



Investment objective

To provide a combination of capital growth and modest income by investing primarily in a balance of Canadian equities, bonds and short-term debt securities.

Fund details

| Series | Load structure | Currency | Fund code |
|--------|----------------|----------|-----------|
| A | No load | CAD | RBF272 |
| T5 | No load | CAD | RBF536 |
| T8 | No load | CAD | RBF596 |

| | |
|-------------------------------|---------------|
| Inception date | December 1987 |
| Total fund assets \$MM | 4,450.9 |
| Series A NAV \$ | 14.33 |
| Series A MER % | 2.16 |

| | |
|-----------------------------------|------------------------------|
| Income distribution | Quarterly |
| Capital gains distribution | Annually |
| Sales status | Open |
| Minimum investment \$ | 500 |
| Subsequent investment \$ | 25 |
| Risk rating | Low to Medium |
| Fund category | Canadian Neutral Balanced |

Benchmark

| | |
|-----|---|
| 35% | FTSE Canada All Gov't Bond Index |
| 34% | S&P/TSX Capped Composite Total Return Index |
| 13% | S&P 500 Total Return Index (C\$) |
| 9% | MSCI EAFE Total Return Net Index (CAD) |
| 5% | FTSE Canada All Corp Bond Index |
| 4% | MSCI EM Total Return Net Index (CAD) |

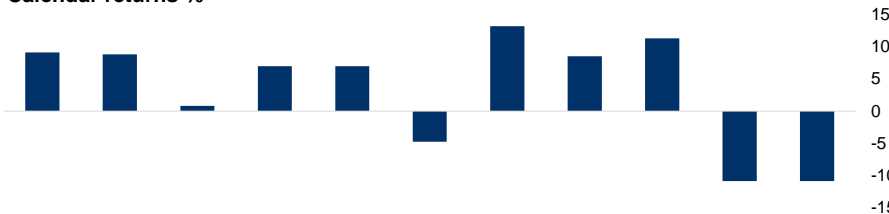
Performance analysis for Series A as of December 31, 2022

Growth of \$10,000

Series A \$15,887



Calendar returns %



| 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | YTD | |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|----------|
| 9.1 | 8.8 | 0.8 | 7.0 | 7.0 | -4.8 | 13.2 | 8.5 | 11.3 | -10.9 | -10.9 | Fund |
| 4 th | 2 nd | 2 nd | 3 rd | 2 nd | 3 rd | 2 nd | 1 st | 3 rd | 4 th | 4 th | Quartile |

| | 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since incep. | Trailing return % |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|--------------|------------------------|
| | -3.3 | 4.4 | 3.4 | -10.9 | 2.5 | 3.0 | 4.7 | 6.0 | Fund |
| | 3 rd | 1 st | 1 st | 4 th | 3 rd | 3 rd | 3 rd | — | Quartile |
| | 367 | 360 | 357 | 347 | 317 | 298 | 211 | — | # of funds in category |

Portfolio analysis as of December 31, 2022

Asset mix



| | % Assets |
|---------------------------|----------|
| Cash | 0.8 |
| Fixed income | 34.8 |
| Canadian equities | 35.0 |
| U.S. equities | 13.1 |
| European equities | 6.3 |
| Asia-Pacific equities | 3.4 |
| Emerging markets equities | 4.2 |
| Real estate | 2.0 |
| Other | 0.4 |

Equity style

| | | | |
|-------|----|----|----|
| Large | 18 | 38 | 26 |
| Mid | 4 | 7 | 5 |
| Small | 1 | 1 | 1 |

Value Blend Growth

Weight %

- > 50
- 25-50
- 10-25
- 0-10

Equity characteristics

| | |
|---|-------|
| Dividend yield (%) | 2.7 |
| Price to earnings ratio (forward) | 13.3 |
| Price to book ratio | 1.8 |
| Weighted average market capitalization (\$Bn) | 170.9 |

