



RBC \$U.S. Short-Term Corporate Bond Fund

Investment Objective

To provide regular monthly income with the potential for modest capital growth. The fund invests primarily in a well-diversified portfolio of short-term fixed-income securities issued in the U.S. market by U.S. and foreign corporations either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF409
Adv	Low Load	USD	RBF4409
Adv	No Load	USD	RBF6409

Inception Date	January 2018
Total Fund Assets \$Mil	28.7
Series A NAV \$	9.83
Series A MER %	—
Benchmark	Bloomberg Barclays U.S. 1-5 Year Corporate Bond Index (USD)

Income Distribution	Monthly
Capital Gains Distribution	Annually

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

Fund Category	Global Corporate Fixed Income
---------------	-------------------------------

Management Company	RBC Global Asset Management Inc.
--------------------	----------------------------------

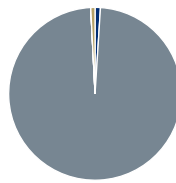
Web Site	www.rbcgam.com
----------	----------------

Notes

Securities regulations do not allow us to report performance for a mutual fund that has been available for less than one year. This fund was launched January 29, 2018.

Portfolio Analysis as of June 30, 2018

Asset Mix



	% Assets
Cash	1.0
Fixed Income	98.2
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.8

Fixed Income Breakdown

	% Fixed Income
Government Bonds	0.0
Corporate Bonds	99.0
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	1.0
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	1.0	Under 1 year	1.8
AAA	0.0	1 - 5 Yrs	93.3
AA	6.7	5 - 10 Yrs	5.0
A	34.4	Over 10 Yrs	0.0
BBB	58.0		
Below BBB	0.0	Avg. Term to maturity (Yrs)	3.3
Mortgages	0.0	Duration (Yrs)	2.8
NR/NA	0.0		

Geographic Allocations

	% Assets
Canada	0.0
United States	100.0
International (ex-Emerging Markets)	0.0
Emerging Markets	0.0

Top 25 Holdings

	% Assets
JPMorgan Chase & Co. 2.75% 23-06-2020	1.4
Bank of America Corporation 01-10-2021	1.4
Bank of America Corp 2.5% 21-10-2022	1.4
Baker Hughes GE, LLC and Baker Hughes 15-12-2022	1.2
Southern Company 2.35% 01-07-2021	1.2
JPMorgan Chase & Co. 2.7% 18-05-2023	1.2
Wec Energy Group InCorp 3.38% 15-06-2021	1.2
Oneok Inc. 4.25% 01-02-2022	1.1
Goldman Sachs Group 2.35% 15-11-2021	1.1
Citigroup Inc. 2.7% 30-03-2021	1.1
JPMorgan Chase & Co. 2.3% 15-08-2021	1.1
Citigroup Inc. 24-07-2023	1.1
Broadcom Corp, Cayman 3.625% 15-01-2022	1.0
Vodafone Group plc 3.75% 16-01-2024	1.0
Kinder Morgan Energy LP 5% 10-10-2021	1.0
AT&T Inc 5% 01-03-2021	1.0
Anadarko Petroleum Corp 4.85% 15-03-2021	1.0
Noble Energy, Inc. 4.15% 15-12-2021	1.0
Union Pacific Corporation 3.5% 08-06-2023	1.0
Lam Research Corporation 2.8% 15-06-2021	1.0
Williams Partners L P 4% 15-08-2022	1.0
Analog Devices Inc. 2.5% 05-12-2021	1.0
Morgan Stanley 2.75% 19-05-2022	1.0
Northrop Grumman Corporation 2.55% 15-10-2022	1.0
Public Svc Entrp Grp 2.65% 15-11-2022	1.0
Total % of Top 25 Holdings	27.6
Total Number of Stock Holdings	0
Total Number of Bond Holdings	177
Total Number of Other Holdings	3
Total Number of Holdings	180

Performance Analysis as of June 30, 2018

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD	
Growth of \$10,000												
Series A												
Calendar Returns %												
Series A												
Fund Quartile												

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Fund									
Quartile									
No. of Funds in Category	116	110	106	103	80	58	11	—	



RBC \$U.S. Short-Term Corporate Bond Fund

Management Overview

Manager Bios

Brandon Swensen

RBC Global Asset Management (U.S.) Inc.

Brandon oversees fixed income research, portfolio management and trading at RBC GAM (U.S.). He is a portfolio manager for several cash management and core solutions. Brandon joined the firm in 2000 and most recently was a portfolio manager on the mortgage and government team before being promoted to Co-Head. Brandon earned a BS in finance from St. Cloud State University and an MBA in finance from the University of St. Thomas. He is a CFA charterholder.

James Weinand

RBC Global Asset Management (U.S.) Inc.

Jim Weinand is a portfolio manager in our fixed income group. He researches the telecommunications, media, technology, consumer, health care and REIT sectors of the corporate market. Before joining the firm in 2010, Jim conducted high yield credit and quantitative equity research at Columbia Management. He earned a BS in finance from the University of Minnesota, Carlson School of Management and is a CFA charterholder.

Performance Analysis Cont'd as of June 30, 2018

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

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	—	—	—	—	—	—	—	—
Worst	—	—	—	—	—	—	—	—
Average	—	—	—	—	—	—	—	—
No. of Periods	—	—	—	—	—	—	—	—
Pct. Positive	—	—	—	—	—	—	—	—

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

Quarterly Commentary as at June 30, 2018

The Fund was launched on January 29, 2018. Investment performance is not provided for a fund that has been available for less than one year.

The rise in short-term rates so far in 2018 should benefit investors. While corporate-bond yields

have risen relative to those on Treasuries, a possible sign of investors' declining appetite for riskier assets, the outlook for profits is supported by a strong U.S. economy and recent tax reform.



RBC \$U.S. Short-Term Corporate 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.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or

implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/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 (%) 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 full year period, April 1, 2017 to March 31, 2018.

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 June 30, 2018.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2018