

PH&N \$U.S. Money Market Fund

Investment Objective

To provide a steady level of current income while preserving capital by investing primarily in a well-diversified portfolio of short-term Canadian money market securities denominated in U.S. dollars.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF7500
Adv	Front End	USD	RBF6500
Adv	Low Load	USD	RBF4500

Inception Date	November 2008
Total Fund Assets \$Mil	50.1
Series A Current Yield%	1.02
Series A MER %	0.25
Benchmark	Citigroup 30-Day T-Bill Index

Income Distribution	Monthly
Capital Gains Distribution	Annually

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

Fund Category	US Money Market
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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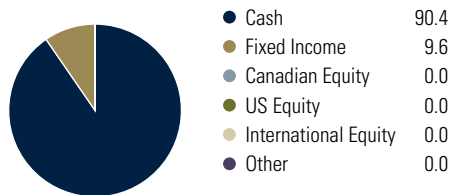
Notes

This is an annualized yield based on the seven-day period ended June 30, 2017 and does not represent an actual one-year return.

Please note that returns are reported in U.S. dollars.

Portfolio Analysis as of June 30, 2017

Asset Mix



Term to Maturity

Term	%
0 - 30 days	37
31 - 60 days	20
61 - 90 days	34
90 + days	10
Avg. Term to maturity (days)	52

Cash Breakdown

Instrument	Cash (%)
Treasury Bills	3.5
Provincial Bills	0.0
Bankers Acceptance	36.7
Commercial Paper	46.3
Bank Deposits	13.5

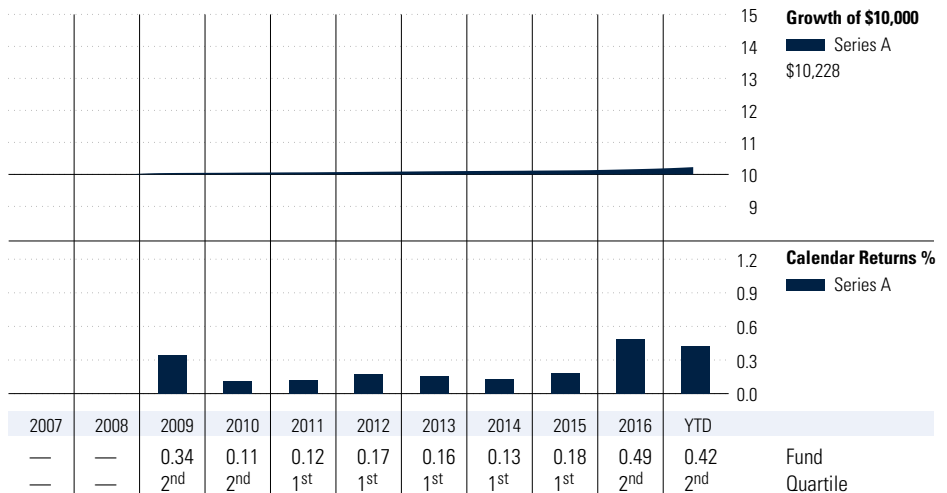
Credit Quality

Rating	%
R1 High	86.7
R1 Medium	8.2
R1 Low	5.1
Avg. Rating	R1H

Top 25 Holdings

Holder	% Assets
Toronto-Dominion Bank 1.154% 31-08-2017	9.5
Bank Of Nova Scotia 1.197% 20-07-2017	8.0
CIBC 1.184% 19-07-2017	5.4
Bank Of Montreal 1.127% 02-08-2017	5.2
Natl Bank Of Canada 1.207% 19-07-2017	4.7
Ridge Trust 1.400% 28-08-2017	4.7
Fusion Trust 1.599% 06-11-2017	4.4
Omers Realty Corp. 1.099% 10-07-2017	4.2
Caisse Cent Desjardins 1.240% 27-09-2017	4.2
CIBC 1.131% 02-08-2017	4.0
Banner Trust 1.503% 20-09-2017	4.0
Canadian Master Tr 1.303% 07-07-2017	4.0
Sure Trust 1.351% 05-07-2017	4.0
Clarity Trust 1.611% 15-11-2017	3.9
Hydro-Quebec 1.143% 08-08-2017	3.5
Merit Trust 1.510% 05-09-2017	3.2
Sound Trust 1.349% 30-08-2017	3.0
Safe Trust 1.530% 11-09-2017	2.8
Tmx Group Ltd. 1.232% 10-07-2017	2.6
Prime Trust 1.510% 05-09-2017	2.5
Gaz Metro Inc. 1.099% 11-07-2017	2.5
Zeus Receivables Trust 1.501% 18-09-2017	2.4
Zeus Receivables Trust 1.510% 05-09-2017	1.6
Prime Trust 1.382% 24-07-2017	1.4
Sound Trust 1.570% 14-11-2017	1.3
Total % of Top 25 Holdings	96.9
Total Number of Stock Holdings	0
Total Number of Bond Holdings	3
Total Number of Other Holdings	26
Total Number of Holdings	29

Performance Analysis as of June 30, 2017



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.08	0.23	0.42	0.68	0.38	0.29	—	0.26	Fund
2 nd	2 nd	2 nd	2 nd	2 nd	2 nd	—	—	Quartile
35	35	35	35	27	26	17	—	No. of Funds in Category

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Management Overview

Manager Bios

PH&N Fixed Income Team

With one of the largest bond desks in Canada consisting of over 30 investment professionals, Phillips, Hager & North Investment Management (PH&N IM) has been managing bonds since 1970 and currently manages fixed income portfolios according to strict quality and diversification guidelines. PH&N IM's strengths as a bond manager are directly related to its depth of resources – both people and technology – dedicated to the management of fixed income portfolios.

Performance Analysis Cont'd as of June 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.04	0.05	0.02	0.01	0.02	0.02	0.01	0.01	0.03	0.02	—
Interest	0.04	0.05	0.02	0.01	0.02	0.02	0.01	0.01	0.03	0.02	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	6-2017	0.68	6-2017	0.38	6-2017	0.29	—	—
Worst	8-2011	0.10	6-2012	0.12	8-2014	0.13	—	—
Average		0.20		0.17		0.17		—
No. of Periods		92		68		44		—
Pct. Positive		100.00		100.00		100.00		—

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

Quarterly Commentary as at June 30, 2017

The U.S. Federal Reserve continued on its hiking path with another 0.25% lift in June. This move follows recent hikes from March 2017 and December 2016, and brings the Federal Funds Rate to 1.25%, with the possibility of further hikes in the near future. This trend is good news for savers who had to endure near-zero rates on U.S. savings for seven years before December 2015, when rates started slowly moving up (the Federal Funds Rate serves as the base for U.S. money market funds).

The Fund continues to maximize yield by focusing on securities that pay a higher rate than U.S.

Government T-bills, which includes corporate notes, bankers' acceptances, asset-backed commercial paper (ABCP) and to a lesser degree, the U.S. dollar-denominated debt of Canadian provinces. The Fund keeps a high allocation to bank-sponsored ABCP, which comes with an attractive yield compared to many other securities, and still meets the Fund's mandated high threshold for safety and security. As always, safety of principal and return of capital is not compromised and remains the primary objective of the Fund.

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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 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.

Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc. (RBC GAM). RBC GAM is the fund manager and the principal portfolio adviser of PH&N Funds. The principal distributor of PH&N Funds is Phillips, Hager & North Investment Funds Ltd. (PH&NIF), which uses the trade name PH&N Investment Services. RBC GAM is an indirect, wholly-owned subsidiary of Royal Bank of

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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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