

PH&N Community Values Canadian Equity Fund

Investment Objective

To provide significant long-term capital growth by investing primarily in a well-diversified portfolio of Canadian common stocks of companies that conduct themselves in a socially responsible manner.

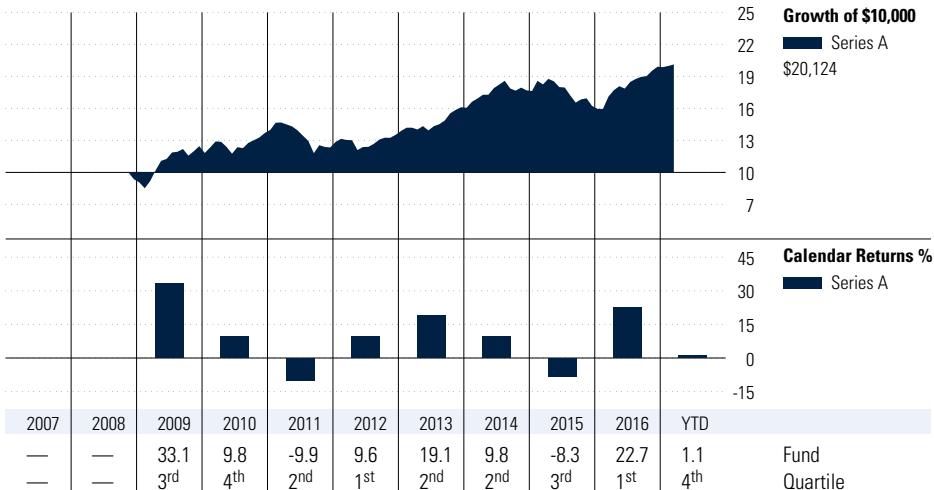
Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF7620
Adv	Front End	CAD	RBF6620
Adv	Low Load	CAD	RBF4620
Inception Date		November 2008	
Total Fund Assets \$Mil		97.1	
Series A NAV \$		26.73	
Series A MER %		1.96	
Series A Adjusted MER %		1.88	
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.	
Web Site		www.rbcgam.com	

Portfolio Analysis as of March 31, 2017

Asset Mix		% Assets	Top 25 Holdings		% Assets
● Cash	1.4	Royal Bank of Canada	8.4		
● Fixed Income	0.0	The Toronto-Dominion Bank	7.7		
● Canadian Equity	92.0	Bank of Nova Scotia	5.5		
● US Equity	5.2	Enbridge Inc	5.5		
● International Equity	1.3	Brookfield Asset Management Inc Class A	3.9		
● Other	0.2	Canadian Natural Resources Ltd	3.7		
Equity Style		Equity Statistics		Equity Statistics	
Large	Value	P/B Ratio	1.8	P/B Ratio	1.8
Mid	Blend	P/E Ratio	17.5	P/E Ratio	17.5
Small	Growth	Avg. Mkt Cap. \$B	23.3	Avg. Mkt Cap. \$B	23.3
Global Equity Sectors		% Equity	Global Equity Sectors		% Equity
Financials		38.0	Financials		38.0
Energy		24.2	Energy		24.2
Industrials		10.7	Industrials		10.7
Materials		8.2	Materials		8.2
Consumer Discretionary		7.4	Consumer Discretionary		7.4
Information Technology		3.8	Information Technology		3.8
Utilities		3.0	Utilities		3.0
Telecommunication Services		2.2	Telecommunication Services		2.2
Real Estate		2.2	Real Estate		2.2
Consumer Staples		0.4	Consumer Staples		0.4
Health Care		0.0	Health Care		0.0
Unclassified		0.0	Unclassified		0.0
Total Number of Holdings					88

Performance Analysis as of March 31, 2017



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.7 4 th	1.1 4 th	6.2 3 rd	17.7 2 nd	5.9 2 nd	9.1 2 nd	— —	8.8 —	Fund
624	616	604	535	414	301	138	—	Quartile
								No. of Funds in Category

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Management Overview

Manager Bios

Dennis Chan
Phillips, Hager & North Investment Management Ltd

Dennis is a member of the Canadian equity research team and has responsibilities as a research analyst and portfolio manager at Phillips, Hager & North Investment Management. His research responsibilities include the Industrials, Information Technology and Energy sectors. Dennis joined the firm in 2005.

Performance Analysis Cont'd as of March 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	—	0.15	0.74	1.36	0.14	0.15	0.23	0.13	0.16	0.11	—
Interest	—	—	—	—	—	—	—	0.13	—	—	—
Dividends	—	0.15	0.14	0.12	0.14	0.15	0.06	—	0.16	0.11	—
Capital Gains	—	—	0.60	1.24	—	—	0.17	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—
Best/Worst Periods %		Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr		
Best	2-2010	45.0	2-2012	15.6	2-2014	14.3	—	—	—	—	—
Worst	5-2012	-15.5	7-2012	1.5	2-2016	1.7	—	—	—	—	—
Average		9.1		7.8		8.1					
No. of Periods		89		65		41					
Pct. Positive		73.0		100.0		100.0					

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

Quarterly Commentary as at March 31, 2017

This quarter, the Fund underperformed its benchmark, the S&P/TSX Capped Composite Total Return Index.

The Canadian equity market, as measured by the S&P/TSX Capped Composite Index, continued its ascent to begin the year. Many themes that were prevalent in the market – including increased optimism over the possibility of tax cuts and higher infrastructure spending, along with improving global economic growth and stronger corporate earnings – resulted in positive absolute performance for the Canadian equity market. Despite a slight contraction in the latter half of the quarter due to uncertainties surrounding the implementation of proposed Trump policies, 9 of 11 sectors ended in positive territory. This was led by Utilities, which benefitted this quarter after interest rates retraced following the sharp rise after the U.S. election. While equity performance was generally positive, the Energy sector was negative this quarter due to falling oil prices, which represented a reversal from the past few quarters.

The Fund's overweight exposure to companies most sensitive to oil prices was the largest

detractor from relative performance this quarter. After a remarkable recovery in 2016, the rise in the price of oil has recently slowed. Higher-than-expected U.S. inventory data, along with uncertainty over an extension of the OPEC agreement on production cuts, caused the price of oil to drop below US\$50 per barrel higher leverage to oil prices.

The Utilities sector rebounded this quarter after recent weakness stemming from rising interest rates along with defensive sector rotations. After adding to our overweight position last quarter, Brookfield Infrastructure Partners contributed positively this quarter. Brookfield is a capable operator with a unique portfolio of irreplaceable global infrastructure assets and significant visible growth.

The Fund's trading activity is a function of our investment process. Our disciplined fundamental research process and approach to portfolio construction serve as a base to optimize position sizes to match fundamental conviction and minimize exposure to less repeatable, unintended risk factors.

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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.

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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 half-year period, April 1, 2016 to September 30, 2016, 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.

PH&N Funds Series A formerly known as Series C.

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 March 31, 2017.

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