



RBC Global Bond Fund

Investment Objective

To achieve above average long-term total returns comprised of interest income and some capital growth, by taking advantage of interest rate and currency fluctuations in world fixed-income markets.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF267
Adv	Front End	CAD	RBF765
Adv	Low Load	CAD	RBF117

Inception Date	October 1991
Total Fund Assets \$Mil	6,564.6
Series A NAV \$	10.81
Series A MER %	1.61
Benchmark	Citigroup World Gov Bond (C\$ hedged)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

Fund Category	Global Fixed Income
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Management Company	RBC Global Asset Management Inc.
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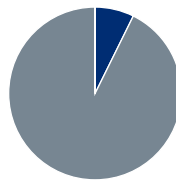
Web Site	www.rbcgam.com
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Notes

This is a continuing fund resulting from a merger effective June 27, 2014.

Portfolio Analysis as of September 30, 2017

Asset Mix



	% Assets
Cash	7.3
Fixed Income	92.7
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

Top 25 Holdings

	% Assets
US Treasury Note 1.5% 30-11-2019	5.7
US Treasury Note 1.5% 31-01-2022	3.6
Spain(Kingdom Of) 2.75% 30-04-2019	3.3
Italy(Rep Of) 1.6% 01-06-2026	2.9
Spain(Kingdom Of) 1.15% 30-07-2020	2.7
United Kingdom (Govt Of) 1.25% 22-07-2027	2.6
US Treasury Bond 2.5% 15-02-2045	2.3
Italy(Rep Of) 0.65% 01-11-2020	2.3
Italy(Rep Of) 1.5% 01-08-2019	2.2
Japan(Govt Of) 0.2% 20-06-2036	2.2
Canada Govt 1.5% 01-06-2026	2.2
France(Govt Of) 0.5% 25-05-2026	2.0
US Treasury Note 2.375% 15-05-2027	2.0
Japan(Govt Of) 0.3% 20-06-2046	1.9
Belgium(Kingdom) 2.6% 22-06-2024	1.9
Germany (Federal Rep Of) 1.5% 04-09-2022	1.9
United Kingdom (Govt Of) 3.25% 22-01-2044	1.8
Japan(Govt Of) 0.5% 20-09-2036	1.8
United States 10-Year Note Fut 19-12-2017	1.7
France(Govt Of) 1.25% 25-05-2036	1.6
US Treasury Note 1.625% 31-07-2020	1.4
Japan(Govt Of) 0.6% 20-12-2036	1.3
US Treasury Note 1.75% 15-05-2023	1.2
Canada Govt 1.5% 01-06-2023	1.2
US Treasury Bond 3.5% 15-02-2039	1.2
Total % of Top 25 Holdings	55.0
Total Number of Stock Holdings	3
Total Number of Bond Holdings	1,427
Total Number of Other Holdings	12
Total Number of Holdings	1,442

Fixed Income Breakdown

	% Fixed Income
Government Bonds	85.8
Corporate Bonds	6.6
Other Bonds	0.0
Mortgage Backed Securities	0.1
ST Investments (Cash & Other)	7.5
Asset Backed Securities	0.0

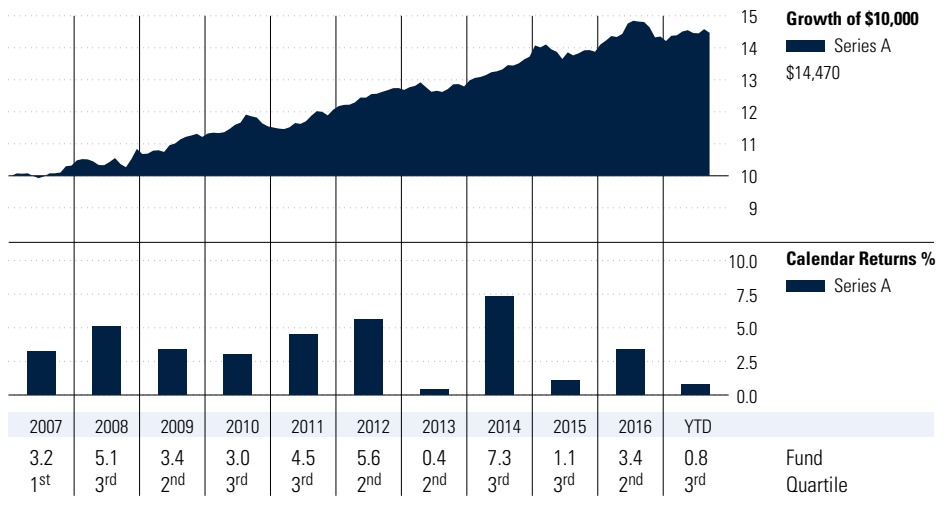
Bond Rating

	%	Term to Maturity	%
Cash / Cash Equiv.	7.5	Under 1 year	1.8
AAA	41.1	1 - 5 Yrs	42.8
AA	9.3	5 - 10 Yrs	31.0
A	14.6	Over 10 Yrs	24.4
BBB	22.1		
Below BBB	5.3	Avg. Term to maturity (Yrs)	8.8
Mortgages	0.1	Duration (Yrs)	7.3
NR/NA	0.1	Yield to Maturity	2.5

