



RBC U.S. Monthly Income Fund

Investment Objective

To provide a combination of regular U.S. dollar monthly income and modest capital growth by investing primarily in U.S. fixed-income and equity securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF503
Adv	Front End	CAD	RBF6503
Adv	Low Load	CAD	RBF4503

Inception Date	August 2014
Total Fund Assets \$Mil	1,271.4
Series A NAV \$	13.11
Series A MER %	1.65
Benchmark	60% Barclays Capital U.S. Aggregate Bond Index 40% S&P 500 Total Return Index (US\$)

Income Distribution	Monthly
Capital Gains Distribution	Annually
Monthly Distribution (¢/unit)	3.37
Current Payout Rate (%)*	3.08

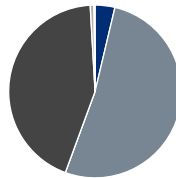
*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

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

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

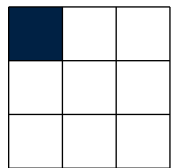
Portfolio Analysis as of September 30, 2017

Asset Mix



	% Assets
Cash	3.7
Fixed Income	51.9
Canadian Equity	0.0
US Equity	43.5
International Equity	0.7
Other	0.2

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.5
P/E Ratio	18.7
Avg. Mkt Cap. \$B	105.2

Top 5 Sectors

	% Equity
Information Technology	18.7
Financials	17.4
Health Care	14.5
Industrials	11.4
Consumer Staples	10.4

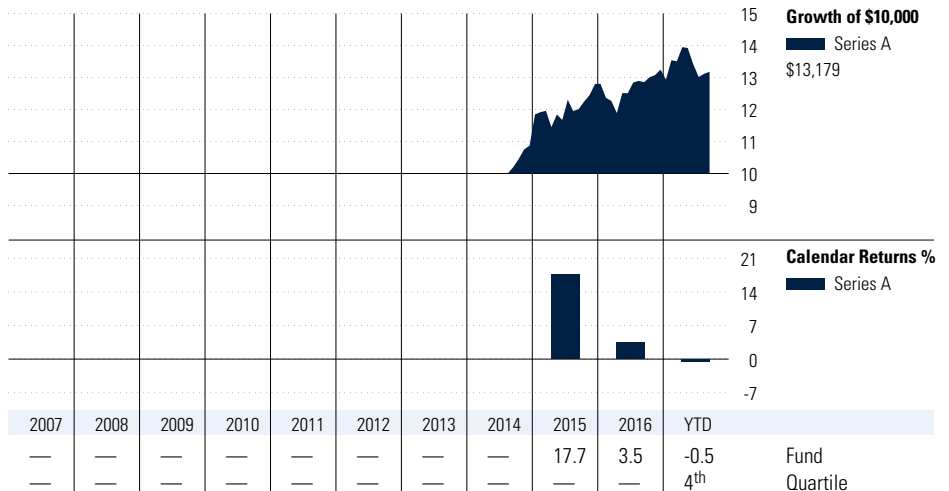
Income-Generating Asset-Class

	% Assets
Common Shares	44.2
Other	17.5
Government Bonds	17.2
Investment-Grade Corporate Bonds	14.9
High Yield Bonds	6.0
Preferred Shares	0.1

Top 25 Holdings

	% Assets
US Treasury Note 1.75% 15-05-2023	5.3
US Treasury Note 2% 15-02-2025	3.1
US Treasury Note 2.25% 15-11-2024	1.9
Apple Inc	1.7
US Treasury Note 1.5% 31-01-2022	1.7
Microsoft Corp	1.6
JPMorgan Chase & Co	1.3
Johnson & Johnson	1.3
Philip Morris International Inc	1.3
Bank of America Corporation	1.2
US Treasury Note 1.125% 30-04-2020	1.2
Chevron Corp	1.2
Citigroup Inc	1.2
PepsiCo Inc	1.1
Cisco Systems Inc	1.0
FHLMC 4% 01-06-2044	0.9
Comcast Corp Class A	0.8
FHLMC 3% 01-11-2046	0.8
Merck & Co Inc	0.8
UnitedHealth Group Inc	0.8
McDonald's Corp	0.8
US Treasury Note 1.625% 15-02-2026	0.8
US Treasury Bond 2.5% 15-02-2045	0.8
FHLMC 3% 01-05-2045	0.8
Intel Corp	0.8
Total % of Top 25 Holdings	33.8
Total Number of Stock Holdings	315
Total Number of Bond Holdings	2,276
Total Number of Other Holdings	22
Total Number of Holdings	2,613

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 %
	0.5	-1.8	-2.4	2.5	8.9	—	—	9.7	Fund
	4 th	4 th	4 th	4 th	1 st	—	—	—	Quartile
	1406	1393	1346	1288	924	629	205	—	No. of Funds in Category



RBC U.S. Monthly Income Fund

Management Overview

Manager Bios

Frank Gambino

RBC Global Asset Management Inc.

Frank Gambino is Vice President and Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the investment industry since 1990.

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.

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.

Jane Lesslie

RBC Global Asset Management Inc.

Jane Lesslie is Senior Portfolio Manager, Global Fixed Income and Currencies. She has been in the investment industry since 1988.

Performance Analysis Cont'd as of September 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.32	—	—	—	—	—	—	—	—	—	—
Interest	0.32	—	—	—	—	—	—	—	—	—	—
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 September 30, 2017

U.S. fixed income securities experienced positive returns in Q3, with corporate bonds performing better than government bonds. An improving economic environment, healthy balance sheets, low volatility and a generally accommodative monetary policy benefitted credit assets. U.S. investment grade, U.S. high yield and emerging market bonds outperformed U.S. Treasuries and conventional mortgage backed securities as credit spreads declined. Corporate and emerging market bonds also benefitted from strong investor demand.

The Fund's lower than normal weight in U.S. treasuries and above normal weight in U.S. investment grade bonds were the key contributors to performance in the fixed income portion of the Fund. Security selection and underweight positioning to the struggling Consumer Discretionary sector aided returns. Conversely, an overweight allocation and security selection in Consumer Staples was a detractor.

The shift towards a less accommodative monetary policy continues to play out as the U.S. Federal

Reserve (Fed) is expected to reduce its balance sheet in October. With global interest rates near historical lows, the potential for higher rates may limit fixed-income returns in the future.

The Fund remains biased towards quality with an overweight exposure to U.S. investment grade and an underweight exposure to holdings of U.S. high yield and emerging market debt securities. The Fund increased its exposure to U.S. treasury bonds. Overall, the maturity profile of the Fund remains shorter relative to the benchmark as a way to preserve value in a rising rate environment.

Stocks continue to be supported by a global synchronized expansion and renewed corporate-profit growth around the world. With many equity markets at or near all-time highs stocks are not as cheap as they were when the cycle began, but remain somewhat attractive. Markets have benefited from rising earnings and price-to-earnings ratios through this bull market, but earnings rather than valuations may now be the force needed to propel the market higher.



RBC U.S. 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.

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 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.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2017