



RBC U.S. Monthly Income Fund (US\$)

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	USD	RBF587
Adv	Front End	USD	RBF764
Adv	Low Load	USD	RBF116

Inception Date	May 2005
Total Fund Assets \$Mil	1,347.3
Series A NAV \$	10.72
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)	2.70
Current Payout Rate (%)*	3.02

*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

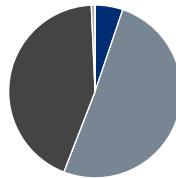
Fund Category	Global Neutral Balanced
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

Not available for purchase in registered plans or TFSA's administered by RBC Royal Bank.

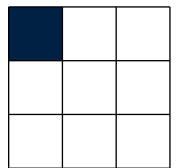
Portfolio Analysis as of December 31, 2017

Asset Mix



	% Assets
Cash	5.2
Fixed Income	50.7
Canadian Equity	0.0
US Equity	43.4
International Equity	0.7
Other	0.0

Equity Style



Value Blend Growth

Statistics

P/B Ratio	2.6
P/E Ratio	18.1
Avg. Mkt Cap. \$B	126.8

Top 5 Sectors

	% Equity
Information Technology	21.4
Financials	17.8
Health Care	15.4
Industrials	11.9
Consumer Discretionary	8.7

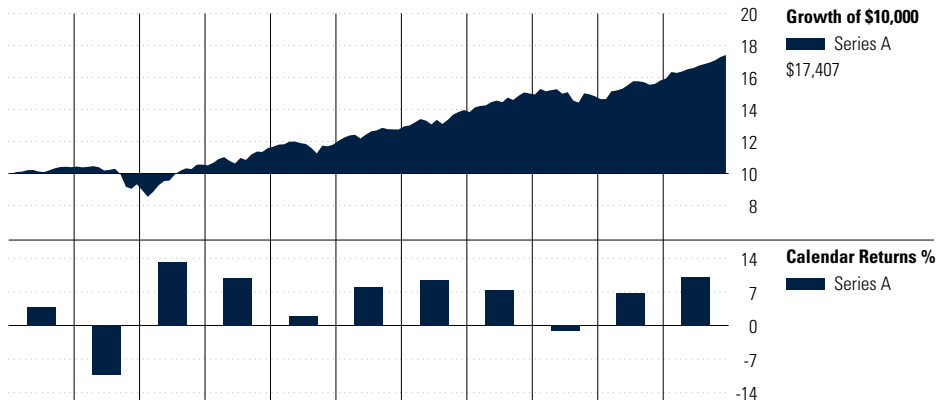
Income-Generating Asset-Class

	% Assets
Common Shares	44.0
Government Bonds	18.1
Other	17.6
Investment-Grade Corporate Bonds	14.1
High Yield Bonds	6.1
Preferred Shares	0.0

Top 25 Holdings

	% Assets
US Treasury Note 1.75% 15-05-2023	6.0
US Treasury Note 2% 15-02-2025	2.9
Apple Inc	2.1
Microsoft Corp	1.8
US Treasury Note 2.25% 15-11-2024	1.7
US Treasury Note 1.5% 31-01-2022	1.6
JPMorgan Chase & Co	1.5
US Treasury Note 1.625% 15-02-2026	1.4
Bank of America Corporation	1.4
Johnson & Johnson	1.3
Citigroup Inc	1.2
US Treasury Note 1.125% 30-04-2020	1.1
Philip Morris International Inc	1.1
Cisco Systems Inc	1.1
PepsiCo Inc	1.1
Chevron Corp	1.1
Texas Instruments Inc	1.0
Comcast Corp Class A	1.0
UnitedHealth Group Inc	0.9
McDonald's Corp	0.8
Pfizer Inc	0.8
FHLMC 3% 01-11-2046	0.8
FHLMC 4% 01-06-2044	0.8
US Treasury Bond 2.5% 15-02-2045	0.7
Boeing Co	0.7
Total % of Top 25 Holdings	35.9
Total Number of Stock Holdings	365
Total Number of Bond Holdings	2,286
Total Number of Other Holdings	39
Total Number of Holdings	2,690

Performance Analysis as of December 31, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	Fund Quartile
Calendar Returns %	3.9 4 th	-10.3 1 st	13.2 4 th	9.8 4 th	1.9 1 st	8.0 4 th	9.5 1 st	7.4 1 st	-1.1 1 st	6.7 4 th	10.1 4 th	

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	0.7 4 th	2.8 3 rd	4.9 4 th	10.1 4 th	5.1 1 st	6.4 1 st	5.3 1 st	5.1 —	Fund Quartile
	1365	1351	1336	1258	959	656	235	—	No. of Funds in Category



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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 December 31, 2017

Distributions (\$)/Unit	2017*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.32	0.32	0.89	0.80	0.79	0.30	0.36	0.36	0.36	0.42	0.28
Interest	0.32	0.17	0.17	0.14	0.22	0.17	0.18	0.16	0.20	0.28	0.29
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	0.14	0.72	0.66	0.57	0.10	—	—	—	—	—
Return Of Capital	—	0.02	—	—	—	0.03	0.18	0.20	0.15	0.15	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	24.8	2-2012	12.7	2-2014	10.6	12-2017	5.3
Worst	2-2009	-17.7	2-2009	-3.4	6-2010	2.5	9-2015	4.4
Average		5.3		5.0		5.6		4.9
No. of Periods		140		116		92		32
Pct. Positive		85.7		94.0		100.0		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 U.S. stock market finished a strong year, on the back of solid returns from cyclical sectors. The strong overall performance was driven by the continuation of the synchronized global economic expansion, still accommodative global central-bank policy and low market interest rates and inflation. Tax reform also helped to lift investor sentiment late in the year.

Returns for U.S. fixed income were positive as U.S. bonds of companies benefited from a strengthening world economy, persistent demand for higher-yielding assets and optimism about the impact of business-friendly U.S. tax reform. The U.S. Federal Reserve (Fed) continued its tightening bias in the quarter and raised rates by 0.25% limiting gains in high-quality government bonds.

The above-benchmark allocation to corporate bonds benefited the Fund as the positive risk environment favored the riskier asset classes of global fixed income such as high yield bonds and emerging market bonds.

Relative equity performance was boosted by

security selection in the Energy and Information Technology sectors, while an overweight allocation and security selection in Consumer Staples was a detractor.

The shift toward tighter monetary policies could have a negative impact on fixed-income returns in the year ahead. Better global economic growth and expectations that inflation will quicken may result in volatility. The Fund continues to favour non-government bonds at the expense of government bonds.

While our base case is for stocks to rise modestly over the next year, there are several scenarios that could lead to declines, including an escalation of tensions with North Korea, a policy mistake by the Fed or protectionist trade moves by the Trump administration. Our indicators suggest that the odds of a recession remain fairly low, but with valuations at an eight-year high, the risks have increased and earnings growth remains key for return prospects.



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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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