

PH&N Vintage Fund

Investment Objective

The fundamental investment objectives of the Fund are to provide long-term capital growth and dividend income by investing primarily in a well-diversified portfolio of common stocks of Canadian corporations listed on the Toronto Stock Exchange.

Fund Details

| Series | Load Structure | Currency | Fund Code |
|--------|----------------|----------|-----------|
| A | No Load | CAD | RBF7400 |
| Adv | Front End | CAD | RBF6400 |
| Adv | Low Load | CAD | RBF4400 |

| | |
|-------------------------|---|
| Inception Date | November 2008 |
| Total Fund Assets \$Mil | 63.1 |
| Series A NAV \$ | 29.29 |
| Series A MER % | 2.23 |
| Series A Adjusted MER % | 2.14 |
| Benchmark | S&P/TSX Capped Composite Total Return Index |

| | |
|----------------------------|----------|
| Income Distribution | Annually |
| Capital Gains Distribution | Annually |

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

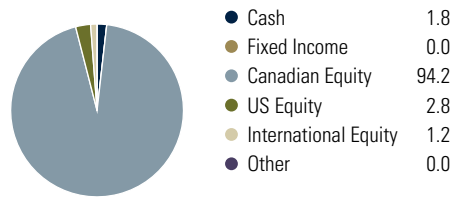
| | |
|---------------|-----------------|
| Fund Category | Canadian Equity |
|---------------|-----------------|

| | |
|--------------------|----------------------------------|
| Management Company | RBC Global Asset Management Inc. |
|--------------------|----------------------------------|

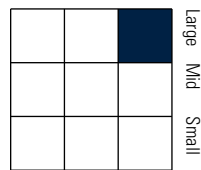
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| Web Site | www.rbcgam.com |
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Portfolio Analysis as of June 30, 2017

Asset Mix



Equity Style



Value Blend Growth

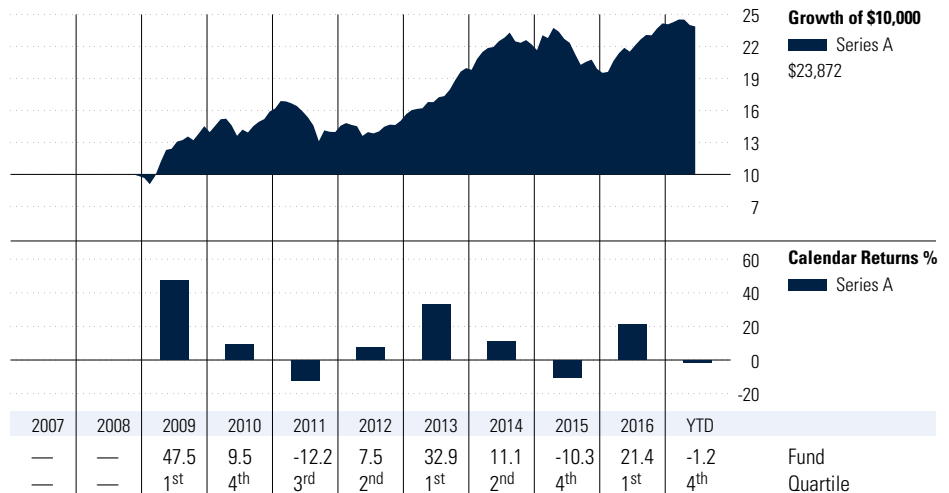
Global Equity Sectors

| Sector | % Equity |
|----------------------------|----------|
| Financials | 34.7 |
| Energy | 18.0 |
| Industrials | 14.6 |
| Consumer Discretionary | 11.7 |
| Materials | 6.4 |
| Information Technology | 5.6 |
| Consumer Staples | 4.4 |
| Utilities | 2.5 |
| Real Estate | 2.1 |
| Health Care | 0.0 |
| Telecommunication Services | 0.0 |
| Unclassified | 0.0 |

