



RBC Global
Asset Management

RBC FUNDS AND RBC PRIVATE POOLS

2014
Annual Financial
Statements



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The accompanying financial statements have been prepared by RBC Global Asset Management Inc. ("RBC GAM") as manager of the RBC Funds and the RBC Private Pools (the "Funds") and approved by the Board of Directors of RBC GAM. We are responsible for the information contained within the financial statements.

We have maintained appropriate procedures and controls to ensure that timely and reliable financial information is produced. The financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS") (and they include certain amounts that are based on estimates and judgments). The significant accounting policies, which we believe are appropriate for the Funds, are described in Note 3 to the financial statements.

Although the Board of Directors of RBC GAM is solely responsible for approving the financial statements and overseeing management's financial reporting responsibilities, in 2014 the Financial Advisory Committee of the Board of Governors provided advice to RBC GAM concerning financial reporting, the audit process and internal controls. Please see *The Role of the Board of Governors* at the end of this report.

Deloitte LLP, Independent Chartered Professional Accountants, Chartered Accountants, have performed an independent audit of the financial statements in accordance with IFRS. Their report is set out on the next page.

John S. Montalbano, CFA
Chief Executive Officer
RBC Global Asset Management Inc.

March 5, 2015

Frank Lippa, CPA, CA
Chief Financial Officer and Chief Operating Officer
RBC Global Asset Management Inc.



To the Unitholders of:

RBC Canadian T-Bill Fund	RBC Select Choices Aggressive Growth Portfolio	RBC Japanese Equity Fund
RBC Canadian Money Market Fund	RBC Target 2015 Education Fund	RBC Emerging Markets Dividend Fund
RBC Premium Money Market Fund	RBC Target 2020 Education Fund	RBC Emerging Markets Equity Fund
RBC \$U.S. Money Market Fund	RBC Target 2025 Education Fund	RBC Emerging Markets Small-Cap Equity Fund
RBC Premium \$U.S. Money Market Fund	RBC Target 2030 Education Fund	RBC Global Dividend Growth Fund
RBC Canadian Short-Term Income Fund	RBC Canadian Dividend Fund	RBC Global Equity Fund
RBC Monthly Income Bond Fund	RBC Canadian Equity Fund	RBC Global Equity Focus Fund
RBC Bond Fund	RBC QUBE Canadian Equity Fund	RBC QUBE Global Equity Fund
RBC Advisor Canadian Bond Fund	RBC QUBE Low Volatility Canadian Equity Fund	RBC QUBE Low Volatility Global Equity Fund
RBC Canadian Government Bond Index Fund	RBC Jantzi Canadian Equity Fund	RBC Jantzi Global Equity Fund
RBC Global Bond Fund	RBC Canadian Index Fund	RBC O'Shaughnessy Global Equity Fund
RBC \$U.S. Investment Grade Corporate Bond Fund	RBC O'Shaughnessy Canadian Equity Fund	RBC QUBE All Country World Equity Fund
RBC Global Corporate Bond Fund	RBC O'Shaughnessy All-Canadian Equity Fund	RBC QUBE Low Volatility All Country World Equity Fund
RBC High Yield Bond Fund	RBC Canadian Equity Income Fund	RBC Global Energy Fund
RBC \$U.S. High Yield Bond Fund	RBC Canadian Small & Mid-Cap Resources Fund	RBC Global Precious Metals Fund
RBC Global High Yield Bond Fund	RBC North American Value Fund	RBC Global Resources Fund
RBC Monthly Income High Yield Bond Fund	RBC North American Growth Fund	RBC Global Technology Fund
RBC Emerging Markets Foreign Exchange Fund	RBC U.S. Dividend Fund	RBC Private Short-Term Income Pool
RBC Emerging Markets Bond Fund	RBC U.S. Equity Fund	RBC Private Canadian Bond Pool
BlueBay Global Monthly Income Bond Fund	RBC U.S. Equity Currency Neutral Fund	RBC Private Canadian Corporate Bond Pool
BlueBay Emerging Markets Corporate Bond Fund	RBC QUBE U.S. Equity Fund	RBC Private Income Pool
BlueBay Global Convertible Bond Fund (Canada)	RBC QUBE Low Volatility U.S. Equity Fund	RBC Private Canadian Dividend Pool
RBC Managed Payout Solution	RBC U.S. Equity Value Fund	RBC Private Canadian Growth and Income Equity Pool
RBC Managed Payout Solution – Enhanced	RBC U.S. Index Fund	RBC Private Canadian Equity Pool
RBC Managed Payout Solution – Enhanced Plus	RBC U.S. Index Currency Neutral Fund	RBC Private Canadian Growth Equity Pool
RBC Monthly Income Fund	RBC O'Shaughnessy U.S. Value Fund	RBC Private Canadian Mid-Cap Equity Pool
RBC U.S. Monthly Income Fund (formerly, RBC \$U.S. Income Fund)	RBC U.S. Mid-Cap Equity Fund	RBC Private U.S. Equity Pool
RBC Balanced Fund	RBC U.S. Mid-Cap Equity Currency Neutral Fund	RBC Private U.S. Large-Cap Value Equity Pool
RBC Global Balanced Fund	RBC U.S. Mid-Cap Value Equity Fund	RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool
RBC Jantzi Balanced Fund	RBC U.S. Small-Cap Core Equity Fund	RBC Private U.S. Growth Equity Pool
RBC Balanced Growth & Income Fund	RBC O'Shaughnessy U.S. Growth Fund	RBC Private O'Shaughnessy U.S. Growth Equity Pool
RBC Select Very Conservative Portfolio	RBC O'Shaughnessy U.S. Growth Fund II	RBC Private U.S. Large-Cap Core Equity Pool
RBC Select Conservative Portfolio	RBC Life Science and Technology Fund	RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool
RBC Select Balanced Portfolio	RBC International Dividend Growth Fund	RBC Private U.S. Small-Cap Equity Pool
RBC Select Growth Portfolio	RBC International Equity Fund	RBC Private International Equity Pool
RBC Select Aggressive Growth Portfolio	RBC International Equity Currency Neutral Fund	RBC Private EAFE Equity Pool
RBC Select Choices Conservative Portfolio	RBC International Index Currency Neutral Fund	RBC Private Overseas Equity Pool
RBC Select Choices Balanced Portfolio	RBC O'Shaughnessy International Equity Fund	RBC Private World Equity Pool
RBC Select Choices Growth Portfolio	RBC European Dividend Fund	
	RBC European Equity Fund	
	RBC Asian Equity Fund	
	RBC Asia Pacific ex-Japan Equity Fund	(collectively referred to as the "Funds")

We have audited the accompanying financial statements of each of the Funds, which comprise the schedule of investment portfolio as at December 31, 2014, the statements of financial position as at December 31, 2014, December 31, 2013 and January 1, 2013 (as applicable) and the statements of comprehensive income, statements of cash flow and statements of changes in net assets attributable to holders of redeemable units for the years or periods (since establishment of the Funds) then ended and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards ("IFRS"), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards ("GAAS"). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as at December 31, 2014, December 31, 2013 and January 1, 2013 (as applicable), and the results of their operations, their cash flows and changes in their net assets for the years or periods (since establishment of the Funds) then ended in accordance with IFRS.

Deloitte LLP

Chartered Professional Accountants, Chartered Accountants,
Licensed Public Accountants
March 5, 2015
Toronto, Ontario



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN T-BILL FUND

December 31, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
FEDERAL OBLIGATIONS*			
37 000	CMHC	\$ 37 513	
70 000	Government of Canada Treasury Bills	69 959	
		<u>107 472</u>	<u>23.7</u>
PROVINCIAL OBLIGATIONS*			
13 000	Alberta Capital Finance Authority	13 194	
10 700	Hydro-Quebec	10 674	
60 100	Province of British Columbia	59 667	
55 000	Province of New Brunswick	54 886	
23 000	Province of Nova Scotia	22 942	
61 230	Province of Ontario	60 933	
67 500	Province of Quebec	67 150	
56 600	Province of Saskatchewan	56 427	
		<u>345 873</u>	<u>76.2</u>
TERM DEPOSITS†			
572	Canadian Imperial Bank of Commerce	572	
		<u>572</u>	<u>0.1</u>
TOTAL INVESTMENTS		<u>453 917</u>	<u>100.0</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		206	—
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 454 123</u>	<u>100.0</u>

* Investments, which are grouped by issuer, earn interest at rates ranging from 0.94% to 1.18% and mature between January 6, 2015 and April 12, 2016.

† Term deposits earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 453 917	\$ 543 330	\$ 648 696
Subscriptions receivable	336	322	1 280
Dividends receivable, interest accrued and other assets	926	1 015	1 740
TOTAL ASSETS	455 179	544 667	651 716
LIABILITIES			
Redemptions payable	683	918	603
Distributions payable	147	181	232
Accounts payable and accrued expenses	226	256	304
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 056	1 355	1 139
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 454 123	\$ 543 312	\$ 650 577
Investments at cost	\$ 453 917	\$ 543 330	\$ 648 696
NAV			
SERIES A	\$ 395 252	\$ 475 213	\$ 575 024
SERIES D	\$ 58 871	\$ 68 099	\$ 75 553
NAV PER UNIT			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 5 029	\$ 6 386
Securities lending revenue (see note 6 in the generic notes)	31	28
TOTAL INCOME (LOSS)	5 060	6 414
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 997	2 413
Administration fees	460	558
Board of Governors costs	3	3
GST/HST	234	293
TOTAL EXPENSES	2 694	3 267
INCREASE (DECREASE) IN NAV	\$ 2 366	\$ 3 147
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 060	\$ 2 769
SERIES D	\$ 306	\$ 378
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.05	\$ 0.06
SERIES D	\$ 0.05	\$ 0.05

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 2 366	\$ 3 147
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	89	725
Increase (decrease) in accrued payables	(30)	(48)
Cost of investments purchased	(4 380 104)	(8 406 981)
Proceeds on sales of investments	4 469 517	8 512 347
NET CASH PROVIDED BY OPERATING ACTIVITIES	91 838	109 190
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	140 091	148 894
Cash paid on redemption of redeemable units	(231 829)	(257 935)
Distributions paid to holders of redeemable units	(100)	(149)
NET CASH USED IN FINANCING ACTIVITIES	\$ (91 838)	\$ (109 190)
Net increase (decrease) in cash for the year	–	–
Cash (bank overdraft), beginning of period	–	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ –
Interest received	\$ 5 118	\$ 7 111
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 475 213	\$ 575 024	\$ 68 099	\$ 75 553	\$ 543 312	\$ 650 577
INCREASE (DECREASE) IN NAV	2 060	2 769	306	378	2 366	3 147
Proceeds from redeemable units issued	115 759	126 824	24 346	21 112	140 105	147 936
Reinvestments of distributions to holders of redeemable units	1 996	2 683	304	366	2 300	3 049
Redemption of redeemable units	(197 716)	(229 318)	(33 878)	(28 932)	(231 594)	(258 250)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(79 961)	(99 811)	(9 228)	(7 454)	(89 189)	(107 265)
Distributions from net income	(2 060)	(2 769)	(306)	(378)	(2 366)	(3 147)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 060)	(2 769)	(306)	(378)	(2 366)	(3 147)
NET INCREASE (DECREASE) IN NAV	(79 961)	(99 811)	(9 228)	(7 454)	(89 189)	(107 265)
NAV AT END OF PERIOD	\$ 395 252	\$ 475 213	\$ 58 871	\$ 68 099	\$ 454 123	\$ 543 312

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money-market interest rates while preserving the value of the investment.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	53.6	44.9	57.8
R-1 (M)	46.4	31.9	33.9
R-1 (L)	–	23.2	8.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Provincial Obligations	76.2	80.4	40.3
Federal Obligations	23.7	19.2	53.9
Term Deposits	0.1	0.4	5.5
Cash/Other	–	–	0.3

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	38.9	33.2	35.9
1 – 3 months	37.6	44.8	25.9
4 – 6 months	11.1	10.5	34.3
7 – 12 months	12.4	11.5	3.9
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	453 917	–	453 917
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	453 917	–	453 917
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	543 330	–	543 330
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	543 330	–	543 330
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	648 696	–	648 696
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	648 696	–	648 696
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	up to 0.75%
Series D	up to 0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Series D	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	47 521	57 502
Issued number of units	11 576	12 683
Reinvested number of units	200	268
Redeemed number of units	(19 772)	(22 932)
Ending number of units	39 525	47 521
Series D		
Opening units	6 810	7 555
Issued number of units	2 435	2 111
Reinvested number of units	30	37
Redeemed number of units	(3 388)	(2 893)
Ending number of units	5 887	6 810

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	67 986	72 366
Fair value of collateral received	69 346	73 813

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	543 312	650 577
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	543 312	650 577
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		3 147
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		3 147



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN MONEY MARKET FUND

December 31, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
116 230	Bank of Montreal	\$ 116 331	
119 870	Bank of Nova Scotia	119 437	
114 420	Canadian Imperial Bank of Commerce	114 351	
81 910	HSBC Bank Canada	81 837	
54 361	National Bank of Canada	54 472	
92 608	Toronto-Dominion Bank	92 431	
		578 859	33.5
COMMERCIAL PAPER			
59 270	Banner Trust	58 928	
80 010	Bay Street Funding Trust - Class A	79 612	
12 000	CDP Financial Inc.	12 050	
6 000	Central 1 Credit Union	5 981	
65 770	Darwin Receivables Trust - Senior Notes	65 304	
74 900	Enbridge Inc.	74 740	
65 030	Fusion Trust	64 579	
30 000	Husky Energy Inc.	29 967	
33 620	Inter Pipeline Ltd.	33 560	
24 000	JPMorgan Chase & Co.	23 849	
77 320	King Street Funding Trust	76 831	
6 600	Manulife Financial Corporation	6 751	
78 050	Merit Trust - Senior Notes	77 663	
68 360	Prime Trust - Senior Notes	67 943	
28 110	Reliant Trust	27 979	
34 260	Ridge Trust	34 075	
76 820	SAFE Trust - Series 1996-1	76 570	
78 380	SOUND Trust	78 222	
60 000	TransCanada PipeLines Ltd.	59 898	
23 100	Wells Fargo Financial Canada Corp.	23 650	
80 370	Zeus Receivables Trust - Senior Notes	79 948	
		1 058 100	61.3
PROVINCIAL OBLIGATIONS			
2 300	Province of British Columbia	2 295	
15 000	Province of New Brunswick	14 966	
16 840	Province of Nova Scotia	16 814	
14 020	Province of Ontario	13 988	
30 490	Province of Quebec	30 424	
8 190	Province of Saskatchewan	8 179	
		86 666	5.0
TOTAL INVESTMENTS			
		1 723 625	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			
		3 226	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			
		\$ 1 726 851	100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 0.97% to 1.63% and mature between January 2, 2015 and April 21, 2016

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 723 625	\$ 2 137 062	\$ 2 662 555
Cash	20	41	4
Subscriptions receivable	5 449	5 170	5 466
Dividends receivable, interest accrued and other assets	3 275	5 405	6 887
TOTAL ASSETS	1 732 369	2 147 678	2 674 912
LIABILITIES			
Redemptions payable	4 061	3 095	4 553
Distributions payable	657	742	903
Accounts payable and accrued expenses	800	885	1 027
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 518	4 722	6 483
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 726 851	\$ 2 142 956	\$ 2 668 429
Investments at cost	\$ 1 723 625	\$ 2 137 062	\$ 2 662 555
NAV			
SERIES A	\$ 1 236 246	\$ 1 477 907	\$ 1 743 639
ADVISOR SERIES	\$ 13 881	\$ 11 647	\$ 10 860
SERIES D	\$ 179 277	\$ 192 022	\$ 192 346
SERIES F	\$ 12 965	\$ 19 691	\$ 25 449
SERIES O	\$ 284 482	\$ 441 689	\$ 696 135
NAV PER UNIT			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
ADVISOR SERIES	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00
SERIES F	\$ 10.00	\$ 10.00	\$ 10.00
SERIES O	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 23 782	\$ 30 181
Securities lending revenue (see note 6 in the generic notes)	1	12
TOTAL INCOME (LOSS)	23 783	30 193
EXPENSES (see notes – Fund Specific Information)		
Management fees	7 099	8 279
Administration fees	1 526	1 834
Board of Governors costs	3	3
GST/HST	872	1 053
TOTAL EXPENSES	9 500	11 169
INCREASE (DECREASE) IN NAV	\$ 14 283	\$ 19 024
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 8 228	\$ 9 845
ADVISOR SERIES	\$ 76	\$ 70
SERIES D	\$ 1 146	\$ 1 161
SERIES F	\$ 103	\$ 155
SERIES O	\$ 4 730	\$ 7 793
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.06	\$ 0.06
ADVISOR SERIES	\$ 0.06	\$ 0.06
SERIES D	\$ 0.06	\$ 0.06
SERIES F	\$ 0.06	\$ 0.06
SERIES O	\$ 0.12	\$ 0.12

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 14 283	\$ 19 024
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	2 130	1 482
Increase (decrease) in accrued payables	(85)	(142)
Cost of investments purchased	(11 444 169)	(13 510 755)
Proceeds on sales of investments	11 857 606	14 036 248
NET CASH PROVIDED BY OPERATING ACTIVITIES	429 765	545 857
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	929 463	1 256 340
Cash paid on redemption of redeemable units	(1 358 530)	(1 800 828)
Distributions paid to holders of redeemable units	(719)	(1 332)
NET CASH USED IN FINANCING ACTIVITIES	\$ (429 786)	\$ (545 820)
Net increase (decrease) in cash for the year	(21)	37
Cash (bank overdraft), beginning of period	41	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 20	\$ 41
Interest received	\$ 25 912	\$ 31 663
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 477 907	\$ 1 743 639	\$ 11 647	\$ 10 860	\$ 192 022	\$ 192 346	\$ 19 691	\$ 25 449
INCREASE (DECREASE) IN NAV	8 228	9 845	76	70	1 146	1 161	103	155
Proceeds from redeemable units issued	575 221	721 710	20 226	17 394	107 163	96 402	6 081	18 034
Reinvestments of distributions to holders of redeemable units	7 998	9 578	73	65	1 134	1 148	65	90
Redemption of redeemable units	(824 880)	(997 020)	(18 065)	(16 673)	(121 043)	(97 874)	(12 872)	(23 882)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(241 661)	(265 732)	2 234	786	(12 746)	(324)	(6 726)	(5 758)
Distributions from net income	(8 228)	(9 845)	(76)	(69)	(1 145)	(1 161)	(103)	(155)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(8 228)	(9 845)	(76)	(69)	(1 145)	(1 161)	(103)	(155)
NET INCREASE (DECREASE) IN NAV	(241 661)	(265 732)	2 234	787	(12 745)	(324)	(6 726)	(5 758)
NAV AT END OF PERIOD	\$ 1 236 246	\$ 1 477 907	\$ 13 881	\$ 11 647	\$ 179 277	\$ 192 022	\$ 12 965	\$ 19 691

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 441 689	\$ 696 135	\$ 2 142 956	\$ 2 668 429
INCREASE (DECREASE) IN NAV	4 730	7 793	14 283	19 024
Proceeds from redeemable units issued	221 051	402 504	929 742	1 256 044
Reinvestments of distributions to holders of redeemable units	4 378	6 971	13 648	17 852
Redemption of redeemable units	(382 636)	(663 921)	(1 359 496)	(1 799 370)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(157 207)	(254 446)	(416 106)	(525 474)
Distributions from net income	(4 730)	(7 793)	(14 282)	(19 023)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 730)	(7 793)	(14 282)	(19 023)
NET INCREASE (DECREASE) IN NAV	(157 207)	(254 446)	(416 105)	(525 473)
NAV AT END OF PERIOD	\$ 284 482	\$ 441 689	\$ 1 726 851	\$ 2 142 956

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money-market interest rates while preserving the value of the investment.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	76.2	69.8	85.1
R-1 (M)	14.1	23.0	8.4
R-1 (L)	9.7	7.2	6.5
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Commercial Paper	61.3	62.5	52.9
Bankers Acceptances and Bank Obligations	33.5	30.2	34.6
Federal Obligations	–	–	6.3
Provincial Obligations	5.0	7.0	6.0
Cash/Other	0.2	0.3	0.2

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	48.0	37.7	43.4
1 – 3 months	30.7	42.9	37.1
4 – 6 months	12.7	15.9	16.4
7 – 12 months	8.6	3.5	3.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 723 625	–	1 723 625
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	1 723 625	–	1 723 625
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 137 062	–	2 137 062
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 137 062	–	2 137 062
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 662 555	–	2 662 555
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 662 555	–	2 662 555
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	up to 0.75%
Advisor Series	up to 0.75%
Series D	up to 0.60%
Series F	up to 0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	147 791	174 364
Issued number of units	57 522	72 171
Reinvested number of units	800	958
Redeemed number of units	(82 488)	(99 702)
Ending number of units	123 625	147 791

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Advisor Series		
Opening units	1 165	1 086
Issued number of units	2 023	1 739
Reinvested number of units	7	7
Redeemed number of units	(1 807)	(1 667)
Ending number of units	1 388	1 165
Series D		
Opening units	19 202	19 235
Issued number of units	10 717	9 639
Reinvested number of units	113	115
Redeemed number of units	(12 104)	(9 787)
Ending number of units	17 928	19 202
Series F		
Opening units	1 969	2 545
Issued number of units	609	1 803
Reinvested number of units	6	9
Redeemed number of units	(1 287)	(2 388)
Ending number of units	1 297	1 969
Series O		
Opening units	44 169	69 614
Issued number of units	22 105	40 250
Reinvested number of units	438	697
Redeemed number of units	(38 264)	(66 392)
Ending number of units	28 448	44 169

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	–	1 006
Fair value of collateral received	–	1 026



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Short Term Income Class	2.3	1.7
RBC Managed Payout Solution	–	0.5
RBC Select Very Conservative Portfolio	–	2.7
RBC Select Very Conservative Class	–	–
RBC Select Conservative Portfolio	–	4.5
RBC Select Conservative Class	–	–
RBC Select Balanced Portfolio	–	1.3
RBC Select Balanced Class	–	–
RBC Select Growth Portfolio	–	0.5
RBC Select Growth Class	–	–
RBC Select Choices Conservative Portfolio	0.1	0.1
RBC Select Choices Balanced Portfolio	0.1	0.2
RBC Select Choices Growth Portfolio	0.1	0.2
RBC Target 2015 Education Fund	11.0	6.4
Total	13.6	18.1

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 142 956	2 668 429
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 142 956	2 668 429

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	19 024
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	19 024

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PREMIUM MONEY MARKET FUND

December 31, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
74 790	Bank of Montreal	\$ 74 927	
156 320	Bank of Nova Scotia	155 486	
136 310	Canadian Imperial Bank of Commerce	135 949	
93 060	HSBC Bank Canada	93 049	
54 841	National Bank of Canada	54 957	
100 480	Toronto-Dominion Bank	100 410	
		614 778	35.2
COMMERCIAL PAPER			
65 550	Banner Trust	65 378	
76 110	Bay Street Funding Trust - Class A	75 345	
14 000	CDP Financial Inc.	14 059	
5 930	Central 1 Credit Union	5 897	
65 600	Clarity Trust	65 203	
34 110	Darwin Receivables Trust - Senior Notes	33 890	
72 720	Enbridge Inc.	72 563	
62 570	Fusion Trust	62 224	
29 000	Husky Energy Inc.	28 970	
45 100	Inter Pipeline Ltd.	45 026	
72 790	King Street Funding Trust	72 294	
7 000	Manulife Financial Corporation	7 160	
82 030	Merit Trust - Senior Notes	81 679	
63 450	Prime Trust - Senior Notes	63 146	
48 690	Reliant Trust	48 586	
40 230	Ridge Trust	39 946	
64 500	SAFE Trust - Series 1996-1	64 431	
49 270	SOUND Trust	49 156	
32 510	TransCanada PipeLines Ltd.	32 414	
24 300	Wells Fargo Financial Canada Corp.	24 878	
83 440	Zeus Receivables Trust - Senior Notes	83 125	
		1 035 370	59.4
PROVINCIAL OBLIGATIONS			
22 800	Province of British Columbia	22 758	
5 690	Province of Newfoundland	5 677	
2 430	Province of Nova Scotia	2 428	
5 270	Province of Ontario	5 257	
26 370	Province of Quebec	26 315	
24 590	Province of Saskatchewan	24 557	
		86 992	5.0
TOTAL INVESTMENTS			
		1 737 140	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			
		6 411	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			
		\$ 1 743 551	100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 0.97% to 1.63% and mature between January 2, 2015 and April 21, 2016.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 737 140	\$ 2 270 974	\$ 2 832 513
Cash	62	–	36
Subscriptions receivable	5 761	8 091	8 160
Dividends receivable, interest accrued and other assets	3 700	7 270	6 970
TOTAL ASSETS	1 746 663	2 286 335	2 847 679
LIABILITIES			
Bank overdraft	–	20	–
Redemptions payable	1 583	4 489	3 342
Distributions payable	979	1 232	1 528
Accounts payable and accrued expenses	550	682	846
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 112	6 423	5 716
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 743 551	\$ 2 279 912	\$ 2 841 963
Investments at cost	\$ 1 737 140	\$ 2 270 974	\$ 2 832 513
NAV			
SERIES A	\$ 1 717 382	\$ 2 249 586	\$ 2 795 422
SERIES F	\$ 10 882	\$ 14 559	\$ 27 419
SERIES I	\$ 15 287	\$ 15 767	\$ 19 122
NAV PER UNIT			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES F	\$ 10.00	\$ 10.00	\$ 10.00
SERIES I	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 24 493	\$ 31 216
Securities lending revenue (see note 6 in the generic notes)	–	8
TOTAL INCOME (LOSS)	24 493	31 224
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 990	7 608
Administration fees	402	510
Board of Governors costs	3	3
GST/HST	616	811
TOTAL EXPENSES	7 011	8 932
INCREASE (DECREASE) IN NAV	\$ 17 482	\$ 22 292
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 17 186	\$ 21 890
SERIES F	\$ 124	\$ 217
SERIES I	\$ 172	\$ 185
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.08	\$ 0.08
SERIES F	\$ 0.10	\$ 0.10
SERIES I	\$ 0.11	\$ 0.11

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 17 482	\$ 22 292
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	3 570	(300)
Increase (decrease) in accrued payables	(132)	(164)
Cost of investments purchased	(12 169 142)	(14 308 832)
Proceeds on sales of investments	12 702 976	14 870 371
NET CASH PROVIDED BY OPERATING ACTIVITIES	554 754	583 367
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	865 861	1 155 732
Cash paid on redemption of redeemable units	(1 418 920)	(1 737 236)
Distributions paid to holders of redeemable units	(1 613)	(1 919)
NET CASH USED IN FINANCING ACTIVITIES	\$ (554 672)	\$ (583 423)
Net increase (decrease) in cash for the year	82	(56)
Cash (bank overdraft), beginning of period	(20)	36
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 62	\$ (20)
Interest received	\$ 28 063	\$ 30 916
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 249 586	\$ 2 795 422	\$ 14 559	\$ 27 419	\$ 15 767	\$ 19 122	\$ 2 279 912	\$ 2 841 963
INCREASE (DECREASE) IN NAV	17 186	21 890	124	217	172	185	17 482	22 292
Proceeds from redeemable units issued	845 280	1 145 124	6 371	5 628	11 880	4 911	863 531	1 155 663
Reinvestments of distributions to holders of redeemable units	15 830	20 279	120	205	171	184	16 121	20 668
Redemption of redeemable units	(1 393 313)	(1 711 239)	(10 169)	(18 694)	(12 532)	(8 450)	(1 416 014)	(1 738 383)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(532 203)	(545 836)	(3 678)	(12 861)	(481)	(3 355)	(536 362)	(562 052)
Distributions from net income	(17 187)	(21 890)	(123)	(216)	(171)	(185)	(17 481)	(22 291)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(17 187)	(21 890)	(123)	(216)	(171)	(185)	(17 481)	(22 291)
NET INCREASE (DECREASE) IN NAV	(532 204)	(545 836)	(3 677)	(12 860)	(480)	(3 355)	(536 361)	(562 051)
NAV AT END OF PERIOD	\$ 1 717 382	\$ 2 249 586	\$ 10 882	\$ 14 559	\$ 15 287	\$ 15 767	\$ 1 743 551	\$ 2 279 912

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money market rates for investors who have at least \$100,000 to invest.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	75.7	75.5	84.9
R-1 (M)	15.6	19.6	9.4
R-1 (L)	8.7	4.9	5.7
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Commercial Paper	59.4	58.1	53.0
Bankers Acceptances and Bank Obligations	35.2	34.8	34.9
Federal Obligations	–	–	6.1
Provincial Obligations	5.0	6.7	5.7
Cash/Other	0.4	0.4	0.3

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	53.0	38.6	44.6
1 – 3 months	23.7	38.7	33.6
4 – 6 months	9.6	19.0	18.0
7 – 12 months	13.7	3.7	3.8
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 737 140	–	1 737 140
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	1 737 140	–	1 737 140
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 270 974	–	2 270 974
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 270 974	–	2 270 974
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 832 513	–	2 832 513
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	2 832 513	–	2 832 513
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	up to 0.30%
Series F	up to 0.20%
Series I	up to 0.10%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.02%
Series F	0.02%
Series I	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	109	107
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	224 959	279 542
Issued number of units	84 527	114 513
Reinvested number of units	1 583	2 028
Redeemed number of units	(139 331)	(171 124)
Ending number of units	171 738	224 959
Series F		
Opening units	1 456	2 742
Issued number of units	637	563
Reinvested number of units	12	20
Redeemed number of units	(1 017)	(1 869)
Ending number of units	1 088	1 456

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	1 577	1 912
Issued number of units	1 188	492
Reinvested number of units	17	18
Redeemed number of units	(1 253)	(845)
Ending number of units	1 529	1 577

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 279 912	2 841 963
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 279 912	2 841 963
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		22 292
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		22 292



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)
RBC \$U.S. MONEY MARKET FUND

December 31, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
2 570	Bank of Montreal	\$ 2 571	
2 900	Bank of Nova Scotia	2 912	
4 615	Canadian Imperial Bank of Commerce	4 613	
3 470	HSBC Bank Canada	3 466	
2 900	National Bank of Canada	2 905	
7 142	Toronto-Dominion Bank	7 175	
		23 642	14.2
COMMERCIAL PAPER			
10 680	Banner Trust	10 670	
14 053	Caisse Centrale Desjardins	14 042	
5 150	Darwin Receivables Trust - Senior Notes	5 147	
3 470	Fusion Trust	3 465	
11 380	Merit Trust - Senior Notes	11 368	
10 350	Prime Trust - Senior Notes	10 345	
5 300	Reliant Trust	5 296	
12 910	Ridge Trust	12 905	
12 720	SAFE Trust - Series 1996-1	12 695	
13 270	SOUND Trust	13 248	
11 000	Zeus Receivables Trust - Senior Notes	10 981	
		110 162	66.1
PROVINCIAL OBLIGATIONS			
670	Province of Nova Scotia	679	
26 660	Province of Ontario	29 712	
		30 391	18.2
TOTAL INVESTMENTS			164 195
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 538
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 166 733
			100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 0.08% to 0.41% and mature between January 2, 2015 and March 15, 2016.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 164 195	\$ 199 937	\$ 283 114
Cash	2	—	1
Subscriptions receivable	2 494	60	203
Dividends receivable, interest accrued and other assets	182	177	245
TOTAL ASSETS	166 873	200 174	283 563
LIABILITIES			
Redemptions payable	109	185	440
Distributions payable	7	7	15
Accounts payable and accrued expenses	24	29	54
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	140	221	509
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 166 733	\$ 199 953	\$ 283 054
Investments at cost	\$ 164 195	\$ 199 937	\$ 283 114
NAV			
SERIES A	\$ 142 087	\$ 171 061	\$ 253 402
SERIES D	\$ 23 125	\$ 27 081	\$ 26 545
SERIES O	\$ 1 521	\$ 1 811	\$ 3 107
NAV PER UNIT			
SERIES A	\$ 10.00	\$ 10.00	\$ 10.00
SERIES D	\$ 10.00	\$ 10.00	\$ 10.00
SERIES O	\$ 10.00	\$ 10.00	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 457	\$ 704
TOTAL INCOME (LOSS)	457	704
EXPENSES (see notes – Fund Specific Information)		
Management fees	101	229
Administration fees	163	218
Board of Governors costs	3	3
GST/HST	28	49
TOTAL EXPENSES	295	499
INCREASE (DECREASE) IN NAV	\$ 162	\$ 205
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 134	\$ 174
SERIES D	\$ 24	\$ 24
SERIES O	\$ 4	\$ 7
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.01	\$ 0.01
SERIES D	\$ –	\$ 0.01
SERIES O	\$ 0.02	\$ 0.03

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 162	\$ 205
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	(5)	68
Increase (decrease) in accrued payables	(5)	(25)
Cost of investments purchased	(814 408)	(1 339 750)
Proceeds on sales of investments	850 150	1 422 927
NET CASH PROVIDED BY OPERATING ACTIVITIES	35 894	83 425
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	90 213	72 344
Cash paid on redemption of redeemable units	(126 096)	(155 749)
Distributions paid to holders of redeemable units	(9)	(21)
NET CASH USED IN FINANCING ACTIVITIES	\$ (35 892)	\$ (83 426)
Net increase (decrease) in cash for the year	2	(1)
Cash (bank overdraft), beginning of period	–	1
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ –
Interest received	\$ 452	\$ 772
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 171 061	\$ 253 402	\$ 27 081	\$ 26 545	\$ 1 811	\$ 3 107	\$ 199 953	\$ 283 054
INCREASE (DECREASE) IN NAV	134	174	24	24	4	7	162	205
Proceeds from redeemable units issued	64 802	45 707	18 529	25 747	9 316	747	92 647	72 201
Reinvestments of distributions to holders of redeemable units	130	167	21	21	1	2	152	190
Redemption of redeemable units	(93 906)	(128 216)	(22 507)	(25 233)	(9 607)	(2 045)	(126 020)	(155 494)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(28 974)	(82 342)	(3 957)	535	(290)	(1 296)	(33 221)	(83 103)
Distributions from net income	(134)	(173)	(23)	(23)	(4)	(7)	(161)	(203)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(134)	(173)	(23)	(23)	(4)	(7)	(161)	(203)
NET INCREASE (DECREASE) IN NAV	(28 974)	(82 341)	(3 956)	536	(290)	(1 296)	(33 220)	(83 101)
NAV AT END OF PERIOD	\$ 142 087	\$ 171 061	\$ 23 125	\$ 27 081	\$ 1 521	\$ 1 811	\$ 166 733	\$ 199 953

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide U.S. dollar current income and liquidity consistent with short-term U.S. money-market rates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	77.6	63.9	80.6
R-1 (M)	22.4	13.7	9.1
R-1 (L)	–	22.4	10.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Commercial Paper	66.1	66.0	69.3
Provincial Obligations	18.2	17.2	8.8
Bankers Acceptances and Bank Obligations	14.2	16.8	21.9
Cash/Other	1.5	–	–

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	35.0	35.6	44.3
1 – 3 months	45.9	40.1	33.1
4 – 6 months	16.3	24.3	21.5
7 – 12 months	2.8	–	1.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	164 195	–	164 195
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	164 195	–	164 195
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	199 937	–	199 937
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	199 937	–	199 937
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	283 114	–	283 114
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	283 114	–	283 114
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	up to 0.85%
Series D	up to 0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Series D	0.05%
Series O	0.02%

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	216 439
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	17 106	25 340
Issued number of units	6 481	4 571
Reinvested number of units	13	17
Redeemed number of units	(9 391)	(12 822)
Ending number of units	14 209	17 106

Please see the generic notes at the back of the financial statements.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series D		
Opening units	2 708	2 654
Issued number of units	1 853	2 575
Reinvested number of units	2	2
Redeemed number of units	(2 251)	(2 523)
Ending number of units	2 312	2 708
Series O		
Opening units	181	311
Issued number of units	932	75
Reinvested number of units	–	–
Redeemed number of units	(961)	(205)
Ending number of units	152	181

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	199 953	283 054
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	199 953	283 054
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		205
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		205



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)
RBC PREMIUM \$U.S. MONEY MARKET FUND

December 31, 2014

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
9 470	Bank of Montreal	\$ 9 474	
12 700	Bank of Nova Scotia	12 786	
26 370	HSBC Bank Canada	26 348	
6 400	National Bank of Canada	6 410	
10 550	Toronto-Dominion Bank	10 626	
		65 644	18.3
COMMERCIAL PAPER			
24 690	Banner Trust	24 633	
14 555	Caisse Centrale Desjardins	14 553	
28 360	Darwin Receivables Trust - Senior Notes	28 301	
6 580	Enbridge Inc.	6 577	
21 880	Fusion Trust	21 859	
23 140	Merit Trust - Senior Notes	23 108	
22 630	Prime Trust - Senior Notes	22 612	
12 410	Reliant Trust	12 391	
25 580	Ridge Trust	25 576	
12 340	SAFE Trust - Series 1996-1	12 328	
16 620	SOUND Trust	16 572	
28 390	Zeus Receivables Trust - Senior Notes	28 350	
		236 860	65.9
PROVINCIAL OBLIGATIONS			
1 585	Province of Nova Scotia	1 605	
47 240	Province of Ontario	54 212	
		55 817	15.5
TOTAL INVESTMENTS		358 321	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		956	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 359 277	100.0

Investments, which are grouped by issuer, earn interest at rates ranging from 0.08% to 0.42% and mature between January 2, 2015 and March 15, 2016.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 358 321	\$ 456 345	\$ 587 508
Cash	3	1	4
Subscriptions receivable	726	336	5 022
Dividends receivable, interest accrued and other assets	315	177	334
TOTAL ASSETS	359 365	456 859	592 868
LIABILITIES			
Redemptions payable	23	529	16
Distributions payable	24	19	37
Accounts payable and accrued expenses	41	49	88
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	88	597	141
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 359 277	\$ 456 262	\$ 592 727
Investments at cost	\$ 358 321	\$ 456 345	\$ 587 508
NAV			
SERIES A	\$ 345 022	\$ 436 349	\$ 557 247
SERIES F	\$ 14 234	\$ 19 720	\$ 34 313
SERIES I	\$ 21	\$ 193	\$ 1 167
NAV PER UNIT			
SERIES A	\$ 10.02	\$ 10.02	\$ 10.00
SERIES F	\$ 10.02	\$ 10.02	\$ 10.00
SERIES I	\$ 10.02	\$ 10.02	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 078	\$ 1 503
TOTAL INCOME (LOSS)	1 078	1 503
EXPENSES (see notes – Fund Specific Information)		
Management fees	418	709
Administration fees	85	101
Board of Governors costs	3	3
GST/HST	52	82
TOTAL EXPENSES	558	895
INCREASE (DECREASE) IN NAV	\$ 520	\$ 608
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 506	\$ 618
SERIES F	\$ 15	\$ (12)
SERIES I	\$ (1)	\$ 2
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.01	\$ 0.01
SERIES F	\$ 0.01	\$ 0.01
SERIES I	\$ 0.01	\$ 0.01

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 520	\$ 608
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	–	–
(Increase) decrease in accrued receivables	(138)	157
Increase (decrease) in accrued payables	(8)	(39)
Cost of investments purchased	(2 056 759)	(3 082 552)
Proceeds on sales of investments	2 154 783	3 213 715
NET CASH PROVIDED BY OPERATING ACTIVITIES	98 398	131 889
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	195 618	288 444
Cash paid on redemption of redeemable units	(293 986)	(420 281)
Distributions paid to holders of redeemable units	(28)	(55)
NET CASH USED IN FINANCING ACTIVITIES	\$ (98 396)	\$ (131 892)
Net increase (decrease) in cash for the year	2	(3)
Cash (bank overdraft), beginning of period	1	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3	\$ 1
Interest received	\$ 940	\$ 1 660
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 436 349	\$ 557 247	\$ 19 720	\$ 34 313	\$ 193	\$ 1 167	\$ 456 262	\$ 592 727
INCREASE (DECREASE) IN NAV	506	618	15	(12)	(1)	2	520	608
Proceeds from redeemable units issued	177 824	246 369	17 634	37 389	550	–	196 008	283 758
Reinvestments of distributions to holders of redeemable units	465	538	23	33	–	–	488	571
Redemption of redeemable units	(269 625)	(367 851)	(23 134)	(51 968)	(721)	(975)	(293 480)	(420 794)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(91 336)	(120 944)	(5 477)	(14 546)	(171)	(975)	(96 984)	(136 465)
Distributions from net income	(497)	(572)	(24)	(35)	–	(1)	(521)	(608)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(497)	(572)	(24)	(35)	–	(1)	(521)	(608)
NET INCREASE (DECREASE) IN NAV	(91 327)	(120 898)	(5 486)	(14 593)	(172)	(974)	(96 985)	(136 465)
NAV AT END OF PERIOD	\$ 345 022	\$ 436 349	\$ 14 234	\$ 19 720	\$ 21	\$ 193	\$ 359 277	\$ 456 262

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide current income and liquidity consistent with short-term money market rates for investors who have at least US\$100,000 to invest.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	73.5	78.8	81.3
R-1 (M)	24.7	20.6	7.4
R-1 (L)	1.8	0.6	11.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Commercial Paper	65.9	75.2	61.0
Bankers Acceptances and Bank Obligations	18.3	13.4	34.3
Provincial Obligations	15.5	11.4	3.5
Term Deposits	–	–	0.3
Cash/Other	0.3	–	0.9

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	32.5	46.1	34.8
1 – 3 months	41.0	29.5	46.2
4 – 6 months	24.3	17.9	17.9
7 – 12 months	2.2	6.5	1.1
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	358 321	–	358 321
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	358 321	–	358 321
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	456 345	–	456 345
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	456 345	–	456 345
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	587 508	–	587 508
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	587 508	–	587 508
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	up to 0.35%
Series F	up to 0.25%
Series I	up to 0.15%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.02%
Series F	0.02%
Series I	0.02%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	104	104
Value of all units	1	1

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	46 859
Non-capital losses	–

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	43 400	55 494
Issued number of units	17 783	24 637
Reinvested number of units	46	54
Redeemed number of units	(26 963)	(36 785)
Ending number of units	34 266	43 400
Series F		
Opening units	1 961	3 416
Issued number of units	1 764	3 739
Reinvested number of units	2	3
Redeemed number of units	(2 313)	(5 197)
Ending number of units	1 414	1 961
Series I		
Opening units	19	117
Issued number of units	55	–
Reinvested number of units	–	–
Redeemed number of units	(72)	(98)
Ending number of units	2	19

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	456 262	592 727
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	456 262	592 727
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		608
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		608



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN SHORT-TERM INCOME FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
22 000	407 International Inc.	3.880	16-Jun-15	\$ 22 613	\$ 22 247	
15 400	AltaGas Ltd.	4.600	15-Jan-18	16 726	16 470	
3 500	AltaGas Ltd.	4.550	17-Jan-19	3 774	3 785	
1 900	AltaLink LP	5.243	29-May-18	2 122	2 110	
13 500	American Express Canada Credit Corp.	3.600	03-Jun-16	13 496	13 865	
17 000	American Express Canada Credit Corp.	2.310	29-Mar-18	17 018	17 188	
25 650	Bank of Montreal	2.960	02-Aug-16	26 140	26 178	
1 400	Bank of Montreal	2.390	12-Jul-17	1 421	1 421	
90 000	Bank of Montreal	2.240	11-Dec-17	89 761	90 971	
85 850	Bank of Montreal	3.210	13-Sep-18	87 078	89 547	
53 450	Bank of Montreal	2.430	04-Mar-19	53 524	54 229	
6 600	Bank of Montreal	4.870	22-Apr-20	7 033	6 662	
3 200	Bank of Montreal	5.100	21-Apr-21	3 448	3 332	
54 000	Bank of Nova Scotia	2.598	27-Feb-17	54 173	55 015	
23 100	Bank of Nova Scotia	4.100	08-Jun-17	24 480	24 386	
65 500	Bank of Nova Scotia	2.370	11-Jan-18	65 153	66 413	
44 500	Bank of Nova Scotia	2.242	22-Mar-18	44 517	44 922	
38 500	Bank of Nova Scotia	2.750	13-Aug-18	38 592	39 544	
32 400	Bank of Nova Scotia	2.462	14-Mar-19	32 514	32 902	
29 000	Bank of Nova Scotia	2.400	28-Oct-19	28 993	29 226	
4 500	bcIMC Realty Corp.	2.650	29-Jun-17	4 499	4 607	
1 000	bcIMC Realty Corp.	2.790	02-Aug-18	1 023	1 031	
4 000	bcIMC Realty Corp.	2.960	07-Mar-19	4 139	4 144	
24 000	Bell Canada	3.600	02-Dec-15	24 571	24 406	
9 000	Bell Canada	1.803	22-Apr-16	9 000	9 013	
37 700	Bell Canada	5.410	26-Sep-16	40 814	39 977	
41 980	Bell Canada	4.400	16-Mar-18	45 207	44 928	
15 000	Bell Canada	4.880	26-Apr-18	16 523	16 295	
23 000	Bell Canada	3.500	10-Sep-18	23 051	24 059	
7 000	BMO Capital Trust	4.633	31-Dec-15	7 077	7 189	
9 000	BMW Canada Inc.	2.110	26-May-16	8 997	9 059	
2 500	BMW Canada Inc.	2.330	23-May-18	2 500	2 533	
10 500	Caisse Centrale Desjardins	2.795	19-Nov-18	10 628	10 782	
19 000	Caisse Centrale Desjardins	2.443	17-Jul-19	18 997	19 227	
16 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	16 083	16 459	
20 000	Canadian Credit Card Trust	1.596	24-Sep-15	20 000	20 028	
26 000	Canadian Imperial Bank of Commerce	1.608	06-Feb-15	26 000	26 006	
116 100	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	117 075	118 161	
45 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	45 111	45 608	
28 700	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	28 671	28 964	
29 700	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	29 674	30 019	
24 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	24 248	24 186	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 986	
8 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 000	8 258	
6 000	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	6 419	6 081	
7 700	Canadian Western Bank	2.378	14-Sep-15	7 763	7 740	
3 000	Canadian Western Bank	3.049	18-Jan-17	3 000	3 067	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 021	
15 600	Canadian Western Bank	2.531	22-Mar-18	15 662	15 780	
13 000	Canadian Western Bank	3.077	14-Jan-19	13 125	13 383	
4 000	Cards II Trust	3.333	15-May-16	4 133	4 095	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
10 000	Choice Properties LP	3.000	20-Sep-19	\$ 9 981	\$ 10 161	
7 900	Crombie Real Estate Investment Trust	3.986	31-Oct-18	8 001	8 226	
10 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	10 500	10 612	
11 700	Daimler Canada Finance Inc.	2.270	26-Mar-18	11 702	11 813	
16 000	Emera Inc.	2.960	13-Dec-16	16 091	16 332	
5 000	Enbridge Gas Distribution Inc.	1.850	24-Apr-17	4 999	5 025	
15 000	Enbridge Inc.	5.170	19-May-16	16 641	15 678	
9 900	Enbridge Income Fund Holdings Inc.	1.950	21-Nov-16	9 900	9 904	
7 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	6 999	7 137	
20 350	EPCOR Utilities Inc.	5.800	31-Jan-18	23 240	22 719	
11 000	First Capital Realty Inc.	4.950	30-Nov-18	11 978	11 984	
5 000	Ford Auto Securitization Trust	2.347	15-Apr-17	5 000	5 027	
26 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	28 220	28 013	
21 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	21 098	21 623	
22 750	Ford Credit Canada Ltd.	2.939	19-Feb-19	22 794	23 128	
15 600	GE Capital Canada Funding Co.	1.547	01-Jun-15	15 600	15 612	
24 000	GE Capital Canada Funding Co.	4.240	08-Jun-15	25 000	24 288	
31 600	GE Capital Canada Funding Co.	5.100	01-Jun-16	33 842	33 135	
1 500	GE Capital Canada Funding Co.	5.530	17-Aug-17	1 652	1 642	
11 000	GE Capital Canada Funding Co.	2.420	31-May-18	11 010	11 180	
24 000	Genesis Trust II	2.295	15-Feb-17	24 012	24 311	
22 500	Genesis Trust II	2.433	15-May-19	22 526	22 835	
6 000	George Weston Ltd.	3.780	25-Oct-16	6 038	6 202	
21 000	Glacier Credit Card Trust	2.568	20-Sep-19	21 000	21 308	
7 150	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	7 462	8 639	
21 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	23 149	22 869	
9 550	Great-West Lifeco Inc.	6.140	21-Mar-18	10 909	10 776	
7 262	Greater Toronto Airports Authority	4.700	15-Feb-16	7 817	7 520	
20 250	Greater Toronto Airports Authority	4.850	01-Jun-17	22 154	21 814	
13 300	Greater Toronto Airports Authority	5.260	17-Apr-18	14 876	14 785	
14 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	13 978	14 371	
43 000	HSBC Bank Canada	1.814	21-Jan-16	43 000	43 132	
19 000	HSBC Bank Canada	2.901	13-Jan-17	19 447	19 435	
25 000	HSBC Bank Canada	3.558	04-Oct-17	26 071	26 115	
70 500	HSBC Bank Canada	2.491	13-May-19	70 500	71 550	
1 000	HSBC Bank Canada	4.800	10-Apr-22	1 067	1 061	
6 600	Hydro One Inc.	5.180	18-Oct-17	7 528	7 228	
8 000	Hydro One Inc.	2.780	09-Oct-18	8 000	8 277	
7 000	Inter Pipeline Ltd.	3.839	30-Jul-18	7 392	7 370	
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 862	729	
15 464	Loblaw Companies Ltd.	7.100	01-Jun-16	18 253	16 602	
26 500	Loblaw Companies Ltd.	3.748	12-Mar-19	26 609	27 992	
17 500	Manulife Bank of Canada	1.836	12-Mar-16	17 500	17 545	
11 200	Manulife Bank of Canada	2.383	17-Oct-16	11 200	11 314	
8 000	Manulife Financial Corporation	5.505	26-Jun-18	8 976	8 899	
9 000	Master Credit Card Trust	3.502	21-May-16	9 222	9 231	
13 000	Master Credit Card Trust	2.626	21-Jan-17	13 063	13 248	
4 800	Master Credit Card Trust II	2.723	21-Nov-18	4 800	4 926	
10 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	10 554	10 225	
30 000	National Bank of Canada	2.702	15-Dec-16	30 167	30 564	
31 500	National Bank of Canada	2.019	13-Apr-17	31 531	31 683	
39 000	National Bank of Canada	2.689	21-Aug-17	39 520	39 863	
35 000	National Bank of Canada	1.951	11-Dec-17	35 000	35 043	
60 550	National Bank of Canada	2.794	09-Aug-18	60 264	62 226	
8 000	OMERS Realty Corp.	2.498	05-Jun-18	8 045	8 161	
12 075	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	12 361	12 503	
24 600	RBC Capital Trust*	4.870	31-Dec-15	26 374	25 307	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
30 000	Rogers Communications Inc.	5.800	26-May-16	\$ 33 184	\$ 31 626	
15 000	Rogers Communications Inc.	3.000	06-Jun-17	15 013	15 380	
8 500	Rogers Communications Inc.	2.800	13-Mar-19	8 498	8 661	
63 000	Royal Bank of Canada*	2.680	08-Dec-16	63 454	64 170	
26 000	Royal Bank of Canada*	3.660	25-Jan-17	26 660	27 007	
10 000	Royal Bank of Canada*	2.580	13-Apr-17	9 999	10 185	
22 250	Royal Bank of Canada*	2.364	21-Sep-17	22 311	22 551	
19 100	Royal Bank of Canada*	2.260	12-Mar-18	19 181	19 289	
48 000	Royal Bank of Canada*	2.820	12-Jul-18	48 437	49 387	
37 280	Royal Bank of Canada*	2.890	11-Oct-18	37 277	38 421	
18 000	Royal Bank of Canada*	2.770	11-Dec-18	18 313	18 478	
3 000	Royal Bank of Canada*	2.980	07-May-19	3 067	3 111	
7 400	Shaw Communications Inc.	5.650	01-Oct-19	8 347	8 400	
5 000	Sun Life Financial Inc.	5.700	02-Jul-19	5 745	5 733	
31 370	Sun Life Financial Inc.	4.800	23-Nov-35	32 367	32 183	
10 000	Sun Life Financial Inc.	4.950	01-Jun-36	10 715	10 423	
18 750	TELUS Corp.	3.650	25-May-16	19 256	19 236	
1 600	TELUS Corp.	4.950	15-Mar-17	1 717	1 707	
12 000	Teranet Holdings LP	3.531	16-Dec-15	12 244	12 180	
22 900	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	23 346	23 871	
16 410	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	16 373	16 795	
13 200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	13 200	13 459	
5 000	Thomson Reuters Corp.	5.700	15-Jul-15	5 585	5 106	
3 300	Thomson Reuters Corp.	3.309	12-Nov-21	3 300	3 351	
30 000	Toronto-Dominion Bank	4.779	14-Dec-16	32 517	31 603	
13 000	Toronto-Dominion Bank	2.433	15-Aug-17	13 035	13 209	
50 600	Toronto-Dominion Bank	2.171	02-Apr-18	50 683	50 989	
50 450	Toronto-Dominion Bank	2.447	02-Apr-19	50 630	51 184	
17 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	17 036	17 274	
12 000	Toyota Credit Canada Inc.	2.750	18-Jul-18	11 998	12 325	
10 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	9 999	10 117	
19 100	TransCanada PipeLines Ltd.	4.650	03-Oct-16	20 759	20 064	
18 100	TransCanada PipeLines Ltd.	5.100	11-Jan-17	20 261	19 300	
10 000	Union Gas Ltd.	4.640	30-Jun-16	10 959	10 432	
5 000	Union Gas Ltd.	5.350	27-Apr-18	5 543	5 547	
8 000	VW Credit Canada Inc.	2.200	11-Oct-16	7 992	8 071	
5 000	VW Credit Canada Inc.	2.500	01-Oct-19	4 997	5 062	
51 750	Wells Fargo Canada Corp.	2.774	09-Feb-17	52 133	52 859	
20 400	Wells Fargo Canada Corp.	2.780	15-Nov-18	20 625	20 938	
1 500	Wells Fargo Canada Corp.	2.944	25-Jul-19	1 531	1 550	
5 000	Westcoast Energy Inc.	3.280	15-Jan-16	4 996	5 078	
3 500	WTH Car Rental ULC	4.143	20-Mar-15	3 500	3 511	
				3 044 815	3 059 226	59.2
FEDERAL						
30 000	Canada Housing Trust No. 1	1.850	15-Dec-16	30 311	30 408	
136 500	Canada Housing Trust No. 1	2.050	15-Jun-17	138 831	139 163	
142 300	Canada Housing Trust No. 1	1.700	15-Dec-17	142 393	143 843	
28 000	Canada Housing Trust No. 1	2.050	15-Jun-18	27 725	28 594	
42 300	Canada Housing Trust No. 1	2.350	15-Dec-18	42 850	43 693	
50 000	Canada Housing Trust No. 1	1.950	15-Jun-19	50 150	50 813	
157 500	Canada Housing Trust No. 1	3.350	15-Dec-20	168 733	171 076	
7 200	Government of Canada	1.500	01-Feb-17	7 267	7 271	
77 000	Government of Canada	1.500	01-Sep-17	76 894	77 867	
32 650	Government of Canada	1.250	01-Sep-18	31 858	32 735	
				717 012	725 463	14.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL						
14 500	Cadillac Fairview Finance Trust	3.240	25-Jan-16	\$ 14 750	\$ 14 798	
25 000	Financement-Québec	4.250	01-Dec-15	27 639	25 705	
53 200	Financement-Québec	3.500	01-Dec-16	55 071	55 482	
25 000	Municipal Finance Authority of British Columbia	3.000	01-Jun-16	25 680	25 643	
58 400	Province of Alberta	1.600	15-Jun-18	57 963	58 700	
20 000	Province of British Columbia	2.250	01-Mar-19	20 356	20 562	
34 000	Province of Manitoba	4.300	01-Mar-16	37 537	35 248	
45 000	Province of Manitoba	2.050	01-Dec-16	45 327	45 733	
35 000	Province of New Brunswick	4.300	03-Dec-15	35 920	36 022	
4 500	Province of New Brunswick	4.400	03-Jun-19	4 991	5 016	
40 835	Province of Ontario	3.150	08-Sep-15	42 937	41 410	
125 500	Province of Ontario	4.300	08-Mar-17	138 701	133 627	
111 590	Province of Ontario	1.900	08-Sep-17	111 248	113 154	
48 000	Province of Ontario	1.435	28-Aug-18	48 000	48 300	
154 240	Province of Ontario	2.100	08-Sep-18	153 829	157 346	
11 100	Province of Ontario	4.400	02-Jun-19	12 252	12 375	
53 500	Province of Ontario	2.100	08-Sep-19	53 402	54 334	
54 000	Province of Quebec	5.000	01-Dec-15	56 597	55 892	
107 400	Province of Quebec	4.500	01-Dec-17	119 464	116 789	
40 000	Province of Quebec	4.500	01-Dec-18	44 199	44 381	
4 200	Province of Quebec	4.500	01-Dec-19	4 709	4 728	
4 430	Province of Quebec	4.500	01-Dec-20	4 956	5 042	
				1 115 528	1 110 287	21.5
TOTAL BONDS				4 877 355	4 894 976	94.7
MORTGAGE-BACKED SECURITIES						
14 174	Canadian Mortgage Pools	2.170	01-Sep-15	14 099	14 232	
				14 099	14 232	0.3
TOTAL MORTGAGE-BACKED SECURITIES						
				234 937	234 937	4.5
SHORT-TERM INVESTMENTS†						
				5 126 391	5 144 145	99.5
TOTAL INVESTMENTS						
				–	7	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)						
				–	(210)	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)						
				\$ 5 126 391	5 143 942	99.5
TOTAL PORTFOLIO						
					27 347	0.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						
					\$ 5 171 289	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 231 Sold CAD 262 @ 1.1363	05-Feb-15	\$ 6
Bought CAD 93 Sold USD 80 @ 1.1645	06-Feb-15	–
Bought CAD 175 Sold USD 150 @ 1.1645	26-Mar-15	–
Bought CAD 321 Sold USD 275 @ 1.1665	07-Apr-15	1
		<u>\$ 7</u>

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 163 Sold USD 145 @ 1.1229	12-Jan-15	\$ (6)
Bought CAD 359 Sold USD 321 @ 1.1178	13-Jan-15	(14)
Bought CAD 1 461 Sold USD 1 294 @ 1.1288	22-Jan-15	(43)
Bought CAD 79 Sold USD 70 @ 1.1328	30-Jan-15	(2)
Bought CAD 46 Sold USD 40 @ 1.1399	03-Feb-15	(1)
Bought CAD 3 306 Sold USD 2 900 @ 1.1398	05-Feb-15	(66)
Bought CAD 248 Sold USD 219 @ 1.1305	06-Feb-15	(7)
Bought CAD 40 Sold USD 35 @ 1.1348	11-Feb-15	(1)
Bought CAD 2 374 Sold USD 2 100 @ 1.1306	19-Feb-15	(68)
Bought CAD 51 Sold USD 45 @ 1.1307	25-Feb-15	(1)
Bought CAD 17 Sold USD 15 @ 1.1633	13-Apr-15	(1)
		<u>\$ (210)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (203)</u>

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 5 144 145	\$ 4 776 867	\$ 4 501 274
Cash	42	21	37
Subscriptions receivable	6 432	3 273	10 470
Unrealized gain on foreign exchange contracts	7	5	27
Dividends receivable, interest accrued and other assets	28 545	28 079	26 923
TOTAL ASSETS	5 179 171	4 808 245	4 538 731
LIABILITIES			
Redemptions payable	6 335	1 334	2 189
Unrealized loss on foreign exchange contracts	210	127	5
Accounts payable and accrued expenses	1 337	1 713	2 131
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 882	3 174	4 325
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 5 171 289	\$ 4 805 071	\$ 4 534 406
Investments at cost	\$ 5 126 391	\$ 4 786 423	\$ 4 487 693
NAV			
SERIES A	\$ 1 142 935	\$ 1 531 388	\$ 1 977 968
ADVISOR SERIES	\$ 27 560	\$ 33 727	\$ 33 377
SERIES D	\$ 21 077	\$ 27 435	\$ 28 191
SERIES F	\$ 11 341	\$ 11 870	\$ 11 357
SERIES O	\$ 3 968 376	\$ 3 200 651	\$ 2 483 513
NAV PER UNIT			
SERIES A	\$ 10.84	\$ 10.80	\$ 10.91
ADVISOR SERIES	\$ 10.90	\$ 10.86	\$ 10.96
SERIES D	\$ 10.87	\$ 10.83	\$ 10.94
SERIES F	\$ 10.93	\$ 10.89	\$ 11.00
SERIES O	\$ 10.91	\$ 10.87	\$ 10.97

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 147 064	\$ 148 211
Securities lending revenue (see note 6 in the generic notes)	455	402
Net realized gain (loss) on investments	(10 697)	(21 784)
Net gain (loss) on foreign currencies and other net assets	(588)	(200)
Change in unrealized gain (loss) on investments	27 229	(23 281)
TOTAL INCOME (LOSS)	163 463	103 348
EXPENSES (see notes – Fund Specific Information)		
Management fees	13 487	18 381
Administration fees	1 425	2 407
Board of Governors costs	3	3
GST/HST	1 514	2 209
TOTAL EXPENSES	16 429	23 000
INCREASE (DECREASE) IN NAV	\$ 147 034	\$ 80 348
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 28 011	\$ 16 061
ADVISOR SERIES	\$ 638	\$ 280
SERIES D	\$ 617	\$ 373
SERIES F	\$ 298	\$ 175
SERIES O	\$ 117 470	\$ 63 459
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.23	\$ 0.11
ADVISOR SERIES	\$ 0.23	\$ 0.11
SERIES D	\$ 0.28	\$ 0.16
SERIES F	\$ 0.29	\$ 0.17
SERIES O	\$ 0.36	\$ 0.24

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 147 034	\$ 80 348
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	10 697	21 784
Change in unrealized loss (gain) on investments	(27 229)	23 281
(Increase) decrease in accrued receivables	(466)	(1 156)
Increase (decrease) in accrued payables	(376)	(418)
Cost of investments purchased	(4 442 710)	(4 451 645)
Proceeds on sales of investments	4 092 045	4 131 131
NET CASH PROVIDED BY OPERATING ACTIVITIES	(221 005)	(196 675)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 244 906	1 353 474
Cash paid on redemption of redeemable units	(1 012 734)	(1 128 746)
Distributions paid to holders of redeemable units	(11 146)	(28 069)
NET CASH USED IN FINANCING ACTIVITIES	\$ 221 026	\$ 196 659
Net increase (decrease) in cash for the year	21	(16)
Cash (bank overdraft), beginning of period	21	37
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 42	\$ 21
Interest received	\$ 146 598	\$ 147 055
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 531 388	\$ 1 977 968	\$ 33 727	\$ 33 377	\$ 27 435	\$ 28 191	\$ 11 870	\$ 11 357
INCREASE (DECREASE) IN NAV	28 011	16 061	638	280	617	373	298	175
Early redemption fees	4	5	1	–	2	2	–	–
Proceeds from redeemable units issued	170 150	373 076	6 534	11 687	9 295	9 552	2 978	5 043
Reinvestments of distributions to holders of redeemable units	21 194	31 795	402	470	416	480	149	183
Redemption of redeemable units	(585 389)	(833 937)	(13 226)	(11 495)	(16 166)	(10 506)	(3 696)	(4 581)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(394 041)	(429 061)	(6 289)	662	(6 453)	(472)	(569)	645
Distributions from net income	(22 423)	(33 580)	(516)	(592)	(522)	(657)	(258)	(307)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(22 423)	(33 580)	(516)	(592)	(522)	(657)	(258)	(307)
NET INCREASE (DECREASE) IN NAV	(388 453)	(446 580)	(6 167)	350	(6 358)	(756)	(529)	513
NAV AT END OF PERIOD	\$ 1 142 935	\$ 1 531 388	\$ 27 560	\$ 33 727	\$ 21 077	\$ 27 435	\$ 11 341	\$ 11 870

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 200 651	\$ 2 483 513	\$ 4 805 071	\$ 4 534 406
INCREASE (DECREASE) IN NAV	117 470	63 459	147 034	80 348
Early redemption fees	–	–	7	7
Proceeds from redeemable units issued	1 059 108	946 919	1 248 065	1 346 277
Reinvestments of distributions to holders of redeemable units	96 471	64 706	118 632	97 634
Redemption of redeemable units	(399 265)	(267 379)	(1 017 742)	(1 127 898)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	756 314	744 246	348 962	316 020
Distributions from net income	(106 059)	(90 567)	(129 778)	(125 703)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(106 059)	(90 567)	(129 778)	(125 703)
NET INCREASE (DECREASE) IN NAV	767 725	717 138	366 218	270 665
NAV AT END OF PERIOD	\$ 3 968 376	\$ 3 200 651	\$ 5 171 289	\$ 4 805 071

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive level of monthly income by investing primarily in short-term, high-quality fixed-income securities issued or guaranteed by Canadian federal, provincial or municipal governments or corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	20.2	23.4	20.6
AA	45.2	42.7	40.5
A	24.1	22.3	29.2
BBB	10.5	11.6	9.7
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Corporate Bonds	59.2	58.3	56.3
Provincial/Municipal Bonds	21.5	22.6	25.6
Federal Bonds	14.0	16.6	15.1
Mortgage-Backed Securities	0.3	0.4	0.5
Cash/Other	5.0	2.1	2.5

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	11.8	9.7	10.0
1 – 5 years	83.9	89.7	89.8
5 – 10 years	4.3	0.6	0.2
> 10 years	–	–	–
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.5% (December 31, 2013 – 2.6%, January 1, 2013 – 2.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 909 208	–	4 909 208
Short-term investments	–	234 937	–	234 937
Derivatives – assets	–	7	–	7
Derivatives – liabilities	–	(210)	–	(210)
Total financial instruments	–	5 143 942	–	5 143 942
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 706 733	–	4 706 733
Short-term investments	–	70 134	–	70 134
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(127)	–	(127)
Total financial instruments	–	4 776 745	–	4 776 745
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 419 739	–	4 419 739
Short-term investments	–	81 535	–	81 535
Derivatives – assets	–	27	–	27
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	–	4 501 296	–	4 501 296
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series D	0.65%
Series F	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.05% from 0.10%.

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	123 338
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	141 754	181 352
Issued number of units	15 681	34 299
Reinvested number of units	1 954	2 931
Redeemed number of units	(53 948)	(76 828)
Ending number of units	105 441	141 754

Please see the generic notes at the back of the financial statements.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	3 106	3 045
Issued number of units	598	1 073
Reinvested number of units	37	43
Redeemed number of units	(1 212)	(1 055)
Ending number of units	2 529	3 106
Series D		
Opening units	2 532	2 577
Issued number of units	855	876
Reinvested number of units	38	44
Redeemed number of units	(1 485)	(965)
Ending number of units	1 940	2 532
Series F		
Opening units	1 090	1 033
Issued number of units	272	459
Reinvested number of units	14	17
Redeemed number of units	(338)	(419)
Ending number of units	1 038	1 090
Series O		
Opening units	294 524	226 334
Issued number of units	97 033	86 560
Reinvested number of units	8 847	5 933
Redeemed number of units	(36 582)	(24 303)
Ending number of units	363 822	294 524

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	652 206	539 916
Fair value of collateral received	665 302	550 714



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Managed Payout Solution	15.1	14.6
RBC Managed Payout Solution – Enhanced	6.7	3.9
RBC Managed Payout Solution – Enhanced Plus	5.2	–
RBC Select Very Conservative Portfolio	15.7	15.2
RBC Select Very Conservative Class	–	0.2
RBC Select Conservative Portfolio	27.8	26.6
RBC Select Conservative Class	–	0.1
RBC Target 2015 Education Fund	2.0	2.4
RBC Target 2020 Education Fund	2.5	1.7
Total	75.0	64.7

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	4 800 394	4 529 714
Revaluation of investments at FVTPL	4 677	4 692
Net assets attributable to holders of redeemable units	4 805 071	4 534 406

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	80 363
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(15)
Increase (decrease) in net assets attributable to holders of redeemable units	80 348

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC MONTHLY INCOME BOND FUND**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
34 260 262	Phillips, Hager & North Short Term Bond & Mortgage Fund*	\$ 349 610	\$ 348 331	39.9
25 341 105	RBC Bond Fund*	171 802	174 661	20.0
14 984 009	Phillips, Hager & North Total Return Bond Fund*	173 404	174 276	19.9
8 876 115	RBC Global Corporate Bond Fund*	86 208	87 187	10.0
4 123 844	RBC High Yield Bond Fund*	44 356	43 970	5.0
3 393 470	RBC Emerging Markets Bond Fund*	34 951	36 837	4.2
TOTAL MUTUAL FUND UNITS		860 331	865 262	99.0
SHORT-TERM INVESTMENTS†		9 429	9 429	1.1
TOTAL INVESTMENTS		\$ 869 760	874 691	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 189)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 873 502	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 19, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 874 691	\$ 906 984	\$ 1 073 424
Cash	1	34	–
Due from investment dealers	–	2 350	–
Subscriptions receivable	573	386	3 585
Dividends receivable, interest accrued and other assets	4	2	–
TOTAL ASSETS	875 269	909 756	1 077 009
LIABILITIES			
Bank overdraft	–	–	992
Due to investment dealers	–	–	1 700
Redemptions payable	877	1 776	1 219
Accounts payable and accrued expenses	890	898	1 014
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 767	2 674	4 925
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 873 502	\$ 907 082	\$ 1 072 084
Investments at cost	\$ 869 760	\$ 929 656	\$ 1 071 025
NAV			
SERIES A	\$ 812 294	\$ 868 877	\$ 1 051 721
ADVISOR SERIES	\$ 23 324	\$ 20 505	\$ 10 425
SERIES H	\$ 8 035	\$ 1 961	\$ –
SERIES D	\$ 7 537	\$ 4 856	\$ 5 199
SERIES F	\$ 18 565	\$ 9 951	\$ 4 738
SERIES I	\$ 3 539	\$ 931	\$ –
SERIES O	\$ 208	\$ 1	\$ 1
NAV PER UNIT			
SERIES A	\$ 10.03	\$ 9.76	\$ 10.06
ADVISOR SERIES	\$ 10.05	\$ 9.77	\$ 10.07
SERIES H	\$ 10.05	\$ 9.77	\$ –
SERIES D	\$ 10.18	\$ 9.87	\$ 10.13
SERIES F	\$ 10.24	\$ 9.91	\$ 10.15
SERIES I	\$ 10.26	\$ 9.91	\$ –
SERIES O	\$ 10.52	\$ 10.11	\$ 10.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 83	\$ 67
Other income received from underlying funds	27 940	38 434
Capital gains received from underlying funds	1 430	1 954
Net realized gain (loss) on investments	(367)	(5 231)
Change in unrealized gain (loss) on investments	27 603	(25 071)
TOTAL INCOME (LOSS)	56 689	10 153
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 349	10 827
Administration fees	421	544
Board of Governors costs	3	3
GST/HST	890	1 216
TOTAL EXPENSES	9 663	12 590
INCREASE (DECREASE) IN NAV	\$ 47 026	\$ (2 437)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 44 363	\$ (2 427)
ADVISOR SERIES	\$ 1 206	\$ (56)
SERIES H	\$ 200	\$ 10
SERIES D	\$ 338	\$ 11
SERIES F	\$ 813	\$ 9
SERIES I	\$ 106	\$ 16
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.54	\$ (0.03)
ADVISOR SERIES	\$ 0.55	\$ (0.02)
SERIES H	\$ 0.57	\$ –
SERIES D	\$ 0.59	\$ 0.01
SERIES F	\$ 0.62	\$ 0.04
SERIES I	\$ 0.63	\$ 0.02
SERIES O	\$ 0.69	\$ 0.09

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 47 026	\$ (2 437)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	367	5 231
Change in unrealized loss (gain) on investments	(27 603)	25 071
(Increase) decrease in accrued receivables	2 348	(2 352)
Increase (decrease) in accrued payables	(8)	(1 816)
Cost of investments purchased	(477 008)	(798 171)
Proceeds on sales of investments	536 537	934 309
NET CASH PROVIDED BY OPERATING ACTIVITIES	81 659	159 835
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	254 407	435 566
Cash paid on redemption of redeemable units	(333 107)	(589 768)
Distributions paid to holders of redeemable units	(2 992)	(4 607)
NET CASH USED IN FINANCING ACTIVITIES	\$ (81 692)	\$ (158 809)
Net increase (decrease) in cash for the year	(33)	1 026
Cash (bank overdraft), beginning of period	34	(992)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 34
Interest received	\$ 81	\$ 65
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 868 877	\$ 1 051 721	\$ 20 505	\$ 10 425	\$ 1 961	\$ –	\$ 4 856	\$ 5 199
INCREASE (DECREASE) IN NAV	44 363	(2 427)	1 206	(56)	200	10	338	11
Early redemption fees	4	11	–	–	–	–	–	–
Proceeds from redeemable units issued	213 447	397 517	9 830	16 380	6 771	1 951	6 863	3 680
Reinvestments of distributions to holders of redeemable units	18 890	27 386	462	445	98	15	150	143
Redemption of redeemable units	(311 788)	(573 561)	(8 067)	(6 106)	(893)	–	(4 508)	(4 019)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(79 447)	(148 647)	2 225	10 719	5 976	1 966	2 505	(196)
Distributions from net income	(16 559)	(24 568)	(471)	(451)	(79)	(12)	(125)	(122)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	(4 940)	(7 202)	(141)	(132)	(23)	(3)	(37)	(36)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(21 499)	(31 770)	(612)	(583)	(102)	(15)	(162)	(158)
NET INCREASE (DECREASE) IN NAV	(56 583)	(182 844)	2 819	10 080	6 074	1 961	2 681	(343)
NAV AT END OF PERIOD	\$ 812 294	\$ 868 877	\$ 23 324	\$ 20 505	\$ 8 035	\$ 1 961	\$ 7 537	\$ 4 856

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 951	\$ 4 738	\$ 931	\$ –	\$ 1	\$ 1	\$ 907 082	\$ 1 072 084
INCREASE (DECREASE) IN NAV	813	9	106	16	–	–	47 026	(2 437)
Early redemption fees	–	–	–	–	–	–	4	11
Proceeds from redeemable units issued	14 720	11 673	2 674	1 166	289	–	254 594	432 367
Reinvestments of distributions to holders of redeemable units	200	149	24	13	1	–	19 825	28 151
Redemption of redeemable units	(6 729)	(6 399)	(145)	(251)	(82)	–	(332 212)	(590 336)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	8 191	5 423	2 553	928	208	–	(57 789)	(129 807)
Distributions from net income	(300)	(169)	(39)	(10)	(1)	–	(17 574)	(25 332)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	(90)	(50)	(12)	(3)	–	–	(5 243)	(7 426)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(390)	(219)	(51)	(13)	(1)	–	(22 817)	(32 758)
NET INCREASE (DECREASE) IN NAV	8 614	5 213	2 608	931	207	–	(33 580)	(165 002)
NAV AT END OF PERIOD	\$ 18 565	\$ 9 951	\$ 3 539	\$ 931	\$ 208	\$ 1	\$ 873 502	\$ 907 082

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular monthly income with the potential for modest capital appreciation by investing primarily in units of fixed-income funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	99.0	99.3	99.1
Cash/Other	1.0	0.7	0.9

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.9% (December 31, 2013 – 4.6%, January 1, 2013 – 4.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	865 262	–	–	865 262
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	9 429	–	9 429
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	865 262	9 429	–	874 691
% of total portfolio	98.9	1.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	900 446	–	–	900 446
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 538	–	6 538
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	900 446	6 538	–	906 984
% of total portfolio	99.3	0.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	1 062 869	–	–	1 062 869
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 555	–	10 555
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 062 869	10 555	–	1 073 424
% of total portfolio	99.0	1.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.00%, for Series H is 0.90%, for Series D is 0.65%, for Series F is 0.50% and for Series I is 0.40%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor Series	115	112
Series H	106	103
Series I	105	102
Series O	115	112
Value of all units	5	4

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
Phillips, Hager & North Short Term Bond & Mortgage Fund	39.9	7.4	40.4	10.0
RBC Bond Fund	20.0	1.3	20.1	1.5
Phillips, Hager & North Total Return Bond Fund	19.9	2.9	20.2	7.0
RBC Global Corporate Bond Fund	10.0	2.6	10.1	6.9
RBC High Yield Bond Fund	5.0	3.3	4.4	3.4
RBC Emerging Markets Bond Fund	4.2	8.4	4.1	10.3

	January 1, 2013	
	NAV	Ownership
Phillips, Hager & North Short Term Bond & Mortgage Fund	41.7	12.8
RBC Bond Fund	21.1	2.4
Phillips, Hager & North Total Return Bond Fund	21.0	7.7
RBC Global Corporate Bond Fund	10.4	9.4
RBC High Yield Bond Fund	3.0	4.3
RBC Emerging Markets Bond Fund	2.0	5.6

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	2 707
Non-capital losses	–



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	89 011	104 538
Issued number of units	21 416	39 763
Reinvested number of units	1 896	2 766
Redeemed number of units	(31 374)	(58 056)
Ending number of units	80 949	89 011
Advisor Series		
Opening units	2 098	1 035
Issued number of units	985	1 636
Reinvested number of units	46	45
Redeemed number of units	(808)	(618)
Ending number of units	2 321	2 098
Series H		
Opening units	201	–
Issued number of units	677	199
Reinvested number of units	10	2
Redeemed number of units	(89)	–
Ending number of units	799	201
Series D		
Opening units	492	513
Issued number of units	680	367
Reinvested number of units	15	14
Redeemed number of units	(447)	(402)
Ending number of units	740	492
Series F		
Opening units	1 005	467
Issued number of units	1 450	1 162
Reinvested number of units	20	15
Redeemed number of units	(663)	(639)
Ending number of units	1 812	1 005
Series I		
Opening units	94	–
Issued number of units	263	118
Reinvested number of units	2	1
Redeemed number of units	(14)	(25)
Ending number of units	345	94
Series O		
Opening units	–	–
Issued number of units	28	–
Reinvested number of units	–	–
Redeemed number of units	(8)	–
Ending number of units	20	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	907 082	1 072 084
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	907 082	1 072 084
December 31 2013		
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(2 437)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		(2 437)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC BOND FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
13 898 360	BlueBay Emerging Markets Corporate Bond Fund*	\$ 143 200	\$ 152 004	
13 054 348	RBC Emerging Markets Foreign Exchange Fund*	133 451	131 055	
TOTAL MUTUAL FUND UNITS		276 651	283 059	2.1

