



RBC Canadian T-Bill Fund

Fund Category
Canadian Money Market

Morningstar Rating™
★★★

Investment Objective

To preserve the value of investment and to provide current income and liquidity consistent with short-term money market rates. The fund invests in high-quality, short-term (one year or less) debt securities, such as Canadian federal government treasury bills, federal government-guaranteed notes, provincial government treasury bills and promissory notes.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF262

Inception Date	January 1991
Total Assets \$Mil	792.5
Series A Current Yield %	0.57
Series A MER %	0.47
Benchmark	DEX 91 Day T-Bill Index

Income Distribution	Monthly
Capital Gains Distribution	N/A

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

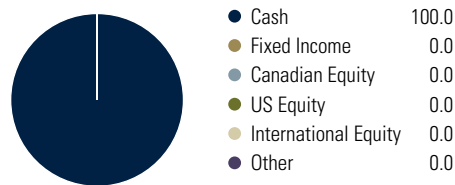
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

The current yield is an annualized yield based on the seven day period ended on December 31, 2011 and does not represent an actual one year return.

Portfolio Analysis as of December 31, 2011

Asset Mix



Term to Maturity

Term	%
0-30 days	30
31-60 days	9
61-90 days	21
90+ days	40
Avg. Term to Maturity (days)	83

Cash Breakdown

Category	Cash (%)
Treasury Bills	0.0
Provincial Bills	85.0
Bankers Acceptance	0.0
Commercial Paper	0.0
Bank Deposits	15.0