Top 25 Holdings

| Company | % Assets |
|---|-----------|
| The Toronto-Dominion Bank | 7.1 |
| Royal Bank of Canada | 7.1 |
| Bank of Nova Scotia | 5.5 |
| Enbridge Inc | 5.4 |
| Brookfield Asset Management Inc Class A | 4.1 |
| Badger Daylighting Ltd | 3.7 |
| Quebecor Inc Class B | 3.7 |
| Alimentation Couche-Tard Inc B | 3.4 |
| Stantec Inc | 2.9 |
| Canadian Natural Resources Ltd | 2.7 |
| Manulife Financial Corp | 2.3 |
| CCL Industries Inc B- Non-Voting | 2.0 |
| Boyd Group Income Fund | 1.9 |
| Fairfax Financial Holdings Ltd | 1.8 |
| Tourmaline Oil Corp | 1.7 |
| Dollarama Inc | 1.6 |
| Bank of Montreal | 1.6 |
| Sleep Country Canada Holdings Inc | 1.6 |
| Canadian Pacific Railway Ltd | 1.5 |
| Franco-Nevada Corp | 1.5 |
| Open Text Corp | 1.4 |
| Waste Connections Inc | 1.4 |
| CGI Group Inc A | 1.4 |
| Thomson Reuters Corp | 1.4 |
| ARC Resources Ltd | 1.3 |
| Total % of Top 25 Holdings | 70.0 |
| Total Number of Stock Holdings | 60 |
| Total Number of Bond Holdings | 0 |
| Total Number of Other Holdings | 1 |
| Total Number of Holdings | 61 |

Performance Analysis as of June 30, 2017



| Period | 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since Incep. | Trading Return % |
|--------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-------|--------------|--------------------------|
| Return | -0.5 | -2.7 | -1.2 | 11.0 | 2.0 | 11.3 | — | 10.7 | Fund |
| Rank | 2 nd | 4 th | 4 th | 2 nd | 3 rd | 1 st | — | — | Quartile |
| No. of Funds | 624 | 614 | 605 | 558 | 425 | 292 | 137 | — | No. of Funds in Category |

PH&N Vintage Fund

Management Overview

Manager Bios

Doug Stadelman

Phillips, Hager & North Investment Management

Doug is the Head of Canadian equity research and has responsibilities as a research analyst and portfolio manager at Phillips, Hager & North Investment Management. His previous experience includes eight years as a top-ranked special situations and small cap research analyst, during which time he founded a widely publicized Canadian small cap index.

Performance Analysis Cont'd as of June 30, 2017

| Distributions (\$)/Unit | YTD* | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 |
|-------------------------|------|------|------|------|------|------|------|------|------|------|------|
| Total Distributions | — | — | — | — | — | — | — | — | 0.07 | — | — |
| Interest | — | — | — | — | — | — | — | — | — | — | — |
| Dividends | — | — | — | — | — | — | — | — | 0.07 | — | — |
| Capital Gains | — | — | — | — | — | — | — | — | — | — | — |
| Return Of Capital | — | — | — | — | — | — | — | — | — | — | — |

| Best/Worst Periods % | Ended | 1 Yr | Ended | 3 Yr | Ended | 5 Yr | Ended | 10 Yr |
|----------------------|--------|-------|---------|-------|--------|-------|-------|-------|
| Best | 2-2010 | 60.4 | 5-2015 | 19.8 | 2-2014 | 18.1 | — | — |
| Worst | 5-2012 | -17.0 | 12-2012 | 1.1 | 2-2016 | 3.0 | — | — |
| Average | | 11.3 | | 9.5 | | 10.2 | | — |
| No. of Periods | | 92 | | 68 | | 44 | | — |
| Pct. Positive | | 72.8 | | 100.0 | | 100.0 | | — |

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

Quarterly Commentary as at June 30, 2017

The Fund slightly lagged its benchmark – the S&P/TSX Capped Composite Index – this quarter as well as year to date.

Sleep Country Canada continues to perform well based on successful execution of their store expansion plans and news that a major competitor has encountered financial trouble. Boyd Group Income Fund rose after announcing an acquisition in the Ontario market, which provides the opportunity to double the size of their Canadian footprint. CCL Industries benefitted from continued cost savings by integrating Checkpoint, and was added to the S&P TSX 60 Index during the quarter. Quebecor rose after selling non-Quebec spectrum holdings to Rogers Communications and Shaw Cable. Dollarama reported strong quarterly results and once again increased their long-term store build target. Finally, Blackline Safety, an emerging manufacturer of gas detection and worker safety devices, appreciated as exciting new product launches came to fruition.

Our energy exposure has been a significant short-

term drag on performance, as oil prices declined due to persistently high inventories and resilient North American shale growth. We continue to expect a recovery as oil prices are below levels required to sustain long-term production requirements. Home Capital's share price fell significantly after a series of negative headlines damaged both depositor and investor confidence. We exited our position. Badger Daylighting declined sharply as first quarter margins came in below expectations. We expect this issue to be transitory, as costs are unusually high when the company invests in future growth, and market conditions are improving. Element Fleet declined due to disclosure of credit exposure to a distressed trucking company. Once again we see this issue as short term in nature and not material to long-term value creation.

The Fund remains focused on high-quality, well-managed, growth-oriented companies. These industry leaders have performed well in most stock market environments.

PH&N Vintage 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 fund securities are not guaranteed or covered by the Canada 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 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, 2017 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 May 31, 2017.

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