RBC Global Corporate Bond Fund

Fund Category
Global Fixed Income

Morningstar Rating™
★★★★★

Investment Objective

To provide a high level of interest income with the potential for modest capital growth by investing primarily in global corporate bonds.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF580
Adv	Deferred Sales	CAD	RBF853
Adv	Front End	CAD	RBF753
Adv	Low Load	CAD	RBF118
F	No Load	CAD	RBF638

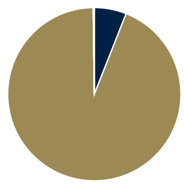
Inception Date	August 2004
Total Assets $Mil	673.6
Series A NAV $	9.37
Series A MER %	1.74
Benchmark	40% Barclay US Corp Bond* 20% Barclay PanEuro Agg* 15% DEX Corp Bond 10% JPM EMBI Glob Div* 10% BOA ML US HY BB-B* 5% Barclay AP Corp*
Income Distribution	Quarterly
Capital Gains Distribution	Annually
Sales Status	Open
Min. Investment $	500
Subsequent Investment $	25
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

* Hedged into Canadian dollars

Portfolio Analysis as of December 31, 2011

Asset Mix



	% Assets
Cash	6.0
Fixed Income	93.8
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.2

Fixed Income Breakdown	% Fixed Income
Government Bonds	7.0
Corporate Bonds	86.9
Other Bonds	0.1
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	6.0
Asset Backed Securities	0.0

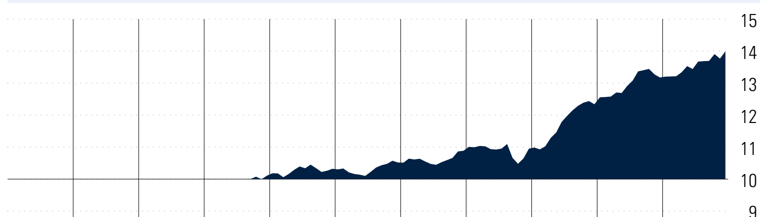
Bond Rating	%
AAA	3.8
AA	15.1
A	29.2
BBB	28.9
BB	10.5
B	3.9
Below B	0.1
NR/NA	8.4

Term to Maturity	%
1 - 5 Yrs	34.0
5 - 10 Yrs	50.3
Over 10 Yrs	15.7
Avg. Term to maturity (Yrs)	7.4
Duration (Yrs)	5.3
Yield to Maturity	4.0

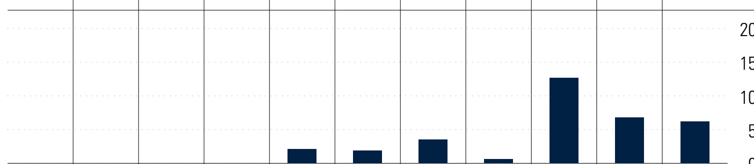
Geographic Allocations	% Assets
Canada	25.2
United States	53.4
International (ex – Emerging Markets)	13.4
Emerging Markets	8.1

Top 25 Holdings	% Assets
HSBC Hldgs 4.5% 30-04-2014	0.8
Georgia-Pacific 144A 5.4% 01-11-2020	0.7
Xerox 6.75% 01-02-2017	0.7
General Elec Cap 5.625% 01-05-2018	0.7
Apache 6.9% 15-09-2018	0.7
Republic Svcs 4.75% 15-05-2023	0.7
Caterpillar Finl Svcs 7.15% 15-02-2019	0.6
Lubrizol 8.875% 01-02-2019	0.6
General Mls 3.15% 15-12-2021	0.6
Jpmorgan Chase 3.45% 01-03-2016	0.6
Barrick North Amer Fin 7.5% 15-09-2038	0.6
Midamerican Engy 6.75% 30-12-2031	0.6
Qwest 6.5% 01-06-2017	0.6
Lamar Media 7.875% 15-04-2018	0.6
Deutsche Telekom I 6% 20-01-2017	0.6
Toronto Dominion Bank 4.875% 23-01-2013	0.5
Church & Dwight Co. 3.350% 15-12-2015	0.5
Boston Scientific 6.4% 15-06-2016	0.5
Wells Fargo Co Mtn Be 4.6% 01-04-2021	0.5
Corrections Amer New 7.75% 01-06-2017	0.5
Hasbro 6.35% 15-03-2040	0.5
CC Hldgs Gs V Llc 144A 7.75% 01-05-2017	0.5
Watson Pharmaceuticals 6.125% 15-08-2019	0.5
Cvs Caremark Corp 4.125% 15-05-2021	0.5
Tyco Electncs Grp S A 4.875% 15-01-2021	0.5
Total % of Top 25 Holdings	14.8
Total Number of Stock Holdings	0
Total Number of Bond Holdings	441
Total Number of Other Holdings	13
Total Number of Holdings	**454**