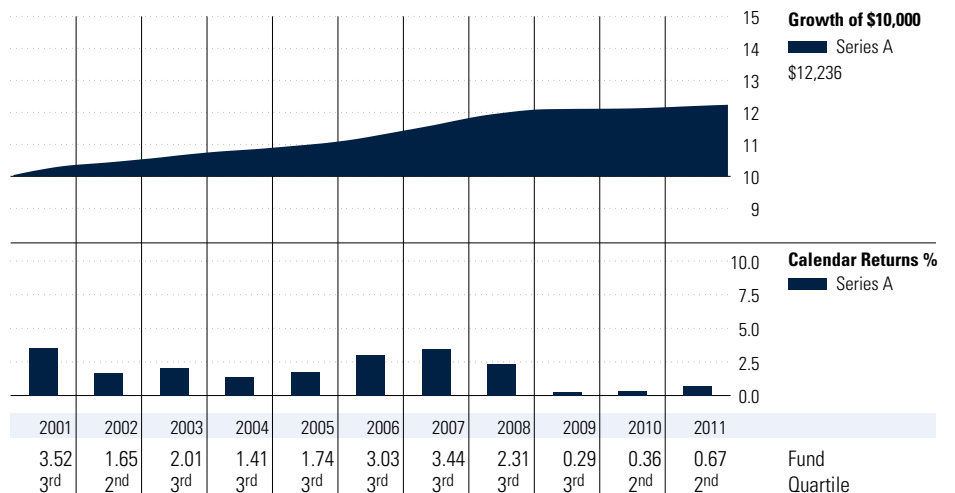
Credit Quality

Rating	%
R1 High	60.5
R1 Medium	30.4
R1 Low	9.1
Avg. Rating	R1 High

Top 25 Holdings

Holder	% Assets
Prov British Columbia 1.156% 09-01-2012	14.8
Province Of Manitoba 1.390% 02-06-2012	7.6
Province Of Alberta 0.959% 06-03-2012	6.3
Province Of Alberta 1.044% 01-06-2012	6.0
Financement-Quebec 1.010% 23-04-2012	5.7
Province Of Quebec 0.981% 24-02-2012	5.0
Prov British Columbia 0.959% 01-03-2012	4.8
Province Of Quebec 0.960% 09-03-2012	4.8
Bank Of Montreal 1.000% 05-01-2012	4.4
CIBC 1.000% 05-01-2012	4.4
National Bank Of Canada 1.0% 05-01-2012	4.4
Province Of Ontario 1.040% 25-04-2012	3.8
Prov British Columbia 1.011% 24-08-2012	3.7
Province Of Ontario 1.010% 11-04-2012	3.1
Prov Of Newfoundland 0.959% 01-03-2012	2.5
Province Of PEI 0.971% 19-03-2012	2.5
Province Of Ontario 1.040% 15-08-2012	2.5
Province Of Ontario 0.970% 13-06-2012	2.0
Province Of Manitoba 1.301% 30-07-2012	1.9
Province Of Alberta 1.279% 15-03-2012	1.9
Prov Of Newfoundland 0.981% 16-02-2012	1.9
Province Of PEI 0.981% 16-02-2012	1.9
Bk Of Montreal (CD) 03-01-2012	1.5
Financement-Quebec 16-03-2012	1.2
Province Of Ontario 0.971% 23-05-2012	0.6
Total % of Top 25 Holdings	99.3
Total Number of Stock Holdings	0
Total Number of Bond Holdings	0
Total Number of Other Holdings	27
Total Number of Holdings	27

Performance Analysis as of December 31, 2011



Period	Trailing Return %	Fund Quartile
1 Mth	0.05	2nd
3 Mth	0.14	2nd
6 Mth	0.31	2nd
1 Yr	0.67	2nd
3 Yr	0.44	2nd
5 Yr	1.41	2nd
10 Yr	1.69	3rd
Since Incep.	3.24	—



RBC Canadian T-Bill Fund

Management Overview

Manager Bios

Walter Posiewko

RBC Global Asset Management Inc.

Walter Posiewko is Vice President and Senior Portfolio Manager, Global Fixed Income and Money Markets. He has been in the Investment Industry since 1985.

Performance Analysis Cont'd as of December 31, 2011

Distributions (\$)/Unit	2011*	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	0.07	0.04	0.03	0.23	0.34	0.30	0.17	0.14	0.20	0.16	0.35
Interest	0.07	0.04	0.03	0.23	0.34	0.30	0.17	0.14	0.20	0.16	0.35
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	1-1992	8.52	1-1994	6.29	1-1996	5.87	1-2001	4.81
Worst	4-2010	0.14	12-2011	0.44	12-2011	1.41	12-2011	1.69
Average		3.19		3.16		3.17		3.12
No. of Periods		240		216		192		132
Pct. Positive		100.00		100.00		100.00		100.00

Quarterly Commentary as at December 31, 2011

The RBC Canadian T-Bill Fund (Series A) returned 0.14% for the 4th quarter, versus 0.21% for its benchmark.

Global economic deceleration and European sovereign debt problems continued to dominate Canadian money markets during the 4th quarter. With European governments falling, more sovereign downgrades and the European Central Bank easing policy, flight to quality sentiment dominated capital markets, resulting in no real change in sentiment from the previous quarter. Markets were roiled by volatility as headlines battered expectations and sentiment. The Bank of Canada remained on the sidelines, underscoring its reluctance to move on policy as the Canadian growth outlook was downgraded for the next 2 years.

Reflecting foreign demand for government paper,

yields fell approximately 0.05% for shorter durations, while longer yielding product increased approximately 0.10%, reflecting lowered easing expectations. In this environment, we extended the government Fund's average term to maturity on the strength of increased provincial exposure, as federal government paper continued to trade below the cost of funding.

The Canadian economy is slowing down as consumer sentiment is weakening in the face of slower job growth, uncertain prospects for European resolution to its problems, and uncertainty about U.S. growth. Accordingly, Canadian interest rates are likely to remain in a tight range. We believe monetary policy is on hold for the next year as a host of forces keep most central banks on the defensive. Our strategy in this environment will be to focus on longer maturities that offer higher yields.



RBC Canadian T-Bill 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.

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