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
22 000	407 International Inc.	3.870	24-Nov-17	\$ 21 775	\$ 23 209	
4 500	407 International Inc.	3.350	16-May-24	4 496	4 704	
20 330	407 International Inc.	5.750	14-Feb-36	20 566	25 286	
1 889	Aéroports de Montréal	6.950	16-Apr-32	2 304	2 463	
14 850	Aéroports de Montréal	5.670	16-Oct-37	17 614	19 189	
475	Air Canada USD	6.750	01-Oct-19	578	575	
5 000	Air Canada	7.625	01-Oct-19	5 284	5 263	
26 300	Alimentation Couche Tard Inc.	2.861	01-Nov-17	26 358	26 713	
10 970	Alimentation Couche Tard Inc.	3.319	01-Nov-19	10 784	11 246	
1 000	Alimentation Couche Tard Inc.	3.899	01-Nov-22	1 009	1 031	
2 241	Alliance Pipeline LP	5.546	31-Dec-23	2 300	2 468	
4 046	Alliance Pipeline LP	6.765	31-Dec-25	4 071	4 782	
24 400	AltaGas Ltd.	4.600	15-Jan-18	26 301	26 095	
4 500	AltaGas Ltd.	4.550	17-Jan-19	4 755	4 866	
12 000	AltaGas Ltd.	3.720	28-Sep-21	12 085	12 540	
12 400	AltaGas Ltd.	3.570	12-Jun-23	12 391	12 644	
6 000	AltaGas Ltd.	4.400	15-Mar-24	6 061	6 425	
13 000	AltaLink Investments LP	3.265	05-Jun-20	13 124	13 466	
5 000	AltaLink LP	3.668	06-Nov-23	5 000	5 357	
2 000	AltaLink LP	4.872	15-Nov-40	2 000	2 361	
3 000	AltaLink LP	4.462	08-Nov-41	2 980	3 341	
28 750	Bank of Montreal	2.960	02-Aug-16	29 262	29 341	
82 200	Bank of Montreal	2.390	12-Jul-17	82 387	83 452	
44 950	Bank of Montreal	2.240	11-Dec-17	44 699	45 435	
48 250	Bank of Montreal	3.210	13-Sep-18	49 688	50 328	
98 950	Bank of Montreal	2.430	04-Mar-19	98 932	100 393	
18 000	Bank of Montreal	2.840	04-Jun-20	18 181	18 504	
10 800	Bank of Montreal	5.100	21-Apr-21	10 701	11 247	
30 000	Bank of Montreal	3.400	23-Apr-21	30 311	31 670	
10 000	Bank of Montreal	6.170	28-Mar-23	11 400	11 243	
12 500	Bank of Montreal	4.609	10-Sep-25	12 870	14 401	
89 890	Bank of Nova Scotia	2.598	27-Feb-17	90 622	91 580	
96 450	Bank of Nova Scotia	2.370	11-Jan-18	95 951	97 794	
66 000	Bank of Nova Scotia	2.242	22-Mar-18	65 785	66 625	
30 400	Bank of Nova Scotia	2.750	13-Aug-18	30 841	31 224	
23 500	Bank of Nova Scotia	2.462	14-Mar-19	23 530	23 864	
83 500	Bank of Nova Scotia	2.400	28-Oct-19	83 481	84 151	
33 000	Bank of Nova Scotia	3.270	11-Jan-21	33 487	34 583	
18 250	Bank of Nova Scotia	6.650	22-Jan-21	18 994	19 144	
2 450	Baytex Energy Corp. USD	5.125	01-Jun-21	2 649	2 434	
3 550	Baytex Energy Corp.	6.625	19-Jul-22	3 738	3 348	
6 225	BC Tel	9.650	08-Apr-22	8 170	8 825	
4 500	bciMC Realty Corp.	2.650	29-Jun-17	4 499	4 607	
21 000	bciMC Realty Corp.	2.960	07-Mar-19	20 998	21 754	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
48 675	Bell Canada	5.410	26-Sep-16	\$ 51 986	\$ 51 614	
72 670	Bell Canada	4.400	16-Mar-18	77 503	77 773	
10 500	Bell Canada	4.880	26-Apr-18	11 499	11 407	
18 050	Bell Canada	3.350	18-Jun-19	18 545	18 798	
18 000	Bell Canada	3.540	12-Jun-20	18 026	18 838	
21 925	Bell Canada	3.250	17-Jun-20	22 347	22 631	
14 000	Bell Canada	4.950	19-May-21	14 065	15 753	
16 500	Bell Canada	3.350	22-Mar-23	16 460	16 708	
61 350	Bell Canada	6.100	16-Mar-35	67 526	74 621	
8 000	Bell Canada	4.750	29-Sep-44	7 928	8 233	
2 500	Bombardier Inc. USD	7.750	15-Mar-20	2 805	3 166	
2 500	Brookfield Power Corp.	5.840	05-Nov-36	2 532	2 746	
12 273	Brookfield Renewable Power Inc.	6.132	30-Nov-16	13 094	13 193	
4 100	Brookfield Renewable Power Inc.	5.140	13-Oct-20	4 098	4 547	
10 000	Caisse Centrale Desjardins	3.502	05-Oct-17	10 162	10 444	
36 400	Caisse Centrale Desjardins	2.795	19-Nov-18	36 886	37 377	
16 045	Caisse Centrale Desjardins	2.443	17-Jul-19	16 045	16 236	
7 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	7 000	7 201	
10 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	10 029	10 189	
6 000	Calloway Real Estate Investment Trust	3.985	30-May-23	6 018	6 173	
13 900	Cameco Corp.	5.670	02-Sep-19	15 417	15 545	
117 900	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	118 373	119 493	
91 875	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	91 245	92 719	
83 100	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	83 082	83 991	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 986	
7 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	7 000	7 040	
6 200	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	6 706	7 144	
17 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	17 108	17 547	
18 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	18 423	18 978	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 895	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 021	
24 700	Canadian Western Bank	2.531	22-Mar-18	24 743	24 984	
12 650	Canadian Western Bank	3.077	14-Jan-19	12 712	13 023	
20 000	Capital Desjardins Inc.	5.187	05-May-20	21 136	22 605	
17 075	Capital Power LP	4.600	01-Dec-15	17 464	17 484	
5 100	Capital Power LP	4.850	21-Feb-19	5 297	5 444	
16 600	Choice Properties LP	3.000	20-Sep-19	16 627	16 867	
12 400	Choice Properties LP	3.600	20-Sep-21	12 426	12 759	
5 000	Corus Entertainment Inc.	4.250	11-Feb-20	4 991	4 834	
14 500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	14 668	15 098	
17 700	Emera Inc.	2.960	13-Dec-16	17 693	18 067	
4 500	Emera Inc.	4.830	02-Dec-19	4 939	4 965	
6 000	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	5 983	6 116	
18 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	19 130	21 717	
15 000	Enbridge Gas Distribution Inc.	4.500	23-Nov-43	15 373	16 730	
17 000	Enbridge Inc.	5.170	19-May-16	18 768	17 768	
2 000	Enbridge Inc.	5.570	14-Nov-35	2 251	2 239	
7 000	Enbridge Inc. USD	4.500	10-Jun-44	7 027	7 048	
8 950	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	8 948	9 125	
1 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	1 653	1 656	
12 270	Encana Corp.	5.800	18-Jan-18	12 928	13 534	
13 775	EnerCare Solutions Inc.	4.300	30-Nov-17	14 011	14 338	
15 370	EPCOR Utilities Inc.	5.800	31-Jan-18	16 921	17 159	
9 700	EPCOR Utilities Inc.	4.550	28-Feb-42	10 046	10 774	
1 100	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	1 268	1 280	
22 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	22 601	24 783	
3 000	Fairfax Financial Holdings Ltd.	5.840	14-Oct-22	2 999	3 289	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
14 000	First Capital Realty Inc.	4.430	31-Jan-22	\$ 13 797	\$ 15 056	
9 800	First Capital Realty Inc.	4.790	30-Aug-24	10 472	10 657	
5 395	Ford Auto Securitization Trust	2.482	15-Nov-16	5 395	5 419	
9 000	Ford Auto Securitization Trust	2.347	15-Apr-17	9 000	9 049	
17 850	Ford Credit Canada Ltd.	4.875	08-Feb-17	18 883	18 869	
36 450	Ford Credit Canada Ltd.	3.320	19-Dec-17	36 221	37 531	
52 800	Ford Credit Canada Ltd.	2.939	19-Feb-19	52 916	53 678	
2 500	FortisAlberta Inc.	6.220	31-Oct-34	2 897	3 371	
12 300	FortisAlberta Inc.	4.110	29-Sep-44	12 287	13 010	
20 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	21 492	20 971	
32 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	34 553	35 038	
31 800	GE Capital Canada Funding Co.	5.680	10-Sep-19	37 113	36 722	
7 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	7 496	9 673	
15 500	Genesis Trust II	2.295	15-Feb-17	15 500	15 701	
20 000	Genesis Trust II	2.433	15-May-19	20 022	20 298	
20 000	Genworth MI Canada Inc.	5.680	15-Jun-20	20 682	22 754	
15 000	George Weston Ltd.	4.115	17-Jun-24	15 000	15 596	
21 000	Glacier Credit Card Trust	2.568	20-Sep-19	21 000	21 308	
5 400	Great Canadian Gaming Corp.	6.625	25-Jul-22	5 521	5 692	
32 900	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	35 591	35 828	
5 000	Great-West Lifeco Inc.	6.140	21-Mar-18	5 581	5 642	
17 000	Great-West Lifeco Inc.	4.650	13-Aug-20	19 037	18 954	
20 750	Great-West Lifeco Inc.	6.740	24-Nov-31	25 454	27 810	
8 600	Greater Toronto Airports Authority	4.850	01-Jun-17	9 685	9 264	
17 500	Greater Toronto Airports Authority	5.960	20-Nov-19	21 515	20 665	
25 050	Greater Toronto Airports Authority	6.980	15-Oct-32	35 163	35 843	
57 750	Greater Toronto Airports Authority	6.470	02-Feb-34	73 133	79 899	
36 900	H&R Real Estate Investment Trust	3.344	20-Jun-18	36 824	37 877	
18 200	HSBC Bank Canada	2.901	13-Jan-17	18 274	18 617	
56 000	HSBC Bank Canada	3.558	04-Oct-17	57 667	58 498	
20 000	HSBC Bank Canada	2.491	13-May-19	20 030	20 298	
20 000	HSBC Bank Canada	2.938	14-Jan-20	20 107	20 607	
2 000	HSBC Bank Canada	2.908	29-Sep-21	2 000	2 041	
5 000	HSBC Bank Canada	4.800	10-Apr-22	4 828	5 304	
4 100	Hydro One Inc.	6.930	01-Jun-32	5 223	5 843	
94 850	Hydro One Inc.	5.360	20-May-36	111 174	117 947	
6 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	6 499	6 842	
24 000	Inter Pipeline Ltd.	3.448	20-Jul-20	24 267	24 875	
10 600	Inter Pipeline Ltd.	4.967	02-Feb-21	10 699	11 858	
9 000	Inter Pipeline Ltd.	4.637	30-May-44	9 000	9 205	
21 975	Loblaw Companies Ltd.	3.748	12-Mar-19	21 975	23 212	
3 500	Loblaw Companies Ltd.	5.220	18-Jun-20	3 539	3 948	
9 000	Loblaw Companies Ltd.	6.450	09-Feb-28	9 940	10 979	
24 250	Loblaw Companies Ltd.	6.050	09-Jun-34	26 515	28 727	
47 050	Loblaw Companies Ltd.	5.900	18-Jan-36	48 014	55 138	
13 650	Manulife Bank of Canada	2.383	17-Oct-16	13 650	13 790	
10 000	Manulife Financial Corporation	5.505	26-Jun-18	10 816	11 124	
15 500	Manulife Financial Corporation	5.059	15-Dec-41	15 059	17 176	
27 000	Master Credit Card Trust	2.626	21-Jan-17	27 378	27 515	
34 300	Master Credit Card Trust II	2.723	21-Nov-18	34 352	35 198	
4 000	Mattamy Group Corp. USD	6.500	15-Nov-20	4 461	4 694	
22 500	National Bank of Canada	2.702	15-Dec-16	22 669	22 923	
55 500	National Bank of Canada	2.019	13-Apr-17	55 537	55 823	
41 500	National Bank of Canada	2.689	21-Aug-17	41 960	42 418	
53 000	National Bank of Canada	2.794	09-Aug-18	53 286	54 467	
12 000	National Bank of Canada	2.404	28-Oct-19	12 000	12 088	
4 715	NAV Canada	7.400	01-Jun-27	6 188	6 771	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
15 000	NBC Capital Trust	5.329	30-Jun-56	\$ 15 058	\$ 15 716	
4 000	New Gold Inc. USD	6.250	15-Nov-22	4 431	4 577	
1 530	Newalta Corp.	7.750	14-Nov-19	1 590	1 568	
2 500	Newalta Corp.	5.875	01-Apr-21	2 533	2 411	
5 700	North West Redwater Partnership	3.200	22-Jul-24	5 691	5 812	
3 500	Nova Gas Transmission Ltd.	9.900	16-Dec-24	4 538	5 349	
6 700	Nova Scotia Power Inc.	5.610	15-Jun-40	8 341	8 513	
2 000	Nova Scotia Power Inc.	4.150	06-Mar-42	2 014	2 080	
8 000	Nova Scotia Power Inc.	4.500	20-Jul-43	7 876	8 809	
8 000	OMERS Realty Corp.	2.498	05-Jun-18	8 000	8 161	
9 000	Pembina Pipeline Corp.	4.890	29-Mar-21	9 000	10 032	
3 500	Pembina Pipeline Corp.	3.770	24-Oct-22	3 499	3 648	
2 000	Pembina Pipeline Corp.	4.750	30-Apr-43	1 995	2 026	
19 450	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	19 888	20 139	
3 000	Precision Drilling Corp. USD	5.250	15-Nov-24	3 263	2 893	
3 000	Quebecor Media Inc.	7.375	15-Jan-21	3 038	3 203	
26 000	RBC Capital Trust*	4.870	31-Dec-15	24 623	26 747	
16 153	Reliance LP	4.574	15-Mar-17	16 414	16 832	
26 500	Reliance LP	5.187	15-Mar-19	28 282	28 426	
19 700	Rogers Communications Inc.	5.800	26-May-16	21 562	20 768	
6 750	Rogers Communications Inc.	5.380	04-Nov-19	6 976	7 615	
12 500	Rogers Communications Inc.	4.700	29-Sep-20	12 767	13 812	
42 500	Rogers Communications Inc.	5.340	22-Mar-21	47 173	48 549	
12 000	Rogers Communications Inc.	4.000	13-Mar-24	11 965	12 536	
58 750	Rogers Communications Inc.	6.110	25-Aug-40	64 627	70 733	
71 200	Royal Bank of Canada*	2.580	13-Apr-17	71 754	72 520	
89 000	Royal Bank of Canada*	2.364	21-Sep-17	89 441	90 203	
67 400	Royal Bank of Canada*	2.260	12-Mar-18	67 548	68 068	
70 000	Royal Bank of Canada*	2.820	12-Jul-18	70 519	72 023	
60 600	Royal Bank of Canada*	2.890	11-Oct-18	60 711	62 455	
136 200	Royal Bank of Canada*	2.770	11-Dec-18	137 190	139 813	
21 950	Royal Bank of Canada*	2.980	07-May-19	22 350	22 765	
37 900	Royal Bank of Canada*	2.350	09-Dec-19	37 893	38 084	
15 000	Royal Bank of Canada*	2.860	03-Apr-21	14 998	15 366	
9 700	Scotiabank Capital Trust	7.802	30-Jun-08	10 473	11 762	
17 300	Shaw Communications Inc.	5.700	02-Mar-17	17 289	18 663	
55 400	Shaw Communications Inc.	5.650	01-Oct-19	62 064	62 888	
16 200	Shaw Communications Inc.	4.350	31-Jan-24	16 196	17 224	
24 600	Shaw Communications Inc.	6.750	09-Nov-39	26 982	30 538	
19 700	Sun Life Financial Inc.	5.700	02-Jul-19	20 731	22 588	
33 700	Sun Life Financial Inc.	4.800	23-Nov-35	34 089	34 573	
10 000	Sun Life Financial Inc.	5.400	29-May-42	10 249	11 654	
7 000	Suncor Energy Inc.	3.100	26-Nov-21	6 976	7 089	
17 900	Suncor Energy Inc.	5.390	26-Mar-37	17 756	20 521	
21 000	TELUS Corp.	3.650	25-May-16	20 922	21 544	
4 130	TELUS Corp.	4.950	15-Mar-17	3 832	4 406	
20 000	TELUS Corp.	5.050	23-Jul-20	21 303	22 502	
12 000	TELUS Corp.	3.600	26-Jan-21	12 026	12 595	
5 000	TELUS Corp.	3.200	05-Apr-21	4 987	5 130	
5 975	TELUS Corp.	3.350	15-Mar-23	5 968	6 066	
35 950	TELUS Corp.	4.400	01-Apr-43	34 932	35 316	
14 000	Teranet Holdings LP	3.531	16-Dec-15	14 190	14 210	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 522	5 531	
14 300	Teranet Holdings LP	5.754	17-Dec-40	14 273	16 144	
15 000	Terasen Gas Inc.	5.900	26-Feb-35	16 271	19 540	
9 950	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	10 332	10 372	
6 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	6 350	6 313	
4 800	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	4 800	4 913	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
10 900	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	\$ 10 932	\$ 11 114	
2 000	Thomson Reuters Corp.	4.350	30-Sep-20	1 992	2 165	
17 500	Thomson Reuters Corp.	3.309	12-Nov-21	17 500	17 771	
56 300	Toronto-Dominion Bank	4.779	14-Dec-16	55 062	59 308	
5 000	Toronto-Dominion Bank	2.433	15-Aug-17	5 000	5 080	
92 000	Toronto-Dominion Bank	2.171	02-Apr-18	92 103	92 708	
164 150	Toronto-Dominion Bank	2.447	02-Apr-19	165 014	166 537	
21 000	Toronto-Dominion Bank	2.563	24-Jun-20	21 000	21 279	
22 000	Toronto-Dominion Bank	3.226	24-Jul-24	22 009	22 617	
3 500	Toyota Credit Canada Inc.	2.750	18-Jul-18	3 500	3 595	
17 150	TransCanada PipeLines Ltd.	4.650	03-Oct-16	18 484	18 016	
7 625	TransCanada PipeLines Ltd.	3.690	19-Jul-23	7 767	8 035	
22 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	23 546	26 956	
12 300	TransCanada PipeLines Ltd.	4.550	15-Nov-41	11 940	13 107	
5 370	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	5 969	5 833	
13 400	Union Gas Ltd.	5.350	27-Apr-18	14 799	14 865	
20 000	Union Gas Ltd.	6.050	02-Sep-38	25 168	26 706	
17 000	Videotron Ltd.	6.875	15-Jul-21	18 358	18 257	
9 000	Videotron Ltd.	5.625	15-Jun-25	8 998	8 985	
2 300	VW Credit Canada Inc.	2.200	11-Oct-16	2 298	2 321	
6 000	VW Credit Canada Inc.	2.500	01-Oct-19	5 997	6 074	
48 500	Wells Fargo Canada Corp.	2.774	09-Feb-17	48 584	49 539	
19 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	19 013	19 501	
54 500	Wells Fargo Canada Corp.	2.944	25-Jul-19	54 940	56 328	
24 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	24 158	24 699	
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	2 244	2 248	
2 000	Westcoast Energy Inc.	3.883	28-Oct-21	2 102	2 129	
8 250	Westcoast Energy Inc.	6.750	15-Dec-27	9 350	10 682	
				5 501 508	5 675 554	43.0
FEDERAL						
40 000	Canada Housing Trust No. 1	1.850	15-Dec-16	40 595	40 543	
156 803	Canada Housing Trust No. 1	3.350	15-Dec-20	161 530	170 318	
106 355	Canada Housing Trust No. 1	2.650	15-Mar-22	108 793	111 057	
120 380	Canada Housing Trust No. 1	2.350	15-Sep-23	118 049	122 101	
36 300	Government of Canada	1.250	01-Sep-18	35 150	36 394	
33 800	Government of Canada	3.500	01-Jun-20	37 997	37 522	
19 055	Government of Canada	2.750	01-Jun-22	19 653	20 577	
18 625	Government of Canada	1.500	01-Jun-23	17 356	18 346	
30 072	Government of Canada	2.500	01-Jun-24	30 785	31 923	
48 780	Government of Canada	5.750	01-Jun-29	66 361	70 915	
37 102	Government of Canada	4.000	01-Jun-41	43 792	49 231	
87 557	Government of Canada	3.500	01-Dec-45	104 960	109 921	
23 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	23 527	26 513	
				808 548	845 361	6.4
PROVINCIAL/MUNICIPAL						
20 000	Cadillac Fairview Finance Trust	3.640	09-May-18	19 998	21 303	
10 000	CDP Financial Inc.	4.600	15-Jul-20	10 010	11 301	
6 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	6 008	7 026	
5 000	Ontario Strategic Infrastructure Financing Authority	4.600	01-Jun-15	5 058	5 071	
3 200	Province of British Columbia	9.950	15-May-21	4 599	4 708	
30 146	Province of British Columbia	5.700	18-Jun-29	33 360	40 223	
21 650	Province of Manitoba	6.500	22-Sep-17	23 011	24 625	
10 000	Province of Manitoba	4.600	05-Mar-38	9 641	12 225	
18 900	Province of Manitoba	4.650	05-Mar-40	20 623	23 424	
26 000	Province of New Brunswick	4.400	03-Jun-19	27 802	28 982	
25 074	Province of New Brunswick	4.500	02-Jun-20	28 207	28 386	
15 524	Province of New Brunswick	4.800	03-Jun-41	15 915	19 339	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
7 000	Province of Nova Scotia	9.600	30-Jan-22	\$ 9 783	\$ 10 343	
10 021	Province of Nova Scotia	6.600	01-Dec-31	9 978	14 562	
5 000	Province of Nova Scotia	4.500	01-Jun-37	4 674	5 943	
84 150	Province of Ontario	4.300	08-Mar-17	89 077	89 599	
236 080	Province of Ontario	1.900	08-Sep-17	234 500	239 389	
99 910	Province of Ontario	2.100	08-Sep-18	99 489	101 922	
189 700	Province of Ontario	4.400	02-Jun-19	207 571	211 498	
195 570	Province of Ontario	4.200	02-Jun-20	203 683	218 500	
161 850	Province of Ontario	4.000	02-Jun-21	172 591	180 075	
156 120	Province of Ontario	3.150	02-Jun-22	159 284	165 144	
351 600	Province of Ontario	2.850	02-Jun-23	341 671	361 993	
350 750	Province of Ontario	3.500	02-Jun-24	360 467	376 930	
192 530	Province of Ontario	6.500	08-Mar-29	238 940	270 759	
35 350	Province of Ontario	6.200	02-Jun-31	48 882	49 502	
74 400	Province of Ontario	5.600	02-Jun-35	98 089	100 787	
117 700	Province of Ontario	4.700	02-Jun-37	119 985	144 695	
206 190	Province of Ontario	4.600	02-Jun-39	213 718	251 995	
224 250	Province of Ontario	4.650	02-Jun-41	248 091	278 459	
275 765	Province of Ontario	3.500	02-Jun-43	275 935	287 134	
403 190	Province of Ontario	3.450	02-Jun-45	374 613	417 355	
6 000	Province of Prince Edward Island	5.700	15-Jun-35	6 676	8 057	
82 800	Province of Quebec	4.500	01-Dec-17	86 067	90 038	
50 800	Province of Quebec	4.500	01-Dec-19	54 043	57 188	
49 000	Province of Quebec	4.500	01-Dec-20	51 789	55 772	
78 015	Province of Quebec	3.500	01-Dec-22	80 630	84 155	
224 900	Province of Quebec	3.000	01-Sep-23	222 007	233 192	
139 700	Province of Quebec	3.750	01-Sep-24	148 158	152 446	
72 650	Province of Quebec	6.000	01-Oct-29	96 272	97 849	
25 000	Province of Quebec	6.250	01-Jun-32	26 184	35 160	
26 400	Province of Quebec	5.750	01-Dec-36	33 767	36 407	
94 090	Province of Quebec	5.000	01-Dec-38	103 536	119 758	
128 840	Province of Quebec	5.000	01-Dec-41	155 033	166 472	
97 550	Province of Quebec	4.250	01-Dec-43	105 155	113 796	
7 500	Simcoe County Board of Education	6.800	19-Jun-26	7 488	9 926	
				4 892 058	5 263 413	39.9
TOTAL CANADIAN BONDS				11 202 114	11 784 328	89.3
FOREIGN BONDS						
Australia						
3 000	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	3 376	3 185	
				3 376	3 185	—
Azerbaijan						
1 300	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	1 497	1 559	
3 414	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	3 602	3 867	
				5 099	5 426	—
Brazil						
1 860	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	2 264	2 322	
420	Petrobras International Finance Co. USD	7.875	15-Mar-19	532	516	
1 290	Petrobras International Finance Co. USD	6.750	27-Jan-41	1 421	1 371	
4 100	Republic of Brazil USD	4.250	07-Jan-25	4 560	4 792	
710	Republic of Brazil USD	7.125	20-Jan-37	927	1 040	
				9 704	10 041	0.1
Chile						
800	Celulosa Arauco y Constitucion S.A. USD	4.500	01-Aug-24	860	928	
4 560	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	4 742	5 457	
				5 602	6 385	—

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
China						
860	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	\$ 935	\$ 1 065	
2 900	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	3 025	3 567	
				3 960	4 632	—
Colombia						
2 225	Ecopetrol S.A. USD	5.875	28-May-45	2 272	2 404	
2 825	Republic of Colombia USD	11.750	25-Feb-20	4 587	4 610	
4 150	Republic of Colombia USD	8.125	21-May-24	6 134	6 397	
4 450	Republic of Colombia USD	6.125	18-Jan-41	5 380	6 218	
				18 373	19 629	0.1
Croatia						
3 900	Croatia Government USD	6.250	27-Apr-17	4 774	4 822	
1 665	Croatia Government USD	6.750	05-Nov-19	2 022	2 132	
				6 796	6 954	0.1
Dominican Republic						
2 235	Dominican Republic USD	7.500	06-May-21	2 594	2 860	
				2 594	2 860	—
France						
5 000	Numericable Group S.A. USD	6.000	15-May-22	5 563	5 848	
				5 563	5 848	—
Hungary						
1 880	Hungary Government USD	4.125	19-Feb-18	2 074	2 269	
				2 074	2 269	—
Iceland						
950	Iceland Government USD	5.875	11-May-22	1 065	1 240	
				1 065	1 240	—
India						
300	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	362	374	
1 100	Export-Import Bank of India USD	4.000	07-Aug-17	1 212	1 334	
900	Export-Import Bank of India USD	3.875	02-Oct-19	1 000	1 079	
300	NTPC Ltd. USD	5.625	14-Jul-21	374	385	
				2 948	3 172	—
Indonesia						
1 080	Government of Indonesia USD	5.875	13-Mar-20	1 310	1 393	
1 620	Government of Indonesia USD	4.875	05-May-21	1 756	2 001	
465	Government of Indonesia USD	5.250	17-Jan-42	425	548	
815	Majapahit Holding BV USD	7.750	17-Oct-16	951	1 042	
3 440	Pertamina Persero PT USD	5.625	20-May-43	3 535	3 777	
5 550	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	6 531	6 754	
				14 508	15 515	0.1
Israel						
590	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	729	767	
				729	767	—
Japan						
7 000	SoftBank Corp. USD	4.500	15-Apr-20	7 278	8 041	
				7 278	8 041	0.1
Jordan						
1 040	Jordan Government USD	3.875	12-Nov-15	1 119	1 218	
				1 119	1 218	—

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Kazakhstan						
1 225	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	\$ 1 462	\$ 1 409	
1 695	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	2 182	2 162	
1 680	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	1 902	1 984	
2 310	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	2 077	2 268	
1 125	Samruk-Energy JSC USD	3.750	20-Dec-17	1 186	1 261	
				8 809	9 084	0.1
Luxembourg						
5 000	ArcelorMittal USD	6.125	01-Jun-18	5 906	6 208	
7 000	ArcelorMittal USD	9.850	01-Jun-19	9 006	9 851	
5 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	4 952	6 085	
				19 864	22 144	0.2
Malaysia						
1 500	1MDB Global Investments Ltd. USD	4.400	09-Mar-23	1 696	1 725	
				1 696	1 725	—
Mexico						
3 595	Comision Federal de Electricidad USD	4.875	26-May-21	4 033	4 454	
4 725	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	5 957	6 368	
5 525	Petroleos Mexicanos USD	6.000	05-Mar-20	7 017	7 237	
4 550	Petroleos Mexicanos USD	3.500	30-Jan-23	4 535	5 069	
735	United Mexican States USD	5.750	12-Oct-10	735	921	
				22 277	24 049	0.2
Morocco						
690	Morocco Government EUR	4.500	05-Oct-20	856	1 078	
400	Morocco Government USD	5.500	11-Dec-42	484	481	
400	OCP S.A. USD	5.625	25-Apr-24	438	490	
				1 778	2 049	—
Netherlands						
10 000	ING Bank N.V. USD	4.125	21-Nov-23	10 538	11 822	
				10 538	11 822	0.1
Panama						
3 570	Republic of Panama USD	7.125	29-Jan-26	4 726	5 289	
1 000	Republic of Panama USD	6.700	26-Jan-36	1 184	1 507	
				5 910	6 796	0.1
Peru						
2 785	Republic of Peru USD	7.350	21-Jul-25	3 706	4 306	
3 250	Republic of Peru USD	5.625	18-Nov-50	4 306	4 460	
				8 012	8 766	0.1
Philippines						
4 097	Republic of Philippines USD	8.375	17-Jun-19	5 556	6 055	
2 300	Republic of Philippines USD	7.750	14-Jan-31	3 322	3 866	
25 000	Republic of Philippines PHP	6.250	14-Jan-36	642	733	
				9 520	10 654	0.1
Poland						
1 675	Government of Poland USD	6.375	15-Jul-19	1 981	2 284	
2 450	Government of Poland USD	5.125	21-Apr-21	3 017	3 214	
				4 998	5 498	—
Qatar						
460	State of Qatar USD	6.400	20-Jan-40	607	681	
				607	681	—
Romania						
1 725	Romanian Government EUR	4.625	18-Sep-20	2 464	2 799	
1 650	Romanian Government USD	6.750	07-Feb-22	2 061	2 305	
				4 525	5 104	—

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Russia						
1 150	Gazprom OAO USD	9.250	23-Apr-19	\$ 1 533	\$ 1 369	
5 790	Russian Federation USD	5.000	31-Mar-30	4 811	4 580	
2 400	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	2 094	2 340	
				8 438	8 289	0.1
Singapore						
600	Flextronics International Ltd. USD	4.625	15-Feb-20	667	711	
				667	711	—
Slovenia						
1 805	Slovenia Government USD	5.500	26-Oct-22	2 057	2 332	
				2 057	2 332	—
South Africa						
1 100	Republic of South Africa USD	4.665	17-Jan-24	1 175	1 329	
				1 175	1 329	—
Spain						
3 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	3 159	3 538	
				3 159	3 538	—
Supranational						
2 575	Eurasian Development Bank USD	5.000	26-Sep-20	2 686	2 590	
4 000	Inter-American Development Bank CAD	4.400	26-Jan-26	3 989	4 606	
				6 675	7 196	0.1
Turkey						
1 625	Export Credit Bank of Turkey USD	5.375	04-Nov-16	1 642	1 984	
2 455	Export Credit Bank of Turkey USD	5.875	24-Apr-19	2 881	3 052	
3 750	Republic of Turkey USD	7.500	14-Jul-17	4 513	4 879	
325	Republic of Turkey USD	4.875	16-Apr-43	354	378	
				9 390	10 293	0.1
United Arab Emirates						
1 250	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	1 521	1 685	
1 000	Emirate of Dubai USD	7.750	05-Oct-20	1 218	1 419	
1 180	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 319	1 518	
				4 058	4 622	—
United Kingdom						
6 150	Ineos Finance Plc. USD	8.375	15-Feb-19	6 989	7 618	
				6 989	7 618	0.1
United States						
8 000	Access Midstream Partners LP	4.875	15-May-23	8 748	9 480	
1 700	Alcoa Inc.	5.400	15-Apr-21	2 125	2 142	
1 830	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	2 333	2 392	
3 000	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	3 700	3 712	
5 000	Ameristar Casinos Inc.	7.500	15-Apr-21	5 247	6 085	
4 000	Antero Resources Finance Corp.	5.375	01-Nov-21	4 414	4 514	
17 050	Ball Corp.	5.750	15-May-21	18 375	20 849	
14 775	Beazer Homes USA Inc.	6.625	15-Apr-18	16 118	18 024	
7 000	Calpine Corp.	6.000	15-Jan-22	7 845	8 702	
8 000	CCO Holdings LLC	7.375	01-Jun-20	9 491	9 875	
5 000	CCO Holdings LLC	6.500	30-Apr-21	4 873	6 121	
2 000	CenturyLink Inc.	6.750	01-Dec-23	2 403	2 553	
8 000	Chesapeake Energy Corp.	4.875	15-Apr-22	8 968	9 085	
7 000	Choice Hotels International Inc.	5.750	01-Jul-22	7 757	8 763	
900	Cinemark USA Inc.	4.875	01-Jun-23	972	980	
3 000	CommScope Inc.	5.500	15-Jun-24	3 276	3 451	
10 000	Community Health Systems Inc.	5.125	15-Aug-18	10 994	12 054	
12 500	Concho Resources Inc.	7.000	15-Jan-21	13 891	15 285	
6 000	Consol Energy Inc.	5.875	15-Apr-22	6 711	6 518	
8 680	Continental Resources Inc.	7.125	01-Apr-21	9 960	10 853	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
4 900	Crown Castle International Corp.	4.875	15-Apr-22	\$ 5 418	\$ 5 760	
5 000	CSC Holdings LLC	6.750	15-Nov-21	5 352	6 441	
5 000	D.R. Horton Inc.	5.750	15-Aug-23	5 363	6 172	
5 250	Denbury Resources Inc.	5.500	01-May-22	5 785	5 611	
5 000	DISH DBS Corp.	7.875	01-Sep-19	5 782	6 608	
4 000	DISH DBS Corp.	5.875	15-Nov-24	4 515	4 682	
11 645	Everest Reinsurance Holdings Inc.	6.600	15-May-37	13 315	13 901	
5 000	Expedia Inc.	7.456	15-Aug-18	5 720	6 762	
17 550	Fidelity National Information Services Inc.	5.000	15-Mar-22	19 120	21 647	
3 000	Frontier Communications Corp.	8.500	15-Apr-20	3 589	3 904	
16 692	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	16 748	20 168	
11 100	HCA Inc.	5.875	15-Mar-22	12 879	14 153	
2 250	HDTFS Inc.	6.250	15-Oct-22	2 465	2 653	
2 210	Hearst-Argyle Television Inc.	7.000	15-Jan-18	2 830	2 593	
4 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	4 225	4 880	
7 000	HJ Heinz Co.	4.250	15-Oct-20	7 303	8 234	
8 000	Ingles Markets Inc.	5.750	15-Jun-23	8 594	9 356	
450	Kinder Morgan Inc.	5.625	15-Nov-23	540	561	
5 700	Lamar Media Corp.	5.375	15-Jan-24	6 512	6 854	
2 250	Lear Corp.	5.375	15-Mar-24	2 504	2 686	
5 225	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 627	692	
6 500	Lincoln National Corp.	6.050	20-Apr-67	7 286	7 589	
7 000	Micron Technology Inc.	5.875	15-Feb-22	8 162	8 560	
1 000	Micron Technology Inc.	5.500	01-Feb-25	1 081	1 176	
5 000	NCR Corp.	5.000	15-Jul-22	5 087	5 693	
3 000	Newfield Exploration Co.	5.625	01-Jul-24	3 637	3 466	
4 500	NRG Energy Inc.	7.875	15-May-21	4 885	5 659	
2 000	NRG Energy Inc.	6.250	01-May-24	2 258	2 376	
2 520	Owens-Brockway Glass Container Inc.	7.375	15-May-16	2 827	3 111	
6 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	6 987	7 119	
4 000	Prestige Brands Inc.	5.375	15-Dec-21	4 260	4 589	
4 000	Qwest Corp.	6.500	01-Jun-17	4 217	5 084	
1 200	Qwest Corp.	6.750	01-Dec-21	1 202	1 614	
2 250	Range Resources Corp.	6.750	01-Aug-20	2 451	2 732	
12 000	Range Resources Corp.	5.750	01-Jun-21	13 128	14 464	
2 000	Regal Entertainment Group	5.750	15-Mar-22	2 187	2 231	
3 000	Reynolds Group Issuer Inc.	7.125	15-Apr-19	3 263	3 612	
11 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	12 681	13 403	
16 000	Rite Aid Corp.	8.000	15-Aug-20	18 483	19 960	
3 000	Seagate HDD Cayman USD	4.750	01-Jun-23	2 857	3 626	
5 400	Service Corp. International	7.625	01-Oct-18	5 949	7 029	
2 450	Service Corp. International	5.375	15-Jan-22	2 790	2 932	
4 000	Sinclair Television Group Inc.	5.375	01-Apr-21	4 469	4 636	
1 000	Sinclair Television Group Inc.	6.375	01-Nov-21	1 164	1 202	
8 800	Smithfield Foods Inc.	6.625	15-Aug-22	9 989	10 735	
4 275	Sonic Automotive Inc.	7.000	15-Jul-22	4 769	5 364	
1 225	Sonic Automotive Inc.	5.000	15-May-23	1 255	1 388	
4 000	Spirit Aerosystems Inc.	6.750	15-Dec-20	4 086	4 949	
2 000	Sprint Capital Corp.	6.875	15-Nov-28	2 122	2 056	
10 000	Sprint Nextel Corp.	9.000	15-Nov-18	12 807	13 243	
8 540	Standard Pacific Corp.	8.375	15-Jan-21	10 627	11 286	
8 000	T-Mobile USA Inc.	6.625	01-Apr-23	8 599	9 564	
10 350	Targa Resources Partners LP	6.875	01-Feb-21	12 174	12 355	
9 500	Tenet Healthcare Corp.	6.000	01-Oct-20	10 747	11 880	
8 000	The AES Corp.	5.500	15-Mar-24	8 802	9 478	
10 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	11 489	12 460	
16 300	United Rentals North America Inc.	5.750	15-Jul-18	17 607	19 837	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
600	Universal Health Services Inc.	4.750	01-Aug-22	\$ 695	\$ 698	
4 500	Whiting Petroleum Corp.	5.750	15-Mar-21	4 695	4 862	
3 000	Windstream Holdings Inc.	7.750	01-Oct-21	3 265	3 573	
3 000	WPX Energy Inc.	5.250	15-Sep-24	3 184	3 259	
2 000	Wynn Las Vegas LLC Corp.	7.875	01-May-20	2 109	2 451	
4 275	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	4 960	5 316	
				545 679	592 373	4.5
Uruguay						
1 850	Republic of Uruguay USD	4.500	14-Aug-24	1 991	2 270	
500	Republic of Uruguay USD	7.625	21-Mar-36	657	794	
				2 648	3 064	–
TOTAL FOREIGN BONDS				780 257	846 919	6.3
TOTAL BONDS				11 982 371	12 631 247	95.6
MORTGAGE-BACKED SECURITIES						
3 000	Schooner Trust Series 2005-4, Class A2	4.363	12-Sep-20	3 000	3 042	
7 168	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	7 168	7 636	
TOTAL MORTGAGE-BACKED SECURITIES				10 168	10 678	0.1
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
717 000	Barclays Capital High Yield Bond SPDR Fund			\$ 32 004	\$ 32 163	
TOTAL OTHER INVESTMENTS				32 004	32 163	0.2
SHORT-TERM INVESTMENTS†				167 794	167 794	1.4
TOTAL INVESTMENTS				12 468 988	13 124 941	99.4
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(4 001)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	12 599	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(23 290)	(0.2)
TOTAL PORTFOLIO				\$12 468 988	13 110 249	99.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					88 963	0.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$13 199 212	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.89% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(1 200)	United States 5-Year Note Future, March 2015	
	Contracts at USD 118.88 per contract	\$ (160 867) \$ (65)
(4 210)	United States 10-Year Note Future, March 2015	
	Contracts at USD 125.99 per contract	(598 125) (3 936)
TOTAL FUTURES	\$ (758 992)	\$ (4 001)

\$38 527 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 5 129 Sold CAD 5 826 @ 1.1359	02-Jan-15	\$ 134
Bought USD 415 Sold CAD 474 @ 1.1415	08-Jan-15	8
Bought CAD 13 317 Sold NOK 81 562 @ 0.1633	09-Jan-15	603
Bought USD 1 837 Sold CAD 2 053 @ 1.1178	13-Jan-15	81
Bought USD 332 Sold CAD 373 @ 1.1248	13-Jan-15	12
Bought USD 20 855 Sold CAD 23 391 @ 1.1216	15-Jan-15	845
Bought USD 23 863 Sold CAD 26 846 @ 1.1250	15-Jan-15	885
Bought USD 30 000 Sold CAD 33 471 @ 1.1157	15-Jan-15	1 392
Bought USD 1 030 Sold CAD 1 161 @ 1.1275	16-Jan-15	36
Bought USD 8 000 Sold CAD 9 021 @ 1.1276	16-Jan-15	276
Bought BRL 31 403 Sold CAD 13 463 @ 0.4287	20-Jan-15	201
Bought CAD 10 725 Sold USD 9 199 @ 1.1658	20-Jan-15	33

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 52 148 Sold CAD 59 813 @ 1.1470	20-Jan-15	\$ 796
Bought CAD 869 Sold EUR 615 @ 1.4131	21-Jan-15	4
Bought USD 1 700 Sold CAD 1 927 @ 1.1333	22-Jan-15	49
Bought USD 3 810 Sold CAD 4 318 @ 1.1334	22-Jan-15	110
Bought USD 21 820 Sold CAD 24 563 @ 1.1257	27-Jan-15	801
Bought USD 25 910 Sold CAD 29 672 @ 1.1452	27-Jan-15	446
Bought USD 8 005 Sold CAD 9 142 @ 1.1420	27-Jan-15	163
Bought USD 5 000 Sold CAD 5 773 @ 1.1546	28-Jan-15	39
Bought CAD 1 187 Sold EUR 829 @ 1.4321	29-Jan-15	21
Bought CAD 28 859 Sold USD 24 700 @ 1.1684	05-Feb-15	140
Bought USD 8 000 Sold CAD 9 288 @ 1.1610	05-Feb-15	13
Bought USD 9 000 Sold CAD 10 269 @ 1.1410	05-Feb-15	196
Bought CAD 6 318 Sold USD 5 425 @ 1.1645	06-Feb-15	10
Bought USD 493 Sold CAD 558 @ 1.1315	06-Feb-15	15
Bought USD 52 383 Sold CAD 60 067 @ 1.1467	09-Feb-15	844
Bought CAD 1 449 Sold EUR 1 013 @ 1.4300	10-Feb-15	23
Bought CAD 9 951 Sold USD 8 550 @ 1.1638	11-Feb-15	8
Bought USD 30 462 Sold CAD 34 882 @ 1.1451	11-Feb-15	541
Bought USD 327 Sold CAD 371 @ 1.1348	11-Feb-15	9
Bought USD 9 441 Sold CAD 10 815 @ 1.1456	20-Feb-15	165
Bought CAD 2 802 Sold USD 2 400 @ 1.1673	27-Feb-15	10
Bought USD 4 174 Sold CAD 4 699 @ 1.1258	27-Feb-15	156
Bought USD 53 763 Sold CAD 60 536 @ 1.1260	27-Feb-15	2 003
Bought CAD 10 734 Sold USD 9 199 @ 1.1669	03-Mar-15	33
Bought JPY 1 393 452 Sold CAD 13 379 @ 0.0096	03-Mar-15	162
Bought USD 13 814 Sold CAD 15 780 @ 1.1424	03-Mar-15	290
Bought USD 4 000 Sold CAD 4 586 @ 1.1465	03-Mar-15	68
Bought USD 8 783 Sold CAD 10 034 @ 1.1424	03-Mar-15	184
Bought MXN 175 985 Sold CAD 13 766 @ 0.0782	04-Mar-15	58
Bought USD 3 000 Sold CAD 3 444 @ 1.1479	05-Mar-15	47
Bought CAD 36 102 Sold USD 30 931 @ 1.1672	17-Mar-15	107
Bought BRL 30 356 Sold CAD 12 584 @ 0.4145	18-Mar-15	430
Bought CAD 182 Sold EUR 128 @ 1.4225	19-Mar-15	2
Bought CAD 22 757 Sold USD 19 525 @ 1.1655	19-Mar-15	35
Bought CAD 1 212 Sold USD 1 040 @ 1.1652	26-Mar-15	1
Bought CAD 57 167 Sold USD 49 091 @ 1.1645	26-Mar-15	28
Bought CAD 2 654 Sold USD 2 275 @ 1.1664	30-Mar-15	5
Bought CAD 29 041 Sold USD 24 911 @ 1.1658	30-Mar-15	43
Bought CAD 19 472 Sold USD 16 692 @ 1.1665	07-Apr-15	38
		\$ 12 599

Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 922 Sold USD 5 129 @ 1.1545	02-Jan-15	\$ (37)
Bought CAD 2 668 Sold USD 2 382 @ 1.1199	08-Jan-15	(100)
Bought NOK 81 562 Sold CAD 13 816 @ 0.1694	09-Jan-15	(1 102)
Bought CAD 24 106 Sold USD 21 468 @ 1.1229	12-Jan-15	(840)
Bought CAD 31 068 Sold USD 27 563 @ 1.1272	13-Jan-15	(961)
Bought CAD 5 479 Sold USD 4 822 @ 1.1363	13-Jan-15	(124)
Bought CAD 6 799 Sold USD 5 974 @ 1.1381	13-Jan-15	(143)
Bought USD 562 Sold CAD 654 @ 1.1642	13-Jan-15	(1)
Bought CAD 38 884 Sold USD 34 799 @ 1.1174	14-Jan-15	(1 555)
Bought CAD 5 663 Sold USD 5 068 @ 1.1174	14-Jan-15	(226)
Bought CAD 33 908 Sold USD 30 000 @ 1.1303	15-Jan-15	(954)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 15 459 Sold USD 13 725 @ 1.1264	16-Jan-15	\$ (491)
Bought CAD 2 309 Sold USD 2 000 @ 1.1544	20-Jan-15	(16)
Bought CAD 3 319 Sold USD 2 950 @ 1.1252	20-Jan-15	(109)
Bought CAD 4 068 Sold USD 3 586 @ 1.1344	20-Jan-15	(100)
Bought CAD 53 421 Sold USD 47 461 @ 1.1256	20-Jan-15	(1 740)
Bought CAD 4 708 Sold USD 4 184 @ 1.1253	23-Jan-15	(155)
Bought CAD 10 102 Sold USD 8 850 @ 1.1414	27-Jan-15	(186)
Bought CAD 10 117 Sold USD 9 000 @ 1.1241	28-Jan-15	(345)
Bought CAD 18 545 Sold USD 16 500 @ 1.1240	29-Jan-15	(636)
Bought CAD 20 521 Sold USD 18 116 @ 1.1328	30-Jan-15	(540)
Bought CAD 9 445 Sold USD 8 340 @ 1.1325	30-Jan-15	(251)
Bought CAD 29 979 Sold USD 26 301 @ 1.1399	03-Feb-15	(600)
Bought MXN 109 385 Sold CAD 8 855 @ 0.0810	03-Feb-15	(253)
Bought CAD 18 170 Sold USD 15 941 @ 1.1398	05-Feb-15	(364)
Bought CAD 7 185 Sold USD 6 182 @ 1.1622	05-Feb-15	(3)
Bought CAD 18 539 Sold USD 16 400 @ 1.1305	06-Feb-15	(529)
Bought CAD 1 777 Sold USD 1 566 @ 1.1345	09-Feb-15	(44)
Bought CAD 10 679 Sold USD 9 199 @ 1.1609	09-Feb-15	(18)
Bought CAD 30 623 Sold USD 27 173 @ 1.1270	09-Feb-15	(973)
Bought CAD 33 397 Sold USD 29 639 @ 1.1268	09-Feb-15	(1 067)
Bought CAD 11 430 Sold USD 10 000 @ 1.1430	10-Feb-15	(198)
Bought CAD 26 639 Sold USD 23 442 @ 1.1364	10-Feb-15	(620)
Bought CAD 22 616 Sold USD 20 000 @ 1.1308	11-Feb-15	(641)
Bought CAD 441 Sold USD 387 @ 1.1393	11-Feb-15	(9)
Bought CAD 6 783 Sold USD 5 950 @ 1.1400	11-Feb-15	(136)
Bought CAD 7 267 Sold USD 6 404 @ 1.1348	11-Feb-15	(180)
Bought CAD 927 Sold USD 815 @ 1.1370	11-Feb-15	(21)
Bought CAD 2 877 Sold USD 2 525 @ 1.1393	12-Feb-15	(60)
Bought CAD 22 441 Sold USD 20 000 @ 1.1221	12-Feb-15	(816)
Bought CAD 6 764 Sold USD 6 000 @ 1.1273	12-Feb-15	(214)
Bought CAD 994 Sold USD 890 @ 1.1172	13-Feb-15	(41)
Bought CAD 4 535 Sold USD 4 000 @ 1.1336	17-Feb-15	(117)
Bought CAD 43 755 Sold USD 37 690 @ 1.1609	17-Feb-15	(78)
Bought CAD 27 497 Sold USD 24 321 @ 1.1306	19-Feb-15	(789)
Bought CAD 10 447 Sold USD 9 243 @ 1.1302	20-Feb-15	(304)
Bought CAD 19 859 Sold USD 17 535 @ 1.1326	23-Feb-15	(536)
Bought CAD 10 563 Sold USD 9 324 @ 1.1329	24-Feb-15	(283)
Bought CAD 12 168 Sold USD 10 761 @ 1.1307	25-Feb-15	(349)
Bought CAD 239 Sold USD 207 @ 1.1566	26-Feb-15	(2)
Bought CAD 43 769 Sold USD 38 866 @ 1.1261	27-Feb-15	(1 442)
Bought CAD 13 492 Sold JPY 1 393 452 @ 0.0097	03-Mar-15	(49)
Bought CAD 31 220 Sold USD 27 368 @ 1.1407	05-Mar-15	(620)
Bought CAD 35 009 Sold USD 30 505 @ 1.1477	11-Mar-15	(485)
Bought CAD 18 527 Sold USD 16 178 @ 1.1452	12-Mar-15	(298)
Bought CAD 29 898 Sold USD 25 787 @ 1.1594	16-Mar-15	(110)
Bought MXN 40 498 Sold CAD 3 210 @ 0.0793	24-Mar-15	(31)
Bought CAD 30 206 Sold USD 26 209 @ 1.1525	25-Mar-15	(299)
Bought CAD 7 301 Sold USD 6 314 @ 1.1563	27-Mar-15	(48)
Bought CAD 27 870 Sold USD 23 960 @ 1.1632	09-Apr-15	(27)
Bought CAD 25 588 Sold USD 21 996 @ 1.1633	13-Apr-15	(24)

TOTAL FOREIGN EXCHANGE **\$ (23 290)**
\$ (10 691)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 13 124 941	\$ 11 740 359	\$ 9 484 963
Cash	39	2 810	–
Due from investment dealers	–	3 167	–
Subscriptions receivable	21 721	50 702	18 461
Unrealized gain on futures contracts	–	8 500	1 008
Unrealized gain on foreign exchange contracts	12 599	4 017	4 749
Dividends receivable, interest accrued and other assets	90 578	82 977	63 990
TOTAL ASSETS	13 249 878	11 892 532	9 573 171
LIABILITIES			
Bank overdraft	–	–	1 476
Due to investment dealers	–	45 794	20 945
Redemptions payable	20 719	2 049	2 120
Unrealized loss on futures contracts	4 001	–	27
Futures contracts margin payable	528	8 717	564
Unrealized loss on foreign exchange contracts	23 290	10 351	2 235
Accounts payable and accrued expenses	2 128	2 115	2 533
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	50 666	69 026	29 900
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 13 199 212	\$ 11 823 506	\$ 9 543 271
Investments at cost	\$ 12 468 988	\$ 11 716 925	\$ 9 009 097
NAV			
SERIES A	\$ 1 642 304	\$ 1 776 368	\$ 2 271 734
ADVISOR SERIES	\$ 42 893	\$ 36 190	\$ 42 437
SERIES H	\$ 3 956	\$ 1	\$ –
SERIES D	\$ 61 636	\$ 53 735	\$ 68 826
SERIES F	\$ 13 230	\$ 7 299	\$ 7 441
SERIES I	\$ 4 525	\$ 490	\$ 898
SERIES O	\$ 11 430 668	\$ 9 949 423	\$ 7 151 935
NAV PER UNIT			
SERIES A	\$ 6.60	\$ 6.26	\$ 6.55
ADVISOR SERIES	\$ 6.74	\$ 6.39	\$ 6.67
SERIES H	\$ 6.72	\$ 6.33	\$ –
SERIES D	\$ 6.64	\$ 6.30	\$ 6.59
SERIES F	\$ 6.81	\$ 6.45	\$ 6.74
SERIES I	\$ 6.79	\$ 6.42	\$ 6.74
SERIES O	\$ 6.89	\$ 6.54	\$ 6.81

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 439	\$ –
Interest for distribution purposes	469 904	396 074
Net gain (loss) from futures contracts	(21 173)	27 515
Other income received from underlying funds	7 016	6 056
Securities lending revenue (see note 6 in the generic notes)	964	782
Capital gains received from underlying funds	6 139	504
Net realized gain (loss) on investments	88 275	21 190
Net gain (loss) on foreign currencies and other net assets	(38 892)	(1 737)
Change in unrealized gain (loss) on investments	628 162	(461 280)
TOTAL INCOME (LOSS)	1 140 834	(10 896)
EXPENSES (see notes – Fund Specific Information)		
Management fees	17 440	21 428
Administration fees	4 022	3 838
Board of Governors costs	3	3
GST/HST	2 233	2 697
Transaction costs	4	–
Withholding tax	271	–
TOTAL EXPENSES	23 973	27 966
INCREASE (DECREASE) IN NAV	\$ 1 116 861	\$ (38 862)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 126 224	\$ (31 796)
ADVISOR SERIES	\$ 2 829	\$ (579)
SERIES H	\$ 62	\$ (14)
SERIES D	\$ 4 497	\$ (639)
SERIES F	\$ 841	\$ (61)
SERIES I	\$ 122	\$ (24)
SERIES O	\$ 982 286	\$ (5 749)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.48	\$ (0.09)
ADVISOR SERIES	\$ 0.49	\$ (0.09)
SERIES H	\$ 0.49	\$ (0.05)
SERIES D	\$ 0.51	\$ (0.06)
SERIES F	\$ 0.54	\$ (0.05)
SERIES I	\$ 0.54	\$ (0.04)
SERIES O	\$ 0.58	\$ (0.01)

* Series H launched April 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 116 861	\$ (38 862)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(88 275)	(21 190)
Change in unrealized loss (gain) on investments	(628 162)	461 280
(Increase) decrease in accrued receivables	4 066	(29 673)
Increase (decrease) in accrued payables	(41 780)	24 431
Cost of investments purchased	(12 740 436)	(12 554 196)
Proceeds on sales of investments	12 076 648	9 867 558
NET CASH PROVIDED BY OPERATING ACTIVITIES	(301 078)	(2 290 652)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	3 360 048	3 817 524
Cash paid on redemption of redeemable units	(3 041 660)	(1 488 646)
Distributions paid to holders of redeemable units	(11 892)	(42 093)
NET CASH USED IN FINANCING ACTIVITIES	\$ 306 496	\$ 2 286 785
Net increase (decrease) in cash for the year	5 418	(3 867)
Cash (bank overdraft), beginning of period	(5 907)	(2 040)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (489)	\$ (5 907)
Interest received	\$ 462 434	\$ 377 087
Dividends received, net of withholding taxes	\$ 37	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H launched April 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 776 368	\$ 2 271 734	\$ 36 190	\$ 42 437	\$ 1	\$ -	\$ 53 735	\$ 68 826
INCREASE (DECREASE) IN NAV	126 224	(31 796)	2 829	(579)	62	(14)	4 497	(639)
Early redemption fees	3	2	-	1	-	-	2	-
Proceeds from redeemable units issued	174 286	237 332	13 800	12 809	3 894	1 001	22 579	19 305
Reinvestments of distributions to holders of redeemable units	36 358	58 681	774	1 074	13	9	1 514	2 037
Redemption of redeemable units	(433 868)	(699 527)	(9 858)	(18 377)	(1)	(986)	(19 140)	(33 707)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(223 221)	(403 512)	4 716	(4 493)	3 906	24	4 955	(12 365)
Distributions from net income	(37 067)	(56 663)	(842)	(1 108)	(13)	(9)	(1 551)	(1 986)
Distributions from net gains	-	(3 395)	-	(67)	-	-	-	(101)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(37 067)	(60 058)	(842)	(1 175)	(13)	(9)	(1 551)	(2 087)
NET INCREASE (DECREASE) IN NAV	(134 064)	(495 366)	6 703	(6 247)	3 955	1	7 901	(15 091)
NAV AT END OF PERIOD	\$ 1 642 304	\$ 1 776 368	\$ 42 893	\$ 36 190	\$ 3 956	\$ 1	\$ 61 636	\$ 53 735

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 299	\$ 7 441	\$ 490	\$ 898	\$ 9 949 423	\$ 7 151 935	\$ 11 823 506	\$ 9 543 271
INCREASE (DECREASE) IN NAV	841	(61)	122	(24)	982 286	(5 749)	1 116 861	(38 862)
Early redemption fees	-	-	-	-	-	-	5	3
Proceeds from redeemable units issued	9 629	3 387	3 938	719	3 102 941	3 575 212	3 331 067	3 849 765
Reinvestments of distributions to holders of redeemable units	194	161	22	18	382 398	311 683	421 273	373 663
Redemption of redeemable units	(4 435)	(3 374)	(1)	(1 090)	(2 593 032)	(731 517)	(3 060 335)	(1 488 578)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 388	174	3 959	(353)	892 307	3 155 378	692 010	2 734 853
Distributions from net income	(298)	(242)	(46)	(30)	(393 348)	(334 178)	(433 165)	(394 216)
Distributions from net gains	-	(13)	-	(1)	-	(17 963)	-	(21 540)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(298)	(255)	(46)	(31)	(393 348)	(352 141)	(433 165)	(415 756)
NET INCREASE (DECREASE) IN NAV	5 931	(142)	4 035	(408)	1 481 245	2 797 488	1 375 706	2 280 235
NAV AT END OF PERIOD	\$ 13 230	\$ 7 299	\$ 4 525	\$ 490	\$ 11 430 668	\$ 9 949 423	\$ 13 199 212	\$ 11 823 506

* Series H launched April 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average long-term returns consisting of interest income and moderate capital growth by investing mainly in high-quality fixed-income securities issued by Canadian governments and corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	8.3	11.2	11.0
AA	48.3	47.6	44.4
A	21.5	20.3	26.5
BBB	15.9	15.9	14.3
BB	3.8	2.9	2.3
B	1.9	2.0	1.4
Unrated	0.3	0.1	0.1
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Corporate Bonds	43.0	44.4	47.3
Provincial/Municipal Bonds	39.9	37.0	35.2
Federal Bonds	6.4	8.4	7.9
Foreign Bonds	6.3	5.8	4.5
Income Funds	2.1	1.0	1.0
Mortgage-Backed Securities	0.1	0.2	0.4
Cash/Other	2.2	3.2	3.7

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	0.9	0.8	1.7
1 – 5 years	39.1	41.2	43.4
5 – 10 years	30.0	31.9	27.0
> 10 years	30.0	26.1	27.9
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.9% (December 31, 2013 – 6.4%, January 1, 2013 – 6.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	32 163	–	–	32 163
Mutual fund units	283 059	–	–	283 059
Fixed-income and debt securities	–	12 641 925	–	12 641 925
Short-term investments	–	167 794	–	167 794
Derivatives – assets	–	12 599	–	12 599
Derivatives – liabilities	(4 001)	(23 290)	–	(27 291)
Total financial instruments	311 221	12 799 028	–	13 110 249
% of total portfolio	2.4	97.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	118 409	–	–	118 409
Fixed-income and debt securities	–	11 325 774	–	11 325 774
Short-term investments	–	296 176	–	296 176
Derivatives – assets	8 500	4 017	–	12 517
Derivatives – liabilities	–	(10 351)	–	(10 351)
Total financial instruments	126 909	11 615 616	–	11 742 525
% of total portfolio	1.1	98.9	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	96 255	–	–	96 255
Fixed-income and debt securities	–	9 094 262	–	9 094 262
Short-term investments	–	294 446	–	294 446
Derivatives – assets	1 008	4 749	–	5 757
Derivatives – liabilities	(27)	(2 235)	–	(2 262)
Total financial instruments	97 236	9 391 222	–	9 488 458
% of total portfolio	1.0	99.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series H	0.90%
Series D	0.65%
Series F	0.50%
Series I	0.40%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	158	154
Series I	1 161	1 130
Value of all units	9	8

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund	1.1	25.1	1.0	26.6
RBC Emerging Markets				
Foreign Exchange Fund	1.0	77.3	–	–
			January 1, 2013	
			NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund			1.0	32.3

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	6 898
Non-capital losses	–



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	283 729	347 067
Issued number of units	26 915	36 642
Reinvested number of units	5 628	9 228
Redeemed number of units	(67 330)	(109 208)
Ending number of units	248 942	283 729
Advisor Series		
Opening units	5 666	6 358
Issued number of units	2 083	1 955
Reinvested number of units	117	166
Redeemed number of units	(1 498)	(2 813)
Ending number of units	6 368	5 666
Series H		
Opening units	–	–
Issued number of units	587	154
Reinvested number of units	2	1
Redeemed number of units	–	(155)
Ending number of units	589	–
Series D		
Opening units	8 532	10 448
Issued number of units	3 464	2 964
Reinvested number of units	233	318
Redeemed number of units	(2 943)	(5 198)
Ending number of units	9 286	8 532
Series F		
Opening units	1 131	1 104
Issued number of units	1 445	513
Reinvested number of units	29	25
Redeemed number of units	(662)	(511)
Ending number of units	1 943	1 131
Series I		
Opening units	76	133
Issued number of units	587	108
Reinvested number of units	3	3
Redeemed number of units	–	(168)
Ending number of units	666	76
Series O		
Opening units	1 522 142	1 049 482
Issued number of units	460 938	532 976
Reinvested number of units	56 601	47 090
Redeemed number of units	(381 239)	(107 406)
Ending number of units	1 658 442	1 522 142

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	4	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Fair value of securities loaned	1 533 506		1 143 885	
Fair value of collateral received	1 564 231		1 166 763	

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income Bond Fund	1.3	1.5
RBC Managed Payout Solution	6.6	5.9
RBC Managed Payout Solution – Enhanced	4.3	3.2
RBC Managed Payout Solution – Enhanced Plus	2.7	–
RBC Select Very Conservative Portfolio	6.3	6.4
RBC Select Very Conservative Class	–	0.1
RBC Select Conservative Portfolio	27.9	27.2
RBC Select Conservative Class	–	0.1
RBC Select Balanced Portfolio	28.8	30.9
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	4.1	4.7
RBC Select Choices Conservative Portfolio	0.2	0.2
RBC Select Choices Balanced Portfolio	0.3	0.3
RBC Select Choices Growth Portfolio	0.3	0.3
RBC Select Growth Class	–	–
RBC Target 2015 Education Fund	–	0.2
RBC Target 2020 Education Fund	1.8	1.7
RBC Target 2025 Education Fund	1.6	1.1
RBC Target 2030 Education Fund	0.2	0.1
Total	86.4	84.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	11 807 380	9 529 650
Revaluation of investments at FVTPL	16 126	13 621
Net assets attributable to holders of redeemable units	11 823 506	9 543 271
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(41 367)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		2 505
Increase (decrease) in net assets attributable to holders of redeemable units		(38 862)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC ADVISOR CANADIAN BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
250	407 International Inc.	5.750	14-Feb-36	\$ 232	\$ 311	
200	Aéroports de Montréal	5.670	16-Oct-37	202	258	
163	Alliance Pipeline LP	5.546	31-Dec-23	169	180	
200	AltaGas Ltd.	4.400	15-Mar-24	200	214	
300	AltaLink LP	4.462	08-Nov-41	323	334	
650	Bank of Montreal	2.240	11-Dec-17	642	657	
550	Bank of Nova Scotia	2.598	27-Feb-17	552	560	
250	Bank of Nova Scotia	2.370	11-Jan-18	246	253	
100	Bell Canada	4.400	16-Mar-18	100	107	
200	Bell Canada	4.950	19-May-21	199	225	
150	Calloway Real Estate Investment Trust	3.730	22-Jul-22	150	153	
100	Cameco Corp.	5.670	02-Sep-19	100	112	
300	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	301	304	
500	Canadian Imperial Bank of Commerce	6.000	06-Jun-23	509	562	
200	Canadian Western Bank	2.531	22-Mar-18	198	202	
100	Canadian Western Bank	3.077	14-Jan-19	100	103	
150	Capital Desjardins Inc.	5.187	05-May-20	172	170	
200	Choice Properties LP	3.600	20-Sep-21	204	206	
100	Crombie Real Estate Investment Trust	3.986	31-Oct-18	100	104	
200	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	231	241	
100	GE Capital Canada Funding Co.	5.530	17-Aug-17	111	109	
100	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	103	109	
200	Great-West Lifeco Inc.	6.740	24-Nov-31	226	268	
400	Greater Toronto Airports Authority	3.040	21-Sep-22	405	416	
100	HSBC Bank Canada	3.558	04-Oct-17	106	104	
250	HSBC Bank Canada	4.800	10-Apr-22	250	265	
100	Hydro One Inc.	5.180	18-Oct-17	104	110	
300	Hydro One Inc.	5.360	20-May-36	306	373	
100	Inter Pipeline Ltd.	4.967	02-Feb-21	112	112	
150	Investors Group Inc.	6.580	07-Mar-18	169	170	
200	Loblaw Companies Ltd.	5.220	18-Jun-20	226	226	
300	Loblaw Companies Ltd.	6.050	09-Jun-34	249	355	
300	National Bank of Canada	2.794	09-Aug-18	300	308	
350	NAV Canada	5.304	17-Apr-19	357	398	
100	OMERS Realty Corp.	2.498	05-Jun-18	100	102	
100	Pembina Pipeline Corp.	3.770	24-Oct-22	101	104	
200	Rogers Communications Inc.	5.340	22-Mar-21	226	228	
450	Rogers Communications Inc.	6.110	25-Aug-40	489	542	
1 200	Royal Bank of Canada*	2.580	13-Apr-17	1 200	1 222	
200	Scotiabank Capital Trust	7.802	30-Jun-08	240	243	
150	Shaw Communications Inc.	5.700	02-Mar-17	165	162	
300	Shaw Communications Inc.	5.650	01-Oct-19	310	341	
200	Sun Life Financial Inc.	5.400	29-May-42	180	233	
300	Suncor Energy Inc.	5.390	26-Mar-37	253	344	
1 000	TCHC Issuer Trust	4.877	11-May-37	1 000	1 178	
180	TELUS Corp.	5.050	04-Dec-19	179	202	
200	TELUS Corp.	3.350	15-Mar-23	200	203	
500	Teranet Holdings LP	3.531	16-Dec-15	500	508	
200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	200	204	
200	Thomson Reuters Corp.	4.350	30-Sep-20	199	217	
180	Toronto Hydro Corp.	4.490	12-Nov-19	190	200	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
300	Toronto-Dominion Bank	4.779	14-Dec-16	\$ 298	\$ 316	
350	Toronto-Dominion Bank	2.447	02-Apr-19	350	355	
400	Toronto-Dominion Bank	5.763	18-Dec-06	427	441	
200	Union Gas Ltd.	5.350	27-Apr-18	200	222	
171	Union Gas Ltd.	8.750	03-Aug-18	203	209	
200	Wells Fargo Canada Corp.	2.774	09-Feb-17	202	204	
200	Wells Fargo Canada Corp.	3.040	29-Jan-21	201	206	
				15 567	16 765	35.7
FEDERAL						
2 850	Canada Housing Trust No. 1	1.850	15-Dec-16	2 881	2 889	
1 800	Canada Housing Trust No. 1	1.700	15-Dec-17	1 800	1 820	
500	Canada Housing Trust No. 1	1.950	15-Jun-19	501	508	
1 950	Canada Housing Trust No. 1	3.350	15-Dec-20	1 969	2 118	
1 200	Government of Canada	1.250	01-Mar-18	1 169	1 204	
840	Government of Canada	1.500	01-Jun-23	782	827	
580	Government of Canada	2.500	01-Jun-24	565	617	
915	Government of Canada	4.000	01-Jun-41	1 065	1 214	
700	Government of Canada	3.500	01-Dec-45	856	879	
				11 588	12 076	25.7
PROVINCIAL/MUNICIPAL						
250	Hydro-Quebec	11.000	15-Aug-20	371	370	
120	Newfoundland & Labrador Hydro	10.250	14-Jul-17	163	146	
900	Province of Manitoba	4.650	05-Mar-40	897	1 115	
1 007	Province of New Brunswick	5.650	27-Dec-28	927	1 303	
207	Province of Nova Scotia	9.600	30-Jan-22	279	306	
650	Province of Nova Scotia	4.900	01-Jun-35	664	807	
650	Province of Ontario	2.100	08-Sep-18	645	663	
1 500	Province of Ontario	4.200	02-Jun-20	1 578	1 676	
680	Province of Ontario	3.150	02-Jun-22	691	719	
1 000	Province of Ontario	2.850	02-Jun-23	993	1 030	
585	Province of Ontario	6.500	08-Mar-29	679	823	
1 250	Province of Ontario	4.650	02-Jun-41	1 381	1 552	
250	Province of Ontario	3.500	02-Jun-43	250	260	
200	Province of Ontario	3.450	02-Jun-45	195	207	
200	Province of Prince Edward Island	5.700	15-Jun-35	228	269	
1 000	Province of Quebec	4.500	01-Dec-17	1 088	1 087	
700	Province of Quebec	4.500	01-Dec-19	754	788	
300	Province of Quebec	4.500	01-Dec-20	344	341	
1 100	Province of Quebec	3.500	01-Dec-22	1 135	1 187	
692	Province of Quebec	9.500	30-Mar-23	939	1 053	
500	Province of Quebec	3.750	01-Sep-24	533	546	
700	Province of Quebec	5.000	01-Dec-41	729	904	
95	University of Toronto Governing Council	6.780	18-Jul-31	105	132	
				15 568	17 284	36.8
TOTAL BONDS				42 723	46 125	98.2
SHORT-TERM INVESTMENTS†				497	497	1.1
TOTAL INVESTMENTS				\$ 43 220	46 622	99.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					314	0.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 46 936	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 7, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 46 622	\$ 84 836	\$ 109 294
Cash	–	–	27
Due from investment dealers	–	–	186
Subscriptions receivable	101	–	34
Dividends receivable, interest accrued and other assets	268	508	642
TOTAL ASSETS	46 991	85 344	110 183
LIABILITIES			
Redemptions payable	21	99	21
Accounts payable and accrued expenses	34	39	58
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	55	138	79
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 46 936	\$ 85 206	\$ 110 104
Investments at cost	\$ 43 220	\$ 82 729	\$ 101 473
NAV			
ADVISOR SERIES	\$ 36 130	\$ 42 079	\$ 64 534
SERIES F	\$ 10 805	\$ 9 669	\$ 13 475
SERIES O	\$ 1	\$ 33 458	\$ 32 095
NAV PER UNIT			
ADVISOR SERIES	\$ 12.04	\$ 11.47	\$ 12.06
SERIES F	\$ 12.26	\$ 11.67	\$ 12.26
SERIES O	\$ 12.39	\$ 11.80	\$ 12.37

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2 322	\$ 3 649
Securities lending revenue (see note 6 in the generic notes)	5	7
Net realized gain (loss) on investments	2 124	1 041
Change in unrealized gain (loss) on investments	1 295	(5 714)
TOTAL INCOME (LOSS)	5 746	(1 017)
EXPENSES (see notes – Fund Specific Information)		
Management fees	352	484
Administration fees	28	40
Board of Governors costs	3	3
GST/HST	32	46
TOTAL EXPENSES	415	573
INCREASE (DECREASE) IN NAV	\$ 5 331	\$ (1 590)
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	\$ 2 944	\$ (1 105)
SERIES F	\$ 774	\$ (198)
SERIES O	\$ 1 613	\$ (287)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
ADVISOR SERIES	\$ 1.00	\$ (0.23)
SERIES F	\$ 1.12	\$ (0.19)
SERIES O	\$ 0.86	\$ (0.13)

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 5 331	\$ (1 590)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 124)	(1 041)
Change in unrealized loss (gain) on investments	(1 295)	5 714
(Increase) decrease in accrued receivables	240	320
Increase (decrease) in accrued payables	(5)	(19)
Cost of investments purchased	(41 475)	(62 191)
Proceeds on sales of investments	83 108	81 976
NET CASH PROVIDED BY OPERATING ACTIVITIES	43 780	23 169
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	10 236	14 177
Cash paid on redemption of redeemable units	(53 775)	(37 036)
Distributions paid to holders of redeemable units	(241)	(337)
NET CASH USED IN FINANCING ACTIVITIES	\$ (43 780)	\$ (23 196)
Net increase (decrease) in cash for the year	–	(27)
Cash (bank overdraft), beginning of period	–	27
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ –
Interest received	\$ 2 562	\$ 3 783
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Advisor Series		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 42 079	\$ 64 534	\$ 9 669	\$ 13 475	\$ 33 458	\$ 32 095	\$ 85 206	\$ 110 104
INCREASE (DECREASE) IN NAV	2 944	(1 105)	774	(198)	1 613	(287)	5 331	(1 590)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	3 702	2 894	3 878	1 769	2 757	9 480	10 337	14 143
Reinvestments of distributions to holders of redeemable units	848	1 261	235	275	623	1 235	1 706	2 771
Redemption of redeemable units	(12 416)	(23 985)	(3 454)	(5 299)	(37 827)	(7 830)	(53 697)	(37 114)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(7 866)	(19 830)	659	(3 255)	(34 447)	2 885	(41 654)	(20 200)
Distributions from net income	(1 027)	(1 520)	(297)	(353)	(623)	(1 235)	(1 947)	(3 108)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 027)	(1 520)	(297)	(353)	(623)	(1 235)	(1 947)	(3 108)
NET INCREASE (DECREASE) IN NAV	(5 949)	(22 455)	1 136	(3 806)	(33 457)	1 363	(38 270)	(24 898)
NAV AT END OF PERIOD	\$ 36 130	\$ 42 079	\$ 10 805	\$ 9 669	\$ 1	\$ 33 458	\$ 46 936	\$ 85 206

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a modest enhancement of long-term returns, consisting of income and modest capital gains, over that of its benchmark before fees and expenses are deducted, while keeping overall risk of underperformance to modest levels.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	26.2	28.4	31.7
AA	32.3	31.0	30.5
A	30.1	29.6	29.5
BBB	11.4	11.0	8.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Provincial/Municipal Bonds	36.8	37.6	37.0
Corporate Bonds	35.7	36.1	33.3
Federal Bonds	25.7	25.0	28.7
Cash/Other	1.8	1.3	1.0

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	1.2	4.3	2.3
1 – 5 years	38.9	40.1	46.2
5 – 10 years	29.8	27.5	22.3
> 10 years	30.1	28.1	29.2
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 7.2% (December 31, 2013 – 6.7%, January 1, 2013 – 7.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	46 125	–	46 125
Short-term investments	–	497	–	497
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	46 622	–	46 622
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	84 052	–	84 052
Short-term investments	–	784	–	784
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	84 836	–	84 836
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	109 024	–	109 024
Short-term investments	–	270	–	270
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	109 294	–	109 294
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.80%
Series F	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	42	–
Value of all units	1	–

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	206
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	3 668	5 352
Issued number of units	312	244
Reinvested number of units	72	108
Redeemed number of units	(1 052)	(2 036)
Ending number of units	3 000	3 668
Series F		
Opening units	828	1 099
Issued number of units	322	147
Reinvested number of units	19	23
Redeemed number of units	(288)	(441)
Ending number of units	881	828
Series O		
Opening units	2 836	2 595
Issued number of units	230	779
Reinvested number of units	52	103
Redeemed number of units	(3 118)	(641)
Ending number of units	–	2 836

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	6 047	10 957
Fair value of collateral received	6 168	11 176

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC DS Balanced Global Portfolio	–	26.0
RBC DS Growth Global Portfolio	–	13.3
Total	–	39.3



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	85 113	109 991
Revaluation of investments at FVTPL	93	113
Net assets attributable to holders of redeemable units	85 206	110 104
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(1 570)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(20)
Increase (decrease) in net assets attributable to holders of redeemable units		(1 590)

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN GOVERNMENT BOND INDEX FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
FEDERAL						
13 000	Canada Housing Trust No. 1	1.850	15-Dec-16	\$ 13 112	\$ 13 177	
7 000	Canada Housing Trust No. 1	2.050	15-Jun-17	7 135	7 137	
16 800	Canada Housing Trust No. 1	1.700	15-Dec-17	16 810	16 982	
2 500	Canada Housing Trust No. 1	2.350	15-Dec-18	2 566	2 582	
11 400	Canada Housing Trust No. 1	4.100	15-Dec-18	12 861	12 537	
12 300	Canada Housing Trust No. 1	1.950	15-Jun-19	12 436	12 500	
14 700	Canada Housing Trust No. 1	3.350	15-Dec-20	14 735	15 967	
6 900	Canada Housing Trust No. 1	2.650	15-Mar-22	6 901	7 205	
2 800	Canada Housing Trust No. 1	2.350	15-Sep-23	2 689	2 840	
1 000	Canada Post Corp.	4.360	16-Jul-40	1 000	1 265	
12 600	Government of Canada	1.000	01-May-16	12 573	12 601	
11 800	Government of Canada	2.750	01-Sep-16	12 134	12 142	
13 300	Government of Canada	1.500	01-Sep-17	13 200	13 451	
7 000	Government of Canada	1.250	01-Mar-18	6 931	7 026	
7 200	Government of Canada	1.250	01-Sep-18	6 970	7 219	
2 500	Government of Canada	1.750	01-Mar-19	2 514	2 551	
2 500	Government of Canada	1.750	01-Sep-19	2 518	2 547	
7 655	Government of Canada	3.500	01-Jun-20	7 941	8 498	
7 400	Government of Canada	2.750	01-Jun-22	7 926	7 991	
10 920	Government of Canada	1.500	01-Jun-23	10 238	10 756	
4 750	Government of Canada	2.500	01-Jun-24	4 625	5 042	
2 000	Government of Canada	2.250	01-Jun-25	2 067	2 065	
4 715	Government of Canada	5.750	01-Jun-29	5 980	6 855	
3 542	Government of Canada	5.750	01-Jun-33	4 196	5 418	
6 150	Government of Canada	5.000	01-Jun-37	7 712	9 037	
11 400	Government of Canada	4.000	01-Jun-41	13 447	15 127	
4 000	Government of Canada	3.500	01-Dec-45	4 836	5 022	
2 500	Labrador-Island Link Funding Trust	3.760	01-Jun-33	2 546	2 869	
				218 599	228 409	97.4
FOREIGN BONDS						
SUPRANATIONAL						
4 000	Inter-American Development Bank CAD	4.400	26-Jan-26	3 989	4 606	
				3 989	4 606	2.0
TOTAL BONDS				222 588	233 015	99.4
SHORT-TERM INVESTMENTS*				521	521	0.2
TOTAL INVESTMENTS				\$ 223 109	233 536	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					872	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 234 408	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 233 536	\$ 276 153	\$ 410 099
Cash	1	4	1
Due from investment dealers	500	665	–
Subscriptions receivable	108	123	153
Dividends receivable, interest accrued and other assets	739	884	1 341
TOTAL ASSETS	234 884	277 829	411 594
LIABILITIES			
Redemptions payable	334	386	437
Accounts payable and accrued expenses	142	160	231
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	476	546	668
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 234 408	\$ 277 283	\$ 410 926
Investments at cost	\$ 223 109	\$ 276 179	\$ 394 136
NAV			
SERIES A	\$ 234 408	\$ 277 283	\$ 410 926
NAV PER UNIT			
SERIES A	\$ 12.00	\$ 11.50	\$ 12.06

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 6 039	\$ 8 910
Securities lending revenue (see note 6 in the generic notes)	104	117
Net realized gain (loss) on investments	446	1 877
Change in unrealized gain (loss) on investments	10 453	(15 989)
TOTAL INCOME (LOSS)	17 042	(5 085)
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 231	1 696
Administration fees	245	339
Board of Governors costs	3	3
GST/HST	158	224
TOTAL EXPENSES	1 637	2 262
INCREASE (DECREASE) IN NAV	\$ 15 405	\$ (7 347)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 15 405	\$ (7 347)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.73	\$ (0.26)

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 15 405	\$ (7 347)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(446)	(1 877)
Change in unrealized loss (gain) on investments	(10 453)	15 989
(Increase) decrease in accrued receivables	310	(208)
Increase (decrease) in accrued payables	(18)	(71)
Cost of investments purchased	(490 053)	(440 557)
Proceeds on sales of investments	543 569	560 391
NET CASH PROVIDED BY OPERATING ACTIVITIES	58 314	126 320
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	29 230	27 672
Cash paid on redemption of redeemable units	(87 426)	(153 661)
Distributions paid to holders of redeemable units	(121)	(328)
NET CASH USED IN FINANCING ACTIVITIES	\$ (58 317)	\$ (126 317)
Net increase (decrease) in cash for the year	(3)	3
Cash (bank overdraft), beginning of period	4	1
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 4
Interest received	\$ 6 184	\$ 9 367
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 277 283	\$ 410 926
INCREASE (DECREASE) IN NAV	15 405	(7 347)
Early redemption fees	5	2
Proceeds from redeemable units issued	29 215	27 642
Reinvestments of distributions to holders of redeemable units	4 446	7 932
Redemption of redeemable units	(87 379)	(153 612)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(53 713)	(118 036)
Distributions from net income	(4 567)	(6 820)
Distributions from net gains	–	(1 440)
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 567)	(8 260)
NET INCREASE (DECREASE) IN NAV	(42 875)	(133 643)
NAV AT END OF PERIOD	\$ 234 408	\$ 277 283

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a total return consisting of income and moderate capital growth consistent with the FTSE TMX Canada Federal Bond Index before fees and expenses are deducted.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	100.0	100.0	100.0
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Federal Bonds	97.4	97.3	98.3
Supranational Bonds	2.0	1.5	1.1
Cash/Other	0.6	1.2	0.6

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	–	7.4	5.8
1 – 5 years	52.6	52.4	52.8
5 – 10 years	25.0	20.7	23.2
> 10 years	22.4	19.5	18.2
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.3% (December 31, 2013 – 5.7%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	233 015	–	233 015
Short-term investments	–	521	–	521
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	233 536	–	233 536
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	273 936	–	273 936
Short-term investments	–	2 217	–	2 217
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	276 153	–	276 153
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	408 610	–	408 610
Short-term investments	–	1 489	–	1 489
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	410 099	–	410 099
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.50%
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December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
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Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	71
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 111	34 084
Issued number of units	2 475	2 325
Reinvested number of units	377	677
Redeemed number of units	(7 429)	(12 975)
Ending number of units	19 534	24 111

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	103 038	131 695
Fair value of collateral received	105 121	134 329

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	277 210	410 821
Revaluation of investments at FVTPL	73	105
Net assets attributable to holders of redeemable units	277 283	410 926
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(7 315)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(32)
Increase (decrease) in net assets attributable to holders of redeemable units		(7 347)



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL BOND FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
14 270 015	BlueBay Emerging Markets Corporate Bond Fund*	\$ 155 677	\$ 156 069	
3 829 607	RBC Emerging Markets Foreign Exchange Fund*	39 149	38 446	
TOTAL MUTUAL FUND UNITS		194 826	194 515	4.9

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
125	Air Canada USD	6.750	01-Oct-19	\$ 152	\$ 151	
1 000	Air Canada	7.625	01-Oct-19	1 057	1 053	
6 000	Bank of Nova Scotia USD	1.650	29-Oct-15	5 984	7 031	
25 350	Bank of Nova Scotia	2.598	27-Feb-17	25 866	25 827	
1 000	Baytex Energy Corp. USD	5.125	01-Jun-21	1 114	993	
600	Bombardier Inc. USD	7.750	15-Mar-20	686	760	
1 000	Corus Entertainment Inc.	4.250	11-Feb-20	970	967	
1 200	Great Canadian Gaming Corp.	6.625	25-Jul-22	1 229	1 265	
4 500	Hydro-Quebec USD	1.375	19-Jun-17	4 520	5 253	
600	Mattamy Group Corp. USD	6.500	15-Nov-20	659	704	
1 000	New Gold Inc. USD	6.250	15-Nov-22	1 108	1 144	
730	Newalta Corp.	7.750	14-Nov-19	752	748	
700	Newalta Corp.	5.875	01-Apr-21	710	675	
2 250	Quebecor Media Inc.	7.375	15-Jan-21	2 299	2 402	
1 150	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	1 306	1 249	
7 050	Videotron Ltd.	6.875	15-Jul-21	7 681	7 571	
2 250	Videotron Ltd.	5.625	15-Jun-25	2 247	2 246	
				58 340	60 039	1.5

PROVINCIAL						
2 150	Province of Manitoba USD	4.900	06-Dec-16	2 443	2 681	
3 000	Province of New Brunswick USD	2.750	15-Jun-18	2 971	3 612	
18 000	Province of Nova Scotia USD	2.375	21-Jul-15	18 816	21 142	
4 400	Province of Nova Scotia	4.600	18-Aug-16	4 478	4 641	
2 160	Province of Nova Scotia USD	8.750	01-Apr-22	3 147	3 469	
3 250	Province of Nova Scotia USD	8.250	30-Jul-22	4 615	5 151	
700 000	Province of Ontario JPY	0.930	08-Jun-15	7 411	6 812	
35 000	Province of Ontario USD	1.600	21-Sep-16	39 395	41 248	
18 700	Province of Ontario USD	1.100	25-Oct-17	19 858	21 600	
8 400	Province of Ontario USD	3.150	15-Dec-17	8 465	10 261	
27 000	Province of Ontario USD	2.000	27-Sep-18	29 729	31 739	
23 280	Province of Ontario USD	2.000	30-Jan-19	25 522	27 322	
200 000	Province of Ontario JPY	1.650	08-Jun-20	2 261	2 100	
9 520	Province of Ontario	3.150	02-Jun-22	9 459	10 070	
9 900	Province of Quebec EUR	3.375	20-Jun-16	14 032	14 589	
300 000	Province of Quebec JPY	4.000	28-Oct-16	3 414	3 110	
2 000	Province of Saskatchewan USD	9.375	15-Dec-20	2 868	3 121	
				198 884	212 668	5.4
TOTAL CANADIAN BONDS				257 224	272 707	6.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Australia						
35 800	Australia Government AUD	4.500	15-Apr-20	\$ 35 762	\$ 37 629	
900	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	1 013	955	
				36 775	38 584	1.0
Austria						
6 800	Oesterreichische Kontrollbank AG EUR	3.875	15-Sep-16	9 905	10 193	
				9 905	10 193	0.3
Azerbaijan						
1 000	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	1 143	1 200	
1 850	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 951	2 096	
				3 094	3 296	0.1
Belgium						
34 370	Belgium Government EUR	4.250	28-Sep-22	60 372	61 905	
4 400	Belgium Government EUR	4.500	28-Mar-26	7 331	8 458	
3 935	Belgium Government EUR	3.750	22-Jun-45	5 209	7 882	
				72 912	78 245	2.0
Brazil						
1 370	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	1 661	1 710	
320	Petrobras International Finance Co. USD	7.875	15-Mar-19	399	393	
950	Petrobras International Finance Co. USD	6.750	27-Jan-41	1 050	1 009	
2 050	Republic of Brazil USD	4.250	07-Jan-25	2 280	2 396	
550	Republic of Brazil USD	7.125	20-Jan-37	730	805	
				6 120	6 313	0.2
Chile						
600	Celulosa Arauco y Constitucion S.A. USD	4.500	01-Aug-24	646	696	
3 550	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	3 692	4 248	
				4 338	4 944	0.2
China						
750	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	815	929	
2 270	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	2 280	2 792	
				3 095	3 721	0.1
Colombia						
1 550	Ecopetrol S.A. USD	5.875	28-May-45	1 613	1 675	
1 175	Republic of Colombia USD	11.750	25-Feb-20	1 879	1 917	
3 125	Republic of Colombia USD	8.125	21-May-24	4 505	4 817	
2 060	Republic of Colombia USD	6.125	18-Jan-41	2 534	2 878	
				10 531	11 287	0.3
Croatia						
2 050	Croatia Government USD	6.250	27-Apr-17	2 480	2 534	
975	Croatia Government USD	6.750	05-Nov-19	1 172	1 248	
				3 652	3 782	0.1
Denmark						
242 000	Denmark Government DKK	4.000	15-Nov-17	50 031	50 929	
213 400	Denmark Government DKK	3.000	15-Nov-21	47 482	47 641	
66 000	Denmark Government DKK	1.500	15-Nov-23	13 106	13 487	
				110 619	112 057	2.8
Dominican Republic						
1 635	Dominican Republic USD	7.500	06-May-21	1 854	2 092	
				1 854	2 092	0.1
Finland						
5 620	Finland Government EUR	2.750	04-Jul-28	7 505	9 608	
				7 505	9 608	0.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
30 500	France O.A.T. EUR	0.250	25-Nov-15	\$ 43 313	\$ 42 990	
42 400	France O.A.T. EUR	1.000	25-May-19	62 901	61 962	
15 300	France O.A.T. EUR	2.250	25-May-24	23 515	24 463	
42 120	France O.A.T. EUR	4.000	25-Oct-38	77 121	85 121	
15 610	France O.A.T. EUR	3.250	25-May-45	24 931	28 815	
1 000	Numericable Group S.A. USD	6.000	15-May-22	1 113	1 170	
				232 894	244 521	6.2
Germany						
76 100	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	125 302	120 161	
15 200	Bundesrepublik Deutschland EUR	3.250	04-Jan-20	23 672	24 851	
48 870	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	73 471	75 139	
8 240	Bundesrepublik Deutschland EUR	1.750	15-Feb-24	12 572	12 913	
900	Bundesrepublik Deutschland EUR	5.500	04-Jan-31	1 619	2 106	
				236 636	235 170	6.0
Hungary						
1 510	Hungary Government USD	4.125	19-Feb-18	1 627	1 822	
				1 627	1 822	—
Iceland						
775	Iceland Government USD	5.875	11-May-22	908	1 012	
				908	1 012	—
India						
225	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	271	280	
850	Export-Import Bank of India USD	4.000	07-Aug-17	930	1 031	
650	Export-Import Bank of India USD	3.875	02-Oct-19	704	779	
200	NTPC Ltd. USD	5.625	14-Jul-21	250	257	
				2 155	2 347	0.1
Indonesia						
500	Government of Indonesia USD	5.875	13-Mar-20	613	645	
1 100	Government of Indonesia USD	4.875	05-May-21	1 193	1 359	
620	Government of Indonesia USD	5.250	17-Jan-42	559	731	
1 480	Majapahit Holding BV USD	7.750	17-Oct-16	1 702	1 891	
1 760	Pertamina Persero PT USD	5.625	20-May-43	1 787	1 932	
3 030	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	3 495	3 687	
				9 349	10 245	0.3
Ireland						
1 950 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	17 535	19 236	
6 050	GE Capital European Funding EUR	2.875	17-Sep-15	8 474	8 673	
2 440	GE Capital European Funding EUR	3.750	04-Apr-16	3 756	3 587	
5 300	GE Capital European Funding EUR	4.125	27-Oct-16	7 599	7 981	
4 000	Ireland Government EUR	5.000	18-Oct-20	5 968	7 036	
5 710	Ireland Government EUR	3.400	18-Mar-24	8 685	9 529	
7 575	Ireland Government EUR	5.400	13-Mar-25	14 584	14 684	
				66 601	70 726	1.8
Israel						
460	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	569	598	
				569	598	—
Italy						
101 883	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	149 557	146 039	
16 400	Buoni Poliennali Del Tesoro EUR	0.750	15-Jan-18	23 211	23 122	
35 200	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	53 871	52 914	
28 575	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	50 239	51 686	
17 000	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	27 340	27 620	
31 985	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	54 362	59 756	
				358 580	361 137	9.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan						
700 000	BMW Japan Finance Corp. JPY	0.351	21-Oct-16	\$ 7 369	\$ 6 780	
10 070 000	Development Bank of Japan JPY	1.750	17-Mar-17	110 477	101 367	
1 080 000	Development Bank of Japan JPY	1.700	20-Sep-22	12 473	11 675	
700 000	Development Bank of Japan JPY	2.300	19-Mar-26	7 656	8 195	
5 480 000	Japan Finance Corporation for Municipal Enterprises JPY	2.000	09-May-16	59 614	54 543	
1 900 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	21 321	19 594	
2 890 000	Japan Government Ten Year JPY	0.800	20-Sep-22	30 591	29 408	
1 200 000	Japan Government Ten Year JPY	0.500	20-Sep-24	11 475	11 860	
1 710 000	Japan Government Twenty Year JPY	0.800	20-Jun-23	17 978	17 409	
300 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	3 618	3 421	
1 150 000	Japan Government Twenty Year JPY	2.100	20-Mar-26	14 007	13 255	
4 420 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	52 943	51 604	
15 067 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	170 951	165 095	
9 025 000	Japan Government Twenty Year JPY	1.400	20-Sep-34	90 001	92 996	
1 500	SoftBank Corp. USD	4.500	15-Apr-20	1 691	1 723	
8 400	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	11 571	12 127	
				623 736	601 052	15.2
Jordan						
1 025	Jordan Government USD	3.875	12-Nov-15	1 102	1 201	
				1 102	1 201	-
Kazakhstan						
875	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	1 038	1 006	
1 395	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	1 796	1 779	
1 685	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	1 913	1 989	
1 625	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	1 373	1 595	
800	Samruk-Energy JSC USD	3.750	20-Dec-17	818	897	
				6 938	7 266	0.2
Luxembourg						
2 500	ArcelorMittal USD	9.850	01-Jun-19	3 438	3 518	
				3 438	3 518	0.1
Malaysia						
1 250	1MDB Global Investments Ltd. USD	4.400	09-Mar-23	1 409	1 438	
				1 409	1 438	-
Mexico						
2 625	Comision Federal de Electricidad USD	4.875	26-May-21	2 976	3 252	
579 300	Mexican Bonos MXN	6.500	09-Jun-22	49 633	47 920	
2 525	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	3 142	3 403	
3 400	Petroleos Mexicanos USD	6.000	05-Mar-20	4 278	4 454	
3 400	Petroleos Mexicanos USD	3.500	30-Jan-23	3 435	3 788	
570	United Mexican States USD	5.750	12-Oct-10	573	714	
				64 037	63 531	1.6
Morocco						
485	Morocco Government EUR	4.500	05-Oct-20	595	757	
275	Morocco Government USD	5.500	11-Dec-42	333	331	
350	OCP S.A. USD	5.625	25-Apr-24	383	428	
				1 311	1 516	-
Norway						
6 700	Eksportfinans ASA USD	5.500	26-Jun-17	7 557	8 324	
				7 557	8 324	0.2
Panama						
2 225	Republic of Panama USD	7.125	29-Jan-26	2 906	3 297	
250	Republic of Panama USD	6.700	26-Jan-36	322	377	
				3 228	3 674	0.1

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Peru						
2 095	Republic of Peru USD	7.350	21-Jul-25	\$ 2 761	\$ 3 239	
2 275	Republic of Peru USD	5.625	18-Nov-50	2 995	3 122	
				5 756	6 361	0.2
Philippines						
3 050	Republic of Philippines USD	8.375	17-Jun-19	4 157	4 508	
1 525	Republic of Philippines USD	7.750	14-Jan-31	2 172	2 563	
20 000	Republic of Philippines PHP	6.250	14-Jan-36	512	586	
				6 841	7 657	0.2
Poland						
1 235	Government of Poland USD	6.375	15-Jul-19	1 484	1 684	
				1 484	1 684	—
Qatar						
350	State of Qatar USD	6.400	20-Jan-40	460	518	
				460	518	—
Romania						
1 545	Romanian Government EUR	4.625	18-Sep-20	2 214	2 507	
1 195	Romanian Government USD	6.750	07-Feb-22	1 532	1 669	
				3 746	4 176	0.1
Russia						
880	Gazprom OAO USD	9.250	23-Apr-19	1 144	1 047	
3 835	Russian Federation USD	5.000	31-Mar-30	3 097	3 034	
1 400	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	1 221	1 365	
				5 462	5 446	0.1
Slovenia						
1 325	Slovenia Government USD	5.500	26-Oct-22	1 505	1 712	
				1 505	1 712	—
South Africa						
800	Republic of South Africa USD	4.665	17-Jan-24	848	966	
				848	966	—
South Korea						
5 600	The Korea Development Bank AUD	4.500	22-Nov-19	5 654	5 512	
				5 654	5 512	0.1
Spain						
500	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	511	590	
79 270	Spain Government EUR	0.500	31-Oct-17	110 593	111 269	
32 600	Spain Government EUR	2.750	30-Apr-19	50 116	49 742	
5 650	Spain Government EUR	0.550	30-Nov-19	8 098	8 032	
19 000	Spain Government EUR	5.150	31-Oct-28	32 852	35 860	
29 850	Spain Government EUR	5.150	31-Oct-44	52 225	60 158	
3 200	Spain Government EUR	4.000	31-Oct-64	4 602	5 467	
				258 997	271 118	6.9
Supranational						
2 275	Eurasian Development Bank USD	5.000	26-Sep-20	2 380	2 288	
20 500	European Financial Stability Facility EUR	2.000	15-May-17	29 154	30 180	
10 000	European Financial Stability Facility EUR	1.125	30-Nov-17	13 845	14 505	
5 000	European Investment Bank USD	1.125	15-Sep-17	5 299	5 817	
985 000	European Investment Bank JPY	1.900	26-Jan-26	11 641	11 169	
3 850	European Stability Mechanism EUR	1.250	15-Oct-18	5 396	5 653	
				67 715	69 612	1.8
Sweden						
142 100	Government of Sweden SEK	4.250	12-Mar-19	25 898	24 826	
72 000	Government of Sweden SEK	1.500	13-Nov-23	11 326	11 380	
				37 224	36 206	0.9

