



RBC Global Balanced Fund

Investment Objective

To provide long-term capital growth, with a secondary focus on modest income by investing primarily in Canadian, U.S. and international equities and fixed-income securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF553
Adv	Deferred Sales	CAD	RBF839
Adv	Front End	CAD	RBF739
Adv	Low Load	CAD	RBF124
T5	No Load	CAD	RBF537
T8	No Load	CAD	RBF597

Inception Date	April 1998
Total Fund Assets \$Mil	727.1
Series A NAV \$	17.02
Series A MER %	2.21
Benchmark	45% FTSE TMX Canada Universe Bond Index 20% S&P 500 Total Return Index (CAD) 19% S&P/TSX Capped Composite Total Return Index 12% MSCI EAFE Total Return Net Index (CAD) 4% MSCI Emerging Markets Total Return Net Index (CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually
Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

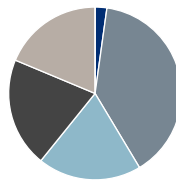
Fund Category: Global Neutral Balanced

Management Company: RBC Global Asset Management Inc.

Web Site: www.rbcgam.com

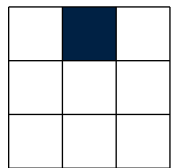
Portfolio Analysis as of December 31, 2017

Asset Mix



	% Assets
Cash	2.2
Fixed Income	39.2
Canadian Equity	19.4
US Equity	20.5
International Equity	18.7
Other	0.0

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.5
P/E Ratio	18.1
Avg. Mkt Cap. \$B	60.7

Top 5 Sectors

	% Equity
Financials	23.8
Information Technology	15.3
Industrials	10.8
Energy	10.1
Consumer Discretionary	9.9

Fixed Income Breakdown

	%
Govt. Bonds	80.0
Corp. Bonds	18.0
Other Bonds	0.0
MBS	0.0
Cash & Other	1.9
ABS	0.0

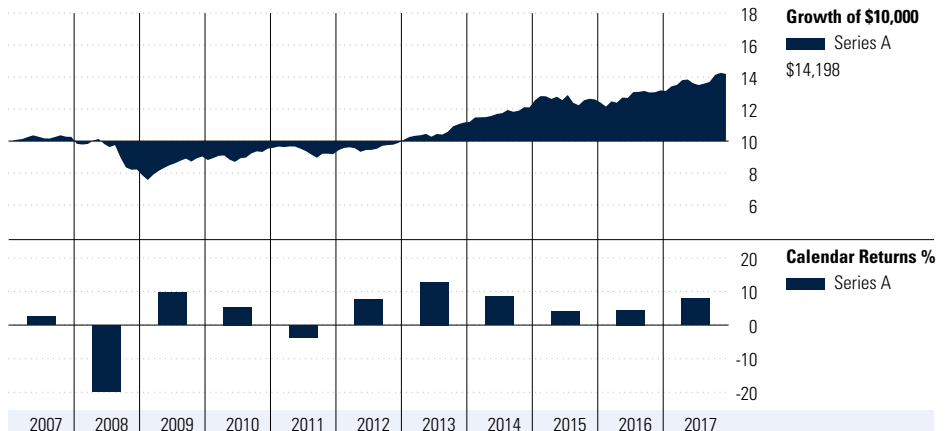
Characteristics

	%
Avg. Term to maturity (Yrs)	9.2
Modified Duration (Yrs)	7.4
Yield to Maturity	1.8

Top 25 Holdings

	% Assets
Japan(Govt Of) 0.5% 20-09-2036	1.7
US Treasury Note 1.75% 15-05-2023	1.6
Italy(Rep Of) 1.5% 01-08-2019	1.5
Royal Bank of Canada	1.5
The Toronto-Dominion Bank	1.3
Province Of Ontario 2.500% 10-09-2021	1.2
Ontario Prov Cda 1.625% 18-01-2019	1.2
US Treasury Note 1.5% 31-01-2022	1.1
US Treasury Note 1.5% 30-11-2019	1.0
Bank of Nova Scotia	1.0
Apple Inc	0.9
US Treasury Bond 2.5% 15-02-2045	0.9
Spain(Kingdom Of) 2.75% 30-04-2019	0.9
Suncor Energy Inc	0.9
Enbridge Inc	0.8
Ontario Prov Cda 4.7% 02-06-2037	0.8
Italy(Rep Of) 1.45% 15-09-2022	0.8
Canadian National Railway Co	0.8
Japan Govt Ten Year Jpy 0.1% 20-09-2027	0.8
US Treasury Note 2.375% 15-05-2027	0.7
Microsoft Corp	0.7
Canada Govt 0.5% 01-03-2022	0.7
France(Govt Of) 0.5% 25-05-2026	0.7
Alphabet Inc A	0.7
Belgium(Kingdom) 2.6% 22-06-2024	0.6
Total % of Top 25 Holdings	24.8
Total Number of Stock Holdings	2,681
Total Number of Bond Holdings	1,489
Total Number of Other Holdings	35
Total Number of Holdings	4,205