Portfolio analysis continued as of December 31, 2022

| Top 25 holdings | % Assets | Equity sector allocation | % | Fixed income characteristics | |
|--|----------|--------------------------|------|----------------------------------|------|
| RBC Emerging Markets Equity Fund - Series O | 3.0 | Financials | 25.1 | Yield to maturity (%) | 4.4 |
| Royal Bank of Canada | 2.3 | Energy | 13.0 | Current yield (%) | 3.3 |
| RBC Canadian Core Real Estate Fund - Series N | 2.0 | Industrials | 12.1 | Duration (years) | 7.6 |
| Toronto-Dominion Bank | 2.0 | Information Technology | 11.0 | Average term to maturity (years) | 11.0 |
| Enbridge Inc | 1.3 | Materials | 8.4 | Average credit rating | AA |
| Canadian Pacific Railway Ltd | 1.3 | Health Care | 7.1 | | |
| Canadian Government Bond 2.000% Jun 01, 2032 | 1.2 | Consumer Staples | 6.9 | | |
| Canadian National Railway Co | 1.2 | Consumer Discretionary | 6.8 | | |
| RBC Canadian Small & Mid-Cap Resources Fund - Series O | 1.2 | Communication Services | 4.2 | | |
| Canadian Natural Resources Ltd | 1.2 | Real Estate | 2.8 | | |
| Bank of Montreal | 1.1 | Utilities | 2.7 | | |
| S&P500 EMINI FUT Mar23 | 1.1 | Unclassified | 0.0 | | |
| Bank of Nova Scotia | 0.9 | | | | |
| Suncor Energy Inc | 0.9 | | | | |
| Province of Ontario 1.900% Dec 02, 2051 | 0.9 | | | | |
| RBC U.S. Mid-Cap Growth Equity Fund - Series O | 0.9 | | | | |
| Brookfield Corp | 0.9 | | | | |
| Canadian Government Bond 2.000% Dec 01, 2051 | 0.8 | | | | |
| S&P/TSX 60 IX FUT MAR23 | 0.8 | | | | |
| Province of Ontario 1.050% Sep 08, 2027 | 0.8 | | | | |
| Province of Quebec 3.000% Sep 01, 2023 | 0.8 | | | | |
| Province of Ontario 3.450% Jun 02, 2045 | 0.8 | | | | |
| Province of Ontario 1.750% Sep 08, 2025 | 0.8 | | | | |
| Canadian Government Bond 0.250% Mar 01, 2026 | 0.8 | | | | |
| Hydro-Quebec 6.500% Feb 15, 2035 | 0.8 | | | | |
| Total % of top 25 holdings | 29.8 | | | | |

| Distributions (\$)/unit* | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----------|
| Interest | — | 0.01 | 0.00 | 0.00 | 0.00 | — | — | — | — | — | — |
| Canadian dividends | — | 0.01 | 0.14 | 0.13 | 0.06 | 0.03 | 0.11 | 0.12 | 0.06 | 0.02 | — |
| Foreign dividends | — | — | 0.02 | 0.03 | — | — | — | 0.01 | — | — | — |
| Foreign taxes paid | — | — | 0.00 | 0.00 | — | — | — | 0.00 | — | — | — |
| Capital gains | — | 0.87 | 0.11 | 0.09 | 0.39 | 0.52 | 0.12 | 0.27 | 0.50 | 0.53 | — |
| Return of capital | — | 0.00 | — | — | — | — | — | — | — | — | — |
| Total distributions | 0.35 | 0.89 | 0.27 | 0.25 | 0.44 | 0.56 | 0.23 | 0.39 | 0.57 | 0.55 | — |

| Fixed income breakdown | % |
|-------------------------------|------|
| Government Bonds | 69.6 |
| Corporate Bonds | 30.1 |
| Other Bonds | 0.3 |
| Mortgage Backed Securities | 0.0 |
| ST Investments (Cash & Other) | 0.0 |
| Asset Backed Securities | 0.0 |

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Manager bios

Stuart Kedwell, RBC Global Asset Management Inc.

Stu is Senior Vice President, Senior Portfolio Manager, and Co-Head of the North American Equity Team at RBC GAM. He is also a member of the RBC Investment Policy Committee, the Executive Committee, and the RBC Investment Strategy Committee, which is responsible for establishing the firm-wide global asset mix for mutual funds and for institutional and high net worth private clients. Stu joined the firm in 2002 and he is a CFA charterholder.

Dagmara Fijalkowski, RBC Global Asset Management Inc.

Dagmara is Senior Vice President, Senior Portfolio Manager and Head of Global Fixed Income and Currencies at RBC GAM. She leads investment teams in Toronto, London, and Vancouver in charge of over \$200 billion in fixed income assets. Dagmara, who began her investment career in 1994, holds an MBA from the Richard Ivey School of Business, a Master's degree in economics from the University of Lodz in Poland, and is a CFA charterholder.

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MER (%) for RBC Funds, 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. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund 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). The Morningstar Equity Style Box™ is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2023 Morningstar Research Inc.

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