



# RBC Balanced Growth & Income Class

## Investment Objective

To provide a combination of capital growth and modest income. The fund invests primarily in a diversified portfolio of income producing equity and fixed-income securities from anywhere around the world either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF3035
A	No Load	USD	RBF3038
Adv	Front End	CAD	RBF3235
Adv	Low Load	CAD	RBF3435
Adv	Low Load	USD	RBF3438
Adv T5	Front End	CAD	RBF3275
Adv T5	Low Load	CAD	RBF3475
T5	No Load	CAD	RBF3075

Inception Date	April 2015
Total Fund Assets \$Mil	181.3
Series A NAV \$	11.52
Series A MER %	2.06
Benchmark	38% FTSE Canada Universe Bond Index 27.5% S&P/TSX Capped Composite Total Return Index 18.5% S&P 500 Total Return Index (CAD) 9% MSCI Emerging Markets Total Return Net Index (CAD) 5% MSCI Europe Total Return Net Index (CAD) 2% FTSE Canada 30 Day TBill Index

Income Distribution	Annually
Capital Gains Distribution	Annually

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

Fund Category	Global Neutral Balanced
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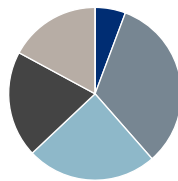
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

## Notes

Performance Analysis is in CAD and for CAD series A fund (RBF3035).

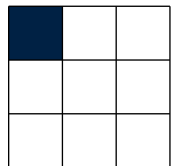
## Portfolio Analysis as of March 31, 2019

### Asset Mix



	% Assets
Cash	5.7
Fixed Income	32.8
Canadian Equity	24.4
US Equity	19.9
International Equity	17.1
Other	0.0

### Equity Style



Value Blend Growth

### Statistics

P/B Ratio	1.7
P/E Ratio	13.4
Avg. Mkt Cap. \$B	47.1

### Top 5 Sectors

	% Equity
Financials	24.6
Energy	13.6
Information Technology	10.0
Industrials	9.0
Health Care	7.6

### Fixed Income Breakdown

	%
Govt. Bonds	34.4
Corp. Bonds	60.1
Other Bonds	2.0
MBS	0.0
Cash & Other	3.5
ABS	0.0

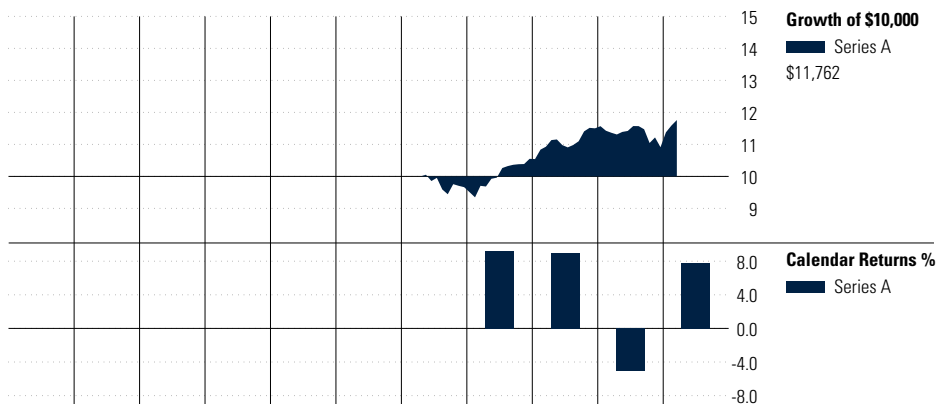
### Characteristics

	%
Avg. Term to maturity (Yrs)	9.1
Modified Duration (Yrs)	6.2
Yield to Maturity	3.7

### Top 25 Holdings

	% Assets
Royal Bank of Canada	1.8
The Toronto-Dominion Bank	1.5
Enbridge Inc	1.5
Bank of Nova Scotia	1.4
Microsoft Corp	1.1
Manulife Financial Corp	1.0
TransCanada Corp	0.9
Suncor Energy Inc	0.9
Brookfield Asset Mgmt Inc CI A	0.9
Bank of Montreal	0.7
Nutrien Ltd	0.6
Apple Inc	0.6
Cisco Systems Inc	0.6
Sun Life Financial Inc	0.5
CIBC	0.5
BCE Inc	0.5
JPMorgan Chase & Co	0.5
Broadcom Inc	0.5
Pfizer Inc	0.5
Bank of America Corporation	0.5
Intel Corp	0.5
Alibaba Group Holding Ltd ADR	0.5
Canadian Natural Resources Ltd	0.5
Naspers Ltd Class N	0.5
Canadian Pacific Railway Ltd	0.5
Total % of Top 25 Holdings	19.7
Total Number of Stock Holdings	443
Total Number of Bond Holdings	9,652
Total Number of Other Holdings	269
<b>Total Number of Holdings</b>	<b>10,364</b>

## Performance Analysis as of March 31, 2019



Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	YTD	
	—	—	—	—	—	—	—	9.2	9.0	-5.1	7.8	Fund
	—	—	—	—	—	—	—	1 <sup>st</sup>	1 <sup>st</sup>	4 <sup>th</sup>	1 <sup>st</sup>	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	1.5	7.8	2.5	3.5	6.6	—	—	3.9	Fund
	4 <sup>th</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	—	—	—	Quartile
	1798	1768	1734	1684	1106	791	338	—	No. of Funds in Category



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## Management Overview

### Manager Bios

#### Jennifer McClelland

##### RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

#### 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.

#### Brad Willock

##### RBC Global Asset Management Inc.

Brad Willock joined RBC in May 1996 and RBC Global Asset Management in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce and a Bachelor of Science, and is a CFA charterholder.

### Performance Analysis Cont'd as of March 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.03	0.00	0.04	0.04	—	—	—	—	—	—	—
Interest	0.03	—	0.00	—	—	—	—	—	—	—	—
Dividends	—	0.00	0.04	0.04	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2017	16.0	2-2019	7.4	—	—	—	—
Worst	12-2018	-5.1	12-2018	4.1	—	—	—	—
Average		5.6		5.5		—		—
No. of Periods		36		12		—		—
Pct. Positive		83.3		100.0		—		—

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

### Quarterly Commentary as at March 31, 2019

Headwinds from protectionism, fading fiscal stimulus and less favourable financial conditions continued to weigh on the global economic expansion in the first quarter. The negative impact of these trends was offset somewhat by optimism that the U.S. and China would reach an agreement to end the current cycle of trade sanctions between the countries.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Bond yields fell sharply in most major markets during the period as slowing growth led to expectations that major central banks would halt interest-rate increases. Canadian bonds outperformed their U.S. counterparts given the slower pace of economic growth in Canada. Returns were bolstered by exposure to the Phillips, Hager & North Total Return Bond Fund, the RBC Global High Yield Bond Fund and the RBC Global Corporate Bond Fund.

Global equities posted double-digit returns during the period, driven in part by the more attractive valuations that followed a steep decline in equities in the fourth quarter of 2018. Emerging markets lagged developed markets, which rebounded more strongly from the late-year losses. The Fund benefited from exposure to all global equity regions, with North American stocks contributing the most to returns.

We remain underweight fixed income because, in our view, total returns for sovereign bonds are likely to be low or even slightly negative for an extended period. Even after the strong rally since the start of 2019, equities offer superior upside potential relative to bonds. Our models suggest stocks can deliver further gains as long as earnings continue growing as analysts expect. Balancing the risks and opportunities, we feel that maintaining modest overweight exposure to equities is appropriate.



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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 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.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of data at the time of publication.

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, 2019.

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