



RBC Private Income Pool

Investment Objective

To provide a competitive monthly income stream through relatively tax efficient distributions of dividend income, interest income and capital gains, and to provide the potential for modest capital gains. The Fund invests primarily in higher yielding Canadian fixed-income securities such as corporate bonds, debentures, notes and preferred shares, and high yielding Canadian common shares, real estate investment trusts (REITs), income trusts and similar investments.

The investment team invests in a concentrated selection of blue-chip Canadian companies and investment-grade bonds. The investment team takes a conservative approach and concentrates on providing a well-diversified portfolio of companies with stable earnings and strong long-term growth prospects. In constructing the fixed income portion of the portfolio, the investment team considers the direction of interest rates in major economies. The expected changes in interest rate spreads between and within different segments of the market (e.g. federal, provincial and corporate) are also considered.

Fund Details

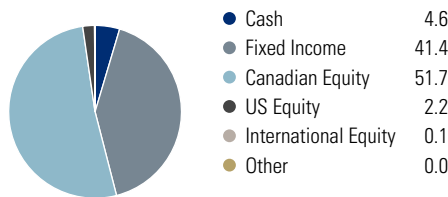
Series	Currency	Fund Code
O	CAD	RBF10180
Inception Date August 2003		
Total Fund Assets \$Mil 91.0		
Benchmark 50% FTSE Canada All Corp Bond; 33% S&P/TSX Capped Composite Total Return; 17% S&P/TSX Financials/Telecommunication Services/Utilities Composite		

Notes

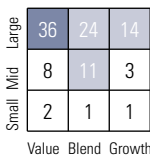
Securities have been classified as 'NR/NA' if the security has not been rated by a rating agency such as DBRS, S&P or Moody's. Typically, unrated securities are bond issues for which the issuer has not sought a credit rating.

Portfolio Analysis as of June 30, 2019

Asset Mix



Equity Style



Statistics

P/B Ratio	1.5
P/E Ratio	13.6
P/FCF	4.1
P/S	1.4
Avg. Mkt Cap. \$B	31.8
Dividend Yield	3.9

Top 5 Equity Sectors

Sector	% Equity
Financials	34.1
Energy	22.5
Industrials	9.5
Utilities	8.0
Materials	7.9
% in Top 5 Equity Sectors	82.1

Bond Rating

Bond Rating	%
Cash / Cash Equiv.	10.3
AAA	0.0
AA	5.9
A	15.3
BBB	65.6
Below BBB	2.8
Mortgages	0.0
NR/NA	0.0

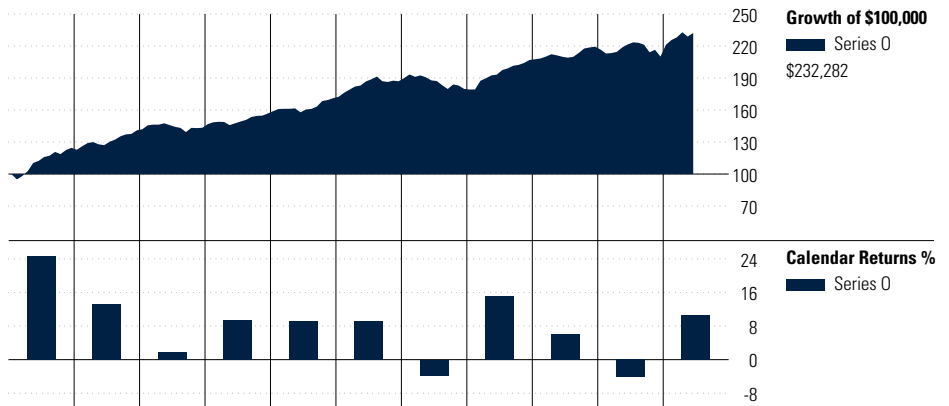
Term to Maturity

Term to Maturity	%
Under 1 year	4.5
1 - 5 Yrs	47.6
5 - 10 Yrs	24.1
Over 10 Yrs	23.8
Avg. Term to maturity (Yrs)	8.2
Duration (Yrs)	6.0
Yield to Maturity	2.9