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Turkey						
1 190	Export Credit Bank of Turkey USD	5.375	04-Nov-16	\$ 1 204	\$ 1 453	
2 030	Export Credit Bank of Turkey USD	5.875	24-Apr-19	2 277	2 524	
2 635	Republic of Turkey USD	7.500	14-Jul-17	3 131	3 428	
100	Republic of Turkey USD	7.000	11-Mar-19	123	133	
225	Republic of Turkey USD	4.875	16-Apr-43	245	261	
150	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	157	178	
				7 137	7 977	0.2
United Arab Emirates						
1 000	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	1 164	1 348	
1 150	Emirate of Dubai USD	7.750	05-Oct-20	1 401	1 632	
1 070	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 196	1 377	
				3 761	4 357	0.1
United Kingdom						
5 800	Barclays Bank Plc. EUR	3.500	18-Mar-15	8 516	8 216	
200	British Telecommunications Plc. GBP	6.625	23-Jun-17	358	406	
1 800	Ineos Finance Plc. USD	8.375	15-Feb-19	2 020	2 230	
14 270	Network Rail Infrastructure Finance Plc. GBP	1.125	15-Dec-16	25 285	26 052	
17 000	United Kingdom Gilt GBP	1.750	22-Jul-19	30 577	31 583	
54 320	United Kingdom Gilt GBP	3.250	22-Jan-44	103 632	113 427	
				170 388	181 914	4.6
United States						
1 850	Access Midstream Partners LP	4.875	15-May-23	2 081	2 192	
400	Alcoa Inc.	5.400	15-Apr-21	500	504	
500	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	616	619	
1 200	Ameristar Casinos Inc.	7.500	15-Apr-21	1 244	1 460	
900	Antero Resources Finance Corp.	5.375	01-Nov-21	1 006	1 016	
7 900	Ball Corp.	5.750	15-May-21	8 353	9 660	
500 000	Bank of America Corp. JPY	1.805	27-Nov-15	5 377	4 925	
1 600	Beazer Homes USA Inc.	6.625	15-Apr-18	1 884	1 952	
1 100	Calpine Corp.	6.000	15-Jan-22	1 201	1 367	
2 750	CCO Holdings LLC	7.375	01-Jun-20	3 146	3 395	
500	CenturyLink Inc.	6.750	01-Dec-23	601	638	
1 600	Chesapeake Energy Corp.	4.875	15-Apr-22	1 799	1 817	
1 300	Choice Hotels International Inc.	5.750	01-Jul-22	1 460	1 627	
200	Cinemark USA Inc.	4.875	01-Jun-23	216	218	
750	CommScope Inc.	5.500	15-Jun-24	819	863	
2 000	Community Health Systems Inc.	5.125	15-Aug-18	2 327	2 411	
2 000	Concho Resources Inc.	7.000	15-Jan-21	2 335	2 446	
1 750	Consol Energy Inc.	5.875	15-Apr-22	1 949	1 901	
1 820	Continental Resources Inc.	7.125	01-Apr-21	2 094	2 276	
1 000	Crown Castle International Corp.	4.875	15-Apr-22	1 106	1 176	
1 000	CSC Holdings LLC	6.750	15-Nov-21	1 257	1 288	
1 500	Denbury Resources Inc.	5.500	01-May-22	1 641	1 603	
1 250	DISH DBS Corp.	7.875	01-Sep-19	1 442	1 652	
500	DISH DBS Corp.	5.875	15-Nov-24	567	585	
600	Frontier Communications Corp.	8.500	15-Apr-20	760	781	
160 000	GE Capital Corp. JPY	2.185	20-Jun-16	1 749	1 600	
2 250	HCA Inc.	5.875	15-Mar-22	2 423	2 869	
250	HDTFS Inc.	6.250	15-Oct-22	275	295	
534	Hearst-Argyle Television Inc.	7.000	15-Jan-18	595	627	
1 250	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	1 335	1 525	
1 500	HJ Heinz Co.	4.250	15-Oct-20	1 713	1 764	
500 000	HSBC Finance Corp. JPY	1.790	18-Sep-15	5 353	4 920	
1 700	Ingles Markets Inc.	5.750	15-Jun-23	1 814	1 988	
700 000	JPMorgan Chase & Co. JPY	0.462	13-Jun-16	7 395	6 808	
200	Kinder Morgan Inc.	5.625	15-Nov-23	244	249	
1 000	Lamar Media Corp.	5.375	15-Jan-24	1 129	1 202	

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
600	Lear Corp.	5.375	15-Mar-24	\$ 661	\$ 716	
1 900	Micron Technology Inc.	5.875	15-Feb-22	2 201	2 323	
554	Morgan Stanley NZD	7.600	08-Aug-17	505	536	
600	Newfield Exploration Co.	5.625	01-Jul-24	727	693	
1 500	NRG Energy Inc.	7.875	15-May-21	1 824	1 886	
1 185	Owens-Brockway Glass Container Inc.	7.375	15-May-16	1 301	1 463	
1 250	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 456	1 483	
1 250	Qwest Corp.	6.500	01-Jun-17	1 318	1 589	
525	Qwest Corp.	6.750	01-Dec-21	577	706	
500	Regal Entertainment Group	5.750	15-Mar-22	547	558	
500	Reynolds Group Issuer Inc.	7.125	15-Apr-19	539	602	
2 200	Reynolds Group Issuer Inc.	6.875	15-Feb-21	2 517	2 681	
3 700	Rite Aid Corp.	8.000	15-Aug-20	4 244	4 616	
900	Seagate HDD Cayman USD	4.750	01-Jun-23	857	1 088	
2 075	Service Corp. International	7.625	01-Oct-18	2 240	2 701	
550	Service Corp. International	5.375	15-Jan-22	630	658	
1 000	Sinclair Television Group Inc.	5.375	01-Apr-21	1 117	1 159	
2 074	Smithfield Foods Inc.	6.625	15-Aug-22	2 355	2 530	
900	Spirit Aerosystems Inc.	6.750	15-Dec-20	924	1 114	
500	Sprint Capital Corp.	6.875	15-Nov-28	531	514	
2 000	Sprint Nextel Corp.	9.000	15-Nov-18	2 577	2 649	
1 750	Standard Pacific Corp.	8.375	15-Jan-21	2 277	2 313	
2 650	T-Mobile USA Inc.	6.625	01-Apr-23	2 869	3 168	
2 000	Targa Resources Partners LP	6.875	01-Feb-21	2 366	2 387	
3 250	Tenet Healthcare Corp.	6.000	01-Oct-20	3 608	4 064	
1 400	The AES Corp.	5.500	15-Mar-24	1 542	1 659	
2 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	2 494	2 492	
5 900	United Rentals North America Inc.	5.750	15-Jul-18	6 309	7 180	
63 000	United States Treasury	0.375	15-Nov-15	67 590	73 266	
142 000	United States Treasury	0.250	15-May-16	158 163	164 599	
90 550	United States Treasury	3.250	31-Dec-16	102 486	110 506	
51 600	United States Treasury	0.875	31-Jan-17	55 134	60 135	
79 900	United States Treasury	1.000	30-Sep-19	84 450	90 293	
47 000	United States Treasury	2.750	15-Nov-23	53 829	57 467	
71 070	United States Treasury	3.500	15-Feb-39	79 759	94 963	
11 000	United States Treasury	4.500	15-Aug-39	12 563	17 049	
8 240	United States Treasury Inflation Indexed	2.125	15-Feb-40	11 959	12 460	
100	Universal Health Services Inc.	4.750	01-Aug-22	116	116	
900	Whiting Petroleum Corp.	5.750	15-Mar-21	939	972	
610	Windstream Holdings Inc.	7.750	01-Oct-21	661	726	
500	WPX Energy Inc.	5.250	15-Sep-24	531	543	
500	Wynn Las Vegas LLC Corp.	7.875	01-May-20	515	613	
1 575	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	1 806	1 958	
				751 420	813 413	20.6
Uruguay						
1 375	Republic of Uruguay USD	4.500	14-Aug-24	1 516	1 687	
400	Republic of Uruguay USD	7.625	21-Mar-36	526	636	
				2 042	2 323	0.1
TOTAL FOREIGN BONDS				3 222 915	3 324 172	84.3
TOTAL BONDS				3 480 139	3 596 879	91.2
MORTGAGE-BACKED SECURITIES						
8 102	Freddie Mac Gold Pool	4.000	01-Sep-40	9 374	10 046	
TOTAL MORTGAGE-BACKED SECURITIES				9 374	10 046	0.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
273 000	Barclays Capital High Yield Bond SPDR Fund	\$ 12 220	\$ 12 246	
TOTAL OTHER INVESTMENTS		12 220	12 246	0.3
SHORT-TERM INVESTMENTS†		91 138	91 138	2.3
TOTAL INVESTMENTS		3 787 697	3 904 824	98.9
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	53 409	1.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(40 413)	(1.0)
TOTAL PORTFOLIO		\$ 3 787 697	3 917 820	99.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			26 185	0.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 3 944 005	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.89% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 7 509 Sold CAD 8 529 @ 1.1359	02-Jan-15	\$ 193
Bought CAD 1 277 Sold JPY 122 964 @ 0.0104	07-Jan-15	83
Bought CAD 1 661 Sold EUR 1 169 @ 1.4212	07-Jan-15	18
Bought CAD 11 044 Sold EUR 7 731 @ 1.4285	07-Jan-15	175
Bought CAD 11 516 Sold EUR 7 984 @ 1.4424	07-Jan-15	291
Bought CAD 11 543 Sold EUR 7 991 @ 1.4445	07-Jan-15	308
Bought CAD 12 392 Sold JPY 1 276 595 @ 0.0097	07-Jan-15	9
Bought CAD 13 303 Sold JPY 1 361 412 @ 0.0098	07-Jan-15	98
Bought CAD 13 381 Sold JPY 1 253 399 @ 0.0107	07-Jan-15	1 224
Bought CAD 2 340 Sold EUR 1 631 @ 1.4345	07-Jan-15	47
Bought CAD 2 739 Sold GBP 1 512 @ 1.8114	07-Jan-15	1
Bought CAD 2 877 Sold GBP 1 584 @ 1.8163	07-Jan-15	9
Bought CAD 3 424 Sold JPY 323 285 @ 0.0106	07-Jan-15	289
Bought CAD 305 Sold GBP 167 @ 1.8269	07-Jan-15	3
Bought CAD 475 Sold JPY 44 782 @ 0.0106	07-Jan-15	41
Bought CAD 484 Sold JPY 45 699 @ 0.0106	07-Jan-15	41
Bought CAD 524 Sold EUR 363 @ 1.4440	07-Jan-15	14
Bought CAD 566 Sold EUR 391 @ 1.4482	07-Jan-15	17
Bought EUR 326 Sold CAD 458 @ 1.4058	07-Jan-15	–
Bought GBP 1 536 Sold CAD 2 763 @ 1.7987	07-Jan-15	19
Bought GBP 1 692 Sold CAD 2 994 @ 1.7697	07-Jan-15	70
Bought GBP 6 746 Sold CAD 12 213 @ 1.8104	07-Jan-15	3
Bought JPY 154 948 Sold CAD 1 485 @ 0.0096	07-Jan-15	18
Bought USD 11 062 Sold CAD 12 513 @ 1.1311	07-Jan-15	340
Bought USD 11 800 Sold CAD 13 166 @ 1.1158	07-Jan-15	544
Bought USD 51 912 Sold CAD 57 539 @ 1.1084	07-Jan-15	2 775
Bought USD 745 Sold CAD 839 @ 1.1257	07-Jan-15	27
Bought CAD 11 360 Sold MXN 137 304 @ 0.0827	08-Jan-15	549
Bought CAD 11 399 Sold GBP 6 280 @ 1.8152	08-Jan-15	27
Bought CAD 28 640 Sold JPY 2 795 308 @ 0.0102	08-Jan-15	1 525
Bought CAD 627 Sold GBP 346 @ 1.8119	08-Jan-15	–
Bought GBP 8 100 Sold CAD 14 579 @ 1.7999	08-Jan-15	89
Bought USD 120 Sold CAD 137 @ 1.1415	08-Jan-15	2
Bought CAD 19 040 Sold NOK 116 619 @ 0.1633	09-Jan-15	862
Bought CAD 10 684 Sold JPY 1 061 964 @ 0.0101	13-Jan-15	381
Bought CAD 23 292 Sold JPY 2 268 247 @ 0.0103	13-Jan-15	1 286

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 000 Sold CAD 1 161 @ 1.1608	13-Jan-15	\$ 1
Bought USD 1 471 Sold CAD 1 705 @ 1.1589	13-Jan-15	5
Bought USD 520 Sold CAD 591 @ 1.1363	13-Jan-15	13
Bought CAD 41 469 Sold JPY 4 011 595 @ 0.0103	14-Jan-15	2 547
Bought CAD 31 390 Sold JPY 3 032 000 @ 0.0104	15-Jan-15	1 972
Bought CAD 5 706 Sold EUR 4 000 @ 1.4264	15-Jan-15	80
Bought CAD 53 954 Sold EUR 38 000 @ 1.4198	15-Jan-15	512
Bought USD 1 848 Sold CAD 2 073 @ 1.1216	15-Jan-15	75
Bought CAD 18 968 Sold DKK 99 940 @ 0.1898	16-Jan-15	94
Bought CAD 2 319 Sold SEK 15 000 @ 0.1546	16-Jan-15	83
Bought CAD 6 830 Sold DKK 35 220 @ 0.1939	16-Jan-15	178
Bought BRL 45 621 Sold CAD 19 559 @ 0.4287	20-Jan-15	292
Bought CAD 4 501 Sold USD 3 861 @ 1.1658	20-Jan-15	14
Bought CAD 61 778 Sold EUR 43 615 @ 1.4165	20-Jan-15	428
Bought USD 30 691 Sold CAD 35 202 @ 1.1470	20-Jan-15	468
Bought CAD 28 340 Sold EUR 20 000 @ 1.4170	21-Jan-15	206
Bought CAD 40 675 Sold EUR 28 785 @ 1.4131	21-Jan-15	183
Bought CAD 63 181 Sold EUR 43 779 @ 1.4432	21-Jan-15	1 598
Bought CAD 32 163 Sold EUR 22 637 @ 1.4208	22-Jan-15	318
Bought CAD 34 391 Sold EUR 24 290 @ 1.4159	22-Jan-15	221
Bought JPY 200 000 Sold CAD 1 900 @ 0.0095	22-Jan-15	41
Bought CAD 29 823 Sold JPY 2 826 903 @ 0.0106	23-Jan-15	2 387
Bought CAD 49 690 Sold EUR 35 026 @ 1.4187	23-Jan-15	416
Bought CAD 25 640 Sold JPY 2 458 132 @ 0.0104	26-Jan-15	1 780
Bought CAD 5 445 Sold JPY 541 000 @ 0.0101	26-Jan-15	194
Bought CAD 56 254 Sold EUR 38 817 @ 1.4492	26-Jan-15	1 640
Bought CAD 2 015 Sold USD 1 725 @ 1.1680	27-Jan-15	10
Bought CAD 35 201 Sold JPY 3 344 211 @ 0.0105	27-Jan-15	2 739
Bought USD 100 Sold CAD 113 @ 1.1269	27-Jan-15	4
Bought USD 145 Sold CAD 165 @ 1.1385	27-Jan-15	3
Bought USD 5 606 Sold CAD 6 311 @ 1.1257	27-Jan-15	206
Bought USD 735 Sold CAD 842 @ 1.1452	27-Jan-15	13
Bought CAD 42 857 Sold EUR 29 455 @ 1.4550	28-Jan-15	1 412
Bought USD 1 450 Sold CAD 1 674 @ 1.1546	28-Jan-15	11
Bought CAD 45 930 Sold EUR 32 073 @ 1.4321	29-Jan-15	799
Bought CAD 8 531 Sold DKK 44 580 @ 0.1914	29-Jan-15	108

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 363 Sold GBP 750 @ 1.8176	02-Feb-15	\$ 5
Bought CAD 28 858 Sold JPY 2 866 900 @ 0.0101	03-Feb-15	1 022
Bought CAD 5 627 Sold AUD 5 700 @ 0.9872	03-Feb-15	230
Bought CAD 984 Sold AUD 1 000 @ 0.9837	03-Feb-15	37
Bought CAD 11 935 Sold SEK 77 077 @ 0.1548	04-Feb-15	438
Bought CAD 2 593 Sold SEK 16 750 @ 0.1548	04-Feb-15	95
Bought CAD 42 709 Sold JPY 4 027 315 @ 0.0106	04-Feb-15	3 605
Bought CAD 22 364 Sold EUR 15 431 @ 1.4493	05-Feb-15	646
Bought CAD 4 960 Sold EUR 3 500 @ 1.4172	05-Feb-15	34
Bought CAD 40 147 Sold JPY 4 042 113 @ 0.0099	05-Feb-15	899
Bought CAD 43 571 Sold EUR 30 142 @ 1.4455	05-Feb-15	1 148
Bought USD 1 190 Sold CAD 1 383 @ 1.1622	05-Feb-15	1
Bought USD 668 Sold CAD 762 @ 1.1407	05-Feb-15	15
Bought USD 1 530 Sold CAD 1 752 @ 1.1450	06-Feb-15	27
Bought USD 342 Sold CAD 387 @ 1.1315	06-Feb-15	11
Bought CAD 7 246 Sold DKK 37 848 @ 0.1915	09-Feb-15	92
Bought USD 16 074 Sold CAD 18 432 @ 1.1467	09-Feb-15	259
Bought USD 28 928 Sold CAD 32 799 @ 1.1338	09-Feb-15	839
Bought CAD 32 987 Sold EUR 23 390 @ 1.4103	10-Feb-15	62
Bought CAD 40 362 Sold EUR 28 225 @ 1.4300	10-Feb-15	632
Bought CAD 5 648 Sold EUR 4 000 @ 1.4120	10-Feb-15	17
Bought USD 363 Sold CAD 415 @ 1.1436	10-Feb-15	7
Bought CAD 23 607 Sold EUR 16 653 @ 1.4176	11-Feb-15	165
Bought CAD 36 355 Sold DKK 190 813 @ 0.1905	11-Feb-15	287
Bought CAD 44 522 Sold EUR 31 500 @ 1.4134	11-Feb-15	180
Bought USD 1 030 Sold CAD 1 171 @ 1.1370	11-Feb-15	27
Bought USD 5 665 Sold CAD 6 487 @ 1.1451	11-Feb-15	101
Bought USD 730 Sold CAD 831 @ 1.1389	12-Feb-15	17
Bought CAD 48 319 Sold EUR 34 300 @ 1.4087	18-Feb-15	26
Bought CAD 13 397 Sold DKK 70 363 @ 0.1904	19-Feb-15	94
Bought CAD 1 357 Sold USD 1 165 @ 1.1648	20-Feb-15	2
Bought CAD 5 662 Sold DKK 29 532 @ 0.1917	20-Feb-15	78
Bought USD 11 510 Sold CAD 13 185 @ 1.1456	20-Feb-15	202
Bought CAD 15 421 Sold MXN 187 618 @ 0.0822	23-Feb-15	679
Bought CAD 32 284 Sold EUR 22 161 @ 1.4568	25-Feb-15	1 075
Bought CAD 33 194 Sold JPY 3 383 010 @ 0.0098	25-Feb-15	326
Bought CAD 4 384 Sold JPY 450 000 @ 0.0097	25-Feb-15	12
Bought CAD 44 794 Sold EUR 30 730 @ 1.4577	26-Feb-15	1 517
Bought CAD 5 564 Sold SEK 36 603 @ 0.1520	26-Feb-15	101
Bought CAD 6 958 Sold SEK 45 779 @ 0.1520	26-Feb-15	125
Bought USD 200 Sold CAD 228 @ 1.1393	27-Feb-15	5
Bought CAD 51 493 Sold EUR 36 058 @ 1.4281	02-Mar-15	707
Bought CAD 4 505 Sold USD 3 861 @ 1.1669	03-Mar-15	14
Bought CAD 44 516 Sold EUR 31 593 @ 1.4090	03-Mar-15	17
Bought JPY 2 040 133 Sold CAD 19 587 @ 0.0096	03-Mar-15	237
Bought USD 16 394 Sold CAD 18 728 @ 1.1424	03-Mar-15	344
Bought USD 199 Sold CAD 227 @ 1.1424	03-Mar-15	4
Bought USD 321 Sold CAD 368 @ 1.1457	03-Mar-15	6
Bought USD 46 Sold CAD 53 @ 1.1568	03-Mar-15	-
Bought USD 500 Sold CAD 581 @ 1.1614	03-Mar-15	1
Bought USD 7 220 Sold CAD 8 245 @ 1.1420	03-Mar-15	154
Bought CAD 36 101 Sold AUD 37 670 @ 0.9583	04-Mar-15	481
Bought CAD 43 164 Sold EUR 30 500 @ 1.4152	04-Mar-15	203
Bought MXN 206 186 Sold CAD 16 128 @ 0.0782	04-Mar-15	68
Bought CAD 32 163 Sold EUR 22 728 @ 1.4151	05-Mar-15	149

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 034 Sold GBP 5 524 @ 1.8164	11-Mar-15	\$ 21
Bought CAD 13 267 Sold MXN 167 768 @ 0.0791	11-Mar-15	93
Bought CAD 16 991 Sold EUR 12 000 @ 1.4160	11-Mar-15	85
Bought CAD 28 914 Sold EUR 20 481 @ 1.4117	11-Mar-15	59
Bought CAD 3 360 Sold GBP 1 850 @ 1.8160	11-Mar-15	6
Bought CAD 5 839 Sold USD 5 000 @ 1.1677	11-Mar-15	21
Bought CAD 29 073 Sold EUR 20 462 @ 1.4208	13-Mar-15	243
Bought CAD 19 925 Sold USD 17 071 @ 1.1672	17-Mar-15	59
Bought CAD 34 104 Sold EUR 24 000 @ 1.4210	17-Mar-15	285
Bought BRL 1 524 Sold CAD 653 @ 0.4286	18-Mar-15	-
Bought BRL 44 237 Sold CAD 18 338 @ 0.4145	18-Mar-15	627
Bought CAD 23 970 Sold JPY 2 413 575 @ 0.0099	18-Mar-15	504
Bought CAD 52 687 Sold USD 45 200 @ 1.1656	18-Mar-15	86
Bought CAD 14 103 Sold USD 12 100 @ 1.1655	19-Mar-15	21
Bought CAD 52 346 Sold EUR 36 799 @ 1.4225	19-Mar-15	489
Bought CAD 1 162 Sold SEK 7 722 @ 0.1504	20-Mar-15	8
Bought CAD 10 364 Sold GBP 5 703 @ 1.8172	20-Mar-15	26
Bought CAD 5 580 Sold SEK 37 100 @ 0.1504	20-Mar-15	40
Bought CAD 16 233 Sold USD 13 940 @ 1.1645	26-Mar-15	8
Bought CAD 6 179 Sold USD 5 303 @ 1.1652	26-Mar-15	6
Bought CAD 832 Sold USD 714 @ 1.1652	26-Mar-15	1
Bought CAD 38 363 Sold EUR 26 814 @ 1.4307	27-Mar-15	568
Bought CAD 27 691 Sold USD 23 740 @ 1.1664	30-Mar-15	57
Bought CAD 37 443 Sold USD 32 118 @ 1.1658	30-Mar-15	56
Bought CAD 44 311 Sold USD 37 985 @ 1.1665	07-Apr-15	86
		\$ 53 409

Contracts	Maturity Date	Unrealized Loss
Bought CAD 8 670 Sold USD 7 509 @ 1.1545	02-Jan-15	\$ (54)
Bought CAD 13 382 Sold USD 11 772 @ 1.1368	07-Jan-15	(295)
Bought CAD 13 459 Sold USD 11 604 @ 1.1599	07-Jan-15	(23)
Bought CAD 13 680 Sold USD 11 900 @ 1.1496	07-Jan-15	(146)
Bought CAD 2 749 Sold GBP 1 523 @ 1.8051	07-Jan-15	(9)
Bought CAD 2 903 Sold USD 2 593 @ 1.1196	07-Jan-15	(110)
Bought CAD 3 291 Sold USD 2 905 @ 1.1328	07-Jan-15	(84)
Bought CAD 491 Sold GBP 272 @ 1.8034	07-Jan-15	(2)
Bought CAD 610 Sold GBP 339 @ 1.8006	07-Jan-15	(3)
Bought CAD 969 Sold USD 857 @ 1.1304	07-Jan-15	(27)
Bought EUR 315 Sold CAD 444 @ 1.4088	07-Jan-15	(1)
Bought EUR 34 000 Sold CAD 48 227 @ 1.4184	07-Jan-15	(425)
Bought EUR 7 902 Sold CAD 11 241 @ 1.4225	07-Jan-15	(131)
Bought EUR 7 924 Sold CAD 11 216 @ 1.4155	07-Jan-15	(75)
Bought JPY 1 278 720 Sold CAD 13 214 @ 0.0103	07-Jan-15	(811)
Bought JPY 1 345 100 Sold CAD 13 057 @ 0.0097	07-Jan-15	(10)
Bought JPY 271 000 Sold CAD 2 657 @ 0.0098	07-Jan-15	(29)
Bought JPY 5 289 649 Sold CAD 53 923 @ 0.0102	07-Jan-15	(2 614)
Bought CAD 14 286 Sold USD 12 756 @ 1.1199	08-Jan-15	(535)
Bought CAD 36 364 Sold USD 32 463 @ 1.1202	08-Jan-15	(1 355)
Bought NOK 116 619 Sold CAD 19 755 @ 0.1694	09-Jan-15	(1 576)
Bought CAD 31 511 Sold USD 28 062 @ 1.1229	12-Jan-15	(1 098)
Bought CAD 18 159 Sold JPY 1 872 847 @ 0.0097	13-Jan-15	(12)
Bought CAD 31 843 Sold USD 28 488 @ 1.1178	13-Jan-15	(1 261)
Bought CAD 7 102 Sold USD 6 301 @ 1.1272	13-Jan-15	(220)
Bought USD 199 Sold CAD 231 @ 1.1628	13-Jan-15	(1)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 386 Sold CAD 449 @ 1.1642	13-Jan-15	\$ (1)
Bought USD 40 Sold CAD 47 @ 1.1669	13-Jan-15	(1)
Bought CAD 34 091 Sold USD 30 510 @ 1.1174	14-Jan-15	(1 363)
Bought EUR 4 173 Sold CAD 5 882 @ 1.4096	15-Jan-15	(13)
Bought EUR 6 000 Sold CAD 8 473 @ 1.4121	15-Jan-15	(35)
Bought MXN 6 097 Sold CAD 489 @ 0.0802	15-Jan-15	(9)
Bought USD 425 Sold CAD 494 @ 1.1634	15-Jan-15	(1)
Bought CAD 24 475 Sold USD 21 901 @ 1.1175	16-Jan-15	(977)
Bought CAD 3 830 Sold USD 3 400 @ 1.1264	16-Jan-15	(122)
Bought CAD 134 Sold USD 116 @ 1.1544	20-Jan-15	(1)
Bought CAD 171 Sold USD 150 @ 1.1418	20-Jan-15	(3)
Bought CAD 24 275 Sold USD 21 400 @ 1.1344	20-Jan-15	(597)
Bought CAD 24 886 Sold JPY 2 615 929 @ 0.0095	22-Jan-15	(502)
Bought CAD 32 001 Sold USD 28 349 @ 1.1288	22-Jan-15	(949)
Bought USD 1 482 Sold CAD 1 726 @ 1.1647	22-Jan-15	(4)
Bought CAD 138 Sold USD 120 @ 1.1483	27-Jan-15	(2)
Bought CAD 171 Sold USD 152 @ 1.1219	27-Jan-15	(6)
Bought CAD 273 Sold USD 235 @ 1.1620	27-Jan-15	(1)
Bought CAD 4 115 Sold USD 3 605 @ 1.1414	27-Jan-15	(76)
Bought CAD 24 956 Sold USD 22 200 @ 1.1241	28-Jan-15	(851)
Bought CAD 13 937 Sold USD 12 400 @ 1.1240	29-Jan-15	(478)
Bought CAD 242 Sold USD 214 @ 1.1328	30-Jan-15	(6)
Bought CAD 1 141 Sold USD 1 000 @ 1.1412	02-Feb-15	(21)
Bought CAD 14 273 Sold GBP 8 000 @ 1.7841	02-Feb-15	(220)
Bought CAD 22 527 Sold GBP 12 605 @ 1.7871	02-Feb-15	(308)
Bought CAD 22 788 Sold USD 20 000 @ 1.1394	02-Feb-15	(465)
Bought CAD 359 Sold GBP 200 @ 1.7933	02-Feb-15	(4)
Bought CAD 27 348 Sold USD 23 993 @ 1.1399	03-Feb-15	(547)
Bought CAD 564 Sold USD 500 @ 1.1289	03-Feb-15	(17)
Bought MXN 181 586 Sold CAD 14 700 @ 0.0810	03-Feb-15	(420)
Bought CAD 11 976 Sold USD 10 560 @ 1.1341	04-Feb-15	(302)
Bought CAD 46 255 Sold USD 40 377 @ 1.1456	04-Feb-15	(690)
Bought CAD 1 997 Sold USD 1 750 @ 1.1410	05-Feb-15	(38)
Bought CAD 116 Sold USD 100 @ 1.1610	05-Feb-15	(1)
Bought CAD 129 Sold USD 113 @ 1.1425	05-Feb-15	(2)
Bought CAD 39 859 Sold USD 34 969 @ 1.1398	05-Feb-15	(800)
Bought CAD 526 Sold NZD 597 @ 0.8814	05-Feb-15	(13)
Bought CAD 581 Sold USD 500 @ 1.1625	05-Feb-15	(1)
Bought USD 21 000 Sold CAD 24 536 @ 1.1684	05-Feb-15	(119)
Bought CAD 12 053 Sold USD 10 662 @ 1.1305	06-Feb-15	(344)
Bought USD 14 305 Sold CAD 16 659 @ 1.1645	06-Feb-15	(26)
Bought CAD 33 870 Sold USD 30 054 @ 1.1270	09-Feb-15	(1 076)
Bought CAD 4 482 Sold USD 3 861 @ 1.1609	09-Feb-15	(7)
Bought CAD 7 099 Sold USD 6 300 @ 1.1268	09-Feb-15	(227)
Bought CAD 1 143 Sold USD 1 000 @ 1.1430	10-Feb-15	(20)
Bought CAD 29 653 Sold USD 26 094 @ 1.1364	10-Feb-15	(690)
Bought CAD 10 774 Sold MXN 138 000 @ 0.0781	11-Feb-15	(75)
Bought CAD 36 656 Sold USD 32 302 @ 1.1348	11-Feb-15	(906)
Bought CAD 2 255 Sold USD 2 000 @ 1.1273	12-Feb-15	(71)
Bought CAD 32 558 Sold USD 29 016 @ 1.1221	12-Feb-15	(1 184)
Bought CAD 33 845 Sold USD 30 000 @ 1.1282	13-Feb-15	(1 042)
Bought CAD 447 Sold USD 400 @ 1.1172	13-Feb-15	(18)
Bought CAD 33 924 Sold USD 29 925 @ 1.1336	17-Feb-15	(879)
Bought CAD 2 096 Sold GBP 1 181 @ 1.7747	18-Feb-15	(44)
Bought CAD 37 781 Sold GBP 21 297 @ 1.7740	18-Feb-15	(809)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 2 889 Sold CAD 4 135 @ 1.4313	18-Feb-15	\$ (67)
Bought CAD 14 764 Sold USD 13 059 @ 1.1306	19-Feb-15	(424)
Bought CAD 11 710 Sold USD 10 361 @ 1.1302	20-Feb-15	(340)
Bought CAD 15 174 Sold DKK 80 870 @ 0.1876	20-Feb-15	(116)
Bought CAD 19 417 Sold JPY 2 000 000 @ 0.0097	20-Feb-15	(11)
Bought CAD 25 664 Sold JPY 2 679 011 @ 0.0096	20-Feb-15	(361)
Bought USD 300 Sold CAD 350 @ 1.1674	20-Feb-15	(1)
Bought CAD 45 097 Sold USD 39 819 @ 1.1326	23-Feb-15	(1 218)
Bought CAD 33 706 Sold USD 29 753 @ 1.1329	24-Feb-15	(902)
Bought CAD 48 750 Sold EUR 34 645 @ 1.4071	24-Feb-15	(38)
Bought CAD 33 515 Sold USD 29 640 @ 1.1307	25-Feb-15	(962)
Bought CAD 2 189 Sold USD 1 885 @ 1.1612	26-Feb-15	(4)
Bought CAD 29 029 Sold USD 25 622 @ 1.1330	26-Feb-15	(775)
Bought CAD 396 Sold GBP 222 @ 1.7859	26-Feb-15	(6)
Bought CAD 671 Sold USD 580 @ 1.1566	26-Feb-15	(4)
Bought CAD 29 536 Sold USD 26 228 @ 1.1261	27-Feb-15	(973)
Bought CAD 1 394 Sold USD 1 200 @ 1.1613	02-Mar-15	(2)
Bought CAD 2 141 Sold USD 1 900 @ 1.1268	02-Mar-15	(69)
Bought CAD 28 328 Sold USD 25 000 @ 1.1331	02-Mar-15	(756)
Bought CAD 29 921 Sold JPY 3 114 200 @ 0.0096	02-Mar-15	(340)
Bought CAD 5 740 Sold GBP 3 213 @ 1.7865	02-Mar-15	(83)
Bought CAD 945 Sold AUD 1 000 @ 0.9454	02-Mar-15	(1)
Bought CAD 14 446 Sold JPY 1 512 352 @ 0.0096	03-Mar-15	(250)
Bought CAD 19 754 Sold JPY 2 040 133 @ 0.0097	03-Mar-15	(71)
Bought CAD 25 133 Sold JPY 2 613 094 @ 0.0096	03-Mar-15	(260)
Bought CAD 5 462 Sold GBP 3 045 @ 1.7938	03-Mar-15	(56)
Bought CAD 26 777 Sold USD 23 470 @ 1.1409	04-Mar-15	(527)
Bought MXN 16 176 Sold CAD 1 287 @ 0.0796	04-Mar-15	(16)
Bought CAD 33 354 Sold JPY 3 476 261 @ 0.0096	05-Mar-15	(429)
Bought CAD 42 955 Sold EUR 30 500 @ 1.4084	05-Mar-15	(6)
Bought CAD 12 784 Sold GBP 7 116 @ 1.7965	09-Mar-15	(114)
Bought CAD 69 764 Sold EUR 49 732 @ 1.4028	09-Mar-15	(297)
Bought CAD 23 324 Sold USD 20 323 @ 1.1477	11-Mar-15	(321)
Bought CAD 22 370 Sold JPY 2 304 500 @ 0.0097	12-Mar-15	(30)
Bought CAD 34 697 Sold USD 30 298 @ 1.1452	12-Mar-15	(557)
Bought CAD 29 773 Sold USD 25 679 @ 1.1594	16-Mar-15	(110)
Bought CAD 17 278 Sold JPY 1 780 000 @ 0.0097	17-Mar-15	(27)
Bought CAD 31 555 Sold JPY 3 283 972 @ 0.0096	19-Mar-15	(373)
Bought CAD 45 937 Sold GBP 25 603 @ 1.7942	19-Mar-15	(473)
Bought CAD 555 Sold USD 483 @ 1.1496	20-Mar-15	(7)
Bought MXN 90 075 Sold CAD 7 139 @ 0.0793	24-Mar-15	(69)
Bought CAD 26 295 Sold USD 22 815 @ 1.1525	25-Mar-15	(260)
Bought CAD 52 460 Sold USD 45 369 @ 1.1563	27-Mar-15	(348)
Bought CAD 15 825 Sold USD 13 605 @ 1.1632	09-Apr-15	(15)
Bought CAD 55 174 Sold USD 47 428 @ 1.1633	13-Apr-15	(53)
		\$ (40 413)
TOTAL FOREIGN EXCHANGE		\$ 12 996

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 904 824	\$ 3 102 418	\$ 2 271 386
Subscriptions receivable	1 319	6 189	2 954
Unrealized gain on futures contracts	–	102	–
Futures contracts margin receivable	37	198	453
Unrealized gain on foreign exchange contracts	53 409	28 296	34 766
Dividends receivable, interest accrued and other assets	26 322	23 178	16 734
TOTAL ASSETS	3 985 911	3 160 381	2 326 293
LIABILITIES			
Bank overdraft	446	71	32
Due to investment dealers	–	–	16 498
Redemptions payable	686	563	1 027
Unrealized loss on futures contracts	–	520	453
Unrealized loss on foreign exchange contracts	40 413	41 395	18 752
Accounts payable and accrued expenses	361	282	261
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	41 906	42 831	37 023
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 944 005	\$ 3 117 550	\$ 2 289 270
Investments at cost	\$ 3 787 697	\$ 3 037 602	\$ 2 243 264
NAV			
SERIES A	\$ 125 557	\$ 121 363	\$ 131 275
ADVISOR SERIES	\$ 9 860	\$ 6 018	\$ 4 199
SERIES H	\$ 1 113	\$ –	\$ –
SERIES D	\$ 9 232	\$ 5 657	\$ 5 646
SERIES F	\$ 54 298	\$ 39 310	\$ 21 833
SERIES I	\$ 36 620	\$ –	\$ –
SERIES O	\$ 3 707 325	\$ 2 945 202	\$ 2 126 317
NAV PER UNIT			
SERIES A	\$ 10.80	\$ 10.42	\$ 10.51
ADVISOR SERIES	\$ 11.06	\$ 10.66	\$ 10.74
SERIES H	\$ 11.09	\$ –	\$ –
SERIES D	\$ 10.93	\$ 10.53	\$ 10.61
SERIES F	\$ 11.34	\$ 10.92	\$ 10.98
SERIES I	\$ 11.33	\$ –	\$ –
SERIES O	\$ 11.11	\$ 10.72	\$ 10.79

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 108	\$ (185)
Interest for distribution purposes	90 611	74 851
Net gain (loss) from futures contracts	1 837	797
Other income received from underlying funds	7 040	4 364
Securities lending revenue (see note 6 in the generic notes)	434	441
Capital gains received from underlying funds	6 017	510
Net realized gain (loss) on investments	112 023	22 625
Net gain (loss) on foreign currencies and other net assets	(1 545)	(47 366)
Change in unrealized gain (loss) on investments	110 640	7 581
TOTAL INCOME (LOSS)	327 165	63 618
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 416	2 285
Administration fees	871	662
Board of Governors costs	3	3
GST/HST	353	316
Transaction costs	4	–
Withholding tax	9	–
TOTAL EXPENSES	3 656	3 266
INCREASE (DECREASE) IN NAV	\$ 323 509	\$ 60 352
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 8 546	\$ 422
ADVISOR SERIES	\$ 515	\$ 34
SERIES H	\$ 18	\$ –
SERIES D	\$ 546	\$ 58
SERIES F	\$ 3 432	\$ 438
SERIES I	\$ 1 504	\$ –
SERIES O	\$ 308 948	\$ 59 400
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.76	\$ 0.06
ADVISOR SERIES	\$ 0.76	\$ 0.06
SERIES H	\$ 0.29	\$ –
SERIES D	\$ 0.84	\$ 0.14
SERIES F	\$ 0.88	\$ 0.15
SERIES I	\$ 0.60	\$ –
SERIES O	\$ 0.97	\$ 0.25

* Series I launched April 2014. Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 323 509	\$ 60 352
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(112 023)	(22 625)
Change in unrealized loss (gain) on investments	(110 640)	(7 581)
(Increase) decrease in accrued receivables	(3 042)	(6 546)
Increase (decrease) in accrued payables	(441)	(16 410)
Cost of investments purchased	(5 977 302)	(4 895 717)
Proceeds on sales of investments	5 371 464	4 124 004
NET CASH PROVIDED BY OPERATING ACTIVITIES	(508 475)	(764 523)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 299 319	1 015 960
Cash paid on redemption of redeemable units	(768 737)	(251 190)
Distributions paid to holders of redeemable units	(22 643)	(541)
NET CASH USED IN FINANCING ACTIVITIES	\$ 507 939	\$ 764 229
Net increase (decrease) in cash for the year	(536)	(294)
Cash (bank overdraft), beginning of period	127	421
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (409)	\$ 127
Interest received	\$ 87 517	\$ 68 222
Dividends received, net of withholding taxes	\$ 49	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series I launched April 2014. Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 121 363	\$ 131 309	\$ 6 018	\$ 4 199	\$ –	\$ –	\$ 5 657	\$ 5 646
INCREASE (DECREASE) IN NAV	8 546	422	515	34	18	–	546	58
Early redemption fees	–	1	–	–	–	–	–	–
Proceeds from redeemable units issued	17 067	17 014	5 448	3 571	1 095	–	4 994	2 454
Reinvestments of distributions to holders of redeemable units	4 129	1 505	249	55	29	–	317	100
Redemption of redeemable units	(21 338)	(27 357)	(2 066)	(1 776)	–	–	(1 950)	(2 498)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(142)	(8 837)	3 631	1 850	1 124	–	3 361	56
Distributions from net income	(1 153)	(1 531)	(73)	(65)	(2)	–	(116)	(103)
Distributions from net gains	(3 057)	–	(231)	–	(27)	–	(216)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 210)	(1 531)	(304)	(65)	(29)	–	(332)	(103)
NET INCREASE (DECREASE) IN NAV	4 194	(9 946)	3 842	1 819	1 113	–	3 575	11
NAV AT END OF PERIOD	\$ 125 557	\$ 121 363	\$ 9 860	\$ 6 018	\$ 1 113	\$ –	\$ 9 232	\$ 5 657

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 39 310	\$ 21 833	\$ –	\$ –	\$ 2 945 202	\$ 2 126 283	\$ 3 117 550	\$ 2 289 270
INCREASE (DECREASE) IN NAV	3 432	438	1 504	–	308 948	59 400	323 509	60 352
Early redemption fees	1	–	–	–	–	–	1	1
Proceeds from redeemable units issued	29 097	26 497	51 248	–	1 185 500	969 659	1 294 449	1 019 195
Reinvestments of distributions to holders of redeemable units	558	150	102	–	166 150	74 580	171 534	76 390
Redemption of redeemable units	(16 035)	(8 956)	(14 953)	–	(712 519)	(210 140)	(768 861)	(250 727)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 621	17 691	36 397	–	639 131	834 099	697 123	844 859
Distributions from net income	(762)	(652)	(367)	–	(94 679)	(74 580)	(97 152)	(76 931)
Distributions from net gains	(1 303)	–	(914)	–	(91 277)	–	(97 025)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 065)	(652)	(1 281)	–	(185 956)	(74 580)	(194 177)	(76 931)
NET INCREASE (DECREASE) IN NAV	14 988	17 477	36 620	–	762 123	818 919	826 455	828 280
NAV AT END OF PERIOD	\$ 54 298	\$ 39 310	\$ 36 620	\$ –	\$ 3 707 325	\$ 2 945 202	\$ 3 944 005	\$ 3 117 550

* Series I launched April 2014. Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average long-term total returns, consisting of interest income and some capital growth in world fixed-income markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	24.0	45.7	25.1
AA	34.0	23.8	48.2
A	30.9	18.1	14.5
BBB	4.6	5.6	5.5
BB	4.3	4.6	4.8
B	1.7	1.9	1.7
Unrated	0.5	0.3	0.2
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Europe	41.7	41.2	32.5
Dollar Bloc	27.5	27.6	28.4
Japan	15.2	15.0	17.6
Emerging Markets	4.0	2.4	3.4
Supranational	1.8	3.6	8.0
Other Countries	1.0	2.5	1.0
Income Funds	4.9	3.8	2.6
Cash/Other	3.9	3.9	6.5

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	5.0	3.0	7.8
1 – 5 years	47.3	53.7	49.5
5 – 10 years	20.5	21.2	21.9
> 10 years	27.2	22.1	20.8
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.5% (December 31, 2013 – 5.8%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	3.2	2.5	5.5
Japanese yen	1.0	0.8	1.7
Brazilian real	1.0	1.0	0.5
Pound sterling	0.2	–	–
Mexican peso	0.9	–	1.0
Euro	0.6	–	1.4
Russian rouble	–	1.1	1.3
Philippine peso	–	0.5	–
Turkish new lira	–	1.0	–
Chinese renminbi	–	0.5	–
Norwegian krone	–	–	0.5
Other currencies	–	1.1	0.7
Total	6.9	8.5	12.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	12 246	–	–	12 246
Mutual fund units	194 515	–	–	194 515
Fixed-income and debt securities	–	3 606 925	–	3 606 925
Short-term investments	–	91 138	–	91 138
Derivatives – assets	–	53 409	–	53 409
Derivatives – liabilities	–	(40 413)	–	(40 413)
Total financial instruments	206 761	3 711 059	–	3 917 820
% of total portfolio	5.3	94.7	–	100.0



December 31, 2014

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	119 695	–	–	119 695
Fixed-income				
and debt securities	–	2 888 529	–	2 888 529
Short-term investments	–	94 194	–	94 194
Derivatives – assets	–	28 296	–	28 296
Derivatives – liabilities	(418)	(41 395)	–	(41 813)
Total financial instruments	119 277	2 969 624	–	3 088 901
% of total portfolio	3.9	96.1	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	58 306	–	–	58 306
Fixed-income				
and debt securities	–	2 082 231	–	2 082 231
Short-term investments	–	130 849	–	130 849
Derivatives – assets	–	34 766	–	34 766
Derivatives – liabilities	(453)	(18 752)	–	(19 205)
Total financial instruments	57 853	2 229 094	–	2 286 947
% of total portfolio	2.5	97.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.30%
Series D	0.90%
Series F	0.75%
Series I	0.50%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	93	–
Series I	93	–
Series O	693	658
Value of all units	10	7

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund	3.9	25.8	3.8	26.9
RBC Emerging Markets				
Foreign Exchange Fund	1.0	22.7	–	–
			January 1, 2013	
			NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund			2.5	19.6



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	11 646	12 495
Issued number of units	1 583	1 623
Reinvested number of units	384	144
Redeemed number of units	(1 990)	(2 616)
Ending number of units	11 623	11 646
Advisor Series		
Opening units	565	391
Issued number of units	491	335
Reinvested number of units	23	5
Redeemed number of units	(187)	(166)
Ending number of units	892	565
Series H		
Opening units	–	–
Issued number of units	97	–
Reinvested number of units	3	–
Redeemed number of units	–	–
Ending number of units	100	–
Series D		
Opening units	537	532
Issued number of units	458	232
Reinvested number of units	29	9
Redeemed number of units	(179)	(236)
Ending number of units	845	537
Series F		
Opening units	3 600	1 988
Issued number of units	2 559	2 416
Reinvested number of units	49	14
Redeemed number of units	(1 418)	(818)
Ending number of units	4 790	3 600
Series I		
Opening units	–	–
Issued number of units	4 531	–
Reinvested number of units	9	–
Redeemed number of units	(1 307)	–
Ending number of units	3 233	–

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	274 705	197 034
Issued number of units	107 472	90 016
Reinvested number of units	15 013	6 961
Redeemed number of units	(63 616)	(19 306)
Ending number of units	333 574	274 705

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	4	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	643 832	630 898
Fair value of collateral received	656 709	643 516

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	21.8	22.5
RBC Select Very Conservative Class	–	0.3
RBC Select Conservative Portfolio	34.0	40.9
RBC Select Conservative Class	–	0.2
RBC Select Balanced Portfolio	14.5	16.5
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	8.2	11.9
RBC Select Growth Class	–	–
RBC Target 2015 Education Fund	0.9	1.2
RBC Target 2020 Education Fund	0.8	0.9
Total	80.2	94.5



December 31, 2014

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private Global Bond Pool was merged into the RBC Global Bond Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private Global Bond Pool (the “Terminated Fund”) and the RBC Global Bond Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$465 035
Exchange ratio Series I	8.63
Units issued by Continuing Fund Series I	3 403
Exchange ratio Series O	8.86
Units issued by Continuing Fund Series O	38 576

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 115 681	2 286 410
Revaluation of investments at FVTPL	1 869	2 860
Net assets attributable to holders of redeemable units	3 117 550	2 289 270
<hr/>		
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		61 309
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(991)
Increase (decrease) in net assets attributable to holders of redeemable units		60 318

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)
RBC \$U.S. INVESTMENT GRADE CORPORATE BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
400	Rogers Communications Inc. USD	5.000	15-Mar-44	\$ 397	\$ 439	
250	Thomson Reuters Corp. USD	0.875	23-May-16	248	249	
275	Thomson Reuters Corp. USD	1.300	23-Feb-17	274	274	
1 000	Toronto-Dominion Bank USD	2.250	05-Nov-19	998	1 003	
				1 917	1 965	1.6
China						
300	Baidu Inc. USD	3.250	06-Aug-18	302	306	
400	CNOOC Nexen Finance 2014 ULC USD	1.625	30-Apr-17	398	398	
				700	704	0.6
France						
700	AXA S.A. USD	8.600	15-Dec-30	873	953	
500	BNP Paribas S.A. USD	2.700	20-Aug-18	499	510	
				1 372	1 463	1.2
Germany						
600	Bayer US Finance LLC	3.000	08-Oct-21	600	606	
400	Bayer US Finance LLC	3.375	08-Oct-24	396	408	
500	Volkswagen Group of America Finance LLC	1.600	20-Nov-17	500	499	
				1 496	1 513	1.3
Ireland						
500	XLIT Ltd. USD	5.750	01-Oct-21	577	582	
300	XLIT Ltd. USD	5.250	15-Dec-43	299	342	
				876	924	0.8
Japan						
300	Nippon Telegraph & Telephone Corp. USD	1.400	18-Jul-17	300	299	
				300	299	0.2
Mexico						
600	Coca-Cola Femsa S.A.B. de C.V. USD	2.375	26-Nov-18	601	612	
400	Grupo Televisa S.A.B. USD	5.000	13-May-45	388	406	
500	Kansas City Southern de Mexico S.A. de C.V. USD	2.350	15-May-20	471	480	
				1 460	1 498	1.2
Netherlands						
400	Rabobank Nederland N.V. USD	5.750	01-Dec-43	393	479	
				393	479	0.4
South Korea						
400	Korea Development Bank USD	3.500	22-Aug-17	415	417	
				415	417	0.4
Switzerland						
600	Credit Suisse USD	5.400	14-Jan-20	658	672	
				658	672	0.6
United Kingdom						
500	Abbey National Treasury Services Plc.	3.050	23-Aug-18	512	518	
500	Lloyds Bank Plc. USD	2.350	05-Sep-19	500	500	
410	Lloyds TSB Bank Plc. USD	4.875	21-Jan-16	444	427	
700	National Grid Plc. USD	6.300	01-Aug-16	790	756	
250	Rio Tinto Finance USA Ltd. USD	7.125	15-Jul-28	328	326	
1 250	Vodafone Group Plc. USD	5.625	27-Feb-17	1 393	1 355	
				3 967	3 882	3.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
750	21st Century Fox America Inc.	8.250	10-Aug-18	\$ 920	\$ 909	
150	21st Century Fox America Inc.	6.150	01-Mar-37	177	189	
200	21st Century Fox America Inc.	6.150	15-Feb-41	239	255	
500	Actavis Funding SCS USD	2.450	15-Jun-19	486	492	
100	Alabama Power Co.	6.000	01-Mar-39	130	132	
500	American Electric Power Co. Inc.	1.650	15-Dec-17	496	501	
750	American Honda Finance Corp.	2.250	15-Aug-19	749	752	
600	American International Group Inc.	6.400	15-Dec-20	709	716	
375	American Tower Corp.	3.400	15-Feb-19	375	382	
600	American Tower Corp.	4.700	15-Mar-22	626	630	
300	AmerisourceBergen Corp.	3.500	15-Nov-21	311	309	
750	Anadarko Petroleum Corp.	8.700	15-Mar-19	943	920	
400	Anheuser-Busch Companies, LLC	5.600	01-Mar-17	449	436	
800	Anheuser-Busch InBev Worldwide Inc.	5.375	15-Jan-20	919	907	
500	Appalachian Power Co.	7.000	01-Apr-38	681	698	
450	Apple Inc.	3.450	06-May-24	450	472	
250	Apple Inc.	3.850	04-May-43	212	251	
400	AT&T Inc.	1.600	15-Feb-17	399	401	
350	AT&T Inc.	5.550	15-Aug-41	367	391	
1 000	Bank of America	5.300	15-Mar-17	1 086	1 074	
300	Bank of America Corp.	7.625	01-Jun-19	371	363	
750	Bank of America Corp.	4.125	22-Jan-24	764	789	
500	Bank of America Corp.	4.200	26-Aug-24	500	510	
640	BB&T Corp.	5.250	01-Nov-19	727	714	
625	Becton Dickinson and Co.	3.734	15-Dec-24	632	645	
600	Becton Dickinson and Co.	4.685	15-Dec-44	600	649	
700	Burlington Northern Santa Fe LLC	3.400	01-Sep-24	698	714	
500	Burlington Northern Santa Fe LLC	5.150	01-Sep-43	529	579	
400	Cameron International Corp.	1.400	15-Jun-17	400	394	
600	CBS Corp.	5.750	15-Apr-20	677	685	
300	CBS Corp.	4.900	15-Aug-44	296	306	
500	CF Industries Inc.	6.875	01-May-18	584	569	
400	Cisco Systems Inc.	2.900	04-Mar-21	399	408	
700	Cisco Systems Inc.	5.900	15-Feb-39	839	884	
600	Citigroup Inc.	5.500	15-Feb-17	657	645	
500	Citigroup Inc.	6.125	15-May-18	578	566	
500	Citigroup Inc.	6.125	25-Aug-36	561	598	
700	Comcast Corp.	6.400	15-May-38	872	938	
500	ConocoPhillips Holding Co.	6.950	15-Apr-29	666	668	
400	Consolidated Edison Company of New York Inc.	5.500	01-Dec-39	473	482	
500	Consolidated Edison Company of New York Inc.	4.625	01-Dec-54	499	550	
700	Continental Resources Inc.	5.000	15-Sep-22	729	678	
800	CVS Health Corp.	4.125	15-May-21	846	869	
400	CVS Health Corp.	6.125	15-Sep-39	491	519	
350	Delphi Corp.	4.150	15-Mar-24	349	362	
300	DIRECTV Holdings LLC	2.400	15-Mar-17	307	305	
1 100	DIRECTV Holdings LLC	5.200	15-Mar-20	1 222	1 218	
250	DIRECTV Holdings LLC	5.000	01-Mar-21	268	273	
800	Duke Energy Corp.	3.950	15-Oct-23	812	850	
400	El Paso Pipeline Partners Operating Co. LLC	4.700	01-Nov-42	369	363	
450	EnLink Midstream Partners LP	2.700	01-Apr-19	449	444	
500	Enterprise Products Operating LLC	3.750	15-Feb-25	498	503	
600	Enterprise Products Operating LLC	7.034	15-Jan-68	672	659	
400	Exelon Corp.	5.625	15-Jun-35	437	469	
600	Express Scripts Holding Co.	1.250	02-Jun-17	601	594	
275	Fidelity National Information Services Inc.	3.875	05-Jun-24	274	278	
650	Fiserv Inc.	3.500	01-Oct-22	628	658	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
875	Ford Motor Credit Co. LLC	8.000	15-Dec-16	\$ 1 022	\$ 980	
775	Ford Motor Credit Co. LLC	5.750	01-Feb-21	880	889	
500	GE Capital Corp.	6.000	07-Aug-19	594	582	
1 000	GE Capital Corp.	6.875	10-Jan-39	1 255	1 419	
900	Genworth Holdings Inc.	7.700	15-Jun-20	1 116	902	
1 000	Georgia-Pacific LLC	3.163	15-Nov-21	1 000	1 007	
450	Georgia-Pacific LLC	8.000	15-Jan-24	586	599	
600	Hartford Financial Services Group Inc.	5.500	30-Mar-20	678	679	
500	HSBC Bank USA	4.875	24-Aug-20	537	553	
300	HSBC Bank USA	5.875	01-Nov-34	334	376	
650	HSBC USA Inc.	2.250	23-Jun-19	648	650	
950	ING US Inc.	2.900	15-Feb-18	961	973	
450	John Deere Capital Corp.	5.350	03-Apr-18	513	502	
485	JPMorgan Chase & Co.	6.125	27-Jun-17	550	536	
1 150	JPMorgan Chase & Co.	6.000	15-Jan-18	1 313	1 287	
500	JPMorgan Chase & Co.	4.850	01-Feb-44	509	557	
850	Kerr-McGee Corp.	6.950	01-Jul-24	1 052	1 041	
1 000	Kinder Morgan Energy Partners LP	4.250	01-Sep-24	998	1 004	
400	Kinder Morgan Energy Partners LP	6.950	15-Jan-38	469	463	
250	Kraft Foods Group Inc.	5.000	04-Jun-42	248	276	
800	L-3 Communications Corp.	1.500	28-May-17	799	793	
625	Laboratory Corp of America Holdings	2.500	01-Nov-18	625	623	
800	Life Technologies Corp.	6.000	01-Mar-20	935	915	
1 000	LyondellBasell Industries N.V. USD	6.000	15-Nov-21	1 151	1 153	
1 200	Macy's Retail Holdings Inc.	3.875	15-Jan-22	1 215	1 249	
400	Magellan Midstream Partners LP	5.150	15-Oct-43	412	426	
300	Marathon Oil Corp.	6.600	01-Oct-37	360	354	
400	McKesson Corp.	4.750	01-Mar-21	433	443	
400	McKesson Corp.	4.883	15-Mar-44	400	442	
600	Medtronic Inc.	3.150	15-Mar-22	599	611	
600	Medtronic Inc.	3.500	15-Mar-25	594	615	
600	Medtronic Inc.	4.375	15-Mar-35	595	639	
600	Medtronic Inc.	4.625	15-Mar-45	598	653	
370	MetLife Inc.	4.875	13-Nov-43	387	420	
250	Microsoft Corp.	4.875	15-Dec-43	249	295	
500	MidAmerican Energy Holdings Co.	6.125	01-Apr-36	562	630	
1 000	Morgan Stanley	5.500	28-Jul-21	1 117	1 136	
600	Morgan Stanley	4.100	22-May-23	574	608	
1 000	Nabors Industries Inc.	2.350	15-Sep-16	1 025	990	
500	National City Corp.	6.875	15-May-19	600	588	
850	NBCUniversal Media LLC	5.150	30-Apr-20	965	966	
300	News America Inc.	4.500	15-Feb-21	330	329	
250	News America Inc.	6.400	15-Dec-35	273	327	
300	Noble Energy Inc.	8.250	01-Mar-19	382	360	
1 000	Noble Energy Inc.	3.900	15-Nov-24	997	990	
500	Nucor Corp.	5.750	01-Dec-17	572	553	
300	Oncor Electric Delivery Co. LLC	7.250	15-Jan-33	390	434	
600	Oracle Corp.	4.500	08-Jul-44	607	653	
500	Owens Corning	4.200	15-Dec-22	487	508	
389	Pacific Gas & Electric Co.	5.800	01-Mar-37	455	478	
600	PepsiCo Inc.	4.250	22-Oct-44	599	629	
1 000	Pioneer Natural Resources Co.	5.875	15-Jul-16	1 099	1 063	
400	Plains All American Pipeline LP	4.700	15-Jun-44	399	399	
750	Prudential Financial Inc.	6.000	01-Dec-17	855	840	
400	Prudential Financial Inc.	5.700	14-Dec-36	432	477	
400	PSEG Power LLC	8.625	15-Apr-31	569	591	
600	Puget Energy Inc.	6.000	01-Sep-21	695	703	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
650	Raytheon Co.	4.200	15-Dec-44	\$ 645	\$ 678	
650	Regions Financial Corp.	5.750	15-Jun-15	691	664	
550	Rowan Cos Inc.	4.750	15-Jan-24	551	520	
500	Santander Holdings USA Inc.	3.450	27-Aug-18	505	520	
500	Southwest Airlines Co.	2.750	06-Nov-19	499	503	
500	Spectra Energy Partners LP	4.750	15-Mar-24	502	537	
550	St Jude Medical Inc.	3.250	15-Apr-23	519	551	
300	SunTrust Banks Inc.	3.500	20-Jan-17	316	313	
1 000	Synchrony Financial	3.750	15-Aug-21	1 002	1 022	
600	Sysco Corp.	3.500	02-Oct-24	598	620	
150	Sysco Corp.	4.500	02-Oct-44	148	163	
600	The Dow Chemical Co.	8.550	15-May-19	771	747	
900	The Goldman Sachs Group Inc.	5.625	15-Jan-17	988	966	
600	The Goldman Sachs Group Inc.	3.625	22-Jan-23	593	609	
275	The Kroger Co.	1.200	17-Oct-16	276	275	
500	The Kroger Co.	2.950	01-Nov-21	500	497	
300	The Travelers Cos Inc.	3.900	01-Nov-20	321	323	
750	Thermo Fisher Scientific Inc.	1.300	01-Feb-17	749	746	
400	Time Warner Cable Inc.	6.750	15-Jun-39	466	525	
1 000	Time Warner Inc.	4.875	15-Mar-20	1 103	1 102	
250	Time Warner Inc.	5.350	15-Dec-43	250	285	
500	Tyson Foods Inc.	2.650	15-Aug-19	500	505	
500	Union Bank NA	2.250	06-May-19	499	499	
400	Union Pacific Corp.	4.850	15-Jun-44	419	459	
3 000	United States Treasury	1.000	31-Mar-17	3 016	3 013	
1 700	United States Treasury	2.375	15-Aug-24	1 732	1 731	
1 425	United States Treasury	2.875	15-May-43	1 344	1 459	
250	Verizon Communications Inc.	6.000	01-Apr-41	266	296	
1 375	Verizon Communications Inc.	6.550	15-Sep-43	1 638	1 764	
250	Viacom Inc.	4.500	01-Mar-21	273	269	
200	Viacom Inc.	4.250	01-Sep-23	198	207	
300	Viacom Inc.	5.850	01-Sep-43	313	335	
500	Walgreens Boots Alliance Inc.	3.800	18-Nov-24	499	511	
500	Walgreens Boots Alliance Inc.	4.800	18-Nov-44	500	529	
500	Waste Management Inc.	6.125	30-Nov-39	597	650	
750	Wells Fargo & Co.	5.625	11-Dec-17	863	835	
550	Wells Fargo & Co.	2.125	22-Apr-19	549	550	
500	Wells Fargo & Co.	3.300	09-Sep-24	503	504	
600	Wells Fargo & Co.	5.606	15-Jan-44	662	709	
210	Whirlpool Corp.	1.350	01-Mar-17	210	210	
600	Williams Partners LP	3.900	15-Jan-25	598	578	
700	Xerox Corp.	6.400	15-Mar-16	779	743	
				98 548	100 195	83.2
TOTAL BONDS				112 102	114 011	94.7
TOTAL INVESTMENTS				\$ 112 102	114 011	94.7
CASH					7 745	6.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(1 302)	(1.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				\$ 120 454		100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 114 011	\$ 41 818	\$ –
Cash	7 745	3 198	150
Subscriptions receivable	337	23	–
Dividends receivable, interest accrued and other assets	1 236	481	–
TOTAL ASSETS	123 329	45 520	150
LIABILITIES			
Due to investment dealers	2 671	–	–
Redemptions payable	175	1	–
Accounts payable and accrued expenses	29	4	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 875	5	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 120 454	\$ 45 515	\$ 150
Investments at cost	\$ 112 102	\$ 41 643	\$ –
 NAV			
SERIES A	\$ 16 342	\$ 2 067	\$ 1
ADVISOR SERIES	\$ 863	\$ 139	\$ 1
SERIES H	\$ 821	\$ 1	\$ 1
SERIES D	\$ 907	\$ 270	\$ 1
SERIES F	\$ 2 363	\$ 198	\$ 1
SERIES I	\$ 3 000	\$ 507	\$ 1
SERIES O	\$ 96 158	\$ 42 333	\$ 144
NAV PER UNIT			
SERIES A	\$ 10.42	\$ 10.06	\$ 10.00
ADVISOR SERIES	\$ 10.42	\$ 10.08	\$ 10.00
SERIES H	\$ 10.35	\$ 10.01	\$ 10.00
SERIES D	\$ 10.42	\$ 10.07	\$ 10.00
SERIES F	\$ 10.42	\$ 10.05	\$ 10.00
SERIES I	\$ 10.45	\$ 10.07	\$ 10.00
SERIES O	\$ 10.38	\$ 10.04	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 8	\$ –
Interest for distribution purposes	3 369	615
Net realized gain (loss) on investments	339	(16)
Change in unrealized gain (loss) on investments	1 734	175
TOTAL INCOME (LOSS)	5 450	774
EXPENSES (see notes – Fund Specific Information)		
Management fees	129	6
Administration fees	17	3
Board of Governors costs	3	1
GST/HST	16	1
TOTAL EXPENSES	165	11
INCREASE (DECREASE) IN NAV	\$ 5 285	\$ 763
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 323	\$ 7
ADVISOR SERIES	\$ 15	\$ –
SERIES H	\$ 8	\$ –
SERIES D	\$ 37	\$ 1
SERIES F	\$ 53	\$ 1
SERIES I	\$ 100	\$ 1
SERIES O	\$ 4 749	\$ 753
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.49	\$ 0.13
ADVISOR SERIES	\$ 0.51	\$ 0.09
SERIES H	\$ 0.46	\$ 0.17
SERIES D	\$ 0.56	\$ 0.15
SERIES F	\$ 0.52	\$ 0.16
SERIES I	\$ 0.58	\$ 0.15
SERIES O	\$ 0.69	\$ 0.20

* Fund launched August 2013.

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 5 285	\$ 763
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(339)	16
Change in unrealized loss (gain) on investments	(1 734)	(175)
(Increase) decrease in accrued receivables	(755)	(481)
Increase (decrease) in accrued payables	2 696	4
Cost of investments purchased	(93 736)	(56 870)
Proceeds on sales of investments	23 616	15 211
NET CASH PROVIDED BY OPERATING ACTIVITIES	(64 967)	(41 532)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	85 066	45 297
Cash paid on redemption of redeemable units	(13 720)	(390)
Distributions paid to holders of redeemable units	(1 832)	(177)
NET CASH USED IN FINANCING ACTIVITIES	\$ 69 514	\$ 44 730
Net increase (decrease) in cash for the year	4 547	3 198
Cash (bank overdraft), beginning of period	3 198	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 7 745	\$ 3 198
Interest received	\$ 2 622	\$ 134
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 067	\$ —	\$ 139	\$ —	\$ 1	\$ —	\$ 270	\$ —
INCREASE (DECREASE) IN NAV	323	7	15	—	8	—	37	1
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	18 790	2 089	768	139	825	1	1 413	315
Reinvestments of distributions to holders of redeemable units	251	12	12	—	—	—	22	2
Redemption of redeemable units	(4 821)	(27)	(56)	—	—	—	(811)	(46)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	14 220	2 074	724	139	825	1	624	271
Distributions from net income	(172)	(9)	(9)	—	(8)	—	(18)	(1)
Distributions from net gains	(96)	(5)	(6)	—	(5)	—	(6)	(1)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(268)	(14)	(15)	—	(13)	—	(24)	(2)
NET INCREASE (DECREASE) IN NAV	14 275	2 067	724	139	820	1	637	270
NAV AT END OF PERIOD	\$ 16 342	\$ 2 067	\$ 863	\$ 139	\$ 821	\$ 1	\$ 907	\$ 270

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 198	\$ —	\$ 507	\$ —	\$ 42 333	\$ —	\$ 45 515	\$ —
INCREASE (DECREASE) IN NAV	53	1	100	1	4 749	753	5 285	763
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	2 357	196	3 019	509	58 208	42 071	85 380	45 320
Reinvestments of distributions to holders of redeemable units	33	2	25	—	1 516	450	1 859	466
Redemption of redeemable units	(232)	—	(579)	—	(7 395)	(318)	(13 894)	(391)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 158	198	2 465	509	52 329	42 203	73 345	45 395
Distributions from net income	(31)	(1)	(53)	(2)	(2 625)	(526)	(2 916)	(539)
Distributions from net gains	(15)	—	(19)	(1)	(628)	(97)	(775)	(104)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(46)	(1)	(72)	(3)	(3 253)	(623)	(3 691)	(643)
NET INCREASE (DECREASE) IN NAV	2 165	198	2 493	507	53 825	42 333	74 939	45 515
NAV AT END OF PERIOD	\$ 2 363	\$ 198	\$ 3 000	\$ 507	\$ 96 158	\$ 42 333	\$ 120 454	\$ 45 515

* Fund launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide interest income with the potential for modest capital growth by investing primarily in a portfolio of diversified investment-grade fixed-income securities issued by U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013
AAA	0.3	4.6
AA	13.2	8.9
A	32.3	34.9
BBB	53.0	51.6
BB	1.2	–
Total	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013
United States	83.2	77.8
Other Countries	11.5	14.1
Cash/Other	5.3	8.1

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013
Less than 1 year	0.6	–
1 – 5 years	35.4	36.6
5 – 10 years	35.0	35.3
> 10 years	29.0	28.1
Total	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 7.0% (December 31, 2013 – 6.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	114 011	–	114 011
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	114 011	–	114 011
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	41 818	–	41 818
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	41 818	–	41 818
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	103	101
Advisor Series	104	101
Series H	105	101
Series D	104	101
Series F	104	101
Series I	104	101
Series O	2 648 227	2 539 417
Value of all units	27 495	25 495

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The Fund had no capital or non-capital losses as at December 31, 2014.

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	205	–
Issued number of units	1 801	207
Reinvested number of units	24	1
Redeemed number of units	(462)	(3)
Ending number of units	1 568	205
Advisor Series		
Opening units	14	–
Issued number of units	73	14
Reinvested number of units	1	–
Redeemed number of units	(5)	–
Ending number of units	83	14
Series H		
Opening units	–	–
Issued number of units	79	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	79	–
Series D		
Opening units	27	–
Issued number of units	135	32
Reinvested number of units	2	–
Redeemed number of units	(77)	(5)
Ending number of units	87	27
Series F		
Opening units	20	–
Issued number of units	226	20
Reinvested number of units	3	–
Redeemed number of units	(22)	–
Ending number of units	227	20
Series I		
Opening units	50	–
Issued number of units	290	50
Reinvested number of units	2	–
Redeemed number of units	(55)	–
Ending number of units	287	50
Series O		
Opening units	4 217	–
Issued number of units	5 610	4 204
Reinvested number of units	147	45
Redeemed number of units	(710)	(32)
Ending number of units	9 264	4 217



December 31, 2014

**Securities lending revenue (USD000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	99	–
Fair value of collateral received	101	–

**Transition to IFRS (USD000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as
previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	45 447	150
Revaluation of investments at FVTPL	68	–
Net assets attributable to holders of redeemable units	45 515	150

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	695
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	68
Increase (decrease) in net assets attributable to holders of redeemable units	763

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL CORPORATE BOND FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
9 263 619	BlueBay Emerging Markets Corporate Bond Fund*	\$ 101 216	\$ 101 315	
6 239 897	RBC Emerging Markets Bond Fund*	65 742	67 736	
TOTAL MUTUAL FUND UNITS		166 958	169 051	5.0

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
210	Republic of Angola USD	7.000	16-Aug-19	\$ 248	\$ 244	
				248	244	—
Australia						
1 089	FMG Resources (August 2006) Pty Ltd. USD	6.875	01-Feb-18	1 197	1 151	
800	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	887	849	
				2 084	2 000	0.1
Azerbaijan						
2 060	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	2 383	2 471	
1 800	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 947	2 039	
				4 330	4 510	0.1
Belarus						
125	Republic of Belarus USD	8.750	03-Aug-15	132	138	
				132	138	—
Belgium						
2 400	Anheuser-Busch InBev N.V. GBP	6.500	23-Jun-17	4 891	4 867	
1 500	Anheuser-Busch InBev N.V. GBP	4.000	24-Sep-25	2 822	2 975	
				7 713	7 842	0.2
Brazil						
1 740	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	2 161	2 172	
975	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	1 160	1 194	
450	Petrobras International Finance Co. USD	7.875	15-Mar-19	570	553	
1 420	Petrobras International Finance Co. USD	6.750	27-Jan-41	1 575	1 509	
1 300	Republic of Brazil USD	4.250	07-Jan-25	1 466	1 519	
				6 932	6 947	0.2
Canada						
2 000	407 International Inc.	3.870	24-Nov-17	2 049	2 110	
2 000	407 International Inc.	3.350	16-May-24	2 047	2 091	
1 000	407 International Inc.	5.750	14-Feb-36	1 025	1 244	
3 000	407 International Inc.	4.450	15-Nov-41	3 238	3 332	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 198	2 584	
2 850	Air Canada USD	6.750	01-Oct-19	3 284	3 452	
1 250	Air Canada	7.625	01-Oct-19	1 343	1 316	
2 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	2 010	2 031	
310	Alliance Pipeline LP	6.765	31-Dec-25	363	367	
2 000	AltaGas Ltd.	4.600	15-Jan-18	2 154	2 139	
2 000	AltaGas Ltd.	3.720	28-Sep-21	2 034	2 090	
2 000	AltaGas Ltd.	4.400	15-Mar-24	1 999	2 142	
1 000	AltaLink Investments LP	3.265	05-Jun-20	1 000	1 036	
500	AltaLink LP	4.872	15-Nov-40	500	590	
1 500	American Express Canada Credit Corp.	2.310	29-Mar-18	1 509	1 517	
3 500	Bank of Montreal	2.390	12-Jul-17	3 516	3 553	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
7 000	Bank of Montreal	2.240	11-Dec-17	\$ 7 041	\$ 7 076	
1 500	Bank of Montreal	6.020	02-May-18	1 572	1 696	
3 000	Bank of Montreal	3.210	13-Sep-18	3 123	3 129	
12 000	Bank of Montreal USD	2.375	25-Jan-19	13 798	14 060	
7 000	Bank of Montreal	2.430	04-Mar-19	6 991	7 102	
3 000	Bank of Montreal	2.840	04-Jun-20	3 037	3 084	
750	Bank of Montreal	4.609	10-Sep-25	775	864	
1 000	Bank of Nova Scotia	4.100	08-Jun-17	1 023	1 056	
6 500	Bank of Nova Scotia	2.370	11-Jan-18	6 587	6 591	
11 250	Bank of Nova Scotia	2.462	14-Mar-19	11 302	11 424	
12 000	Bank of Nova Scotia USD	2.050	05-Jun-19	13 603	13 857	
3 500	Bank of Nova Scotia	2.400	28-Oct-19	3 499	3 527	
1 000	Bank of Nova Scotia	6.650	22-Jan-21	1 000	1 049	
3 000	Barrick Gold Corp. USD	6.950	01-Apr-19	3 931	3 973	
2 865	Barrick North America Finance LLC	7.500	15-Sep-38	3 493	3 945	
1 150	Baytex Energy Corp. USD	5.125	01-Jun-21	1 209	1 142	
950	Baytex Energy Corp.	6.625	19-Jul-22	963	896	
1 750	Baytex Energy Corp. USD	5.625	01-Jun-24	1 890	1 736	
500	BC Tel	10.650	19-Jun-21	744	720	
2 000	bcIMC Realty Corp.	2.790	02-Aug-18	2 054	2 062	
1 000	Bell Canada	5.410	26-Sep-16	1 051	1 060	
7 240	Bell Canada	4.400	16-Mar-18	7 822	7 748	
2 500	Bell Canada	4.880	26-Apr-18	2 727	2 716	
1 000	Bell Canada	3.540	12-Jun-20	1 000	1 047	
2 000	Bell Canada	3.350	22-Mar-23	1 997	2 025	
6 110	Bell Canada	6.100	16-Mar-35	7 060	7 432	
1 600	Bombardier Inc. USD	7.750	15-Mar-20	1 906	2 026	
1 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	1 599	1 612	
200	Brookfield Renewable Power Inc.	5.140	13-Oct-20	200	222	
2 000	Caisse Centrale Desjardins USD	1.550	12-Sep-17	2 211	2 315	
3 000	Caisse Centrale Desjardins	2.795	19-Nov-18	3 064	3 080	
2 000	Caisse Centrale Desjardins	2.443	17-Jul-19	2 021	2 024	
2 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	2 001	2 038	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 029	
10 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	10 055	10 135	
7 000	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	7 062	7 064	
6 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	5 987	6 064	
3 000	Canadian Natural Resources Ltd. USD	5.700	15-May-17	3 582	3 780	
1 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	998	997	
4 500	Canadian Natural Resources Ltd. USD	6.250	15-Mar-38	5 998	5 833	
9 000	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	10 711	11 495	
1 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	997	1 152	
1 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	1 000	1 032	
3 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	3 131	3 163	
2 000	Canadian Western Bank	3.049	18-Jan-17	2 001	2 045	
1 000	Canadian Western Bank	2.104	26-Jun-17	1 000	1 002	
4 000	Canadian Western Bank	2.531	22-Mar-18	4 032	4 046	
2 000	Canadian Western Bank	3.077	14-Jan-19	2 000	2 059	
2 500	Capital Power LP	4.600	01-Dec-15	2 567	2 560	
2 500	Cascades Inc.	5.500	15-Jul-21	2 460	2 434	
2 000	Choice Properties LP	3.000	20-Sep-19	2 006	2 032	
3 000	Choice Properties LP	3.600	20-Sep-21	3 036	3 087	
2 250	Corus Entertainment Inc.	4.250	11-Feb-20	2 217	2 175	
800	Crew Energy Inc.	8.375	21-Oct-20	796	774	
3 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	3 123	3 124	
1 000	Emera Inc.	2.960	13-Dec-16	1 000	1 021	
3 500	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	3 508	3 568	
2 800	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	3 311	3 378	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
1 000	Enbridge Inc.	4.770	02-Sep-19	\$ 1 130	\$ 1 099	
620	Enbridge Inc.	5.570	14-Nov-35	698	694	
2 500	Enbridge Inc. USD	4.500	10-Jun-44	2 544	2 517	
1 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	1 000	1 020	
4 000	Enbridge Pipelines Inc.	2.930	30-Nov-22	4 017	4 057	
1 500	EnerCare Solutions Inc.	4.300	30-Nov-17	1 524	1 561	
2 500	Enmax Corp.	3.805	05-Dec-24	2 500	2 535	
3 500	EPCOR Utilities Inc.	4.550	28-Feb-42	3 725	3 887	
6 500	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	7 177	8 111	
2 500	Fairfax Financial Holdings Ltd.	6.400	25-May-21	2 646	2 816	
1 000	First Capital Realty Inc.	4.430	31-Jan-22	1 059	1 075	
3 000	First Capital Realty Inc.	4.790	30-Aug-24	3 206	3 262	
4 250	Ford Credit Canada Ltd.	2.939	19-Feb-19	4 264	4 321	
2 000	FortisAlberta Inc.	3.300	30-Sep-24	2 000	2 075	
1 000	FortisAlberta Inc.	6.220	31-Oct-34	1 296	1 348	
1 000	FortisAlberta Inc.	4.110	29-Sep-44	1 000	1 058	
1 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	1 005	1 095	
2 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 315	2 310	
1 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	1 558	1 935	
3 000	Genesis Trust II	2.433	15-May-19	3 000	3 045	
1 500	Genworth MI Canada Inc.	5.680	15-Jun-20	1 628	1 707	
1 000	George Weston Ltd.	3.780	25-Oct-16	1 021	1 034	
1 000	George Weston Ltd.	4.115	17-Jun-24	1 000	1 040	
1 500	Gibson Energy Inc.	7.000	15-Jul-20	1 505	1 549	
1 000	Gibson Energy Inc.	5.375	15-Jul-22	1 010	953	
2 500	Glacier Credit Card Trust	2.568	20-Sep-19	2 500	2 537	
3 250	Great Canadian Gaming Corp.	6.625	25-Jul-22	3 391	3 426	
3 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	3 234	3 267	
1 500	Great-West Lifeco Inc.	4.650	13-Aug-20	1 500	1 672	
4 000	Great-West Lifeco Inc.	6.740	24-Nov-31	5 261	5 361	
500	Greater Toronto Airports Authority	4.850	01-Jun-17	484	539	
1 250	Greater Toronto Airports Authority	6.980	15-Oct-32	1 718	1 789	
3 200	Greater Toronto Airports Authority	5.630	07-Jun-40	3 859	4 170	
3 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	3 023	3 079	
2 500	HSBC Bank Canada	2.901	13-Jan-17	2 559	2 557	
1 000	HSBC Bank Canada	3.558	04-Oct-17	1 047	1 045	
2 000	HSBC Bank Canada	2.491	13-May-19	2 012	2 030	
2 000	HSBC Bank Canada	2.938	14-Jan-20	1 994	2 061	
3 000	HSBC Bank Canada	2.908	29-Sep-21	3 000	3 062	
850	HSBC Bank Canada	4.800	10-Apr-22	822	902	
2 000	HudBay Minerals Inc. USD	9.500	01-Oct-20	2 139	2 266	
3 000	Hydro One Inc.	6.930	01-Jun-32	4 027	4 276	
7 000	Hydro One Inc.	5.360	20-May-36	8 352	8 705	
3 000	Hydro One Inc.	4.170	06-Jun-44	3 085	3 209	
3 000	Inter Pipeline Ltd.	4.967	02-Feb-21	3 233	3 356	
1 000	Inter Pipeline Ltd.	4.637	30-May-44	1 000	1 023	
1 000	Loblaw Companies Ltd.	3.748	12-Mar-19	1 000	1 056	
1 000	Loblaw Companies Ltd.	4.860	12-Sep-23	1 078	1 113	
700	Loblaw Companies Ltd.	6.450	09-Feb-28	744	854	
500	Loblaw Companies Ltd.	6.050	09-Jun-34	552	592	
3 300	Loblaw Companies Ltd.	5.900	18-Jan-36	3 385	3 867	
500	Manulife Financial Corporation	5.505	26-Jun-18	562	556	
600	Manulife Financial Corporation	5.059	15-Dec-41	600	665	
300	Master Credit Card Trust II	2.723	21-Nov-18	300	308	
2 000	Mattamy Group Corp. USD	6.500	15-Nov-20	2 274	2 347	
1 400	Mattamy Group Corp.	6.875	15-Nov-20	1 405	1 405	
6 000	National Bank of Canada	2.702	15-Dec-16	6 108	6 113	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
2 000	National Bank of Canada	2.019	13-Apr-17	\$ 2 000	\$ 2 012	
7 500	National Bank of Canada	2.689	21-Aug-17	7 653	7 666	
2 500	National Bank of Canada	1.951	11-Dec-17	2 500	2 503	
2 000	National Bank of Canada	2.404	28-Oct-19	2 000	2 015	
2 200	NAV Canada	4.397	18-Feb-21	2 459	2 469	
2 500	NBC Capital Trust	5.329	30-Jun-56	2 678	2 619	
1 250	New Gold Inc. USD	7.000	15-Apr-20	1 265	1 460	
1 750	New Gold Inc. USD	6.250	15-Nov-22	1 973	2 003	
2 185	Newalta Corp.	7.750	14-Nov-19	2 319	2 240	
275	Newalta Corp.	5.875	01-Apr-21	275	265	
500	North West Redwater Partnership	3.200	22-Jul-24	499	510	
3 000	Nova Scotia Power Inc.	4.150	06-Mar-42	3 088	3 119	
3 000	OMERS Realty Corp.	2.498	05-Jun-18	3 028	3 060	
1 500	OMERS Realty Corp.	3.328	12-Nov-24	1 500	1 541	
2 500	Pembina Pipeline Corp.	4.890	29-Mar-21	2 717	2 787	
1 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	1 042	1 035	
2 750	Precision Drilling Corp. USD	5.250	15-Nov-24	2 897	2 652	
11 500	Province of Ontario	3.500	02-Jun-24	12 196	12 358	
12 400	Province of Ontario	3.450	02-Jun-45	12 373	12 836	
2 750	Quebecor Media Inc.	7.375	15-Jan-21	2 898	2 936	
1 000	Reliance LP	4.574	15-Mar-17	1 000	1 042	
2 000	Reliance LP	5.187	15-Mar-19	2 149	2 145	
1 500	Rogers Communications Inc. USD	6.800	15-Aug-18	1 962	2 013	
1 500	Rogers Communications Inc.	5.380	04-Nov-19	1 689	1 692	
6 500	Rogers Communications Inc.	5.340	22-Mar-21	7 369	7 425	
6 300	Rogers Communications Inc. USD	7.500	15-Aug-38	8 991	10 262	
4 000	Rogers Communications Inc.	6.110	25-Aug-40	4 470	4 816	
4 000	Royal Bank of Canada*	3.660	25-Jan-17	4 187	4 155	
10 200	Royal Bank of Canada*	2.260	12-Mar-18	10 190	10 301	
9 000	Royal Bank of Canada*	2.820	12-Jul-18	9 131	9 260	
3 500	Royal Bank of Canada*	2.770	11-Dec-18	3 587	3 593	
1 450	Shaw Communications Inc.	5.700	02-Mar-17	1 519	1 564	
2 000	Shaw Communications Inc.	5.650	01-Oct-19	2 257	2 270	
2 000	Shaw Communications Inc.	4.350	31-Jan-24	2 000	2 126	
4 000	Shaw Communications Inc.	6.750	09-Nov-39	4 560	4 965	
1 250	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	1 260	1 230	
2 450	Sun Life Financial Inc.	5.700	02-Jul-19	2 708	2 809	
500	Sun Life Financial Inc.	4.800	23-Nov-35	500	513	
825	Sun Life Financial Inc.	5.400	29-May-42	824	961	
1 000	Suncor Energy Inc.	3.100	26-Nov-21	997	1 013	
8 500	Suncor Energy Inc. USD	6.500	15-Jun-38	11 822	12 189	
3 000	TELUS Corp.	5.050	04-Dec-19	3 392	3 360	
3 000	TELUS Corp.	3.350	15-Mar-23	2 991	3 046	
6 600	TELUS Corp.	4.400	01-Apr-43	6 363	6 484	
500	Teranet Holdings LP	3.531	16-Dec-15	500	508	
1 000	Teranet Holdings LP	4.807	16-Dec-20	1 114	1 106	
500	Teranet Holdings LP	5.754	17-Dec-40	522	564	
750	Terasen Gas Inc.	10.300	30-Sep-16	1 089	857	
2 000	Terasen Gas Inc.	5.550	25-Sep-36	2 447	2 525	
6 000	Thomson Reuters Corp. USD	5.500	15-Aug-35	7 274	7 940	
6 000	Toronto-Dominion Bank	4.779	14-Dec-16	6 233	6 321	
7 430	Toronto-Dominion Bank	2.171	02-Apr-18	7 480	7 487	
5 070	Toronto-Dominion Bank	2.447	02-Apr-19	5 108	5 144	
12 000	Toronto-Dominion Bank USD	2.250	05-Nov-19	13 653	13 985	
1 000	Toronto-Dominion Bank	2.563	24-Jun-20	1 000	1 013	
1 500	Toronto-Dominion Bank	3.226	24-Jul-24	1 519	1 542	
2 500	Toronto Hydro Corp.	4.080	16-Sep-44	2 564	2 622	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
3 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	\$ 3 000	\$ 3 035	
500	TransCanada PipeLines Ltd.	4.650	03-Oct-16	552	525	
500	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	490	598	
3 047	TransCanada PipeLines Ltd.	5.650	20-Jun-29	3 705	3 618	
7 500	TransCanada PipeLines Ltd. USD	6.100	01-Jun-40	9 739	10 194	
4 250	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	4 700	4 617	
500	Union Gas Ltd.	5.350	27-Apr-18	582	555	
3 500	Union Gas Ltd.	6.050	02-Sep-38	4 416	4 674	
2 700	Union Gas Ltd.	4.880	21-Jun-41	3 079	3 155	
2 000	Videotron Ltd.	6.875	15-Jul-21	2 105	2 148	
3 160	Videotron Ltd.	5.625	15-Jun-25	3 193	3 155	
2 500	Viterra Inc. USD	5.950	01-Aug-20	2 462	3 211	
3 000	VW Credit Canada Inc.	2.500	01-Oct-19	2 998	3 037	
4 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	4 030	4 134	
4 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	4 068	4 116	
1 500	Westcoast Energy Inc.	5.600	16-Jan-19	1 619	1 686	
				630 738	647 681	19.3
Chile						
700	Celulosa Arauco y Constitucion S.A. USD	4.500	01-Aug-24	756	812	
4 900	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	5 452	5 864	
				6 208	6 676	0.2
China						
700	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	787	867	
2 400	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	2 784	2 952	
650	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	740	795	
				4 311	4 614	0.1
Colombia						
675	Ecopetrol S.A. USD	7.625	23-Jul-19	884	902	
500	Ecopetrol S.A. USD	5.875	28-May-45	532	540	
1 000	Republic of Colombia USD	11.750	25-Feb-20	1 606	1 632	
2 300	Republic of Colombia USD	8.125	21-May-24	3 432	3 546	
1 475	Republic of Colombia USD	6.125	18-Jan-41	1 925	2 061	
				8 379	8 681	0.3
Costa Rica						
521	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	585	601	
775	Costa Rica Government USD	4.375	30-Apr-25	792	809	
				1 377	1 410	—
Croatia						
1 200	Croatia Government USD	6.250	27-Apr-17	1 422	1 484	
1 980	Croatia Government USD	6.750	05-Nov-19	2 396	2 535	
840	Croatia Government USD	6.375	24-Mar-21	1 000	1 068	
				4 818	5 087	0.2
Dominican Republic						
2 350	Dominican Republic USD	7.500	06-May-21	2 903	3 007	
1 325	Dominican Republic USD	7.450	30-Apr-44	1 623	1 692	
				4 526	4 699	0.1
Ecuador						
1 550	Government of Ecuador USD	7.950	20-Jun-24	1 751	1 551	
				1 751	1 551	—
El Salvador						
1 525	Republic of El Salvador USD	7.375	01-Dec-19	1 862	1 957	
				1 862	1 957	0.1