Geographic Allocations

	% Assets
Canada	6.6
United States	29.8
International (ex-Emerging Markets)	57.9
Emerging Markets	5.7

Performance Analysis as of September 30, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-0.8	0.1	0.6	-2.3	2.5	2.8	3.7	4.9	Fund
	3 rd	2 nd	2 nd	3 rd	3 rd	3 rd	3 rd	—	Quartile
	396	396	379	353	221	136	44	—	No. of Funds in Category



RBC Global Bond Fund

Management Overview

Manager Bios

Dagmara Fijalkowski

RBC Global Asset Management Inc.

Dagmara is Sr. Vice President & Sr. Portfolio Manager, and Head, Global Fixed Income & Currencies at RBC Global Asset Management. She leads a team of over 20 professionals with more than \$50 billion in assets under management. Dagmara also co-manages several of the firms' bond funds and manages foreign exchange hedging and active currency management programs. She has an MBA from the Richard Ivey School of Business and a Master's in economics from the University of Lodz, and is a CFA charterholder.

Soo Boo Cheah

RBC Global Asset Management (UK) Limited

Soo Boo is Senior Portfolio Manager, Global Fixed Income & Currencies, at RBC Global Asset Management (UK) Ltd. He joined the firm in 2000 as a Fixed Income Analyst and has been active in all aspects of global fixed income management. Soo Boo is a member of the Global Fixed Income & Currencies Committee and the RBC Investment Strategy Committee's Fixed Income & Currencies Advisory Committee. He earned an MBA from the University of New Brunswick and is a CFA charterholder.

Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.03	0.45	0.09	0.37	0.13	0.47	0.17	0.17	0.23	0.34	0.51
Interest	0.03	0.05	0.09	0.10	0.13	0.12	0.17	0.17	0.23	0.34	0.28
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.40	—	0.27	—	0.35	—	—	—	—	0.23
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	10-1993	21.1	12-1995	11.4	10-1997	8.7	12-2002	5.4
Worst	1-2000	-12.5	12-2001	-2.9	10-2003	-0.3	10-2008	1.1
Average		4.2		4.0		3.8		3.6
No. of Periods		289		265		241		181
Pct. Positive		89.3		96.6		99.2		100.0

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

Quarterly Commentary as at September 30, 2017

In Q3, outperformance from bond decisions cushioned losses from currency trading given the Canadian dollar was the strongest after the Bank of Canada (the BoC) unexpectedly hiked policy rates twice.

Global government bond yields moved lower in July and August due to the escalated tension between the U.S. and North Korea, and continued skepticism on the Trump administration's ability to enact his pro-growth policies. Global government bond yields reversed course in September as risk appetite returned on indications by major central banks, the U.S. Federal Reserve (Fed) in particular, about intentions to withdraw monetary stimulus in coming months. The Fed announced that it will commence the reduction of its balance sheet in October, while the market continued to anticipate further quantitative easing program reductions by the European Central Bank by year end.

The Bank of Canada (BoC) was the most aggressive in tightening monetary policy after the stellar economic growth of the first half of the year. Canadian bonds sold off aggressively, but after the sell-off Canadian bonds become

attractive relative to their global peers, which induced the Fund to build more exposure to Canadian rates.

The Fund's higher exposures to European bonds contributed to performance, as did exposure to non-government debt. The Fund benefited from the higher income provided by higher-risk corporate and emerging-market debt, and from capital appreciation. Exposure to foreign currencies detracted from performance as very few currencies outperformed the Canadian dollar.

The Portfolio Manager expects global bond yields to rise slowly in the coming quarters. The global economic expansion and fading threat of disinflation have led major central banks to consider tighter monetary policies. Any surge in global bond yields would likely be temporary and would provide opportunities to accumulate bonds at more attractive rates. Continued strength in non-government bonds may lead to further reductions in this area and a further overall reduction in portfolio risk over Q4.



RBC Global Bond Fund

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 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 full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

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 September 30, 2017.

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