



RBC Retirement 2025 Portfolio

Investment Objective

This fund is an asset allocation fund designed to meet the needs of investors who are saving money towards their retirement, which they expect will commence around 2025. The fund gradually shifts its asset mix from an emphasis on equity funds to an emphasis on fixed income funds. Over the life of the fund, its portfolio will shift from a focus on funds with growth potential to a focus on funds that will preserve capital.

Fund Details

| Series | Load Structure | Currency | Fund Code |
|--------|----------------|----------|-----------|
| A | No Load | CAD | RBF1510 |
| Adv | Low Load | CAD | RBF4635 |

| | |
|-------------------------|-----------------|
| Inception Date | October 2016 |
| Total Fund Assets \$Mil | 19.7 |
| Series A NAV \$ | 10.43 |
| Series A MER % | 2.05 |
| Benchmark | See notes below |

| | |
|----------------------------|----------|
| Income Distribution | Annually |
| Capital Gains Distribution | Annually |

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

| | |
|---------------|----------------------------|
| Fund Category | 2025 Target Date Portfolio |
|---------------|----------------------------|

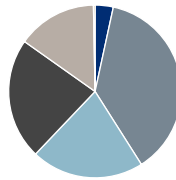
| | |
|--------------------|----------------------------------|
| Management Company | RBC Global Asset Management Inc. |
| Web Site | www.rbcgam.com |

Notes

Benchmark:
 20.9% S&P/TSX Capped Composite Total Return Index;
 20.9% S&P 500 Total Return Index (C\$);
 19.0% Citigroup World Government Bond Index (Hedged to C\$);
 15.5% FTSE TMX Canada Universe Bond Index;
 12.7% MSCI EAFE Total Return Net Index (C\$)
 8.0% FTSE TMX Canada Short-Term Overall Bond Index;
 3.0% MSCI Emerging Markets Total Return Net Index (C\$)

Portfolio Analysis as of December 31, 2017

Asset Mix

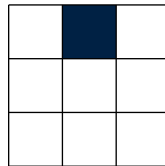


| | % Assets |
|----------------------|----------|
| Cash | 3.4 |
| Fixed Income | 37.6 |
| Canadian Equity | 21.1 |
| US Equity | 22.7 |
| International Equity | 14.9 |
| Other | 0.3 |

Top 25 Holdings

| | % Assets |
|--|--------------|
| RBC Global Dividend Growth Fund | 8.0 |
| PH&N Total Return Bond Fund | 7.3 |
| RBC Bond Fund | 7.3 |
| RBC Canadian Short Term Income Fund | 6.5 |
| RBC Global Equity Focus Fund | 6.4 |
| PH&N Canadian Equity Underlying Fund | 5.5 |
| PH&N US Multi-Style All-Cap Equity Fund | 5.2 |
| RBC Global High Yield Bond Fund | 5.0 |
| RBC QUBE Low Volatility Global Eq Fund | 5.0 |
| PH&N Conservative Equity Income Fund | 4.5 |
| RBC QUBE Low Volatility Cdn Eq Fund | 4.5 |
| PH&N Canadian Equity Value Fund | 3.9 |
| RBC US Mid-Cap Value Equity Fund | 3.5 |
| BlueBay Global Inv Grade Corp Bond Fund | 3.5 |
| RBC Global Corporate Bond Fund | 3.4 |
| BlueBay Global Sovereign Bond Fund | 3.4 |
| RBC Global Bond Fund | 3.4 |
| RBC Emerging Markets Equity Fund | 3.1 |
| RBC U.S. Equity Value Fund | 3.1 |
| RBC Private Canadian Mid Cap Eqty Pool | 2.6 |
| RBC European Equity Fund | 2.2 |
| PH&N Canadian Growth Fund | 1.0 |
| RBC Asia Pacific ex-Japan Equity Fund | 0.7 |
| RBC Japanese Equity Fund | 0.4 |
| RBC Emerging Markets Dividend Fund | 0.1 |
| Total % of Top 25 Holdings | 99.4 |
| Total Number of Portfolio Holdings | 26 |
| Total Number of Stock Holdings | 3,092 |
| Total Number of Bond Holdings | 5,418 |
| Total Number of Other Holdings | 102 |
| Total Number of Underlying Holdings | 8,612 |

Equity Style



Value Blend Growth

Statistics

| | |
|-------------------|------|
| P/B Ratio | 2.5 |
| P/E Ratio | 18.2 |
| Avg. Mkt Cap. \$B | 39.0 |