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
4 000	Air Liquide S.A. EUR	2.375	06-Sep-23	\$ 5 569	\$ 6 329	
5 500	BPCE S.A. USD	5.150	21-Jul-24	6 278	6 597	
2 750	Carrefour S.A. EUR	3.875	25-Apr-21	4 139	4 560	
7 700	EDF S.A. EUR	3.875	18-Jan-22	12 037	13 129	
6 000	France Telecom S.A. EUR	4.750	21-Feb-17	9 344	9 232	
8 000	France Telecom S.A. EUR	4.125	23-Jan-19	13 081	12 878	
4 000	Numericable Group S.A. USD	6.000	15-May-22	4 526	4 679	
3 000	Orange S.A. EUR	5.625	22-May-18	5 132	4 950	
7 000	Orange S.A. USD	2.750	06-Feb-19	7 879	8 291	
3 400	Orange S.A. EUR	2.500	01-Mar-23	4 951	5 358	
2 850	Schneider Electric SE EUR	4.000	11-Aug-17	4 468	4 390	
8 500	Schneider Electric SE EUR	3.500	22-Jan-19	13 584	13 397	
1 500	Total Capital International S.A. USD	1.550	28-Jun-17	1 511	1 749	
4 500	Total Capital International S.A. USD	2.700	25-Jan-23	4 735	5 071	
3 705	Veolia Environnement S.A. EUR	5.125	24-May-22	6 600	6 687	
2 500	Veolia Environnement S.A. EUR	4.625	30-Mar-27	3 913	4 614	
				107 747	111 911	3.3
Gabon						
200	Gabonese Republic USD	6.375	12-Dec-24	234	222	
				234	222	-
Georgia						
300	Georgia Government USD	6.875	12-Apr-21	352	365	
				352	365	-
Germany						
5 000	BMW Finance N.V. EUR	3.250	14-Jan-19	7 844	7 841	
7 100	BMW Finance N.V. EUR	2.375	24-Jan-23	10 603	11 230	
6 500	Daimler AG EUR	2.125	27-Jun-18	9 820	9 702	
2 500	Daimler AG EUR	1.875	08-Jul-24	3 699	3 777	
4 750	Deutsche Telekom International Finance BV EUR	6.000	20-Jan-17	7 449	7 457	
3 250	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	4 180	4 385	
3 750	Deutsche Telekom International Finance BV USD	6.000	08-Jul-19	4 799	5 059	
2 000	Deutsche Telekom International Finance BV EUR	5.375	27-Jul-21	3 087	3 597	
9 300	Deutsche Telekom International Finance BV EUR	4.250	13-Jul-22	15 696	16 160	
2 950	Deutsche Telekom International Finance BV GBP	7.625	15-Jun-30	7 015	7 956	
1 000	E.ON International Finance BV GBP	6.375	07-Jun-32	1 999	2 433	
1 500	Metro Finance BV EUR	4.250	22-Feb-17	2 363	2 274	
2 000	RWE Finance BV EUR	5.125	23-Jul-18	3 171	3 283	
650	RWE Finance BV GBP	6.500	20-Apr-21	1 203	1 434	
4 700	RWE Finance BV GBP	4.750	31-Jan-34	8 710	9 514	
8 750	Siemens Financieringsmaatschappij N.V. EUR	5.625	11-Jun-18	14 730	14 528	
				106 368	110 630	3.3
Guatemala						
1 950	Republic of Guatemala USD	5.750	06-Jun-22	2 350	2 464	
				2 350	2 464	0.1
Hungary						
1 920	Hungary Government USD	4.125	19-Feb-18	2 175	2 317	
545	Hungary Government USD	6.250	29-Jan-20	679	713	
				2 854	3 030	0.1
Iceland						
1 125	Iceland Government USD	5.875	11-May-22	1 397	1 468	
				1 397	1 468	-

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
India						
275	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	\$ 332	\$ 343	
775	Export-Import Bank of India USD	4.000	07-Aug-17	875	940	
1 200	Export-Import Bank of India USD	3.875	02-Oct-19	1 359	1 438	
300	NTPC Ltd. USD	5.625	14-Jul-21	374	385	
				2 940	3 106	0.1
Indonesia						
1 165	Government of Indonesia USD	5.875	13-Mar-20	1 440	1 503	
1 400	Government of Indonesia USD	4.875	05-May-21	1 598	1 730	
1 005	Government of Indonesia USD	5.250	17-Jan-42	1 106	1 185	
975	Majapahit Holding BV USD	7.750	17-Oct-16	1 194	1 246	
2 090	Pertamina Persero PT USD	5.625	20-May-43	2 121	2 295	
2 375	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	2 771	2 890	
				10 230	10 849	0.3
Iraq						
530	Republic of Iraq USD	5.800	15-Jan-28	510	520	
				510	520	–
Ireland						
5 500	GE Capital European Funding EUR	4.250	01-Mar-17	8 119	8 392	
500	GE Capital UK Funding GBP	6.750	06-Aug-18	1 032	1 065	
1 400	GE Capital UK Funding GBP	5.875	04-Nov-20	2 560	3 037	
3 850	GE Capital UK Funding GBP	5.875	18-Jan-33	8 135	9 295	
410	Ireland Government EUR	5.400	13-Mar-25	606	795	
				20 452	22 584	0.7
Israel						
800	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	990	1 040	
				990	1 040	–
Italy						
4 750	Eni S.p.A. EUR	4.750	14-Nov-17	7 705	7 494	
1 500	Eni S.p.A. EUR	4.250	03-Feb-20	2 479	2 471	
7 500	Eni S.p.A. EUR	3.250	10-Jul-23	12 285	12 260	
				22 469	22 225	0.7
Ivory Coast						
1 005	Ivory Coast Government USD	5.750	31-Dec-32	1 048	1 127	
				1 048	1 127	–
Japan						
2 500	SoftBank Corp. USD	4.500	15-Apr-20	2 689	2 872	
				2 689	2 872	0.1
Jordan						
409	Jordan Government USD	3.875	12-Nov-15	431	479	
				431	479	–
Kazakhstan						
975	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	1 167	1 121	
1 465	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	1 915	1 868	
750	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	897	886	
2 605	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	2 454	2 557	
1 225	Samruk-Energy JSC USD	3.750	20-Dec-17	1 333	1 373	
				7 766	7 805	0.2
Lithuania						
765	Lithuania Government USD	6.125	09-Mar-21	979	1 037	
				979	1 037	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Luxembourg						
3 500	ArcelorMittal USD	9.850	01-Jun-19	\$ 4 684	\$ 4 925	
1 500	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	1 557	1 825	
2 000	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	2 356	2 460	
				8 597	9 210	0.3
Malaysia						
1 250	1MDB Global Investments Ltd. USD	4.400	09-Mar-23	1 409	1 438	
425	Petronas Capital Ltd. USD	5.250	12-Aug-19	526	548	
				1 935	1 986	0.1
Mexico						
350	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	415	424	
550	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	672	671	
2 200	Comision Federal de Electricidad USD	4.875	26-May-21	2 582	2 726	
5 000	Mexican Bonos MXN	8.000	11-Jun-20	490	444	
200	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	206	244	
1 475	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	1 872	1 988	
2 250	Petroleos Mexicanos USD	6.000	05-Mar-20	2 827	2 947	
1 675	Petroleos Mexicanos USD	3.500	30-Jan-23	1 742	1 866	
1 390	United Mexican States USD	5.750	12-Oct-10	1 595	1 742	
				12 401	13 052	0.4
Morocco						
440	Morocco Government EUR	4.500	05-Oct-20	621	687	
375	Morocco Government USD	5.500	11-Dec-42	454	451	
750	OCP S.A. USD	5.625	25-Apr-24	860	918	
				1 935	2 056	0.1
Netherlands						
2 000	Constellium N.V. USD	5.750	15-May-24	2 246	2 033	
5 250	Heineken N.V. EUR	2.125	04-Aug-20	7 647	7 940	
3 200	ING Bank N.V. EUR	4.250	13-Jan-17	4 493	4 857	
5 500	ING Bank N.V. USD	4.125	21-Nov-23	6 034	6 502	
2 500	NXP BV USD	5.750	15-Feb-21	2 868	3 064	
1 250	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 317	1 516	
4 000	Rabobank Nederland N.V. EUR	3.375	21-Apr-17	5 476	6 021	
3 500	Rabobank Nederland N.V. EUR	3.750	09-Nov-20	5 235	5 517	
2 500	Rabobank Nederland N.V. EUR	4.125	14-Jul-25	3 634	4 514	
2 000	Rabobank Nederland N.V. GBP	5.250	14-Sep-27	3 332	4 037	
2 000	Shell International Finance BV EUR	4.375	14-May-18	3 043	3 194	
8 500	Shell International Finance BV USD	6.375	15-Dec-38	12 447	13 317	
				57 772	62 512	1.9
Nigeria						
205	Nigeria Government USD	6.750	28-Jan-21	238	245	
				238	245	-
Pakistan						
390	Pakistan Government USD	6.875	01-Jun-17	459	462	
225	Pakistan Government USD	7.250	15-Apr-19	252	267	
				711	729	-
Panama						
2 675	Republic of Panama USD	7.125	29-Jan-26	3 742	3 963	
1 000	Republic of Panama USD	6.700	26-Jan-36	1 388	1 507	
				5 130	5 470	0.2
Peru						
650	Banco de Credito del Peru USD	5.375	16-Sep-20	788	819	
2 475	Republic of Peru USD	7.350	21-Jul-25	3 571	3 827	
1 550	Republic of Peru USD	5.625	18-Nov-50	1 999	2 127	
				6 358	6 773	0.2

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Philippines						
2 950	Republic of Philippines USD	8.375	17-Jun-19	\$ 4 126	\$ 4 360	
2 145	Republic of Philippines USD	7.750	14-Jan-31	3 257	3 606	
20 000	Republic of Philippines PHP	6.250	14-Jan-36	512	586	
				7 895	8 552	0.2
Poland						
1 870	Government of Poland USD	6.375	15-Jul-19	2 390	2 550	
935	Government of Poland USD	5.125	21-Apr-21	1 139	1 227	
				3 529	3 777	0.1
Qatar						
425	State of Qatar USD	6.400	20-Jan-40	562	629	
				562	629	–
Romania						
350	Romanian Government EUR	4.625	18-Sep-20	505	568	
1 785	Romanian Government USD	6.750	07-Feb-22	2 364	2 493	
				2 869	3 061	0.1
Russia						
1 050	Gazprom OAO USD	9.250	23-Apr-19	1 385	1 250	
5 870	Russian Federation USD	5.000	31-Mar-30	4 814	4 643	
200	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	174	195	
				6 373	6 088	0.2
Rwanda						
625	Rwanda International Government USD	6.625	02-May-23	687	744	
				687	744	–
Serbia						
1 690	Republic of Serbia USD	5.250	21-Nov-17	1 949	2 018	
860	Republic of Serbia USD	5.875	03-Dec-18	1 003	1 048	
				2 952	3 066	0.1
Seychelles						
125	Republic of Seychelles USD	5.000	01-Jan-26	125	142	
				125	142	–
Singapore						
2 600	Flextronics International Ltd. USD	4.625	15-Feb-20	2 908	3 081	
				2 908	3 081	0.1
Slovenia						
2 100	Slovenia Government USD	5.500	26-Oct-22	2 497	2 713	
				2 497	2 713	0.1
South Africa						
950	Eskom Holdings Ltd. USD	5.750	26-Jan-21	1 093	1 115	
890	Republic of South Africa USD	4.665	17-Jan-24	991	1 075	
				2 084	2 190	0.1
South Korea						
650	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	735	850	
				735	850	–
Spain						
3 150	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	3 358	3 715	
1 500	Iberdrola Finanzas S.A.U. EUR	5.625	09-May-18	2 567	2 466	
1 900	Iberdrola International BV EUR	4.500	21-Sep-17	3 025	2 961	
9 200	Telefonica Emisiones S.A.U. EUR	5.811	05-Sep-17	15 199	14 743	
5 500	Telefonica Emisiones S.A.U. EUR	2.242	27-May-22	8 097	8 291	
				32 246	32 176	1.0
Sri Lanka						
670	Sri Lanka Government USD	6.250	04-Oct-20	788	815	
				788	815	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Supranational						
1 040	African Export-Import Bank USD	5.750	27-Jul-16	\$ 1 176	\$ 1 254	
1 400	Eurasian Development Bank USD	5.000	26-Sep-20	1 539	1 408	
				2 715	2 662	0.1
Sweden						
9 000	Nordea Bank AB EUR	4.500	26-Mar-20	13 704	14 659	
				13 704	14 659	0.4
Switzerland						
2 000	Roche Holdings Inc. EUR	6.500	04-Mar-21	3 771	3 819	
11 500	UBS AG USD	5.875	20-Dec-17	14 203	14 930	
				17 974	18 749	0.6
Turkey						
750	Export Credit Bank of Turkey USD	5.375	04-Nov-16	861	916	
1 425	Export Credit Bank of Turkey USD	5.875	24-Apr-19	1 690	1 772	
2 090	Republic of Turkey USD	7.500	14-Jul-17	2 612	2 719	
1 350	Republic of Turkey USD	7.000	11-Mar-19	1 724	1 797	
650	Republic of Turkey USD	5.750	22-Mar-24	762	848	
950	Republic of Turkey USD	4.875	16-Apr-43	1 047	1 104	
175	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	184	208	
				8 880	9 364	0.3
Ukraine						
900	Ukraine Government USD	7.800	28-Nov-22	863	625	
				863	625	—
United Arab Emirates						
200	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	240	270	
1 000	Emirate of Dubai USD	7.750	05-Oct-20	1 330	1 419	
1 000	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 215	1 287	
				2 785	2 976	0.1
United Kingdom						
2 000	Barclays Bank Plc. AUD	6.750	17-Aug-15	2 109	1 940	
19 000	Barclays Bank Plc. EUR	6.000	14-Jan-21	32 248	32 849	
6 000	Barclays Bank Plc. EUR	2.125	24-Feb-21	9 170	9 118	
1 750	British Sky Broadcasting Group Plc. GBP	6.000	21-May-27	3 537	3 959	
1 800	British Telecommunications Plc. GBP	6.625	23-Jun-17	3 737	3 651	
3 000	British Telecommunications Plc. GBP	5.750	07-Dec-28	6 066	6 667	
3 500	Diageo Capital Plc. USD	2.625	29-Apr-23	3 732	3 961	
4 000	Diageo Investment Corp.	4.250	11-May-42	4 278	4 799	
3 000	GlaxoSmithKline Capital Inc. USD	2.800	18-Mar-23	3 288	3 448	
3 900	GlaxoSmithKline Capital Inc. USD	6.375	15-May-38	5 436	6 054	
1 500	GlaxoSmithKline Capital Plc. USD	1.500	08-May-17	1 491	1 750	
7 000	HSBC Bank Plc. EUR	3.875	24-Oct-18	10 458	11 175	
3 000	HSBC Bank Plc. GBP	4.750	29-Sep-20	5 063	5 530	
5 500	HSBC Bank Plc. GBP	5.000	20-Mar-23	10 500	10 646	
7 250	HSBC Holdings Plc. EUR	3.625	29-Jun-20	9 984	10 346	
11 000	HSBC Holdings Plc. USD	5.100	05-Apr-21	13 804	14 466	
4 000	Ineos Finance Plc. USD	7.500	01-May-20	4 686	4 897	
3 500	Lloyds TSB Bank Plc. EUR	11.875	16-Dec-21	5 667	5 924	
5 000	Lloyds TSB Bank Plc. GBP	6.500	17-Sep-40	11 012	13 098	
2 600	National Grid Electricity Transmission Plc. GBP	5.875	02-Feb-24	5 795	5 932	
3 000	Nationwide Building Society USD	5.000	01-Aug-15	2 839	3 549	
2 000	Nationwide Building Society EUR	3.125	03-Apr-17	2 629	2 989	
2 000	Nationwide Building Society GBP	5.625	09-Sep-19	3 624	4 224	
1 000	The Royal Bank of Scotland Plc. GBP	6.625	17-Sep-18	1 946	2 117	
6 250	The Royal Bank of Scotland Plc. EUR	5.375	30-Sep-19	8 737	10 687	
2 500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	2 933	3 307	
3 250	Vodafone Group Plc. USD	5.625	27-Feb-17	3 795	4 092	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)						
8 400	Vodafone Group Plc. EUR	5.375	06-Jun-22	\$ 14 723	\$ 15 217	
4 750	Vodafone Group Plc. USD	2.500	26-Sep-22	4 949	5 155	
3 600	Zurich Finance UK Plc. GBP	6.625	31-Dec-59	6 949	7 526	
				205 185	219 073	6.5
United States						
5 000	Access Midstream Partners LP	4.875	15-May-23	5 636	5 925	
1 060	Alabama Power Co.	5.500	15-Oct-17	1 378	1 363	
7 000	Alabama Power Co.	5.875	01-Dec-22	9 448	9 947	
600	Alcoa Inc.	5.400	15-Apr-21	750	756	
500	Ally Financial Inc.	6.250	01-Dec-17	497	629	
1 705	Ally Financial Inc.	8.000	15-Mar-20	2 041	2 342	
10 000	Altria Group Inc.	4.000	31-Jan-24	11 385	12 136	
7 500	Amazon.com, Inc.	2.500	29-Nov-22	7 664	8 262	
2 250	AMC Entertainment Inc.	9.750	01-Dec-20	2 719	2 856	
750	AMC Entertainment Inc.	5.875	15-Feb-22	876	889	
1 000	American Axle & Manufacturing Holdings, Inc.	5.125	15-Feb-19	1 155	1 191	
2 000	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	2 160	2 614	
750	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	925	928	
5 000	American Electric Power Co. Inc.	2.950	15-Dec-22	5 115	5 708	
10 000	American Express Co.	2.650	02-Dec-22	10 786	11 407	
5 000	American Honda Finance Corp.	1.500	11-Sep-17	5 026	5 817	
3 000	American Honda Finance Corp.	2.250	15-Aug-19	3 409	3 498	
7 000	American International Group Inc.	5.850	16-Jan-18	8 412	9 098	
2 500	American International Group Inc.	4.875	01-Jun-22	2 825	3 268	
4 002	American International Group Inc.	6.250	01-May-36	5 258	6 045	
100	American International Group Inc. GBP	8.625	22-May-38	194	211	
7 000	AmerisourceBergen Corp.	3.400	15-May-24	7 968	8 153	
3 500	Ameristar Casinos Inc.	7.500	15-Apr-21	3 922	4 259	
2 000	Anheuser-Busch InBev Finance Inc.	2.625	17-Jan-23	2 128	2 260	
4 000	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	5 365	6 065	
2 750	Antero Resources Finance Corp.	5.375	01-Nov-21	3 048	3 103	
2 500	Apache Corp.	6.900	15-Sep-18	3 039	3 343	
1 000	Apache Corp.	4.750	15-Apr-43	1 064	1 094	
1 000	AT&T Inc. GBP	5.875	28-Apr-17	1 982	1 991	
1 250	AT&T Inc.	5.500	01-Feb-18	1 490	1 604	
7 500	AT&T Inc.	2.300	11-Mar-19	8 484	8 713	
4 500	AT&T Inc.	3.000	15-Feb-22	4 809	5 138	
2 000	AT&T Inc.	6.500	01-Sep-37	2 758	2 879	
3 200	AT&T Inc. GBP	7.000	30-Apr-40	8 047	8 384	
3 000	AT&T Inc.	5.550	15-Aug-41	3 234	3 898	
1 950	Avery Dennison Corp.	5.375	15-Apr-20	2 038	2 471	
3 900	Ball Corp.	5.750	15-May-21	4 582	4 769	
3 000	Bank of America Corp.	3.625	17-Mar-16	3 019	3 585	
5 900	Bank of America Corp. EUR	7.000	15-Jun-16	8 975	9 095	
4 000	Bank of America Corp. EUR	4.750	03-Apr-17	6 178	6 168	
7 000	Bank of America Corp.	5.650	01-May-18	8 526	9 042	
1 200	Bank of America Corp. AUD	4.500	23-Aug-18	1 174	1 176	
13 000	Bank of America Corp. EUR	1.875	10-Jan-19	19 209	19 142	
4 500	Bank of America Corp.	7.625	01-Jun-19	5 996	6 325	
6 500	Bank of America Corp.	5.000	13-May-21	6 769	8 438	
3 000	Bank of America Corp.	5.700	24-Jan-22	3 862	4 044	
5 000	Bank of America Corp. EUR	2.375	19-Jun-24	7 557	7 571	
2 775	Beazer Homes USA Inc.	6.625	15-Apr-18	3 102	3 385	
3 000	Berry Plastics Corp.	9.750	15-Jan-21	3 592	3 891	
750	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	750	937	
5 000	Boston Scientific Corp.	2.650	01-Oct-18	5 619	5 821	
2 600	Brunswick Corp.	4.625	15-May-21	2 699	2 975	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
375	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	\$ 410	\$ 429	
3 750	California Resources Corp.	5.500	15-Sep-21	4 207	3 747	
4 000	Calpine Corp.	6.000	15-Jan-22	4 642	4 973	
5 190	Cardinal Health Inc.	3.500	15-Nov-24	5 879	6 025	
2 500	Cardinal Health Inc.	4.500	15-Nov-44	2 886	3 003	
3 532	Carmike Cinemas Inc.	7.375	15-May-19	4 020	4 380	
8 000	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	10 547	11 129	
7 000	CC Holdings GS V LLC	3.849	15-Apr-23	7 313	8 092	
1 750	CCO Holdings LLC	7.375	01-Jun-20	2 032	2 160	
1 750	CCO Holdings LLC	6.500	30-Apr-21	1 861	2 142	
1 250	CCO Holdings LLC	6.625	31-Jan-22	1 489	1 548	
1 500	CCOH Safari LLC	5.750	01-Dec-24	1 706	1 767	
2 500	Cedar Fair LP	5.250	15-Mar-21	2 787	2 934	
3 000	CenturyLink Inc.	6.750	01-Dec-23	3 608	3 830	
2 000	Chaparral Energy Inc.	7.625	15-Nov-22	1 809	1 545	
4 450	Chesapeake Energy Corp.	4.875	15-Apr-22	4 951	5 054	
2 500	Choice Hotels International Inc.	5.750	01-Jul-22	2 857	3 130	
2 050	Cinemark USA Inc.	4.875	01-Jun-23	2 170	2 231	
3 185	Cintas Corp.	4.300	01-Jun-21	3 434	3 993	
4 000	Cintas Corp No. 2	3.250	01-Jun-22	4 511	4 737	
9 000	Cisco Systems Inc.	5.900	15-Feb-39	11 965	13 207	
2 000	CIT Group Inc.	5.000	01-Aug-23	2 258	2 393	
8 000	Citigroup Inc.	3.953	15-Jun-16	8 233	9 653	
5 000	Citigroup Inc. AUD	6.500	13-Feb-17	5 259	5 055	
5 750	Citigroup Inc. NZD	6.250	29-Jun-17	5 350	5 427	
900	Citigroup Inc. GBP	7.625	03-Apr-18	1 914	1 936	
7 000	Citigroup Inc.	8.500	22-May-19	9 776	10 143	
973	Citigroup Inc.	5.375	09-Aug-20	1 080	1 286	
100 000	Citigroup Inc. JPY	2.040	16-Sep-20	1 165	1 044	
4 000	Citigroup Inc.	4.500	14-Jan-22	4 741	5 086	
1 250	Comcast Corp.	5.700	15-May-18	1 589	1 637	
4 500	Comcast Corp.	5.700	01-Jul-19	5 830	6 008	
6 500	Comcast Corp.	7.050	15-Mar-33	9 351	10 537	
1 250	CommScope Inc.	5.500	15-Jun-24	1 367	1 438	
2 000	Community Health Systems Inc.	5.125	15-Aug-18	2 207	2 411	
1 750	Community Health Systems Inc.	7.125	15-Jul-20	1 984	2 170	
1 250	Concho Resources Inc.	7.000	15-Jan-21	1 434	1 528	
3 500	Concho Resources Inc.	5.500	01-Apr-23	4 015	4 106	
2 000	ConocoPhillips	5.200	15-May-18	2 482	2 571	
7 000	ConocoPhillips Holding Co.	6.950	15-Apr-29	10 180	10 861	
4 000	Consol Energy Inc.	5.875	15-Apr-22	4 461	4 345	
6 000	Consolidated Edison Company of New York Inc.	7.125	01-Dec-18	8 042	8 271	
1 200	Consolidated Edison Company of New York Inc.	6.650	01-Apr-19	1 563	1 643	
1 800	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	2 208	2 578	
500	Continental Resources Inc.	7.125	01-Apr-21	553	625	
6 000	Continental Resources Inc.	3.800	01-Jun-24	6 642	6 181	
7 000	COX Communications Inc.	8.375	01-Mar-39	10 924	11 667	
3 000	Crown Castle International Corp.	4.875	15-Apr-22	3 332	3 527	
3 250	CSC Holdings LLC	6.750	15-Nov-21	3 787	4 186	
2 000	CSX Corp.	6.000	01-Oct-36	2 786	2 931	
6 000	CSX Corp.	4.100	15-Mar-44	6 142	6 935	
8 000	CVS Health Corp.	4.125	15-May-21	9 437	10 092	
4 000	D.R. Horton Inc.	5.750	15-Aug-23	4 562	4 938	
6 130	Delphi Corp.	6.125	15-May-21	7 490	7 781	
1 185	Denbury Resources Inc.	6.375	15-Aug-21	1 379	1 315	
2 000	Denbury Resources Inc.	5.500	01-May-22	2 184	2 138	
2 500	DIRECTV Holdings LLC GBP	4.375	14-Sep-29	4 651	4 840	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
3 500	DISH DBS Corp.	7.875	01-Sep-19	\$ 4 366	\$ 4 625	
2 250	DISH DBS Corp.	5.875	15-Nov-24	2 564	2 634	
1 500	Dominion Resources Inc.	1.400	15-Sep-17	1 494	1 728	
4 250	Dominion Resources Inc.	5.200	15-Aug-19	5 145	5 512	
3 695	Dominion Resources Inc.	4.050	15-Sep-42	3 789	4 205	
8 000	Domtar Corp.	4.400	01-Apr-22	8 412	9 554	
2 750	Dynegy Finance I Inc.	6.750	01-Nov-19	3 162	3 255	
750	Eagle Spinco Inc.	4.625	15-Feb-21	748	829	
4 500	Energy Transfer Partners LP	6.700	01-Jul-18	5 687	5 884	
3 000	Energy Transfer Partners LP	5.200	01-Feb-22	3 420	3 733	
2 000	Enterprise Products Operating LLC	3.350	15-Mar-23	2 179	2 302	
6 000	Enterprise Products Operating LLC	4.450	15-Feb-43	6 156	6 915	
3 250	Equinix Inc.	5.375	01-Jan-22	3 688	3 830	
6 500	Everest Reinsurance Holdings Inc.	6.600	15-May-37	7 224	7 759	
6 000	Exelon Generation Co. LLC	5.200	01-Oct-19	6 919	7 711	
1 750	Expedia Inc.	7.456	15-Aug-18	2 203	2 367	
5 000	Expedia Inc.	5.950	15-Aug-20	6 351	6 499	
6 000	Federal Realty Investment Trust	2.750	01-Jun-23	6 023	6 727	
9 000	Fidelity National Information Services Inc.	5.000	15-Mar-22	10 251	11 101	
4 250	Ford Motor Credit Co. LLC	2.375	12-Mar-19	4 719	4 907	
4 750	Ford Motor Credit Co. LLC	7.450	16-Jul-31	6 298	7 512	
250	Frontier Communications Corp.	8.500	15-Apr-20	261	325	
1 500	Frontier Communications Corp.	6.250	15-Sep-21	1 698	1 756	
2 750	Frontier Communications Corp.	7.125	15-Jan-23	3 028	3 267	
4 950	GE Capital Corp. NZD	4.250	17-Jan-18	4 307	4 484	
10 000	GE Capital Corp.	5.625	01-May-18	11 959	13 079	
200 000	GE Capital Corp. JPY	2.215	20-Nov-20	2 696	2 144	
12 500	GE Capital Corp.	5.875	14-Jan-38	15 826	18 414	
9 750	GE Capital Trust IV EUR	4.625	15-Sep-66	14 092	14 214	
8 000	General Mills Inc.	3.150	15-Dec-21	8 906	9 617	
6 250	Georgia-Pacific LLC	5.400	01-Nov-20	6 678	8 181	
2 000	Georgia-Pacific LLC	7.750	15-Nov-29	3 161	3 280	
3 750	Graphic Packaging International Inc.	4.750	15-Apr-21	4 194	4 411	
3 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 070	3 625	
2 000	Halliburton Co.	6.150	15-Sep-19	2 610	2 694	
4 500	Halliburton Co.	6.700	15-Sep-38	6 647	6 801	
7 555	Hasbro Inc.	6.350	15-Mar-40	8 931	10 782	
6 500	HCA Inc.	5.875	15-Mar-22	7 599	8 288	
1 000	HCA Inc.	5.875	01-May-23	1 201	1 227	
1 500	HDTFS Inc.	6.250	15-Oct-22	1 600	1 769	
1 500	Hearst-Argyle Television Inc.	7.000	15-Jan-18	1 853	1 760	
2 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	2 261	2 440	
2 750	HJ Heinz Co.	4.250	15-Oct-20	3 043	3 235	
4 250	Indiana Michigan Power Co.	7.000	15-Mar-19	5 765	5 840	
3 500	Ingles Markets Inc.	5.750	15-Jun-23	3 831	4 093	
8 000	International Business Machines Corp.	7.000	30-Oct-25	11 627	12 282	
4 000	International Game Technology	7.500	15-Jun-19	4 912	5 037	
1 800	International Paper Co.	7.950	15-Jun-18	2 336	2 467	
2 000	International Paper Co.	8.700	15-Jun-38	2 884	3 513	
4 200	International Paper Co.	7.300	15-Nov-39	6 103	6 491	
3 500	John Deere Capital Corp.	5.500	13-Apr-17	3 975	4 459	
1 500	John Deere Capital Corp.	1.950	04-Mar-19	1 627	1 730	
3 725	John Deere Capital Corp.	2.750	15-Mar-22	4 187	4 307	
2 300	JPMorgan Chase & Co. AUD	6.750	11-Mar-15	2 467	2 195	
200 000	JPMorgan Chase & Co. JPY	1.930	10-Nov-15	2 575	1 969	
100 000	JPMorgan Chase & Co. JPY	2.160	30-May-17	1 239	1 012	
17 000	JPMorgan Chase & Co.	1.625	15-May-18	17 746	19 550	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
8 000	JPMorgan Chase & Co.	4.500	24-Jan-22	\$ 9 486	\$ 10 163	
9 000	JPMorgan Chase & Co.	6.400	15-May-38	12 326	13 708	
8 000	Kimberly-Clark Corp.	6.625	01-Aug-37	12 469	13 284	
1 500	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	1 625	1 932	
3 500	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	3 646	3 879	
2 000	Kinder Morgan Inc.	5.625	15-Nov-23	2 319	2 492	
10 000	Kraft Foods Group Inc.	5.375	10-Feb-20	12 376	13 200	
2 000	L-3 Communications Corp.	4.750	15-Jul-20	2 041	2 498	
3 000	L-3 Communications Corp.	4.950	15-Feb-21	3 177	3 793	
4 000	Lamar Media Corp.	5.375	15-Jan-24	4 588	4 810	
3 000	Lear Corp.	5.375	15-Mar-24	3 416	3 581	
240	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	168	32	
600	Lehman Brothers Holdings Inc. EUR	4.750	16-Jan-14	627	137	
3 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	2 917	3 802	
2 000	Liberty Mutual Group Inc.	4.950	01-May-22	2 107	2 518	
1 000	Liberty Mutual Group Inc.	4.250	15-Jun-23	1 011	1 199	
2 750	Liberty Mutual Group Inc.	7.000	15-Mar-37	3 213	3 291	
3 000	Lincoln National Corp.	6.050	20-Apr-67	3 361	3 503	
940	Linn Energy Finance Corp.	8.625	15-Apr-20	1 035	956	
5 000	Lubrizol Corp.	8.875	01-Feb-19	6 578	7 259	
8 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	10 648	11 315	
2 600	McDonald's Corp. EUR	2.375	27-Nov-24	3 969	4 065	
5 000	McDonald's Corp. EUR	2.625	11-Jun-29	7 783	7 813	
5 500	McDonald's Corp.	6.300	15-Oct-37	7 894	8 378	
5 500	McKesson Corp.	7.500	15-Feb-19	7 368	7 641	
3 500	McKesson Corp.	2.850	15-Mar-23	3 772	3 891	
6 000	Medtronic Inc.	3.500	15-Mar-25	6 783	7 146	
3 750	Medtronic Inc.	4.375	15-Mar-35	4 342	4 638	
2 250	Merrill Lynch & Co Inc. GBP	7.750	30-Apr-18	4 745	4 828	
7 000	MetLife Inc.	7.717	15-Feb-19	9 491	9 873	
7 000	MetLife Inc.	5.700	15-Jun-35	8 816	10 168	
5 000	Metropolitan Life Global Funding I EUR	4.625	16-May-17	7 403	7 729	
2 500	MGM Resorts International	6.750	01-Oct-20	2 724	3 057	
1 500	MGM Resorts International	6.000	15-Mar-23	1 699	1 760	
2 750	Micron Technology Inc.	5.875	15-Feb-22	3 206	3 363	
1 250	Micron Technology Inc.	5.500	01-Feb-25	1 369	1 470	
5 110	MidAmerican Energy Co.	6.750	30-Dec-31	6 561	8 280	
2 000	Mobile Mini Inc.	7.875	01-Dec-20	2 240	2 428	
6 000	Mohawk Industries Inc.	3.850	01-Feb-23	6 668	6 986	
3 500	Mondelez International Inc.	6.500	09-Feb-40	4 952	5 438	
5 400	Morgan Stanley EUR	4.000	17-Nov-15	7 613	7 835	
5 350	Morgan Stanley NZD	7.600	08-Aug-17	5 068	5 173	
5 400	Morgan Stanley AUD	7.375	22-Feb-18	5 920	5 673	
3 000	Morgan Stanley AUD	4.750	16-Nov-18	3 122	2 954	
6 500	Morgan Stanley	5.500	28-Jul-21	7 553	8 582	
4 000	Mylan Inc.	7.875	15-Jul-20	4 743	4 951	
3 250	NCR Corp.	5.000	15-Jul-22	3 525	3 700	
3 000	Nevada Power Co.	6.500	15-May-18	3 678	4 018	
2 750	Newfield Exploration Co.	5.625	01-Jul-24	3 224	3 177	
3 250	NewMarket Corp.	4.100	15-Dec-22	3 257	3 864	
1 750	NRG Energy Inc.	7.875	15-May-21	1 975	2 201	
3 000	NRG Energy Inc.	6.250	01-May-24	3 416	3 564	
365	Oasis Petroleum Inc.	7.250	01-Feb-19	386	409	
500	Oasis Petroleum Inc.	6.500	01-Nov-21	569	532	
9 000	Oracle Corp. EUR	2.250	10-Jan-21	13 748	13 809	
3 000	Oracle Corp.	3.625	15-Jul-23	3 568	3 662	
7 500	Oracle Corp.	6.500	15-Apr-38	10 780	11 765	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
400	Oshkosh Corp.	5.375	01-Mar-22	\$ 453	\$ 476	
3 500	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	3 993	4 153	
6 500	Owens Corning	4.200	15-Dec-22	6 956	7 677	
3 000	Penske Truck Leasing Co. LP	3.750	11-May-17	3 188	3 644	
3 500	Penske Truck Leasing Co. LP	2.500	15-Jun-19	3 830	4 045	
7 000	PepsiCo Inc.	2.750	01-Mar-23	7 698	8 016	
2 500	Pfizer Inc.	7.200	15-Mar-39	3 796	4 237	
2 000	Pioneer Natural Resources Co.	6.650	15-Mar-17	2 385	2 547	
4 000	Pioneer Natural Resources Co.	6.875	01-May-18	5 081	5 207	
4 500	PNC Bank Corp.	4.875	21-Sep-17	4 939	5 667	
4 000	PNC Bank Corp.	2.950	30-Jan-23	4 249	4 549	
1 912	Prestige Brands Inc.	8.125	01-Feb-20	2 124	2 377	
2 000	Progress Energy Inc.	3.150	01-Apr-22	2 290	2 358	
6 200	Progress Energy Inc.	6.000	01-Dec-39	8 434	9 339	
5 392	Prudential Financial Inc.	2.300	15-Aug-18	5 768	6 341	
3 750	Prudential Financial Inc.	7.375	15-Jun-19	5 081	5 243	
2 500	PSEG Power LLC	5.125	15-Apr-20	2 686	3 230	
2 500	PSEG Power LLC	4.150	15-Sep-21	2 814	3 064	
5 750	Qwest Corp.	6.500	01-Jun-17	6 645	7 308	
2 750	Qwest Corp.	6.750	01-Dec-21	3 324	3 700	
1 500	Range Resources Corp.	6.750	01-Aug-20	1 771	1 821	
1 000	Range Resources Corp.	5.750	01-Jun-21	1 155	1 205	
3 000	Regal Entertainment Group	5.750	15-Mar-22	3 308	3 346	
5 500	Regency Centers LP	4.800	15-Apr-21	6 444	6 967	
5 000	Republic Services Inc.	4.750	15-May-23	5 573	6 467	
3 000	Republic Services Inc.	6.200	01-Mar-40	4 238	4 522	
675	Reynolds Group Issuer Inc.	9.000	15-Apr-19	754	816	
3 500	Reynolds Group Issuer Inc.	6.875	15-Feb-21	4 059	4 265	
2 750	Rite Aid Corp.	8.000	15-Aug-20	3 223	3 431	
5 000	Schlumberger Investment S.A. USD	3.300	14-Sep-21	5 497	5 971	
3 000	Schlumberger Investment S.A. USD	3.650	01-Dec-23	3 507	3 650	
5 500	Seagate HDD Cayman USD	4.750	01-Jun-23	6 457	6 648	
2 350	Service Corp. International	7.625	01-Oct-18	2 786	3 059	
1 000	Service Corp. International	5.375	15-Jan-22	1 126	1 197	
3 000	Sinclair Television Group Inc.	5.375	01-Apr-21	3 351	3 477	
2 109	Six Flags Entertainment Corp.	5.250	15-Jan-21	2 330	2 462	
5 250	Smithfield Foods Inc.	6.625	15-Aug-22	6 029	6 404	
2 375	Sonic Automotive Inc.	7.000	15-Jul-22	2 720	2 980	
2 325	Sonic Automotive Inc.	5.000	15-May-23	2 503	2 634	
1 250	Spirit Aerosystems Inc.	6.750	15-Dec-20	1 321	1 547	
4 000	Sprint Capital Corp.	6.875	15-Nov-28	3 935	4 113	
1 500	Sprint Corp.	7.875	15-Sep-23	1 774	1 729	
3 000	Sprint Nextel Corp.	9.000	15-Nov-18	3 619	3 973	
1 250	Sprint Nextel Corp.	6.000	15-Nov-22	1 335	1 342	
4 500	Standard Pacific Corp.	8.375	15-Jan-21	5 725	5 947	
2 000	Steel Dynamics Inc.	5.125	01-Oct-21	2 260	2 367	
2 000	Suncor Energy Inc. USD	3.600	01-Dec-24	2 274	2 305	
40	T-Mobile USA Inc.	6.731	28-Apr-22	41	48	
4 500	T-Mobile USA Inc.	6.625	01-Apr-23	5 029	5 380	
150	T-Mobile USA Inc.	6.500	15-Jan-24	156	179	
3 000	Targa Resources Partners LP	6.875	01-Feb-21	3 502	3 581	
1 662	Targa Resources Partners LP	6.375	01-Aug-22	1 974	1 965	
1 660	Tempur Sealy International Inc.	6.875	15-Dec-20	1 745	2 059	
3 000	Tenet Healthcare Corp.	6.000	01-Oct-20	3 443	3 751	
1 500	Tenet Healthcare Corp.	8.125	01-Apr-22	1 766	1 952	
1 000	Terasen Gas Inc.	5.900	26-Feb-35	1 255	1 303	
244	The AES Corp.	8.000	15-Oct-17	267	319	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
4 000	The AES Corp.	5.500	15-Mar-24	\$ 4 408	\$ 4 739	
1 076	The Dow Chemical Co.	5.700	15-May-18	1 163	1 389	
6 000	The Dow Chemical Co.	8.550	15-May-19	8 387	8 675	
4 000	The Goldman Sachs Group Inc. AUD	7.750	23-Nov-16	4 322	4 099	
7 000	The Goldman Sachs Group Inc. EUR	4.500	30-Jan-17	10 800	10 659	
10 000	The Goldman Sachs Group Inc.	6.250	01-Sep-17	11 782	12 936	
1 110	The Goldman Sachs Group Inc. AUD	5.000	08-Aug-18	1 138	1 104	
3 300	The Goldman Sachs Group Inc. AUD	5.000	21-Aug-19	3 373	3 290	
8 900	The Goldman Sachs Group Inc. GBP	5.500	12-Oct-21	17 276	17 959	
100 000	The Goldman Sachs Group Inc. JPY	2.450	28-Dec-21	1 244	1 078	
4 000	The Goldman Sachs Group Inc.	5.750	24-Jan-22	4 867	5 381	
2 000	The Kroger Co.	2.200	15-Jan-17	2 040	2 361	
7 000	The Kroger Co.	2.300	15-Jan-19	7 821	8 138	
2 000	Thermo Fisher Scientific Inc.	3.600	15-Aug-21	2 336	2 403	
4 000	Thermo Fisher Scientific Inc.	3.150	15-Jan-23	4 065	4 563	
2 000	Thomson Reuters Corp. USD	6.500	15-Jul-18	2 604	2 643	
1 000	Thomson Reuters Corp.	4.350	30-Sep-20	1 075	1 083	
5 000	Time Warner Cable Inc.	5.850	01-May-17	5 796	6 345	
2 800	Time Warner Cable Inc.	7.250	15-Oct-17	3 688	3 731	
2 000	Time Warner Cable Inc.	6.750	01-Jul-18	2 616	2 667	
7 200	Time Warner Cable Inc.	6.950	15-Jan-28	9 735	10 734	
2 000	Time Warner Entertainment Co LP	8.375	15-Jul-33	3 384	3 497	
4 750	Toll Brothers Finance Corp.	5.875	15-Feb-22	5 497	5 919	
1 000	Toll Brothers Finance Corp.	4.375	15-Apr-23	1 116	1 144	
3 615	Tyco Electronics Group S.A. USD	6.550	01-Oct-17	4 634	4 731	
3 000	Tyco Electronics Group S.A.	4.875	15-Jan-21	3 100	3 829	
7 000	Tyson Foods Inc.	4.500	15-Jun-22	8 059	8 819	
3 500	Unit Corp.	6.625	15-May-21	3 749	3 660	
1 000	United Parcel Service Inc.	8.375	01-Apr-20	1 573	1 500	
2 000	United Parcel Service Inc.	2.450	01-Oct-22	2 174	2 282	
6 000	United Parcel Service Inc.	3.625	01-Oct-42	6 192	6 880	
4 250	United Rentals North America Inc.	7.625	15-Apr-22	5 175	5 454	
2 450	United States Treasury	2.500	15-May-24	2 776	2 931	
5 560	United Technologies Corp.	5.400	01-May-35	6 836	7 840	
1 585	United Technologies Corp.	6.050	01-Jun-36	2 252	2 438	
775	Universal Health Services Inc.	4.750	01-Aug-22	894	902	
3 000	Unum Group	5.625	15-Sep-20	3 836	3 934	
9 500	Verizon Communications Inc.	3.650	14-Sep-18	11 252	11 668	
3 750	Verizon Communications Inc.	5.150	15-Sep-23	3 856	4 814	
2 250	Verizon Communications Inc. EUR	2.625	01-Dec-31	3 277	3 260	
5 000	Verizon Communications Inc.	5.050	15-Mar-34	6 095	6 208	
9 000	Verizon Communications Inc.	6.550	15-Sep-43	12 043	13 416	
10 050	Wal-Mart Stores Inc. EUR	4.875	21-Sep-29	19 454	20 380	
4 500	Walgreen Co.	1.800	15-Sep-17	4 844	5 233	
2 500	Walgreen Co.	5.250	15-Jan-19	2 999	3 232	
1 000	Waste Management Inc.	6.100	15-Mar-18	1 153	1 316	
3 000	Waste Management Inc.	7.750	15-May-32	4 532	5 093	
4 500	Waste Management Inc.	6.125	30-Nov-39	5 759	6 792	
5 000	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	6 096	6 596	
8 750	Wells Fargo & Co.	2.100	08-May-17	9 004	10 344	
7 020	Wells Fargo & Co. AUD	4.000	08-Aug-19	6 864	8 816	
15 000	Wells Fargo & Co.	4.600	01-Apr-21	18 129	19 417	
2 000	Whirlpool Corp.	2.400	01-Mar-19	2 285	2 312	
7 000	Whirlpool Corp.	5.150	01-Mar-43	7 922	9 040	
3 250	Whiting Petroleum Corp.	5.750	15-Mar-21	3 804	3 512	
2 100	Williams Partners LP	7.250	01-Feb-17	2 563	2 690	
790	Windstream Holdings Inc.	7.750	01-Oct-21	844	941	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Windstream Holdings Inc.	6.375	01-Aug-23	\$ 1 093	\$ 1 079	
3 500	WPX Energy Inc.	5.250	15-Sep-24	3 762	3 802	
500	Wynn Las Vegas LLC Corp.	7.875	01-May-20	509	613	
2 750	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	3 161	3 259	
4 000	Xerox Corp.	6.750	01-Feb-17	4 496	5 125	
1 500	Xerox Corp.	2.750	15-Mar-19	1 641	1 749	
				<u>1 568 049</u>	<u>1 675 252</u>	<u>49.8</u>
Uruguay						
850	Republic of Uruguay USD	4.500	14-Aug-24	929	1 043	
400	Republic of Uruguay USD	7.625	21-Mar-36	589	636	
				<u>1 518</u>	<u>1 679</u>	<u>-</u>
Venezuela						
2 635	Republic of Venezuela USD	9.250	15-Sep-27	1 805	1 480	
1 850	Republic of Venezuela USD	7.000	31-Mar-38	1 078	884	
				<u>2 883</u>	<u>2 364</u>	<u>0.1</u>
Vietnam						
1 100	Republic of Vietnam USD	4.800	19-Nov-24	1 266	1 320	
				<u>1 266</u>	<u>1 320</u>	<u>-</u>
Zambia						
200	Zambia Government USD	5.375	20-Sep-22	214	216	
				<u>214</u>	<u>216</u>	<u>-</u>
TOTAL BONDS				<u>2 964 578</u>	<u>3 126 627</u>	<u>92.9</u>
MORTGAGE-BACKED SECURITIES						
245	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	245	262	
TOTAL MORTGAGE-BACKED SECURITIES				<u>245</u>	<u>262</u>	<u>-</u>
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
430 000	Barclays Capital High Yield Bond SPDR Fund			\$ 19 331	\$ 19 289	
TOTAL OTHER INVESTMENTS				<u>19 331</u>	<u>19 289</u>	<u>0.6</u>
SHORT-TERM INVESTMENTS[†]				<u>36 396</u>	<u>36 396</u>	<u>1.1</u>
TOTAL INVESTMENTS				<u>3 187 508</u>	<u>3 351 625</u>	<u>99.6</u>
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				-	(626)	-
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				-	13 641	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				-	(51 366)	(1.5)
TOTAL PORTFOLIO				<u>\$ 3 187 508</u>	<u>3 313 274</u>	<u>98.5</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					49 780	1.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 3 363 054</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.21% and mature between January 2, 2015 and January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(670) United States 10-Year Note Future, March 2015		
Contracts at USD 125.99 per contract	\$ (95 189)	\$ (626)
TOTAL FUTURES	\$ (95 189)	\$ (626)

\$13 237 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 181 Sold CAD 1 341 @ 1.1359	02-Jan-15	\$ 32
Bought USD 3 338 Sold CAD 3 872 @ 1.1599	05-Jan-15	6
Bought CAD 1 768 Sold GBP 976 @ 1.8114	07-Jan-15	1
Bought CAD 11 002 Sold JPY 1 133 398 @ 0.0097	07-Jan-15	8
Bought CAD 11 100 Sold JPY 1 135 912 @ 0.0098	07-Jan-15	82
Bought CAD 2 403 Sold GBP 1 323 @ 1.8163	07-Jan-15	7
Bought CAD 7 344 Sold EUR 5 084 @ 1.4445	07-Jan-15	197
Bought CAD 8 794 Sold JPY 823 765 @ 0.0107	07-Jan-15	805
Bought CAD 9 427 Sold EUR 6 599 @ 1.4285	07-Jan-15	149
Bought CAD 9 638 Sold EUR 6 682 @ 1.4424	07-Jan-15	243
Bought EUR 660 Sold CAD 928 @ 1.4058	07-Jan-15	—
Bought GBP 1 126 Sold CAD 2 025 @ 1.7987	07-Jan-15	14
Bought GBP 1 242 Sold CAD 2 198 @ 1.7697	07-Jan-15	51
Bought GBP 100 Sold CAD 181 @ 1.8101	07-Jan-15	—
Bought GBP 158 Sold CAD 282 @ 1.7870	07-Jan-15	4
Bought GBP 2 547 Sold CAD 4 611 @ 1.8104	07-Jan-15	1
Bought GBP 289 Sold CAD 520 @ 1.8002	07-Jan-15	3
Bought GBP 423 Sold CAD 754 @ 1.7832	07-Jan-15	12
Bought JPY 131 444 Sold CAD 1 260 @ 0.0096	07-Jan-15	15
Bought JPY 155 097 Sold CAD 1 498 @ 0.0097	07-Jan-15	6
Bought JPY 159 300 Sold CAD 1 525 @ 0.0096	07-Jan-15	21
Bought JPY 173 438 Sold CAD 1 662 @ 0.0096	07-Jan-15	21
Bought USD 1 089 Sold CAD 1 234 @ 1.1327	07-Jan-15	32
Bought USD 1 200 Sold CAD 1 368 @ 1.1404	07-Jan-15	26
Bought USD 1 254 Sold CAD 1 424 @ 1.1358	07-Jan-15	33
Bought USD 19 640 Sold CAD 21 769 @ 1.1084	07-Jan-15	1 050
Bought USD 2 021 Sold CAD 2 262 @ 1.1194	07-Jan-15	86
Bought USD 575 Sold CAD 644 @ 1.1197	07-Jan-15	24
Bought USD 7 950 Sold CAD 8 870 @ 1.1158	07-Jan-15	366
Bought USD 755 Sold CAD 859 @ 1.1380	07-Jan-15	18
Bought USD 771 Sold CAD 883 @ 1.1450	07-Jan-15	13
Bought USD 8 708 Sold CAD 9 850 @ 1.1311	07-Jan-15	268
Bought USD 850 Sold CAD 951 @ 1.1192	07-Jan-15	36
Bought USD 897 Sold CAD 1 010 @ 1.1257	07-Jan-15	32
Bought CAD 2 008 Sold GBP 1 100 @ 1.8257	08-Jan-15	16
Bought CAD 9 346 Sold GBP 5 158 @ 1.8119	08-Jan-15	5
Bought USD 1 300 Sold CAD 1 484 @ 1.1415	08-Jan-15	26
Bought CAD 2 511 Sold NOK 15 381 @ 0.1633	09-Jan-15	114
Bought USD 5 000 Sold CAD 5 804 @ 1.1608	13-Jan-15	6
Bought CAD 15 344 Sold EUR 10 900 @ 1.4077	15-Jan-15	15
Bought CAD 24 011 Sold EUR 16 911 @ 1.4198	15-Jan-15	228

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 195 Sold CAD 222 @ 1.1378	15-Jan-15	\$ 5
Bought USD 250 Sold CAD 280 @ 1.1216	15-Jan-15	10
Bought USD 4 394 Sold CAD 4 943 @ 1.1250	15-Jan-15	163
Bought BRL 6 810 Sold CAD 2 920 @ 0.4287	20-Jan-15	44
Bought CAD 7 071 Sold USD 6 065 @ 1.1658	20-Jan-15	22
Bought USD 8 659 Sold CAD 9 932 @ 1.1470	20-Jan-15	132
Bought CAD 15 347 Sold EUR 10 861 @ 1.4131	21-Jan-15	69
Bought CAD 17 204 Sold EUR 11 921 @ 1.4432	21-Jan-15	435
Bought CAD 9 205 Sold EUR 6 420 @ 1.4338	21-Jan-15	174
Bought CAD 14 159 Sold EUR 10 000 @ 1.4159	22-Jan-15	91
Bought CAD 28 750 Sold EUR 19 843 @ 1.4489	22-Jan-15	835
Bought CAD 33 868 Sold EUR 23 873 @ 1.4187	23-Jan-15	283
Bought CAD 7 964 Sold EUR 5 583 @ 1.4264	23-Jan-15	110
Bought CAD 20 289 Sold EUR 14 000 @ 1.4492	26-Jan-15	592
Bought CAD 158 Sold USD 135 @ 1.1680	27-Jan-15	1
Bought CAD 79 Sold USD 68 @ 1.1645	27-Jan-15	—
Bought USD 1 000 Sold CAD 1 145 @ 1.1452	27-Jan-15	17
Bought USD 1 250 Sold CAD 1 435 @ 1.1483	27-Jan-15	18
Bought USD 1 632 Sold CAD 1 858 @ 1.1385	27-Jan-15	39
Bought USD 136 Sold CAD 153 @ 1.1269	27-Jan-15	5
Bought USD 141 Sold CAD 160 @ 1.1382	27-Jan-15	3
Bought USD 165 Sold CAD 189 @ 1.1455	27-Jan-15	3
Bought USD 2 334 Sold CAD 2 628 @ 1.1257	27-Jan-15	86
Bought USD 250 Sold CAD 281 @ 1.1259	27-Jan-15	9
Bought USD 250 Sold CAD 282 @ 1.1288	27-Jan-15	8
Bought USD 35 Sold CAD 39 @ 1.1243	27-Jan-15	1
Bought USD 67 Sold CAD 78 @ 1.1604	27-Jan-15	—
Bought USD 948 Sold CAD 1 083 @ 1.1422	27-Jan-15	19
Bought CAD 1 892 Sold EUR 1 300 @ 1.4550	28-Jan-15	62
Bought CAD 11 343 Sold EUR 7 921 @ 1.4321	29-Jan-15	197
Bought GBP 6 536 Sold CAD 11 643 @ 1.7813	02-Feb-15	198
Bought CAD 1 149 Sold AUD 1 164 @ 0.9872	03-Feb-15	47
Bought CAD 1 517 Sold AUD 1 580 @ 0.9604	03-Feb-15	21
Bought CAD 7 395 Sold AUD 7 517 @ 0.9837	03-Feb-15	277
Bought CAD 9 101 Sold AUD 9 253 @ 0.9836	03-Feb-15	340
Bought CAD 11 338 Sold EUR 8 000 @ 1.4172	05-Feb-15	78
Bought CAD 4 809 Sold EUR 3 370 @ 1.4270	05-Feb-15	66
Bought CAD 8 991 Sold EUR 6 300 @ 1.4271	05-Feb-15	124
Bought USD 1 653 Sold CAD 1 921 @ 1.1622	05-Feb-15	1
Bought CAD 8 431 Sold USD 7 240 @ 1.1645	06-Feb-15	13
Bought USD 2 200 Sold CAD 2 519 @ 1.1450	06-Feb-15	39
Bought USD 5 781 Sold CAD 6 629 @ 1.1467	09-Feb-15	93
Bought CAD 30 570 Sold EUR 21 377 @ 1.4300	10-Feb-15	479
Bought CAD 38 448 Sold EUR 27 122 @ 1.4176	11-Feb-15	269
Bought CAD 79 Sold EUR 55 @ 1.4413	11-Feb-15	2
Bought USD 1 036 Sold CAD 1 186 @ 1.1451	11-Feb-15	18
Bought USD 324 Sold CAD 367 @ 1.1332	11-Feb-15	10
Bought CAD 26 500 Sold EUR 18 811 @ 1.4087	18-Feb-15	14
Bought CAD 28 Sold EUR 20 @ 1.4163	18-Feb-15	—
Bought CAD 4 618 Sold EUR 3 240 @ 1.4254	18-Feb-15	56
Bought CAD 9 481 Sold EUR 6 624 @ 1.4313	18-Feb-15	154
Bought CAD 6 731 Sold AUD 7 016 @ 0.9594	19-Feb-15	93
Bought USD 7 152 Sold CAD 8 193 @ 1.1456	20-Feb-15	125
Bought CAD 117 Sold JPY 12 000 @ 0.0097	25-Feb-15	—
Bought CAD 6 570 Sold EUR 4 510 @ 1.4568	25-Feb-15	219

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 883 Sold JPY 89 946 @ 0.0098	25-Feb-15	\$ 9
Bought CAD 35 683 Sold EUR 24 480 @ 1.4577	26-Feb-15	1 208
Bought USD 593 Sold CAD 685 @ 1.1548	26-Feb-15	5
Bought USD 12 594 Sold CAD 14 181 @ 1.1260	27-Feb-15	469
Bought USD 144 Sold CAD 164 @ 1.1393	27-Feb-15	3
Bought CAD 3 831 Sold AUD 3 997 @ 0.9585	02-Mar-15	51
Bought CAD 4 652 Sold AUD 4 853 @ 0.9586	02-Mar-15	63
Bought CAD 1 892 Sold GBP 1 040 @ 1.8196	03-Mar-15	8
Bought CAD 7 077 Sold USD 6 065 @ 1.1669	03-Mar-15	22
Bought JPY 320 968 Sold CAD 3 082 @ 0.0096	03-Mar-15	37
Bought USD 1 089 Sold CAD 1 244 @ 1.1420	03-Mar-15	23
Bought USD 1 672 Sold CAD 1 916 @ 1.1457	03-Mar-15	30
Bought USD 100 Sold CAD 116 @ 1.1614	03-Mar-15	–
Bought USD 25 Sold CAD 29 @ 1.1568	03-Mar-15	–
Bought USD 25 Sold CAD 29 @ 1.1575	03-Mar-15	–
Bought USD 3 534 Sold CAD 4 037 @ 1.1424	03-Mar-15	74
Bought USD 3 964 Sold CAD 4 528 @ 1.1424	03-Mar-15	83
Bought USD 60 Sold CAD 69 @ 1.1556	03-Mar-15	–
Bought MXN 23 530 Sold CAD 1 841 @ 0.0782	04-Mar-15	8
Bought CAD 27 318 Sold EUR 19 304 @ 1.4151	05-Mar-15	126
Bought JPY 13 475 Sold CAD 129 @ 0.0096	05-Mar-15	2
Bought CAD 3 285 Sold EUR 2 319 @ 1.4164	09-Mar-15	18
Bought CAD 11 073 Sold EUR 7 820 @ 1.4160	11-Mar-15	56
Bought CAD 11 677 Sold USD 10 000 @ 1.1677	11-Mar-15	42
Bought CAD 7 592 Sold EUR 5 378 @ 1.4117	11-Mar-15	16
Bought CAD 8 856 Sold GBP 4 877 @ 1.8160	11-Mar-15	17
Bought CAD 32 700 Sold USD 28 000 @ 1.1679	17-Mar-15	116
Bought CAD 43 460 Sold USD 37 235 @ 1.1672	17-Mar-15	129
Bought BRL 1 421 Sold CAD 609 @ 0.4286	18-Mar-15	–
Bought BRL 6 627 Sold CAD 2 747 @ 0.4145	18-Mar-15	94
Bought CAD 1 374 Sold JPY 138 372 @ 0.0099	18-Mar-15	29
Bought CAD 55 251 Sold USD 47 400 @ 1.1656	18-Mar-15	90
Bought CAD 15 865 Sold USD 13 612 @ 1.1655	19-Mar-15	24
Bought CAD 41 584 Sold EUR 29 233 @ 1.4225	19-Mar-15	388
Bought CAD 1 136 Sold GBP 625 @ 1.8172	20-Mar-15	3
Bought CAD 25 620 Sold USD 22 001 @ 1.1645	26-Mar-15	12
Bought CAD 7 072 Sold USD 6 070 @ 1.1652	26-Mar-15	7
Bought CAD 17 697 Sold USD 15 180 @ 1.1658	30-Mar-15	26
Bought CAD 22 297 Sold USD 19 115 @ 1.1664	30-Mar-15	46
Bought CAD 33 872 Sold USD 29 036 @ 1.1665	07-Apr-15	66
		\$ 13 641

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 364 Sold USD 1 181 @ 1.1545	02-Jan-15	\$ (9)
Bought CAD 10 848 Sold USD 9 437 @ 1.1496	07-Jan-15	(116)
Bought CAD 11 272 Sold USD 9 718 @ 1.1599	07-Jan-15	(19)
Bought CAD 2 081 Sold GBP 1 153 @ 1.8051	07-Jan-15	(7)
Bought CAD 8 599 Sold USD 7 564 @ 1.1368	07-Jan-15	(190)
Bought EUR 1 341 Sold CAD 1 902 @ 1.4186	07-Jan-15	(17)
Bought EUR 12 967 Sold CAD 18 393 @ 1.4184	07-Jan-15	(162)
Bought EUR 5 266 Sold CAD 7 491 @ 1.4225	07-Jan-15	(87)
Bought EUR 5 974 Sold CAD 8 456 @ 1.4155	07-Jan-15	(57)
Bought EUR 535 Sold CAD 763 @ 1.4260	07-Jan-15	(11)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 605 Sold CAD 855 @ 1.4137	07-Jan-15	\$ (5)
Bought EUR 686 Sold CAD 978 @ 1.4258	07-Jan-15	(14)
Bought EUR 768 Sold CAD 1 092 @ 1.4220	07-Jan-15	(12)
Bought EUR 812 Sold CAD 1 144 @ 1.4088	07-Jan-15	(2)
Bought EUR 865 Sold CAD 1 226 @ 1.4168	07-Jan-15	(9)
Bought EUR 889 Sold CAD 1 255 @ 1.4123	07-Jan-15	(6)
Bought GBP 130 Sold CAD 236 @ 1.8170	07-Jan-15	(1)
Bought JPY 1 008 087 Sold CAD 9 786 @ 0.0097	07-Jan-15	(8)
Bought JPY 101 000 Sold CAD 1 046 @ 0.0104	07-Jan-15	(66)
Bought JPY 175 774 Sold CAD 1 758 @ 0.0100	07-Jan-15	(53)
Bought JPY 196 459 Sold CAD 2 039 @ 0.0104	07-Jan-15	(133)
Bought JPY 196 633 Sold CAD 1 928 @ 0.0098	07-Jan-15	(21)
Bought JPY 2 071 506 Sold CAD 21 117 @ 0.0102	07-Jan-15	(1 024)
Bought JPY 75 982 Sold CAD 781 @ 0.0103	07-Jan-15	(44)
Bought JPY 839 301 Sold CAD 8 673 @ 0.0103	07-Jan-15	(532)
Bought CAD 44 212 Sold USD 39 477 @ 1.1199	08-Jan-15	(1 656)
Bought USD 457 Sold CAD 531 @ 1.1624	08-Jan-15	–
Bought CAD 27 763 Sold USD 25 000 @ 1.1105	09-Jan-15	(1 285)
Bought NOK 15 381 Sold CAD 2 605 @ 0.1694	09-Jan-15	(208)
Bought CAD 19 908 Sold USD 17 729 @ 1.1229	12-Jan-15	(694)
Bought CAD 27 905 Sold USD 25 000 @ 1.1162	13-Jan-15	(1 146)
Bought CAD 3 121 Sold USD 2 769 @ 1.1272	13-Jan-15	(97)
Bought CAD 33 298 Sold USD 29 789 @ 1.1178	13-Jan-15	(1 318)
Bought CAD 6 298 Sold USD 5 500 @ 1.1451	13-Jan-15	(93)
Bought USD 2 257 Sold CAD 2 627 @ 1.1642	13-Jan-15	(5)
Bought USD 72 Sold CAD 84 @ 1.1669	13-Jan-15	–
Bought CAD 18 292 Sold USD 16 370 @ 1.1174	14-Jan-15	(732)
Bought CAD 39 203 Sold USD 35 000 @ 1.1201	14-Jan-15	(1 469)
Bought EUR 293 Sold CAD 418 @ 1.4277	15-Jan-15	(6)
Bought USD 125 Sold CAD 145 @ 1.1634	15-Jan-15	–
Bought CAD 10 700 Sold USD 9 500 @ 1.1264	16-Jan-15	(340)
Bought CAD 16 821 Sold USD 15 052 @ 1.1175	16-Jan-15	(671)
Bought BRL 590 Sold CAD 258 @ 0.4370	20-Jan-15	(1)
Bought CAD 114 Sold USD 100 @ 1.1418	20-Jan-15	(2)
Bought CAD 18 009 Sold USD 16 000 @ 1.1256	20-Jan-15	(587)
Bought CAD 28 018 Sold USD 24 901 @ 1.1252	20-Jan-15	(923)
Bought CAD 28 747 Sold USD 25 750 @ 1.1164	20-Jan-15	(1 180)
Bought CAD 1 349 Sold USD 1 190 @ 1.1334	22-Jan-15	(34)
Bought CAD 36 123 Sold USD 32 000 @ 1.1288	22-Jan-15	(1 071)
Bought CAD 39 389 Sold USD 35 000 @ 1.1254	22-Jan-15	(1 292)
Bought CAD 5 666 Sold USD 5 000 @ 1.1333	22-Jan-15	(145)
Bought USD 6 618 Sold CAD 7 708 @ 1.1647	22-Jan-15	(16)
Bought CAD 18 212 Sold USD 16 185 @ 1.1253	23-Jan-15	(600)
Bought CAD 380 Sold USD 332 @ 1.1435	23-Jan-15	(6)
Bought CAD 5 148 Sold USD 4 510 @ 1.1414	27-Jan-15	(95)
Bought CAD 1 182 Sold EUR 847 @ 1.3953	28-Jan-15	(10)
Bought CAD 14 389 Sold USD 12 800 @ 1.1241	28-Jan-15	(491)
Bought CAD 28 258 Sold USD 24 772 @ 1.1407	28-Jan-15	(539)
Bought CAD 4 388 Sold USD 3 800 @ 1.1546	28-Jan-15	(30)
Bought CAD 4 541 Sold USD 4 000 @ 1.1353	28-Jan-15	(109)
Bought CAD 7 285 Sold USD 6 500 @ 1.1207	28-Jan-15	(272)
Bought CAD 16 297 Sold USD 14 500 @ 1.1240	29-Jan-15	(559)
Bought CAD 915 Sold USD 800 @ 1.1442	29-Jan-15	(15)
Bought CAD 25 103 Sold USD 22 161 @ 1.1328	30-Jan-15	(660)
Bought CAD 14 270 Sold GBP 8 013 @ 1.7808	2-Feb-15	(246)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 14 951 Sold USD 13 122 @ 1.1394	02-Feb-15	\$ (305)
Bought CAD 29 452 Sold GBP 16 480 @ 1.7871	02-Feb-15	(403)
Bought CAD 4 304 Sold GBP 2 400 @ 1.7933	02-Feb-15	(44)
Bought CAD 16 898 Sold USD 14 825 @ 1.1399	03-Feb-15	(338)
Bought CAD 9 596 Sold USD 8 500 @ 1.1289	03-Feb-15	(287)
Bought MXN 42 660 Sold CAD 3 453 @ 0.0810	03-Feb-15	(99)
Bought CAD 23 827 Sold USD 21 000 @ 1.1346	04-Feb-15	(589)
Bought CAD 30 158 Sold USD 27 000 @ 1.1170	04-Feb-15	(1 234)
Bought CAD 33 041 Sold USD 28 842 @ 1.1456	04-Feb-15	(493)
Bought MYR 2 796 Sold CAD 927 @ 0.3315	04-Feb-15	(1)
Bought CAD 1 385 Sold NZD 1 571 @ 0.8819	05-Feb-15	(34)
Bought CAD 1 530 Sold NZD 1 735 @ 0.8818	05-Feb-15	(38)
Bought CAD 1 562 Sold NZD 1 786 @ 0.8744	05-Feb-15	(52)
Bought CAD 2 681 Sold USD 2 350 @ 1.1407	05-Feb-15	(52)
Bought CAD 3 153 Sold NZD 3 577 @ 0.8814	05-Feb-15	(79)
Bought CAD 3 993 Sold USD 3 500 @ 1.1410	05-Feb-15	(76)
Bought CAD 49 013 Sold USD 43 000 @ 1.1398	05-Feb-15	(983)
Bought CAD 5 989 Sold NZD 6 795 @ 0.8814	05-Feb-15	(151)
Bought CAD 58 Sold USD 50 @ 1.1610	05-Feb-15	–
Bought CAD 6 045 Sold USD 5 200 @ 1.1625	05-Feb-15	(1)
Bought CAD 655 Sold NZD 750 @ 0.8738	05-Feb-15	(22)
Bought CAD 728 Sold NZD 822 @ 0.8859	05-Feb-15	(14)
Bought USD 3 625 Sold CAD 4 235 @ 1.1684	05-Feb-15	(21)
Bought CAD 2 262 Sold USD 2 000 @ 1.1309	06-Feb-15	(64)
Bought CAD 32 083 Sold USD 28 381 @ 1.1305	06-Feb-15	(916)
Bought CAD 6 031 Sold USD 5 330 @ 1.1315	06-Feb-15	(167)
Bought CAD 17 015 Sold USD 15 100 @ 1.1268	09-Feb-15	(543)
Bought CAD 33 806 Sold USD 30 000 @ 1.1269	09-Feb-15	(1 078)
Bought CAD 7 041 Sold USD 6 065 @ 1.1609	09-Feb-15	(12)
Bought CAD 21 862 Sold USD 19 127 @ 1.1430	10-Feb-15	(379)
Bought CAD 35 257 Sold USD 31 026 @ 1.1364	10-Feb-15	(820)
Bought CAD 8 159 Sold EUR 5 800 @ 1.4067	10-Feb-15	(5)
Bought CAD 2 087 Sold USD 1 836 @ 1.1370	11-Feb-15	(48)
Bought CAD 38 049 Sold USD 33 398 @ 1.1393	11-Feb-15	(788)
Bought CAD 49 256 Sold USD 43 405 @ 1.1348	11-Feb-15	(1 217)
Bought CAD 6 178 Sold USD 5 450 @ 1.1335	11-Feb-15	(160)
Bought CAD 6 232 Sold USD 5 500 @ 1.1331	11-Feb-15	(164)
Bought CAD 6 836 Sold USD 6 000 @ 1.1393	11-Feb-15	(141)
Bought CAD 3 418 Sold USD 3 000 @ 1.1393	12-Feb-15	(71)
Bought CAD 35 199 Sold USD 31 370 @ 1.1221	12-Feb-15	(1 280)
Bought CAD 6 200 Sold USD 5 500 @ 1.1273	12-Feb-15	(196)
Bought CAD 911 Sold USD 800 @ 1.1389	12-Feb-15	(19)
Bought CAD 30 500 Sold USD 27 300 @ 1.1172	13-Feb-15	(1 247)
Bought CAD 14 850 Sold USD 13 100 @ 1.1336	17-Feb-15	(385)
Bought CAD 20 758 Sold USD 17 940 @ 1.1571	17-Feb-15	(106)
Bought CAD 27 227 Sold USD 24 000 @ 1.1345	18-Feb-15	(685)
Bought CAD 3 235 Sold GBP 1 823 @ 1.7747	18-Feb-15	(68)
Bought CAD 14 097 Sold USD 12 469 @ 1.1306	19-Feb-15	(405)
Bought CAD 56 330 Sold USD 49 666 @ 1.1342	19-Feb-15	(1 433)
Bought CAD 10 249 Sold USD 9 000 @ 1.1387	20-Feb-15	(219)
Bought CAD 30 662 Sold USD 27 129 @ 1.1302	20-Feb-15	(891)
Bought USD 155 Sold CAD 181 @ 1.1674	20-Feb-15	(1)
Bought USD 260 Sold CAD 303 @ 1.1648	20-Feb-15	–
Bought CAD 22 079 Sold USD 19 495 @ 1.1326	23-Feb-15	(596)
Bought CAD 16 911 Sold EUR 12 018 @ 1.4071	24-Feb-15	(13)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 22 654 Sold USD 19 997 @ 1.1329	24-Feb-15	\$ (606)
Bought CAD 27 799 Sold USD 24 500 @ 1.1346	24-Feb-15	(699)
Bought CAD 6 433 Sold USD 5 700 @ 1.1286	25-Feb-15	(197)
Bought CAD 9 025 Sold USD 7 900 @ 1.1424	25-Feb-15	(165)
Bought CAD 16 095 Sold USD 14 206 @ 1.1330	26-Feb-15	(429)
Bought CAD 4 993 Sold USD 4 300 @ 1.1612	26-Feb-15	(9)
Bought CAD 54 687 Sold USD 48 000 @ 1.1393	26-Feb-15	(1 147)
Bought CAD 9 458 Sold GBP 5 296 @ 1.7859	26-Feb-15	(139)
Bought CAD 38 641 Sold USD 34 322 @ 1.1259	27-Feb-15	(1 283)
Bought CAD 1 324 Sold AUD 1 400 @ 0.9454	02-Mar-15	–
Bought CAD 11 831 Sold USD 10 500 @ 1.1268	02-Mar-15	(384)
Bought CAD 16 997 Sold USD 15 000 @ 1.1331	02-Mar-15	(453)
Bought CAD 5 853 Sold USD 5 040 @ 1.1613	02-Mar-15	(10)
Bought CAD 7 401 Sold GBP 4 143 @ 1.7865	02-Mar-15	(107)
Bought CAD 10 700 Sold GBP 5 965 @ 1.7938	03-Mar-15	(111)
Bought CAD 3 108 Sold JPY 320 968 @ 0.0097	03-Mar-15	(11)
Bought CAD 20 879 Sold USD 18 300 @ 1.1409	04-Mar-15	(411)
Bought CAD 130 Sold JPY 13 475 @ 0.0097	05-Mar-15	–
Bought CAD 29 770 Sold USD 26 000 @ 1.1450	05-Mar-15	(478)
Bought CAD 38 941 Sold USD 34 137 @ 1.1407	05-Mar-15	(774)
Bought CAD 4 304 Sold JPY 448 616 @ 0.0096	05-Mar-15	(55)
Bought CAD 18 396 Sold EUR 13 114 @ 1.4028	09-Mar-15	(78)
Bought CAD 2 001 Sold GBP 1 109 @ 1.8039	09-Mar-15	(10)
Bought CAD 31 735 Sold GBP 17 665 @ 1.7965	09-Mar-15	(282)
Bought CAD 10 279 Sold EUR 7 330 @ 1.4023	11-Mar-15	(48)
Bought CAD 30 147 Sold USD 26 268 @ 1.1477	11-Mar-15	(418)
Bought CAD 29 594 Sold USD 25 842 @ 1.1452	12-Mar-15	(476)
Bought CAD 17 419 Sold USD 15 024 @ 1.1594	16-Mar-15	(64)
Bought CAD 29 688 Sold GBP 16 547 @ 1.7942	19-Mar-15	(307)
Bought CAD 558 Sold JPY 58 098 @ 0.0096	19-Mar-15	(7)
Bought CAD 22 992 Sold USD 20 000 @ 1.1496	20-Mar-15	(284)
Bought CAD 28 742 Sold USD 25 000 @ 1.1497	23-Mar-15	(354)
Bought MXN 12 150 Sold CAD 963 @ 0.0793	24-Mar-15	(9)
Bought CAD 52 848 Sold USD 45 855 @ 1.1525	25-Mar-15	(523)
Bought CAD 53 559 Sold USD 46 319 @ 1.1563	27-Mar-15	(355)
Bought CAD 27 189 Sold USD 23 375 @ 1.1632	09-Apr-15	(27)
Bought CAD 15 356 Sold USD 13 200 @ 1.1633	13-Apr-15	(15)
		\$ (51 366)
		\$ (37 725)

TOTAL FOREIGN EXCHANGE

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 351 625	\$ 1 318 746	\$ 1 163 898
Cash	210	1 739	66
Subscriptions receivable	18 149	1 954	19 473
Unrealized gain on futures contracts	–	579	–
Futures contracts margin receivable	18	–	–
Unrealized gain on foreign exchange contracts	13 641	2 636	3 884
Dividends receivable, interest accrued and other assets	48 230	18 236	14 815
TOTAL ASSETS	3 431 873	1 343 890	1 202 136
LIABILITIES			
Due to investment dealers	15 840	–	9 468
Redemptions payable	336	833	403
Unrealized loss on futures contracts	626	–	–
Futures contracts margin payable	–	593	–
Unrealized loss on foreign exchange contracts	51 366	14 563	5 776
Accounts payable and accrued expenses	651	571	545
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	68 819	16 560	16 192
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 363 054	\$ 1 327 330	\$ 1 185 944
Investments at cost	\$ 3 187 508	\$ 1 274 050	\$ 1 126 440
NAV			
SERIES A	\$ 201 106	\$ 202 911	\$ 210 424
ADVISOR SERIES	\$ 113 679	\$ 122 448	\$ 124 349
SERIES H	\$ 5 869	\$ 855	\$ –
SERIES D	\$ 58 309	\$ 43 224	\$ 32 457
SERIES F	\$ 49 867	\$ 40 506	\$ 38 518
SERIES I	\$ 8 699	\$ 2 604	\$ –
SERIES O	\$ 2 925 525	\$ 914 782	\$ 780 196
NAV PER UNIT			
SERIES A	\$ 9.69	\$ 9.38	\$ 9.75
ADVISOR SERIES	\$ 9.82	\$ 9.51	\$ 9.88
SERIES H	\$ 9.90	\$ 9.50	\$ –
SERIES D	\$ 10.41	\$ 10.06	\$ 10.44
SERIES F	\$ 9.87	\$ 9.54	\$ 9.92
SERIES I	\$ 10.03	\$ 9.63	\$ –
SERIES O	\$ 9.82	\$ 9.45	\$ 9.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 344	\$ –
Interest for distribution purposes	86 076	59 483
Net gain (loss) from futures contracts	(45)	851
Other income received from underlying funds	5 348	4 974
Securities lending revenue (see note 6 in the generic notes)	43	23
Capital gains received from underlying funds	5 107	312
Net realized gain (loss) on investments	24 430	8 043
Net gain (loss) on foreign currencies and other net assets	(74 760)	(56 217)
Change in unrealized gain (loss) on investments	93 623	(2 797)
TOTAL INCOME (LOSS)	140 166	14 672
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 619	6 046
Administration fees	542	445
Board of Governors costs	3	3
GST/HST	629	679
Transaction costs	5	–
Withholding tax	40	–
TOTAL EXPENSES	6 838	7 173
INCREASE (DECREASE) IN NAV	\$ 133 328	\$ 7 499
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 13 030	\$ (1 749)
ADVISOR SERIES	\$ 7 633	\$ (1 120)
SERIES H	\$ 117	\$ 7
SERIES D	\$ 3 461	\$ (54)
SERIES F	\$ 3 088	\$ (180)
SERIES I	\$ 399	\$ 29
SERIES O	\$ 105 600	\$ 10 566
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.62	\$ (0.07)
ADVISOR SERIES	\$ 0.64	\$ (0.06)
SERIES H	\$ 0.49	\$ (0.02)
SERIES D	\$ 0.72	\$ 0.01
SERIES F	\$ 0.70	\$ 0.02
SERIES I	\$ 0.71	\$ 0.01
SERIES O	\$ 0.72	\$ 0.11

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 133 328	\$ 7 499
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(24 430)	(8 043)
Change in unrealized loss (gain) on investments	(93 623)	2 797
(Increase) decrease in accrued receivables	(29 415)	(4 000)
Increase (decrease) in accrued payables	16 546	(9 442)
Cost of investments purchased	(3 713 235)	(1 241 951)
Proceeds on sales of investments	1 824 207	1 102 384
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 886 622)	(150 756)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 149 416	464 072
Cash paid on redemption of redeemable units	(249 955)	(274 322)
Distributions paid to holders of redeemable units	(13 757)	(37 914)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 885 704	\$ 151 836
Net increase (decrease) in cash for the year	(918)	1 080
Cash (bank overdraft), beginning of period	1 146	66
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 228	\$ 1 146
Interest received	\$ 56 160	\$ 56 062
Dividends received, net of withholding taxes	\$ 225	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 202 911	\$ 210 424	\$ 122 448	\$ 124 349	\$ 855	\$ –	\$ 43 224	\$ 32 457
INCREASE (DECREASE) IN NAV	13 030	(1 749)	7 633	(1 120)	117	7	3 461	(54)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	40 489	76 877	23 275	51 363	5 500	848	19 772	27 745
Reinvestments of distributions to holders of redeemable units	5 933	6 582	3 255	3 687	55	3	1 788	1 541
Redemption of redeemable units	(54 914)	(82 169)	(39 249)	(51 488)	(587)	–	(8 025)	(16 869)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(8 492)	1 290	(12 719)	3 562	4 968	851	13 535	12 417
Distributions from net income	(6 343)	(7 054)	(3 683)	(4 343)	(71)	(3)	(1 911)	(1 596)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(6 343)	(7 054)	(3 683)	(4 343)	(71)	(3)	(1 911)	(1 596)
NET INCREASE (DECREASE) IN NAV	(1 805)	(7 513)	(8 769)	(1 901)	5 014	855	15 085	10 767
NAV AT END OF PERIOD	\$ 201 106	\$ 202 911	\$ 113 679	\$ 122 448	\$ 5 869	\$ 855	\$ 58 309	\$ 43 224

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40 506	\$ 38 518	\$ 2 604	\$ –	\$ 914 782	\$ 780 196	\$ 1 327 330	\$ 1 185 944
INCREASE (DECREASE) IN NAV	3 088	(180)	399	29	105 600	10 566	133 328	7 499
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	25 350	29 875	8 036	2 833	2 043 189	257 012	2 165 611	446 553
Reinvestments of distributions to holders of redeemable units	1 143	1 303	184	18	55 058	6 218	67 416	19 352
Redemption of redeemable units	(18 522)	(27 229)	(2 279)	(252)	(125 882)	(96 745)	(249 458)	(274 752)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 971	3 949	5 941	2 599	1 972 365	166 485	1 983 569	191 153
Distributions from net income	(1 698)	(1 781)	(245)	(24)	(67 222)	(42 465)	(81 173)	(57 266)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 698)	(1 781)	(245)	(24)	(67 222)	(42 465)	(81 173)	(57 266)
NET INCREASE (DECREASE) IN NAV	9 361	1 988	6 095	2 604	2 010 743	134 586	2 035 724	141 386
NAV AT END OF PERIOD	\$ 49 867	\$ 40 506	\$ 8 699	\$ 2 604	\$ 2 925 525	\$ 914 782	\$ 3 363 054	\$ 1 327 330

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of interest income with the potential for modest capital growth by investing primarily in global corporate bonds.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	0.3	0.1	0.7
AA	11.2	9.5	12.4
A	32.2	35.2	37.5
BBB	39.3	38.8	34.7
BB	9.6	7.5	6.3
B	6.2	7.7	7.8
CCC	0.4	0.8	0.3
Unrated	0.8	0.4	0.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	49.8	48.4	48.8
Canada	19.3	17.5	21.9
Other Countries	7.8	15.1	6.4
United Kingdom	6.5	7.7	6.3
France	3.3	–	–
Germany	3.3	–	–
Netherlands	1.9	3.0	4.7
Spain	1.0	–	–
Income Funds	5.0	6.1	9.7
Cash/Other	2.1	2.2	2.2

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	1.2	0.2	0.3
1 – 5 years	36.0	39.6	41.5
5 – 10 years	39.6	39.8	37.5
> 10 years	23.2	20.4	20.7
Total	100.0	100.0	100.0

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.9% (December 31, 2013 – 5.5%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	19 289	–	–	19 289
Mutual fund units	169 051	–	–	169 051
Fixed-income				
and debt securities	–	3 126 889	–	3 126 889
Short-term investments	–	36 396	–	36 396
Derivatives – assets	–	13 641	–	13 641
Derivatives – liabilities	(626)	(51 366)	–	(51 992)
Total financial instruments	187 714	3 125 560	–	3 313 274
% of total portfolio	5.7	94.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	80 791	–	–	80 791
Fixed-income				
and debt securities	–	1 216 663	–	1 216 663
Short-term investments	–	21 292	–	21 292
Derivatives – assets	579	2 636	–	3 215
Derivatives – liabilities	–	(14 563)	–	(14 563)
Total financial instruments	81 370	1 226 028	–	1 307 398
% of total portfolio	6.2	93.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	114 679	–	–	114 679
Fixed-income				
and debt securities	–	1 044 751	–	1 044 751
Short-term investments	–	4 468	–	4 468
Derivatives – assets	–	3 884	–	3 884
Derivatives – liabilities	–	(5 776)	–	(5 776)
Total financial instruments	114 679	1 047 327	–	1 162 006
% of total portfolio	9.9	90.1	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.07%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	109	106
Series I	109	105
Value of all units	2	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Emerging Markets Bond Fund	3.0	15.5	3.9	14.4
BlueBay Emerging Markets Corporate Bond Fund	2.0	16.8	2.2	6.4
			January 1, 2013	
			NAV	Ownership
RBC Emerging Markets Bond Fund			7.0	22.0
BlueBay Emerging Markets Corporate Bond Fund			2.6	10.5

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	81 500
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	2014	2013
For the periods ended December 31 (see note 2 in the generic notes)		
Series A		
Opening units	21 633	21 581
Issued number of units	4 200	7 965
Reinvested number of units	616	696
Redeemed number of units	(5 699)	(8 609)
Ending number of units	20 750	21 633
Advisor Series		
Opening units	12 880	12 590
Issued number of units	2 376	5 233
Reinvested number of units	334	385
Redeemed number of units	(4 016)	(5 328)
Ending number of units	11 574	12 880

Please see the generic notes at the back of the financial statements.