Performance Analysis as of December 31, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	Fund Quartile
Calendar Returns %	2.6	-19.8	9.8	5.4	-3.6	7.7	12.8	8.4	4.1	4.5	7.8	2nd
Rank	1st	3rd	4th	4th	4th	2nd	3rd	2nd	3rd	3rd	2nd	

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Calendar Returns %	-0.5	3.7	4.3	7.8	5.5	7.5	3.3	4.6	Fund
Rank	2nd	1st	1st	2nd	2nd	2nd	4th	—	Quartile
No. of Funds in Category	1365	1351	1336	1258	959	656	235	—	



RBC Global Balanced Fund

Management Overview

Manager Bios

Dagmara Fijalkowski

RBC Global Asset Management Inc.

As Head of Global Fixed Income and Currencies, Dagmara leads investment teams in Toronto, London and Minneapolis in charge of almost \$100 billion in fixed income assets. She heads management of several bond funds and manages foreign-exchange hedging and active currency overlay programs across a number of funds. 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.

Stuart Kedwell

RBC Global Asset Management Inc.

Stuart Kedwell is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1997.

Performance Analysis Cont'd as of December 31, 2017

Distributions (\$)/Unit	2017*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.73	0.09	—	—	—	—	—	—	—	—	0.77
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	0.08
Capital Gains	0.73	0.09	—	—	—	—	—	—	—	—	0.69
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2000	27.3	3-2006	16.4	9-2007	12.2	8-2008	6.0
Worst	2-2009	-22.7	3-2003	-6.1	5-2012	-2.1	8-2010	1.7
Average		5.2		4.8		4.8		3.9
No. of Periods		225		201		177		117
Pct. Positive		72.0		76.1		90.4		100.0

* Final distribution attribution (interest, dividends, capital gains and return of capital) for 2017 will be reflected with January month-end profiles.

Quarterly Commentary as at December 31, 2017

The steady rise in global stocks as measured by the MSCI World Index continued through Q4. The effect of synchronized, yet moderate at best global growth, and still accommodative global central banks buoyed asset prices. Macro influences such as geopolitical and political concerns had little influence. Corporate profits grew steadily as interest rates remained low. The Fund's performance relative to its benchmark was helped from being overweight stocks and underweight bonds. As well, the Fund's relative performance of its international stock holdings was a positive contributor.

The broad based U.S. dollar Index moved laterally through Q4, taking a pause from its year-to-date steep decline. The Canadian dollar was weaker against most global currencies, including the U.S. Dollar. The Canadian currency was under pressure as NAFTA concerns lead some to believe that the Bank of Canada will refrain from raising interest rates. The Fund no longer hedges its currency

exposures to stocks, but continues to hedge its currency exposures to fixed income.

Global sovereign bond yields were again little changed quarter-over-quarter. With credit spreads continuing to tighten, global bonds showed a modest positive return. The Fund maintained a moderate underweight of bonds, along with a modest overweight of stocks.

The Fund was taking measures in small increments to reduce its overweight to stocks this past year, and to de-risk its exposure to credit. Stocks are becoming fully valued and it is unlikely that expanding valuations will continue to drive stocks higher. Earnings growth will be critical to sustaining the bull market. Sovereign bond yields should have structural resistance to a meaningful move higher. In credit, historically low credit spreads should provide investors with at best the carry.



RBC Global Balanced 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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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 half-year period, April 1, to September 30, 2017, expressed on an annualized basis.

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 December 31, 2017.

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