Performance Analysis as of December 31, 2011



Growth of $10,000
Series A
$13,993



Calendar Returns %
Series A

2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	
—	—	—	—	2.1	1.9	3.5	0.6	12.7	6.8	6.2	Fund
—	—	—	—	1st	3rd	1st	4th	1st	1st	2nd	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	**Trailing Return %**
1.7	2.2	4.1	6.2	8.5	5.9	—	4.7	Fund
1st	1st	3rd	2nd	1st	1st	—	—	Quartile

RBC Global Corporate Bond Fund

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.

Marty Balch

Marty Balch is Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the Investment Industry since 1991.

Soo Boo Cheah

RBC Asset Management UK Limited

Soo Boo Cheah is Portfolio Manager, Global Fixed Income and Currencies

Performance Analysis Cont'd as of December 31, 2011

Distributions ($)/Unit	2011*	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	0.33	0.35	0.31	0.48	1.14	0.36	0.59	0.11	—	—	—
Interest	0.33	0.32	0.31	0.48	0.32	0.36	0.32	0.05	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.03	—	—	0.82	—	0.26	0.06	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	10-2009	18.2	10-2011	9.9	7-2011	6.0	—	—
Worst	6-2006	-2.8	10-2008	0.8	8-2009	4.0	—	—
Average		4.7		5.0		5.0		—
No. of Periods		77		53		29		—
Pct. Positive		87.0		100.0		100.0		—

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

Quarterly Commentary as at December 31, 2011

The RBC Global Corporate Bond Fund (Series A) gained 2.2% in the 4th quarter.

The 4th quarter was no exception to the volatility as high yield bonds and emerging market debt securities rebounded strongly from a very poor 3rd quarter. These securities aided Fund performance in the quarter. The Fund's results also benefitted from our higher quality corporate bonds with longer maturity profiles as these securities outperformed.

Within Financials, bonds underperformed hurting fund returns. However, the Fund was underweight relative to benchmark. Higher quality corporate bonds in Canada and the U.S. modestly underperformed, as riskier securities such as high yield bonds were favored this period. The Fund's USD currency exposure has been meaningfully reduced to a minimal amount as our valuation target relative to the Canadian dollar was met.

In the near term, investor sentiment towards risky assets is expected to remain guarded, and volatility is expected to continue given the macro risks of slowing global economic growth and lack of resolution of the European debt crisis. Liquidity is also below average, which could positively or negatively magnify returns for credit assets.

However, in the long run we are more constructive on credit assets given the solid company and country fundamentals, attractive value, and investor's ongoing need for yield. We will maintain an overweight position in high yield bonds with a higher quality bias, and continue to seek other opportunities especially in European investment grade corporate bonds and within the financial sector.

RBC Global Corporate Bond Fund

Disclosure

RBC 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 of the mutual fund 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. The value of mutual funds change frequently and past performance may not be repeated.

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The Top 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 (%) based on actual expenses for full year period January 1 to December 31, 2011.

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.

This 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 this 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 this fund profile without seeking the advice of an appropriate professional advisor.

For money market funds, the performance data assumes reinvestment of distributions only and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. In addition, 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.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm. 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 units of the Fund as of December 31, 2011.

Morningstar ratings are overall ratings reflecting risk adjusted performance as December 31, 2011. The ratings are subject to change every month. The ratings are calculated for funds with a minimum of 3 years of performance, calculated from the funds' 1 and 3 year average annual returns measured against a 91-day Treasury Bill return with appropriate fee adjustments. The top 10% of the funds in a category receive 5 stars (high); if the funds fall in the next 22.5%,they receive 4 stars (above average); a place in the middle 35% earns a fund 3 stars (neutral or average); those in the next 22.5% receive 2 stars (below average); and the lowest 10% get 1 star (low). Ratings are just one factor to consider when investing. For more information, please see www. morningstar.ca.