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	90	–
Issued number of units	557	90
Reinvested number of units	6	–
Redeemed number of units	(60)	–
Ending number of units	593	90

Series D		
Opening units	4 297	3 109
Issued number of units	1 905	2 682
Reinvested number of units	173	152
Redeemed number of units	(775)	(1 646)
Ending number of units	5 600	4 297

Series F		
Opening units	4 244	3 884
Issued number of units	2 578	3 040
Reinvested number of units	117	135
Redeemed number of units	(1 888)	(2 815)
Ending number of units	5 051	4 244

Series I		
Opening units	270	–
Issued number of units	808	294
Reinvested number of units	18	2
Redeemed number of units	(228)	(26)
Ending number of units	868	270

Series O		
Opening units	96 798	79 596
Issued number of units	208 289	26 567
Reinvested number of units	5 643	653
Redeemed number of units	(12 894)	(10 018)
Ending number of units	297 836	96 798

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	5	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	43 823	23 766
Fair value of collateral received	44 699	24 241

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income Bond Fund	2.6	6.9
RBC Monthly Income High Yield Bond Fund	0.2	0.2
RBC Managed Payout Solution	23.5	52.2
RBC Managed Payout Solution – Enhanced	6.8	7.1
RBC Balanced Growth & Income Fund	1.7	1.3
RBC Select Very Conservative Portfolio	13.2	–
RBC Select Conservative Portfolio	16.7	–
RBC Select Balanced Portfolio	16.2	–
RBC Select Growth Portfolio	5.1	–
RBC DS Balanced Global Portfolio	–	0.8
RBC DS Growth Global Portfolio	–	0.4
Total	86.0	68.9

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 324 365	1 183 386
Revaluation of investments at FVTPL	2 965	2 558
Net assets attributable to holders of redeemable units	1 327 330	1 185 944

Comprehensive income

Comprehensive income as reported under Canadian GAAP	7 092
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	407
Increase (decrease) in net assets attributable to holders of redeemable units	7 499



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC HIGH YIELD BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
4 750	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	\$ 5 459	\$ 5 043	
				5 459	5 043	0.4
Canada						
7 100	Air Canada USD	6.750	01-Oct-19	8 136	8 599	
5 250	Air Canada	7.625	01-Oct-19	5 682	5 526	
10 200	Baytex Energy Corp. USD	5.125	01-Jun-21	10 944	10 131	
8 000	Baytex Energy Corp.	6.625	19-Jul-22	8 340	7 543	
2 200	Baytex Energy Corp. USD	5.625	01-Jun-24	2 384	2 181	
5 750	Bombardier Inc. USD	7.750	15-Mar-20	6 565	7 282	
14 000	Corus Entertainment Inc.	4.250	11-Feb-20	13 969	13 535	
8 000	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	8 996	9 308	
11 000	Gibson Energy Inc.	7.000	15-Jul-20	11 196	11 358	
5 000	Gibson Energy Inc.	5.375	15-Jul-22	5 006	4 763	
8 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	8 145	8 433	
4 500	HudBay Minerals Inc. USD	9.500	01-Oct-20	4 660	5 097	
1 500	Mattamy Group Corp. USD	6.500	15-Nov-20	1 670	1 760	
10 500	Mattamy Group Corp.	6.875	15-Nov-20	10 553	10 539	
6 500	New Gold Inc. USD	7.000	15-Apr-20	6 769	7 591	
5 000	New Gold Inc. USD	6.250	15-Nov-22	5 639	5 722	
8 185	Newalta Corp.	7.750	14-Nov-19	8 491	8 390	
5 475	Newalta Corp.	5.875	01-Apr-21	5 572	5 281	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	528	482	
16 750	Quebecor Media Inc.	7.375	15-Jan-21	17 642	17 881	
13 500	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	15 226	14 665	
22 500	Videotron Ltd.	6.875	15-Jul-21	24 364	24 164	
4 250	Videotron Ltd.	5.625	15-Jun-25	4 300	4 243	
				194 777	194 474	14.6
France						
13 500	Numericable Group S.A. USD	6.000	15-May-22	15 075	15 790	
				15 075	15 790	1.2
Japan						
13 250	SoftBank Corp. USD	4.500	15-Apr-20	13 851	15 221	
				13 851	15 221	1.1
Luxembourg						
14 000	ArcelorMittal USD	9.850	01-Jun-19	17 841	19 701	
3 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	3 173	3 651	
2 000	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	2 362	2 460	
				23 376	25 812	1.9
Singapore						
11 500	Flextronics International Ltd. USD	4.625	15-Feb-20	11 976	13 628	
				11 976	13 628	1.0
Spain						
9 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	9 300	10 613	
				9 300	10 613	0.8
United Kingdom						
10 050	Ineos Finance Plc. USD	8.375	15-Feb-19	11 502	12 450	
2 980	Ineos Finance Plc. USD	7.500	01-May-20	3 480	3 648	
				14 982	16 098	1.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
15 000	Access Midstream Partners LP	4.875	15-May-23	\$ 16 636	\$ 17 776	
2 250	AMC Entertainment Inc.	9.750	01-Dec-20	2 810	2 856	
4 500	AMC Entertainment Inc.	5.875	15-Feb-22	4 989	5 333	
1 000	American Axle & Manufacturing Holdings, Inc.	5.125	15-Feb-19	1 065	1 191	
2 300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	2 666	3 006	
3 880	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	4 210	4 801	
10 000	Ameristar Casinos Inc.	7.500	15-Apr-21	10 465	12 170	
11 350	Antero Resources Finance Corp.	5.375	01-Nov-21	12 590	12 807	
14 309	Ball Corp.	5.750	15-May-21	15 656	17 497	
12 575	Beazer Homes USA Inc.	6.625	15-Apr-18	13 570	15 340	
8 750	Berry Plastics Corp.	9.750	15-Jan-21	10 108	11 348	
4 729	Brunswick Corp.	4.625	15-May-21	4 824	5 412	
15 250	Calpine Corp.	6.000	15-Jan-22	16 816	18 958	
11 250	Carmike Cinemas Inc.	7.375	15-May-19	12 634	13 952	
8 650	CCO Holdings LLC	7.375	01-Jun-20	9 735	10 678	
12 600	CCO Holdings LLC	6.500	30-Apr-21	13 852	15 426	
12 800	Chesapeake Energy Corp.	4.875	15-Apr-22	14 102	14 536	
11 500	Choice Hotels International Inc.	5.750	01-Jul-22	12 616	14 396	
2 550	Cinemark USA Inc.	4.875	01-Jun-23	2 629	2 776	
5 750	CommScope Inc.	5.500	15-Jun-24	6 295	6 614	
10 500	Community Health Systems Inc.	5.125	15-Aug-18	10 869	12 656	
3 000	Community Health Systems Inc.	5.125	01-Aug-21	3 421	3 634	
14 262	Concho Resources Inc.	7.000	15-Jan-21	16 066	17 439	
4 000	Concho Resources Inc.	5.500	01-Apr-23	4 569	4 692	
12 000	Consol Energy Inc.	5.875	15-Apr-22	13 561	13 035	
9 000	Crown Castle International Corp.	4.875	15-Apr-22	9 911	10 580	
11 500	CSC Holdings LLC	6.750	15-Nov-21	12 616	14 814	
17 500	D.R. Horton Inc.	5.750	15-Aug-23	19 199	21 602	
6 570	Denbury Resources Inc.	6.375	15-Aug-21	7 429	7 290	
11 000	Denbury Resources Inc.	5.500	01-May-22	12 129	11 757	
14 250	DISH DBS Corp.	7.875	01-Sep-19	16 603	18 832	
5 745	Frontier Communications Corp.	8.500	15-Apr-20	6 472	7 475	
2 500	Frontier Communications Corp.	6.250	15-Sep-21	2 722	2 926	
6 000	Frontier Communications Corp.	7.125	15-Jan-23	6 326	7 128	
5 000	Graphic Packaging International Inc.	4.750	15-Apr-21	5 545	5 882	
13 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	13 755	15 708	
14 300	HCA Inc.	5.875	15-Mar-22	15 884	18 234	
6 500	HDTFS Inc.	6.250	15-Oct-22	6 836	7 665	
12 500	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	13 550	15 249	
14 000	HJ Heinz Co.	4.250	15-Oct-20	14 580	16 469	
16 150	Ingles Markets Inc.	5.750	15-Jun-23	17 130	18 887	
6 600	Kinder Morgan Inc.	5.625	15-Nov-23	7 206	8 222	
15 000	Lamar Media Corp.	5.375	15-Jan-24	16 666	18 037	
6 000	Lear Corp.	5.375	15-Mar-24	6 724	7 162	
6 000	Levi Strauss & Co.	7.625	15-May-20	6 968	7 354	
14 000	Micron Technology Inc.	5.875	15-Feb-22	16 080	17 119	
3 750	Micron Technology Inc.	5.500	01-Feb-25	4 054	4 411	
11 525	Mobile Mini Inc.	7.875	01-Dec-20	13 383	13 992	
12 750	NCR Corp.	5.000	15-Jul-22	13 162	14 517	
5 725	Newfield Exploration Co.	5.625	01-Jul-24	6 674	6 614	
12 000	NRG Energy Inc.	7.875	15-May-21	13 306	15 092	
5 000	NRG Energy Inc.	6.250	01-May-24	5 507	5 940	
7 025	Oshkosh Corp.	5.375	01-Mar-22	7 915	8 366	
5 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	5 672	5 932	
9 500	Prestige Brands Inc.	5.375	15-Dec-21	10 144	10 899	
9 625	Qwest Corp.	6.750	01-Dec-21	10 972	12 948	
1 750	Range Resources Corp.	6.750	01-Aug-20	1 928	2 125	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
5 200	Range Resources Corp.	5.750	01-Jun-21	\$ 5 755	\$ 6 268	
7 000	Regal Entertainment Group	5.750	15-Mar-22	7 934	7 807	
15 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	16 892	18 277	
14 000	Rite Aid Corp.	8.000	15-Aug-20	16 180	17 465	
2 500	Seagate HDD Cayman USD	4.750	01-Jun-23	2 596	3 022	
5 000	Seagate HDD Cayman USD	4.750	01-Jan-25	5 456	6 006	
11 365	Service Corp. International	7.625	01-Oct-18	13 063	14 794	
5 397	Service Corp. International	5.375	15-Jan-22	5 793	6 458	
5 930	Sinclair Television Group Inc.	5.375	01-Apr-21	6 556	6 872	
3 000	Sinclair Television Group Inc.	6.375	01-Nov-21	3 415	3 607	
16 000	Smithfield Foods Inc.	6.625	15-Aug-22	17 479	19 518	
12 225	Sonic Automotive Inc.	7.000	15-Jul-22	13 472	15 339	
5 750	Sonic Automotive Inc.	5.000	15-May-23	5 995	6 513	
6 000	Spirit Aerosystems Inc.	6.750	15-Dec-20	6 721	7 424	
2 000	Sprint Capital Corp.	6.875	15-Nov-28	2 119	2 056	
8 450	Sprint Corp.	7.875	15-Sep-23	8 962	9 741	
22 000	Sprint Nextel Corp.	9.000	15-Nov-18	27 841	29 135	
13 000	Standard Pacific Corp.	8.375	15-Jan-21	15 910	17 180	
2 250	Steel Dynamics Inc.	5.125	01-Oct-21	2 446	2 663	
3 750	T-Mobile USA Inc.	6.731	28-Apr-22	4 039	4 504	
19 850	T-Mobile USA Inc.	6.625	01-Apr-23	21 177	23 731	
1 470	T-Mobile USA Inc.	6.500	15-Jan-24	1 555	1 755	
14 843	Targa Resources Partners LP	6.875	01-Feb-21	17 376	17 719	
11 750	Tempur Sealy International Inc.	6.875	15-Dec-20	12 953	14 573	
15 750	Tenet Healthcare Corp.	6.000	01-Oct-20	17 473	19 695	
5 500	Tenet Healthcare Corp.	8.125	01-Apr-22	6 485	7 157	
16 000	The AES Corp.	5.500	15-Mar-24	17 657	18 957	
16 475	Toll Brothers Finance Corp.	5.875	15-Feb-22	18 440	20 528	
13 000	Unit Corp.	6.625	15-May-21	14 343	13 593	
9 000	United Rentals North America Inc.	5.750	15-Jul-18	9 600	10 953	
7 000	United Rentals North America Inc.	7.625	15-Apr-22	8 359	8 982	
6 500	Whiting Petroleum Corp.	5.750	15-Mar-21	6 978	7 023	
4 000	Windstream Holdings Inc.	7.750	01-Oct-21	4 363	4 763	
8 000	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	9 089	9 947	
				918 274	1 001 582	75.1
TOTAL BONDS				1 207 070	1 298 261	97.3
SHORT-TERM INVESTMENTS*				40 499	40 499	3.0
TOTAL INVESTMENTS				1 247 569	1 338 760	100.3
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				—	2 012	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				—	(28 138)	(2.1)
TOTAL PORTFOLIO				\$ 1 247 569	1 312 634	98.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					21 721	1.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 334 355	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.89% to 1.23% and mature between January 15, 2015 and January 30, 2015.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 6 200 Sold CAD 7 077 @ 1.1415	08-Jan-15	\$ 126
Bought USD 1 000 Sold CAD 1 138 @ 1.1381	13-Jan-15	24
Bought USD 3 000 Sold CAD 3 383 @ 1.1275	16-Jan-15	104
Bought USD 8 258 Sold CAD 9 278 @ 1.1236	21-Jan-15	320
Bought USD 15 755 Sold CAD 17 855 @ 1.1333	22-Jan-15	457
Bought USD 4 815 Sold CAD 5 458 @ 1.1334	22-Jan-15	139
Bought USD 10 225 Sold CAD 11 692 @ 1.1435	23-Jan-15	193
Bought USD 10 000 Sold CAD 11 546 @ 1.1546	28-Jan-15	78
Bought USD 6 300 Sold CAD 7 314 @ 1.1610	05-Feb-15	10
Bought USD 2 000 Sold CAD 2 263 @ 1.1315	06-Feb-15	63
Bought USD 1 135 Sold CAD 1 290 @ 1.1370	11-Feb-15	29
Bought USD 7 500 Sold CAD 8 542 @ 1.1389	12-Feb-15	180
Bought USD 5 000 Sold CAD 5 783 @ 1.1566	26-Feb-15	33
Bought CAD 9 108 Sold USD 7 800 @ 1.1677	11-Mar-15	33
Bought CAD 15 880 Sold USD 13 605 @ 1.1672	17-Mar-15	47
Bought CAD 4 671 Sold USD 4 000 @ 1.1679	17-Mar-15	17
Bought CAD 15 623 Sold USD 13 404 @ 1.1655	19-Mar-15	24
Bought CAD 27 133 Sold USD 23 300 @ 1.1645	26-Mar-15	13
Bought CAD 16 204 Sold USD 13 900 @ 1.1658	30-Mar-15	24
Bought CAD 26 828 Sold USD 23 000 @ 1.1664	30-Mar-15	55
Bought CAD 22 272 Sold USD 19 092 @ 1.1665	07-Apr-15	43
		<u>\$ 2 012</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 32 431 Sold USD 28 958 @ 1.1199	08-Jan-15	\$ (1 215)
Bought CAD 22 006 Sold USD 19 598 @ 1.1229	12-Jan-15	(767)
Bought CAD 12 854 Sold USD 11 500 @ 1.1178	13-Jan-15	(509)
Bought CAD 2 136 Sold USD 1 880 @ 1.1363	13-Jan-15	(48)
Bought CAD 56 296 Sold USD 50 000 @ 1.1259	13-Jan-15	(1 805)
Bought USD 1 491 Sold CAD 1 736 @ 1.1642	13-Jan-15	(3)
Bought CAD 15 755 Sold USD 14 100 @ 1.1174	14-Jan-15	(630)
Bought CAD 21 813 Sold USD 19 519 @ 1.1175	16-Jan-15	(871)
Bought CAD 10 779 Sold USD 9 502 @ 1.1344	20-Jan-15	(265)
Bought CAD 13 502 Sold USD 12 000 @ 1.1252	20-Jan-15	(445)
Bought CAD 26 496 Sold USD 23 540 @ 1.1256	20-Jan-15	(863)
Bought CAD 9 571 Sold USD 8 258 @ 1.1590	21-Jan-15	(27)
Bought CAD 14 935 Sold USD 13 236 @ 1.1283	22-Jan-15	(450)
Bought CAD 18 360 Sold USD 15 954 @ 1.1508	22-Jan-15	(183)
Bought CAD 5 399 Sold USD 4 783 @ 1.1288	22-Jan-15	(160)
Bought CAD 42 286 Sold USD 37 579 @ 1.1253	23-Jan-15	(1 393)
Bought CAD 1 681 Sold USD 1 500 @ 1.1207	28-Jan-15	(63)
Bought CAD 5 676 Sold USD 5 000 @ 1.1353	28-Jan-15	(136)
Bought CAD 9 330 Sold USD 8 300 @ 1.1241	28-Jan-15	(318)
Bought CAD 20 681 Sold USD 18 400 @ 1.1240	29-Jan-15	(710)
Bought CAD 572 Sold USD 500 @ 1.1442	29-Jan-15	(8)
Bought CAD 19 781 Sold USD 17 463 @ 1.1328	30-Jan-15	(520)
Bought CAD 11 394 Sold USD 10 000 @ 1.1394	02-Feb-15	(232)
Bought CAD 30 077 Sold USD 26 000 @ 1.1568	02-Feb-15	(151)
Bought CAD 29 303 Sold USD 25 708 @ 1.1399	03-Feb-15	(586)
Bought CAD 564 Sold USD 500 @ 1.1289	03-Feb-15	(17)
Bought CAD 27 465 Sold USD 23 975 @ 1.1456	04-Feb-15	(410)
Bought CAD 1 881 Sold USD 1 650 @ 1.1398	05-Feb-15	(38)
Bought CAD 28 191 Sold USD 24 838 @ 1.1350	05-Feb-15	(688)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 022 Sold USD 2 600 @ 1.1625	05-Feb-15	\$ (1)
Bought CAD 4 184 Sold USD 3 600 @ 1.1622	05-Feb-15	(2)
Bought USD 4 220 Sold CAD 4 931 @ 1.1684	05-Feb-15	(24)
Bought CAD 32 533 Sold USD 28 779 @ 1.1305	06-Feb-15	(929)
Bought USD 15 450 Sold CAD 17 992 @ 1.1645	06-Feb-15	(28)
Bought CAD 29 504 Sold USD 25 963 @ 1.1364	10-Feb-15	(687)
Bought CAD 30 184 Sold USD 26 408 @ 1.1430	10-Feb-15	(524)
Bought CAD 19 789 Sold USD 17 500 @ 1.1308	11-Feb-15	(561)
Bought CAD 313 Sold USD 275 @ 1.1393	11-Feb-15	(6)
Bought CAD 40 290 Sold USD 35 504 @ 1.1348	11-Feb-15	(996)
Bought CAD 24 908 Sold USD 22 198 @ 1.1221	12-Feb-15	(906)
Bought CAD 26 640 Sold USD 23 500 @ 1.1336	17-Feb-15	(690)
Bought CAD 28 090 Sold USD 24 845 @ 1.1306	19-Feb-15	(806)
Bought CAD 23 348 Sold USD 20 658 @ 1.1302	20-Feb-15	(679)
Bought CAD 30 249 Sold USD 26 709 @ 1.1326	23-Feb-15	(817)
Bought CAD 19 391 Sold USD 17 117 @ 1.1329	24-Feb-15	(519)
Bought CAD 24 717 Sold USD 21 769 @ 1.1354	25-Feb-15	(605)
Bought CAD 3 378 Sold USD 2 987 @ 1.1307	25-Feb-15	(97)
Bought CAD 14 729 Sold USD 13 000 @ 1.1330	26-Feb-15	(393)
Bought CAD 9 870 Sold USD 8 500 @ 1.1612	26-Feb-15	(17)
Bought CAD 19 764 Sold USD 17 555 @ 1.1259	27-Feb-15	(656)
Bought CAD 15 863 Sold USD 14 000 @ 1.1331	02-Mar-15	(423)
Bought CAD 2 254 Sold USD 2 000 @ 1.1268	02-Mar-15	(73)
Bought CAD 813 Sold USD 700 @ 1.1613	02-Mar-15	(1)
Bought CAD 15 163 Sold USD 13 290 @ 1.1409	04-Mar-15	(298)
Bought CAD 14 794 Sold USD 12 969 @ 1.1407	05-Mar-15	(294)
Bought CAD 17 175 Sold USD 15 000 @ 1.1450	05-Mar-15	(276)
Bought CAD 28 298 Sold USD 25 000 @ 1.1319	06-Mar-15	(788)
Bought CAD 22 523 Sold USD 20 000 @ 1.1261	09-Mar-15	(747)
Bought CAD 28 301 Sold USD 25 000 @ 1.1320	10-Mar-15	(787)
Bought CAD 28 057 Sold USD 24 135 @ 1.1625	11-Mar-15	(25)
Bought CAD 28 290 Sold USD 24 650 @ 1.1477	11-Mar-15	(392)
Bought USD 24 650 Sold CAD 28 729 @ 1.1655	11-Mar-15	(47)
Bought CAD 12 242 Sold USD 10 690 @ 1.1452	12-Mar-15	(197)
Bought CAD 9 072 Sold USD 7 900 @ 1.1483	13-Mar-15	(121)
Bought CAD 10 314 Sold USD 8 896 @ 1.1594	16-Mar-15	(38)
Bought CAD 6 022 Sold USD 5 225 @ 1.1525	25-Mar-15	(60)
Bought CAD 11 705 Sold USD 10 123 @ 1.1563	27-Mar-15	(78)
Bought CAD 14 958 Sold USD 12 860 @ 1.1632	09-Apr-15	(15)
Bought CAD 25 593 Sold USD 22 000 @ 1.1633	13-Apr-15	(24)

\$ (28 138)

TOTAL FOREIGN EXCHANGE

\$ (26 126)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 338 760	\$ 1 140 965	\$ 733 036
Cash	16	21	22
Subscriptions receivable	1 795	2 533	3 273
Unrealized gain on foreign exchange contracts	2 012	1 101	1 776
Dividends receivable, interest accrued and other assets	21 133	17 539	10 695
TOTAL ASSETS	1 363 716	1 162 159	748 802
LIABILITIES			
Due to investment dealers	–	–	9 519
Redemptions payable	749	1 677	968
Unrealized loss on foreign exchange contracts	28 138	10 626	735
Accounts payable and accrued expenses	474	423	327
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	29 361	12 726	11 549
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 334 355	\$ 1 149 433	\$ 737 253
Investments at cost	\$ 1 247 569	\$ 1 098 123	\$ 717 851
NAV			
SERIES A	\$ 171 940	\$ 164 164	\$ 132 710
ADVISOR SERIES	\$ 85 467	\$ 88 505	\$ 84 977
SERIES H	\$ 10 568	\$ 1 971	\$ –
SERIES D	\$ 46 131	\$ 55 132	\$ 38 037
SERIES F	\$ 68 962	\$ 69 104	\$ 43 644
SERIES I	\$ 8 760	\$ 2 807	\$ –
SERIES O	\$ 942 527	\$ 767 750	\$ 437 885
NAV PER UNIT			
SERIES A	\$ 10.48	\$ 10.61	\$ 10.69
ADVISOR SERIES	\$ 10.57	\$ 10.70	\$ 10.79
SERIES H	\$ 10.66	\$ 10.69	\$ –
SERIES D	\$ 10.58	\$ 10.73	\$ 10.80
SERIES F	\$ 10.60	\$ 10.73	\$ 10.79
SERIES I	\$ 10.73	\$ 10.75	\$ –
SERIES O	\$ 10.66	\$ 10.79	\$ 10.83

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 80 492	\$ 59 567
Securities lending revenue (see note 6 in the generic notes)	17	10
Net realized gain (loss) on investments	23 153	5 420
Net gain (loss) on foreign currencies and other net assets	(75 834)	(31 211)
Change in unrealized gain (loss) on investments	31 748	17 091
TOTAL INCOME (LOSS)	59 576	50 877
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 433	4 010
Administration fees	388	306
Board of Governors costs	3	3
GST/HST	497	462
TOTAL EXPENSES	5 321	4 781
INCREASE (DECREASE) IN NAV	\$ 54 255	\$ 46 096
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 5 475	\$ 5 709
ADVISOR SERIES	\$ 2 798	\$ 3 288
SERIES H	\$ 72	\$ 31
SERIES D	\$ 2 419	\$ 1 919
SERIES F	\$ 2 599	\$ 2 491
SERIES I	\$ 151	\$ 64
SERIES O	\$ 40 741	\$ 32 594
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.33	\$ 0.39
ADVISOR SERIES	\$ 0.33	\$ 0.39
SERIES H	\$ 0.33	\$ 0.24
SERIES D	\$ 0.38	\$ 0.43
SERIES F	\$ 0.39	\$ 0.44
SERIES I	\$ 0.39	\$ 0.27
SERIES O	\$ 0.49	\$ 0.54

* Series H and Series I launched April 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 54 255	\$ 46 096
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(23 153)	(5 420)
Change in unrealized loss (gain) on investments	(31 748)	(17 091)
(Increase) decrease in accrued receivables	(3 594)	(6 844)
Increase (decrease) in accrued payables	51	(9 423)
Cost of investments purchased	(1 962 847)	(2 405 987)
Proceeds on sales of investments	1 836 554	2 031 135
NET CASH PROVIDED BY OPERATING ACTIVITIES	(130 482)	(367 534)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	925 991	640 133
Cash paid on redemption of redeemable units	(770 871)	(255 377)
Distributions paid to holders of redeemable units	(24 643)	(17 223)
NET CASH USED IN FINANCING ACTIVITIES	\$ 130 477	\$ 367 533
Net increase (decrease) in cash for the year	(5)	(1)
Cash (bank overdraft), beginning of period	21	22
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 16	\$ 21
Interest received	\$ 76 898	\$ 52 723
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched April 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 164 164	\$ 132 710	\$ 88 505	\$ 84 977	\$ 1 971	\$ –	\$ 55 132	\$ 38 037
INCREASE (DECREASE) IN NAV	5 475	5 709	2 798	3 288	72	31	2 419	1 919
Early redemption fees	–	1	–	–	–	–	1	–
Proceeds from redeemable units issued	58 833	83 533	34 339	32 558	10 365	1 955	31 007	33 619
Reinvestments of distributions to holders of redeemable units	7 366	6 702	2 783	2 942	231	34	2 992	2 195
Redemption of redeemable units	(56 059)	(57 231)	(39 049)	(31 156)	(1 829)	–	(42 211)	(18 309)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	10 140	33 005	(1 927)	4 344	8 767	1 989	(8 211)	17 505
Distributions from net income	(7 839)	(7 260)	(3 909)	(4 104)	(242)	(49)	(3 209)	(2 329)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7 839)	(7 260)	(3 909)	(4 104)	(242)	(49)	(3 209)	(2 329)
NET INCREASE (DECREASE) IN NAV	7 776	31 454	(3 038)	3 528	8 597	1 971	(9 001)	17 095
NAV AT END OF PERIOD	\$ 171 940	\$ 164 164	\$ 85 467	\$ 88 505	\$ 10 568	\$ 1 971	\$ 46 131	\$ 55 132

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 69 104	\$ 43 644	\$ 2 807	\$ –	\$ 767 750	\$ 437 885	\$ 1 149 433	\$ 737 253
INCREASE (DECREASE) IN NAV	2 599	2 491	151	64	40 741	32 594	54 255	46 096
Early redemption fees	–	–	–	–	–	–	1	1
Proceeds from redeemable units issued	32 147	44 139	12 421	2 754	746 141	440 835	925 253	639 393
Reinvestments of distributions to holders of redeemable units	1 876	1 754	239	21	34 235	23 063	49 722	36 711
Redemption of redeemable units	(33 158)	(19 925)	(6 510)	–	(591 128)	(129 466)	(769 944)	(256 087)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	865	25 968	6 150	2 775	189 248	334 432	205 032	420 018
Distributions from net income	(3 606)	(2 999)	(348)	(32)	(55 212)	(37 161)	(74 365)	(53 934)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 606)	(2 999)	(348)	(32)	(55 212)	(37 161)	(74 365)	(53 934)
NET INCREASE (DECREASE) IN NAV	(142)	25 460	5 953	2 807	174 777	329 865	184 922	412 180
NAV AT END OF PERIOD	\$ 68 962	\$ 69 104	\$ 8 760	\$ 2 807	\$ 942 527	\$ 767 750	\$ 1 334 355	\$ 1 149 433

* Series H and Series I launched April 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of income with the potential for modest capital growth by investing primarily in higher-yielding corporate debt securities issued by Canadian and U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
A	–	0.5	1.4
BBB	4.3	9.2	18.3
BB	52.9	44.3	39.1
B	40.5	44.2	40.6
CCC	2.3	1.8	0.6
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	75.1	65.0	58.0
Canada	14.6	17.3	22.7
Other Countries	5.7	6.5	2.8
Luxembourg	1.9	–	–
United Kingdom	–	1.1	0.4
Cash/Other	2.7	10.1	16.1

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	–	–	0.4
1 – 5 years	19.0	19.8	28.5
5 – 10 years	79.7	80.1	69.4
> 10 years	1.3	0.1	1.7
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.0% (December 31, 2013 – 3.8%, January 1, 2013 – 4.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 298 261	–	1 298 261
Short-term investments	–	40 499	–	40 499
Derivatives – assets	–	2 012	–	2 012
Derivatives – liabilities	–	(28 138)	–	(28 138)
Total financial instruments	–	1 312 634	–	1 312 634
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 033 771	–	1 033 771
Short-term investments	–	107 194	–	107 194
Derivatives – assets	–	1 101	–	1 101
Derivatives – liabilities	–	(10 626)	–	(10 626)
Total financial instruments	–	1 131 440	–	1 131 440
% of total portfolio	–	100.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	618 711	–	618 711
Short-term investments	–	114 325	–	114 325
Derivatives – assets	–	1 776	–	1 776
Derivatives – liabilities	–	(735)	–	(735)
Total financial instruments	–	734 077	–	734 077
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	99	95
Series I	100	95
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	71 395
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	15 469	12 415
Issued number of units	5 464	7 801
Reinvested number of units	692	636
Redeemed number of units	(5 224)	(5 383)
Ending number of units	16 401	15 469
Advisor Series		
Opening units	8 268	7 874
Issued number of units	3 164	3 011
Reinvested number of units	260	277
Redeemed number of units	(3 609)	(2 894)
Ending number of units	8 083	8 268
Series H		
Opening units	184	–
Issued number of units	953	181
Reinvested number of units	22	3
Redeemed number of units	(168)	–
Ending number of units	991	184
Series D		
Opening units	5 140	3 523
Issued number of units	2 847	3 110
Reinvested number of units	278	206
Redeemed number of units	(3 904)	(1 699)
Ending number of units	4 361	5 140



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	6 441	4 044
Issued number of units	2 951	4 080
Reinvested number of units	175	165
Redeemed number of units	(3 062)	(1 848)
Ending number of units	6 505	6 441
Series I		
Opening units	261	–
Issued number of units	1 131	259
Reinvested number of units	22	2
Redeemed number of units	(598)	–
Ending number of units	816	261
Series O		
Opening units	71 174	40 420
Issued number of units	68 248	40 564
Reinvested number of units	3 168	2 157
Redeemed number of units	(54 192)	(11 967)
Ending number of units	88 398	71 174

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	8 253	5 606
Fair value of collateral received	8 418	5 718

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income Bond Fund	3.3	–
RBC Bond Trust	–	0.1
RBC Monthly Income High Yield Bond Fund	0.3	0.1
Phillips, Hager & North Total Return Bond Fund	1.2	–
Phillips, Hager & North Enhanced Total Return Bond Fund	0.3	–
Phillips, Hager & North Core Plus Bond Fund	1.7	1.5
Phillips, Hager & North Enhanced Long Bond Pension Trust	–	–
Phillips, Hager & North Enhanced Long Government Bond Fund	–	0.1
RBC Target 2025 Education Fund	3.1	3.4
RBC Target 2030 Education Fund	1.3	0.6
Phillips, Hager & North Monthly Income Fund	14.9	16.7

Please see the generic notes at the back of the financial statements.

	December 31 2014	December 31 2013
Phillips, Hager & North Balanced Fund	1.1	–
Phillips, Hager & North Balanced Pension Trust	1.9	–
Total	29.1	22.5

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 145 351	734 716
Revaluation of investments at FVTPL	4 082	2 537
Net assets attributable to holders of redeemable units	1 149 433	737 253
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		44 551
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		1 545
Increase (decrease) in net assets attributable to holders of redeemable units		46 096



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)
RBC \$U.S. HIGH YIELD BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
400	Baytex Energy Corp.	6.625	19-Jul-22	\$ 394	\$ 325	
400	Bombardier Inc. USD	7.750	15-Mar-20	444	436	
500	Corus Entertainment Inc.	4.250	11-Feb-20	464	415	
200	Crew Energy Inc.	8.375	21-Oct-20	192	166	
400	Gibson Energy Inc.	7.000	15-Jul-20	403	355	
250	Gibson Energy Inc.	5.375	15-Jul-22	231	205	
350	HudBay Minerals Inc. USD	9.500	01-Oct-20	359	341	
250	Mattamy Group Corp. USD	6.500	15-Nov-20	248	253	
320	Newalta Corp.	7.750	14-Nov-19	330	282	
75	Newalta Corp.	5.875	01-Apr-21	67	62	
500	Quebecor Media Inc.	7.375	15-Jan-21	510	459	
500	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	465	423	
400	Videotron Ltd.	6.875	15-Jul-21	415	370	
500	Videotron Ltd.	5.625	15-Jun-25	452	430	
				4 974	4 522	7.5
France						
500	Numericable Group S.A. USD	6.000	15-May-22	500	503	
				500	503	0.8
Japan						
250	SoftBank Corp. USD	4.500	15-Apr-20	248	247	
				248	247	0.4
Luxembourg						
750	ArcelorMittal USD	9.850	01-Jun-19	942	908	
500	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	534	524	
250	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	266	265	
				1 742	1 697	2.8
Singapore						
550	Flextronics International Ltd. USD	4.625	15-Feb-20	557	561	
				557	561	0.9
United States						
750	Access Midstream Partners LP	4.875	15-May-23	755	765	
442	Ally Financial Inc.	8.000	15-Mar-20	530	523	
500	AMC Entertainment Inc.	9.750	01-Dec-20	577	546	
250	AMC Entertainment Inc.	5.875	15-Feb-22	256	255	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	343	338	
500	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	544	533	
650	Ameristar Casinos Inc.	7.500	15-Apr-21	707	681	
750	Antero Resources Finance Corp.	5.375	01-Nov-21	782	728	
500	Ball Corp.	5.750	15-May-21	527	526	
750	Beazer Homes USA Inc.	6.625	15-Apr-18	800	788	
500	Berry Plastics Corp.	9.750	15-Jan-21	585	558	
500	Calpine Corp.	5.375	15-Jan-23	506	506	
500	Carmike Cinemas Inc.	7.375	15-May-19	547	534	
200	CCO Holdings LLC	7.375	01-Jun-20	218	213	
750	CCO Holdings LLC	6.500	30-Apr-21	792	790	
250	CCOH Safari LLC	5.750	01-Dec-24	253	253	
750	Cedar Fair LP	5.250	15-Mar-21	762	758	
750	CenturyLink Inc.	6.750	01-Dec-23	789	824	
500	Chaparral Energy Inc.	7.625	15-Nov-22	467	333	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Chesapeake Energy Corp.	4.875	15-Apr-22	\$ 1 009	\$ 978	
250	Choice Hotels International Inc.	5.750	01-Jul-22	262	269	
500	Cinemark USA Inc.	4.875	01-Jun-23	479	468	
500	CIT Group Inc.	5.000	01-Aug-23	512	515	
200	Community Health Systems Inc.	5.125	15-Aug-18	211	208	
300	Community Health Systems Inc.	7.125	15-Jul-20	314	320	
400	Concho Resources Inc.	7.000	15-Jan-21	436	421	
600	Concho Resources Inc.	5.500	01-Apr-23	632	606	
251	Continental Resources Inc.	7.125	01-Apr-21	281	269	
500	Crown Castle International Corp.	4.875	15-Apr-22	498	506	
750	CSC Holdings LLC	6.750	15-Nov-21	826	832	
1 000	D.R. Horton Inc.	5.750	15-Aug-23	1 048	1 063	
450	Denbury Resources Inc.	6.375	15-Aug-21	482	430	
500	Denbury Resources Inc.	5.500	01-May-22	500	460	
750	DISH DBS Corp.	7.875	01-Sep-19	879	853	
500	Equinix Inc.	5.375	01-Jan-22	502	507	
300	Frontier Communications Corp.	6.250	15-Sep-21	300	302	
500	Frontier Communications Corp.	7.125	15-Jan-23	527	511	
750	Graphic Packaging International Inc.	4.750	15-Apr-21	761	759	
1 000	HCA Inc.	5.875	15-Mar-22	1 071	1 098	
250	HDTFS Inc.	6.250	15-Oct-22	263	254	
750	HJ Heinz Co.	4.250	15-Oct-20	754	759	
750	Ingles Markets Inc.	5.750	15-Jun-23	750	755	
350	International Lease Finance Corp.	8.625	15-Sep-15	389	365	
600	Lamar Media Corp.	5.000	01-May-23	601	597	
750	Lear Corp.	5.375	15-Mar-24	762	771	
532	Levi Strauss & Co.	7.625	15-May-20	580	561	
250	Linn Energy Finance Corp.	8.625	15-Apr-20	268	219	
700	MGM Resorts International	6.750	01-Oct-20	768	737	
375	MGM Resorts International	6.000	15-Mar-23	376	379	
650	Mobile Mini Inc.	7.875	01-Dec-20	714	679	
750	NCR Corp.	5.000	15-Jul-22	751	735	
750	Newfield Exploration Co.	5.625	01-Jul-24	804	746	
750	NRG Energy Inc.	7.875	15-May-21	819	812	
105	Oasis Petroleum Inc.	7.250	01-Feb-19	113	101	
150	Oasis Petroleum Inc.	6.500	01-Nov-21	161	137	
1 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 000	1 021	
500	Prestige Brands Inc.	8.125	01-Feb-20	559	535	
400	Range Resources Corp.	5.750	01-Jun-21	427	415	
750	Regal Entertainment Group	5.750	15-Mar-22	752	720	
75	Reynolds Group Issuer Inc.	9.000	15-Apr-19	80	78	
750	Reynolds Group Issuer Inc.	6.875	15-Feb-21	808	787	
750	Rite Aid Corp.	8.000	15-Aug-20	826	805	
750	Seagate HDD Cayman USD	4.750	01-Jun-23	777	779	
300	Service Corp. International	7.625	01-Oct-18	346	336	
125	Service Corp. International	5.375	15-Jan-22	128	129	
750	Sinclair Television Group Inc.	5.375	01-Apr-21	763	748	
750	Smithfield Foods Inc.	6.625	15-Aug-22	794	788	
350	Sonic Automotive Inc.	7.000	15-Jul-22	383	378	
350	Sonic Automotive Inc.	5.000	15-May-23	334	341	
500	Spirit Aerosystems Inc.	6.750	15-Dec-20	541	533	
500	Sprint Capital Corp.	6.875	15-Nov-28	472	443	
750	Sprint Nextel Corp.	6.000	15-Nov-22	738	693	
650	Standard Pacific Corp.	8.375	15-Jan-21	755	739	
300	T-Mobile USA Inc.	6.731	28-Apr-22	313	310	
200	T-Mobile USA Inc.	6.500	15-Jan-24	203	206	
400	Targa Resources Partners LP	6.875	01-Feb-21	434	411	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
378	Targa Resources Partners LP	6.375	01-Aug-22	\$ 402	\$ 385	
500	Tempur Sealy International Inc.	6.875	15-Dec-20	541	534	
400	Tenet Healthcare Corp.	6.250	01-Nov-18	437	436	
150	Tenet Healthcare Corp.	6.000	01-Oct-20	158	161	
200	Tenet Healthcare Corp.	8.125	01-Apr-22	218	224	
37	The AES Corp.	8.000	15-Oct-17	43	42	
700	The AES Corp.	5.500	15-Mar-24	706	714	
750	Toll Brothers Finance Corp.	5.875	15-Feb-22	795	804	
750	Unit Corp.	6.625	15-May-21	796	675	
850	United Rentals North America Inc.	7.625	15-Apr-22	950	939	
750	Whiting Petroleum Corp.	5.750	15-Mar-21	815	698	
500	Windstream Holdings Inc.	7.750	01-Oct-21	536	513	
750	WPX Energy Inc.	5.250	15-Sep-24	749	701	
150	Wynn Las Vegas LLC Corp.	7.875	01-May-20	167	158	
150	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	168	161	
250	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	258	255	
				50 315	49 029	80.7
TOTAL BONDS				58 336	56 559	93.1
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
39 000	Barclays Capital High Yield Bond SPDR Fund			\$ 1 509	\$ 1 506	
1	USD/BRL, Put @ 2.4000 April 1, 2015			16	2	
(1)	USD/BRL, Written Call @ 2.9234 April 1, 2015			(16)	(11)	
TOTAL OTHER INVESTMENTS				1 509	1 497	2.5
SHORT-TERM INVESTMENTS*				1 589	1 589	2.6
TOTAL INVESTMENTS				61 434	59 645	98.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					89	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					(91)	(0.1)
TOTAL PORTFOLIO				\$ 61 434	59 643	98.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					1 100	1.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 60 743	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 228 Sold CAD 255 @ 1.1199	08-Jan-15	\$ 9
Bought USD 266 Sold KRW 280 410 @ 0.0009	14-Jan-15	10
Bought USD 194 Sold CAD 220 @ 1.1344	20-Jan-15	5
Bought USD 186 Sold CAD 210 @ 1.1288	22-Jan-15	5
Bought USD 571 Sold JPY 67 738 @ 0.0084	02-Feb-15	5
Bought PHP 26 659 Sold USD 593 @ 0.0223	03-Feb-15	1
Bought USD 597 Sold PHP 26 659 @ 0.0224	03-Feb-15	2
Bought USD 132 Sold CAD 150 @ 1.1398	05-Feb-15	3
Bought USD 171 Sold CAD 194 @ 1.1348	11-Feb-15	4
Bought KRW 323 670 Sold USD 290 @ 0.0009	25-Feb-15	5
Bought USD 299 Sold KRW 323 670 @ 0.0009	25-Feb-15	4
Bought USD 1 327 Sold CAD 1 503 @ 1.1330	26-Feb-15	34
Bought USD 344 Sold CAD 400 @ 1.1612	26-Feb-15	1
Bought USD 941 Sold CAD 1 095 @ 1.1633	13-Apr-15	1
		\$ 89

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought BRL 712 Sold USD 272 @ 2.6220	09-Jan-15	\$ (4)
Bought KRW 280 410 Sold USD 260 @ 0.0009	14-Jan-15	(4)
Bought MXN 10 620 Sold USD 787 @ 13.4998	15-Jan-15	(66)
Bought MXN 357 Sold USD 26 @ 13.6230	15-Jan-15	(2)
Bought MXN 540 Sold USD 40 @ 13.6270	15-Jan-15	(3)
Bought MXN 572 Sold USD 39 @ 14.7456	15-Jan-15	(1)
Bought MXN 619 Sold USD 45 @ 13.6085	15-Jan-15	(4)
Bought MXN 709 Sold USD 49 @ 14.4274	15-Jan-15	(1)
Bought JPY 32 370 Sold USD 271 @ 0.0084	02-Feb-15	(1)
Bought JPY 35 368 Sold USD 300 @ 0.0085	02-Feb-15	(4)
Bought CAD 11 Sold USD 10 @ 1.1525	25-Mar-15	(1)
		\$ (91)
TOTAL FOREIGN EXCHANGE		\$ (2)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 59 645	\$ 21 415	\$ –
Cash	4	4	150
Subscriptions receivable	282	–	–
Unrealized gain on foreign exchange contracts	89	14	–
Dividends receivable, interest accrued and other assets	883	320	–
TOTAL ASSETS	60 903	21 753	150
LIABILITIES			
Redemptions payable	59	–	–
Unrealized loss on foreign exchange contracts	91	1	–
Distributions payable	–	50	–
Accounts payable and accrued expenses	10	3	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	160	54	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 60 743	\$ 21 699	\$ 150
Investments at cost	\$ 61 434	\$ 21 378	\$ –
NAV			
SERIES A	\$ 3 676	\$ 576	\$ 1
ADVISOR SERIES	\$ 595	\$ 5	\$ 1
SERIES H	\$ 1	\$ 1	\$ 1
SERIES D	\$ 644	\$ 250	\$ 1
SERIES F	\$ 1 173	\$ 36	\$ 1
SERIES I	\$ 1	\$ 1	\$ 1
SERIES O	\$ 54 653	\$ 20 830	\$ 144
NAV PER UNIT			
SERIES A	\$ 9.83	\$ 10.05	\$ 10.00
ADVISOR SERIES	\$ 9.86	\$ 10.05	\$ 10.00
SERIES H	\$ 9.75	\$ 10.01	\$ 10.00
SERIES D	\$ 9.81	\$ 10.04	\$ 10.00
SERIES F	\$ 9.90	\$ 10.07	\$ 10.00
SERIES I	\$ 9.75	\$ 10.01	\$ 10.00
SERIES O	\$ 9.82	\$ 10.04	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10	\$ –
Interest for distribution purposes	2 570	194
Net realized gain (loss) on investments	(87)	(1)
Net gain (loss) on foreign currencies and other net assets	143	27
Change in unrealized gain (loss) on investments	(1 841)	50
TOTAL INCOME (LOSS)	795	270
EXPENSES (see notes – Fund Specific Information)		
Management fees	43	1
Administration fees	7	3
Board of Governors costs	3	1
GST/HST	5	–
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	55	5
INCREASE (DECREASE) IN NAV	\$ 740	\$ 265
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (51)	\$ 3
ADVISOR SERIES	\$ (2)	\$ –
SERIES H	\$ –	\$ –
SERIES D	\$ 8	\$ 2
SERIES F	\$ (16)	\$ –
SERIES I	\$ (11)	\$ –
SERIES O	\$ 812	\$ 260
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.02	\$ 0.07
ADVISOR SERIES	\$ 0.02	\$ 0.07
SERIES H	\$ 0.08	\$ 0.11
SERIES D	\$ 0.07	\$ 0.09
SERIES F	\$ 0.07	\$ 0.07
SERIES I	\$ 0.07	\$ 0.12
SERIES O	\$ 0.18	\$ 0.12

* Fund launched October 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 740	\$ 265
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	87	1
Change in unrealized loss (gain) on investments	1 841	(50)
(Increase) decrease in accrued receivables	(563)	(320)
Increase (decrease) in accrued payables	7	3
Cost of investments purchased	(683 186)	(129 546)
Proceeds on sales of investments	643 043	108 167
NET CASH PROVIDED BY OPERATING ACTIVITIES	(38 031)	(21 480)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	50 391	21 540
Cash paid on redemption of redeemable units	(11 349)	(57)
Distributions paid to holders of redeemable units	(1 011)	1
NET CASH USED IN FINANCING ACTIVITIES	\$ 38 031	\$ 21 484
Net increase (decrease) in cash for the year	–	4
Cash (bank overdraft), beginning of period	4	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 4
Interest received	\$ 2 013	\$ (126)
Dividends received, net of withholding taxes	\$ 4	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched October 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 576	\$ —	\$ 5	\$ —	\$ 1	\$ —	\$ 250	\$ —
INCREASE (DECREASE) IN NAV	(51)	3	(2)	—	—	—	8	2
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	4 962	581	634	5	—	1	1 255	248
Reinvestments of distributions to holders of redeemable units	79	5	7	—	—	—	28	3
Redemption of redeemable units	(1 790)	(7)	(29)	—	—	—	(866)	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 251	579	612	5	—	1	417	251
Distributions from net income	(77)	(5)	(16)	—	—	—	(27)	(2)
Distributions from net gains	(23)	(1)	(4)	—	—	—	(4)	(1)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(100)	(6)	(20)	—	—	—	(31)	(3)
NET INCREASE (DECREASE) IN NAV	3 100	576	590	5	—	1	394	250
NAV AT END OF PERIOD	\$ 3 676	\$ 576	\$ 595	\$ 5	\$ 1	\$ 1	\$ 644	\$ 250

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 36	\$ —	\$ 1	\$ —	\$ 20 830	\$ —	\$ 21 699	\$ —
INCREASE (DECREASE) IN NAV	(16)	—	(11)	—	812	260	740	265
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	1 486	36	400	1	41 936	20 668	50 673	21 540
Reinvestments of distributions to holders of redeemable units	21	—	—	—	1 527	239	1 662	247
Redemption of redeemable units	(320)	—	(389)	—	(8 014)	(50)	(11 408)	(57)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 187	36	11	1	35 449	20 857	40 927	21 730
Distributions from net income	(26)	—	—	—	(2 114)	(251)	(2 260)	(258)
Distributions from net gains	(8)	—	—	—	(324)	(36)	(363)	(38)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(34)	—	—	—	(2 438)	(287)	(2 623)	(296)
NET INCREASE (DECREASE) IN NAV	1 137	36	—	1	33 823	20 830	39 044	21 699
NAV AT END OF PERIOD	\$ 1 173	\$ 36	\$ 1	\$ 1	\$ 54 653	\$ 20 830	\$ 60 743	\$ 21 699

* Fund launched October 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and modest capital growth by investing primarily in higher-yielding corporate debt securities issued by U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013
BBB	2.5	4.5
BB	45.5	33.6
B	47.0	57.0
CCC	2.4	4.9
Unrated	2.6	–
Total	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013
United States	80.7	75.2
Canada	7.5	8.9
Other Countries	4.9	4.4
Cash/Other	6.9	11.5

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013
Less than 1 year	0.6	–
1 – 5 years	10.2	12.7
5 – 10 years	87.7	85.2
> 10 years	1.5	2.1
Total	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.0% (December 31, 2013 – 4.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 501	–	–	1 501
Mutual fund units	–	–	–	–
Fixed-income	–	–	–	–
and debt securities	–	56 555	–	56 555
Short-term investments	–	1 589	–	1 589
Derivatives – assets	–	89	–	89
Derivatives – liabilities	–	(91)	–	(91)
Total financial instruments	1 501	58 142	–	59 643
% of total portfolio	2.5	97.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income	–	–	–	–
and debt securities	–	19 222	–	19 222
Short-term investments	–	2 193	–	2 193
Derivatives – assets	–	14	–	14
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	–	21 428	–	21 428
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series H	1.10%
Series D	0.90%
Series F	0.75%
Series I	0.60%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	105	101
Advisor Series	105	101
Series H	106	101
Series D	106	101
Series F	105	101
Series I	107	102
Series O	1 069 723	1 013 333
Value of all units	10 513	10 182

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The Fund had no capital or non-capital losses as at December 31, 2014.

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	57	–
Issued number of units	486	57
Reinvested number of units	8	1
Redeemed number of units	(177)	(1)
Ending number of units	374	57
Advisor Series		
Opening units	1	–
Issued number of units	61	1
Reinvested number of units	1	–
Redeemed number of units	(3)	–
Ending number of units	60	1
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	25	–
Issued number of units	123	25
Reinvested number of units	3	–
Redeemed number of units	(85)	–
Ending number of units	66	25
Series F		
Opening units	4	–
Issued number of units	145	4
Reinvested number of units	2	–
Redeemed number of units	(32)	–
Ending number of units	119	4
Series I		
Opening units	–	–
Issued number of units	40	–
Reinvested number of units	–	–
Redeemed number of units	(40)	–
Ending number of units	–	–
Series O		
Opening units	2 074	–
Issued number of units	4 127	2 055
Reinvested number of units	152	24
Redeemed number of units	(789)	(5)
Ending number of units	5 564	2 074



December 31, 2014

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	21 618	150
Revaluation of investments at FVTPL	81	–
Net assets attributable to holders of redeemable units	21 699	150
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		184
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		81
Increase (decrease) in net assets attributable to holders of redeemable units		265

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL HIGH YIELD BOND FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
9 691 227	BlueBay Emerging Markets Corporate Bond Fund*	\$ 102 447	\$ 105 991	
TOTAL MUTUAL FUND UNITS		102 447	105 991	4.9

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
1 030	Republic of Angola USD	7.000	16-Aug-19	\$ 1 217	\$ 1 195	
				1 217	1 195	0.1
Australia						
1 511	FMG Resources (August 2006) Pty Ltd. USD	6.875	01-Feb-18	1 662	1 598	
4 600	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	5 095	4 883	
				6 757	6 481	0.3
Azerbaijan						
10 025	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	11 396	12 026	
7 305	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	7 873	8 275	
				19 269	20 301	0.9
Belarus						
1 140	Republic of Belarus USD	8.750	03-Aug-15	1 016	1 260	
				1 016	1 260	0.1
Brazil						
8 255	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	10 171	10 304	
3 000	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	3 572	3 675	
2 385	Petrobras International Finance Co. USD	7.875	15-Mar-19	3 022	2 930	
7 735	Petrobras International Finance Co. USD	6.750	27-Jan-41	8 502	8 219	
6 675	Republic of Brazil USD	4.250	07-Jan-25	7 536	7 801	
1 760	Republic of Brazil USD	7.125	20-Jan-37	2 364	2 577	
				35 167	35 506	1.7
Canada						
6 010	Air Canada USD	6.750	01-Oct-19	6 788	7 279	
4 250	Air Canada	7.625	01-Oct-19	4 586	4 472	
2 000	Baytex Energy Corp. USD	5.125	01-Jun-21	2 089	1 986	
4 000	Baytex Energy Corp.	6.625	19-Jul-22	4 085	3 771	
4 750	Baytex Energy Corp. USD	5.625	01-Jun-24	5 202	4 710	
4 850	Bombardier Inc. USD	7.750	15-Mar-20	5 655	6 141	
6 100	Cascades Inc.	5.500	15-Jul-21	6 047	5 937	
6 000	Corus Entertainment Inc.	4.250	11-Feb-20	5 969	5 800	
3 000	Crew Energy Inc.	8.375	21-Oct-20	2 984	2 904	
4 500	Gibson Energy Inc.	7.000	15-Jul-20	4 516	4 646	
4 000	Gibson Energy Inc.	5.375	15-Jul-22	4 012	3 810	
8 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	8 263	8 433	
5 000	HudBay Minerals Inc. USD	9.500	01-Oct-20	5 201	5 664	
4 000	Mattamy Group Corp. USD	6.500	15-Nov-20	4 509	4 694	
5 000	Mattamy Group Corp.	6.875	15-Nov-20	5 018	5 019	
5 000	New Gold Inc. USD	7.000	15-Apr-20	5 226	5 839	
3 000	New Gold Inc. USD	6.250	15-Nov-22	3 428	3 433	
5 450	Newalta Corp.	7.750	14-Nov-19	5 639	5 587	
900	Newalta Corp.	5.875	01-Apr-21	900	868	
7 150	Precision Drilling Corp. USD	5.250	15-Nov-24	7 782	6 895	
7 000	Quebecor Media Inc.	7.375	15-Jan-21	7 165	7 473	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
5 000	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	\$ 5 036	\$ 4 919	
10 000	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	10 857	10 863	
5 870	Videotron Ltd.	6.875	15-Jul-21	6 111	6 304	
7 750	Videotron Ltd.	5.625	15-Jun-25	7 838	7 737	
				134 906	135 184	6.3
Chile						
3 850	Celulosa Arauco y Constitucion S.A. USD	4.500	01-Aug-24	4 133	4 464	
24 388	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	26 337	29 186	
				30 470	33 650	1.6
China						
4 496	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	4 949	5 568	
11 450	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	12 169	14 085	
3 180	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	3 594	3 892	
				20 712	23 545	1.1
Colombia						
3 067	Ecopetrol S.A. USD	7.625	23-Jul-19	3 880	4 098	
3 350	Ecopetrol S.A. USD	5.875	28-May-45	3 606	3 620	
4 675	Republic of Colombia USD	11.750	25-Feb-20	7 538	7 629	
11 175	Republic of Colombia USD	8.125	21-May-24	16 681	17 227	
8 690	Republic of Colombia USD	6.125	18-Jan-41	11 214	12 142	
				42 919	44 716	2.1
Costa Rica						
3 750	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	4 176	4 324	
4 900	Costa Rica Government USD	4.375	30-Apr-25	4 968	5 117	
				9 144	9 441	0.4
Croatia						
7 075	Croatia Government USD	6.250	27-Apr-17	8 417	8 747	
12 040	Croatia Government USD	6.750	05-Nov-19	13 587	15 414	
4 225	Croatia Government USD	6.375	24-Mar-21	5 046	5 374	
				27 050	29 535	1.4
Dominican Republic						
11 533	Dominican Republic USD	7.500	06-May-21	13 480	14 758	
6 950	Dominican Republic USD	7.450	30-Apr-44	8 402	8 874	
				21 882	23 632	1.1
Ecuador						
7 950	Government of Ecuador USD	7.950	20-Jun-24	8 943	7 956	
				8 943	7 956	0.4
El Salvador						
7 675	Republic of El Salvador USD	7.375	01-Dec-19	9 107	9 850	
				9 107	9 850	0.5
France						
10 000	Numericable Group S.A. USD	6.000	15-May-22	11 254	11 696	
				11 254	11 696	0.5
Gabon						
1 475	Gabonese Republic USD	6.375	12-Dec-24	1 729	1 635	
				1 729	1 635	0.1
Georgia						
1 825	Georgia Government USD	6.875	12-Apr-21	2 137	2 221	
				2 137	2 221	—
Guatemala						
9 430	Republic of Guatemala USD	5.750	06-Jun-22	11 139	11 914	
				11 139	11 914	0.6

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
10 140	Hungary Government USD	4.125	19-Feb-18	\$ 11 123	\$ 12 237	
2 935	Hungary Government USD	6.250	29-Jan-20	3 648	3 839	
				14 771	16 076	0.7
Iceland						
5 575	Iceland Government USD	5.875	11-May-22	6 484	7 276	
				6 484	7 276	0.3
India						
1 650	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	1 990	2 056	
3 950	Export-Import Bank of India USD	4.000	07-Aug-17	4 278	4 791	
4 975	Export-Import Bank of India USD	3.875	02-Oct-19	5 536	5 962	
1 750	NTPC Ltd. USD	5.625	14-Jul-21	2 184	2 248	
				13 988	15 057	0.7
Indonesia						
4 530	Government of Indonesia USD	5.875	13-Mar-20	5 585	5 844	
10 335	Government of Indonesia USD	4.875	05-May-21	11 479	12 768	
4 825	Government of Indonesia USD	5.250	17-Jan-42	5 049	5 689	
4 835	Majapahit Holding BV USD	7.750	17-Oct-16	5 541	6 179	
10 335	Pertamina Persero PT USD	5.625	20-May-43	10 035	11 347	
11 995	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	13 797	14 598	
				51 486	56 425	2.6
Iraq						
3 595	Republic of Iraq USD	5.800	15-Jan-28	3 405	3 529	
				3 405	3 529	0.1
Ireland						
3 955	Ireland Government EUR	5.400	13-Mar-25	5 638	7 667	
				5 638	7 667	0.4
Israel						
3 330	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	4 115	4 328	
				4 115	4 328	0.1
Ivory Coast						
6 450	Ivory Coast Government USD	5.750	31-Dec-32	6 628	7 231	
				6 628	7 231	0.3
Japan						
5 500	SoftBank Corp. USD	4.500	15-Apr-20	5 757	6 318	
				5 757	6 318	0.3
Jordan						
3 805	Jordan Government USD	3.875	12-Nov-15	4 001	4 457	
				4 001	4 457	0.2
Kazakhstan						
6 575	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	7 823	7 562	
8 375	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	10 778	10 682	
4 250	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	4 962	5 018	
13 625	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	12 836	13 376	
6 500	Samruk-Energy JSC USD	3.750	20-Dec-17	6 800	7 287	
				43 199	43 925	2.1
Lithuania						
4 700	Lithuania Government USD	6.125	09-Mar-21	6 111	6 370	
				6 111	6 370	0.3
Luxembourg						
8 500	ArcelorMittal USD	9.850	01-Jun-19	10 842	11 961	
6 000	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	6 155	7 302	
3 000	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	3 551	3 690	
				20 548	22 953	1.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Malaysia						
4 000	1MDB Global Investments Ltd. USD	4.400	09-Mar-23	\$ 4 538	\$ 4 600	
1 950	Petronas Capital Ltd. USD	5.250	12-Aug-19	2 237	2 515	
				6 775	7 115	0.3
Mexico						
1 775	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	2 073	2 150	
2 675	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	3 274	3 263	
11 050	Comision Federal de Electricidad USD	4.875	26-May-21	12 488	13 691	
51 000	Mexican Bonos MXN	8.000	11-Jun-20	5 002	4 527	
1 700	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	1 867	2 074	
7 200	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	8 474	9 703	
11 275	Petroleos Mexicanos USD	6.000	05-Mar-20	14 105	14 769	
7 300	Petroleos Mexicanos USD	3.500	30-Jan-23	7 407	8 133	
7 130	United Mexican States USD	5.750	12-Oct-10	7 857	8 937	
				62 547	67 247	3.1
Morocco						
2 750	Morocco Government EUR	4.500	05-Oct-20	3 574	4 295	
2 000	Morocco Government USD	5.500	11-Dec-42	2 420	2 405	
2 525	OCP S.A. USD	5.625	25-Apr-24	2 810	3 091	
				8 804	9 791	0.5
Netherlands						
8 000	Constellium N.V. USD	5.750	15-May-24	8 983	8 133	
6 000	NXP BV USD	5.750	15-Feb-21	6 764	7 354	
				15 747	15 487	0.7
Nigeria						
1 440	Nigeria Government USD	6.750	28-Jan-21	1 659	1 718	
				1 659	1 718	0.1
Pakistan						
1 510	Pakistan Government USD	6.875	01-Jun-17	1 776	1 789	
2 000	Pakistan Government USD	7.250	15-Apr-19	2 230	2 375	
				4 006	4 164	0.2
Panama						
13 805	Republic of Panama USD	7.125	29-Jan-26	18 316	20 454	
5 198	Republic of Panama USD	6.700	26-Jan-36	6 985	7 836	
				25 301	28 290	1.3
Peru						
3 675	Banco de Credito del Peru USD	5.375	16-Sep-20	4 335	4 633	
13 985	Republic of Peru USD	7.350	21-Jul-25	18 910	21 622	
7 425	Republic of Peru USD	5.625	18-Nov-50	9 425	10 190	
				32 670	36 445	1.7
Philippines						
15 005	Republic of Philippines USD	8.375	17-Jun-19	20 572	22 177	
11 356	Republic of Philippines USD	7.750	14-Jan-31	16 727	19 089	
116 000	Republic of Philippines PHP	6.250	14-Jan-36	2 967	3 401	
				40 266	44 667	2.1
Poland						
8 740	Government of Poland USD	6.375	15-Jul-19	10 360	11 918	
6 200	Government of Poland USD	5.125	21-Apr-21	7 598	8 133	
				17 958	20 051	0.9
Qatar						
2 585	State of Qatar USD	6.400	20-Jan-40	3 409	3 824	
				3 409	3 824	0.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Romania						
3 295	Romanian Government EUR	4.625	18-Sep-20	\$ 4 755	\$ 5 347	
9 350	Romanian Government USD	6.750	07-Feb-22	11 936	13 059	
				16 691	18 406	0.9
Russia						
6 405	Gazprom OAO USD	9.250	23-Apr-19	8 525	7 624	
30 170	Russian Federation USD	5.000	31-Mar-30	25 089	23 866	
600	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	523	585	
				34 137	32 075	1.5
Rwanda						
4 820	Rwanda International Government USD	6.625	02-May-23	5 292	5 734	
				5 292	5 734	0.3
Serbia						
8 335	Republic of Serbia USD	5.250	21-Nov-17	8 899	9 953	
2 075	Republic of Serbia USD	5.875	03-Dec-18	2 422	2 528	
				11 321	12 481	0.6
Seychelles						
1 055	Republic of Seychelles USD	5.000	01-Jan-26	1 054	1 201	
				1 054	1 201	0.1
Singapore						
7 000	Flextronics International Ltd. USD	4.625	15-Feb-20	7 772	8 295	
				7 772	8 295	0.4
Slovenia						
10 560	Slovenia Government USD	5.500	26-Oct-22	12 241	13 645	
				12 241	13 645	0.6
South Africa						
5 050	Eskom Holdings Ltd. USD	5.750	26-Jan-21	5 818	5 926	
6 285	Republic of South Africa USD	4.665	17-Jan-24	6 960	7 592	
				12 778	13 518	0.6
South Korea						
6 400	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	6 941	8 368	
				6 941	8 368	0.4
Spain						
9 000	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	9 429	10 613	
				9 429	10 613	0.5
Sri Lanka						
5 395	Sri Lanka Government USD	6.250	04-Oct-20	6 359	6 561	
				6 359	6 561	0.3
Supranational						
5 740	African Export-Import Bank USD	5.750	27-Jul-16	6 247	6 919	
6 700	Eurasian Development Bank USD	5.000	26-Sep-20	7 196	6 738	
				13 443	13 657	0.6
Turkey						
3 425	Export Credit Bank of Turkey USD	5.375	04-Nov-16	3 612	4 183	
7 550	Export Credit Bank of Turkey USD	5.875	24-Apr-19	8 775	9 386	
10 250	Republic of Turkey USD	7.500	14-Jul-17	12 402	13 335	
7 050	Republic of Turkey USD	7.000	11-Mar-19	8 839	9 382	
1 600	Republic of Turkey USD	5.750	22-Mar-24	1 761	2 086	
3 675	Republic of Turkey USD	4.875	16-Apr-43	4 037	4 269	
1 650	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	1 732	1 963	
				41 158	44 604	2.1
Ukraine						
5 150	Ukraine Government USD	7.800	28-Nov-22	4 937	3 576	
				4 937	3 576	0.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Arab Emirates						
1 350	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	\$ 1 524	\$ 1 819	
5 585	Emirate of Dubai USD	7.750	05-Oct-20	6 745	7 926	
5 000	IPIC GMTN Ltd. USD	5.000	15-Nov-20	5 610	6 434	
				13 879	16 179	0.8
United Kingdom						
10 000	Ineos Finance Plc. USD	7.500	01-May-20	11 787	12 242	
				11 787	12 242	0.6
United States						
13 000	Access Midstream Partners LP	4.875	15-May-23	14 556	15 405	
1 700	Alcoa Inc.	5.400	15-Apr-21	2 125	2 142	
6 024	Ally Financial Inc.	8.000	15-Mar-20	6 618	8 276	
7 000	AMC Entertainment Inc.	9.750	01-Dec-20	8 324	8 885	
1 000	AMC Entertainment Inc.	5.875	15-Feb-22	1 168	1 185	
8 000	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	8 769	10 456	
2 000	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	2 466	2 475	
8 500	Ameristar Casinos Inc.	7.500	15-Apr-21	8 939	10 344	
8 000	Antero Resources Finance Corp.	5.375	01-Nov-21	8 912	9 027	
9 825	Ball Corp.	5.750	15-May-21	11 448	12 014	
6 650	Beazer Homes USA Inc.	6.625	15-Apr-18	6 941	8 112	
7 500	Berry Plastics Corp.	9.750	15-Jan-21	8 541	9 726	
6 800	Brunswick Corp.	4.625	15-May-21	6 930	7 782	
1 500	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	1 639	1 717	
10 000	California Resources Corp.	5.500	15-Sep-21	11 212	9 991	
10 000	Calpine Corp.	6.000	15-Jan-22	11 395	12 431	
9 750	Carmike Cinemas Inc.	7.375	15-May-19	10 793	12 092	
2 750	CCO Holdings LLC	7.375	01-Jun-20	2 891	3 395	
7 000	CCO Holdings LLC	6.500	30-Apr-21	7 491	8 570	
3 000	CCO Holdings LLC	6.625	31-Jan-22	3 526	3 716	
3 000	CCOH Safari LLC	5.750	01-Dec-24	3 441	3 533	
7 250	Cedar Fair LP	5.250	15-Mar-21	8 078	8 507	
7 000	CenturyLink Inc.	6.750	01-Dec-23	8 362	8 936	
6 500	Chaparral Energy Inc.	7.625	15-Nov-22	6 078	5 022	
10 500	Chesapeake Energy Corp.	4.875	15-Apr-22	11 625	11 924	
6 246	Choice Hotels International Inc.	5.750	01-Jul-22	6 864	7 819	
5 400	Cinemark USA Inc.	4.875	01-Jun-23	5 707	5 878	
6 000	CIT Group Inc.	5.000	01-Aug-23	6 712	7 180	
5 500	CommScope Inc.	5.500	15-Jun-24	6 022	6 326	
4 500	Community Health Systems Inc.	5.125	15-Aug-18	4 680	5 424	
4 000	Community Health Systems Inc.	7.125	15-Jul-20	4 453	4 961	
1 000	Community Health Systems Inc.	5.125	01-Aug-21	1 122	1 211	
6 000	Concho Resources Inc.	7.000	15-Jan-21	6 888	7 337	
6 000	Concho Resources Inc.	5.500	01-Apr-23	6 831	7 038	
10 000	Consol Energy Inc.	5.875	15-Apr-22	11 233	10 863	
8 000	Crown Castle International Corp.	4.875	15-Apr-22	8 916	9 405	
8 500	CSC Holdings LLC	6.750	15-Nov-21	9 227	10 949	
10 000	D.R. Horton Inc.	5.750	15-Aug-23	11 410	12 344	
2 800	Denbury Resources Inc.	6.375	15-Aug-21	3 240	3 107	
5 250	Denbury Resources Inc.	5.500	01-May-22	5 793	5 611	
8 500	DISH DBS Corp.	7.875	01-Sep-19	10 082	11 233	
5 500	DISH DBS Corp.	5.875	15-Nov-24	6 288	6 438	
7 000	Dynegy Finance I Inc.	6.750	01-Nov-19	7 974	8 285	
2 500	Eagle Spinco Inc.	4.625	15-Feb-21	2 531	2 763	
8 000	Equinix Inc.	5.375	01-Jan-22	9 097	9 428	
3 000	Frontier Communications Corp.	6.250	15-Sep-21	3 290	3 512	
8 000	Frontier Communications Corp.	7.125	15-Jan-23	8 721	9 504	
9 000	Graphic Packaging International Inc.	4.750	15-Apr-21	9 960	10 587	
4 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 981	4 833	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
16 650	HCA Inc.	5.875	15-Mar-22	\$ 18 999	\$ 21 230	
2 000	HCA Inc.	5.875	01-May-23	2 303	2 454	
6 000	HDTFS Inc.	6.250	15-Oct-22	6 286	7 075	
921	Hearst-Argyle Television Inc.	7.000	15-Jan-18	810	1 081	
5 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	5 542	6 099	
7 150	HJ Heinz Co.	4.250	15-Oct-20	7 750	8 411	
9 000	Ingles Markets Inc.	5.750	15-Jun-23	9 665	10 525	
3 000	International Lease Finance Corp.	8.625	15-Sep-15	3 060	3 642	
5 150	Kinder Morgan Inc.	5.625	15-Nov-23	5 608	6 416	
10 000	Lamar Media Corp.	5.375	15-Jan-24	11 330	12 025	
8 000	Lear Corp.	5.375	15-Mar-24	8 958	9 550	
7 000	Liberty Mutual Group Inc.	7.000	15-Mar-37	8 194	8 377	
3 050	Linn Energy Finance Corp.	8.625	15-Apr-20	3 336	3 101	
7 000	MGM Resorts International	6.750	01-Oct-20	6 943	8 560	
3 750	MGM Resorts International	6.000	15-Mar-23	4 248	4 400	
7 400	Micron Technology Inc.	5.875	15-Feb-22	8 612	9 049	
1 500	Micron Technology Inc.	5.500	01-Feb-25	1 637	1 764	
6 500	Mobile Mini Inc.	7.875	01-Dec-20	7 216	7 892	
8 000	NCR Corp.	5.000	15-Jul-22	8 578	9 109	
7 000	Newfield Exploration Co.	5.625	01-Jul-24	8 233	8 087	
4 000	NRG Energy Inc.	7.875	15-May-21	4 262	5 031	
8 000	NRG Energy Inc.	6.250	01-May-24	8 986	9 504	
1 835	Oasis Petroleum Inc.	7.250	01-Feb-19	1 940	2 057	
1 500	Oasis Petroleum Inc.	6.500	01-Nov-21	1 525	1 595	
1 400	Oshkosh Corp.	5.375	01-Mar-22	1 586	1 667	
10 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	11 401	11 865	
6 000	Prestige Brands Inc.	8.125	01-Feb-20	6 428	7 459	
4 850	Qwest Corp.	6.750	01-Dec-21	5 453	6 525	
2 000	Range Resources Corp.	6.750	01-Aug-20	2 362	2 428	
4 000	Range Resources Corp.	5.750	01-Jun-21	4 628	4 821	
7 000	Regal Entertainment Group	5.750	15-Mar-22	7 773	7 807	
1 700	Reynolds Group Issuer Inc.	9.000	15-Apr-19	1 898	2 054	
8 775	Reynolds Group Issuer Inc.	6.875	15-Feb-21	10 025	10 692	
8 500	Rite Aid Corp.	8.000	15-Aug-20	9 758	10 604	
4 000	Seagate HDD Cayman USD	4.750	01-Jun-23	4 395	4 835	
6 360	Service Corp. International	7.625	01-Oct-18	7 357	8 279	
1 500	Service Corp. International	5.375	15-Jan-22	1 685	1 795	
7 237	Sinclair Television Group Inc.	5.375	01-Apr-21	7 980	8 387	
6 000	Six Flags Entertainment Corp.	5.250	15-Jan-21	6 588	7 006	
13 000	Smithfield Foods Inc.	6.625	15-Aug-22	14 464	15 859	
6 350	Sonic Automotive Inc.	7.000	15-Jul-22	7 267	7 968	
6 500	Sonic Automotive Inc.	5.000	15-May-23	6 890	7 363	
4 500	Spirit Aerosystems Inc.	6.750	15-Dec-20	4 754	5 568	
10 000	Sprint Capital Corp.	6.875	15-Nov-28	9 016	10 282	
4 000	Sprint Corp.	7.875	15-Sep-23	4 840	4 611	
7 500	Sprint Nextel Corp.	9.000	15-Nov-18	8 855	9 933	
3 350	Sprint Nextel Corp.	6.000	15-Nov-22	3 620	3 595	
11 000	Standard Pacific Corp.	8.375	15-Jan-21	13 919	14 537	
5 000	Steel Dynamics Inc.	5.125	01-Oct-21	5 491	5 918	
35	T-Mobile USA Inc.	6.731	28-Apr-22	36	42	
11 500	T-Mobile USA Inc.	6.625	01-Apr-23	12 574	13 748	
500	T-Mobile USA Inc.	6.500	15-Jan-24	522	597	
10 450	Targa Resources Partners LP	6.875	01-Feb-21	12 213	12 475	
1 550	Targa Resources Partners LP	6.375	01-Aug-22	1 827	1 832	
6 800	Tempur Sealy International Inc.	6.875	15-Dec-20	7 306	8 434	
6 250	Tenet Healthcare Corp.	6.000	01-Oct-20	7 055	7 816	
5 400	Tenet Healthcare Corp.	8.125	01-Apr-22	6 370	7 027	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
791	The AES Corp.	8.000	15-Oct-17	\$ 840	\$ 1 034	
10 000	The AES Corp.	5.500	15-Mar-24	11 041	11 848	
12 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	13 599	14 952	
9 000	Unit Corp.	6.625	15-May-21	10 000	9 411	
10 500	United Rentals North America Inc.	7.625	15-Apr-22	12 476	13 474	
15 800	United States Treasury	2.500	15-May-24	17 816	18 904	
1 950	Universal Health Services Inc.	4.750	01-Aug-22	2 249	2 268	
8 000	Whiting Petroleum Corp.	5.750	15-Mar-21	9 149	8 644	
3 250	Windstream Holdings Inc.	7.750	01-Oct-21	3 535	3 870	
3 000	Windstream Holdings Inc.	6.375	01-Aug-23	3 266	3 238	
8 000	WPX Energy Inc.	5.250	15-Sep-24	8 560	8 690	
1 750	Wynn Las Vegas LLC Corp.	7.875	01-May-20	1 793	2 145	
7 000	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	7 940	8 295	
				815 911	875 335	40.9
Uruguay						
7 750	Republic of Uruguay USD	4.500	14-Aug-24	8 497	9 508	
3 550	Republic of Uruguay USD	7.625	21-Mar-36	4 691	5 640	
				13 188	15 148	0.7
Venezuela						
13 455	Republic of Venezuela USD	9.250	15-Sep-27	9 881	7 556	
9 975	Republic of Venezuela USD	7.000	31-Mar-38	6 057	4 768	
				15 938	12 324	0.6
Vietnam						
4 280	Republic of Vietnam USD	4.800	19-Nov-24	4 925	5 137	
				4 925	5 137	0.2
Zambia						
1 850	Zambia Government USD	5.375	20-Sep-22	1 976	1 996	
				1 976	1 996	0.1
TOTAL BONDS				1 861 248	1 981 224	92.5
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
650 000	Barclays Capital High Yield Bond SPDR Fund			\$ 29 249	\$ 29 157	
TOTAL OTHER INVESTMENTS				29 249	29 157	1.3
SHORT-TERM INVESTMENTS†				23 025	23 025	1.1
TOTAL INVESTMENTS				2 015 969	2 139 397	99.8
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(163)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	4 121	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(43 214)	(2.0)
TOTAL PORTFOLIO				\$ 2 015 969	2 100 141	98.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					42 110	2.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 2 142 251	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.22% and mature between January 19, 2015 and January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(42) Euro-Bund Future, March 2015		
Contracts at EUR 153.11 per contract	\$ (8 999)	\$ (163)
TOTAL FUTURES	\$ (8 999)	\$ (163)

\$10 759 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 3 829 Sold CAD 4 349 @ 1.1359	02-Jan-15	\$ 99
Bought USD 9 700 Sold CAD 11 073 @ 1.1415	08-Jan-15	198
Bought CAD 9 349 Sold NOK 57 260 @ 0.1633	09-Jan-15	423
Bought USD 454 Sold CAD 511 @ 1.1248	13-Jan-15	17
Bought USD 192 Sold CAD 218 @ 1.1378	15-Jan-15	5
Bought USD 5 594 Sold CAD 6 293 @ 1.1250	15-Jan-15	208
Bought USD 507 Sold CAD 569 @ 1.1216	15-Jan-15	21
Bought BRL 22 897 Sold CAD 9 817 @ 0.4287	20-Jan-15	147
Bought CAD 6 616 Sold USD 5 675 @ 1.1658	20-Jan-15	20
Bought USD 11 307 Sold CAD 12 969 @ 1.1470	20-Jan-15	173
Bought CAD 5 054 Sold EUR 3 577 @ 1.4131	21-Jan-15	23
Bought EUR 3 057 Sold CAD 4 300 @ 1.4065	21-Jan-15	1
Bought CAD 4 293 Sold EUR 2 963 @ 1.4489	22-Jan-15	125
Bought CAD 809 Sold EUR 570 @ 1.4187	23-Jan-15	7
Bought CAD 27 Sold USD 23 @ 1.1645	27-Jan-15	-
Bought CAD 310 Sold USD 265 @ 1.1680	27-Jan-15	1
Bought USD 1 000 Sold CAD 1 139 @ 1.1385	27-Jan-15	24
Bought USD 1 834 Sold CAD 2 065 @ 1.1257	27-Jan-15	67
Bought USD 170 Sold CAD 197 @ 1.1602	27-Jan-15	-
Bought USD 450 Sold CAD 507 @ 1.1259	27-Jan-15	16
Bought USD 59 Sold CAD 67 @ 1.1422	27-Jan-15	1
Bought USD 600 Sold CAD 697 @ 1.1620	27-Jan-15	-
Bought USD 78 Sold CAD 88 @ 1.1269	27-Jan-15	3
Bought CAD 3 120 Sold EUR 2 144 @ 1.4550	28-Jan-15	103
Bought USD 13 000 Sold CAD 15 010 @ 1.1546	28-Jan-15	102
Bought CAD 2 291 Sold EUR 1 600 @ 1.4321	29-Jan-15	40
Bought USD 494 Sold CAD 557 @ 1.1268	04-Feb-15	18
Bought CAD 19 953 Sold USD 17 133 @ 1.1646	05-Feb-15	32
Bought CAD 92 Sold EUR 65 @ 1.4172	05-Feb-15	1
Bought USD 2 474 Sold CAD 2 822 @ 1.1407	05-Feb-15	54
Bought USD 9 825 Sold CAD 11 407 @ 1.1610	05-Feb-15	16
Bought CAD 1 462 Sold USD 1 255 @ 1.1645	06-Feb-15	2
Bought USD 4 000 Sold CAD 4 526 @ 1.1315	06-Feb-15	125
Bought USD 8 470 Sold CAD 9 698 @ 1.1450	06-Feb-15	150
Bought USD 6 767 Sold CAD 7 760 @ 1.1467	09-Feb-15	109
Bought CAD 3 225 Sold EUR 2 255 @ 1.4300	10-Feb-15	50
Bought USD 4 488 Sold CAD 5 139 @ 1.1451	11-Feb-15	80
Bought USD 414 Sold CAD 469 @ 1.1332	11-Feb-15	12
Bought USD 475 Sold CAD 539 @ 1.1348	11-Feb-15	13
Bought USD 2 650 Sold CAD 3 018 @ 1.1389	12-Feb-15	63
Bought USD 6 262 Sold CAD 7 173 @ 1.1456	20-Feb-15	110
Bought USD 546 Sold CAD 631 @ 1.1548	26-Feb-15	5

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 6 862 Sold CAD 7 727 @ 1.1260	27-Feb-15	\$ 256
Bought USD 60 Sold CAD 68 @ 1.1393	27-Feb-15	1
Bought CAD 6 622 Sold USD 5 675 @ 1.1669	03-Mar-15	20
Bought JPY 1 040 306 Sold CAD 9 988 @ 0.0096	03-Mar-15	121
Bought USD 1 000 Sold CAD 1 161 @ 1.1614	03-Mar-15	2
Bought USD 1 202 Sold CAD 1 373 @ 1.1420	03-Mar-15	25
Bought USD 3 274 Sold CAD 3 740 @ 1.1424	03-Mar-15	69
Bought USD 4 603 Sold CAD 5 258 @ 1.1424	03-Mar-15	97
Bought USD 85 Sold CAD 98 @ 1.1568	03-Mar-15	1
Bought USD 960 Sold CAD 1 100 @ 1.1457	03-Mar-15	17
Bought MXN 78 537 Sold CAD 6 143 @ 0.0782	04-Mar-15	26
Bought CAD 1 466 Sold EUR 1 036 @ 1.4151	05-Mar-15	7
Bought JPY 23 712 Sold CAD 227 @ 0.0096	05-Mar-15	3
Bought CAD 17 516 Sold USD 15 000 @ 1.1677	11-Mar-15	63
Bought CAD 41 389 Sold USD 35 440 @ 1.1679	17-Mar-15	147
Bought BRL 22 163 Sold CAD 9 187 @ 0.4145	18-Mar-15	314
Bought BRL 3 087 Sold CAD 1 323 @ 0.4286	18-Mar-15	-
Bought CAD 23 311 Sold USD 20 000 @ 1.1655	19-Mar-15	35
Bought CAD 12 402 Sold USD 10 644 @ 1.1652	26-Mar-15	13
Bought CAD 26 726 Sold USD 22 950 @ 1.1645	26-Mar-15	13
Bought CAD 6 758 Sold USD 5 800 @ 1.1652	26-Mar-15	7
Bought CAD 39 654 Sold USD 34 015 @ 1.1658	30-Mar-15	59
Bought CAD 48 823 Sold USD 41 856 @ 1.1664	30-Mar-15	100
Bought CAD 31 337 Sold USD 26 863 @ 1.1665	07-Apr-15	61
		\$ 4 121

Contracts	Maturity Date	Unrealized Loss
Bought CAD 4 421 Sold USD 3 829 @ 1.1545	02-Jan-15	\$ (28)
Bought CAD 39 442 Sold USD 35 218 @ 1.1199	08-Jan-15	(1 477)
Bought CAD 33 315 Sold USD 30 000 @ 1.1105	09-Jan-15	(1 543)
Bought NOK 57 260 Sold CAD 9 699 @ 0.1694	09-Jan-15	(774)
Bought CAD 31 919 Sold USD 28 426 @ 1.1229	12-Jan-15	(1 112)
Bought CAD 15 909 Sold USD 14 000 @ 1.1363	13-Jan-15	(360)
Bought CAD 34 144 Sold USD 30 000 @ 1.1381	13-Jan-15	(716)
Bought CAD 40 570 Sold USD 36 295 @ 1.1178	13-Jan-15	(1 605)
Bought USD 373 Sold CAD 435 @ 1.1669	13-Jan-15	(2)
Bought USD 779 Sold CAD 907 @ 1.1642	13-Jan-15	(2)
Bought CAD 23 800 Sold USD 21 300 @ 1.1174	14-Jan-15	(951)
Bought USD 330 Sold CAD 384 @ 1.1634	15-Jan-15	-
Bought CAD 3 492 Sold USD 3 100 @ 1.1264	16-Jan-15	(111)
Bought CAD 33 513 Sold USD 29 989 @ 1.1175	16-Jan-15	(1 338)
Bought BRL 1 040 Sold CAD 454 @ 0.4370	20-Jan-15	(2)
Bought CAD 18 003 Sold USD 16 000 @ 1.1252	20-Jan-15	(593)
Bought CAD 23 976 Sold USD 21 000 @ 1.1417	20-Jan-15	(431)
Bought CAD 457 Sold USD 400 @ 1.1418	20-Jan-15	(8)
Bought CAD 462 Sold USD 400 @ 1.1544	20-Jan-15	(3)
Bought CAD 33 762 Sold USD 30 000 @ 1.1254	22-Jan-15	(1 107)
Bought CAD 496 Sold USD 439 @ 1.1288	22-Jan-15	(15)
Bought CAD 6 523 Sold USD 5 755 @ 1.1334	22-Jan-15	(166)
Bought CAD 2 122 Sold USD 1 856 @ 1.1435	23-Jan-15	(35)
Bought CAD 45 051 Sold USD 40 036 @ 1.1253	23-Jan-15	(1 484)
Bought CAD 230 Sold USD 200 @ 1.1483	27-Jan-15	(3)
Bought CAD 42 Sold USD 37 @ 1.1243	27-Jan-15	(1)
Bought CAD 5 564 Sold USD 4 875 @ 1.1414	27-Jan-15	(103)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 680 Sold USD 1 480 @ 1.1353	28-Jan-15	\$ (40)
Bought CAD 1 791 Sold USD 1 598 @ 1.1207	28-Jan-15	(67)
Bought CAD 22 434 Sold USD 20 000 @ 1.1217	28-Jan-15	(816)
Bought CAD 27 970 Sold USD 24 182 @ 1.1567	28-Jan-15	(141)
Bought CAD 3 444 Sold USD 3 064 @ 1.1241	28-Jan-15	(118)
Bought CAD 34 618 Sold USD 30 800 @ 1.1240	29-Jan-15	(1 188)
Bought CAD 24 462 Sold USD 21 595 @ 1.1328	30-Jan-15	(643)
Bought CAD 11 394 Sold USD 10 000 @ 1.1394	02-Feb-15	(232)
Bought CAD 28 920 Sold USD 25 000 @ 1.1568	02-Feb-15	(146)
Bought CAD 1 355 Sold USD 1 200 @ 1.1289	03-Feb-15	(40)
Bought CAD 33 611 Sold USD 29 487 @ 1.1399	03-Feb-15	(672)
Bought MXN 118 306 Sold CAD 9 577 @ 0.0810	03-Feb-15	(274)
Bought MXN 18 189 Sold CAD 1 443 @ 0.0794	03-Feb-15	(13)
Bought CAD 28 808 Sold USD 25 147 @ 1.1456	04-Feb-15	(430)
Bought MYR 9 064 Sold CAD 3 004 @ 0.3315	04-Feb-15	(4)
Bought CAD 20 920 Sold USD 18 000 @ 1.1622	05-Feb-15	(9)
Bought CAD 24 643 Sold USD 21 620 @ 1.1398	05-Feb-15	(494)
Bought CAD 3 351 Sold USD 2 933 @ 1.1425	05-Feb-15	(59)
Bought CAD 3 487 Sold USD 3 000 @ 1.1625	05-Feb-15	(1)
Bought USD 6 055 Sold CAD 7 074 @ 1.1684	05-Feb-15	(34)
Bought CAD 2 262 Sold USD 2 000 @ 1.1309	06-Feb-15	(64)
Bought CAD 25 254 Sold USD 22 340 @ 1.1305	06-Feb-15	(721)
Bought CAD 6 588 Sold USD 5 675 @ 1.1609	09-Feb-15	(11)
Bought CAD 23 243 Sold USD 20 335 @ 1.1430	10-Feb-15	(403)
Bought CAD 31 847 Sold USD 28 025 @ 1.1364	10-Feb-15	(741)
Bought CAD 2 472 Sold USD 2 170 @ 1.1393	11-Feb-15	(51)
Bought CAD 29 714 Sold USD 26 082 @ 1.1393	11-Feb-15	(615)
Bought CAD 4 940 Sold USD 4 345 @ 1.1370	11-Feb-15	(112)
Bought CAD 47 326 Sold USD 41 704 @ 1.1348	11-Feb-15	(1 170)
Bought CAD 3 382 Sold USD 3 000 @ 1.1273	12-Feb-15	(107)
Bought CAD 41 315 Sold USD 36 820 @ 1.1221	12-Feb-15	(1 502)
Bought CAD 621 Sold USD 545 @ 1.1393	12-Feb-15	(13)
Bought CAD 12 289 Sold USD 11 000 @ 1.1172	13-Feb-15	(502)
Bought CAD 29 904 Sold USD 26 337 @ 1.1354	13-Feb-15	(723)
Bought CAD 45 641 Sold USD 40 261 @ 1.1336	17-Feb-15	(1 182)
Bought CAD 27 170 Sold USD 24 000 @ 1.1321	18-Feb-15	(743)
Bought CAD 25 003 Sold USD 22 115 @ 1.1306	19-Feb-15	(718)
Bought CAD 11 610 Sold USD 10 000 @ 1.1610	20-Feb-15	(21)
Bought CAD 29 341 Sold USD 25 960 @ 1.1302	20-Feb-15	(853)
Bought CAD 9 110 Sold USD 8 000 @ 1.1387	20-Feb-15	(195)
Bought USD 350 Sold CAD 409 @ 1.1674	20-Feb-15	(2)
Bought CAD 33 909 Sold USD 30 000 @ 1.1303	23-Feb-15	(985)
Bought CAD 51 458 Sold USD 45 435 @ 1.1326	23-Feb-15	(1 390)
Bought CAD 34 106 Sold USD 30 106 @ 1.1329	24-Feb-15	(912)
Bought CAD 889 Sold EUR 632 @ 1.4071	24-Feb-15	(1)
Bought CAD 42 238 Sold USD 37 200 @ 1.1354	25-Feb-15	(1 033)
Bought CAD 9 642 Sold USD 8 527 @ 1.1307	25-Feb-15	(277)
Bought CAD 9 932 Sold USD 8 800 @ 1.1286	25-Feb-15	(305)
Bought CAD 2 660 Sold USD 2 300 @ 1.1566	26-Feb-15	(15)
Bought CAD 22 133 Sold USD 19 535 @ 1.1330	26-Feb-15	(591)
Bought CAD 16 350 Sold USD 14 522 @ 1.1259	27-Feb-15	(543)
Bought CAD 16 451 Sold USD 14 600 @ 1.1268	02-Mar-15	(533)
Bought CAD 2 324 Sold USD 2 000 @ 1.1621	02-Mar-15	(2)
Bought CAD 22 662 Sold USD 20 000 @ 1.1331	02-Mar-15	(604)
Bought CAD 10 073 Sold JPY 1 040 306 @ 0.0097	03-Mar-15	(36)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 21 696 Sold USD 19 016 @ 1.1409	04-Mar-15	\$ (427)
Bought MXN 15 965 Sold CAD 1 270 @ 0.0796	04-Mar-15	(16)
Bought CAD 22 076 Sold USD 19 352 @ 1.1407	05-Mar-15	(439)
Bought CAD 230 Sold JPY 23 712 @ 0.0097	05-Mar-15	(1)
Bought CAD 28 625 Sold USD 25 000 @ 1.1450	05-Mar-15	(460)
Bought CAD 5 807 Sold USD 5 000 @ 1.1614	05-Mar-15	(10)
Bought CAD 18 032 Sold USD 15 819 @ 1.1399	06-Mar-15	(373)
Bought CAD 23 749 Sold USD 20 992 @ 1.1313	06-Mar-15	(674)
Bought CAD 22 523 Sold USD 20 000 @ 1.1261	09-Mar-15	(747)
Bought CAD 953 Sold EUR 679 @ 1.4028	09-Mar-15	(4)
Bought CAD 22 629 Sold USD 20 000 @ 1.1315	10-Mar-15	(642)
Bought CAD 22 664 Sold USD 19 748 @ 1.1477	11-Mar-15	(314)
Bought CAD 23 231 Sold USD 20 000 @ 1.1616	12-Mar-15	(41)
Bought CAD 23 505 Sold USD 20 525 @ 1.1452	12-Mar-15	(378)
Bought CAD 23 928 Sold USD 20 838 @ 1.1483	13-Mar-15	(319)
Bought CAD 16 269 Sold USD 14 032 @ 1.1594	16-Mar-15	(60)
Bought CAD 9 872 Sold USD 8 500 @ 1.1614	16-Mar-15	(19)
Bought CAD 27 563 Sold USD 24 000 @ 1.1484	18-Mar-15	(367)
Bought CAD 23 235 Sold USD 20 000 @ 1.1617	19-Mar-15	(40)
Bought MXN 34 794 Sold CAD 2 758 @ 0.0793	24-Mar-15	(27)
Bought CAD 39 695 Sold USD 34 442 @ 1.1525	25-Mar-15	(393)
Bought CAD 52 814 Sold USD 45 675 @ 1.1563	27-Mar-15	(350)
Bought CAD 22 722 Sold USD 19 534 @ 1.1632	09-Apr-15	(22)
Bought CAD 24 746 Sold USD 21 272 @ 1.1633	13-Apr-15	(24)
		\$ (43 214)
		<u>\$ (39 093)</u>

TOTAL FOREIGN EXCHANGE

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 139 397	\$ 1 254 134	\$ 1 124 118
Cash	222	171	210
Subscriptions receivable	13 101	4 370	8 456
Unrealized gain on futures contracts	–	59	–
Futures contracts margin receivable	122	–	–
Unrealized gain on foreign exchange contracts	4 121	2 526	4 092
Dividends receivable, interest accrued and other assets	30 782	18 615	17 147
TOTAL ASSETS	2 187 745	1 279 875	1 154 023
LIABILITIES			
Redemptions payable	1 272	3 063	475
Unrealized loss on futures contracts	163	–	–
Futures contracts margin payable	–	75	–
Unrealized loss on foreign exchange contracts	43 214	13 450	2 731
Distributions payable	–	1	–
Accounts payable and accrued expenses	845	897	913
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	45 494	17 486	4 119
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 142 251	\$ 1 262 389	\$ 1 149 904
Investments at cost	\$ 2 015 969	\$ 1 214 163	\$ 1 073 225
NAV			
SERIES A	\$ 200 596	\$ 230 557	\$ 259 867
ADVISOR SERIES	\$ 237 055	\$ 280 799	\$ 285 063
SERIES H	\$ 3 695	\$ 2 502	\$ –
SERIES D	\$ 33 265	\$ 37 350	\$ 53 179
SERIES F	\$ 98 213	\$ 104 214	\$ 114 999
SERIES I	\$ 7 224	\$ 2 397	\$ –
SERIES O	\$ 1 562 203	\$ 604 570	\$ 436 796
NAV PER UNIT			
SERIES A	\$ 10.36	\$ 10.30	\$ 10.81
ADVISOR SERIES	\$ 10.29	\$ 10.24	\$ 10.73
SERIES H	\$ 10.52	\$ 10.43	\$ –
SERIES D	\$ 10.51	\$ 10.45	\$ 10.99
SERIES F	\$ 10.63	\$ 10.57	\$ 11.08
SERIES I	\$ 10.90	\$ 10.74	\$ –
SERIES O	\$ 10.59	\$ 10.46	\$ 10.93

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 235	\$ –
Interest for distribution purposes	89 901	74 549
Net gain (loss) from futures contracts	(1 575)	120
Other income received from underlying funds	4 131	3 647
Securities lending revenue (see note 6 in the generic notes)	71	63
Capital gains received from underlying funds	4 009	293
Net realized gain (loss) on investments	34 718	13 399
Net gain (loss) on foreign currencies and other net assets	(100 722)	(53 833)
Change in unrealized gain (loss) on investments	55 288	(23 207)
TOTAL INCOME (LOSS)	86 056	15 031
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 227	10 164
Administration fees	612	618
Board of Governors costs	3	3
GST/HST	972	1 214
Transaction costs	20	–
Withholding tax	17	–
TOTAL EXPENSES	9 851	11 999
INCREASE (DECREASE) IN NAV	\$ 76 205	\$ 3 032
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 10 472	\$ (2 551)
ADVISOR SERIES	\$ 13 137	\$ (2 473)
SERIES H	\$ 116	\$ 43
SERIES D	\$ 1 936	\$ (352)
SERIES F	\$ 5 549	\$ (320)
SERIES I	\$ 111	\$ 26
SERIES O	\$ 44 884	\$ 8 659
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.40	\$ (0.07)
ADVISOR SERIES	\$ 0.41	\$ (0.06)
SERIES H	\$ 0.43	\$ (0.02)
SERIES D	\$ 0.48	\$ 0.01
SERIES F	\$ 0.50	\$ 0.02
SERIES I	\$ 0.49	\$ 0.01
SERIES O	\$ 0.58	\$ 0.13

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 76 205	\$ 3 032
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(34 718)	(13 373)
Change in unrealized loss (gain) on investments	(55 288)	23 207
(Increase) decrease in accrued receivables	(12 108)	(1 527)
Increase (decrease) in accrued payables	111	(16)
Cost of investments purchased	(2 746 285)	(1 694 054)
Proceeds on sales of investments	1 979 197	1 566 489
NET CASH PROVIDED BY OPERATING ACTIVITIES	(792 886)	(116 242)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 115 963	523 221
Cash paid on redemption of redeemable units	(312 907)	(385 434)
Distributions paid to holders of redeemable units	(9 922)	(21 659)
NET CASH USED IN FINANCING ACTIVITIES	\$ 793 134	\$ 116 128
Net increase (decrease) in cash for the year	248	(114)
Cash (bank overdraft), beginning of period	96	210
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 344	\$ 96
Interest received	\$ 77 853	\$ 73 081
Dividends received, net of withholding taxes	\$ 99	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 230 557	\$ 259 867	\$ 280 799	\$ 285 063	\$ 2 502	\$ –	\$ 37 350	\$ 53 179
INCREASE (DECREASE) IN NAV	10 472	(2 551)	13 137	(2 473)	116	43	1 936	(352)
Early redemption fees	–	3	–	–	–	–	–	2
Proceeds from redeemable units issued	26 539	89 437	30 674	109 119	1 949	2 465	10 827	26 387
Reinvestments of distributions to holders of redeemable units	8 040	10 593	8 651	10 610	83	12	1 659	2 421
Redemption of redeemable units	(66 196)	(115 140)	(85 379)	(107 982)	(839)	–	(16 802)	(41 793)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(31 617)	(15 107)	(46 054)	11 747	1 193	2 477	(4 316)	(12 983)
Distributions from net income	(8 816)	(11 652)	(10 827)	(13 538)	(116)	(18)	(1 705)	(2 494)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(8 816)	(11 652)	(10 827)	(13 538)	(116)	(18)	(1 705)	(2 494)
NET INCREASE (DECREASE) IN NAV	(29 961)	(29 310)	(43 744)	(4 264)	1 193	2 502	(4 085)	(15 829)
NAV AT END OF PERIOD	\$ 200 596	\$ 230 557	\$ 237 055	\$ 280 799	\$ 3 695	\$ 2 502	\$ 33 265	\$ 37 350

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 104 214	\$ 114 999	\$ 2 397	\$ –	\$ 604 570	\$ 436 796	\$ 1 262 389	\$ 1 149 904
INCREASE (DECREASE) IN NAV	5 549	(320)	111	26	44 884	8 659	76 205	3 032
Early redemption fees	–	–	–	–	–	–	–	5
Proceeds from redeemable units issued	34 308	64 414	6 226	2 378	1 014 171	224 935	1 124 694	519 135
Reinvestments of distributions to holders of redeemable units	3 155	4 179	148	5	49 858	16 047	71 594	43 867
Redemption of redeemable units	(44 098)	(72 616)	(1 470)	–	(96 332)	(50 496)	(311 116)	(388 027)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(6 635)	(4 023)	4 904	2 383	967 697	190 486	885 172	174 980
Distributions from net income	(4 915)	(6 442)	(188)	(12)	(54 948)	(31 371)	(81 515)	(65 527)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 915)	(6 442)	(188)	(12)	(54 948)	(31 371)	(81 515)	(65 527)
NET INCREASE (DECREASE) IN NAV	(6 001)	(10 785)	4 827	2 397	957 633	167 774	879 862	112 485
NAV AT END OF PERIOD	\$ 98 213	\$ 104 214	\$ 7 224	\$ 2 397	\$ 1 562 203	\$ 604 570	\$ 2 142 251	\$ 1 262 389

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide above-average total returns comprised of interest income and capital growth by investing in higher-yielding corporate or government debt securities available in international markets.

