 19% S&P/TSX Capped Composite Total Return Index 12% MSCI EAFE Total Return Net Index (CAD) 4% MSCI Emerging Markets Total Return Net Index (CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

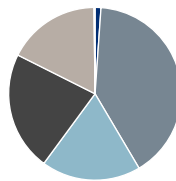
Fund Category	Global Neutral Balanced
---------------	-------------------------

Management Company	RBC Global Asset Management Inc.
--------------------	----------------------------------

Web Site	www.rbcgam.com
----------	----------------

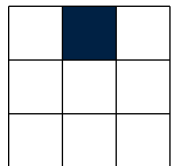
Portfolio Analysis as of September 30, 2018

Asset Mix



	% Assets
Cash	1.1
Fixed Income	40.4
Canadian Equity	18.6
US Equity	22.3
International Equity	17.4
Other	0.2

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.2
P/E Ratio	16.6
Avg. Mkt Cap. \$B	65.0

Top 5 Sectors

	% Equity
Financials	23.3
Information Technology	11.4
Industrials	10.2
Energy	10.1
Health Care	9.9

Fixed Income Breakdown

	%
Govt. Bonds	79.9
Corp. Bonds	16.5
Other Bonds	0.0
MBS	0.0
Cash & Other	3.6
ABS	0.0

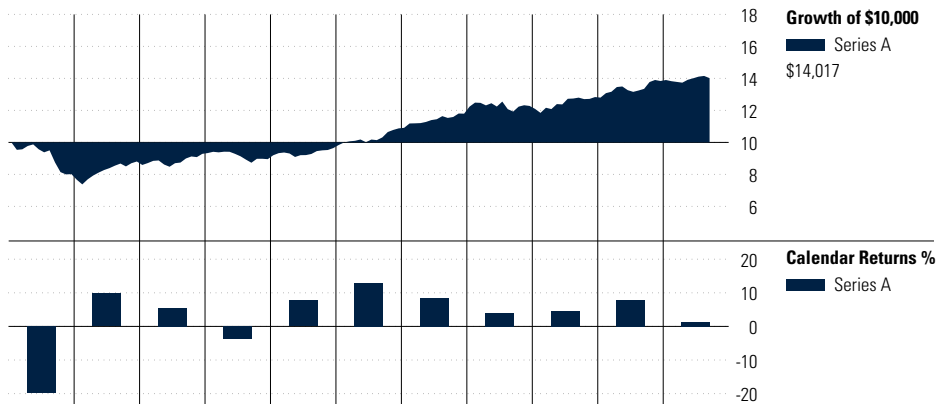
Characteristics

	%
Avg. Term to maturity (Yrs)	9.4
Modified Duration (Yrs)	7.7
Yield to Maturity	2.2

Top 25 Holdings

	% Assets
Japan (Government Of) 0.5% 20-09-2036	1.8
US Treasury Notes 1.75% 15-05-2023	1.7
US Treasury Notes 1.5% 31-01-2022	1.5
Royal Bank of Canada	1.4
The Toronto-Dominion Bank	1.3
Ontario Prov Cda 2.5% 2.5% 10-09-2021	1.2
Italy (Republic Of) 0.45% 01-06-2021	1.2
The S&P/Tsx 60 Index Fut 20-12-2018	1.1
Italy (Republic Of) 1.45% 15-09-2022	1.1
US Treasury Bonds 2.5% 15-02-2045	1.1
Amazon.com Inc	1.0
Apple Inc	0.9
Suncor Energy Inc	0.9
Bank of Nova Scotia	0.9
The S&P 500 Mini Index Fut 21-12-2018	-0.8
Microsoft Corp	0.8
Spain (Kingdom of) 2.75% 30-04-2019	0.8
US Treasury Notes 2.38% 15-05-2027	0.8
Ontario (Province Of) 4.7% 02-06-2037	0.8
Canadian National Railway Co	0.8
Canada (Government of) 0.5% 01-03-2022	0.7
Alphabet Inc A	0.7
Germany (Rep Of) 4% 04-01-2037	0.7
Spain (Kingdom of) 0.45% 31-10-2022	0.7
Enbridge Inc	0.6
Total % of Top 25 Holdings	23.6
Total Number of Stock Holdings	751
Total Number of Bond Holdings	2,258
Total Number of Other Holdings	33
Total Number of Holdings	3,042

