



RBC Monthly Income Fund

Investment Objective

To provide relatively tax efficient monthly distributions consisting of dividend income, interest income and capital gains, as well as the potential for modest capital growth. The fund aims to provide as high a regular monthly income as possible.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF448
Adv	Front End	CAD	RBF763
Adv	Low Load	CAD	RBF115

Inception Date	August 1997
Total Fund Assets \$Mil	8,229.3
Series A NAV \$	14.28
Series A MER %	1.20
Benchmark	57% FTSE TMX Canada Universe Bond Index 43% S&P/TSX Capped Composite Total Return Index

Income Distribution	Monthly
Capital Gains Distribution	Annually
Monthly Distribution (¢/unit)	4.25
Current Payout Rate (%)*	3.57

*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

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

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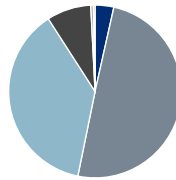
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

No longer available for investment through registered plans and TFSA's.

Portfolio Analysis as of June 30, 2017

Asset Mix

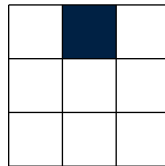


	% Assets
Cash	3.5
Fixed Income	49.7
Canadian Equity	37.7
US Equity	8.3
International Equity	0.5
Other	0.3

Top 25 Holdings

	% Assets
Royal Bank of Canada	3.2
The Toronto-Dominion Bank	2.7
Bank of Nova Scotia	2.1
Enbridge Inc	1.8
Canadian National Railway Co	1.7
Canada Govt 0.75% 01-09-2021	1.5
Manulife Financial Corp	1.4
Bank of Montreal	1.4
TransCanada Corp	1.4
Brookfield Asset Management Inc Class A	1.3
Ontario Prov Cda 4.6% 02-06-2039	1.3
Ontario Prov Cda 4.65% 02-06-2041	1.2
Ontario Prov Cda 3.45% 02-06-2045	1.1
Ontario Hydro 8.25% 22-06-2026	1.1
Ontario Prov Cda 6.5% 08-03-2029	1.1
Suncor Energy Inc	1.0
Prov Of Quebec 3% 01-09-2023	1.0
CIBC	1.0
Canada Govt 4% 01-06-2041	1.0
Canada Govt 1.5% 01-06-2026	1.0
Ontario Prov Cda 3.15% 02-06-2022	0.9
Quebec Prov Medium Term Nt 5% 01-12-2041	0.9
Loblaw Companies Ltd	0.8
Hydro Que Medium Trm Nts 6.5% 15-02-2035	0.8
Ontario Prov Cda 4.4% 02-06-2019	0.8
Total % of Top 25 Holdings	33.6
Total Number of Stock Holdings	307
Total Number of Bond Holdings	1,522
Total Number of Other Holdings	14
Total Number of Holdings	1,843

Equity Style



Value Blend Growth

Statistics

P/B Ratio	1.9
P/E Ratio	16.5
Avg. Mkt Cap. \$B	39.5

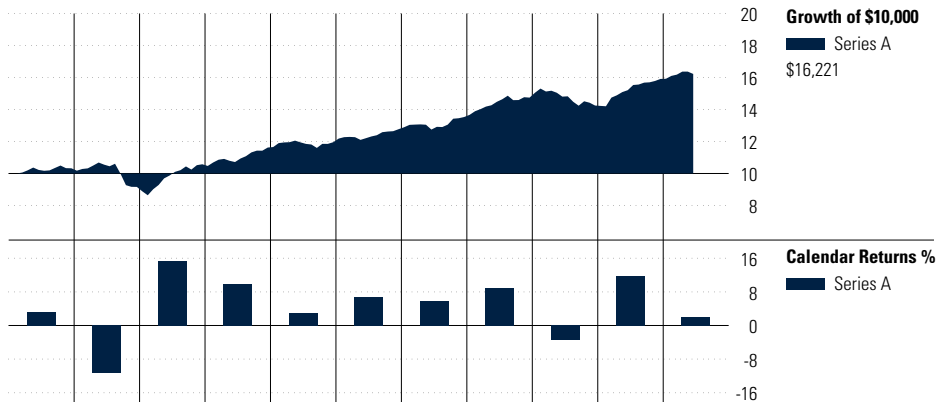
Top 5 Sectors

	% Equity
Financials	38.6
Energy	17.2
Industrials	9.6
Materials	5.7
Consumer Staples	5.5