**Financial instrument risk and capital management
(see note 4 in the generic notes)**

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	0.9	–	–
AA	2.5	2.6	1.2
A	3.9	5.7	6.2
BBB	24.6	33.7	26.3
BB	37.5	27.0	29.8
B	26.6	26.4	33.5
CCC	1.9	2.7	1.1
Unrated	2.1	1.9	1.9
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	40.9	29.9	37.6
Other Countries	26.4	17.0	18.7
Canada	6.3	6.4	7.9
Mexico	3.1	4.3	3.5
Indonesia	2.6	2.3	3.1
Philippines	2.1	3.3	2.7
Turkey	2.1	2.7	3.2
Colombia	2.1	2.4	1.8
Kazakhstan	2.1	2.1	–
Brazil	1.7	2.3	2.1
Peru	1.7	2.0	2.1
Chile	1.6	1.6	1.6
Russia	1.5	3.9	3.5
Croatia	1.4	–	–
United Arab Emirates	–	1.9	1.9
Hungary	–	1.8	–
Venezuela	–	1.7	1.9
Panama	–	1.6	–
Poland	–	1.4	–
Romania	–	1.2	–
South Korea	–	1.0	–

Please see the generic notes at the back of the financial statements.

Investment mix	December 31 2014	December 31 2013	January 1 2013
South Africa	–	0.9	–
Uruguay	–	0.7	–
Income Funds	4.9	5.5	4.6
Cash/Other	(0.5)	2.1	3.8

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	0.7	0.2	0.8
1 – 5 years	19.1	19.4	20.8
5 – 10 years	66.5	59.4	60.1
> 10 years	13.7	21.0	18.3
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.2% (December 31, 2013 – 5.3%, January 1, 2013 – 6.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Mexican peso	1.2	0.9	1.0
Brazilian real	1.0	1.0	0.5
United States dollar	0.6	–	1.7
Philippine peso	0.2	0.6	–
Russian rouble	–	1.5	1.2
Turkish new lira	–	1.0	–
Norwegian krone	–	–	0.5
Other currencies	0.1	–	0.2
Total	3.1	5.0	5.1

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	29 157	–	–	29 157
Mutual fund units	105 991	–	–	105 991
Fixed-income and debt securities	–	1 981 224	–	1 981 224
Short-term investments	–	23 025	–	23 025
Derivatives – assets	–	4 121	–	4 121
Derivatives – liabilities	(163)	(43 214)	–	(43 377)
Total financial instruments	134 985	1 965 156	–	2 100 141
% of total portfolio	6.4	93.6	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	68 704	–	–	68 704
Fixed-income and debt securities	–	1 166 160	–	1 166 160
Short-term investments	–	19 270	–	19 270
Derivatives – assets	59	2 526	–	2 585
Derivatives – liabilities	–	(13 450)	–	(13 450)
Total financial instruments	68 763	1 174 506	–	1 243 269
% of total portfolio	5.6	94.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	52 893	–	–	52 893
Fixed-income and debt securities	–	1 052 674	–	1 052 674
Short-term investments	–	18 551	–	18 551
Derivatives – assets	–	4 092	–	4 092
Derivatives – liabilities	–	(2 731)	–	(2 731)
Total financial instruments	52 893	1 072 586	–	1 125 479
% of total portfolio	4.7	95.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	102	98
Series I	100	96
Value of all units	2	2



December 31, 2014

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund	4.9	17.5	5.4	15.4
			January 1, 2013	
			NAV	Ownership
BlueBay Emerging Markets				
Corporate Bond Fund			4.6	17.8

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	85 864
Non-capital losses	–

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	22 379	24 040
Issued number of units	2 508	8 337
Reinvested number of units	767	1 023
Redeemed number of units	(6 289)	(11 021)
Ending number of units	19 365	22 379
Advisor Series		
Opening units	27 429	26 572
Issued number of units	2 921	10 255
Reinvested number of units	830	1 032
Redeemed number of units	(8 147)	(10 430)
Ending number of units	23 033	27 429

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	240	–
Issued number of units	181	239
Reinvested number of units	8	1
Redeemed number of units	(78)	–
Ending number of units	351	240
Series D		
Opening units	3 574	4 839
Issued number of units	1 009	2 422
Reinvested number of units	156	230
Redeemed number of units	(1 574)	(3 917)
Ending number of units	3 165	3 574
Series F		
Opening units	9 863	10 376
Issued number of units	3 156	5 880
Reinvested number of units	293	394
Redeemed number of units	(4 071)	(6 787)
Ending number of units	9 241	9 863
Series I		
Opening units	223	–
Issued number of units	560	222
Reinvested number of units	14	1
Redeemed number of units	(134)	–
Ending number of units	663	223
Series O		
Opening units	57 822	39 968
Issued number of units	94 029	21 044
Reinvested number of units	4 673	1 533
Redeemed number of units	(8 982)	(4 723)
Ending number of units	147 542	57 822

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31		December 31	
	2014	%	2013	%
Total transaction costs	\$ 20	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	70 392	39 635
Fair value of collateral received	71 799	40 428

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income High Yield Bond Fund	0.2	0.1
RBC Managed Payout Solution	7.3	–
RBC Managed Payout Solution – Enhanced	16.0	22.4
RBC Managed Payout Solution – Enhanced Plus	8.4	–
RBC Balanced Growth & Income Fund	2.0	1.0
RBC Select Very Conservative Portfolio	3.8	–
RBC Select Conservative Portfolio	8.3	–
RBC Select Balanced Portfolio	4.0	–
Total	50.0	23.5

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 258 039	1 145 603
Revaluation of investments at FVTPL	4 350	4 301
Net assets attributable to holders of redeemable units	1 262 389	1 149 904

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	2 983
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	49
Increase (decrease) in net assets attributable to holders of redeemable units	3 032

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC MONTHLY INCOME HIGH YIELD BOND FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
352 241	RBC High Yield Bond Fund*	\$ 3 829	\$ 3 756	15.8
626 971	RBC Global Corporate Bond Fund*	6 060	6 158	25.8
354 372	RBC Global High Yield Bond Fund*	3 779	3 752	15.7
207 276	BlueBay Global Convertible Bond Fund (Canada)*	2 379	2 446	10.3
337 567	RBC Emerging Markets Bond Fund*	3 531	3 664	15.4
337 466	BlueBay Emerging Markets Corporate Bond Fund*	3 640	3 691	15.5
TOTAL MUTUAL FUND UNITS		23 218	23 467	98.5
SHORT-TERM INVESTMENTS†		530	530	2.2
TOTAL INVESTMENTS		<u>\$ 23 748</u>	23 997	100.7
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(162)	(0.7)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 23 835</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 23 997	\$ 7 888	\$ –
Cash	2	5	150
Subscriptions receivable	66	114	–
Dividends receivable, interest accrued and other assets	–	1	–
TOTAL ASSETS	24 065	8 008	150
LIABILITIES			
Due to investment dealers	195	–	–
Redemptions payable	2	–	–
Distributions payable	–	3	–
Accounts payable and accrued expenses	33	10	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	230	13	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 23 835	\$ 7 995	\$ 150
Investments at cost	\$ 23 748	\$ 7 869	\$ –
NAV			
SERIES A	\$ 16 050	\$ 6 170	\$ 1
ADVISOR SERIES	\$ 1 699	\$ 185	\$ 1
SERIES H	\$ 1	\$ 15	\$ 1
SERIES D	\$ 5 556	\$ 1 524	\$ 1
SERIES F	\$ 145	\$ 98	\$ 1
SERIES I	\$ 383	\$ 1	\$ 1
SERIES O	\$ 1	\$ 2	\$ 144
NAV PER UNIT			
SERIES A	\$ 10.33	\$ 10.03	\$ 10.00
ADVISOR SERIES	\$ 10.35	\$ 10.04	\$ 10.00
SERIES H	\$ 10.33	\$ 10.00	\$ 10.00
SERIES D	\$ 10.45	\$ 10.07	\$ 10.00
SERIES F	\$ 10.48	\$ 10.08	\$ 10.00
SERIES I	\$ 10.38	\$ 9.98	\$ 10.00
SERIES O	\$ 10.49	\$ 10.00	\$ 10.00



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 3	\$ 1
Other income received from underlying funds	803	123
Capital gains received from underlying funds	233	9
Net realized gain (loss) on investments	50	–
Net gain (loss) on foreign currencies and other net assets	(2)	(2)
Change in unrealized gain (loss) on investments	230	19
TOTAL INCOME (LOSS)	1 317	150
EXPENSES (see notes – Fund Specific Information)		
Management fees	226	21
Administration fees	9	1
Board of Governors costs	3	1
GST/HST	25	3
Expenses reimbursed by manager	(3)	(1)
TOTAL EXPENSES	260	25
INCREASE (DECREASE) IN NAV	\$ 1 057	\$ 125
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 710	\$ 102
ADVISOR SERIES	\$ 64	\$ 2
SERIES H	\$ –	\$ 1
SERIES D	\$ 255	\$ 16
SERIES F	\$ 12	\$ 1
SERIES I	\$ 16	\$ –
SERIES O	\$ –	\$ 3
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.63	\$ 0.26
ADVISOR SERIES	\$ 0.60	\$ 0.25
SERIES H	\$ 0.89	\$ 0.29
SERIES D	\$ 0.71	\$ 0.26
SERIES F	\$ 0.81	\$ 0.28
SERIES I	\$ 0.67	\$ 0.43
SERIES O	\$ 0.89	\$ 0.51

* Fund launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 057	\$ 125
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(50)	–
Change in unrealized loss (gain) on investments	(230)	(19)
(Increase) decrease in accrued receivables	1	(1)
Increase (decrease) in accrued payables	218	10
Cost of investments purchased	(96 159)	(30 703)
Proceeds on sales of investments	80 330	22 834
NET CASH PROVIDED BY OPERATING ACTIVITIES	(14 833)	(7 754)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	18 928	8 245
Cash paid on redemption of redeemable units	(4 023)	(484)
Distributions paid to holders of redeemable units	(75)	(2)
NET CASH USED IN FINANCING ACTIVITIES	\$ 14 830	\$ 7 759
Net increase (decrease) in cash for the year	(3)	5
Cash (bank overdraft), beginning of period	5	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 5
Interest received	\$ 4	\$ –
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 170	\$ —	\$ 185	\$ —	\$ 15	\$ —	\$ 1 524	\$ —
INCREASE (DECREASE) IN NAV	710	102	64	2	—	1	255	16
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	11 087	6 386	1 990	183	—	14	5 328	1 528
Reinvestments of distributions to holders of redeemable units	550	89	42	2	—	—	177	18
Redemption of redeemable units	(1 892)	(313)	(519)	—	(14)	—	(1 542)	(20)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	9 745	6 162	1 513	185	(14)	14	3 963	1 526
Distributions from net income	(393)	(87)	(43)	(2)	—	—	(129)	(16)
Distributions from net gains	(182)	(7)	(20)	—	—	—	(57)	(2)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(575)	(94)	(63)	(2)	—	—	(186)	(18)
NET INCREASE (DECREASE) IN NAV	9 880	6 170	1 514	185	(14)	15	4 032	1 524
NAV AT END OF PERIOD	\$ 16 050	\$ 6 170	\$ 1 699	\$ 185	\$ 1	\$ 15	\$ 5 556	\$ 1 524

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 98	\$ —	\$ 1	\$ —	\$ 2	\$ —	\$ 7 995	\$ —
INCREASE (DECREASE) IN NAV	12	1	16	—	—	3	1 057	125
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	96	102	379	1	—	145	18 880	8 359
Reinvestments of distributions to holders of redeemable units	3	1	—	—	—	1	772	111
Redemption of redeemable units	(57)	(5)	—	—	(1)	(146)	(4 025)	(484)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	42	98	379	1	(1)	—	15 627	7 986
Distributions from net income	(5)	(1)	(9)	—	—	(1)	(579)	(107)
Distributions from net gains	(2)	—	(4)	—	—	—	(265)	(9)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7)	(1)	(13)	—	—	(1)	(844)	(116)
NET INCREASE (DECREASE) IN NAV	47	98	382	1	(1)	2	15 840	7 995
NAV AT END OF PERIOD	\$ 145	\$ 98	\$ 383	\$ 1	\$ 1	\$ 2	\$ 23 835	\$ 7 995

* Fund launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular monthly income with a potential for modest capital appreciation by investing primarily in units of other mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
Income Funds	98.5	96.9
Cash/Other	1.5	3.1

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.1% (December 31, 2013 – 4.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.6%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	23 467	–	–	23 467
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	530	–	530
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	23 467	530	–	23 997
% of total portfolio	97.8	2.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	7 746	–	–	7 746
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	141	–	141
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	7 746	141	–	7 887
% of total portfolio	98.2	1.8	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.35%
Series D	0.90%
Series F	0.75%
Series I	0.60%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	107	102
Advisor Series	107	102
Series H	107	103
Series D	107	102
Series F	107	102
Series I	108	103
Series O	107	102
Value of all units	8	7

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Global Corporate Bond Fund	25.8	0.2	26.1	0.2
RBC High Yield Bond Fund	15.8	0.3	14.9	0.1
RBC Global High Yield Bond Fund	15.7	0.2	14.9	0.1
RBC Emerging Markets Bond Fund	15.4	0.8	15.1	0.3
BlueBay Emerging Markets Corporate Bond Fund	15.5	0.6	15.2	0.3
BlueBay Global Convertible Bond Fund (Canada)	10.3	0.2	10.7	0.2

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	615	–
Issued number of units	1 068	637
Reinvested number of units	53	9
Redeemed number of units	(182)	(31)
Ending number of units	1 554	615
Advisor Series		
Opening units	18	–
Issued number of units	192	18
Reinvested number of units	4	–
Redeemed number of units	(50)	–
Ending number of units	164	18



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	1	–
Issued number of units	–	1
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	–	1
Series D		
Opening units	151	–
Issued number of units	511	151
Reinvested number of units	17	2
Redeemed number of units	(147)	(2)
Ending number of units	532	151
Series F		
Opening units	10	–
Issued number of units	10	11
Reinvested number of units	–	–
Redeemed number of units	(6)	(1)
Ending number of units	14	10
Series I		
Opening units	–	–
Issued number of units	37	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	37	–
Series O		
Opening units	–	–
Issued number of units	–	14
Reinvested number of units	–	–
Redeemed number of units	–	(14)
Ending number of units	–	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	7 995	150
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	7 995	150
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		125
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		125



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EMERGING MARKETS FOREIGN EXCHANGE FUND

December 31, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
BANKERS ACCEPTANCES AND BANK OBLIGATIONS				
16 900	Bank of Montreal	\$ 16 883	\$ 16 883	
15 920	Bank of Nova Scotia	15 891	15 891	
15 951	Canadian Imperial Bank of Commerce	15 930	15 930	
1 640	HSBC Bank Canada	1 638	1 638	
3 730	National Bank of Canada	3 725	3 725	
16 650	Toronto-Dominion Bank	16 632	16 632	
		<u>70 699</u>	<u>70 699</u>	41.7

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
COMMERCIAL PAPER				
8 490	Banner Trust	8 464	8 464	
8 500	Bell Canada International Inc.	8 489	8 489	
5 000	Canadian Master Trust - Series A	4 986	4 986	
8 510	Enbridge Inc.	8 496	8 496	
2 670	Fusion Trust	2 662	2 662	
2 000	Husky Energy Inc.	1 998	1 998	
8 500	King Street Funding Trust	8 478	8 478	
8 500	Merit Trust - Senior Notes	8 474	8 474	
8 500	Prime Trust - Senior Notes	8 477	8 477	
490	Reliant Trust	489	489	
8 500	Ridge Trust	8 482	8 482	
8 525	SAFE Trust - Series 1996-1	8 514	8 514	
8 520	SOUND Trust	8 509	8 509	
6 370	TransCanada PipeLines Ltd.	6 361	6 361	
8 500	Zeus Receivables Trust - Senior Notes	8 474	8 474	
		<u>101 353</u>	<u>101 353</u>	59.8
TOTAL SHORT-TERM INVESTMENTS		<u>172 052</u>	<u>172 052</u>	101.5

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
1	EUR/USD, Put @ 1.2065 March 9, 2015	\$ 12	\$ 20	
1	USD/MXN, Put @ 14.200 March 19, 2015	14	8	
(1)	USD/MXN, Written Call @ 15.518 March 19, 2015	(14)	(11)	
TOTAL OTHER INVESTMENTS		<u>12</u>	<u>17</u>	-
TOTAL INVESTMENTS		<u>172 064</u>	<u>172 069</u>	101.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	2 698	1.6
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	(5 470)	(3.2)
TOTAL PORTFOLIO		<u>\$ 172 064</u>	<u>169 297</u>	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			205	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 169 502</u>	<u>100.0</u>	

* Short-term investments, which are grouped by issuer, earn interest at rates ranging from 1.19% to 1.23% and mature between January 2, 2015 and February 26, 2015.

The accompanying notes are an integral part of the financial statements.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 392 Sold PLN 1 147 @ 0.3418	07-Jan-15	\$ 17
Bought ILS 504 Sold CAD 147 @ 0.2915	07-Jan-15	3
Bought ILS 8 114 Sold CAD 2 380 @ 0.2934	07-Jan-15	36
Bought INR 18 500 Sold CAD 332 @ 0.0180	09-Jan-15	8
Bought INR 259 401 Sold CAD 4 709 @ 0.0182	09-Jan-15	62
Bought CAD 3 004 Sold RUB 148 954 @ 0.0202	12-Jan-15	138
Bought CAD 665 Sold RUB 32 236 @ 0.0206	12-Jan-15	44
Bought IDR 2 683 000 Sold CAD 245 @ 0.0001	12-Jan-15	6
Bought IDR 37 650 093 Sold CAD 3 499 @ 0.0001	12-Jan-15	26
Bought THB 5 278 Sold CAD 181 @ 0.0343	12-Jan-15	5
Bought THB 84 637 Sold CAD 2 905 @ 0.0343	12-Jan-15	83
Bought CNY 2 143 Sold USD 349 @ 6.1350	15-Jan-15	-
Bought ILS 405 Sold USD 103 @ 3.9269	15-Jan-15	1
Bought USD 1 517 Sold ILS 5 861 @ 3.8630	15-Jan-15	17
Bought USD 194 Sold MXN 2 822 @ 14.5670	15-Jan-15	3
Bought USD 343 Sold SGD 437 @ 1.2731	15-Jan-15	16
Bought USD 96 Sold ILS 368 @ 3.8412	15-Jan-15	2
Bought THB 5 580 Sold CAD 193 @ 0.0345	16-Jan-15	4
Bought THB 84 649 Sold CAD 2 905 @ 0.0343	16-Jan-15	83
Bought COP 3 471 000 Sold USD 1 452 @ 0.0004	20-Jan-15	9
Bought SGD 5 473 Sold CAD 4 751 @ 0.8680	20-Jan-15	49
Bought ZAR 20 989 Sold CAD 2 071 @ 0.0987	20-Jan-15	32
Bought BRL 1 306 Sold USD 486 @ 2.6872	27-Jan-15	2
Bought CAD 349 Sold KRW 328 576 @ 0.0011	27-Jan-15	-
Bought IDR 6 146 600 Sold USD 486 @ 0.0001	27-Jan-15	8
Bought KRW 141 930 Sold CAD 150 @ 0.0011	27-Jan-15	-
Bought KRW 348 816 Sold CAD 369 @ 0.0011	27-Jan-15	1
Bought KRW 5 474 799 Sold CAD 5 546 @ 0.0010	27-Jan-15	260
Bought USD 486 Sold CZK 10 928 @ 0.0445	27-Jan-15	10
Bought USD 486 Sold SGD 640 @ 1.3163	27-Jan-15	4
Bought USD 487 Sold TWD 15 290 @ 0.0318	27-Jan-15	4
Bought USD 48 Sold BRL 125 @ 2.6295	29-Jan-15	1
Bought USD 764 Sold RUB 34 950 @ 0.0219	29-Jan-15	204
Bought USD 820 Sold BRL 2 089 @ 2.5483	29-Jan-15	46
Bought USD 98 Sold RUB 4 266 @ 0.0230	29-Jan-15	30
Bought CAD 294 Sold CZK 5 671 @ 0.0518	30-Jan-15	6
Bought CAD 501 Sold TRY 999 @ 0.5018	30-Jan-15	7
Bought USD 1 467 Sold CZK 32 460 @ 0.0452	30-Jan-15	56
Bought USD 1 527 Sold CZK 33 877 @ 0.0451	30-Jan-15	54
Bought USD 152 Sold PLN 511 @ 3.3634	30-Jan-15	9
Bought USD 97 Sold CZK 2 110 @ 0.0459	30-Jan-15	5
Bought ZAR 18 523 Sold CAD 1 848 @ 0.0998	30-Jan-15	4
Bought CNY 2 002 Sold CAD 365 @ 0.1823	03-Feb-15	13
Bought CNY 33 605 Sold CAD 6 173 @ 0.1837	03-Feb-15	171
Bought INR 14 400 Sold CAD 260 @ 0.0180	03-Feb-15	3
Bought INR 260 546 Sold CAD 4 716 @ 0.0181	03-Feb-15	44
Bought KRW 336 723 Sold CAD 354 @ 0.0011	05-Feb-15	4
Bought KRW 5 475 588 Sold CAD 5 546 @ 0.0010	05-Feb-15	264
Bought TWD 156 303 Sold CAD 5 721 @ 0.0366	05-Feb-15	26
Bought CLP 732 975 Sold CAD 1 384 @ 0.0019	10-Feb-15	14



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought SGD 5 471 Sold CAD 4 752 @ 0.8685	12-Feb-15	\$ 47
Bought CAD 905 Sold MXN 11 496 @ 0.0787	17-Feb-15	1
Bought CNY 2 093 Sold CAD 385 @ 0.1838	17-Feb-15	10
Bought CNY 33 605 Sold CAD 6 171 @ 0.1836	17-Feb-15	163
Bought MXN 5 202 Sold CAD 408 @ 0.0785	17-Feb-15	–
Bought USD 291 Sold CNY 1 797 @ 6.1671	17-Feb-15	–
Bought USD 4 570 Sold CNY 28 192 @ 6.1685	17-Feb-15	1
Bought USD 401 Sold CNH 2 496 @ 6.2278	17-Feb-15	1
Bought BRL 3 990 Sold USD 1 455 @ 2.7430	19-Feb-15	31
Bought BRL 410 Sold CAD 175 @ 0.4257	19-Feb-15	3
Bought IDR 2 057 000 Sold CAD 189 @ 0.0001	24-Feb-15	1
Bought IDR 37 850 119 Sold CAD 3 498 @ 0.0001	24-Feb-15	10
Bought INR 185 775 Sold USD 2 892 @ 0.0156	24-Feb-15	21
Bought USD 2 946 Sold ZAR 34 348 @ 11.6595	24-Feb-15	3
Bought INR 274 000 Sold CAD 4 935 @ 0.0180	27-Feb-15	56
Bought KRW 5 817 000 Sold CAD 5 887 @ 0.0010	27-Feb-15	283
Bought THB 89 681 Sold CAD 3 089 @ 0.0344	03-Mar-15	72
Bought CAD 891 Sold SGD 1 016 @ 0.8773	10-Mar-15	–
Bought SGD 5 760 Sold CAD 5 011 @ 0.8699	10-Mar-15	42
Bought CLP 703 000 Sold CAD 1 306 @ 0.0019	16-Mar-15	32
Bought KRW 821 403 Sold USD 742 @ 0.0009	16-Mar-15	7
Bought USD 738 Sold CNY 4 561 @ 6.1780	16-Mar-15	2
Bought USD 1 453 Sold TWD 45 560 @ 0.0319	19-Mar-15	13
Bought BRL 5 328 Sold CAD 2 278 @ 0.4276	20-Mar-15	4
Bought BRL 780 Sold CAD 333 @ 0.4273	20-Mar-15	1
		\$ 2 698

Contracts	Maturity Date	Unrealized Loss
Bought CAD 140 Sold ILS 481 @ 0.2918	07-Jan-15	\$ (3)
Bought PLN 465 Sold CAD 157 @ 0.3380	07-Jan-15	(5)
Bought PLN 6 693 Sold CAD 2 238 @ 0.3345	07-Jan-15	(42)
Bought CAD 843 Sold INR 45 924 @ 0.0184	09-Jan-15	(1)
Bought COP 221 212 Sold CAD 116 @ 0.0005	09-Jan-15	(7)
Bought COP 3 517 576 Sold CAD 1 834 @ 0.0005	09-Jan-15	(114)
Bought TRY 409 Sold CAD 205 @ 0.5013	09-Jan-15	(2)
Bought TRY 6 964 Sold CAD 3 501 @ 0.5027	09-Jan-15	(39)
Bought CAD 392 Sold IDR 4 246 039 @ 0.0001	12-Jan-15	(6)
Bought CAD 780 Sold THB 22 177 @ 0.0352	12-Jan-15	(3)
Bought RUB 11 493 Sold CAD 317 @ 0.0276	12-Jan-15	(96)
Bought RUB 169 697 Sold CAD 4 216 @ 0.0248	12-Jan-15	(950)
Bought HUF 24 330 Sold CAD 113 @ 0.0046	14-Jan-15	(5)
Bought HUF 397 259 Sold CAD 1 828 @ 0.0046	14-Jan-15	(63)
Bought MXN 4 653 Sold USD 345 @ 13.4998	15-Jan-15	(34)
Bought MXN 72 854 Sold USD 5 320 @ 13.6945	15-Jan-15	(448)
Bought SGD 437 Sold USD 336 @ 1.3004	15-Jan-15	(7)
Bought USD 239 Sold CNY 1 470 @ 6.1510	15-Jan-15	(1)
Bought USD 3 797 Sold CNY 23 392 @ 6.1600	15-Jan-15	(19)
Bought CAD 556 Sold THB 15 972 @ 0.0348	16-Jan-15	(8)
Bought CAD 337 Sold ZAR 3 370 @ 0.0999	20-Jan-15	(1)
Bought CAD 725 Sold SGD 829 @ 0.8742	20-Jan-15	(2)
Bought SGD 341 Sold CAD 303 @ 0.8898	20-Jan-15	(4)
Bought USD 1 449 Sold CLP 899 000 @ 0.0016	20-Jan-15	(33)
Bought BRL 425 Sold CAD 192 @ 0.4523	21-Jan-15	(7)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought BRL 6 280 Sold CAD 2 750 @ 0.4379	21-Jan-15	\$ (19)
Bought RUB 10 650 Sold CAD 287 @ 0.0269	26-Jan-15	(79)
Bought RUB 170 312 Sold CAD 4 214 @ 0.0247	26-Jan-15	(887)
Bought CAD 1 249 Sold KRW 1 200 848 @ 0.0010	27-Jan-15	(25)
Bought MXN 3 521 Sold CAD 292 @ 0.0829	27-Jan-15	(15)
Bought MXN 54 186 Sold CAD 4 469 @ 0.0825	27-Jan-15	(206)
Bought PHP 87 235 Sold CAD 2 266 @ 0.0260	27-Jan-15	(3)
Bought PLN 429 Sold CAD 144 @ 0.3357	27-Jan-15	(3)
Bought PLN 6 696 Sold CAD 2 239 @ 0.3343	27-Jan-15	(43)
Bought TRY 1 137 Sold USD 486 @ 2.3383	27-Jan-15	(3)
Bought CAD 462 Sold MYR 1 412 @ 0.3272	28-Jan-15	(6)
Bought CNY 1 537 Sold USD 250 @ 6.1475	28-Jan-15	–
Bought CNY 9 100 Sold USD 1 481 @ 6.1445	28-Jan-15	(2)
Bought IDR 1 175 690 Sold USD 96 @ 0.0001	28-Jan-15	(3)
Bought IDR 18 641 341 Sold USD 1 528 @ 0.0001	28-Jan-15	(40)
Bought IDR 19 661 137 Sold USD 1 584 @ 0.0001	28-Jan-15	(10)
Bought MYR 11 487 Sold CAD 3 871 @ 0.3370	28-Jan-15	(66)
Bought MYR 673 Sold CAD 226 @ 0.3351	28-Jan-15	(3)
Bought USD 1 447 Sold IDR 18 482 366 @ 0.0001	28-Jan-15	(39)
Bought USD 1 523 Sold CNY 9 390 @ 6.1650	28-Jan-15	(4)
Bought USD 1 586 Sold CNY 9 760 @ 6.1522	28-Jan-15	–
Bought USD 201 Sold IDR 2 513 437 @ 0.0001	28-Jan-15	–
Bought USD 96 Sold CNY 588 @ 6.1560	28-Jan-15	–
Bought BRL 1 965 Sold USD 760 @ 2.5865	29-Jan-15	(30)
Bought BRL 249 Sold USD 98 @ 2.5400	29-Jan-15	(6)
Bought RUB 2 130 Sold USD 44 @ 0.0208	29-Jan-15	(10)
Bought RUB 37 086 Sold USD 772 @ 0.0208	29-Jan-15	(171)
Bought CZK 109 000 Sold CAD 5 566 @ 0.0511	30-Jan-15	(28)
Bought CZK 3 003 Sold USD 135 @ 0.0451	30-Jan-15	(5)
Bought PLN 323 Sold USD 97 @ 3.3210	30-Jan-15	(7)
Bought PLN 4 931 Sold USD 1 467 @ 3.3612	30-Jan-15	(89)
Bought PLN 5 169 Sold USD 1 529 @ 3.3816	30-Jan-15	(82)
Bought TRY 7 400 Sold CAD 3 724 @ 0.5032	30-Jan-15	(65)
Bought CAD 1 400 Sold CNY 7 492 @ 0.1869	03-Feb-15	(14)
Bought CAD 648 Sold INR 35 509 @ 0.0182	03-Feb-15	(1)
Bought CAD 671 Sold TWD 18 308 @ 0.0367	05-Feb-15	(2)
Bought CLP 45 680 Sold CAD 88 @ 0.0019	10-Feb-15	(1)
Bought SGD 345 Sold CAD 303 @ 0.8797	12-Feb-15	(1)
Bought CNH 1 801 Sold USD 292 @ 6.1716	17-Feb-15	(4)
Bought CNH 28 370 Sold USD 4 574 @ 6.2023	17-Feb-15	(36)
Bought CNY 2 635 Sold USD 428 @ 6.1600	17-Feb-15	(1)
Bought MXN 3 325 Sold CAD 276 @ 0.0830	17-Feb-15	(14)
Bought MXN 3 352 Sold CAD 265 @ 0.0790	17-Feb-15	(1)
Bought MXN 54 219 Sold CAD 4 468 @ 0.0824	17-Feb-15	(207)
Bought MYR 12 261 Sold CAD 4 082 @ 0.3329	18-Feb-15	(27)
Bought BRL 6 326 Sold CAD 2 750 @ 0.4346	19-Feb-15	(18)
Bought HUF 25 672 Sold CAD 118 @ 0.0046	19-Feb-15	(4)
Bought HUF 397 261 Sold CAD 1 828 @ 0.0046	19-Feb-15	(64)
Bought USD 1 451 Sold TRY 3 430 @ 2.3638	19-Feb-15	(2)
Bought PLN 370 Sold CAD 124 @ 0.3355	20-Feb-15	(3)
Bought PLN 6 698 Sold CAD 2 239 @ 0.3342	20-Feb-15	(43)
Bought CAD 515 Sold IDR 5 569 094 @ 0.0001	24-Feb-15	(1)
Bought RUB 10 435 Sold CAD 249 @ 0.0238	24-Feb-15	(46)
Bought RUB 171 584 Sold CAD 4 212 @ 0.0245	24-Feb-15	(885)
Bought RUB 248 000 Sold CAD 4 838 @ 0.0195	24-Feb-15	(29)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought TWD 137 268 Sold CAD 5 126 @ 0.0373	24-Feb-15	\$ (75)
Bought RON 7 400 Sold CAD 2 330 @ 0.3149	27-Feb-15	(9)
Bought CNY 4 561 Sold USD 738 @ 6.1790	16-Mar-15	(2)
Bought PEN 4 076 Sold CAD 1 567 @ 0.3846	16-Mar-15	(2)
Bought USD 741 Sold KRW 821 403 @ 0.0009	16-Mar-15	(8)
Bought MXN 54 274 Sold CAD 4 318 @ 0.0796	19-Mar-15	(57)
Bought CAD 1 699 Sold CNY 9 061 @ 0.1875	24-Mar-15	(3)
Bought CNY 35 873 Sold CAD 6 749 @ 0.1881	24-Mar-15	(13)
Bought RUB 156 454 Sold CAD 3 025 @ 0.0193	30-Mar-15	(48)
		<u>\$ (5 470)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (2 772)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 172 069	\$ 10 443	\$ 9 989
Cash	66	4	6
Unrealized gain on foreign exchange contracts	2 698	136	86
Dividends receivable, interest accrued and other assets	142	17	10
TOTAL ASSETS	174 975	10 600	10 091
LIABILITIES			
Unrealized loss on foreign exchange contracts	5 470	95	33
Accounts payable and accrued expenses	3	—	—
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 473	95	33
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 169 502	\$ 10 505	\$ 10 058
Investments at cost	\$ 172 064	\$ 10 443	\$ 9 989
NAV			
SERIES 0	\$ 169 502	\$ 10 505	\$ 10 058
NAV PER UNIT			
SERIES 0	\$ 10.04	\$ 9.95	\$ 9.99

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 321	\$ 120
Net realized gain (loss) on investments	(3)	–
Net gain (loss) on foreign currencies and other net assets	438	342
Change in unrealized gain (loss) on investments	(2 808)	(12)
TOTAL INCOME (LOSS)	(2 052)	450
EXPENSES (see notes – Fund Specific Information)		
Administration fees	4	3
Board of Governors costs	1	–
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	4	3
INCREASE (DECREASE) IN NAV	\$ (2 056)	\$ 447
INCREASE (DECREASE) IN NAV		
SERIES 0	\$ (2 056)	\$ 447
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES 0	\$ (0.77)	\$ 0.45

* Although Series 0 units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until November 17, 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (2 056)	\$ 447
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	3	–
Change in unrealized loss (gain) on investments	2 808	12
(Increase) decrease in accrued receivables	(125)	(7)
Increase (decrease) in accrued payables	3	–
Cost of investments purchased	(301 640)	(62 099)
Proceeds on sales of investments	140 016	61 645
NET CASH PROVIDED BY OPERATING ACTIVITIES	(160 991)	(2)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	171 727	–
Cash paid on redemption of redeemable units	(10 673)	–
Distributions paid to holders of redeemable units	(1)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 161 053	\$ –
Net increase (decrease) in cash for the year	62	(2)
Cash (bank overdraft), beginning of period	4	6
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 66	\$ 4
Interest received	\$ 196	\$ 113
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Although Series 0 units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until November 17, 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 10 505	\$ 10 058
INCREASE (DECREASE) IN NAV	(2 056)	447
Early redemption fees	–	–
Proceeds from redeemable units issued	171 727	–
Reinvestments of distributions to holders of redeemable units	873	493
Redemption of redeemable units	(10 673)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	161 927	493
Distributions from net income	(370)	(493)
Distributions from net gains	(504)	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(874)	(493)
NET INCREASE (DECREASE) IN NAV	158 997	447
NAV AT END OF PERIOD	\$ 169 502	\$ 10 505

* Although Series 0 units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until November 17, 2014.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The Fund seeks to provide returns associated with those of emerging market currencies and short-term interest rates by investing primarily in short-term Canadian money market instruments and foreign exchange forward contracts on emerging market currencies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	87.0	60.9	75.7
R-1 (M)	3.1	28.2	12.0
R-1 (L)	9.9	10.9	12.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Commercial Paper	59.8	57.8	64.6
Bankers Acceptances and Bank Obligations	41.7	41.6	34.7
Cash/Other	(1.5)	0.6	0.7

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	63.6	57.1	57.1
1 – 3 months	36.4	42.9	42.9
4 – 6 months	–	–	–
7 – 12 months	–	–	–
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Mexican peso	11.2	10.7	7.4
South Korean won	10.1	–	–
Indian rupee	10.0	7.7	7.0
Russian rouble	8.8	10.1	8.8
Singapore dollar	7.7	8.0	8.1
Chinese renminbi	6.5	11.3	10.0
Brazilian real	6.3	4.7	4.7
Polish zloty	5.8	4.5	4.4
Indonesian rupiah	5.2	3.3	3.6
Thailand baht	4.8	4.5	4.7
New Taiwan dollar	4.7	6.1	6.2
Malaysian ringgit	4.5	4.2	4.4
Turkish new lira	3.4	3.6	3.8
Hungarian forint	2.2	2.3	2.3
Colombian peso	2.1	1.1	1.1
Romanian leu	1.4	1.5	1.5
Philippine peso	1.3	4.2	1.3
Peruvian nuevo sol	0.9	2.9	0.8
United States dollar	0.9	–	–
Czech koruna	0.8	1.6	3.3
Chilean peso	0.7	1.6	1.5
Israeli new shekel	–	1.5	1.6
South African rand	–	2.6	2.1
Argentinian peso	–	1.5	1.5
Euro	–	0.5	–
Hong Kong dollar	–	–	9.8
Other currencies	0.5	–	–
Total	99.8	100.0	99.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	17	–	17
Short-term investments	–	172 052	–	172 052
Derivatives – assets	–	2 698	–	2 698
Derivatives – liabilities	–	(5 470)	–	(5 470)
Total financial instruments	–	169 297	–	169 297
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 443	–	10 443
Derivatives – assets	–	136	–	136
Derivatives – liabilities	–	(95)	–	(95)
Total financial instruments	–	10 484	–	10 484
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	9 989	–	9 989
Derivatives – assets	–	86	–	86
Derivatives – liabilities	–	(33)	–	(33)
Total financial instruments	–	10 042	–	10 042
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
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**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	–	1 055 863
Value of all units	–	10 505

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series O		
Opening units	1 056	–
Issued number of units	16 797	1 000
Reinvested number of units	87	6
Redeemed number of units	(1 056)	–
Ending number of units	16 884	1 006



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Bond Fund	77.3	–
RBC Global Bond Fund	22.7	–
Total	100.0	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	10 505	10 058
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	10 505	10 058

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	447
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	447

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EMERGING MARKETS BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Angola						
510	Republic of Angola USD	7.000	16-Aug-19	\$ 602	\$ 592	
				602	592	0.1
Azerbaijan						
4 625	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	5 223	5 548	
4 180	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	4 490	4 735	
				9 713	10 283	2.4
Belarus						
735	Republic of Belarus USD	8.750	03-Aug-15	667	813	
				667	813	0.2
Brazil						
4 015	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	4 954	5 013	
1 325	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	1 570	1 623	
1 175	Petrobras International Finance Co. USD	7.875	15-Mar-19	1 489	1 443	
3 755	Petrobras International Finance Co. USD	6.750	27-Jan-41	4 128	3 990	
3 375	Republic of Brazil USD	4.250	07-Jan-25	3 810	3 944	
955	Republic of Brazil USD	7.125	20-Jan-37	1 282	1 399	
				17 233	17 412	4.0
Chile						
1 700	Celulosa Arauco y Constitucion S.A. USD	4.500	01-Aug-24	1 822	1 971	
11 599	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	12 511	13 881	
				14 333	15 852	3.6
China						
1 800	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	1 985	2 229	
5 255	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	5 440	6 464	
1 620	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	1 831	1 983	
				9 256	10 676	2.4
Colombia						
1 490	Ecopetrol S.A. USD	7.625	23-Jul-19	1 867	1 991	
1 375	Ecopetrol S.A. USD	5.875	28-May-45	1 475	1 486	
1 775	Republic of Colombia USD	11.750	25-Feb-20	2 842	2 896	
5 635	Republic of Colombia USD	8.125	21-May-24	8 459	8 687	
3 875	Republic of Colombia USD	6.125	18-Jan-41	4 980	5 415	
				19 623	20 475	4.7
Costa Rica						
1 875	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	2 081	2 162	
2 675	Costa Rica Government USD	4.375	30-Apr-25	2 713	2 793	
				4 794	4 955	1.1
Croatia						
2 725	Croatia Government USD	6.250	27-Apr-17	3 211	3 369	
5 978	Croatia Government USD	6.750	05-Nov-19	6 659	7 653	
1 510	Croatia Government USD	6.375	24-Mar-21	1 808	1 921	
				11 678	12 943	3.0
Dominican Republic						
5 200	Dominican Republic USD	7.500	06-May-21	6 112	6 654	
3 050	Dominican Republic USD	7.450	30-Apr-44	3 675	3 894	
				9 787	10 548	2.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Ecuador						
3 900	Government of Ecuador USD	7.950	20-Jun-24	\$ 4 389	\$ 3 903	
				4 389	3 903	0.9
El Salvador						
3 550	Republic of El Salvador USD	7.375	01-Dec-19	4 198	4 556	
				4 198	4 556	1.0
Gabon						
725	Gabonese Republic USD	6.375	12-Dec-24	850	803	
				850	803	0.2
Georgia						
925	Georgia Government USD	6.875	12-Apr-21	1 082	1 126	
				1 082	1 126	0.3
Guatemala						
4 400	Republic of Guatemala USD	5.750	06-Jun-22	5 164	5 559	
				5 164	5 559	1.3
Hungary						
4 650	Hungary Government USD	4.125	19-Feb-18	5 038	5 612	
1 290	Hungary Government USD	6.250	29-Jan-20	1 616	1 687	
				6 654	7 299	1.7
Iceland						
2 775	Iceland Government USD	5.875	11-May-22	3 205	3 622	
				3 205	3 622	0.8
India						
850	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	1 025	1 059	
2 025	Export-Import Bank of India USD	4.000	07-Aug-17	2 176	2 456	
2 375	Export-Import Bank of India USD	3.875	02-Oct-19	2 652	2 846	
850	NTPC Ltd. USD	5.625	14-Jul-21	1 061	1 092	
				6 914	7 453	1.7
Indonesia						
1 917	Government of Indonesia USD	5.875	13-Mar-20	2 356	2 473	
4 445	Government of Indonesia USD	4.875	05-May-21	4 905	5 491	
2 420	Government of Indonesia USD	5.250	17-Jan-42	2 522	2 853	
2 765	Majapahit Holding BV USD	7.750	17-Oct-16	3 241	3 534	
4 515	Pertamina Persero PT USD	5.625	20-May-43	4 198	4 957	
5 250	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	5 988	6 389	
				23 210	25 697	5.9
Iraq						
1 775	Republic of Iraq USD	5.800	15-Jan-28	1 679	1 743	
				1 679	1 743	0.4
Ireland						
2 110	Ireland Government EUR	5.400	13-Mar-25	3 004	4 090	
				3 004	4 090	0.9
Israel						
1 670	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	2 068	2 171	
				2 068	2 171	0.5
Ivory Coast						
3 145	Ivory Coast Government USD	5.750	31-Dec-32	3 215	3 526	
				3 215	3 526	0.8
Jordan						
2 085	Jordan Government USD	3.875	12-Nov-15	2 194	2 442	
				2 194	2 442	0.6

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Kazakhstan						
2 950	Kazakhstan Temir Zholy Finance BV USD	6.375	06-Oct-20	\$ 3 504	\$ 3 393	
3 995	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	5 145	5 095	
2 030	KazMunayGas National Co. JSC USD	6.375	09-Apr-21	2 387	2 397	
6 660	KazMunayGas National Co. JSC USD	5.750	30-Apr-43	6 301	6 538	
2 800	Samruk-Energy JSC USD	3.750	20-Dec-17	2 915	3 139	
				20 252	20 562	4.7
Lithuania						
2 160	Lithuania Government USD	6.125	09-Mar-21	2 759	2 927	
				2 759	2 927	0.7
Malaysia						
2 000	1MDB Global Investments Ltd. USD	4.400	09-Mar-23	2 268	2 300	
975	Petronas Capital Ltd. USD	5.250	12-Aug-19	1 130	1 257	
				3 398	3 557	0.8
Mexico						
875	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	1 026	1 060	
1 225	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	1 501	1 494	
5 125	Comision Federal de Electricidad USD	4.875	26-May-21	5 768	6 350	
29 000	Mexican Bonos MXN	8.000	11-Jun-20	2 847	2 574	
900	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	988	1 098	
3 650	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	4 319	4 919	
5 025	Petroleos Mexicanos USD	6.000	05-Mar-20	6 279	6 582	
3 650	Petroleos Mexicanos USD	3.500	30-Jan-23	3 687	4 067	
3 285	United Mexican States USD	5.750	12-Oct-10	3 564	4 118	
				29 979	32 262	7.4
Morocco						
1 635	Morocco Government EUR	4.500	05-Oct-20	2 108	2 553	
950	Morocco Government USD	5.500	11-Dec-42	1 149	1 143	
1 275	OCP S.A. USD	5.625	25-Apr-24	1 411	1 561	
				4 668	5 257	1.2
Nigeria						
705	Nigeria Government USD	6.750	28-Jan-21	814	841	
				814	841	0.2
Pakistan						
775	Pakistan Government USD	6.875	01-Jun-17	911	918	
975	Pakistan Government USD	7.250	15-Apr-19	1 087	1 158	
				1 998	2 076	0.5
Panama						
6 350	Republic of Panama USD	7.125	29-Jan-26	8 521	9 408	
2 719	Republic of Panama USD	6.700	26-Jan-36	3 682	4 099	
				12 203	13 507	3.1
Peru						
1 875	Banco de Credito del Peru USD	5.375	16-Sep-20	2 224	2 364	
6 405	Republic of Peru USD	7.350	21-Jul-25	8 859	9 903	
3 200	Republic of Peru USD	5.625	18-Nov-50	4 017	4 391	
				15 100	16 658	3.8
Philippines						
6 930	Republic of Philippines USD	8.375	17-Jun-19	9 499	10 242	
5 525	Republic of Philippines USD	7.750	14-Jan-31	8 182	9 287	
67 000	Republic of Philippines PHP	6.250	14-Jan-36	1 712	1 965	
				19 393	21 494	4.9
Poland						
4 334	Government of Poland USD	6.375	15-Jul-19	5 146	5 910	
3 015	Government of Poland USD	5.125	21-Apr-21	3 707	3 955	
				8 853	9 865	2.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Qatar						
1 280	State of Qatar USD	6.400	20-Jan-40	\$ 1 687	\$ 1 894	
				1 687	1 894	0.4
Romania						
1 735	Romanian Government EUR	4.625	18-Sep-20	2 503	2 815	
4 580	Romanian Government USD	6.750	07-Feb-22	5 795	6 397	
				8 298	9 212	2.1
Russia						
3 200	Gazprom OAO USD	9.250	23-Apr-19	4 273	3 809	
14 785	Russian Federation USD	5.000	31-Mar-30	12 280	11 695	
400	Russian Foreign Bond - Eurobond USD	5.625	04-Apr-42	349	390	
				16 902	15 894	3.6
Rwanda						
2 555	Rwanda International Government USD	6.625	02-May-23	2 802	3 040	
				2 802	3 040	0.7
Serbia						
4 180	Republic of Serbia USD	5.250	21-Nov-17	4 369	4 992	
850	Republic of Serbia USD	5.875	03-Dec-18	992	1 035	
				5 361	6 027	1.4
Seychelles						
520	Republic of Seychelles USD	5.000	01-Jan-26	520	592	
				520	592	0.1
Slovenia						
4 810	Slovenia Government USD	5.500	26-Oct-22	5 530	6 215	
				5 530	6 215	1.4
South Africa						
2 465	Eskom Holdings Ltd. USD	5.750	26-Jan-21	2 844	2 892	
3 025	Republic of South Africa USD	4.665	17-Jan-24	3 322	3 654	
				6 166	6 546	1.5
South Korea						
3 225	Korea Hydro & Nuclear Power Co. Ltd. USD	4.750	13-Jul-21	3 526	4 217	
				3 526	4 217	1.0
Sri Lanka						
2 681	Sri Lanka Government USD	6.250	04-Oct-20	3 158	3 260	
				3 158	3 260	0.7
Supranational						
2 755	African Export-Import Bank USD	5.750	27-Jul-16	2 949	3 321	
2 975	Eurasian Development Bank USD	5.000	26-Sep-20	3 163	2 992	
				6 112	6 313	1.4
Turkey						
1 710	Export Credit Bank of Turkey USD	5.375	04-Nov-16	1 774	2 088	
3 250	Export Credit Bank of Turkey USD	5.875	24-Apr-19	3 745	4 040	
5 050	Republic of Turkey USD	7.500	14-Jul-17	6 201	6 570	
3 150	Republic of Turkey USD	7.000	11-Mar-19	3 909	4 192	
1 450	Republic of Turkey USD	5.750	22-Mar-24	1 664	1 891	
1 800	Republic of Turkey USD	4.875	16-Apr-43	1 977	2 091	
950	Yapi ve Kredi Bankasi A.S. USD	5.188	13-Oct-15	997	1 130	
				20 267	22 002	5.0
Ukraine						
2 550	Ukraine Government USD	7.800	28-Nov-22	2 448	1 770	
				2 448	1 770	0.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Arab Emirates						
725	Abu Dhabi National Energy Co. USD	5.875	13-Dec-21	\$ 799	\$ 977	
2 740	Emirate of Dubai USD	7.750	05-Oct-20	3 235	3 888	
2 625	IPIC GMTN Ltd. USD	5.000	15-Nov-20	2 973	3 378	
				7 007	8 243	1.9
United States						
7 900	United States Treasury	2.500	15-May-24	8 909	9 453	
				8 909	9 453	2.2
Uruguay						
2 075	Republic of Uruguay USD	4.500	14-Aug-24	2 262	2 546	
1 750	Republic of Uruguay USD	7.625	21-Mar-36	2 352	2 780	
				4 614	5 326	1.2
Venezuela						
6 645	Republic of Venezuela USD	9.250	15-Sep-27	4 859	3 732	
4 625	Republic of Venezuela USD	7.000	31-Mar-38	2 842	2 211	
				7 701	5 943	1.4
Vietnam						
2 120	Republic of Vietnam USD	4.800	19-Nov-24	2 439	2 544	
				2 439	2 544	0.6
Zambia						
950	Zambia Government USD	5.375	20-Sep-22	1 015	1 025	
				1 015	1 025	0.2
TOTAL FOREIGN BONDS				399 391	427 061	97.7
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
7	USD/BRL, Put @ 2.4000 April 1, 2015			\$ 112	\$ 15	
(7)	USD/BRL, Written Call @ 2.9234 April 1, 2015			(112)	(79)	
TOTAL OTHER INVESTMENTS				—	(64)	—
SHORT-TERM INVESTMENTS*				498	498	0.1
TOTAL INVESTMENTS				399 889	427 495	97.8
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				—	(89)	—
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	459	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	(664)	(0.2)
TOTAL PORTFOLIO				\$ 399 889	427 201	97.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					9 860	2.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 437 061	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.91% and mature on January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(23) Euro-Bund Future, March 2015		
Contracts at EUR 153.11 per contract	\$ (4 928)	\$ (89)
TOTAL FUTURES	\$ (4 928)	\$ (89)

\$500 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 172 Sold CAD 200 @ 1.1598	02-Jan-15	\$ -
Bought USD 1 786 Sold KRW 1 884 024 @ 0.0009	14-Jan-15	81
Bought USD 1 344 Sold EUR 1 062 @ 1.2657	22-Jan-15	68
Bought USD 3 378 Sold EUR 2 717 @ 1.2431	22-Jan-15	104
Bought USD 723 Sold EUR 571 @ 1.2664	22-Jan-15	37
Bought USD 3 757 Sold JPY 445 704 @ 0.0084	02-Feb-15	40
Bought PHP 163 959 Sold USD 3 650 @ 0.0223	03-Feb-15	10
Bought USD 3 674 Sold PHP 163 959 @ 0.0224	03-Feb-15	18
Bought KRW 2 011 741 Sold USD 1 804 @ 0.0009	25-Feb-15	36
Bought USD 1 857 Sold KRW 2 011 741 @ 0.0009	25-Feb-15	26
Bought USD 2 347 Sold EUR 1 911 @ 1.2282	18-Mar-15	39
		\$ 459

Contracts	Maturity Date	Unrealized Loss
Bought BRL 4 532 Sold USD 1 728 @ 2.6220	09-Jan-15	\$ (30)
Bought KRW 1 884 024 Sold USD 1 747 @ 0.0009	14-Jan-15	(36)
Bought MXN 1 375 Sold USD 101 @ 13.6270	15-Jan-15	(9)
Bought MXN 1 800 Sold USD 132 @ 13.6085	15-Jan-15	(12)
Bought MXN 2 953 Sold USD 200 @ 14.7456	15-Jan-15	-
Bought MXN 5 924 Sold USD 411 @ 14.4274	15-Jan-15	(11)
Bought MXN 71 389 Sold USD 5 288 @ 13.4998	15-Jan-15	(526)
Bought JPY 218 104 Sold USD 1 850 @ 0.0085	02-Feb-15	(33)
Bought JPY 227 600 Sold USD 1 906 @ 0.0084	02-Feb-15	(7)
		\$ (664)
TOTAL FOREIGN EXCHANGE		\$ (205)

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 427 495	\$ 352 640	\$ 371 258
Cash	3 528	4 178	2 824
Subscriptions receivable	505	393	912
Unrealized gain on futures contracts	–	43	–
Futures contracts margin receivable	67	–	–
Unrealized gain on foreign exchange contracts	459	118	8
Dividends receivable, interest accrued and other assets	6 362	5 493	5 599
TOTAL ASSETS	438 416	362 865	380 601
LIABILITIES			
Redemptions payable	404	365	278
Unrealized loss on futures contracts	89	–	–
Futures contracts margin payable	–	55	–
Unrealized loss on foreign exchange contracts	664	343	29
Accounts payable and accrued expenses	198	157	152
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 355	920	459
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 437 061	\$ 361 945	\$ 380 142
Investments at cost	\$ 399 889	\$ 350 336	\$ 353 339
NAV			
SERIES A	\$ 33 408	\$ 29 688	\$ 30 281
ADVISOR SERIES	\$ 34 308	\$ 33 244	\$ 31 059
SERIES H	\$ 1	\$ –	\$ –
SERIES D	\$ 7 945	\$ 4 646	\$ 5 857
SERIES F	\$ 58 925	\$ 37 332	\$ 40 591
SERIES I	\$ 1 843	\$ –	\$ –
SERIES O	\$ 300 631	\$ 257 035	\$ 272 354
NAV PER UNIT			
SERIES A	\$ 10.86	\$ 9.99	\$ 10.34
ADVISOR SERIES	\$ 10.85	\$ 9.98	\$ 10.32
SERIES H	\$ 10.92	\$ –	\$ –
SERIES D	\$ 10.99	\$ 10.09	\$ 10.44
SERIES F	\$ 10.83	\$ 9.95	\$ 10.30
SERIES I	\$ 10.95	\$ –	\$ –
SERIES O	\$ 10.86	\$ 10.00	\$ 10.34

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 21 754	\$ 21 526
Net gain (loss) from futures contracts	(1 086)	88
Securities lending revenue (see note 6 in the generic notes)	19	24
Net realized gain (loss) on investments	12 385	2 813
Net gain (loss) on foreign currencies and other net assets	972	130
Change in unrealized gain (loss) on investments	25 322	(15 819)
TOTAL INCOME (LOSS)	59 366	8 762
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 390	1 380
Administration fees	389	392
Board of Governors costs	3	3
GST/HST	197	209
TOTAL EXPENSES	1 979	1 984
INCREASE (DECREASE) IN NAV	\$ 57 387	\$ 6 778
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 4 222	\$ 40
ADVISOR SERIES	\$ 4 589	\$ 123
SERIES H	\$ –	\$ –
SERIES D	\$ 826	\$ 28
SERIES F	\$ 6 773	\$ 485
SERIES I	\$ 29	\$ –
SERIES O	\$ 40 948	\$ 6 102
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.47	\$ 0.06
ADVISOR SERIES	\$ 1.47	\$ 0.06
SERIES H	\$ 0.56	\$ –
SERIES D	\$ 1.55	\$ 0.12
SERIES F	\$ 1.54	\$ 0.14
SERIES I	\$ 0.58	\$ –
SERIES O	\$ 1.65	\$ 0.23

* Series H and Series I launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 57 387	\$ 6 778
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(12 385)	(2 813)
Change in unrealized loss (gain) on investments	(25 322)	15 819
(Increase) decrease in accrued receivables	(826)	63
Increase (decrease) in accrued payables	130	5
Cost of investments purchased	(281 539)	(424 078)
Proceeds on sales of investments	244 371	429 894
NET CASH PROVIDED BY OPERATING ACTIVITIES	(18 184)	25 668
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	144 292	190 455
Cash paid on redemption of redeemable units	(116 546)	(207 048)
Distributions paid to holders of redeemable units	(10 090)	(7 776)
NET CASH USED IN FINANCING ACTIVITIES	\$ 17 656	\$ (24 369)
Net increase (decrease) in cash for the year	(528)	1 299
Cash (bank overdraft), beginning of period	4 123	2 824
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3 595	\$ 4 123
Interest received	\$ 20 885	\$ 21 632
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 29 688	\$ 30 281	\$ 33 244	\$ 31 059	\$ –	\$ –	\$ 4 646	\$ 5 857
INCREASE (DECREASE) IN NAV	4 222	40	4 589	123	–	–	826	28
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	12 153	14 462	8 281	10 635	1	–	4 215	2 075
Reinvestments of distributions to holders of redeemable units	1 595	1 208	1 067	791	–	–	397	247
Redemption of redeemable units	(12 548)	(14 955)	(11 051)	(7 949)	–	–	(1 740)	(3 312)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 200	715	(1 703)	3 477	1	–	2 872	(990)
Distributions from net income	(1 069)	(1 239)	(1 162)	(1 292)	–	–	(251)	(232)
Distributions from net gains	(633)	(109)	(660)	(123)	–	–	(148)	(17)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 702)	(1 348)	(1 822)	(1 415)	–	–	(399)	(249)
NET INCREASE (DECREASE) IN NAV	3 720	(593)	1 064	2 185	1	–	3 299	(1 211)
NAV AT END OF PERIOD	\$ 33 408	\$ 29 688	\$ 34 308	\$ 33 244	\$ 1	\$ –	\$ 7 945	\$ 4 646

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 37 332	\$ 40 591	\$ –	\$ –	\$ 257 035	\$ 272 354	\$ 361 945	\$ 380 142
INCREASE (DECREASE) IN NAV	6 773	485	29	–	40 948	6 102	57 387	6 778
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	30 821	16 816	1 840	–	87 093	145 948	144 404	189 936
Reinvestments of distributions to holders of redeemable units	1 102	1 174	26	–	12 517	9 776	16 704	13 196
Redemption of redeemable units	(13 874)	(19 693)	–	–	(77 372)	(161 226)	(116 585)	(207 135)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	18 049	(1 703)	1 866	–	22 238	(5 502)	44 523	(4 003)
Distributions from net income	(2 103)	(1 900)	(17)	–	(13 927)	(15 001)	(18 529)	(19 664)
Distributions from net gains	(1 126)	(141)	(35)	–	(5 663)	(918)	(8 265)	(1 308)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 229)	(2 041)	(52)	–	(19 590)	(15 919)	(26 794)	(20 972)
NET INCREASE (DECREASE) IN NAV	21 593	(3 259)	1 843	–	43 596	(15 319)	75 116	(18 197)
NAV AT END OF PERIOD	\$ 58 925	\$ 37 332	\$ 1 843	\$ –	\$ 300 631	\$ 257 035	\$ 437 061	\$ 361 945

* Series H and Series I launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and capital growth by investing primarily in government debt securities of emerging market countries.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	2.2	–	–
AA	5.6	4.5	2.5
A	8.8	10.3	11.3
BBB	47.9	53.8	45.4
BB	23.7	21.5	27.3
B	9.1	5.8	10.3
CCC	1.4	1.2	–
Unrated	1.3	2.9	3.2
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Other Countries	28.3	18.0	19.2
Mexico	7.4	7.6	7.8
Indonesia	5.9	4.5	7.1
Turkey	5.0	4.3	7.1
Philippines	4.9	5.8	6.0
Colombia	4.7	4.1	4.0
Kazakhstan	4.7	3.9	3.2
Brazil	4.0	4.3	4.4
Peru	3.8	3.8	4.8
Russia	3.6	6.8	7.8
Chile	3.6	3.1	3.6
Panama	3.1	2.9	3.2
Croatia	3.0	1.5	–
Dominican Republic	2.4	–	–
China	2.4	1.9	1.9
Azerbaijan	2.4	–	–
Poland	2.3	2.6	2.5
United States	2.2	–	–
Romania	2.1	–	–
United Arab Emirates	1.9	3.0	4.4
Venezuela	–	3.3	4.4
Hungary	–	3.1	–
South Korea	–	2.2	1.9

Please see the generic notes at the back of the financial statements.

Investment mix	December 31 2014	December 31 2013	January 1 2013
South Africa	–	1.8	1.9
Ireland	–	1.5	–
Lithuania	–	1.5	–
Ukraine	–	1.3	2.2
Latvia	–	1.2	–
El Salvador	–	1.2	–
Costa Rica	–	1.1	–
Iceland	–	1.0	–
Cash/Other	2.3	2.7	2.6

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	1.2	–	1.8
1 – 5 years	25.0	24.5	22.5
5 – 10 years	45.5	41.7	43.6
> 10 years	28.3	33.8	32.1
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 6.0% (December 31, 2013 – 6.0%, January 1, 2013 – 6.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	96.5	92.3	99.6
Mexican peso	2.1	2.3	–
Brazilian real	0.5	1.1	–
Philippine peso	0.5	–	–
Euro	0.1	–	–
Chinese renminbi	–	0.5	–
Russian rouble	–	2.0	–
Other currencies	–	0.5	0.1
Total	99.7	98.7	99.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	426 997	–	426 997
Short-term investments	–	498	–	498
Derivatives – assets	–	459	–	459
Derivatives – liabilities	(89)	(664)	–	(753)
Total financial instruments	(89)	427 290	–	427 201
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	352 142	–	352 142
Short-term investments	–	498	–	498
Derivatives – assets	43	118	–	161
Derivatives – liabilities	–	(343)	–	(343)
Total financial instruments	43	352 415	–	352 458
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	370 427	–	370 427
Short-term investments	–	831	–	831
Derivatives – assets	–	8	–	8
Derivatives – liabilities	–	(29)	–	(29)
Total financial instruments	–	371 237	–	371 237
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.35%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	96	–
Series D	122	115
Series I	96	–
Value of all units	3	1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	2 971	2 929
Issued number of units	1 130	1 406
Reinvested number of units	149	121
Redeemed number of units	(1 175)	(1 485)
Ending number of units	3 075	2 971
Advisor Series		
Opening units	3 329	3 009
Issued number of units	773	1 034
Reinvested number of units	99	79
Redeemed number of units	(1 039)	(793)
Ending number of units	3 162	3 329
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	461	561
Issued number of units	385	199
Reinvested number of units	37	25
Redeemed number of units	(160)	(324)
Ending number of units	723	461
Series F		
Opening units	3 752	3 940
Issued number of units	2 881	1 651
Reinvested number of units	103	118
Redeemed number of units	(1 297)	(1 957)
Ending number of units	5 439	3 752
Series I		
Opening units	–	–
Issued number of units	166	–
Reinvested number of units	2	–
Redeemed number of units	–	–
Ending number of units	168	–
Series O		
Opening units	25 704	26 339
Issued number of units	8 059	14 286
Reinvested number of units	1 168	979
Redeemed number of units	(7 236)	(15 900)
Ending number of units	27 695	25 704

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	13 097	12 134
Fair value of collateral received	13 359	12 377

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income Bond Fund	8.4	10.3
RBC Bond Trust	–	0.1
RBC Global Corporate Bond Fund	15.5	14.4
RBC Monthly Income High Yield Bond Fund	0.8	0.3
RBC U.S. Monthly Income Fund	8.1	8.6
Total	32.8	33.7

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	360 728	378 653
Revaluation of investments at FVTPL	1 217	1 489
Net assets attributable to holders of redeemable units	361 945	380 142
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		7 050
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(272)
Increase (decrease) in net assets attributable to holders of redeemable units		6 778

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
BLUEBAY GLOBAL MONTHLY INCOME BOND FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Australia				
529 100	TFS Corp Ltd., Warrants @ 1.28 July 15, 2018	\$ —	\$ 356	
		—	356	—
France				
1 574	Eurazeo S.A.	141	128	
2 075	Kering S.A.	472	463	
2 933	Technip S.A.	328	203	
1 023	Unibail-Rodamco SE Real Estate Investment Trust	282	305	
		1 223	1 099	0.1
Germany				
27 184	Deutsche Post AG	1 074	1 028	
6 172	Telegate AG	31	29	
		1 105	1 057	0.1
Italy				
35 064 038	Seat Pagine Gialle S.p.A.	120	133	
		120	133	—
United Kingdom				
585	CEVA Group Plc., A-2 Convertible Preference	511	595	
270	CEVA Group Plc., Restricted	236	275	
		747	870	0.1
United States				
7 924	Lam Research Corp.	655	730	
8 400	Salesforce.com Inc.	531	579	
		1 186	1 309	0.1
		4 381	4 824	0.4

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
700	Beach Energy Ltd., Convertible AUD	3.950	03-Apr-17	\$ 770	\$ 660	
500	CFS Retail Property Trust Group, Convertible AUD	5.750	04-Jul-16	530	495	
600	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	649	657	
1 070	Paladin Energy Ltd., Convertible USD	3.625	04-Nov-15	981	1 218	
550	Paladin Energy Ltd., Convertible USD	6.000	30-Apr-17	496	588	
1 430	TFS Corp Ltd. USD	11.000	15-Jul-18	1 422	1 805	
250	Western Areas NL, Convertible AUD	6.400	02-Jul-15	270	237	
				5 118	5 660	0.5
Austria						
400	IMMOFINANZ AG, Convertible EUR	1.500	11-Sep-19	563	578	
				563	578	—
Barbados						
822	Columbus International Inc. USD	7.375	30-Mar-21	981	997	
				981	997	0.1
Belgium						
5 265	LBC Tank Terminals Holding Netherlands BV USD	6.875	15-May-23	5 921	6 178	
				5 921	6 178	0.5

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Brazil						
11 550	BRF S.A. BRL	7.750	22-May-18	\$ 4 789	\$ 4 392	
4 600	Odebrecht Finance Ltd. USD	7.125	26-Jun-42	5 385	4 503	
1 900	Oi S.A. USD	5.750	10-Feb-22	2 038	2 042	
600	Petrobras Global Finance BV USD	4.875	17-Mar-20	672	654	
756	Petrobras International Finance Co. USD	6.750	27-Jan-41	887	803	
8 615	Republic of Brazil USD	2.625	05-Jan-23	9 042	9 187	
2 485	Republic of Brazil USD	4.250	07-Jan-25	2 880	2 904	
350	Republic of Brazil USD	5.000	27-Jan-45	400	400	
1 673	Telemar Norte Leste S.A. USD	5.500	23-Oct-20	1 801	1 817	
				27 894	26 702	2.2
Bulgaria						
5 555	Republic of Bulgaria EUR	2.950	03-Sep-24	8 033	7 840	
				8 033	7 840	0.6
Canada						
3 564	Baytex Energy Corp. USD	5.625	01-Jun-24	3 834	3 534	
4 650	Great Canadian Gaming Corp.	6.625	25-Jul-22	4 886	4 901	
5 693	Mood Media Corp. USD	9.250	15-Oct-20	5 512	5 489	
5 622	Videotron Ltd. USD	5.375	15-Jun-24	6 256	6 677	
				20 488	20 601	1.7
Chile						
5 850	AES Gener S.A. USD	8.375	18-Dec-73	7 383	7 408	
850	Republic of Chile USD	3.125	27-Mar-25	961	985	
				8 344	8 393	0.7
China						
3 200	Alibaba Group Holding Ltd. USD	4.500	28-Nov-34	3 644	3 806	
7 740	Bank of China Ltd. USD	5.000	13-Nov-24	8 861	9 280	
1 100	Billion Express Investments Ltd., Convertible USD	0.750	18-Oct-15	1 213	1 280	
2 100	China Overseas Finance Cayman VI Ltd. USD	6.450	11-Jun-34	2 392	2 663	
4 050	China Resources Power East Foundation Co. Ltd. USD	7.250	31-Dec-99	4 709	4 870	
4 000	China Singyes Solar Technologies Holdings Ltd., Convertible CNY	5.000	08-Aug-19	702	750	
580	Ctrip.com International Ltd., Convertible USD	1.250	15-Oct-18	652	659	
4 650	ENN Energy Holdings Ltd. USD	6.000	13-May-21	5 965	6 073	
750	ENN Energy Holdings Ltd., Convertible USD	0.000	26-Feb-18	1 001	953	
250	Haitian International Holdings Ltd., Convertible USD	2.000	13-Feb-19	282	291	
7 000	Logo Star Ltd., Convertible HKD	1.500	22-Nov-18	981	1 205	
1 396	Qihoo 360 Technology Co. Ltd., Convertible USD	1.750	15-Aug-21	1 527	1 350	
4 000	Shenzhou International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	566	590	
500	SINA Corp., Convertible USD	1.000	01-Dec-18	530	538	
5 900	Wanda Properties International Co. Ltd. USD	7.250	29-Jan-24	7 248	7 679	
				40 273	41 987	3.4
Colombia						
989	Empresa de Energia de Bogota S.A. USD	6.125	10-Nov-21	1 206	1 224	
3 700 000	Empresa de Telecomunicaciones de Bogota COP	7.000	17-Jan-23	1 950	1 760	
6 508 000	Empresas Publicas de Medellin E.S.P. COP	7.625	10-Sep-24	3 635	3 098	
2 107	Pacific Rubiales Energy Corp. USD	5.375	26-Jan-19	2 389	2 115	
250	Pacific Rubiales Energy Corp. USD	7.250	12-Dec-21	292	254	
525	Republic of Colombia USD	4.000	26-Feb-24	626	625	
4 000	Transportadora de Gas Internacional S.A. E.S.P. USD	5.700	20-Mar-22	4 725	4 902	
				14 823	13 978	1.1
Costa Rica						
3 130	Costa Rica Government USD	4.375	30-Apr-25	3 317	3 269	
				3 317	3 269	0.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Denmark						
1 450	Welltec A/S USD	8.000	01-Feb-19	\$ 1 515	\$ 1 584	
				1 515	1 584	0.1
Ecuador						
2 300	EP PetroEcuador USD	5.865	24-Sep-19	2 477	2 325	
400	Government of Ecuador USD	7.950	20-Jun-24	463	400	
				2 940	2 725	0.2
Finland						
1 100	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	985	43	
				985	43	-
France						
40	Air France-KLM, Convertible EUR	2.030	15-Feb-23	779	649	
4 185	Albea Beauty Holdings S.A. USD	8.375	01-Nov-19	4 723	5 130	
910	Albea Beauty Holdings S.A. EUR	8.750	01-Nov-19	1 287	1 375	
3 272	Credit Agricole S.A. USD	6.625	31-Dec-44	3 615	3 691	
1 570	Credit Agricole S.A. USD	7.875	31-Dec-99	1 735	1 861	
12	Faurecia, Convertible EUR	3.250	01-Jan-18	587	563	
2	Gecina S.A., Convertible EUR	2.125	01-Jan-16	354	339	
3 300	Numericable Group S.A. USD	6.000	15-May-22	3 672	3 860	
2 160	Numericable Group S.A. USD	6.250	15-May-24	2 387	2 531	
5	Unibail-Rodamco SE, Convertible EUR	0.000	01-Jul-21	1 971	1 972	
				21 110	21 971	1.8
Germany						
300	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	402	389	
600	Deutsche Wohnen AG, Convertible EUR	0.875	08-Sep-21	859	970	
200	E.ON Beteiligungen GmbH, Convertible EUR	0.000	01-Oct-18	287	279	
300	Grand City Properties S.A., Convertible EUR	1.500	24-Feb-19	488	565	
1 350	Hypo Real Estate International Trust I EUR	5.864	31-Dec-59	1 651	1 572	
500	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	781	682	
250	Siemens Financieringsmaatschappij N.V., Convertible USD	1.050	16-Aug-17	260	319	
8	TUI AG, Convertible EUR	2.750	24-Mar-16	599	789	
2 810	Unitymedia GmbH USD	7.500	15-Mar-19	3 185	3 436	
240	Unitymedia GmbH EUR	9.500	15-Mar-21	344	378	
7 030	Unitymedia GmbH EUR	4.000	15-Jan-25	9 844	10 118	
5 340	Unitymedia KabelBW GmbH USD	6.125	15-Jan-25	6 028	6 421	
				24 728	25 918	2.1
Guatemala						
3 600	Cementos Progreso Trust USD	7.125	06-Nov-23	4 351	4 536	
				4 351	4 536	0.4
Hong Kong						
750	Asia View Ltd., Convertible USD	1.500	08-Aug-19	808	866	
4 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	602	620	
14 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	2 306	2 465	
800	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	885	1 005	
4 900	Hutchison Whampoa International 12 Ltd. USD	6.000	31-Dec-99	6 045	6 083	
4 050	Industrial & Commercial Bank of China Asia Ltd. USD	4.500	10-Oct-23	4 759	4 812	
1 050	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	1 308	1 209	
2 000	REXLot Holdings Ltd., Convertible HKD	4.500	17-Apr-19	284	262	
8 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	1 122	1 158	
				18 119	18 480	1.5

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
3 916	Hungary Government USD	4.000	25-Mar-19	\$ 4 501	\$ 4 693	
5 934	Hungary Government USD	6.375	29-Mar-21	7 802	7 890	
2 192	Hungary Government USD	5.750	22-Nov-23	2 723	2 832	
490	Magyar Export-Import Bank ZRt. USD	4.000	30-Jan-20	540	567	
600	Magyar Nemzeti Vagyonkezelő ZRt., Convertible EUR	3.375	02-Apr-19	882	854	
				16 448	16 836	1.4
India						
5 700	Bharti Airtel International Netherlands BV USD	5.350	20-May-24	7 004	7 198	
3 200	JSW Steel Ltd. USD	4.750	12-Nov-19	3 640	3 550	
1 758	Vedanta Resources Plc. USD	8.250	07-Jun-21	2 141	2 031	
2 000	Vedanta Resources Plc. USD	7.125	31-May-23	2 279	2 149	
				15 064	14 928	1.2
Indonesia						
2 839	Government of Indonesia USD	11.625	04-Mar-19	4 299	4 383	
446	Government of Indonesia USD	4.875	05-May-21	531	551	
7 580	Government of Indonesia USD	3.375	15-Apr-23	8 278	8 389	
5 177	Government of Indonesia USD	5.875	15-Jan-24	6 675	6 822	
5 040	Government of Indonesia USD	6.750	15-Jan-44	7 188	7 256	
415	Pertamina Persero PT USD	6.000	03-May-42	442	472	
2 702	Pertamina Persero PT USD	6.450	30-May-44	3 164	3 285	
1 284	Perusahaan Listrik Negara PT USD	5.250	24-Oct-42	1 278	1 367	
				31 855	32 525	2.7
Ireland						
4 450	Bank of Ireland EUR	4.250	11-Jun-24	6 440	6 193	
				6 440	6 193	0.5
Israel						
6 010	Delek & Avner Tamar Bond Ltd. USD	5.082	30-Dec-23	7 029	6 980	
442	Israel Electric Corp. Ltd. USD	6.875	21-Jun-23	556	588	
5 588	Israel Electric Corp Ltd. USD	5.000	12-Nov-24	6 358	6 573	
				13 943	14 141	1.2
Italy						
2 640	Wind Acquisition Finance S.A. EUR	4.000	15-Jul-20	3 859	3 655	
1 672	Wind Acquisition Finance S.A. EUR	7.000	23-Apr-21	2 555	2 310	
				6 414	5 965	0.5
Jamaica						
4 403	Digicel Ltd. USD	8.250	01-Sep-17	4 778	5 205	
5 060	Digicel Ltd. USD	7.000	15-Feb-20	5 588	5 843	
6 050	Digicel Ltd. USD	6.000	15-Apr-21	6 627	6 590	
				16 993	17 638	1.4
Japan						
20 000	Alps Electric Co. Ltd., Convertible JPY	0.000	25-Mar-19	229	262	
20 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	234	236	
30 000	K's Holdings Corp., Convertible JPY	0.000	20-Dec-19	295	310	
120 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	1 338	1 372	
30 000	Resorttrust Inc., Convertible JPY	0.000	01-Dec-21	305	317	
40 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	433	417	
60 000	Terumo Corp., Convertible JPY	0.000	04-Dec-19	597	610	
80 000	Terumo Corp., Convertible JPY	0.000	06-Dec-21	793	814	
300	The Gunma Bank Ltd., Convertible USD	0.000	11-Oct-19	341	377	
20 000	Toho Holdings Co. Ltd., Convertible JPY	0.000	30-Dec-19	197	206	
120 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	1 266	1 175	
20 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	221	199	
				6 249	6 295	0.5

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Kenya						
390	Kenya Government USD	5.875	24-Jun-19	\$ 460	\$ 464	
7 073	Kenya Government USD	6.875	24-Jun-24	8 602	8 731	
				9 062	9 195	0.8
Luxembourg						
2 460	Altice Financing S.A. USD	7.875	15-Dec-19	2 722	2 937	
2 640	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	3 153	3 213	
5 281	Intelsat Jackson Holdings S.A. USD	6.625	15-Dec-22	5 855	6 335	
2 170	Monitchem HoldCo 3 S.A. EUR	5.250	15-Jun-21	3 151	3 020	
				14 881	15 505	1.3
Malaysia						
1 460	Cahaya Capital Ltd., Convertible USD	0.000	18-Sep-21	1 599	1 719	
1 250	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	1 074	1 157	
800	YTL Corp. Finance Labuan Ltd., Convertible USD	1.875	18-Mar-15	902	939	
				3 575	3 815	0.3
Mexico						
1 199	America Movil S.A.B. de C.V. EUR	5.125	06-Sep-73	1 872	1 827	
1 350	Banco Santander Mexico S.A. USD	5.950	30-Jan-24	1 572	1 635	
2 700	Cemex Finance LLC	9.375	12-Oct-22	3 490	3 513	
655	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	1 049	919	
4 100	Fermaca Enterprises S. de R.L. de C.V. USD	6.375	30-Mar-38	4 878	4 871	
4 021	Gruma S.A.B. de C.V. USD	4.875	01-Dec-24	4 643	4 800	
702	Petroleos Mexicanos USD	4.875	24-Jan-22	818	856	
1 134	Petroleos Mexicanos USD	4.875	18-Jan-24	1 312	1 372	
1 200	Petroleos Mexicanos USD	5.500	27-Jun-44	1 368	1 429	
910	United Mexican States USD	3.500	21-Jan-21	994	1 081	
1 420	United Mexican States USD	3.625	15-Mar-22	1 668	1 689	
542	United Mexican States USD	4.000	02-Oct-23	627	659	
5 805	United Mexican States USD	3.600	30-Jan-25	6 624	6 742	
3 660	United Mexican States USD	4.750	08-Mar-44	4 276	4 449	
500	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	101	64	
				35 292	35 906	2.9
Netherlands						
200	Centrics Oil & Gas Finance BV EUR	6.000	04-Mar-17	289	299	
2 310	InterGen N.V. USD	7.000	30-Jun-23	2 458	2 563	
1 100	NXP Semiconductor N.V., Convertible USD	1.000	01-Dec-19	1 288	1 316	
1 820	UPC Holding BV CHF	6.750	15-Mar-23	1 993	2 330	
1 220	UPCB Finance Ltd. EUR	7.625	15-Jan-20	1 763	1 790	
1 620	UPCB Finance V Ltd. USD	7.250	15-Nov-21	1 940	2 068	
300	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	455	422	
				10 186	10 788	0.9
Norway						
400	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	439	378	
800	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	1 227	1 351	
500	Ship Finance International Ltd., Convertible USD	3.750	10-Feb-16	581	571	
750	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	833	863	
				3 080	3 163	0.3
Paraguay						
3 180	Republic of Paraguay USD	4.625	25-Jan-23	3 691	3 761	
1 069	Republic of Paraguay USD	6.100	11-Aug-44	1 215	1 327	
				4 906	5 088	0.4

