



RBC Retirement 2040 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 2040. The fund invests primarily in equities until 10 years prior to retirement, at which point it 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	RBF1513
Adv	Low Load	CAD	RBF4623

Inception Date	October 2016
Total Fund Assets \$Mil	21.6
Series A NAV \$	10.44
Series A MER %	2.12
Benchmark	See notes below

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	2035+ Target Date Portfolio
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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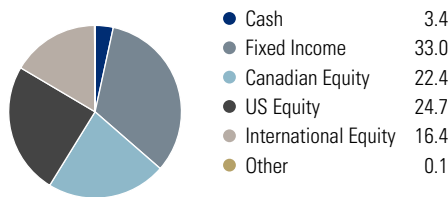
Notes

Benchmark:

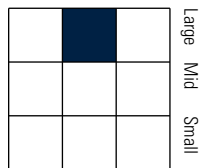
- 23.6% S&P/TSX Capped Composite Total Return Index;
- 23.3% S&P 500 Total Return Index (C\$);
- 21.0% FTSE World Government Bond Index (Hedged to C\$);
- 14.0% MSCI EAFE Total Return Net Index (C\$);
- 13.0% FTSE TMX Canada Universe Bond Index;
- 4.1% MSCI Emerging Markets Total Return Net Index (C\$);
- 1.0% FTSE TMX Canada Short-Term Overall Bond Index

Portfolio Analysis as of March 31, 2018

Asset Mix



Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.1
P/E Ratio	16.3
Avg. Mkt Cap. \$B	35.1

Top 5 Sectors

Sector	% Equity
Financials	23.5
Information Technology	12.6
Consumer Discretionary	11.3
Industrials	10.4
Energy	9.6

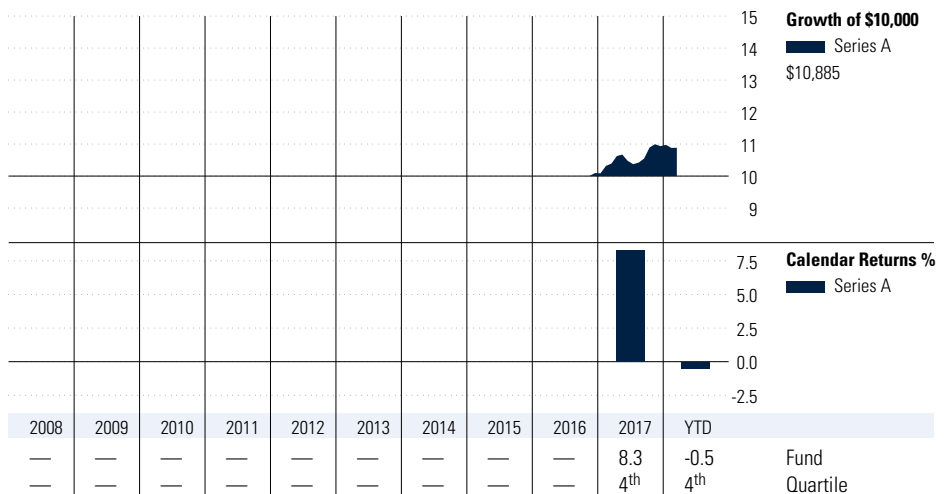
Fixed Income Breakdown

Category	% Fixed Income
Government Bonds	45.1
Corporate Bonds	44.5
Other Bonds	0.1
Mortgage Backed Securities	0.4
ST Investments (Cash & Other)	9.2
Asset Backed Securities	0.7

Top 25 Holdings

Holder	% Assets
RBC Global Equity Focus Fund	9.4
PH&N Canadian Equity Underlying Fund	6.8
PH&N US Multi-Style All-Cap Equity Fund	6.8
PH&N Total Return Bond Fund	6.5
RBC Bond Fund	6.5
RBC Global Dividend Growth Fund	5.1
RBC Global High Yield Bond Fund	5.0
RBC QUBE Low Volatility Global Eq Fund	5.0
PH&N Canadian Growth Fund	4.9
RBC US Mid-Cap Value Equity Fund	4.5
BlueBay European High Yield Bond Fund	4.0
RBC Emerging Markets Equity Fund	3.5
PH&N Conservative Equity Income Fund	3.4
RBC Private Canadian Mid Cap Eqty Pool	3.3
RBC QUBE Low Volatility Cdn Eq Fund	3.2
BlueBay Global Sovereign Bond Fund	3.0
RBC Global Bond Fund	3.0
BlueBay Global Inv Grade Corp Bond Fund	3.0
RBC Global Corporate Bond Fund	3.0
RBC European Equity Fund	2.7
RBC U.S. Equity Value Fund	2.4
PH&N Canadian Equity Value Fund	1.9
RBC Asia Pacific ex-Japan Equity Fund	0.9
RBC Canadian Short Term Income Fund	0.5
RBC Japanese Equity Fund	0.4
Total % of Top 25 Holdings	98.9
Total Number of Portfolio Holdings	28
Total Number of Stock Holdings	1,465
Total Number of Bond Holdings	5,599
Total Number of Other Holdings	98
Total Number of Underlying Holdings	7,162

Performance Analysis as of March 31, 2018



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Value	0.0	-0.5	3.2	4.8	—	—	—	6.2	Fund
Category	2 nd	4 th	4 th	4 th	—	—	—	—	Quartile
No. of Funds	48	48	48	45	18	11	6	—	No. of Funds in Category



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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 charter holder.

Performance Analysis Cont'd as of March 31, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	—	0.30	0.18	—	—	—	—	—	—	—	—
Interest	—	0.06	0.04	—	—	—	—	—	—	—	—
Dividends	—	0.03	0.02	—	—	—	—	—	—	—	—
Capital Gains	—	0.20	0.13	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	11-2017	9.9	—	—	—	—	—	—
Worst	3-2018	4.8	—	—	—	—	—	—
Average		7.7		—		—		—
No. of Periods		6		—		—		—
Pct. Positive		100.0		—		—		—

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

Quarterly Commentary as at March 31, 2018

Global trade suffered a setback in the first quarter of 2018 as U.S. President Trump threatened to impose trade tariffs on China and, to a lesser degree, allies in Europe and North America. However, economic growth remained robust in most areas of the world.

Government-bond yields rose significantly around the globe during the first quarter, especially in the U.S. and Europe. Canada's bond market outperformed as the country's weakening economy held yields down. Returns were held back by RBC Global High Yield Bond Fund. However, BlueBay Global Sovereign Bond Fund had a positive impact on performance.

Global equities posted modest losses, reversing gains earlier in the period, on concerns about

rising inflation and the potential for a trade war. Canadian stocks underperformed due in part to a housing slowdown and worries that the Energy sector is falling behind on pipeline infrastructure. Returns benefited from exposure to RBC Global Equity Focus Fund while PH&N Canadian Equity Underlying Fund had a negative impact on performance.

We expect the global economy to grow at its fastest pace since the financial crisis, allowing central banks to continue dialing back monetary accommodation. Rising yields could act as a drag on fixed-income returns, but bonds can help to offset equity-market volatility in a balanced portfolio. In our view, stocks will continue to outperform bonds in this rising-rate environment.



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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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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the full year period, January 1 to December 31, 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 March 31, 2018.

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