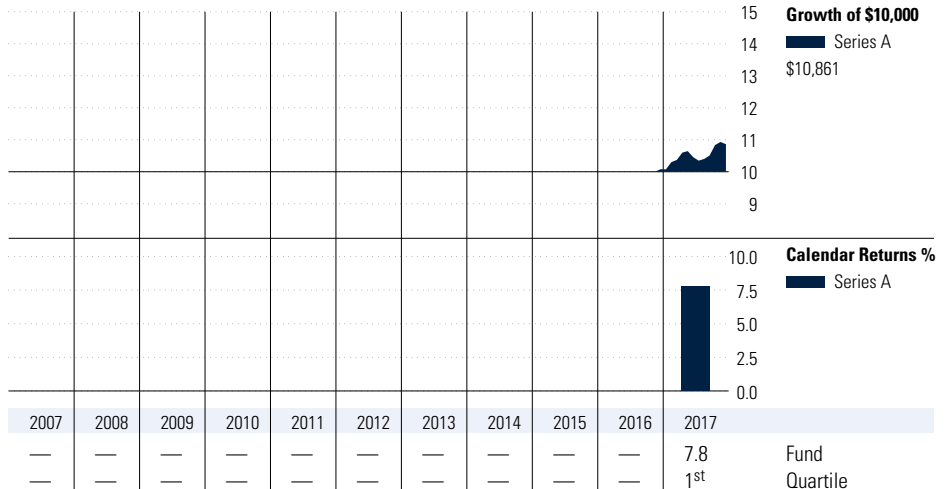
Top 5 Sectors

| | % Equity |
|------------------------|----------|
| Financials | 23.1 |
| Information Technology | 12.6 |
| Energy | 11.0 |
| Consumer Discretionary | 10.6 |
| Industrials | 10.0 |

Fixed Income Breakdown

| | % Fixed Income |
|-------------------------------|----------------|
| Government Bonds | 51.2 |
| Corporate Bonds | 40.1 |
| Other Bonds | -1.0 |
| Mortgage Backed Securities | 0.6 |
| ST Investments (Cash & Other) | 8.3 |
| Asset Backed Securities | 1.0 |

Performance Analysis as of December 31, 2017



| 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since Incep. | Trailing Return % |
|-----------------|-----------------|-----------------|-----------------|------|------|-------|--------------|--------------------------|
| -0.6 | 3.4 | 3.9 | 7.8 | — | — | — | 7.3 | Fund |
| 3 rd | 1 st | 1 st | 1 st | — | — | — | — | Quartile |
| 30 | 30 | 30 | 30 | 18 | 16 | 7 | — | No. of Funds in Category |



RBC Retirement 2025 Portfolio

Management Overview

Manager Bios

Sarah Riopelle

RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

Performance Analysis Cont'd as of December 31, 2017

| Distributions (\$)/Unit | 2017* | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 |
|-------------------------|-------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions | 0.28 | 0.18 | — | — | — | — | — | — | — | — | — |
| Interest | 0.09 | 0.04 | — | — | — | — | — | — | — | — | — |
| Dividends | — | 0.02 | — | — | — | — | — | — | — | — | — |
| Capital Gains | 0.20 | 0.12 | — | — | — | — | — | — | — | — | — |
| Return Of Capital | — | — | — | — | — | — | — | — | — | — | — |

| Best/Worst Periods % | Ended | 1 Yr | Ended | 3 Yr | Ended | 5 Yr | Ended | 10 Yr |
|----------------------|---------|-------|-------|------|-------|------|-------|-------|
| Best | 11-2017 | 9.3 | — | — | — | — | — | — |
| Worst | 12-2017 | 7.8 | — | — | — | — | — | — |
| Average | | 8.5 | | — | | — | | — |
| No. of Periods | | 3 | | — | | — | | — |
| Pct. Positive | | 100.0 | | — | | — | | — |

* Final distribution attribution (interest, dividends, capital gains and return of capital) for 2017 will be reflected with January month-end profiles.

Quarterly Commentary as at December 31, 2017

The global economy is running at the fastest clip in seven years supported by an increasingly broad-based expansion, favourable financial conditions and optimism among businesses and consumers. As a result, we nudged our global growth forecasts higher for 2018 and expect firming inflation. Our forecasts for growth and inflation are slightly above consensus.

Bonds issued by national governments posted modest returns in the fourth quarter of 2017 as inflation remained subdued and several major central banks extended bond-buying programs designed to hold down longer-term yields. Longer-maturity bonds outperformed short-dated securities on expectations that central banks will push up benchmark interest rates. The fixed-income portion of the Fund benefited from exposure to RBC Bond Fund, Phillips, Hager & North Total Return Bond Fund and BlueBay Global Investment Grade Corporate Bond Fund.

Global equities gained in all major regions, benefiting from the synchronized expansion and renewed profit growth. Japanese stocks outperformed on fiscal stimulus and pro-growth reforms, while the U.S. rallied on corporate-tax cuts. Europe and Canada gained too, but underperformed given their lower exposure to technology. Returns in the equity segment of the portfolio were aided by exposure to RBC Global Dividend Growth Fund, RBC Global Equity Focus Fund and Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund.

We expect bond yields to move higher at a gradual pace, supported by the improving economy and monetary tightening. Meanwhile, earnings have been coming through and analysts are optimistic that the trend can persist. U.S. corporate-tax cuts could provide an additional boost to profits. Against this backdrop, equities continue to offer modest total-return potential.



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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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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, 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 December 31, 2017.

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