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Philippines						
1 011	AYC Finance Ltd., Convertible USD	0.500	02-May-19	\$ 1 190	\$ 1 267	
3 151	Republic of Philippines USD	6.375	15-Jan-32	4 716	4 807	
837	Republic of Philippines USD	6.375	23-Oct-34	1 230	1 306	
3 900	Royal Capital B.V. USD	8.375	31-Dec-99	4 697	4 809	
				11 833	12 189	1.0
Poland						
8 810	Government of Poland USD	4.000	22-Jan-24	10 659	10 903	
100	TVN Finance Corp III AB EUR	7.875	15-Nov-18	127	146	
				10 786	11 049	0.9
Portugal						
1 100	Banco Espirito Santo S.A. EUR	2.625	08-May-17	1 479	1 446	
1 000	BES Finance Ltd., Convertible USD	3.500	06-Dec-15	1 135	1 147	
1 000	Parpublica - Participacoes Publicas SGPS S.A., Convertible EUR	5.250	28-Sep-17	1 705	1 517	
				4 319	4 110	0.3
Romania						
9 882	Romanian Government USD	4.375	22-Aug-23	11 810	12 131	
7 100	Romanian Government USD	4.875	22-Jan-24	8 864	9 032	
1 505	Romanian Government EUR	2.875	28-Oct-24	2 169	2 186	
600	Romanian Government USD	6.125	22-Jan-44	816	847	
				23 659	24 196	2.0
Russia						
2 050	Lukoil International Finance BV USD	6.125	09-Nov-20	2 317	2 115	
1 271	Lukoil International Finance BV USD	4.563	24-Apr-23	1 281	1 185	
700	Lukoil International Finance BV, Convertible USD	2.625	16-Jun-15	759	774	
4 700	Polyus Gold International Ltd. USD	5.625	29-Apr-20	5 096	4 751	
5 600	Vimpel Communications OJSC USD	7.748	02-Feb-21	6 360	5 537	
				15 813	14 362	1.2
Serbia						
4 445	Republic of Serbia USD	5.875	03-Dec-18	5 368	5 414	
				5 368	5 414	0.4
Singapore						
1 750	CapitaLand Ltd., Convertible SGD	1.850	19-Jun-20	1 443	1 456	
1 500	Olam International Ltd., Convertible USD	6.000	15-Oct-16	1 638	1 845	
4 300	Puma International Financing S.A. USD	6.750	01-Feb-21	4 887	4 866	
1 000	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	853	891	
4 000	United Overseas Bank Ltd. USD	3.750	19-Sep-24	4 700	4 745	
				13 521	13 803	1.1
South Africa						
4 950	AngloGold Ashanti Holdings Plc. USD	8.500	30-Jul-20	6 019	6 060	
5 750	Eskom Holdings Ltd. USD	5.750	26-Jan-21	6 575	6 747	
170	Republic of South Africa USD	4.665	17-Jan-24	194	205	
3 695	Republic of South Africa USD	5.875	16-Sep-25	4 741	4 851	
900	Republic of South Africa USD	5.375	24-Jul-44	1 097	1 108	
1 100	Steinhoff Finance Holding GmbH, Convertible EUR	6.375	26-May-17	1 917	2 174	
				20 543	21 145	1.7
Spain						
500	Caja de Ahorros y Pensiones de Barcelona, Convertible EUR	1.000	25-Nov-17	729	802	
4 520	Grupo Isolux Corsan Finance BV EUR	6.625	15-Apr-21	6 547	5 547	
300	OHL Investments S.A., Convertible EUR	4.000	25-Apr-18	480	399	
				7 756	6 748	0.6
Sri Lanka						
1 040	Sri Lanka Government USD	6.250	27-Jul-21	1 214	1 263	
2 305	Sri Lanka Government USD	5.875	25-Jul-22	2 723	2 725	
				3 937	3 988	0.3

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Switzerland						
340	BKW AG, Convertible CHF	0.125	30-Sep-20	\$ 401	\$ 391	
970	Credit Suisse Group AG USD	6.250	18-Dec-24	1 045	1 087	
4 880	Credit Suisse Group AG USD	6.250	18-Dec-24	5 334	5 470	
665	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	774	805	
4 100	Sunrise Communications Holdings S.A. EUR	8.500	31-Dec-18	6 061	6 023	
811	Sunrise Communications International S.A. CHF	7.000	31-Dec-17	992	982	
				14 607	14 758	1.2
Taiwan						
1 000	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	1 100	1 404	
585	Asia Cement Corp., Convertible USD	0.000	13-May-18	591	691	
600	Epistar Corp., Convertible USD	0.000	07-Aug-18	758	786	
1 000	Siliconware Precision Industries Co., Convertible USD	0.000	31-Oct-19	1 123	1 268	
300	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	328	351	
				3 900	4 500	0.4
Turkey						
3 066	Republic of Turkey USD	7.500	07-Nov-19	4 173	4 199	
4 580	Republic of Turkey USD	5.750	22-Mar-24	5 851	5 972	
4 850	Turkiye Garanti Bankasi A.S. TRY	7.375	07-Mar-18	2 314	2 170	
900	Turkiye Garanti Bankasi A.S. EUR	3.375	08-Jul-19	1 294	1 281	
1 150	Turkiye Garanti Bankasi A.S. USD	4.750	17-Oct-19	1 265	1 363	
8 160	Turkiye Is Bankasi USD	5.000	30-Apr-20	9 392	9 705	
4 400	Turkiye Sinai Kalkinma Bankasi A.S. USD	5.375	30-Oct-19	4 936	5 257	
				29 225	29 947	2.5
Ukraine						
300	Ukraine Government USD	6.580	21-Nov-16	278	226	
2 020	Ukraine Government USD	9.250	24-Jul-17	1 776	1 445	
				2 054	1 671	0.1
United Arab Emirates						
400	Aabar Investments PJSC, Convertible EUR	4.000	27-May-16	692	672	
5 500	DP World Ltd. USD	6.850	02-Jul-37	6 978	7 238	
1 800	DP World Ltd., Convertible USD	1.750	19-Jun-24	1 979	2 233	
3 150	MAF Global Securities Ltd. USD	7.125	31-Dec-99	3 820	3 980	
400	National Bank of Abu Dhabi PJSC, Convertible USD	1.000	12-Mar-18	486	515	
				13 955	14 638	1.2
United Kingdom						
1 550	AA Bond Co. Ltd. GBP	9.500	31-Jul-19	3 078	3 100	
1 000	Afren Plc. USD	10.250	08-Apr-19	1 174	773	
5 400	Afren Plc. USD	6.625	09-Dec-20	5 711	3 639	
400	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	417	46	
1 740	Brakes Capital GBP	7.125	15-Dec-18	3 120	3 135	
1 180	Brighthouse Group Plc. GBP	7.875	15-May-18	2 255	2 073	
300	Capital Shopping Centres Jersey Ltd., Convertible GBP	2.500	04-Oct-18	589	591	
5 880	CEVA Group Plc. USD	7.000	01-Mar-21	6 533	6 626	
1 311	Co-operative Group Holdings 2011 GBP	5.625	08-Jul-20	2 270	2 466	
3 450	Elli Finance UK Plc. GBP	8.750	15-Jun-19	6 450	6 341	
6 610	EnQuest Plc. USD	7.000	15-Apr-22	7 291	4 838	
3 270	Equiniti Newco 2 Plc. GBP	7.125	15-Dec-18	6 134	5 892	
1 000	F&C Asset Management Plc. GBP	6.750	20-Dec-26	1 389	1 930	
600	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	582	402	
300	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	548	537	
400	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	649	856	
1 852	Johnston Press Bond Plc. GBP	8.625	01-Jun-19	3 284	3 207	
1 118	Lloyds Banking Group Plc. EUR	6.375	31-Dec-99	1 696	1 599	
2 530	Lloyds Banking Group Plc. GBP	7.000	31-Dec-99	4 749	4 556	
1 378	Lloyds Banking Group Plc. USD	7.500	31-Dec-99	1 575	1 633	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)						
3 420	Lynx I Corp. GBP	6.000	15-Apr-21	\$ 6 016	\$ 6 549	
1 960	Moto Finance Plc. GBP	10.250	15-Mar-17	3 317	3 753	
1 192	MU Finance Plc. USD	8.375	01-Feb-17	1 286	1 421	
300	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	553	573	
1 041	Priory Group No 3 Plc. GBP	7.000	15-Feb-18	1 923	1 960	
200	St Modwen Properties Securities Jersey Ltd., Convertible GBP	2.875	06-Mar-19	367	363	
1 347	The Royal Bank of Scotland Group Plc. USD	6.990	05-Oct-17	1 503	1 768	
700	TUI Travel Plc., Convertible GBP	4.900	27-Apr-17	1 463	1 616	
2 420	Virgin Media Secured Finance Plc. USD	5.500	15-Jan-25	2 844	2 910	
				78 766	75 153	6.2
United States						
520	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	569	630	
5 520	Alliance Data Systems Corp.	5.375	01-Aug-22	5 987	6 349	
6 720	AMC Entertainment Inc.	5.875	15-Feb-22	7 510	7 963	
5 610	Amsurg Corp.	5.625	15-Jul-22	6 202	6 713	
253	Anacor Pharmaceuticals Inc., Convertible	2.000	15-Oct-21	287	360	
3 010	Apex Tool Group LLC	7.000	01-Feb-21	3 121	3 007	
235	Ares Capital Corp., Convertible	4.375	15-Jan-19	273	275	
3 578	Audatex North America Inc.	6.000	15-Jun-21	3 893	4 302	
4 268	Audatex North America Inc.	6.125	01-Nov-23	4 879	5 145	
4 720	BakerCorp International Inc.	8.250	01-Jun-19	5 023	4 990	
6 730	Berry Plastics Corp.	5.500	15-May-22	7 506	7 946	
275	BioMarin Pharmaceutical Inc., Convertible	0.750	15-Oct-18	303	377	
520	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	601	743	
6 600	Biomet Inc.	6.500	01-Aug-20	7 866	8 224	
6 750	Blackboard Inc.	7.750	15-Nov-19	7 454	7 901	
4 700	Building Materials Corporation of America	6.750	01-May-21	5 739	5 788	
1 820	California Resources Corp.	6.000	15-Nov-24	1 797	1 797	
1 380	Cardtronics Inc., Convertible	1.000	01-Dec-20	1 461	1 594	
1 340	CBRE Services Inc.	5.000	15-Mar-23	1 486	1 599	
4 430	CCOH Safari LLC	5.500	01-Dec-22	5 013	5 237	
3 900	CCOH Safari LLC	5.750	01-Dec-24	4 366	4 593	
5 140	CEC Entertainment Inc.	8.000	15-Feb-22	5 611	5 822	
600	Cepheid Inc., Convertible	1.250	01-Feb-21	669	769	
6 748	Cequel Communications Escrow 1 LLC	6.375	15-Sep-20	7 621	8 153	
5 432	Chaparral Energy Inc.	7.625	15-Nov-22	6 223	4 197	
2 801	Cinemark USA Inc.	4.875	01-Jun-23	2 966	3 049	
2 700	Crown Castle International Corp.	5.250	15-Jan-23	3 050	3 215	
1 500	Cubist Pharmaceuticals Inc., Convertible	1.875	01-Sep-20	1 847	2 374	
2 780	DISH DBS Corp.	5.875	15-Nov-24	3 172	3 254	
4 430	DJO Finance Corp.	8.750	15-Mar-18	5 062	5 378	
7 290	Envision Healthcare Corp.	5.125	01-Jul-22	7 957	8 427	
6 639	Epicor Software Corp.	8.625	01-May-19	7 465	8 137	
1 400	Equinix Inc.	5.375	01-Jan-22	1 582	1 650	
4 220	Equinix Inc.	5.750	01-Jan-25	4 771	4 970	
578	Euronet Worldwide Inc., Convertible	1.500	01-Oct-44	656	685	
1 838	Gannett Co. Inc.	4.875	15-Sep-21	2 027	2 125	
1 000	Gannett Co. Inc.	5.500	15-Sep-24	1 078	1 168	
1 550	HCA Holdings Inc.	6.250	15-Feb-21	1 746	1 922	
1 010	HCA Holdings Inc.	7.750	15-May-21	1 110	1 257	
5 740	HCA Inc.	5.875	01-May-23	6 558	7 044	
2 479	HD Supply Inc.	5.250	15-Dec-21	2 815	2 938	
420	Hologic Inc., Convertible	2.000	15-Dec-37	561	610	
381	Huron Consulting Group Inc., Convertible	1.250	01-Oct-19	417	461	
200	Illumina Inc., Convertible	0.250	15-Mar-16	486	514	
1 780	Infor US Inc. EUR	10.000	01-Apr-19	2 688	2 728	
773	Intel Corp., Convertible	3.250	01-Aug-39	1 202	1 563	
670	Iron Mountain Inc. EUR	6.750	15-Oct-18	822	942	

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
970	Jarden Corp., Convertible	1.125	15-Mar-34	\$ 1 075	\$ 1 269	
410	Jazz Investments I Ltd., Convertible USD	1.875	15-Aug-21	520	541	
400	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	438	493	
5 530	Level 3 Escrow II Inc.	5.375	15-Aug-22	6 006	6 473	
2 930	Level 3 Financing Inc.	8.125	01-Jul-19	3 230	3 634	
2 350	Level 3 Financing Inc.	7.000	01-Jun-20	2 534	2 891	
4 950	LGE HoldCo VI BV EUR	7.125	15-May-24	7 888	7 687	
900	Liberty Interactive LLC, Convertible	0.750	30-Mar-43	980	1 491	
1 030	Liberty Media Corp., Convertible	1.375	15-Oct-23	1 085	1 186	
1 267	LinkedIn Corp., Convertible	0.500	01-Nov-19	1 490	1 556	
6 205	Live Nation Entertainment Inc.	5.375	15-Jun-22	6 837	7 245	
902	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	1 061	1 154	
280	Medivation Inc., Convertible	2.625	01-Apr-17	413	633	
6 021	Memorial Resource Development Corp.	5.875	01-Jul-22	6 541	6 348	
4 000	MGM Resorts International	6.000	15-Mar-23	4 522	4 694	
350	Molina Healthcare Inc., Convertible	1.125	15-Jan-20	452	567	
657	National Mentor Holdings Inc.	12.500	15-Feb-18	708	793	
4 573	Nielsen Finance LLC	5.000	15-Apr-22	4 969	5 366	
1 400	NVIDIA Corp., Convertible	1.000	01-Dec-18	1 578	1 878	
5 540	Onex York Acquisition Corp.	8.500	01-Oct-22	6 187	6 461	
2 812	Overseas Shipholding Group Inc.	8.125	30-Mar-18	3 592	3 210	
3 021	Overseas Shipholding Group Inc.	7.500	15-Feb-21	3 207	3 282	
3 667	PAETEC Holding Corp.	9.875	01-Dec-18	4 090	4 488	
550	Palo Alto Networks Inc., Convertible	0.000	01-Jul-19	718	810	
3 486	Physio-Control International Inc.	9.875	15-Jan-19	4 153	4 313	
3 940	Pinnacle Entertainment Inc.	7.750	01-Apr-22	4 499	4 783	
280	Prospect Capital Corp., Convertible	4.750	15-Apr-20	302	306	
600	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	699	735	
1 837	Regency Energy Partners LP	5.000	01-Oct-22	1 998	2 028	
270	Restoration Hardware Holdings Inc., Convertible	0.000	15-Jun-19	291	326	
1 160	Salesforce.com Inc., Convertible	0.250	01-Apr-18	1 281	1 539	
2 252	SanDisk Corp., Convertible	0.500	15-Oct-20	2 768	3 156	
2 870	SBA Communications Corp.	4.875	15-Jul-22	3 157	3 218	
1 400	Sealed Air Corp.	4.875	01-Dec-22	1 586	1 618	
1 400	Sealed Air Corp.	5.125	01-Dec-24	1 586	1 647	
570	ServiceNow Inc., Convertible	0.000	01-Nov-18	652	757	
523	SolarCity Corp., Convertible	1.625	01-Nov-19	581	552	
2 090	Spectrum Brands Inc.	6.625	15-Nov-22	2 327	2 580	
580	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	649	719	
1 810	SunEdison Inc., Convertible	0.250	15-Jan-20	1 993	2 048	
4 580	T-Mobile USA Inc.	6.375	01-Mar-25	5 029	5 419	
8 560	Taylor Morrison Communities Inc.	5.625	03-Jan-24	9 343	9 647	
180	Taylor Morrison Communities Inc.	5.625	01-Mar-24	198	203	
1 160	Tenet Healthcare Corp.	8.000	01-Aug-20	1 222	1 425	
272	TESARO Inc., Convertible	3.000	01-Oct-21	303	395	
610	Tesla Motors Inc., Convertible	0.250	03-Jan-19	641	659	
1 570	Tesla Motors Inc., Convertible	1.250	03-Jan-21	1 676	1 654	
7 490	The ADT Corp.	4.125	15-Jun-23	7 493	7 897	
7 065	The Geo Group Inc.	5.125	01-Apr-23	7 441	8 106	
5 760	The Kenan Advantage Group Inc.	8.375	15-Dec-18	6 662	6 926	
970	The Priceline Group Inc., Convertible	1.000	15-Mar-18	1 346	1 503	
1 397	The Priceline Group Inc., Convertible	0.900	15-Sep-21	1 506	1 550	
2 845	Toys "R" Us Inc.	7.375	15-Oct-18	2 513	2 190	
1 319	TransDigm Inc.	6.000	15-Jul-22	1 486	1 536	
4 830	United Surgical Partners International Inc.	9.000	01-Apr-20	5 809	6 053	
1 706	WMG Acquisition Corp. EUR	6.250	15-Jan-21	2 418	2 476	
1 362	Yahoo! Inc., Convertible	0.000	01-Dec-18	1 507	1 798	
				316 734	332 797	27.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Uruguay						
2 025	Uruguay Government USD	4.125	20-Nov-45	\$ 2 052	\$ 2 117	
				2 052	2 117	0.2
Vietnam						
5 975	Republic of Vietnam USD	4.800	19-Nov-24	6 964	7 171	
100	Vingroup JSC, Convertible USD	5.000	03-Apr-17	122	140	
				7 086	7 311	0.6
TOTAL BONDS				989 805	1 009 317	82.7
LOANS						
Bulgaria						
1 190	VIVACOM EUR	7.681	06-May-15	1 660	1 673	
				1 660	1 673	0.1
Croatia						
1 690	Adria Group Holding BV EUR	9.500	04-Jun-18	2 464	2 308	
				2 464	2 308	0.2
Luxembourg						
7 500	Eircom Finco S.a.r.l. EUR	4.580	30-Sep-19	10 700	10 017	
				10 700	10 017	0.8
Netherlands						
681	Ziggo BV EUR	3.500	15-Jan-22	1 026	941	
792	Ziggo BV EUR	3.750	15-Jan-22	1 195	1 095	
1 057	Ziggo BV EUR	3.500	01-Feb-22	1 591	1 461	
1 121	Ziggo BV EUR	3.750	01-Feb-22	1 690	1 549	
				5 502	5 046	0.4
United Kingdom						
5 360	Virgin Media Investment Holdings Ltd. USD	3.500	07-Jun-20	5 611	6 126	
				5 611	6 126	0.5
United States						
3 752	1011778 BC ULC USD	4.500	12-Dec-21	4 143	4 354	
2 808	ARAMARK Services Inc. USD	3.250	24-Feb-21	3 159	3 219	
2 007	Ardent Medical Services, Inc. USD	11.000	02-Jan-19	2 125	2 333	
2 090	CCO Safari LLC USD	4.250	12-Sep-21	2 271	2 447	
8 858	Dunkin' Brands Inc. USD	3.250	07-Feb-21	9 599	10 048	
6 769	Hilton Worldwide Finance LLC USD	3.500	25-Oct-20	7 335	7 787	
4 160	Level 3 Financing Inc. USD	4.500	31-Jan-22	4 631	4 845	
2 900	Outfront Media Capital LLC USD	3.000	31-Jan-21	3 126	3 299	
5 962	Sedgwick Claims Management Services Inc. USD	3.750	28-Feb-21	6 444	6 754	
1 150	Sensus USA, Inc. USD	8.500	09-May-18	1 157	1 279	
6 150	UPC Financing Partnership USD	3.250	30-Jun-21	6 726	6 987	
2 810	Valeant Pharmaceuticals International Inc. USD	3.500	05-Aug-20	3 159	3 240	
2 843	Vertellus Specialties Inc. USD	10.500	31-Oct-19	3 071	3 138	
				56 946	59 730	4.9
TOTAL LOANS				82 883	84 900	6.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
58	adidas AG, Call @ 68.00 December 18, 2015	\$ 23	\$ 17	
40	Cap Gemini S.A., Call @ 67.00 December 16, 2016	20	31	
285	Citrix Systems Inc., Call @ 90.00 January 15, 2016	80	38	
118	Daimler AG, Call @ 62.00 June 17, 2016	162	166	
178	Siemens AG, Call @ 100.00 June 17, 2016	182	133	
TOTAL OTHER INVESTMENTS		467	385	-
SHORT-TERM INVESTMENTS*		20 885	20 885	1.7
TOTAL INVESTMENTS		1 098 421	1 120 311	91.7
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		-	61	-
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		-	7 240	0.6
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		-	(17 595)	(1.4)
TOTAL PORTFOLIO		\$ 1 098 421	1 110 017	90.9
CASH			79 989	6.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			31 217	2.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 1 221 223	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.93% and mature on May 7, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
(45)	The S&P 500 Mini Index Future, March 2015	
	Contracts at USD 2 066.10 per contract	\$ (5 396) \$ 36
63	United States 10-Year Note Future, March 2015	
	Contracts at USD 126.45 per contract	9 246 25
TOTAL FUTURES		\$ 3 850 \$ 61

\$21 000 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought BRL 10 121 Sold USD 3 705 @ 0.3660	05-Jan-15	\$ 119
Bought BRL 53 Sold USD 20 @ 0.3749	05-Jan-15	-
Bought CAD 9 821 Sold BRL 22 071 @ 2.2473	05-Jan-15	176
Bought COP 10 287 117 Sold USD 4 304 @ 0.0004	05-Jan-15	29
Bought MXN 20 067 Sold USD 1 356 @ 0.0676	05-Jan-15	5
Bought USD 1 010 Sold ZAR 11 680 @ 11.5640	05-Jan-15	-
Bought USD 1 010 Sold ZAR 11 682 @ 11.5659	05-Jan-15	-
Bought USD 1 400 Sold MXN 19 483 @ 13.9165	05-Jan-15	93
Bought USD 1 750 Sold MXN 24 144 @ 13.7965	05-Jan-15	132
Bought USD 1 860 Sold MXN 25 653 @ 13.7920	05-Jan-15	141
Bought USD 1 971 Sold MXN 27 000 @ 13.6970	05-Jan-15	164
Bought USD 2 107 Sold COP 4 566 192 @ 0.0005	05-Jan-15	216
Bought USD 2 378 Sold COP 5 160 414 @ 0.0005	05-Jan-15	240
Bought USD 4 082 Sold BRL 10 413 @ 2.5511	05-Jan-15	191
Bought ZAR 11 586 Sold USD 1 000 @ 0.0863	05-Jan-15	2
Bought ZAR 11 775 Sold USD 1 011 @ 0.0859	05-Jan-15	8

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 020 Sold COP 1 942 845 @ 0.0005	14-Jan-15	\$ 70
Bought CAD 1 040 Sold MXN 12 734 @ 12.2444	14-Jan-15	38
Bought CAD 1 151 Sold ZAR 11 285 @ 9.8035	14-Jan-15	19
Bought CAD 1 300 Sold MXN 15 649 @ 12.0362	14-Jan-15	68
Bought CAD 1 490 Sold MXN 18 219 @ 12.2274	14-Jan-15	56
Bought CAD 1 920 Sold MXN 23 103 @ 12.0339	14-Jan-15	101
Bought CAD 2 858 Sold HUF 622 142 @ 0.0046	14-Jan-15	95
Bought CAD 296 Sold RUB 12 047 @ 0.0245	14-Jan-15	63
Bought CAD 3 732 Sold RUB 180 464 @ 0.0207	14-Jan-15	251
Bought CAD 3 899 Sold TRY 7 690 @ 1.9724	14-Jan-15	81
Bought CAD 31 Sold ZAR 310 @ 9.8585	14-Jan-15	-
Bought CAD 372 Sold RON 1 164 @ 3.1298	14-Jan-15	7
Bought CAD 4 282 Sold ZAR 41 864 @ 9.7763	14-Jan-15	84
Bought CAD 431 Sold COP 838 860 @ 0.0005	14-Jan-15	21
Bought CAD 5 175 Sold COP 9 894 264 @ 0.0005	14-Jan-15	338
Bought CAD 5 359 Sold MYR 15 995 @ 2.9845	14-Jan-15	51
Bought CAD 6 833 Sold PLN 20 177 @ 2.9528	14-Jan-15	214
Bought CAD 600 Sold HUF 130 309 @ 0.0046	14-Jan-15	21
Bought CAD 645 Sold TRY 1 276 @ 1.9774	14-Jan-15	12
Bought CAD 730 Sold MXN 8 878 @ 12.1615	14-Jan-15	31
Bought CAD 730 Sold MXN 8 880 @ 12.1641	14-Jan-15	31
Bought CAD 778 Sold MXN 9 373 @ 12.0498	14-Jan-15	40
Bought CAD 824 Sold RON 2 584 @ 3.1347	14-Jan-15	14
Bought CAD 900 Sold ZAR 8 793 @ 9.7697	14-Jan-15	18
Bought CLP 179 925 Sold CAD 338 @ 0.0019	14-Jan-15	6
Bought CNY 3 299 Sold CAD 600 @ 0.1819	14-Jan-15	25
Bought CNY 50 765 Sold CAD 9 000 @ 0.1773	14-Jan-15	620
Bought CNY 93 720 Sold CAD 16 672 @ 0.1779	14-Jan-15	1 089
Bought IDR 36 502 158 Sold CAD 3 358 @ 0.0001	14-Jan-15	57
Bought INR 719 401 Sold CAD 13 077 @ 0.0182	14-Jan-15	132
Bought KRW 5 871 923 Sold CAD 5 998 @ 0.0010	14-Jan-15	217
Bought MYR 13 821 Sold CAD 4 560 @ 0.3299	14-Jan-15	27

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December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought MYR 2 533 Sold CAD 835 @ 0.3298	14-Jan-15	5
Bought PEN 2 030 Sold CAD 782 @ 0.3851	14-Jan-15	8
Bought PHP 166 975 Sold CAD 4 247 @ 0.0254	14-Jan-15	89
Bought PHP 17 712 Sold CAD 449 @ 0.0254	14-Jan-15	11
Bought SGD 9 582 Sold CAD 8 348 @ 0.8712	14-Jan-15	55
Bought THB 124 352 Sold CAD 4 285 @ 0.0345	14-Jan-15	105
Bought THB 37 798 Sold CAD 1 302 @ 0.0345	14-Jan-15	32
Bought THB 41 139 Sold CAD 1 418 @ 0.0345	14-Jan-15	35
Bought CAD 1 163 Sold USD 1 000 @ 0.8599	15-Jan-15	1
Bought CAD 1 199 Sold CHF 1 016 @ 0.8473	15-Jan-15	11
Bought CAD 1 414 Sold AUD 1 490 @ 1.0541	15-Jan-15	1
Bought CAD 1 571 Sold EUR 1 100 @ 0.7000	15-Jan-15	24
Bought CAD 10 084 Sold EUR 7 000 @ 0.6942	15-Jan-15	240
Bought CAD 10 220 Sold EUR 7 203 @ 0.7048	15-Jan-15	89
Bought CAD 214 Sold EUR 150 @ 0.7004	15-Jan-15	3
Bought CAD 22 622 Sold EUR 15 948 @ 0.7050	15-Jan-15	193
Bought CAD 287 Sold JPY 29 318 @ 0.0098	15-Jan-15	2
Bought CAD 3 545 Sold EUR 2 500 @ 0.7051	15-Jan-15	30
Bought CAD 385 Sold EUR 270 @ 0.7018	15-Jan-15	5
Bought CAD 4 291 Sold CHF 3 635 @ 0.8471	15-Jan-15	41
Bought CAD 459 Sold AUD 484 @ 1.0544	15-Jan-15	-
Bought CAD 6 396 Sold USD 5 500 @ 0.8599	15-Jan-15	5
Bought CAD 70 Sold SEK 460 @ 6.5602	15-Jan-15	2
Bought CAD 72 158 Sold EUR 50 870 @ 0.7050	15-Jan-15	616
Bought USD 1 450 Sold CAD 1 682 @ 1.1601	15-Jan-15	3
Bought USD 15 000 Sold CAD 17 229 @ 1.1486	15-Jan-15	202
Bought USD 3 000 Sold CAD 3 476 @ 1.1585	15-Jan-15	11
Bought USD 485 Sold CAD 563 @ 1.1599	15-Jan-15	1
Bought USD 760 Sold CAD 881 @ 1.1587	15-Jan-15	3
Bought COP 2 575 501 Sold USD 1 066 @ 0.0004	02-Jul-15	4
		\$ 7 240

Contracts	Maturity Date	Unrealized Loss
Bought BRL 22 071 Sold CAD 9 700 @ 0.4395	05-Jan-15	\$ (53)
Bought BRL 240 Sold USD 93 @ 0.3880	05-Jan-15	(3)
Bought MXN 12 559 Sold USD 891 @ 0.0710	05-Jan-15	(46)
Bought MXN 14 405 Sold USD 1 001 @ 0.0695	05-Jan-15	(29)
Bought MXN 16 666 Sold USD 1 156 @ 0.0694	05-Jan-15	(31)
Bought MXN 25 963 Sold USD 1 765 @ 0.0680	05-Jan-15	(6)
Bought MXN 6 618 Sold USD 478 @ 0.0722	05-Jan-15	(34)
Bought USD 230 Sold COP 560 510 @ 0.0004	05-Jan-15	(7)
Bought CAD 1 200 Sold CNY 6 605 @ 5.5045	14-Jan-15	(52)
Bought CAD 1 282 Sold MYR 3 894 @ 3.0370	14-Jan-15	(10)
Bought CAD 1 478 Sold THB 42 626 @ 0.0347	14-Jan-15	(27)
Bought CAD 1 665 Sold IDR 17 914 447 @ 0.0001	14-Jan-15	(11)
Bought CAD 1 705 Sold IDR 18 587 711 @ 0.0001	14-Jan-15	(34)
Bought CAD 10 303 Sold CNY 55 427 @ 5.3795	14-Jan-15	(200)
Bought CAD 13 188 Sold INR 719 401 @ 0.0183	14-Jan-15	(21)
Bought CAD 333 Sold CLP 179 925 @ 0.0018	14-Jan-15	(11)
Bought CAD 4 611 Sold PHP 184 687 @ 0.0250	14-Jan-15	(185)
Bought CAD 400 Sold THB 11 603 @ 0.0345	14-Jan-15	(10)
Bought CAD 5 096 Sold THB 149 060 @ 0.0342	14-Jan-15	(166)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 924 Sold KRW 5 871 923 @ 0.0010	14-Jan-15	\$ (291)
Bought CAD 6 120 Sold CNY 33 476 @ 5.4700	14-Jan-15	(224)
Bought CAD 783 Sold PEN 2 030 @ 2.5945	14-Jan-15	(7)
Bought CAD 8 337 Sold SGD 9 582 @ 1.1493	14-Jan-15	(66)
Bought CAD 9 460 Sold CNY 52 274 @ 5.5258	14-Jan-15	(446)
Bought COP 1 984 077 Sold CAD 1 033 @ 0.0005	14-Jan-15	(62)
Bought COP 10 263 719 Sold CAD 5 094 @ 0.0005	14-Jan-15	(76)
Bought COP 428 174 Sold CAD 223 @ 0.0005	14-Jan-15	(14)
Bought HUF 752 451 Sold CAD 3 501 @ 0.0047	14-Jan-15	(160)
Bought MXN 22 329 Sold CAD 1 850 @ 0.0829	14-Jan-15	(93)
Bought MXN 74 507 Sold CAD 6 031 @ 0.0809	14-Jan-15	(166)
Bought MYR 3 534 Sold CAD 1 190 @ 0.3367	14-Jan-15	(17)
Bought PLN 20 177 Sold CAD 6 787 @ 0.3364	14-Jan-15	(168)
Bought RON 3 001 Sold CAD 957 @ 0.3189	14-Jan-15	(16)
Bought RON 747 Sold CAD 238 @ 0.3189	14-Jan-15	(4)
Bought RUB 12 047 Sold CAD 251 @ 0.0208	14-Jan-15	(18)
Bought RUB 127 297 Sold CAD 2 635 @ 0.0207	14-Jan-15	(179)
Bought RUB 18 927 Sold CAD 401 @ 0.0212	14-Jan-15	(35)
Bought RUB 34 240 Sold CAD 709 @ 0.0207	14-Jan-15	(48)
Bought TRY 1 276 Sold CAD 647 @ 0.5070	14-Jan-15	(13)
Bought TRY 7 690 Sold CAD 3 871 @ 0.5034	14-Jan-15	(53)
Bought ZAR 62 251 Sold CAD 6 333 @ 0.1017	14-Jan-15	(90)
Bought ZAR 70 858 Sold CAD 7 213 @ 0.1018	14-Jan-15	(107)
Bought CAD 1 104 Sold USD 950 @ 0.8608	15-Jan-15	-
Bought CAD 177 598 Sold USD 155 000 @ 0.8728	15-Jan-15	(2 527)
Bought CAD 2 904 Sold USD 2 500 @ 0.8608	15-Jan-15	(1)
Bought CAD 217 820 Sold USD 190 000 @ 0.8723	15-Jan-15	(2 978)
Bought CAD 3 212 Sold USD 2 800 @ 0.8718	15-Jan-15	(42)
Bought CAD 3 441 Sold SGD 3 957 @ 1.1501	15-Jan-15	(30)
Bought CAD 3 842 Sold HKD 26 000 @ 6.7678	15-Jan-15	(55)
Bought CAD 344 Sold USD 300 @ 0.8710	15-Jan-15	(4)
Bought CAD 438 Sold ZAR 4 400 @ 10.0556	15-Jan-15	(4)
Bought CAD 477 901 Sold USD 416 900 @ 0.8724	15-Jan-15	(6 577)
Bought CAD 5 914 Sold JPY 616 721 @ 0.0096	15-Jan-15	(70)
Bought CAD 55 490 Sold GBP 30 920 @ 0.5572	15-Jan-15	(509)
Bought CAD 6 351 Sold GBP 3 540 @ 0.5574	15-Jan-15	(60)
Bought CAD 73 130 Sold USD 63 840 @ 0.8730	15-Jan-15	(1 059)
Bought EUR 1 150 Sold CAD 1 639 @ 1.4250	15-Jan-15	(21)
Bought EUR 1 200 Sold CAD 1 716 @ 1.4304	15-Jan-15	(29)
Bought EUR 170 Sold CAD 243 @ 1.4286	15-Jan-15	(4)
Bought EUR 185 Sold CAD 270 @ 1.4598	15-Jan-15	(10)
Bought EUR 800 Sold CAD 1 162 @ 1.4527	15-Jan-15	(37)
Bought GBP 1 000 Sold CAD 1 831 @ 1.8308	15-Jan-15	(20)
Bought USD 1 340 Sold CAD 1 562 @ 1.1654	15-Jan-15	(4)
Bought USD 3 300 Sold CAD 3 848 @ 1.1659	15-Jan-15	(13)
Bought USD 6 000 Sold CAD 6 991 @ 1.1652	15-Jan-15	(18)
Bought USD 6 600 Sold CAD 7 692 @ 1.1655	15-Jan-15	(22)
Bought COP 2 575 501 Sold USD 1 109 @ 0.0004	22-Jan-15	(30)
Bought USD 1 080 Sold COP 2 575 501 @ 0.0004	22-Jan-15	(4)
Bought USD 2 277 Sold TRY 5 583 @ 2.4520	02-Jul-15	(25)
Bought USD 3 512 Sold BRL 10 121 @ 2.8815	02-Jul-15	(122)
Bought USD 4 244 Sold COP 10 287 117 @ 0.0004	02-Jul-15	(31)

TOTAL FOREIGN EXCHANGE **\$ (17 595)**
\$ (10 355)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 120 311	\$ 584 939	\$ 281 605
Cash	79 989	50 055	48 470
Due from investment dealers	498	821	2 623
Subscriptions receivable	15 929	1 486	2 559
Unrealized gain on futures contracts	61	–	–
Futures contracts margin receivable	2 005	–	–
Unrealized gain on foreign exchange contracts	7 240	1 964	1 720
Dividends receivable, interest accrued and other assets	14 056	7 406	4 067
TOTAL ASSETS	1 240 089	646 671	341 044
LIABILITIES			
Due to investment dealers	169	5 109	7 121
Redemptions payable	516	2 847	143
Unrealized loss on foreign exchange contracts	17 595	6 201	1 082
Accounts payable and accrued expenses	586	450	218
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	18 866	14 607	8 564
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 221 223	\$ 632 064	\$ 332 480
Investments at cost	\$ 1 098 421	\$ 569 864	\$ 271 407
NAV			
SERIES A	\$ 67 539	\$ 67 294	\$ 42 389
ADVISOR SERIES	\$ 67 207	\$ 69 008	\$ 34 392
SERIES H	\$ 4 524	\$ 4 899	\$ 2 432
SERIES D	\$ 11 567	\$ 10 217	\$ 7 462
SERIES F	\$ 99 663	\$ 97 616	\$ 39 272
SERIES I	\$ 13 805	\$ 20 898	\$ 7 093
SERIES O	\$ 956 918	\$ 362 132	\$ 199 440
NAV PER UNIT			
SERIES A	\$ 9.89	\$ 9.98	\$ 10.23
ADVISOR SERIES	\$ 9.89	\$ 9.99	\$ 10.23
SERIES H	\$ 9.91	\$ 10.00	\$ 10.23
SERIES D	\$ 10.14	\$ 10.16	\$ 10.33
SERIES F	\$ 10.20	\$ 10.20	\$ 10.36
SERIES I	\$ 10.22	\$ 10.22	\$ 10.36
SERIES O	\$ 10.35	\$ 10.34	\$ 10.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 137	\$ –
Interest for distribution purposes	42 379	29 160
Net gain (loss) from futures contracts	117	(67)
Net realized gain (loss) on investments	23 211	10 815
Net gain (loss) on foreign currencies and other net assets	(40 730)	(22 252)
Change in unrealized gain (loss) on investments	697	2
TOTAL INCOME (LOSS)	25 811	17 658
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 532	3 158
Administration fees	1 790	1 095
Board of Governors costs	3	3
GST/HST	569	483
Transaction costs	14	–
Withholding tax	104	80
TOTAL EXPENSES	6 012	4 819
INCREASE (DECREASE) IN NAV	\$ 19 799	\$ 12 839
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 980	\$ 778
ADVISOR SERIES	\$ 2 097	\$ 658
SERIES H	\$ 121	\$ (38)
SERIES D	\$ 397	\$ 184
SERIES F	\$ 3 727	\$ 1 498
SERIES I	\$ 919	\$ 91
SERIES O	\$ 10 558	\$ 9 668
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.11	\$ 0.10
ADVISOR SERIES	\$ 0.10	\$ 0.10
SERIES H	\$ 0.12	\$ 0.10
SERIES D	\$ 0.18	\$ 0.17
SERIES F	\$ 0.19	\$ 0.17
SERIES I	\$ 0.21	\$ 0.18
SERIES O	\$ 0.27	\$ 0.29

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 19 799	\$ 12 839
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(23 211)	(10 815)
Change in unrealized loss (gain) on investments	(697)	(2)
(Increase) decrease in accrued receivables	(6 388)	(1 537)
Increase (decrease) in accrued payables	(4 804)	(1 780)
Cost of investments purchased	(2 075 172)	(963 954)
Proceeds on sales of investments	1 569 826	676 312
NET CASH PROVIDED BY OPERATING ACTIVITIES	(520 647)	(288 937)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	761 818	440 958
Cash paid on redemption of redeemable units	(192 634)	(137 256)
Distributions paid to holders of redeemable units	(16 598)	(13 180)
NET CASH USED IN FINANCING ACTIVITIES	\$ 552 586	\$ 290 522
Net increase (decrease) in cash for the year	31 939	1 585
Cash (bank overdraft), beginning of period	50 055	48 470
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 81 994	\$ 50 055
Interest received	\$ 41 077	\$ 25 821
Dividends received, net of withholding taxes	\$ (5 315)	\$ (80)

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 67 294	\$ 42 389	\$ 69 008	\$ 34 392	\$ 4 899	\$ 2 432	\$ 10 217	\$ 7 462
INCREASE (DECREASE) IN NAV	1 980	778	2 097	658	121	(38)	397	184
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	14 892	40 167	17 342	58 431	2 115	5 967	3 516	7 261
Reinvestments of distributions to holders of redeemable units	2 160	2 032	2 073	1 937	125	116	395	325
Redemption of redeemable units	(16 099)	(15 549)	(20 515)	(23 821)	(2 552)	(3 405)	(2 509)	(4 639)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	953	26 650	(1 100)	36 547	(312)	2 678	1 402	2 947
Distributions from net income	(2 148)	(2 155)	(2 236)	(2 211)	(147)	(148)	(359)	(321)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	(540)	(368)	(562)	(378)	(37)	(25)	(90)	(55)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 688)	(2 523)	(2 798)	(2 589)	(184)	(173)	(449)	(376)
NET INCREASE (DECREASE) IN NAV	245	24 905	(1 801)	34 616	(375)	2 467	1 350	2 755
NAV AT END OF PERIOD	\$ 67 539	\$ 67 294	\$ 67 207	\$ 69 008	\$ 4 524	\$ 4 899	\$ 11 567	\$ 10 217

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 97 616	\$ 39 272	\$ 20 898	\$ 7 093	\$ 362 132	\$ 199 440	\$ 632 064	\$ 332 480
INCREASE (DECREASE) IN NAV	3 727	1 498	919	91	10 558	9 668	19 799	12 839
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	42 919	101 633	4 340	24 671	691 137	201 755	776 261	439 885
Reinvestments of distributions to holders of redeemable units	2 097	2 239	527	599	14 453	4 218	21 830	11 466
Redemption of redeemable units	(42 903)	(43 580)	(12 117)	(10 824)	(93 608)	(38 142)	(190 303)	(139 960)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 113	60 292	(7 250)	14 446	611 982	167 831	607 788	311 391
Distributions from net income	(3 031)	(2 943)	(609)	(625)	(27 754)	(14 807)	(36 284)	(23 210)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	(762)	(503)	(153)	(107)	—	—	(2 144)	(1 436)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 793)	(3 446)	(762)	(732)	(27 754)	(14 807)	(38 428)	(24 646)
NET INCREASE (DECREASE) IN NAV	2 047	58 344	(7 093)	13 805	594 786	162 692	589 159	299 584
NAV AT END OF PERIOD	\$ 99 663	\$ 97 616	\$ 13 805	\$ 20 898	\$ 956 918	\$ 362 132	\$ 1 221 223	\$ 632 064

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide high regular monthly income and total returns comprised of interest income and modest capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	–	–	0.2
AA	0.2	1.4	0.7
A	1.8	14.7	16.9
BBB	19.7	16.9	19.5
BB	26.4	17.8	18.0
B	29.2	26.7	26.6
CCC	7.3	7.6	7.3
D	0.1	–	–
Unrated	15.3	14.9	10.8
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	27.3	25.4	22.6
Other Countries	26.2	19.9	19.8
United Kingdom	6.2	5.0	4.2
China	3.4	–	–
Mexico	2.9	4.1	5.5
Indonesia	2.7	–	1.8
Turkey	2.5	1.9	4.5
Brazil	2.2	3.1	2.7
Germany	2.1	1.4	2.4
Romania	2.0	–	–
France	1.8	–	–
South Africa	1.7	3.3	2.2
Canada	1.7	–	–
Russia	–	3.8	2.0
Netherlands	–	3.7	3.0
Hungary	–	2.8	–
Poland	–	2.7	3.7
Malaysia	–	1.8	2.4
Colombia	–	1.2	–
Australia	–	1.2	–
Barbados	–	1.1	–
Chile	–	1.1	–
Croatia	–	1.1	–
Luxembourg	–	1.1	4.5

Please see the generic notes at the back of the financial statements.

Investment mix	December 31 2014	December 31 2013	January 1 2013
Ukraine	–	–	2.4
Loans	6.9	–	–
Cash/Other	10.4	14.3	16.3

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	1.3	4.9	1.4
1 – 5 years	24.5	33.7	30.5
5 – 10 years	60.4	47.5	50.2
> 10 years	13.8	13.9	17.9
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.9% (December 31, 2013 – 7.1%, January 1, 2013 – 4.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
South African rand	0.6	2.2	2.0
Indonesian rupiah	0.6	1.0	1.0
Indian rupee	–	2.7	–
Brazilian real	–	2.6	0.6
Mexican peso	–	3.1	3.7
Malaysian ringgit	–	1.6	2.2
Polish zloty	–	3.0	3.2
Russian rouble	–	1.1	2.1
Colombian peso	–	1.4	–
Chilean peso	–	0.5	–
Turkish new lira	–	1.3	2.1
Thailand baht	–	0.8	1.2
Hungarian forint	–	–	0.8
Uruguay peso	–	–	0.5
Other currencies	0.5	0.7	0.6
Total	1.7	22.0	20.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.0% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 347	2 992	–	4 339
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 095 087	–	1 095 087
Short-term investments	–	20 885	–	20 885
Derivatives – assets	61	7 240	–	7 301
Derivatives – liabilities	–	(17 595)	–	(17 595)
Total financial instruments	1 408	1 108 609	–	1 110 017
% of total portfolio	0.1	99.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	913	–	913
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	575 834	–	575 834
Short-term investments	–	8 192	–	8 192
Derivatives – assets	–	1 964	–	1 964
Derivatives – liabilities	–	(6 201)	–	(6 201)
Total financial instruments	–	580 702	–	580 702
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	278 127	–	278 127
Short-term investments	–	3 478	–	3 478
Derivatives – assets	–	1 720	–	1 720
Derivatives – liabilities	–	(1 082)	–	(1 082)
Total financial instruments	–	282 243	–	282 243
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.65%
Advisor Series	1.65%
Series H	1.55%
Series D	1.05%
Series F	0.90%
Series I	0.80%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series I	0.20%
Series O	0.20%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	69	66
Advisor Series	58	55
Series H	112	108
Series D	58	55
Series F	58	55
Series I	111	107
Value of all units	5	5

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	25 507
Non-capital losses	–



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	6 742	4 145
Issued number of units	1 465	3 945
Reinvested number of units	213	203
Redeemed number of units	(1 587)	(1 551)
Ending number of units	6 833	6 742
Advisor Series		
Opening units	6 910	3 361
Issued number of units	1 705	5 722
Reinvested number of units	204	193
Redeemed number of units	(2 022)	(2 366)
Ending number of units	6 797	6 910
Series H		
Opening units	490	238
Issued number of units	209	584
Reinvested number of units	12	12
Redeemed number of units	(254)	(344)
Ending number of units	457	490
Series D		
Opening units	1 006	722
Issued number of units	340	704
Reinvested number of units	38	32
Redeemed number of units	(243)	(452)
Ending number of units	1 141	1 006
Series F		
Opening units	9 567	3 791
Issued number of units	4 124	9 827
Reinvested number of units	201	220
Redeemed number of units	(4 117)	(4 271)
Ending number of units	9 775	9 567
Series I		
Opening units	2 045	684
Issued number of units	419	2 372
Reinvested number of units	50	59
Redeemed number of units	(1 163)	(1 070)
Ending number of units	1 351	2 045
Series O		
Opening units	35 028	19 037
Issued number of units	64 985	19 290
Reinvested number of units	1 374	408
Redeemed number of units	(8 950)	(3 707)
Ending number of units	92 437	35 028

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	14	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Growth & Income Fund	3.5	2.0
RBC Select Balanced Portfolio	31.7	–
RBC Select Growth Portfolio	6.9	–
Total	42.1	2.0

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	630 162	331 479
Revaluation of investments at FVTPL	1 902	1 001
Net assets attributable to holders of redeemable units	632 064	332 480
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		11 938
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		901
Increase (decrease) in net assets attributable to holders of redeemable units		12 839

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)
BLUEBAY EMERGING MARKETS CORPORATE BOND FUND

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Barbados						
2 816	Columbus International Inc. USD	7.375	30-Mar-21	\$ 2 909	\$ 2 939	
				2 909	2 939	0.6
Brazil						
850	Cosan Luxembourg S.A. USD	5.000	14-Mar-23	724	759	
4 119	Cosan Overseas Ltd. USD	8.250	05-Nov-15	4 289	4 181	
3 100	Itau Unibanco Holding S.A. USD	5.125	13-May-23	3 092	3 100	
1 900	Klabin Finance S.A. USD	5.250	16-Jul-24	1 898	1 851	
2 950	Odebrecht Drilling Norbe VIII/IX Ltd. USD	6.350	30-Jun-21	2 992	2 773	
8 758	Odebrecht Finance Ltd. USD	7.125	26-Jun-42	9 412	7 379	
848	Odebrecht Offshore Drilling Finance Ltd. USD	6.750	01-Oct-22	795	773	
2 300	Odebrecht Oil & Gas Finance Ltd. USD	7.000	31-Dec-99	2 210	1 553	
5 930	Oi S.A. USD	5.750	10-Feb-22	5 708	5 485	
2 601	Petrobras Global Finance BV USD	6.250	17-Mar-24	2 723	2 481	
2 155	Petrobras Global Finance BV USD	5.625	20-May-43	1 976	1 768	
2 500	QGOG Constellation S.A. USD	6.250	09-Nov-19	1 625	1 581	
1 371	Telemar Norte Leste S.A. USD	5.500	23-Oct-20	1 341	1 282	
				38 785	34 966	6.7
Bulgaria						
1 425	Vivacom EUR	6.625	15-Nov-18	1 940	1 714	
				1 940	1 714	0.3
Chile						
4 630	AES Gener S.A. USD	8.375	18-Dec-73	4 977	5 047	
5 097	Cencosud S.A. USD	4.875	20-Jan-23	5 023	5 027	
1 900	Colbun S.A. USD	4.500	10-Jul-24	1 874	1 906	
2 000	GNL Quintero S.A. USD	4.634	31-Jul-29	2 000	2 030	
2 885	Guanay Finance Ltd. USD	6.000	15-Dec-20	2 990	3 018	
				16 864	17 028	3.3
China						
6 960	Alibaba Group Holding Ltd. USD	3.125	28-Nov-21	6 938	6 879	
1 600	Alibaba Group Holding Ltd. USD	4.500	28-Nov-34	1 615	1 638	
8 790	Bank of China Ltd. USD	5.000	13-Nov-24	8 890	9 071	
1 600	Bank of Communications Co. Ltd. USD	4.500	03-Oct-24	1 591	1 616	
800	China Overseas Finance Cayman III Ltd. USD	6.375	29-Oct-43	770	855	
1 000	China Overseas Finance Cayman V Ltd. USD	5.350	15-Nov-42	850	939	
2 600	China Overseas Finance Cayman VI Ltd. USD	6.450	11-Jun-34	2 636	2 838	
3 920	China Resources Power East Foundation Co. Ltd. USD	7.250	31-Dec-99	4 087	4 057	
3 740	CITIC Pacific Ltd. USD	8.625	31-Dec-99	4 189	4 260	
1 215	CNOOC Nexen Finance 2014 ULC USD	4.250	30-Apr-24	1 210	1 260	
1 000	CRCC Yupeng Ltd. USD	3.950	01-Aug-19	1 000	1 012	
3 510	ENN Energy Holdings Ltd. USD	3.250	23-Oct-19	3 493	3 454	
2 991	ENN Energy Holdings Ltd. USD	6.000	13-May-21	3 094	3 362	
2 900	Greenland Global Investment Ltd. USD	5.875	03-Jul-24	2 884	2 913	
2 690	Industrial & Commercial Bank of China Ltd. USD	6.000	31-Dec-49	2 690	2 737	
3 200	Longfor Properties Co. Ltd. USD	6.875	18-Oct-19	3 278	3 228	
3 500	Wanda Properties International Co. Ltd. USD	7.250	29-Jan-24	3 733	3 921	
4 384	Wanda Properties Overseas Ltd. USD	4.875	21-Nov-18	4 405	4 523	
				57 353	58 563	11.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Colombia						
1 365	Bancolombia S.A. USD	5.125	11-Sep-22	\$ 1 334	\$ 1 360	
6 300	Empresa de Energia de Bogota S.A. USD	6.125	10-Nov-21	6 605	6 711	
3 182 440	Empresa de Telecomunicaciones de Bogota COP	7.000	17-Jan-23	1 554	1 303	
3 640 000	Empresas Publicas de Medellin E.S.P. COP	8.375	01-Feb-21	2 044	1 621	
9 453 000	Empresas Publicas de Medellin E.S.P. COP	7.625	10-Sep-24	4 631	3 873	
8 690	Pacific Rubiales Energy Corp. USD	7.250	12-Dec-21	9 269	7 604	
2 770	Transportadora de Gas Internacional S.A. E.S.P. USD	5.700	20-Mar-22	2 849	2 922	
				28 286	25 394	4.9
Guatemala						
2 300	Comcel Trust USD	6.875	06-Feb-24	2 332	2 415	
2 390	Industrial Senior Trust USD	5.500	01-Nov-22	2 273	2 354	
				4 605	4 769	0.9
Hong Kong						
2 920	FPC Finance Ltd. USD	6.000	28-Jun-19	3 108	3 128	
2 500	FPC Treasury Ltd. USD	4.500	16-Apr-23	2 401	2 417	
2 750	Goodman HK Finance USD	4.375	19-Jun-24	2 762	2 800	
7 965	Hutchison Whampoa International 12 Ltd. USD	6.000	31-Dec-99	8 458	8 511	
2 940	Hutchison Whampoa International 14 Ltd. USD	3.625	31-Oct-24	2 937	2 960	
4 416	Studio City Finance Ltd. USD	8.500	01-Dec-20	4 786	4 659	
				24 452	24 475	4.7
India						
10 880	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	10 602	11 666	
2 834	Greenko Dutch BV USD	8.000	01-Aug-19	2 819	2 543	
1 529	ICICI Bank Ltd. USD	5.750	16-Nov-20	1 559	1 701	
714	NTPC Ltd. USD	5.625	14-Jul-21	771	790	
1 220	NTPC Ltd. USD	4.750	03-Oct-22	1 244	1 282	
4 600	Oil India Ltd. USD	5.375	17-Apr-24	4 725	4 964	
2 958	ONGC Videsh Ltd. USD	3.750	07-May-23	2 604	2 879	
500	Vedanta Resources Plc. USD	9.500	18-Jul-18	574	540	
3 939	Vedanta Resources Plc. USD	8.250	07-Jun-21	4 287	3 917	
				29 185	30 282	5.8
Indonesia						
5 591	Listrindo Capital BV USD	6.950	21-Feb-19	5 809	5 926	
6 500	Perusahaan Gas Negara Persero PT USD	5.125	16-May-24	6 709	6 731	
2 040	Perusahaan Listrik Negara PT USD	5.250	24-Oct-42	1 694	1 869	
				14 212	14 526	2.8
Israel						
600	Delek & Avner Tamar Bond Ltd. USD	5.082	30-Dec-23	605	600	
4 903	Delek & Avner Tamar Bond Ltd. USD	5.412	30-Dec-25	5 046	4 875	
4 589	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	5 195	5 134	
1 501	Israel Electric Corp. Ltd. USD	6.875	21-Jun-23	1 623	1 719	
5 831	Israel Electric Corp Ltd. USD	5.000	12-Nov-24	5 891	5 904	
				18 360	18 232	3.5
Luxembourg						
2 687	Altice Financing S.A. USD	7.875	15-Dec-19	2 877	2 761	
2 666	Millicom International Cellular S.A. USD	6.625	15-Oct-21	2 685	2 786	
				5 562	5 547	1.1
Macau						
3 050	MCE Finance Ltd. USD	5.000	15-Feb-21	3 041	2 867	
				3 041	2 867	0.6

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Mexico						
3 767	America Movil S.A.B. de C.V. EUR	5.125	06-Sep-73	\$ 5 427	\$ 4 941	
2 501	Banco Santander Mexico S.A. USD	5.950	30-Jan-24	2 604	2 607	
8 165	BBVA Bancomer S.A. USD	6.750	30-Sep-22	8 930	9 002	
2 800	Cemex Espana Luxembourg USD	9.875	30-Apr-19	3 164	3 087	
5 277	Cemex Finance LLC	9.375	12-Oct-22	5 914	5 910	
1 000	Cemex S.A.B. de C.V. EUR	4.750	11-Jan-22	1 295	1 190	
1 220	Controladora Mabe SA CV USD	7.875	28-Oct-19	1 319	1 345	
6 560	Fermaca Enterprises S. de R.L. de C.V. USD	6.375	30-Mar-38	6 827	6 708	
2 010	Gruma S.A.B. de C.V. USD	4.875	01-Dec-24	2 035	2 065	
4 900	Mexico Generadora de Energia S. de R.L. USD	5.500	06-Dec-32	4 729	4 814	
2 300	Petroleos Mexicanos USD	5.500	27-Jun-44	2 335	2 358	
8 600	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	6 037	946	
				50 616	44 973	8.6
Morocco						
1 719	OCP S.A. USD	5.625	25-Apr-24	1 729	1 811	
				1 729	1 811	0.3
Paraguay						
1 924	Telefonica Celular del Paraguay S.A. USD	6.750	13-Dec-22	1 972	2 006	
				1 972	2 006	0.4
Peru						
825	Banco de Credito del Peru USD	6.875	16-Sep-26	927	905	
4 933	Banco de Credito del Peru USD	6.125	24-Apr-27	5 118	5 229	
5 000	Consorcio Transmantaro S.A. USD	4.375	07-May-23	4 701	4 925	
811	Gas Natural de Lima y Callao S.A. USD	4.375	01-Apr-23	793	795	
2 480	InRetail Consumer USD	5.250	10-Oct-21	2 476	2 512	
				14 015	14 366	2.8
Poland						
1 466	Eileme 2 AB USD	11.625	31-Jan-20	1 656	1 649	
				1 656	1 649	0.3
Qatar						
5 625	Qtel International Finance Ltd. USD	3.875	31-Jan-28	5 173	5 415	
2 938	Ras Laffan Liquefied Natural Gas Co. Ltd. III USD	6.332	30-Sep-27	3 281	3 417	
				8 454	8 832	1.7
Russia						
6 500	Gazprom Neft OAO USD	6.000	27-Nov-23	6 543	5 200	
725	Gazprom OAO USD	4.950	19-Jul-22	688	591	
2 873	Gazprom OAO USD	4.950	06-Feb-28	2 513	2 198	
1 159	Gazprom OAO USD	8.625	28-Apr-34	1 358	1 168	
2 600	Lukoil International Finance BV USD	6.125	09-Nov-20	2 601	2 309	
4 090	Lukoil International Finance BV USD	4.563	24-Apr-23	3 628	3 282	
9 966	Polyus Gold International Ltd. USD	5.625	29-Apr-20	9 545	8 670	
6 410	Vimpel Communications OJSC USD	7.748	02-Feb-21	6 637	5 455	
1 106	VimpelCom Holdings BV USD	7.504	01-Mar-22	1 128	912	
				34 641	29 785	5.7
Saudi Arabia						
6 457	Saudi Electricity Global Sukuk Co. 2 USD	5.060	08-Apr-43	6 262	6 594	
				6 262	6 594	1.3
Singapore						
4 152	Oversea-Chinese Banking Corp Ltd. USD	3.150	11-Mar-23	4 159	4 193	
6 300	Puma International Financing S.A. USD	6.750	01-Feb-21	6 364	6 136	
2 125	STATS ChipPAC Ltd. USD	4.500	20-Mar-18	2 158	2 104	
5 380	United Overseas Bank Ltd. USD	3.750	19-Sep-24	5 376	5 493	
				18 057	17 926	3.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
South Africa						
7 900	AngloGold Ashanti Holdings Plc. USD	8.500	30-Jul-20	\$ 8 348	\$ 8 325	
6 853	Eskom Holdings Ltd. USD	5.750	26-Jan-21	7 023	6 922	
19 460	Transnet SOC Ltd. ZAR	9.500	13-May-21	1 789	1 694	
				17 160	16 941	3.3
South Korea						
2 100	Woori Bank Co. Ltd. USD	4.750	30-Apr-24	2 099	2 175	
				2 099	2 175	0.4
Thailand						
6 225	Krung Thai Bank PCL USD	5.200	26-Dec-24	6 375	6 360	
				6 375	6 360	1.2
Turkey						
2 195	Akbank TAS TRY	7.500	05-Feb-18	910	865	
2 800	Turkiye Garanti Bankasi A.S. TRY	7.375	07-Mar-18	1 168	1 078	
1 006	Turkiye Garanti Bankasi A.S. EUR	3.375	08-Jul-19	1 353	1 232	
6 100	Turkiye Garanti Bankasi A.S. USD	4.750	17-Oct-19	6 133	6 222	
3 400	Turkiye Halk Bankasi A.S. USD	3.875	05-Feb-20	3 244	3 292	
3 780	Turkiye Is Bankasi USD	5.000	30-Apr-20	3 785	3 870	
4 200	Turkiye Is Bankasi USD	5.000	25-Jun-21	4 192	4 276	
3 255	Turkiye Is Bankasi USD	6.000	24-Oct-22	3 253	3 283	
				24 038	24 118	4.6
United Arab Emirates						
14 710	DP World Ltd. USD	6.850	02-Jul-37	15 778	16 663	
6 579	MAF Global Securities Ltd. USD	7.125	31-Dec-99	6 776	7 155	
				22 554	23 818	4.6
United Kingdom						
1 940	Doric Nimrod Air Finance Alpha Ltd 2012-1 Class A Pass Through Trust USD	5.125	30-Nov-22	1 961	2 032	
896	Doric Nimrod Air Finance Alpha Ltd 2012-1 Class B Pass Through Trust USD	6.500	30-May-21	943	932	
4 669	Sable International Finance Ltd. USD	8.750	01-Feb-20	5 156	5 089	
				8 060	8 053	1.5
TOTAL FOREIGN BONDS				463 242	450 709	86.6
SHORT-TERM INVESTMENTS*				750	750	0.2
TOTAL INVESTMENTS				463 992	451 459	86.8
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	57	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	1 490	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(338)	(0.1)
TOTAL PORTFOLIO				\$ 463 992	452 668	87.0
CASH					58 456	11.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					9 357	1.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 520 481	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.07% and mature on April 30, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
163	United States 10-Year Note Future, March 2015	
	Contracts at USD 126.45 per contract	\$ 20 611
		\$ 57
TOTAL FUTURES		\$ 20 611
		\$ 57

US\$750 United States Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought COP 14 043 906 Sold USD 5 876 @ 0.0004	05-Jan-15	\$ 34
Bought MXN 1 990 Sold USD 134 @ 0.0672	05-Jan-15	1
Bought USD 1 780 Sold ZAR 20 184 @ 11.3395	05-Jan-15	35
Bought USD 2 690 Sold MXN 37 112 @ 13.7965	05-Jan-15	175
Bought USD 2 758 Sold MXN 37 773 @ 13.6970	05-Jan-15	198
Bought USD 2 860 Sold MXN 39 445 @ 13.7920	05-Jan-15	186
Bought USD 3 233 Sold COP 7 007 352 @ 0.0005	05-Jan-15	285
Bought USD 3 243 Sold COP 7 036 554 @ 0.0005	05-Jan-15	282
Bought ZAR 19 659 Sold USD 1 681 @ 0.0855	05-Jan-15	19
Bought ZAR 525 Sold USD 45 @ 0.0857	05-Jan-15	–
Bought USD 10 557 Sold EUR 8 500 @ 0.8052	15-Jan-15	270
Bought COP 3 454 201 Sold USD 1 429 @ 0.0004	02-Jul-15	5
		\$ 1 490

Contracts	Maturity Date	Unrealized Loss
Bought MXN 18 399 Sold USD 1 276 @ 0.0694	05-Jan-15	\$ (29)
Bought MXN 24 409 Sold USD 1 659 @ 0.0680	05-Jan-15	(5)
Bought MXN 27 753 Sold USD 1 969 @ 0.0710	05-Jan-15	(88)
Bought MXN 41 194 Sold USD 2 863 @ 0.0695	05-Jan-15	(71)
Bought MXN 582 Sold USD 42 @ 0.0722	05-Jan-15	(3)
Bought EUR 350 Sold USD 431 @ 1.2311	15-Jan-15	(7)
Bought EUR 500 Sold USD 608 @ 1.2163	15-Jan-15	(3)
Bought COP 3 454 201 Sold USD 1 487 @ 0.0004	22-Jan-15	(34)
Bought USD 1 448 Sold COP 3 454 201 @ 0.0004	22-Jan-15	(5)
Bought USD 1 027 Sold COP 2 520 700 @ 0.0004	02-Jul-15	(20)
Bought USD 1 631 Sold ZAR 19 659 @ 12.0568	02-Jul-15	(17)
Bought USD 2 034 Sold TRY 4 987 @ 2.4520	02-Jul-15	(19)
Bought USD 5 794 Sold COP 14 043 906 @ 0.0004	02-Jul-15	(37)
		\$ (338)
TOTAL FOREIGN EXCHANGE		\$ 1 152

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 451 459	\$ 393 334	\$ 277 244
Cash	58 456	20 024	18 075
Due from investment dealers	158	–	–
Subscriptions receivable	87	848	315
Unrealized gain on futures contracts	57	–	–
Futures contracts margin receivable	3 226	–	76
Unrealized gain on foreign exchange contracts	1 490	65	5
Dividends receivable, interest accrued and other assets	6 257	5 812	4 220
TOTAL ASSETS	521 190	420 083	299 935
LIABILITIES			
Redemptions payable	245	402	–
Unrealized loss on foreign exchange contracts	338	157	–
Accounts payable and accrued expenses	126	109	85
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	709	668	85
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 520 481	\$ 419 415	\$ 299 850
Investments at cost	\$ 463 992	\$ 401 817	\$ 264 053
NAV			
SERIES A	\$ 3 746	\$ 6 840	\$ 5 696
ADVISOR SERIES	\$ 2 613	\$ 5 238	\$ 4 333
SERIES H	\$ 233	\$ 928	\$ 726
SERIES D	\$ 2 231	\$ 2 338	\$ 4 004
SERIES F	\$ 7 936	\$ 10 264	\$ 7 690
SERIES I	\$ 1 731	\$ 2 853	\$ 3 084
SERIES O	\$ 501 991	\$ 390 954	\$ 274 317
NAV PER UNIT			
SERIES A	\$ 9.35	\$ 9.70	\$ 10.77
ADVISOR SERIES	\$ 9.34	\$ 9.71	\$ 10.76
SERIES H	\$ 9.36	\$ 9.73	\$ 10.79
SERIES D	\$ 9.38	\$ 9.72	\$ 10.82
SERIES F	\$ 9.41	\$ 9.75	\$ 10.77
SERIES I	\$ 9.34	\$ 9.70	\$ 10.78
SERIES O	\$ 9.41	\$ 9.72	\$ 10.72

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 <i>(see note 2 in the generic notes)</i>	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 24 226	\$ 18 118
Net gain (loss) from futures contracts	580	(820)
Net realized gain (loss) on investments	187	(7 566)
Net gain (loss) on foreign currencies and other net assets	1 371	(180)
Change in unrealized gain (loss) on investments	(2 806)	(21 771)
TOTAL INCOME (LOSS)	23 558	(12 219)
EXPENSES (see notes – Fund Specific Information)		
Management fees	315	400
Administration fees	929	686
Board of Governors costs	3	3
GST/HST	132	123
Transaction costs	36	–
Withholding tax	33	–
TOTAL EXPENSES	1 448	1 212
INCREASE (DECREASE) IN NAV	\$ 22 110	\$ (13 431)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 279	\$ (602)
ADVISOR SERIES	\$ 199	\$ (369)
SERIES H	\$ 49	\$ (68)
SERIES D	\$ 103	\$ (159)
SERIES F	\$ 485	\$ (520)
SERIES I	\$ 134	\$ (149)
SERIES O	\$ 20 861	\$ (11 564)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.30	\$ (0.59)
ADVISOR SERIES	\$ 0.30	\$ (0.59)
SERIES H	\$ 0.32	\$ (0.59)
SERIES D	\$ 0.37	\$ (0.55)
SERIES F	\$ 0.38	\$ (0.51)
SERIES I	\$ 0.40	\$ (0.50)
SERIES O	\$ 0.48	\$ (0.41)

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 <i>(see note 2 in the generic notes)</i>	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 22 110	\$ (13 431)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(187)	7 566
Change in unrealized loss (gain) on investments	2 806	21 771
(Increase) decrease in accrued receivables	(660)	(1 592)
Increase (decrease) in accrued payables	17	24
Cost of investments purchased	(682 407)	(522 243)
Proceeds on sales of investments	620 419	376 913
NET CASH PROVIDED BY OPERATING ACTIVITIES	(37 902)	(130 992)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	124 061	177 789
Cash paid on redemption of redeemable units	(41 868)	(42 621)
Distributions paid to holders of redeemable units	(2 633)	(2 303)
NET CASH USED IN FINANCING ACTIVITIES	\$ 79 560	\$ 132 865
Net increase (decrease) in cash for the year	41 658	1 873
Cash (bank overdraft), beginning of period	20 024	18 151
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 61 682	\$ 20 024
Interest received	\$ 23 841	\$ 16 526
Dividends received, net of withholding taxes	\$ (93)	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 840	\$ 5 696	\$ 5 238	\$ 4 333	\$ 928	\$ 726	\$ 2 338	\$ 4 004
INCREASE (DECREASE) IN NAV	279	(602)	199	(369)	49	(68)	103	(159)
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	1 004	8 685	356	3 726	—	505	231	892
Reinvestments of distributions to holders of redeemable units	288	305	139	130	18	37	176	158
Redemption of redeemable units	(4 333)	(6 894)	(3 093)	(2 321)	(726)	(226)	(440)	(2 398)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(3 041)	2 096	(2 598)	1 535	(708)	316	(33)	(1 348)
Distributions from net income	(187)	(321)	(124)	(238)	(27)	(42)	(91)	(149)
Distributions from net gains	(145)	(29)	(102)	(23)	(9)	(4)	(86)	(10)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(332)	(350)	(226)	(261)	(36)	(46)	(177)	(159)
NET INCREASE (DECREASE) IN NAV	(3 094)	1 144	(2 625)	905	(695)	202	(107)	(1 666)
NAV AT END OF PERIOD	\$ 3 746	\$ 6 840	\$ 2 613	\$ 5 238	\$ 233	\$ 928	\$ 2 231	\$ 2 338

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 264	\$ 7 690	\$ 2 853	\$ 3 084	\$ 390 954	\$ 274 317	\$ 419 415	\$ 299 850
INCREASE (DECREASE) IN NAV	485	(520)	134	(149)	20 861	(11 564)	22 110	(13 431)
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	2 272	7 333	209	1 178	119 228	156 003	123 300	178 322
Reinvestments of distributions to holders of redeemable units	175	197	168	170	38 694	18 183	39 658	19 180
Redemption of redeemable units	(4 557)	(3 933)	(1 462)	(1 250)	(27 100)	(26 001)	(41 711)	(43 023)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2 110)	3 597	(1 085)	98	130 822	148 185	121 247	154 479
Distributions from net income	(382)	(460)	(105)	(168)	(21 595)	(18 323)	(22 511)	(19 701)
Distributions from net gains	(321)	(43)	(66)	(12)	(19 051)	(1 661)	(19 780)	(1 782)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(703)	(503)	(171)	(180)	(40 646)	(19 984)	(42 291)	(21 483)
NET INCREASE (DECREASE) IN NAV	(2 328)	2 574	(1 122)	(231)	111 037	116 637	101 066	119 565
NAV AT END OF PERIOD	\$ 7 936	\$ 10 264	\$ 1 731	\$ 2 853	\$ 501 991	\$ 390 954	\$ 520 481	\$ 419 415

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns comprised of interest income and modest capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AA	2.0	3.6	1.7
A	6.1	5.9	14.2
BBB	52.9	44.5	47.8
BB	28.3	32.3	23.0
B	8.3	8.8	9.2
CCC	0.2	1.0	–
D	–	0.3	–
Unrated	2.2	3.6	4.1
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Other Countries	19.5	18.5	18.5
China	11.3	9.6	8.4
Mexico	8.6	10.0	6.4
Brazil	6.7	10.0	11.7
India	5.8	5.6	4.4
Russia	5.7	7.2	13.7
Colombia	4.9	6.4	5.3
Hong Kong	4.7	7.2	4.5
United Arab Emirates	4.6	5.4	6.7
Turkey	4.6	2.7	3.5
Israel	3.5	4.3	–
Singapore	3.4	–	–
Chile	3.3	5.3	5.9
Indonesia	–	1.5	3.3
Cash/Other	13.4	6.3	7.7

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	–	2.1	0.9
1 – 5 years	17.5	20.2	24.5
5 – 10 years	59.4	65.4	64.6
> 10 years	23.1	12.3	10.0
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.6% (December 31, 2013 – 5.1%, January 1, 2013 – 5.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	450 709	–	450 709
Short-term investments	–	750	–	750
Derivatives – assets	57	1 490	–	1 547
Derivatives – liabilities	–	(338)	–	(338)
Total financial instruments	57	452 611	–	452 668
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	393 334	–	393 334
Short-term investments	–	–	–	–
Derivatives – assets	–	65	–	65
Derivatives – liabilities	–	(157)	–	(157)
Total financial instruments	–	393 242	–	393 242
% of total portfolio	–	100.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	276 745	–	276 745
Short-term investments	–	499	–	499
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	277 249	–	277 249
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Series H	1.60%
Series D	1.10%
Series F	0.95%
Series I	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series I	0.20%
Series O	0.20%

Investments by related parties (USD000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	112	104
Series D	60	55
Series I	114	105
Value of all units	3	3

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	705	529
Issued number of units	101	819
Reinvested number of units	30	31
Redeemed number of units	(435)	(674)
Ending number of units	401	705
Advisor Series		
Opening units	540	403
Issued number of units	35	349
Reinvested number of units	15	13
Redeemed number of units	(310)	(225)
Ending number of units	280	540
Series H		
Opening units	95	67
Issued number of units	–	47
Reinvested number of units	2	4
Redeemed number of units	(72)	(23)
Ending number of units	25	95

Please see the generic notes at the back of the financial statements.