Income-Generating Asset-Class

	% Assets
Common Shares	46.5
Government Bonds	29.2
Investment-Grade Corporate Bonds	18.4
Other	3.8
High Yield Bonds	2.1
Preferred Shares	0.0

Performance Analysis as of June 30, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD	Fund Quartile
Return %	3.2	-11.3	15.4	9.9	2.9	6.8	5.9	9.0	-3.4	11.7	2.0	2 nd
Rank		1 st	3 rd	2 nd	1 st	2 nd	4 th	2 nd	4 th	1 st	3 rd	

Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return %	-0.9	0.3	2.0	6.7	3.9	5.9	4.7	6.9	Fund
Rank	2 nd	2 nd	3 rd	2 nd	3 rd	3 rd	2 nd	—	Quartile
No. of Funds in Category	654	643	640	618	474	350	140	—	



RBC Monthly Income Fund

Management Overview

Manager Bios

Suzanne Gaynor

RBC Global Asset Management Inc.

Suzanne Gaynor is Vice President and Senior Portfolio Manager, Global Fixed Income and Currencies. She has been in the investment industry since 1988.

Irene Matsyalko

RBC Global Asset Management Inc.

Irene Matsyalko is a Portfolio Manager and senior North American equities research analyst. She earned a Commerce degree from University of Toronto and is a CFA charterholder.

Sarah Neilson

RBC Global Asset Management Inc.

Sarah Neilson is a Portfolio Manager and senior North American equities research analyst. Sarah earned a Bachelor of Science in Mechanical Engineering at Queens University, and an MBA from McGill University. Sarah is a CFA charterholder.

Performance Analysis Cont'd as of June 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.26	0.51	0.51	0.51	0.56	0.51	0.57	0.57	0.57	0.57	1.14
Interest	0.26	0.15	0.14	0.15	0.14	0.15	—	0.30	0.43	0.41	0.39
Dividends	—	0.20	0.22	0.19	0.20	0.17	0.17	0.15	0.14	0.16	0.17
Capital Gains	—	0.13	0.12	—	0.22	0.19	0.18	—	—	—	0.58
Return Of Capital	—	0.03	0.04	0.17	—	—	0.22	0.11	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2001	25.7	3-2006	16.1	2-2005	13.3	2-2010	9.3
Worst	2-2009	-16.0	2-2009	-2.9	5-2012	3.1	2-2016	4.2
Average		7.0		7.4		7.5		7.1
No. of Periods		227		203		179		119
Pct. Positive		84.6		97.5		100.0		100.0

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

Quarterly Commentary as at June 30, 2017

In the equity portion, security selection in the Financial sector boosted relative performance with Brookfield Asset Management a strong contributor. Although bank stocks pulled back amid concerns around the housing market and news flow around mortgage lender Home Capital Group, they are still positive on the year. The Utility sector was a solid contributor and an overweight in Energy equities added to performance, which was helped by the Fund's position in Veresen, which benefited from the agreement to combine with Pembina Pipelines at a premium.

The Canadian economy strengthened over the first half of 2017, all but eliminating the need for the Bank of Canada (BoC) to cut short-term interest rates. However, yields trended lower and bonds recovered most of the losses following the 2016 U. S. election, as it appeared that the Trump administration would struggle to enact legislation.

The Fund's performance benefited from an overweight allocation to investment-grade corporate bonds and provincial fixed-income securities, as investors sought higher-yielding assets with perceived safety. These securities offered alternatives to federal-government securities, whose yields were suppressed, in part from large-scale asset purchases by central banks in Europe and Japan.

The BoC has begun raising short-term interest rates from the exceptionally low level in place since 2015. Long-maturity bonds are likely to move higher as economic growth improves and inflation rises. The Fund will continue to devote relatively fewer of its assets to Government of Canada bonds in favour of provincial and corporate issues, as long as economic growth persists at a clip that rewards investors holding higher-risk securities.



RBC Monthly Income 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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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 and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, 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 April 30, 2017.

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