Performance Analysis as of September 30, 2018



Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD	
Calendar Returns %	-19.8	9.8	5.4	-3.6	7.7	12.8	8.4	4.1	4.5	7.8	1.3	Fund
	3 rd	4 th	4 th	4 th	2 nd	3 rd	3 rd	3 rd	3 rd	2 nd	3 rd	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-1.0	0.1	1.7	5.0	5.5	6.3	4.8	4.5	Fund
	3 rd	3 rd	3 rd	2 nd	2 nd	2 nd	4 th	—	Quartile
	1439	1405	1400	1298	978	717	295	—	No. of Funds in Category



RBC Global Balanced Fund

Management Overview

Manager Bios

Dagmara Fijalkowski

RBC Global Asset Management Inc.

As Head of Global Fixed Income and Currencies at RBC Global Asset Management, Dagmara leads investment teams in Toronto, London. In her duties as a portfolio manager, Dagmara heads management of several bond funds, manages foreign-exchange hedging and active currency overlay programs across a number of funds. Dagmara chairs the Fixed Income Strategy Committee. She is also a member of the Investment Policy Committee, which determines asset mix for balanced and multi-strategy products, and the RBC Investment Strategy Committee.

Stuart Kedwell

RBC Global Asset Management Inc.

Stu leads the North American Equity team and is a member of the RBC GAM Investment Strategy Committee, which is responsible for establishing the firm-wide global asset mix for mutual funds and for institutional and high net worth private clients. Stu began his career in 1996 with RBC Dominion Securities in the firm's Generalist program, a two-year internship in which participants rotate through different areas of the firm. In 1998, he joined the RBC Investments Portfolio Advisory Group, which provides investment ideas and recommendations to RBC DS Investment Advisors.

Performance Analysis Cont'd as of September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.73	0.09	—	—	—	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.73	0.09	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2000	27.3	3-2006	16.4	9-2007	12.2	8-2008	6.0
Worst	2-2009	-22.7	3-2003	-6.1	5-2012	-2.1	8-2010	1.7
Average		5.2		4.8		4.9		3.9
No. of Periods		234		210		186		126
Pct. Positive		73.1		77.1		90.9		100.0

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

Quarterly Commentary as at September 30, 2018

Global stocks were mixed over Q3. While the U.S. and Japan posted gains, the rest of the world was flat to lower. The U.S. is still the beneficiary of its fiscal stimulus this year and Japan's economy has quietly been growing on the back of labour market reforms put in place over the past several years. Emerging markets have been hit especially hard due to a strengthening U.S. dollar and trade tensions, while interest rate increases and a strong Canadian dollar are starting to create a drag within Canada. The Fund's performance relative to its benchmark was helped by an underweight bond positioning, but hurt from its exposure to international stock markets, emerging markets in particular.

The broad-based U.S. dollar index took a pause towards the end of Q3 after rising steadily for much of this year. The Canadian dollar was a global standout in Q3, rising between 2% and 4% versus most currencies, including the U.S. dollar. An apparent NAFTA trade resolution and a central

bank determined to keep raising interest rates led to the advance. The Fund no longer hedges its currency exposures to stocks, but continues to hedge its currency exposures to fixed income.

Global sovereign bond yields, especially in North America, were higher over Q3 leading to negative fixed income returns and have had an influence on the stock multiple compression. Credit markets remained relatively firm, somewhat tempering the negative fixed income return. The Fund maintained a modest underweight of bonds, along with a modest overweight of stocks.

While earnings growth has been strong this year, falling price-to-earnings ratios in the stock markets have largely offset this positive growth. Organic and sustainable earnings growth will be critical to sustaining the bull market in stocks, especially in light of the increase in interest rates, cost pressures, and stronger U.S. and Canadian dollars.



RBC Global Balanced Fund

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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no

representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, 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, 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.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2018