Top 25 Holdings

Company	% Assets
The Toronto-Dominion Bank	4.1
Bank of Nova Scotia	3.2
Canadian National Railway Co	2.8
Nutrien Ltd	2.6
Bank of Montreal	2.6
Manulife Financial Corp	2.4
Enbridge Inc	2.3
CIBC	2.2
TC Energy Corp	2.0
Sun Life Financial Inc	1.9
Suncor Energy Inc	1.8
GT Airports Auth 5.63% 07-06-2040	1.7
407 International Inc. 5.75% 14-02-2036	1.7
Canadian Pacific Railway Ltd	1.7
Bell Canada 6.1% 16-03-2035	1.7
Rogers Communications 6.11% 25-08-2040	1.7
Transcanada Pipelines 5.65% 20-06-2029	1.6
Loblaw Cos 6.45% 09-02-2028	1.6
Brookfield Asset Mgmt Inc CI A	1.5
AltaLink, L.P. 4.87% 15-11-2040	1.4
Pembina Pipeline Corp	1.4
CCL Industries Inc 3.86% 13-04-2028	1.4
Rogers Communications 5.34% 22-03-2021	1.4
Pembina Pipeline Corp 4.89% 29-03-2021	1.4
Inter Pipeline Limited 4.97% 02-02-2021	1.4
Total % of Top 25 Holdings	49.6
Total Number of Stock Holdings	55
Total Number of Bond Holdings	33
Total Number of Other Holdings	1
Total Number of Holdings	89

Performance Analysis as of June 30, 2019



Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	YTD	Fund Benchmark
Growth of \$100,000	24.6	13.2	1.7	9.3	9.2	9.2	-3.8	15.1	6.0	-4.2	10.5	10.5
Calendar Returns %	26.3	11.8	1.4	8.3	8.1	9.7	-1.6	12.2	6.9	-3.7	11.2	11.2

Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Fund	1.5	1.8	10.5	4.9	6.3	4.5	7.5	7.8	Fund
Benchmark	1.7	2.8	11.2	6.4	6.5	5.1	7.3	—	Benchmark



RBC Private Income Pool

Management Overview

Manager Bios

Jennifer McClelland

RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

Marty Balch

RBC Global Asset Management Inc.

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

Performance Analysis Cont'd as of June 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	3.45	7.12	6.75	7.21	7.29	7.12	6.50	6.15	6.73	6.29	6.43
Interest	3.45	3.29	3.01	3.43	3.35	—	3.29	3.23	4.06	4.30	4.38
Dividends	—	3.83	3.75	3.78	3.94	3.56	3.21	2.92	2.67	1.99	2.05
Capital Gains	—	—	—	—	—	3.56	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	32.8	10-2006	16.3	2-2014	13.2	2-2019	9.0
Worst	2-2009	-19.1	2-2009	-4.0	2-2009	3.6	2-2016	5.3
Average		7.8		7.2		6.8		7.1
No. of Periods		179		155		131		71
Pct. Positive		85.5		96.1		100.0		100.0

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

Commentary as at June 30, 2019

The S&P/TSX Composite Index joined other global equity markets in rebounding from declines recorded in late 2018. A number of macroeconomic developments continue to be the focus for equity investors, including the outlook for global trade, the path and pace of global economic growth, and their combined impact on corporate earnings.

Canadian bonds recorded above-average returns in the first half of 2019, joining a global rally led by fixed-income markets in the U.S. and Europe. Concerns about a slowdown in the global economic expansion and worsening trade tensions prompted major central banks to indicate a preference for lower interest rates and other steps to stimulate growth.

In the equity portion of the Fund, relative performance was aided by security selection in the Materials sector. An overweight position in Agnico Eagle Mines boosted performance as the price of gold rallied in response to escalating global trade tensions.

The fixed-income portion of the Fund benefited

from its exposure to bonds in communications, as bonds in industries that tend to issue longer-dated debt outperformed. As well, lower-rated bonds, such as those in the energy and telecommunications industries, outperformed higher-rated debt and enhanced the Fund's returns.

Canada's economic outlook reflects slowing U.S. growth, trade uncertainty, moderating housing activity and competitiveness concerns. On a positive note, job creation in Canada has been accelerating at a swift pace. Overall, the portfolio manager expects below average economic growth in Canada over the next year.

Bond yields appear to reflect expectations of slower global economic growth, geopolitical concerns and the current state of the trade conflict between the U.S. and China. The risk of a near-term recession remains low, in the view of the portfolio manager, and any signs of economic stabilization and/or an easing in trade tensions could push yields sharply higher and lead to sharp declines in bonds.



RBC Private Income Pool

Disclosure

RBC Funds, RBC Private Pools, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

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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.

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MER (%) for RBC Funds, RBC Private Pools, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

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.

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