



# 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	711.5
Series A NAV \$	17.00
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

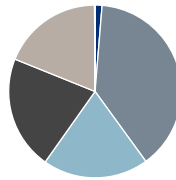
Fund Category	Global Neutral Balanced
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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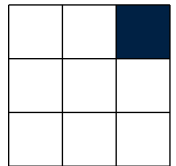
## Portfolio Analysis as of June 30, 2017

### Asset Mix



	% Assets
Cash	1.3
Fixed Income	38.7
Canadian Equity	19.8
US Equity	21.3
International Equity	18.8
Other	0.1

### Equity Style



Value Blend Growth

### Statistics

P/B Ratio	2.3
P/E Ratio	18.0
Avg. Mkt Cap. \$B	52.2

### Top 5 Sectors

	% Equity
Financials	23.3
Information Technology	13.3
Industrials	11.4
Consumer Discretionary	10.7
Energy	9.5

### Fixed Income Breakdown

	%
Govt. Bonds	77.6
Corp. Bonds	19.5
Other Bonds	0.0
MBS	0.0
Cash & Other	2.9
ABS	0.0

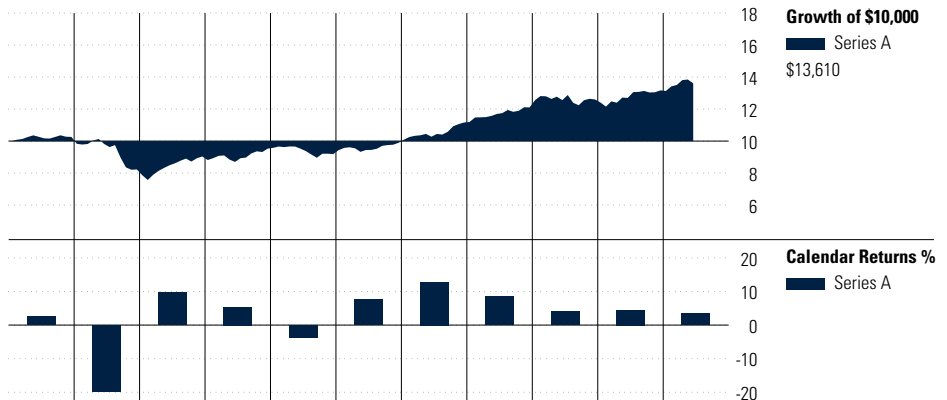
### Characteristics

	%
Avg. Term to maturity (Yrs)	9.6
Modified Duration (Yrs)	7.7
Yield to Maturity	1.6

### Top 25 Holdings

	% Assets
Japan(Govt Of) 0.5% 20-09-2036	1.8
Italy(Rep Of) 1.5% 01-08-2019	1.8
US Treasury Note 1.75% 15-05-2023	1.6
Royal Bank of Canada	1.4
Province Of Ontario 2.500% 10-09-2021	1.3
Ontario Prov Cda 1.625% 18-01-2019	1.2
The Toronto-Dominion Bank	1.2
The S&P/Tsx 60 Index Fut 14-09-2017	1.1
US Treasury Note 1.5% 31-01-2022	1.1
US Treasury Bond 2.5% 15-02-2045	1.1
Spain(Kingdom Of) 2.75% 30-04-2019	1.0
Bank of Nova Scotia	0.9
US Treasury Note 1.5% 30-11-2019	0.9
Canadian National Railway Co	0.9
Japan(Govt Of) 0.3% 20-12-2024	0.8
Ontario Prov Cda 4.7% 02-06-2037	0.8
Apple Inc	0.8
Enbridge Inc	0.8
Suncor Energy Inc	0.7
Japanese Nikkei 225 Index Fut 07-09-2017	-0.7
Germany (Fed Rep Of) 0.5% 15-02-2026	0.7
France(Govt Of) 0.5% 25-05-2026	0.7
Belgium(Kingdom) 2.6% 22-06-2024	0.6
SoftBank Group Corp	0.6
United Kingdom (Govt Of) 1.25% 22-07-2027	0.6
Total % of Top 25 Holdings	23.7
Total Number of Stock Holdings	2,688
Total Number of Bond Holdings	1,485
Total Number of Other Holdings	32
<b>Total Number of Holdings</b>	<b>4,205</b>

## Performance Analysis as of June 30, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD	
Return %	2.6	-19.8	9.8	5.4	-3.6	7.7	12.8	8.4	4.1	4.5	3.4	Fund
Rank	1 <sup>st</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	4 <sup>th</sup>	4 <sup>th</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return %	-1.7	0.8	3.4	7.2	5.2	7.6	2.9	4.5	Fund
Rank	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	—	Quartile
No. of Funds in Category	1392	1365	1332	1276	919	614	177	—	



# RBC Global Balanced Fund

## Management Overview

### Manager Bios

#### Dagmara Fijalkowski

##### RBC Global Asset Management Inc.

Dagmara is Sr. Vice President & Sr. Portfolio Manager, and Head, Global Fixed Income & Currencies at RBC Global Asset Management. She leads a team of over 20 professionals with more than \$50 billion in assets under management. Dagmara also co-manages several of the firms' bond funds and manages foreign exchange hedging and active currency management programs. She has an MBA from the Richard Ivey School of Business and a Master's in economics from the University of Lodz, 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 June 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.09	—	—	—	—	—	—	—	—	0.77
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	0.08
Capital Gains	—	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		4.7		3.9
No. of Periods		219		195		171		111
Pct. Positive		71.2		75.4		90.1		100.0

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

### Quarterly Commentary as at June 30, 2017

The steady rise in global stocks as measured by the MSCI World Index continued through the second quarter of the year. In contrast to the first quarter, leadership emanated from global stocks, Emerging Markets in particular, as opposed to North American Markets. Canadian stocks fell 1.6%, weighed down by commodity stocks and the effects of Bank of Canada's desire to commence rate increases in order to battle soaring home prices and a firming economy. The Fund's performance relative to its benchmark benefitted from being overweight global stocks and the outperformance of its global holdings.

The broad based U.S. Dollar Index continued to push lower after hitting a fourteen-year high at the end of 2016 as the Trump trade wore off and global economies performed relatively well. The Canadian Dollar traded higher against most currencies outside of the Euro. The Fund continued to hedge most of its currency exposures

in fixed income, and a portion of its exposures to non-Canadian stocks.

Global sovereign bond yields were mixed, with European and Canadian 10-years rising while U.S. 10-years fell. Credit markets were steady and the end result was a small positive total return. The Fund maintained a moderate underweight of bonds, along with an overweight of stocks.

At the end of last year, the thinking was that while likely that the bull run in global stocks could continue into this year, they may become more susceptible to a larger correction later in the year if the growth prospects that the markets are embedding don't materialize. There is no change to that view. As well, it is still felt that sovereign interest rates across the globe can only go so high in the current environment, and are more likely to be tranquil.



# 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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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](http://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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