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	241	370
Issued number of units	23	85
Reinvested number of units	18	16
Redeemed number of units	(44)	(230)
Ending number of units	238	241
Series F		
Opening units	1 053	714
Issued number of units	227	705
Reinvested number of units	18	20
Redeemed number of units	(455)	(386)
Ending number of units	843	1 053
Series I		
Opening units	294	286
Issued number of units	21	115
Reinvested number of units	17	17
Redeemed number of units	(147)	(124)
Ending number of units	185	294
Series O		
Opening units	40 202	25 583
Issued number of units	11 827	15 381
Reinvested number of units	4 028	1 834
Redeemed number of units	(2 732)	(2 596)
Ending number of units	53 325	40 202

Transaction costs (USD000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	36	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Bond Trust	–	0.1
RBC Bond Fund	25.1	26.6
RBC Private Global Bond Pool	–	3.4
RBC Global Bond Fund	25.8	26.9
RBC Global Corporate Bond Fund	16.8	6.4
RBC Global High Yield Bond Fund	17.5	15.4
RBC Monthly Income High Yield Bond Fund	0.6	0.3
Total	85.8	79.1

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	417 654	298 693
Revaluation of investments at FVTPL	1 761	1 157
Net assets attributable to holders of redeemable units	419 415	299 850

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	(14 035)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	604
Increase (decrease) in net assets attributable to holders of redeemable units	(13 431)



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Canada				
83 939	Jaguar Mining Inc.	\$ 438	\$ 27	
		438	27	–
France				
11 995	Eurazeo S.A.	1 080	976	
17 388	Kering S.A.	4 019	3 882	
25 124	Technip S.A.	2 902	1 739	
9 665	Unibail-Rodamco SE Real Estate Investment Trust	2 674	2 881	
		10 675	9 478	0.9
Germany				
214 052	Deutsche Post AG	7 947	8 096	
		7 947	8 096	0.8
United States				
68 932	Lam Research Corp.	5 136	6 354	
132 409	Salesforce.com Inc.	8 259	9 122	
		13 395	15 476	1.4
TOTAL EQUITIES				
		32 455	33 077	3.1

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
6 100	Beach Energy Ltd., Convertible AUD	3.950	03-Apr-17	\$ 6 243	\$ 5 750	
4 490	CFS Retail Property Trust Group, Convertible AUD	5.750	04-Jul-16	4 752	4 447	
4 800	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	5 574	5 256	
10 101	Paladin Energy Ltd., Convertible USD	3.625	04-Nov-15	9 556	11 501	
4 144	Paladin Energy Ltd., Convertible USD	6.000	30-Apr-17	3 621	4 429	
3 250	Western Areas NL, Convertible AUD	6.400	02-Jul-15	3 262	3 079	
				33 008	34 462	3.2
Austria						
3 000	IMMOFINANZ AG, Convertible EUR	1.500	11-Sep-19	4 224	4 337	
				4 224	4 337	0.4
China						
15 500	Billion Express Investments Ltd., Convertible USD	0.750	18-Oct-15	17 200	18 030	
33 000	China Singyes Solar Technologies Holdings Ltd., Convertible CNY	5.000	08-Aug-19	5 744	6 186	
4 569	Ctrip.com International Ltd., Convertible USD	1.250	15-Oct-18	4 919	5 189	
7 000	ENN Energy Holdings Ltd., Convertible USD	0.000	26-Feb-18	9 247	8 897	
18 000	Fufeng Group Ltd., Convertible CNY	3.000	27-Nov-18	3 226	3 536	
2 750	Haitian International Holdings Ltd., Convertible USD	2.000	13-Feb-19	3 000	3 203	
45 000	Hengan International Group Co. Ltd., Convertible HKD	0.000	27-Jun-18	6 541	6 919	
11 800	Kaisa Group Holdings Ltd., Convertible CNY	8.000	20-Dec-15	2 254	1 624	
50 000	Logo Star Ltd., Convertible HKD	1.500	22-Nov-18	7 304	8 605	
11 456	Qihoo 360 Technology Co. Ltd., Convertible USD	1.750	15-Aug-21	12 524	11 080	
38 000	Shenzhen International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	5 376	5 605	
4 590	SINA Corp., Convertible USD	1.000	01-Dec-18	4 811	4 943	
				82 146	83 817	7.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Finland						
1 900	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	\$ 858	\$ 73	
				858	73	–
France						
334	Air France-KLM, Convertible EUR	2.030	15-Feb-23	5 771	5 377	
92	Etablissements Maurel et Prom, Convertible EUR	7.125	31-Jul-15	2 141	1 731	
91	Faurecia, Convertible EUR	3.250	01-Jan-18	4 390	4 210	
15	Gecina S.A., Convertible EUR	2.125	01-Jan-16	2 950	2 912	
36	Unibail-Rodamco SE, Convertible EUR	0.000	01-Jul-21	14 595	14 505	
				29 847	28 735	2.7
Germany						
4 100	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	5 913	5 320	
300 000	Deutsche Bank Luxembourg S.A. JPY	0.000	02-May-19	661	320	
5 500	Deutsche Wohnen AG, Convertible EUR	0.875	08-Sep-21	7 872	8 892	
1 300	E.ON Beteiligungen GmbH, Convertible EUR	0.000	01-Oct-18	1 868	1 815	
3 100	Grand City Properties S.A., Convertible EUR	1.500	24-Feb-19	5 055	5 841	
4 700	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	7 027	6 409	
75	TUI AG, Convertible EUR	2.750	24-Mar-16	7 155	7 700	
				35 551	36 297	3.4
Hong Kong						
6 250	Asia View Ltd., Convertible USD	1.500	08-Aug-19	6 705	7 216	
28 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	4 079	4 337	
28 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	4 621	4 931	
13 000	China LotSynergy Holdings Ltd., Convertible HKD	5.000	17-Apr-19	1 838	1 977	
6 000	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	6 578	7 537	
6 083	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	7 830	7 005	
14 000	REXLot Holdings Ltd., Convertible HKD	4.500	17-Apr-19	1 998	1 835	
52 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	7 320	7 528	
				40 969	42 366	3.9
Hungary						
3 700	Magyar Nemzeti Vagyonkezelő ZRt., Convertible EUR	3.375	02-Apr-19	5 567	5 267	
				5 567	5 267	0.5
India						
2 600	Amtek India Ltd., Convertible USD	2.500	21-Sep-17	2 841	3 021	
3 638	Jaiprakash Power Ventures Ltd., Convertible USD	5.000	13-Feb-15	3 738	3 962	
				6 579	6 983	0.7
Japan						
300 000	ABC-Mart Inc., Convertible JPY	0.000	05-Feb-18	3 703	3 800	
200 000	Alps Electric Co. Ltd., Convertible JPY	0.000	25-Mar-19	2 197	2 619	
200 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	2 351	2 356	
100 000	Bic Camera Inc., Convertible JPY	0.000	28-Jun-21	1 101	1 418	
109 000	Ebara Corp., Convertible JPY	0.000	19-Mar-18	1 488	1 245	
270 000	Fukuyama Transporting Co. Ltd., Convertible JPY	0.000	22-Mar-17	3 329	3 277	
300 000	K's Holdings Corp., Convertible JPY	0.000	20-Dec-19	2 953	3 103	
710 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	7 814	8 118	
3 700	Mitsui OSK Lines Ltd., Convertible USD	0.000	24-Apr-20	3 954	3 998	
3 250	NHK Spring Co. Ltd., Convertible USD	0.000	20-Sep-19	3 645	3 886	
85 000	Nihon Unisys Ltd., Convertible JPY	0.000	20-Jun-16	932	905	
185 000	Nikkiso Co. Ltd., Convertible JPY	0.000	02-Aug-18	2 056	1 830	
180 000	Resorttrust Inc., Convertible JPY	0.000	01-Dec-21	1 830	1 901	
420 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	4 716	4 379	
285 000	Senshukai Co. Ltd., Convertible JPY	0.000	23-Apr-19	3 120	2 747	
213 000	Square Enix Holdings Co. Ltd., Convertible JPY	0.000	04-Feb-15	2 328	2 105	
290 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-18	3 203	2 919	
260 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-20	2 853	2 662	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan (cont.)						
580 000	Terumo Corp., Convertible JPY	0.000	04-Dec-19	\$ 5 771	\$ 5 893	
680 000	Terumo Corp., Convertible JPY	0.000	06-Dec-21	6 739	6 917	
2 300	The Gunma Bank Ltd., Convertible USD	0.000	11-Oct-19	2 615	2 893	
2 400	The Joyo Bank Ltd., Convertible USD	0.000	24-Apr-19	2 613	2 740	
1 400	The Yamagata Bank Ltd., Convertible USD	0.000	22-Apr-19	1 613	1 614	
140 000	Toho Holdings Co. Ltd., Convertible JPY	0.000	30-Dec-19	1 379	1 442	
370 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	3 989	3 623	
100 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-19	1 070	980	
380 000	Toray Industries Inc., Convertible JPY	0.000	30-Aug-19	4 154	4 455	
180 000	Toray Industries Inc., Convertible JPY	0.000	31-Aug-21	1 975	2 208	
410 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	4 526	4 086	
				90 017	90 119	8.4
Malaysia						
12 649	Cahaya Capital Ltd., Convertible USD	0.000	18-Sep-21	13 837	14 894	
11 863	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	10 102	10 977	
5 600	YTL Corp. Finance Labuan Ltd., Convertible USD	1.875	18-Mar-15	6 370	6 571	
				30 309	32 442	3.0
Mexico						
4 145	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	6 337	5 818	
				6 337	5 818	0.5
Netherlands						
2 700	Centrics Oil & Gas Finance BV EUR	6.000	04-Mar-17	3 904	4 036	
2 300	Kore Coal Finance BV EUR	9.000	22-Oct-16	3 440	3 233	
9 230	NXP Semiconductor N.V., Convertible USD	1.000	01-Dec-19	10 816	11 038	
2 000	SH Properties Finance BV EUR	0.000	29-Jan-16	3 088	3 515	
2 600	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	3 937	3 661	
				25 185	25 483	2.4
Norway						
1 400	Frontline Ltd., Convertible USD	4.500	14-Apr-15	1 367	1 529	
4 200	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	4 613	3 965	
6 800	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	10 420	11 481	
3 400	Ship Finance International Ltd., Convertible USD	3.750	10-Feb-16	3 836	3 883	
5 513	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	6 190	6 345	
				26 426	27 203	2.5
Philippines						
1 289	AYC Finance Ltd., Convertible USD	0.500	02-May-19	1 517	1 615	
				1 517	1 615	0.2
Portugal						
8 700	BES Finance Ltd., Convertible USD	3.500	06-Dec-15	9 856	9 976	
8 900	Parpublica - Participacoes Publicas SGPS S.A., Convertible EUR	5.250	28-Sep-17	14 679	13 500	
				24 535	23 476	2.2
Russia						
5 700	Lukoil International Finance BV, Convertible USD	2.625	16-Jun-15	6 191	6 301	
				6 191	6 301	0.6
Singapore						
16 000	CapitaLand Ltd., Convertible SGD	1.850	19-Jun-20	12 908	13 314	
1 750	CapitaLand Ltd., Convertible SGD	1.950	17-Oct-23	1 517	1 557	
13 000	China Merchants Holdings Pacific Ltd., Convertible HKD	1.250	06-Nov-17	1 946	2 123	
2 000	Golden Agri-Resources Ltd., Convertible USD	2.500	04-Oct-17	2 099	2 245	
13 400	Olam International Ltd., Convertible USD	6.000	15-Oct-16	14 924	16 483	
10 000	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	8 663	8 913	
				42 057	44 635	4.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
South Africa						
9 800	Steinhoff Finance Holding GmbH, Convertible EUR	6.375	26-May-17	\$ 17 664	\$ 19 371	
				17 664	19 371	1.8
South Korea						
4 000 000	Lotte Shopping Co. Ltd., Convertible KRW	0.000	24-Jan-18	4 131	4 202	
				4 131	4 202	0.4
Spain						
5 300	Caja de Ahorros y Pensiones de Barcelona, Convertible EUR	1.000	25-Nov-17	8 586	8 502	
1 700	OHL Investments S.A., Convertible EUR	4.000	25-Apr-18	2 530	2 261	
				11 116	10 763	1.0
Switzerland						
1 510	BKW AG, Convertible CHF	0.125	30-Sep-20	1 780	1 738	
5 400	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	6 521	6 537	
				8 301	8 275	0.8
Taiwan						
1 000	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	1 311	1 404	
500	Asia Cement Corp., Convertible USD	0.000	13-May-18	555	590	
4 600	Epistar Corp., Convertible USD	0.000	07-Aug-18	5 305	6 027	
1 800	Far Eastern International Bank, Convertible USD	0.000	07-Feb-18	1 976	2 069	
9 000	Siliconware Precision Industries Co., Convertible USD	0.000	31-Oct-19	10 123	11 413	
1 400	Taiwan Glass Industry Corp., Convertible USD	0.000	10-Mar-19	1 550	1 566	
3 900	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	4 259	4 557	
				25 079	27 626	2.6
United Arab Emirates						
12 000	DP World Ltd., Convertible USD	1.750	19-Jun-24	13 095	14 890	
4 600	National Bank of Abu Dhabi PJSC, Convertible USD	1.000	12-Mar-18	5 568	5 918	
				18 663	20 808	1.9
United Kingdom						
2 800	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	2 928	325	
2 400	Capital Shopping Centres Jersey Ltd., Convertible GBP	2.500	04-Oct-18	4 689	4 728	
4 400	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	4 599	2 947	
2 100	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	3 881	3 759	
3 500	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	6 393	7 486	
3 000	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	5 539	5 729	
2 700	St Modwen Properties Securities Jersey Ltd., Convertible GBP	2.875	06-Mar-19	5 075	4 895	
5 000	TUI Travel Plc., Convertible GBP	4.900	27-Apr-17	10 403	11 544	
				43 507	41 413	3.9
United States						
4 710	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	5 211	5 704	
2 170	Anacor Pharmaceuticals Inc., Convertible	2.000	15-Oct-21	2 458	3 092	
2 150	Ares Capital Corp., Convertible	5.750	01-Feb-16	2 546	2 584	
1 740	Ares Capital Corp., Convertible	4.375	15-Jan-19	1 912	2 037	
2 795	BioMarin Pharmaceutical Inc., Convertible	0.750	15-Oct-18	3 274	3 834	
3 935	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	4 705	5 626	
6 520	Cardtronics Inc., Convertible	1.000	01-Dec-20	6 848	7 532	
6 187	Cepheid Inc., Convertible	1.250	01-Feb-21	7 241	7 929	
12 253	Cubist Pharmaceuticals Inc., Convertible	1.875	01-Sep-20	16 487	19 396	
5 064	Euronet Worldwide Inc., Convertible	1.500	01-Oct-44	5 745	6 005	
2 420	Hologic Inc., Convertible	2.000	15-Dec-37	3 006	3 513	
3 336	Huron Consulting Group Inc., Convertible	1.250	01-Oct-19	3 649	4 038	
1 800	Illumina Inc., Convertible	0.250	15-Mar-16	4 372	4 624	
6 635	Intel Corp., Convertible	3.250	01-Aug-39	10 164	13 418	
6 370	Jarden Corp., Convertible	1.125	15-Mar-34	7 067	8 330	
4 680	Jazz Investments I Ltd., Convertible USD	1.875	15-Aug-21	5 859	6 178	
3 649	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	4 071	4 499	
7 200	Liberty Interactive LLC, Convertible	3.500	15-Jan-31	4 082	4 507	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
7 860	Liberty Interactive LLC, Convertible	0.750	30-Mar-43	\$ 10 101	\$ 13 024	
7 710	Liberty Media Corp., Convertible	1.375	15-Oct-23	8 143	8 879	
11 100	LinkedIn Corp., Convertible	0.500	01-Nov-19	13 054	13 630	
3 910	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	4 921	5 003	
2 440	Medivation Inc., Convertible	2.625	01-Apr-17	4 060	5 512	
3 145	Molina Healthcare Inc., Convertible	1.125	15-Jan-20	3 687	5 097	
11 480	NVIDIA Corp., Convertible	1.000	01-Dec-18	13 143	15 396	
4 700	Palo Alto Networks Inc., Convertible	0.000	01-Jul-19	6 135	6 925	
4 000	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	4 496	4 899	
2 665	Restoration Hardware Holdings Inc., Convertible	0.000	15-Jun-19	2 916	3 214	
14 753	SanDisk Corp., Convertible	0.500	15-Oct-20	17 796	20 675	
4 200	ServiceNow Inc., Convertible	0.000	01-Nov-18	4 640	5 575	
4 580	SolarCity Corp., Convertible	1.625	01-Nov-19	5 087	4 835	
4 533	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	5 296	5 622	
10 860	SunEdison Inc., Convertible	0.250	15-Jan-20	12 073	12 286	
2 405	TESARO Inc., Convertible	3.000	01-Oct-21	2 680	3 496	
6 525	Tesla Motors Inc., Convertible	0.250	03-Jan-19	7 027	7 045	
10 980	Tesla Motors Inc., Convertible	1.250	03-Jan-21	11 663	11 569	
7 127	The Priceline Group Inc., Convertible	1.000	15-Mar-18	10 396	11 044	
12 910	The Priceline Group Inc., Convertible	0.900	15-Sep-21	13 918	14 324	
11 803	Yahoo! Inc., Convertible	0.000	01-Dec-18	13 035	15 581	
				272 964	306 477	28.6
Vietnam						
2 100	Vingroup JSC, Convertible USD	5.000	03-Apr-17	2 604	2 934	
				2 604	2 934	0.3
TOTAL BONDS				895 352	941 298	87.9
Holdings	Security			Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS						
605	adidas AG, Call @ 68.00 December 18, 2015			\$ 238	\$ 173	
5 000 000	Advanced Semiconductor Engineering Inc., Call @ 1.85 September 5, 2016			–	1 472	
3 000 000	Asia Cement Corp., Call @ 1.75 May 13, 2016			–	169	
7 000 000	AYC Finance Ltd., Call @ 100.00 May 10, 2017			1 218	1 198	
539	Cap Gemini S.A., Call @ 67.00 December 16, 2016			264	422	
2 000 000	CapitaLand Ltd., Call @ 0.28 October 17, 2018			87	125	
2 373	Citrix Systems Inc., Call @ 90.00 January 15, 2016			607	317	
1 506	Daimler AG, Call @ 62.00 June 17, 2016			1 779	2 120	
1 940	Siemens AG, Call @ 100.00 June 17, 2016			1 638	1 451	
2 000 000	Suntec Real Estate Investment Trust, Call @ 1.80 March 18, 2016			63	53	
200 000 000	Toppan Printing Co. Ltd., Call @ 0.28 December 19, 2016			–	35	
100 000 000	Toppan Printing Co. Ltd., Call @ 0.38 December 19, 2019			–	40	
TOTAL OTHER INVESTMENTS				5 894	7 575	0.7
SHORT-TERM INVESTMENTS*				22 874	22 874	2.1
TOTAL INVESTMENTS				956 575	1 004 824	93.8
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	278	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	1 875	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(10 884)	(1.0)
TOTAL PORTFOLIO				\$ 956 575	996 093	93.0
CASH					56 699	5.3
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					18 452	1.7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 071 244	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.94% and mature on May 7, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
(349) The S&P 500 Mini Index Future, March 2015		
Contracts at USD 2 066.09 per contract	\$ (41 847)	\$ 278
TOTAL FUTURES	\$ (41 847)	\$ 278

\$ 23 000 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 13 916 Sold AUD 14 670 @ 1.0542	15-Jan-15	\$ 9
Bought CAD 197 169 Sold EUR 139 000 @ 0.7050	15-Jan-15	1 683
Bought CAD 2 848 Sold EUR 2 000 @ 0.7023	15-Jan-15	35
Bought CAD 3 039 Sold JPY 310 950 @ 0.0098	15-Jan-15	22
Bought CAD 3 496 Sold USD 3 000 @ 0.8581	15-Jan-15	10
Bought CAD 8 340 Sold CHF 7 067 @ 0.8473	15-Jan-15	79
Bought GBP 1 600 Sold CAD 2 892 @ 1.8073	15-Jan-15	6
Bought HKD 2 000 Sold CAD 299 @ 0.1496	15-Jan-15	1
Bought JPY 250 000 Sold CAD 2 413 @ 0.0097	15-Jan-15	12
Bought USD 6 000 Sold CAD 6 955 @ 1.1592	15-Jan-15	18
		\$ 1 875

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 940 Sold JPY 200 000 @ 0.0097	15-Jan-15	\$ (1)
Bought CAD 209 Sold ZAR 2 100 @ 10.0533	15-Jan-15	(2)
Bought CAD 34 689 Sold SGD 39 900 @ 1.1502	15-Jan-15	(302)
Bought CAD 38 900 Sold HKD 263 235 @ 6.7669	15-Jan-15	(547)
Bought CAD 39 484 Sold GBP 22 000 @ 0.5572	15-Jan-15	(360)
Bought CAD 4 413 Sold USD 3 800 @ 0.8612	15-Jan-15	(3)
Bought CAD 599 368 Sold USD 523 000 @ 0.8726	15-Jan-15	(8 408)
Bought CAD 73 019 Sold JPY 7 613 356 @ 0.0096	15-Jan-15	(851)
Bought EUR 12 000 Sold CAD 17 162 @ 1.4302	15-Jan-15	(286)
Bought EUR 3 200 Sold CAD 4 610 @ 1.4408	15-Jan-15	(110)
Bought GBP 2 000 Sold CAD 3 633 @ 1.8164	15-Jan-15	(11)
Bought GBP 400 Sold CAD 726 @ 1.8152	15-Jan-15	(2)
Bought HKD 600 Sold CAD 90 @ 0.1499	15-Jan-15	–
Bought JPY 19 798 Sold CAD 193 @ 0.0098	15-Jan-15	(1)
		\$ (10 884)
TOTAL FOREIGN EXCHANGE		\$ (9 009)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 004 824	\$ 452 773	\$ 24 628
Cash	56 699	20 835	4 176
Due from investment dealers	678	–	–
Subscriptions receivable	1 534	4 178	309
Unrealized gain on futures contracts	278	–	–
Futures contracts margin receivable	13 994	–	–
Unrealized gain on foreign exchange contracts	1 875	1 179	104
Dividends receivable, interest accrued and other assets	3 784	1 867	123
TOTAL ASSETS	1 083 666	480 832	29 340
LIABILITIES			
Due to investment dealers	–	7 845	3 147
Redemptions payable	594	110	157
Unrealized loss on foreign exchange contracts	10 884	3 450	132
Distributions payable	–	–	12
Accounts payable and accrued expenses	944	388	7
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	12 422	11 793	3 455
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 071 244	\$ 469 039	\$ 25 885
Investments at cost	\$ 956 575	\$ 431 875	\$ 24 099
NAV			
SERIES A	\$ 62 201	\$ 22 403	\$ 955
ADVISOR SERIES	\$ 180 624	\$ 99 309	\$ 2 103
ADVISOR T5 SERIES	\$ 1 028	\$ –	\$ –
SERIES T5	\$ 708	\$ –	\$ –
SERIES H	\$ 15 991	\$ 8 695	\$ 530
SERIES D	\$ 5 075	\$ 2 333	\$ 290
SERIES F	\$ 245 520	\$ 104 248	\$ 1 281
SERIES FT5	\$ 1 277	\$ –	\$ –
SERIES I	\$ 63 395	\$ 39 792	\$ 407
SERIES O	\$ 495 425	\$ 192 259	\$ 20 319
NAV PER UNIT			
SERIES A	\$ 11.66	\$ 11.27	\$ 10.24
ADVISOR SERIES	\$ 11.66	\$ 11.27	\$ 10.24
ADVISOR T5 SERIES	\$ 11.36	\$ –	\$ –
SERIES T5	\$ 11.36	\$ –	\$ –
SERIES H	\$ 11.70	\$ 11.29	\$ 10.24
SERIES D	\$ 11.72	\$ 11.29	\$ 10.24
SERIES F	\$ 11.75	\$ 11.31	\$ 10.25
SERIES FT5	\$ 11.49	\$ –	\$ –
SERIES I	\$ 11.77	\$ 11.33	\$ 10.25
SERIES O	\$ 11.80	\$ 11.33	\$ 10.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 276	\$ 54
Interest for distribution purposes	14 185	3 759
Net gain (loss) from futures contracts	642	106
Net realized gain (loss) on investments	33 252	13 564
Net gain (loss) on foreign currencies and other net assets	(16 976)	(12 874)
Change in unrealized gain (loss) on investments	20 613	18 126
TOTAL INCOME (LOSS)	52 992	22 735
EXPENSES (see notes – Fund Specific Information)		
Management fees	6 265	1 414
Administration fees	1 805	385
Board of Governors costs	3	3
GST/HST	899	206
Transaction costs	170	–
Withholding tax	154	12
TOTAL EXPENSES	9 296	2 020
INCREASE (DECREASE) IN NAV	\$ 43 696	\$ 20 715
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 863	\$ 1 089
ADVISOR SERIES	\$ 6 286	\$ 3 797
ADVISOR T5 SERIES	\$ 10	\$ –
SERIES T5	\$ 1	\$ –
SERIES H	\$ 611	\$ 320
SERIES D	\$ 193	\$ 123
SERIES F	\$ 9 358	\$ 4 121
SERIES FT5	\$ 14	\$ –
SERIES I	\$ 2 793	\$ 1 690
SERIES O	\$ 22 567	\$ 9 575
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.43	\$ 1.13
ADVISOR SERIES	\$ 0.45	\$ 0.92
ADVISOR T5 SERIES	\$ 0.45	\$ –
SERIES T5	\$ 0.23	\$ –
SERIES H	\$ 0.48	\$ 1.26
SERIES D	\$ 0.53	\$ 1.31
SERIES F	\$ 0.54	\$ 0.93
SERIES FT5	\$ 0.30	\$ –
SERIES I	\$ 0.57	\$ 0.99
SERIES O	\$ 0.66	\$ 1.30

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 43 696	\$ 20 715
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(33 252)	(13 564)
Change in unrealized loss (gain) on investments	(20 613)	(18 126)
(Increase) decrease in accrued receivables	(2 873)	(1 744)
Increase (decrease) in accrued payables	(7 289)	5 079
Cost of investments purchased	(1 461 026)	(681 754)
Proceeds on sales of investments	969 578	287 542
NET CASH PROVIDED BY OPERATING ACTIVITIES	(511 779)	(401 852)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	770 939	465 299
Cash paid on redemption of redeemable units	(201 339)	(45 640)
Distributions paid to holders of redeemable units	(7 963)	(1 148)
NET CASH USED IN FINANCING ACTIVITIES	\$ 561 637	\$ 418 511
Net increase (decrease) in cash for the year	49 858	16 659
Cash (bank overdraft), beginning of period	20 835	4 176
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 70 693	\$ 20 835
Interest received	\$ 12 489	\$ 2 015
Dividends received, net of withholding taxes	\$ 901	\$ 42

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 403	\$ 955	\$ 99 309	\$ 2 103	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	1 863	1 089	6 286	3 797	10	–	1	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	48 753	23 218	110 101	99 588	1 039	–	710	–
Reinvestments of distributions to holders of redeemable units	652	6	1 780	22	4	–	12	–
Redemption of redeemable units	(10 734)	(2 858)	(34 707)	(6 173)	(5)	–	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	38 671	20 366	77 174	93 437	1 038	–	722	–
Distributions from net income	–	(7)	–	(28)	–	–	–	–
Distributions from net gains	(736)	–	(2 145)	–	–	–	–	–
Distributions from capital	–	–	–	–	(20)	–	(15)	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(736)	(7)	(2 145)	(28)	(20)	–	(15)	–
NET INCREASE (DECREASE) IN NAV	39 798	21 448	81 315	97 206	1 028	–	708	–
NAV AT END OF PERIOD	\$ 62 201	\$ 22 403	\$ 180 624	\$ 99 309	\$ 1 028	\$ –	\$ 708	\$ –

For the periods ended December 31 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series FT5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 695	\$ 530	\$ 2 333	\$ 290	\$ 104 248	\$ 1 281	\$ –	\$ –
INCREASE (DECREASE) IN NAV	611	320	193	123	9 358	4 121	14	–
Early redemption fees	6	–	–	–	–	1	–	–
Proceeds from redeemable units issued	11 141	9 525	4 210	2 868	198 634	107 795	1 347	–
Reinvestments of distributions to holders of redeemable units	173	3	75	9	2 544	191	4	–
Redemption of redeemable units	(4 435)	(1 678)	(1 660)	(948)	(65 395)	(8 841)	(73)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	6 885	7 850	2 625	1 929	135 783	99 146	1 278	–
Distributions from net income	(11)	(5)	(16)	(9)	(988)	(300)	(1)	–
Distributions from net gains	(189)	–	(60)	–	(2 881)	–	–	–
Distributions from capital	–	–	–	–	–	–	(14)	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(200)	(5)	(76)	(9)	(3 869)	(300)	(15)	–
NET INCREASE (DECREASE) IN NAV	7 296	8 165	2 742	2 043	141 272	102 967	1 277	–
NAV AT END OF PERIOD	\$ 15 991	\$ 8 695	\$ 5 075	\$ 2 333	\$ 245 520	\$ 104 248	\$ 1 277	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 39 792	\$ 407	\$ 192 259	\$ 20 319	\$ 469 039	\$ 25 885
INCREASE (DECREASE) IN NAV	2 793	1 690	22 567	9 575	43 696	20 715
Early redemption fees	–	–	–	–	6	1
Proceeds from redeemable units issued	37 620	39 120	354 740	187 054	768 295	469 168
Reinvestments of distributions to holders of redeemable units	971	135	5 286	392	11 501	758
Redemption of redeemable units	(16 612)	(1 409)	(68 208)	(23 687)	(201 829)	(45 594)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	21 979	37 846	291 818	163 759	577 973	424 333
Distributions from net income	(421)	(151)	(5 429)	(1 394)	(6 866)	(1 894)
Distributions from net gains	(748)	–	(5 790)	–	(12 549)	–
Distributions from capital	–	–	–	–	(49)	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 169)	(151)	(11 219)	(1 394)	(19 464)	(1 894)
NET INCREASE (DECREASE) IN NAV	23 603	39 385	303 166	171 940	602 205	443 154
NAV AT END OF PERIOD	\$ 63 395	\$ 39 792	\$ 495 425	\$ 192 259	\$ 1 071 244	\$ 469 039

* Advisor T5 Series, Series T5 and Series FT5 launched April 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide total returns consisting of interest income and modest capital appreciation by investing primarily in global convertible bonds issued by entities domiciled or carrying out business activities anywhere in the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AA	0.6	–	–
A	3.6	8.8	17.8
BBB	9.1	8.5	14.5
BB	15.5	13.5	9.1
B	8.6	10.0	1.3
CCC	0.2	–	–
Unrated	62.4	59.2	57.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	28.6	29.5	18.8
Other Countries	9.1	18.4	17.8
Japan	8.4	5.7	7.1
China	7.8	6.4	5.2
Singapore	4.2	4.2	2.5
United Kingdom	3.9	3.4	11.3
Hong Kong	3.9	2.9	2.9
Germany	3.4	2.9	–
Australia	3.2	3.6	7.3
Malaysia	3.0	1.9	–
France	2.7	3.3	3.0
Taiwan	2.6	5.3	3.7
Norway	2.5	–	–
Netherlands	2.4	–	3.8
Portugal	2.2	–	–
Mexico	–	1.6	2.4
United Arab Emirates	–	1.5	3.8
Hungary	–	1.1	–
Sweden	–	0.7	2.4
Italy	–	0.5	3.1
Cash/Other	12.1	7.1	4.9

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	7.4	9.7	9.3
1 – 5 years	61.2	68.2	74.2
5 – 10 years	24.2	11.9	7.3
> 10 years	7.2	10.2	9.2
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.3% (December 31, 2013 – 3.9%, January 1, 2013 – 3.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	15 820	21 740	–	37 560
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	944 390	–	944 390
Short-term investments	–	22 874	–	22 874
Derivatives – assets	278	1 875	–	2 153
Derivatives – liabilities	–	(10 884)	–	(10 884)
Total financial instruments	16 098	979 995	–	996 093
% of total portfolio	1.6	98.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	13 934	–	13 934
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	435 860	–	435 860
Short-term investments	–	2 979	–	2 979
Derivatives – assets	–	1 179	–	1 179
Derivatives – liabilities	–	(3 450)	–	(3 450)
Total financial instruments	–	450 502	–	450 502
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	24 628	–	24 628
Short-term investments	–	–	–	–
Derivatives – assets	–	104	–	104
Derivatives – liabilities	–	(132)	–	(132)
Total financial instruments	–	24 600	–	24 600
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Advisor T5 Series	1.70%
Series T5	1.70%
Series H	1.45%
Series D	1.10%
Series F	0.95%
Series FT5	0.95%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.20%
Advisor T5 Series	0.20%
Series T5	0.20%
Series H	0.20%
Series D	0.20%
Series F	0.20%
Series FT5	0.20%
Series I	0.20%
Series O	0.20%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	101	100
Advisor Series	101	100
Advisor T5 Series	90	–
Series T5	90	–
Series H	102	100
Series D	102	101
Series F	102	101
Series FT5	90	–
Series I	103	101
Value of all units	10	7

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	1 988	93
Issued number of units	4 217	2 157
Reinvested number of units	56	1
Redeemed number of units	(926)	(263)
Ending number of units	5 335	1 988

Advisor Series		
Opening units	8 815	205
Issued number of units	9 526	9 173
Reinvested number of units	153	2
Redeemed number of units	(2 997)	(565)
Ending number of units	15 497	8 815

Advisor T5 Series		
Opening units	–	–
Issued number of units	91	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	91	–



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series T5		
Opening units	–	–
Issued number of units	61	–
Reinvested number of units	1	–
Redeemed number of units	–	–
Ending number of units	62	–
Series H		
Opening units	770	52
Issued number of units	964	871
Reinvested number of units	15	–
Redeemed number of units	(383)	(153)
Ending number of units	1 366	770
Series D		
Opening units	207	28
Issued number of units	363	266
Reinvested number of units	6	1
Redeemed number of units	(143)	(88)
Ending number of units	433	207
Series F		
Opening units	9 214	125
Issued number of units	17 091	9 875
Reinvested number of units	217	17
Redeemed number of units	(5 631)	(803)
Ending number of units	20 891	9 214
Series FT5		
Opening units	–	–
Issued number of units	117	–
Reinvested number of units	–	–
Redeemed number of units	(6)	–
Ending number of units	111	–
Series I		
Opening units	3 511	40
Issued number of units	3 224	3 587
Reinvested number of units	83	12
Redeemed number of units	(1 433)	(128)
Ending number of units	5 385	3 511
Series O		
Opening units	16 966	1 983
Issued number of units	30 419	17 165
Reinvested number of units	450	36
Redeemed number of units	(5 840)	(2 218)
Ending number of units	41 995	16 966

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	168	100	–	–
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Monthly Income High Yield Bond Fund	0.2	0.2
BlueBay Global Convertible Bond Class (Canada)	10.4	–
Total	10.6	0.2

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	467 509	25 770
Revaluation of investments at FVTPL	1 530	115
Net assets attributable to holders of redeemable units	469 039	25 885
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		19 300
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		1 415
Increase (decrease) in net assets attributable to holders of redeemable units		20 715



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC MANAGED PAYOUT SOLUTION**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
71 750 876	RBC Canadian Short-Term Income Fund*	\$ 785 940	\$ 782 622	18.3
126 543 449	RBC Bond Fund*	834 309	872 187	20.4
41 257 864	RBC Monthly Income Fund*	556 258	643 454	15.0
80 376 768	RBC Global Corporate Bond Fund*	767 333	789 509	18.5
14 833 567	RBC Global High Yield Bond Fund*	159 223	157 061	3.7
9 500 405	RBC Canadian Dividend Fund*	494 487	614 533	14.4
28 500 486	Phillips, Hager & North Canadian Income Fund*	409 076	407 449	9.5
TOTAL MUTUAL FUND UNITS		4 006 626	4 266 815	99.8
SHORT-TERM INVESTMENTS†		7 669	7 669	0.2
TOTAL INVESTMENTS		\$ 4 014 295	4 274 484	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 333)	-
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 4 273 151	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 274 484	\$ 3 857 818	\$ 3 339 239
Cash	–	10	59
Due from investment dealers	13 000	–	–
Subscriptions receivable	1 059	1 430	2 821
Dividends receivable, interest accrued and other assets	1	20	6
TOTAL ASSETS	4 288 544	3 859 278	3 342 125
LIABILITIES			
Due to investment dealers	8 000	–	34 450
Redemptions payable	1 332	2 678	2 155
Accounts payable and accrued expenses	6 061	5 321	4 472
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	15 393	7 999	41 077
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 273 151	\$ 3 851 279	\$ 3 301 048
Investments at cost	\$ 4 014 295	\$ 3 670 181	\$ 3 187 567
NAV			
SERIES A	\$ 4 203 115	\$ 3 797 152	\$ 3 257 210
ADVISOR SERIES	\$ 42 609	\$ 39 131	\$ 34 305
SERIES F	\$ 27 427	\$ 14 996	\$ 9 533
NAV PER UNIT			
SERIES A	\$ 9.49	\$ 9.35	\$ 9.43
ADVISOR SERIES	\$ 9.49	\$ 9.35	\$ 9.42
SERIES F	\$ 10.06	\$ 9.82	\$ 9.82

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 767	\$ 606
Other income received from underlying funds	130 985	142 300
Capital gains received from underlying funds	7 176	3 245
Net realized gain (loss) on investments	109 391	30 803
Change in unrealized gain (loss) on investments	72 552	35 965
TOTAL INCOME (LOSS)	320 871	212 919
EXPENSES (see notes – Fund Specific Information)		
Management fees	57 147	52 143
Administration fees	2 039	1 859
Board of Governors costs	3	3
GST/HST	5 968	5 602
TOTAL EXPENSES	65 157	59 607
INCREASE (DECREASE) IN NAV	\$ 255 714	\$ 153 312
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 251 964	\$ 151 063
ADVISOR SERIES	\$ 2 555	\$ 1 565
SERIES F	\$ 1 195	\$ 684
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.60	\$ 0.39
ADVISOR SERIES	\$ 0.60	\$ 0.39
SERIES F	\$ 0.72	\$ 0.48

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 255 714	\$ 153 312
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(109 391)	(30 803)
Change in unrealized loss (gain) on investments	(72 552)	(35 965)
(Increase) decrease in accrued receivables	(12 981)	(14)
Increase (decrease) in accrued payables	8 740	(33 601)
Cost of investments purchased	(2 813 250)	(2 765 618)
Proceeds on sales of investments	2 578 527	2 313 807
NET CASH PROVIDED BY OPERATING ACTIVITIES	(165 193)	(398 882)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	966 823	1 202 591
Cash paid on redemption of redeemable units	(694 154)	(703 637)
Distributions paid to holders of redeemable units	(107 486)	(100 121)
NET CASH USED IN FINANCING ACTIVITIES	\$ 165 183	\$ 398 833
Net increase (decrease) in cash for the year	(10)	(49)
Cash (bank overdraft), beginning of period	10	59
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 10
Interest received	\$ 786	\$ 592
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 797 152	\$ 3 257 210	\$ 39 131	\$ 34 305	\$ 14 996	\$ 9 533	\$ 3 851 279	\$ 3 301 048
INCREASE (DECREASE) IN NAV	251 964	151 063	2 555	1 565	1 195	684	255 714	153 312
Early redemption fees	3	3	—	—	—	—	3	3
Proceeds from redeemable units issued	934 377	1 171 920	13 187	16 026	18 888	13 254	966 452	1 201 200
Reinvestments of distributions to holders of redeemable units	91 283	87 383	1 343	1 365	508	467	93 134	89 215
Redemption of redeemable units	(673 977)	(683 804)	(11 594)	(12 115)	(7 240)	(8 244)	(692 811)	(704 163)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	351 686	575 502	2 936	5 276	12 156	5 477	366 778	586 255
Distributions from net income	(59 207)	(65 785)	(603)	(710)	(275)	(246)	(60 085)	(66 741)
Distributions from net gains	(82 238)	(19 931)	(837)	(215)	(383)	(75)	(83 458)	(20 221)
Distributions from capital	(56 242)	(100 907)	(573)	(1 090)	(262)	(377)	(57 077)	(102 374)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(197 687)	(186 623)	(2 013)	(2 015)	(920)	(698)	(200 620)	(189 336)
NET INCREASE (DECREASE) IN NAV	405 963	539 942	3 478	4 826	12 431	5 463	421 872	550 231
NAV AT END OF PERIOD	\$ 4 203 115	\$ 3 797 152	\$ 42 609	\$ 39 131	\$ 27 427	\$ 14 996	\$ 4 273 151	\$ 3 851 279

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide relatively high, regular monthly distributions that are comparatively tax efficient with a potential for modest capital appreciation by investing primarily in units of other RBC Funds.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	99.8	98.1	69.0
Canadian Equity Funds	–	–	30.0
Cash/Other	0.2	1.9	1.0

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.2% (December 31, 2013 – 3.5%, January 1, 2013 – 4.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.3	+ or - 0.2	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 266 815	–	–	4 266 815
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 669	–	7 669
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 266 815	7 669	–	4 274 484
% of total portfolio	99.8	0.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 779 043	–	–	3 779 043
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	78 775	–	78 775
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 779 043	78 775	–	3 857 818
% of total portfolio	98.0	2.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 264 249	–	–	3 264 249
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	74 990	–	74 990
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 264 249	74 990	–	3 339 239
% of total portfolio	97.8	2.2	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.55% and for Series F is 0.70%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series F	0.05%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	–	–	0.3	0.5
RBC Canadian Short-Term Income Fund	18.3	15.1	18.2	14.6
RBC Bond Fund	20.4	6.6	18.0	5.9
RBC Global Corporate Bond Fund	18.5	23.5	18.0	52.2
RBC Global High Yield Bond Fund	3.7	7.3	–	–
RBC Managed Payout Solution – Enhanced Plus	–	–	15.1	17.8
RBC Monthly Income Fund	15.0	6.8	15.0	6.5

Please see the generic notes at the back of the financial statements.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Dividend Fund	14.4	3.4	13.5	3.2
Phillips, Hager & North Canadian Income Fund	9.5	48.6	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money Market Fund			1.5	1.8
RBC Canadian Short-Term Income Fund			17.5	12.7
RBC Bond Fund			17.5	6.0
RBC Global Corporate Bond Fund			17.5	48.6
RBC Managed Payout Solution – Enhanced Plus			15.0	17.0
RBC Monthly Income Fund			15.0	5.8
RBC Canadian Dividend Fund			15.0	3.5

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	406 197	345 338
Issued number of units	97 820	124 737
Reinvested number of units	9 565	9 354
Redeemed number of units	(70 718)	(73 232)
Ending number of units	442 864	406 197
Advisor Series		
Opening units	4 187	3 640
Issued number of units	1 378	1 704
Reinvested number of units	141	146
Redeemed number of units	(1 217)	(1 303)
Ending number of units	4 489	4 187
Series F		
Opening units	1 527	971
Issued number of units	1 871	1 353
Reinvested number of units	50	48
Redeemed number of units	(722)	(845)
Ending number of units	2 726	1 527



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 851 279	3 301 048
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	3 851 279	3 301 048
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		153 312
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		153 312

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC MANAGED PAYOUT SOLUTION – ENHANCED

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
31 531 940	RBC Canadian Short-Term Income Fund*	\$ 344 351	\$ 343 935	13.3
83 149 386	RBC Bond Fund*	547 503	573 100	22.2
23 174 357	RBC Global Corporate Bond Fund*	223 023	227 632	8.8
32 421 313	RBC Global High Yield Bond Fund*	337 824	343 283	13.3
9 575 835	RBC Canadian Dividend Fund*	507 013	619 412	24.0
8 166 612	RBC Canadian Equity Income Fund*	242 129	233 756	9.1
16 427 545	Phillips, Hager & North Canadian Income Fund*	235 997	234 851	9.1
TOTAL MUTUAL FUND UNITS		2 437 840	2 575 969	99.8
SHORT-TERM INVESTMENTS†		7 058	7 058	0.3
TOTAL INVESTMENTS		<u>\$ 2 444 898</u>	2 583 027	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(3 973)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 2 579 054</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 583 027	\$ 2 174 989	\$ 1 852 146
Cash	–	1	10
Due from investment dealers	12 000	–	–
Subscriptions receivable	910	903	817
Dividends receivable, interest accrued and other assets	2	10	6
TOTAL ASSETS	2 595 939	2 175 903	1 852 979
LIABILITIES			
Due to investment dealers	12 000	2 500	11 750
Redemptions payable	733	1 837	1 956
Accounts payable and accrued expenses	4 152	3 341	2 841
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	16 885	7 678	16 547
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 579 054	\$ 2 168 225	\$ 1 836 432
Investments at cost	\$ 2 444 898	\$ 1 997 702	\$ 1 722 863
NAV			
SERIES A	\$ 2 527 241	\$ 2 134 517	\$ 1 806 761
ADVISOR SERIES	\$ 26 017	\$ 24 065	\$ 23 532
SERIES F	\$ 25 796	\$ 9 643	\$ 6 139
NAV PER UNIT			
SERIES A	\$ 9.08	\$ 9.11	\$ 9.12
ADVISOR SERIES	\$ 9.08	\$ 9.11	\$ 9.12
SERIES F	\$ 9.73	\$ 9.65	\$ 9.55

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 384	\$ 310
Other income received from underlying funds	88 243	86 851
Capital gains received from underlying funds	16 186	684
Net realized gain (loss) on investments	132 810	21 721
Change in unrealized gain (loss) on investments	(39 158)	48 004
TOTAL INCOME (LOSS)	198 465	157 570
EXPENSES (see notes – Fund Specific Information)		
Management fees	38 464	32 065
Administration fees	1 214	1 004
Board of Governors costs	3	3
GST/HST	3 807	3 315
TOTAL EXPENSES	43 488	36 387
INCREASE (DECREASE) IN NAV	\$ 154 977	\$ 121 183
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 152 322	\$ 119 227
ADVISOR SERIES	\$ 1 651	\$ 1 458
SERIES F	\$ 1 004	\$ 498
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.59	\$ 0.55
ADVISOR SERIES	\$ 0.59	\$ 0.54
SERIES F	\$ 0.73	\$ 0.68

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 154 977	\$ 121 183
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(132 810)	(21 721)
Change in unrealized loss (gain) on investments	39 158	(48 004)
(Increase) decrease in accrued receivables	(11 992)	(4)
Increase (decrease) in accrued payables	10 311	(8 750)
Cost of investments purchased	(2 735 346)	(1 681 185)
Proceeds on sales of investments	2 420 960	1 428 067
NET CASH PROVIDED BY OPERATING ACTIVITIES	(254 742)	(210 414)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	728 265	605 035
Cash paid on redemption of redeemable units	(387 536)	(321 887)
Distributions paid to holders of redeemable units	(85 988)	(72 743)
NET CASH USED IN FINANCING ACTIVITIES	\$ 254 741	\$ 210 405
Net increase (decrease) in cash for the year	(1)	(9)
Cash (bank overdraft), beginning of period	1	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 1
Interest received	\$ 392	\$ 306
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 134 517	\$ 1 806 761	\$ 24 065	\$ 23 532	\$ 9 643	\$ 6 139	\$ 2 168 225	\$ 1 836 432
INCREASE (DECREASE) IN NAV	152 322	119 227	1 651	1 458	1 004	498	154 977	121 183
Early redemption fees	2	3	–	–	–	–	2	3
Proceeds from redeemable units issued	705 755	591 969	5 711	6 895	16 806	6 257	728 272	605 121
Reinvestments of distributions to holders of redeemable units	85 716	48 139	1 079	806	638	209	87 433	49 154
Redemption of redeemable units	(380 683)	(311 569)	(4 693)	(7 140)	(1 058)	(3 062)	(386 434)	(321 771)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	410 790	328 542	2 097	561	16 386	3 404	429 273	332 507
Distributions from net income	(32 349)	(37 397)	(342)	(463)	(217)	(124)	(32 908)	(37 984)
Distributions from net gains	(138 039)	(13 501)	(1 454)	(167)	(1 020)	(45)	(140 513)	(13 713)
Distributions from capital	–	(69 115)	–	(856)	–	(229)	–	(70 200)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(170 388)	(120 013)	(1 796)	(1 486)	(1 237)	(398)	(173 421)	(121 897)
NET INCREASE (DECREASE) IN NAV	392 724	327 756	1 952	533	16 153	3 504	410 829	331 793
NAV AT END OF PERIOD	\$ 2 527 241	\$ 2 134 517	\$ 26 017	\$ 24 065	\$ 25 796	\$ 9 643	\$ 2 579 054	\$ 2 168 225

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide relatively high, regular monthly distributions that are comparatively tax efficient with a potential for modest capital appreciation by investing primarily in units of other RBC Funds.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	66.7	98.6	42.0
Canadian Equity Funds	33.1	–	57.4
Cash/Other	0.2	1.4	0.6

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.1% (December 31, 2013 – 3.2%, January 1, 2013 – 4.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.4	+ or - 0.3	+ or - 0.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	2 575 969	–	–	2 575 969
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 058	–	7 058
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 575 969	7 058	–	2 583 027
% of total portfolio	99.7	0.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	2 138 611	–	–	2 138 611
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	36 378	–	36 378
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 138 611	36 378	–	2 174 989
% of total portfolio	98.3	1.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	1 827 057	–	–	1 827 057
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	25 089	–	25 089
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 827 057	25 089	–	1 852 146
% of total portfolio	98.6	1.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.75% and for Series F is 0.75%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series F	0.05%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Short-Term				
Income Fund	13.3	6.7	8.7	3.9
RBC Bond Fund	22.2	4.3	17.3	3.2
RBC Global Corporate				
Bond Fund	8.8	6.8	4.4	7.1
RBC Global High Yield				
Bond Fund	13.3	16.0	13.1	22.4
RBC Managed Payout				
Solution – Enhanced Plus	–	–	35.2	23.3
RBC Canadian				
Dividend Fund	24.0	3.4	20.0	2.6
Phillips, Hager & North				
Canadian Income Fund	9.1	28.0	–	–

Please see the generic notes at the back of the financial statements.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Equity				
Income Fund	9.1	5.6	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money				
Market Fund			0.5	0.3
RBC Canadian Short-Term				
Income Fund			8.3	3.4
RBC Bond Fund			16.6	3.2
RBC Global Corporate				
Bond Fund			4.1	6.4
RBC Global High Yield				
Bond Fund			12.5	19.9
RBC Managed Payout				
Solution – Enhanced Plus			34.9	22.0
RBC Canadian				
Dividend Fund			22.5	2.9

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders’ equity (000s)

The unitholders’ equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	234 227	198 173
Issued number of units	75 756	65 101
Reinvested number of units	9 320	5 316
Redeemed number of units	(40 990)	(34 363)
Ending number of units	278 313	234 227
Advisor Series		
Opening units	2 642	2 581
Issued number of units	612	758
Reinvested number of units	117	89
Redeemed number of units	(504)	(786)
Ending number of units	2 867	2 642
Series F		
Opening units	999	643
Issued number of units	1 696	653
Reinvested number of units	65	22
Redeemed number of units	(108)	(319)
Ending number of units	2 652	999



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 168 225	1 836 432
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 168 225	1 836 432
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		121 183
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		121 183

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC MANAGED PAYOUT SOLUTION – ENHANCED PLUS

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
95 900	Gildan Activewear Inc., Class A	\$ 5 458	\$ 6 301	
108 100	Linamar Corp.	3 841	7 670	
108 600	Magna International Inc., Class A	5 434	13 672	
144 600	Quebecor Inc., Class B	3 245	4 619	
298 400	Shaw Communications Inc., Class B	6 056	9 355	
226 000	Thomson Corp.	7 587	10 593	
		31 621	52 210	2.4
Consumer Staples				
361 500	Alimentation Couche-Tard Inc.	10 531	17 601	
201 605	Loblaw Companies Ltd.	8 496	12 534	
		19 027	30 135	1.4
Energy				
300 200	ARC Resources Ltd.	6 960	7 553	
214 900	Cameco Corp.	4 755	4 094	
625 100	Canadian Natural Resources Ltd.	21 043	22 454	
480 100	Cenovus Energy Inc.	13 928	11 508	
268 100	Crescent Point Energy Corp.	11 563	7 215	
349 300	Enbridge Inc.	9 577	20 866	
387 700	Encana Corp.	9 987	6 269	
254 200	Husky Energy Inc.	7 869	6 991	
204 600	Pembina Pipeline Corp.	7 002	8 663	
135 200	PrairieSky Royalty Ltd.	4 900	4 137	
603 800	Precision Drilling Corp.	5 270	4 263	
631 000	Raging River Exploration Inc.	5 069	4 632	
121 000	ShawCor Ltd.	3 522	5 130	
1 653 000	Spartan Energy Corp.	4 903	4 612	
775 600	Suncor Energy Inc.	28 895	28 620	
184 300	Tourmaline Oil Corp.	7 483	7 132	
308 800	TransCanada Corp.	12 934	17 632	
129 400	Vermilion Energy Inc.	5 093	7 376	
381 700	Whitecap Resources Inc.	4 494	4 367	
		175 247	183 514	8.5
Financials				
289 400	Bank of Montreal	17 042	23 783	
544 100	Bank of Nova Scotia	25 690	36 079	
322 300	Brookfield Asset Management Inc., Class A	9 160	18 764	
466 000	Brookfield Property Partners LP	7 325	12 326	
192 600	Canadian Imperial Bank of Commerce	13 298	19 229	
193 521	Canadian Real Estate Investment Trust	5 252	8 861	
95 200	CI Financial Corp.	3 008	3 074	
248 500	Element Financial Corp.	3 455	3 514	
12 700	Fairfax Financial Holdings Ltd.	4 889	7 732	
125 800	Intact Financial Corp.	8 137	10 548	
928 028	Manulife Financial Corporation	16 495	20 584	
75 500	Onex Corporation	2 668	5 093	
368 600	Power Corporation of Canada	11 480	11 707	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
676 500	Royal Bank of Canada*	\$ 31 183	\$ 54 282	
281 600	Sun Life Financial Inc.	6 594	11 805	
854 700	Toronto-Dominion Bank	26 618	47 444	
		192 294	294 825	13.6
Health Care				
125 800	Catamaran Corp.	5 937	7 563	
101 300	Valeant Pharmaceuticals International Inc.	9 406	16 849	
		15 343	24 412	1.1
Industrials				
949 100	Bombardier Inc., Class B	6 042	3 939	
523 200	Canadian National Railway Co.	16 415	41 866	
137 300	Finning International Inc.	2 953	3 464	
165 500	Progressive Waste Solutions Ltd.	4 053	5 781	
138 700	Russel Metals Inc.	3 530	3 592	
185 400	WestJet Airlines Ltd.	4 893	6 185	
		37 886	64 827	3.0
Information Technology				
267 500	Blackberry Ltd.	2 727	3 408	
226 800	CGI Group Inc., Class A	6 078	10 045	
112 000	Open Text Corp.	2 088	7 572	
532 900	Redknee Solutions Inc.	3 130	1 993	
		14 023	23 018	1.1
Materials				
159 900	Agnico Eagle Mines Ltd.	4 881	4 624	
101 300	Agrium Inc.	7 503	11 143	
1 889 900	B2Gold Corp.	6 803	3 591	
522 000	Barrick Gold Corp.	16 456	6 535	
888 800	Eldorado Gold Corp.	7 967	6 293	
447 900	First Quantum Minerals Ltd.	9 095	7 395	
355 300	Goldcorp Inc.	12 983	7 643	
103 000	Methanex Corp.	7 389	5 497	
436 600	Potash Corporation of Saskatchewan Inc.	15 369	17 931	
242 300	Silver Wheaton Corp.	7 618	5 726	
284 100	Teck Resources Ltd., Class B	9 864	4 512	
		105 928	80 890	3.7
Telecommunication Services				
309 500	BCE Inc.	13 487	16 490	
233 500	Rogers Communications Inc., Class B	8 904	10 547	
334 900	TELUS Corp.	8 377	14 029	
		30 768	41 066	1.9
Utilities				
86 400	Atco Ltd., Class I, Non-Voting	3 510	4 118	
132 300	Canadian Utilities Ltd., Class A	5 047	5 412	
341 700	TransAlta Corp.	4 513	3 595	
		13 070	13 125	0.6
TOTAL CANADIAN EQUITIES		635 207	808 022	37.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
21 000	Best Buy Co. Inc.	\$ 788	\$ 951	
14 000	Home Depot Inc.	1 303	1 707	
10 800	L Brands Inc.	741	1 086	
24 600	Lennar Corp.	1 285	1 281	
10 400	Nordstrom Inc.	876	959	
159 200	Office Depot Inc.	1 224	1 586	
22 500	Starbucks Corp.	2 157	2 145	
7 200	Time Warner Inc.	645	714	
4 400	Ulta Salon, Cosmetics & Fragrance, Inc.	661	654	
22 800	V.F. Corporation	1 673	1 984	
		11 353	13 067	0.6
Consumer Staples				
58 400	Altria Group Inc.	2 703	3 343	
36 600	Archer Daniels Midland Co.	1 849	2 211	
27 700	CVS Health Corp.	2 207	3 099	
13 800	Kimberly-Clark Corp.	1 767	1 852	
12 300	Kraft Foods Group Inc.	890	895	
10 100	Mondelez International Inc.	435	426	
7 700	PepsiCo Inc.	718	846	
32 900	Procter & Gamble Co.	2 914	3 483	
31 900	The Kroger Co.	1 633	2 380	
11 500	Wal-Mart Stores, Inc.	1 109	1 148	
		16 225	19 683	0.9
Energy				
10 700	Cimarex Energy Co.	1 320	1 318	
30 000	Devon Energy Corporation	2 141	2 133	
18 600	EOG Resources Inc.	1 987	1 990	
11 200	Pioneer Natural Resources Co.	1 842	1 937	
7 700	Schlumberger Ltd.	865	764	
		8 155	8 142	0.4
Financials				
100 900	Bank of America Corp.	1 811	2 097	
11 000	Berkshire Hathaway Inc., Class B	1 656	1 919	
30 700	Citigroup Inc.	1 669	1 930	
9 200	Intercontinental Exchange, Inc.	2 113	2 344	
27 300	JPMorgan Chase & Co.	1 866	1 985	
13 800	Moody's Corp.	1 462	1 536	
74 500	Morgan Stanley	2 455	3 360	
53 200	TD Ameritrade Holding Corp.	2 073	2 211	
13 000	The Goldman Sachs Group Inc.	2 551	2 927	
29 000	Wells Fargo & Company	1 786	1 847	
		19 442	22 156	1.0
Health Care				
19 400	AbbVie Inc.	1 267	1 475	
3 000	Actavis Plc.	900	898	
18 200	Alkermes Plc.	1 110	1 238	
10 000	Amgen Inc.	1 411	1 851	
18 100	Anthem Inc.	2 017	2 644	
2 700	Biogen Idec Inc.	1 087	1 066	
28 900	Bristol-Myers Squibb Co.	1 890	1 981	
9 400	C.R. Bard Inc.	1 687	1 819	
16 400	Celgene Corp.	1 748	2 131	
7 600	Edwards Lifesciences Corp.	778	1 125	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
32 700	Eli Lilly & Co.	\$ 2 081	\$ 2 621	
12 100	Hospira Inc.	860	861	
22 200	Medtronic Inc.	1 831	1 862	
16 800	Mylan Laboratories Inc.	1 056	1 100	
22 600	UnitedHealth Group Incorporated	2 233	2 654	
		21 956	25 326	1.2
Industrials				
7 600	C.H. Robinson Worldwide Inc.	588	661	
13 500	FedEx Corporation	2 389	2 724	
18 400	General Dynamics Corp.	2 677	2 942	
11 300	Lockheed Martin Corporation	2 190	2 528	
26 700	Northrop Grumman Corp.	4 079	4 571	
13 500	Paccar Inc.	1 087	1 067	
14 500	Ryder System Inc.	1 375	1 564	
8 600	Union Pacific Corp.	917	1 190	
6 800	United Technologies Corp.	886	909	
		16 188	18 156	0.8
Information Technology				
49 200	Apple Inc.	4 205	6 309	
15 600	Avago Technologies Ltd.	1 371	1 823	
50 300	Cisco Systems Inc.	1 483	1 625	
15 600	F5 Networks Inc.	2 173	2 365	
67 800	Hewlett-Packard Co.	2 726	3 162	
48 000	Intel Corp.	1 956	2 024	
28 500	Lam Research Corp.	2 094	2 627	
52 200	Micron Technology Inc.	1 790	2 123	
101 000	Microsoft Corp.	4 689	5 451	
20 100	NXP Semiconductor N.V.	1 499	1 784	
31 100	Oracle Corporation	1 528	1 625	
16 000	Palo Alto Networks Inc.	1 719	2 278	
11 100	Sandisk Corp.	1 309	1 264	
14 900	ServiceNow Inc.	1 116	1 175	
7 700	Visa Inc., Class A	2 065	2 346	
15 500	Western Digital Corp.	1 607	1 993	
		33 330	39 974	1.8
Materials				
8 200	Sherwin-Williams Co.	2 258	2 507	
		2 258	2 507	0.1
Utilities				
36 800	Ameren Corporation	1 679	1 972	
11 600	Edison International	866	882	
26 800	PG&E Corporation	1 561	1 657	
		4 106	4 511	0.2
TOTAL UNITED STATES EQUITIES		133 013	153 522	7.0
TOTAL EQUITIES		768 220	961 544	44.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
52 501 723	RBC Bond Fund*	\$ 357 234	\$ 361 863	
24 476 771	RBC Canadian Short-Term Income Fund*	266 897	266 980	
17 031 557	RBC Global High Yield Bond Fund*	185 220	180 334	
TOTAL MUTUAL FUND UNITS		809 351	809 177	37.3
Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
76 760	Bank of Montreal	\$ 76 684	\$ 76 684	
108 520	Bank of Nova Scotia	108 412	108 412	
25 199	Canadian Imperial Bank of Commerce	25 177	25 177	
34 200	Government of Canada Treasury Bills	34 117	34 117	
82 000	National Bank of Canada	81 915	81 915	
72 000	Toronto-Dominion Bank	71 927	71 927	
TOTAL SHORT-TERM INVESTMENTS		398 232	398 232	18.4
TOTAL INVESTMENTS		1 975 803	2 168 953	100.0
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	7 795	0.4
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	2 191	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(33)	–
TOTAL PORTFOLIO		\$1 975 803	2 178 906	100.5
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(10 652)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$2 168 254	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
2 000	The S&P 500 Mini Index Future, March 2015 Contracts at USD 2 044.98 per contract	\$ 235 326
490	The S&P/TSX 60 Index Future, March 2015 Contracts at CAD 808.39 per contract	79 222
480	United Kingdom New FTSE 100 Future, March 2015 Contracts at GBP 6 212.06 per contract	54 148
TOTAL FUTURES		\$ 368 696

\$34 200 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 870 Sold CAD 2 104 @ 1.1249	12-Jan-15	\$ 70
Bought USD 2 272 Sold CAD 2 539 @ 1.1174	14-Jan-15	102
Bought USD 2 758 Sold CAD 3 126 @ 1.1333	22-Jan-15	80
Bought USD 2 870 Sold CAD 3 253 @ 1.1334	22-Jan-15	83
Bought USD 3 724 Sold CAD 4 208 @ 1.1299	22-Jan-15	121
Bought USD 4 417 Sold CAD 4 992 @ 1.1301	22-Jan-15	142
Bought USD 9 293 Sold CAD 10 490 @ 1.1288	22-Jan-15	311
Bought USD 11 063 Sold CAD 12 449 @ 1.1253	23-Jan-15	410
Bought USD 2 402 Sold CAD 2 779 @ 1.1568	02-Feb-15	14
Bought USD 1 860 Sold CAD 2 120 @ 1.1398	05-Feb-15	43
Bought USD 2 576 Sold CAD 2 943 @ 1.1425	05-Feb-15	52
Bought USD 3 390 Sold CAD 3 827 @ 1.1290	05-Feb-15	114
Bought USD 2 533 Sold CAD 2 866 @ 1.1315	06-Feb-15	79
Bought USD 4 000 Sold CAD 4 525 @ 1.1313	06-Feb-15	125
Bought USD 1 300 Sold CAD 1 481 @ 1.1393	11-Feb-15	31
Bought USD 1 974 Sold CAD 2 236 @ 1.1327	11-Feb-15	60
Bought USD 10 996 Sold CAD 12 478 @ 1.1348	11-Feb-15	308
Bought USD 4 144 Sold CAD 4 776 @ 1.1525	25-Mar-15	46

\$ 2 191

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 420 Sold USD 1 240 @ 1.1450	06-Feb-15	\$ (22)
Bought CAD 1 196 Sold USD 1 030 @ 1.1612	26-Feb-15	(2)
Bought USD 5 078 Sold CAD 5 920 @ 1.1658	30-Mar-15	(9)

\$ (33)

TOTAL FOREIGN EXCHANGE

\$ 2 158

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 168 953	\$ 3 258 741	\$ 2 902 863
Cash	151	582	–
Due from investment dealers	–	2 869	–
Subscriptions receivable	1 542	463	5 847
Unrealized gain on futures contracts	7 795	181	852
Futures contracts margin receivable	–	157	7 072
Unrealized gain on foreign exchange contracts	2 191	708	826
Dividends receivable, interest accrued and other assets	1 873	11 543	9 867
TOTAL ASSETS	2 182 505	3 275 244	2 927 327
LIABILITIES			
Bank overdraft	–	–	886
Due to investment dealers	–	564	3 427
Redemptions payable	1 680	1 682	931
Unrealized loss on futures contracts	–	244	111
Futures contracts margin payable	8 915	–	–
Unrealized loss on foreign exchange contracts	33	136	120
Accounts payable and accrued expenses	3 623	3 054	2 852
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	14 251	5 680	8 327
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS (“NAV”)	\$ 2 168 254	\$ 3 269 564	\$ 2 919 000
Investments at cost	\$ 1 975 803	\$ 3 004 625	\$ 2 744 441
NAV			
SERIES A	\$ 2 026 614	\$ 1 812 333	\$ 1 687 096
ADVISOR SERIES	\$ 28 633	\$ 24 978	\$ 19 525
SERIES D	\$ 74 002	\$ 60 116	\$ 47 795
SERIES F	\$ 38 083	\$ 26 821	\$ 27 588
SERIES O	\$ 922	\$ 1 345 316	\$ 1 136 996
NAV PER UNIT			
SERIES A	\$ 7.49	\$ 7.44	\$ 7.34
ADVISOR SERIES	\$ 7.50	\$ 7.45	\$ 7.35
SERIES D	\$ 7.98	\$ 7.86	\$ 7.69
SERIES F	\$ 8.74	\$ 8.58	\$ 8.38
SERIES O	\$ 8.59	\$ 8.36	\$ 8.09

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 32 246	\$ 40 307
Interest for distribution purposes	26 820	45 190
Net gain (loss) from futures contracts	29 774	58 071
Other income (loss)	521	519
Other income received from underlying funds	12 561	–
Securities lending revenue (see note 6 in the generic notes)	224	353
Net realized gain (loss) on investments	237 200	83 157
Net gain (loss) on foreign currencies and other net assets	2 190	(385)
Change in unrealized gain (loss) on investments	(59 380)	95 560
TOTAL INCOME (LOSS)	282 156	322 772
EXPENSES (see notes – Fund Specific Information)		
Management fees	34 450	30 755
Administration fees	1 124	1 177
Board of Governors costs	3	3
GST/HST	3 259	3 095
Transaction costs	1 591	1 933
Withholding tax	717	786
TOTAL EXPENSES	41 144	37 749
INCREASE (DECREASE) IN NAV	\$ 241 012	\$ 285 023
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 168 105	\$ 146 295
ADVISOR SERIES	\$ 2 383	\$ 1 898
SERIES D	\$ 6 333	\$ 4 854
SERIES F	\$ 3 090	\$ 2 517
SERIES O	\$ 61 101	\$ 129 459
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.74	\$ 0.62
ADVISOR SERIES	\$ 0.74	\$ 0.62
SERIES D	\$ 0.86	\$ 0.71
SERIES F	\$ 0.98	\$ 0.80
SERIES O	\$ 0.72	\$ 0.84

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 241 012	\$ 285 023
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(237 185)	(83 153)
Change in unrealized loss (gain) on investments	59 380	(95 560)
(Increase) decrease in accrued receivables	4 925	(3 985)
Increase (decrease) in accrued payables	(239)	(2 417)
Cost of investments purchased	(6 337 418)	(7 877 042)
Proceeds on sales of investments	7 603 425	7 700 011
NET CASH PROVIDED BY OPERATING ACTIVITIES	1 333 900	(77 123)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	507 256	580 528
Cash paid on redemption of redeemable units	(1 743 153)	(345 450)
Distributions paid to holders of redeemable units	(107 506)	(163 402)
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 343 403)	\$ 71 676
Net increase (decrease) in cash for the year	(9 503)	(5 447)
Cash (bank overdraft), beginning of period	739	6 186
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (8 764)	\$ 739
Interest received	\$ 35 155	\$ 43 766
Dividends received, net of withholding taxes	\$ 33 385	\$ 39 788

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 812 333	\$ 1 687 096	\$ 24 978	\$ 19 525	\$ 60 116	\$ 47 795	\$ 26 821	\$ 27 588
INCREASE (DECREASE) IN NAV	168 105	146 295	2 383	1 898	6 333	4 854	3 090	2 517
Early redemption fees	2	2	–	–	–	–	–	–
Proceeds from redeemable units issued	419 108	345 532	8 565	9 567	33 997	24 505	13 860	4 434
Reinvestments of distributions to holders of redeemable units	80 750	51 003	827	459	3 171	1 629	1 151	643
Redemption of redeemable units	(294 371)	(294 766)	(5 847)	(4 947)	(24 024)	(14 993)	(4 165)	(6 497)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	205 489	101 771	3 545	5 079	13 144	11 141	10 846	(1 420)
Distributions from net income	(45 118)	(59 965)	(645)	(744)	(1 573)	(1 794)	(743)	(910)
Distributions from net gains	(114 195)	(32 894)	(1 628)	(408)	(4 018)	(984)	(1 931)	(499)
Distributions from capital	–	(29 970)	–	(372)	–	(896)	–	(455)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(159 313)	(122 829)	(2 273)	(1 524)	(5 591)	(3 674)	(2 674)	(1 864)
NET INCREASE (DECREASE) IN NAV	214 281	125 237	3 655	5 453	13 886	12 321	11 262	(767)
NAV AT END OF PERIOD	\$ 2 026 614	\$ 1 812 333	\$ 28 633	\$ 24 978	\$ 74 002	\$ 60 116	\$ 38 083	\$ 26 821

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 345 316	\$ 1 136 996	\$ 3 269 564	\$ 2 919 000
INCREASE (DECREASE) IN NAV	61 101	129 459	241 012	285 023
Early redemption fees	–	–	2	2
Proceeds from redeemable units issued	32 805	191 106	508 335	575 144
Reinvestments of distributions to holders of redeemable units	12	–	85 911	53 734
Redemption of redeemable units	(1 414 746)	(25 000)	(1 743 153)	(346 203)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 381 929)	166 106	(1 148 905)	282 677
Distributions from net income	(7 931)	(42 593)	(56 010)	(106 006)
Distributions from net gains	(15 635)	(23 364)	(137 407)	(58 149)
Distributions from capital	–	(21 288)	–	(52 981)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(23 566)	(87 245)	(193 417)	(217 136)
NET INCREASE (DECREASE) IN NAV	(1 344 394)	208 320	(1 101 310)	350 564
NAV AT END OF PERIOD	\$ 922	\$ 1 345 316	\$ 2 168 254	\$ 3 269 564

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide high, regular monthly distributions, primarily flowing from dividends, realized capital gains, other income and a return of capital, while avoiding significant erosion of the net asset value of the Fund and allowing for the potential of modest capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 37.3% (December 31, 2013 – 38.5%, January 1, 2013 – 36.0%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	10.5	28.5	32.7
AA	37.2	38.2	35.1
A	18.4	22.3	22.1
BBB	16.1	11.0	10.1
BB	10.1	–	–
B	6.7	–	–
CCC	0.4	–	–
Unrated	0.6	–	–
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Canadian Equities	37.3	40.1	37.1
Income Funds	37.3	–	–
United States Equities	7.0	14.9	12.7
Canadian Bonds	–	38.4	36.0
Foreign Bonds	–	0.1	0.1
Cash/Other	18.4	6.5	14.1

Please see the generic notes at the back of the financial statements.

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 37.3% (December 31, 2013 – 38.5%, January 1, 2013 – 36.1%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	0.9	6.6	4.9
1 – 5 years	34.6	40.1	42.9
5 – 10 years	38.1	27.5	25.2
> 10 years	26.4	25.8	27.0
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.9% (December 31, 2013 – 2.5%, January 1, 2013 – 2.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	11.6	11.6	9.6
Other currencies	0.2	–	–
Total	11.8	11.6	9.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.5	+ or - 0.5	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	961 544	–	–	961 544
Mutual fund units	809 177	–	–	809 177
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	398 232	–	398 232
Derivatives – assets	7 795	2 191	–	9 986
Derivatives – liabilities	–	(33)	–	(33)
Total financial instruments	1 778 516	400 390	–	2 178 906
% of total portfolio	81.6	18.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 800 349	–	–	1 800 349
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 256 420	–	1 256 420
Short-term investments	–	201 972	–	201 972
Derivatives – assets	–	708	–	708
Derivatives – liabilities	(63)	(136)	–	(199)
Total financial instruments	1 800 286	1 458 964	–	3 259 250
% of total portfolio	55.3	44.7	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 456 971	–	–	1 456 971
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 049 457	–	1 049 457
Short-term investments	–	396 435	–	396 435
Derivatives – assets	852	826	–	1 678
Derivatives – liabilities	(111)	(120)	–	(231)
Total financial instruments	1 457 712	1 446 598	–	2 904 310
% of total portfolio	50.2	49.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.70%
Advisor Series	1.70%
Series D	0.95%
Series F	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Short-Term Income Fund	12.3	5.2	–	–
RBC Bond Fund	16.7	2.7	–	–
RBC Global High Yield Bond Fund	8.3	8.4	–	–

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	243 655	229 799
Issued number of units	55 178	46 977
Reinvested number of units	10 692	6 953
Redeemed number of units	(38 800)	(40 074)
Ending number of units	270 725	243 655
Advisor Series		
Opening units	3 354	2 657
Issued number of units	1 124	1 307
Reinvested number of units	110	62
Redeemed number of units	(768)	(672)
Ending number of units	3 820	3 354
Series D		
Opening units	7 646	6 212
Issued number of units	4 222	3 160
Reinvested number of units	395	211
Redeemed number of units	(2 990)	(1 937)
Ending number of units	9 273	7 646
Series F		
Opening units	3 125	3 294
Issued number of units	1 573	525
Reinvested number of units	131	76
Redeemed number of units	(472)	(770)
Ending number of units	4 357	3 125
Series O		
Opening units	160 861	140 545
Issued number of units	3 880	23 371
Reinvested number of units	1	–
Redeemed number of units	(164 635)	(3 055)
Ending number of units	107	160 861

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 591	100	1 933	100
Related-party brokerage commissions*	166	10	176	9
Commission arrangements†	91	6	96	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	87 762	476 204
Fair value of collateral received	89 517	485 728

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 267 730	2 915 892
Revaluation of investments at FVTPL	1 834	3 108
Net assets attributable to holders of redeemable units	3 269 564	2 919 000
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		286 297
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(1 274)
Increase (decrease) in net assets attributable to holders of redeemable units		285 023



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC MONTHLY INCOME FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INCOME TRUSTS				
Real Estate				
185 193	Allied Properties Real Estate Investment Trust	\$ 4 319	\$ 6 934	
160 000	Canadian Apartment Properties Real Estate Investment Trust	3 221	4 021	
678 725	Canadian Real Estate Investment Trust	25 846	31 079	
2 404 401	Chartwell Retirement Residences Real Estate Investment Trust	19 937	28 636	
450 000	Dream Office Real Estate Investment Trust	12 267	11 318	
TOTAL INCOME TRUSTS		65 590	81 988	0.9
COMMON EQUITIES				
Consumer Discretionary				
488 496	Hudson's Bay Co.	8 023	11 997	
823 900	Magna International Inc., Class A	40 734	103 721	
1 325 200	Shaw Communications Inc., Class B	30 727	41 545	
571 507	Thomson Corp.	18 633	26 787	
		98 117	184 050	1.9
Consumer Staples				
237 200	Bunge Ltd.	14 463	25 042	
240 100	George Weston Ltd.	16 967	24 094	
887 643	Loblaw Companies Ltd.	37 226	55 185	
1 040 300	Maple Leaf Foods Inc.	14 777	20 255	
280 000	Walgreens Boots Alliance Inc.	19 398	24 788	
		102 831	149 364	1.6
Energy				
699 108	AltaGas Ltd.	26 717	30 299	
1 854 768	ARC Resources Ltd.	51 116	46 666	
106 040	Baytex Energy Corp.	4 440	2 049	
2 347 030	Bonavista Energy Corp.	43 338	17 133	
2 760 008	Canadian Natural Resources Ltd.	97 217	99 139	
2 140 759	Cenovus Energy Inc.	65 551	51 314	
1 312 324	Crescent Point Energy Corp.	51 136	35 315	
3 033 251	Enbridge Inc.	108 879	181 206	
2 406 700	Encana Corp.	51 688	38 916	
706 297	Gibson Energy Inc.	16 264	19 204	
2 251 020	Husky Energy Inc.	66 058	61 903	
254 200	Imperial Oil Ltd.	12 133	12 723	
300 790	Keyera Corp.	14 595	24 385	
1 196 276	Pembina Pipeline Corp.	46 842	50 650	
2 378 237	Pengrowth Energy Corp.	24 982	8 704	
918 600	PrairieSky Royalty Ltd.	31 543	28 109	
2 265 800	Precision Drilling Corp.	19 444	15 997	
257 900	ShawCor Ltd.	11 158	10 935	
288 900	Spectra Energy Corp.	6 714	12 184	
3 990 100	Suncor Energy Inc.	132 256	147 235	
2 344 926	TransCanada Corp.	99 284	133 895	
3 483 000	Trinidad Drilling Ltd.	29 636	18 112	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
1 676 258	Veresen Inc.	\$ 26 175	\$ 30 776	
693 397	Vermilion Energy Inc.	37 464	39 524	
		1 074 630	1 116 373	11.8
Financials				
1 432 796	Bank of Montreal	75 119	117 747	
4 018 839	Bank of Nova Scotia	188 442	266 489	
1 291 852	Brookfield Asset Management Inc., Class A	31 312	75 212	
462 600	Brookfield Canada Office Properties	11 284	12 472	
3 576 143	Brookfield Property Partners LP	57 873	94 589	
1 291 689	Canadian Imperial Bank of Commerce	93 854	128 962	
1 587 504	CI Financial Corp.	29 042	51 261	
16 700	Fairfax Financial Holdings Ltd.	6 680	10 167	
2 041 121	First Capital Realty Inc.	35 140	38 087	
770 632	Great-West Lifeco Inc.	20 009	25 886	
750 000	H&R Real Estate Investment Trust	15 827	16 298	
7 067 368	Manulife Financial Corporation	133 810	156 754	
329 700	Manulife Financial Corporation, Subscription Receipts	7 089	7 300	
197 453	National Bank of Canada	6 239	9 762	
1 358 700	Power Corporation of Canada	40 106	43 152	
4 052 678	Royal Bank of Canada*	196 899	325 187	
2 050 152	Sun Life Financial Inc.	63 856	85 942	
4 919 103	Toronto-Dominion Bank	160 247	273 059	
		1 172 828	1 738 326	18.4
Health Care				
407 100	Bristol-Myers Squibb Co.	10 324	27 912	
248 000	Merck & Co. Inc.	9 702	16 363	
1 003 900	Pfizer Inc.	18 016	36 331	
		38 042	80 606	0.9
Industrials				
816	Black Diamond Group Ltd.	20 468	10 393	
1 422	CAE Inc.	15 956	21 448	
1 162 000	Canadian National Railway Co.	38 568	92 983	
203 900	Canadian Pacific Railway Ltd.	11 577	45 623	
917 682	CSX Corp.	20 066	38 627	
384 706	Finning International Inc.	8 475	9 706	
420 100	Fluor Corp.	23 167	29 592	
363 100	KBR Inc.	11 468	7 150	
1 524 199	Newalta Inc.	19 122	26 887	
286 000	Norfolk Southern Corp.	32 546	36 421	
757 519	Russel Metals Inc.	18 681	19 620	
100 000	Union Pacific Corp.	11 065	13 841	
685 988	WestJet Airlines Ltd.	12 471	22 885	
253 495	Westshore Terminals Investment Corp.	5 680	8 018	
		249 310	383 194	4.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
343 000	Acadian Timber Corp.	\$ 3 534	\$ 5 179	
374 200	Agnico Eagle Mines Ltd.	12 109	10 822	
703 823	Agrium Inc.	59 125	77 421	
1 160 300	Barrick Gold Corp.	37 808	14 527	
580 000	BHP Billiton Plc.	18 450	14 441	
2 155 600	Goldcorp Inc.	76 327	46 367	
1 215 400	iShares S&P/TSX Global Gold Index Fund	30 577	11 072	
121 566	Methanex Corp.	3 332	6 488	
213 400	Norbord Inc.	6 952	5 512	
1 564 800	Potash Corporation of Saskatchewan Inc.	69 171	64 266	
1 805 500	Teck Resources Ltd., Class B	58 020	28 671	
218 400	The Mosaic Co.	14 933	11 579	
		<u>390 338</u>	<u>296 345</u>	3.1
Telecommunication Services				
500 000	AT&T Inc.	17 900	19 512	
803 185	BCE Inc.	19 333	42 794	
785 392	Rogers Communications Inc., Class B	30 892	35 476	
1 220 200	TELUS Corp.	37 413	51 114	
		<u>105 538</u>	<u>148 896</u>	1.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
2 439 236	Algonquin Power & Utilities Corp.	\$ 15 211	\$ 23 514	
322 380	Atco Ltd., Class I, Non-Voting	7 857	15 365	
359 023	Brookfield Infrastructure Partners LP	15 014	17 466	
932 322	Brookfield Renewable Energy Partners LP	21 583	33 470	
1 083 409	Canadian Utilities Ltd., Class A	26 309	44 322	
1 129 190	Emera Inc.	31 293	43 632	
1 385 127	Fortis Inc.	41 952	53 965	
1 214 500	Northland Power Inc.	19 562	18 570	
1 242 200	TransAlta Corp.	16 160	13 068	
		<u>194 941</u>	<u>263 372</u>	2.8
Other				
5 300 000	iShares S&P/TSX 60 Index Fund	113 136	113 791	
		<u>113 136</u>	<u>113 791</u>	1.2
TOTAL COMMON EQUITIES		<u>3 539 711</u>	<u>4 474 317</u>	47.4

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
22 100	407 International Inc.	5.750	14-Feb-36	\$ 23 091	\$ 27 487	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 553	
4 000	Aéroports de Montréal	5.670	16-Oct-37	4 340	5 169	
10 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	10 049	10 157	
7 600	AltaGas Ltd.	4.550	17-Jan-19	8 303	8 218	
5 000	AltaGas Ltd.	3.570	12-Jun-23	4 996	5 098	
9 800	AltaLink LP	3.668	06-Nov-23	9 876	10 500	
6 300	American Express Canada Credit Corp.	2.310	29-Mar-18	6 298	6 370	
5 000	Bank of Montreal	2.240	11-Dec-17	4 999	5 054	
14 000	Bank of Montreal	6.020	02-May-18	15 599	15 829	
21 900	Bank of Montreal	3.210	13-Sep-18	22 243	22 843	
31 450	Bank of Montreal	2.430	04-Mar-19	31 443	31 909	
5 000	Bank of Montreal	2.840	04-Jun-20	4 999	5 140	
9 550	Bank of Montreal	5.100	21-Apr-21	9 948	9 945	
10 000	Bank of Montreal	6.170	28-Mar-23	11 367	11 243	
28 000	Bank of Nova Scotia	2.242	22-Mar-18	27 931	28 265	
15 000	Bank of Nova Scotia	2.750	13-Aug-18	14 979	15 407	
11 500	Bank of Nova Scotia	2.462	14-Mar-19	11 500	11 678	
13 500	Bank of Nova Scotia	2.400	28-Oct-19	13 497	13 605	
17 825	Bank of Nova Scotia	8.900	20-Jun-25	26 108	26 984	
15 000	BC Tel	11.900	22-Nov-15	21 859	16 315	
8 000	BC Tel	10.650	19-Jun-21	12 237	11 524	
10 000	bcIMC Realty Corp.	2.650	29-Jun-17	10 061	10 238	
5 000	Bell Canada	5.410	26-Sep-16	5 013	5 302	
23 000	Bell Canada	4.400	16-Mar-18	23 560	24 615	
5 000	Bell Canada	4.880	26-Apr-18	5 331	5 432	
10 000	Bell Canada	3.500	10-Sep-18	10 130	10 461	
8 000	Bell Canada	3.350	18-Jun-19	8 219	8 332	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
15 000	Bell Canada	3.540	12-Jun-20	\$ 14 930	\$ 15 698	
12 500	Bell Canada	4.950	19-May-21	13 107	14 065	
10 000	Bell Canada	3.350	22-Mar-23	9 983	10 126	
1 500	Bell Canada	6.100	16-Mar-35	1 681	1 824	
10 000	Bell Canada	4.750	29-Sep-44	9 910	10 292	
3 500	BMW Canada Inc.	2.110	26-May-16	3 499	3 523	
6 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	7 209	8 308	
3 000	Brookfield Renewable Power Inc.	6.132	30-Nov-16	3 296	3 225	
2 050	Brookfield Renewable Power Inc.	5.140	13-Oct-20	2 049	2 274	
5 000	Caisse Centrale Desjardins	3.502	05-Oct-17	5 000	5 222	
7 380	Caisse Centrale Desjardins	2.795	19-Nov-18	7 400	7 578	
7 700	Caisse Centrale Desjardins	2.443	17-Jul-19	7 700	7 792	
3 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	3 009	3 057	
4 500	Calloway Real Estate Investment Trust	3.985	30-May-23	4 504	4 630	
5 000	Cameco Corp.	5.670	02-Sep-19	5 116	5 592	
10 000	Canada Life Capital Trust	7.529	30-Jun-32	13 174	13 786	
30 400	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	30 837	30 940	
5 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	4 995	5 068	
38 425	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	38 319	38 778	
4 600	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	4 596	4 649	
5 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	5 000	5 039	
5 000	Canadian Natural Resources Ltd.	4.950	01-Jun-15	5 300	5 066	
3 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	3 000	3 017	
5 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	4 986	5 762	
5 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	5 000	5 161	
6 600	Canadian Real Estate Investment Trust	4.323	15-Jan-21	6 684	6 959	
3 500	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	3 670	3 547	
10 000	Canadian Western Bank	3.049	18-Jan-17	10 000	10 224	
10 000	Canadian Western Bank	2.531	22-Mar-18	10 000	10 115	
13 500	Capital Desjardins Inc.	5.187	05-May-20	14 597	15 258	
9 000	Capital Power LP	4.600	01-Dec-15	9 160	9 216	
5 000	Cards II Trust	3.333	15-May-16	5 247	5 119	
8 420	Centra Gas Ontario Inc.	8.650	19-Oct-18	11 330	10 325	
3 000	Choice Properties LP	3.000	20-Sep-19	3 000	3 048	
2 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	2 012	2 082	
5 000	Daimler Canada Finance Inc.	3.280	15-Sep-16	5 000	5 131	
5 000	Daimler Canada Finance Inc.	2.280	17-Feb-17	5 000	5 053	
5 000	Daimler Canada Finance Inc.	2.270	26-Mar-18	5 000	5 048	
5 000	Emera Inc.	2.960	13-Dec-16	4 998	5 104	
10 000	Enbridge Gas Distribution Inc.	1.850	24-Apr-17	9 998	10 049	
3 000	Enbridge Gas Distribution Inc.	4.040	23-Nov-20	2 999	3 284	
6 000	Enbridge Gas Distribution Inc.	9.850	02-Dec-24	9 037	9 374	
5 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	5 906	6 032	
11 000	Enbridge Inc.	5.170	19-May-16	12 137	11 497	
500	Enbridge Inc.	5.570	14-Nov-35	563	560	
6 000	Enbridge Pipelines Inc.	4.490	12-Nov-19	6 272	6 623	
4 000	Encana Corp.	5.800	18-Jan-18	4 469	4 412	
3 500	EnerCare Solutions Inc.	4.600	03-Feb-20	3 498	3 678	
7 750	EPCOR Utilities Inc.	5.800	31-Jan-18	8 697	8 652	
7 000	EPCOR Utilities Inc.	4.550	28-Feb-42	7 315	7 775	
10 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	9 959	11 265	
4 000	First Capital Realty Inc.	4.430	31-Jan-22	3 942	4 302	
5 000	Ford Credit Canada Ltd.	4.875	08-Feb-17	5 342	5 286	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	4 998	5 148	
4 500	FortisAlberta Inc.	3.300	30-Sep-24	4 500	4 668	
1 200	FortisAlberta Inc.	6.220	31-Oct-34	1 489	1 618	
14 200	Gaz Metropolitan Inc.	10.450	31-Oct-16	20 733	16 389	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
3 100	Gaz Metropolitan Inc.	9.000	16-May-25	\$ 4 624	\$ 4 695	
10 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	10 712	10 486	
20 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	20 947	21 898	
5 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	5 855	5 774	
10 000	GE Capital Canada Funding Co.	5.730	22-Oct-37	9 994	12 898	
4 000	Genesis Trust II	2.295	15-Feb-17	4 008	4 052	
9 000	Genworth MI Canada Inc.	5.680	15-Jun-20	9 390	10 239	
10 000	Great-West Lifeco Inc.	6.140	21-Mar-18	10 866	11 284	
5 000	Great-West Lifeco Inc.	4.650	13-Aug-20	5 534	5 575	
6 000	Great-West Lifeco Inc.	6.740	24-Nov-31	6 967	8 041	
5 000	Greater Toronto Airports Authority	4.850	01-Jun-17	5 315	5 386	
4 500	Greater Toronto Airports Authority	5.960	20-Nov-19	4 963	5 314	
10 000	Greater Toronto Airports Authority	6.980	15-Oct-32	12 194	14 308	
9 500	Greater Toronto Airports Authority	6.470	02-Feb-34	12 056	13 144	
11 500	Greater Toronto Airports Authority	5.630	07-Jun-40	13 676	14 985	
10 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 911	10 265	
20 000	HSBC Bank Canada	3.558	04-Oct-17	20 477	20 892	
5 000	HSBC Bank Canada	2.491	13-May-19	5 000	5 074	
9 000	HSBC Bank Canada	2.938	14-Jan-20	9 039	9 273	
17 000	Hydro One Inc.	5.180	18-Oct-17	18 779	18 618	
10 000	Hydro One Inc.	2.780	09-Oct-18	10 000	10 347	
20 600	Hydro One Inc.	7.350	03-Jun-30	26 032	29 782	
8 000	Hydro One Inc.	5.360	20-May-36	9 420	9 948	
3 000	Inter Pipeline Ltd.	3.448	20-Jul-20	3 087	3 109	
10 000	Inter Pipeline Ltd.	4.967	02-Feb-21	10 676	11 186	
5 000	Loblaw Companies Ltd.	7.100	01-Jun-16	6 094	5 368	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 281	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 440	
5 900	Loblaw Companies Ltd.	6.050	09-Jun-34	6 446	6 989	
10 200	Loblaw Companies Ltd.	5.900	18-Jan-36	9 614	11 953	
8 000	Manulife Bank of Canada	2.383	17-Oct-16	8 000	8 082	
15 000	Manulife Financial Corporation	5.059	15-Dec-41	12 811	16 622	
5 600	Master Credit Card Trust	3.502	21-May-16	5 738	5 744	
11 500	Master Credit Card Trust	2.626	21-Jan-17	11 739	11 719	
1 600	Master Credit Card Trust II	2.723	21-Nov-18	1 600	1 642	
10 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	9 790	10 225	
11 000	National Bank of Canada	2.702	15-Dec-16	11 123	11 207	
5 000	National Bank of Canada	2.019	13-Apr-17	5 000	5 029	
20 000	National Bank of Canada	2.689	21-Aug-17	20 155	20 442	
15 000	National Bank of Canada	1.951	11-Dec-17	15 000	15 018	
12 500	National Bank of Canada	2.794	09-Aug-18	12 500	12 846	
2 914	Newfoundland Power Inc.	10.900	02-May-16	4 400	3 249	
2 400	North West Redwater Partnership	3.200	22-Jul-24	2 396	2 447	
8 000	Nova Gas Transmission Ltd.	9.900	16-Dec-24	11 975	12 226	
6 972	Nova Scotia Power Inc.	9.750	02-Aug-19	9 768	9 151	
3 000	Nova Scotia Power Inc.	4.500	20-Jul-43	3 028	3 303	
5 500	OMERS Realty Corp.	2.498	05-Jun-18	5 428	5 611	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 344	
1 600	Pembina Pipeline Corp.	4.750	30-Apr-43	1 596	1 620	
5 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	5 022	5 177	
10 000	RBC Capital Trust*	4.870	31-Dec-15	9 158	10 287	
5 000	Reliance LP	4.574	15-Mar-17	5 000	5 210	
5 000	Reliance LP	5.187	15-Mar-19	5 366	5 363	
6 500	Rogers Communications Inc.	5.380	04-Nov-19	6 870	7 333	
5 000	Rogers Communications Inc.	4.700	29-Sep-20	4 997	5 525	
22 500	Rogers Communications Inc.	5.340	22-Mar-21	24 462	25 703	
17 000	Rogers Communications Inc.	6.110	25-Aug-40	18 454	20 467	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
10 000	Royal Bank of Canada*	3.030	26-Jul-16	\$ 9 996	\$ 10 212	
5 000	Royal Bank of Canada*	2.680	08-Dec-16	4 999	5 093	
20 000	Royal Bank of Canada*	3.660	25-Jan-17	19 993	20 775	
5 000	Royal Bank of Canada*	2.580	13-Apr-17	5 045	5 093	
14 500	Royal Bank of Canada*	2.364	21-Sep-17	14 500	14 696	
5 000	Royal Bank of Canada*	2.820	12-Jul-18	4 999	5 145	
15 000	Royal Bank of Canada*	2.770	11-Dec-18	14 994	15 398	
5 000	Royal Bank of Canada*	2.860	03-Apr-21	4 999	5 122	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 652	
8 300	Scotiabank Capital Trust	7.802	30-Jun-08	8 300	10 064	
5 000	Shaw Communications Inc.	5.700	02-Mar-17	5 245	5 394	
10 500	Shaw Communications Inc.	5.650	01-Oct-19	10 699	11 919	
7 000	Shaw Communications Inc.	4.350	31-Jan-24	7 101	7 443	
10 000	Shaw Communications Inc.	6.750	09-Nov-39	9 737	12 414	
20 000	Sun Life Financial Inc.	4.570	23-Aug-21	19 992	22 363	
8 000	Sun Life Financial Inc.	5.400	29-May-42	7 995	9 323	
5 000	Suncor Energy Inc.	5.800	22-May-18	5 271	5 601	
5 000	Suncor Energy Inc.	3.100	26-Nov-21	4 983	5 063	
5 000	TELUS Corp.	3.200	05-Apr-21	4 987	5 130	
5 000	TELUS Corp.	4.400	01-Apr-43	4 988	4 912	
5 000	Teranet Holdings LP	3.531	16-Dec-15	5 000	5 075	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 508	5 531	
2 260	Teranet Holdings LP	5.754	17-Dec-40	2 214	2 551	
4 626	Terasen Gas Inc.	10.300	30-Sep-16	6 320	5 289	
1 500	Terasen Gas Inc.	5.900	26-Feb-35	1 775	1 954	
5 500	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	5 500	5 733	
4 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	4 233	4 209	
1 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 500	1 535	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 569	
6 600	Thomson Reuters Corp.	3.309	12-Nov-21	6 600	6 702	
3 000	Toronto Hydro Corp.	4.490	12-Nov-19	2 999	3 326	
7 500	Toronto-Dominion Bank	4.779	14-Dec-16	7 278	7 901	
9 500	Toronto-Dominion Bank	2.433	15-Aug-17	9 500	9 652	
16 600	Toronto-Dominion Bank	2.171	02-Apr-18	16 646	16 728	
26 600	Toronto-Dominion Bank	2.447	02-Apr-19	26 615	26 987	
10 000	Toronto-Dominion Bank	2.563	24-Jun-20	10 000	10 133	
8 000	Toronto-Dominion Bank	3.226	24-Jul-24	8 000	8 224	
3 000	Toronto-Dominion Bank	9.150	26-May-25	4 326	4 584	
10 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	9 999	10 537	
5 687	Union Gas Ltd.	11.500	28-Aug-15	8 716	6 040	
10 000	Union Gas Ltd.	8.750	03-Aug-18	13 460	12 210	
15 000	Union Gas Ltd.	4.880	21-Jun-41	17 162	17 527	
3 000	VW Credit Canada Inc.	2.200	11-Oct-16	2 997	3 027	
7 000	VW Credit Canada Inc.	2.500	01-Oct-19	6 996	7 086	
19 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	19 000	19 407	
10 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	9 997	10 264	
14 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	14 012	14 470	
10 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	9 996	10 291	
9 500	Westcoast Energy Inc.	3.280	15-Jan-16	9 491	9 649	
5 000	Westcoast Energy Inc.	5.600	16-Jan-19	5 817	5 621	
5 000	Westcoast Energy Inc.	6.750	15-Dec-27	5 662	6 474	
				1 753 589	1 810 280	19.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
75 000	Canada Housing Trust No. 1	1.850	15-Dec-16	\$ 75 672	\$ 76 019	
10 000	Canada Housing Trust No. 1	2.050	15-Jun-17	10 168	10 195	
25 000	Canada Housing Trust No. 1	1.700	15-Dec-17	25 209	25 271	
80 950	Canada Housing Trust No. 1	3.350	15-Dec-20	84 044	87 928	
52 000	Canada Housing Trust No. 1	2.650	15-Mar-22	52 949	54 299	
30 000	Canada Housing Trust No. 1	2.350	15-Sep-23	29 420	30 429	
9 000	Canada Post Corp.	4.080	16-Jul-25	8 995	10 448	
75 000	Government of Canada	1.000	01-Nov-15	74 995	74 998	
15 000	Government of Canada	1.500	01-Feb-17	15 139	15 151	
122 440	Government of Canada	1.500	01-Sep-17	122 323	123 821	
29 400	Government of Canada	1.250	01-Sep-18	28 482	29 476	
24 100	Government of Canada	1.750	01-Mar-19	24 155	24 596	
50 000	Government of Canada	1.750	01-Sep-19	50 286	50 931	
24 000	Government of Canada	3.500	01-Jun-20	27 034	26 643	
15 000	Government of Canada	2.750	01-Jun-22	15 825	16 198	
20 000	Government of Canada	5.750	01-Jun-29	26 999	29 075	
22 886	Government of Canada	5.750	01-Jun-33	29 477	35 009	
84 990	Government of Canada	4.000	01-Jun-41	104 735	112 776	
29 400	Government of Canada	3.500	01-Dec-45	34 820	36 910	
17 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	17 416	19 627	
				858 143	889 800	9.4
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	15 977	
35 000	Hydro-Quebec	11.000	15-Aug-20	57 482	51 802	
45 000	Hydro-Quebec	6.500	15-Feb-35	55 644	66 113	
30 000	Municipal Finance Authority of British Columbia	4.800	01-Dec-17	32 950	32 864	
9 500	Newfoundland & Labrador Hydro	10.250	14-Jul-17	14 204	11 578	
7 280	Ontario Electricity Financial Corp.	8.400	06-Nov-20	9 229	9 648	
10 000	Ontario Electricity Financial Corp.	8.500	26-May-25	14 776	15 158	
60 000	Ontario Electricity Financial Corp.	8.250	22-Jun-26	86 813	91 583	
9 000	Province of British Columbia	9.000	23-Aug-24	13 483	14 004	
15 000	Province of Manitoba	2.050	01-Dec-16	15 145	15 244	
5 000	Province of Manitoba	4.600	05-Mar-38	4 899	6 112	
7 000	Province of Manitoba	4.650	05-Mar-40	6 825	8 675	
26 088	Province of New Brunswick	8.750	12-May-15	33 371	26 787	
8 000	Province of New Brunswick	4.400	03-Jun-19	8 197	8 917	
24 000	Province of New Brunswick	4.800	03-Jun-41	24 183	29 898	
6 000	Province of Newfoundland	5.600	17-Oct-33	6 595	8 010	
3 700	Province of Nova Scotia	9.600	30-Jan-22	5 804	5 467	
15 000	Province of Nova Scotia	6.600	01-Dec-31	19 889	21 797	
10 000	Province of Nova Scotia	4.500	01-Jun-37	9 373	11 886	
17 000	Province of Ontario	4.300	08-Mar-17	18 663	18 101	
40 000	Province of Ontario	1.900	08-Sep-17	39 661	40 561	
105 100	Province of Ontario	2.100	08-Sep-18	104 786	107 216	
114 600	Province of Ontario	4.400	02-Jun-19	125 285	127 769	
41 010	Province of Ontario	4.000	02-Jun-21	43 261	45 628	
145 700	Province of Ontario	3.150	02-Jun-22	149 546	154 122	
48 000	Province of Ontario	2.850	02-Jun-23	46 643	49 419	
13 500	Province of Ontario	8.100	08-Sep-23	19 811	19 425	
78 900	Province of Ontario	3.500	02-Jun-24	81 529	84 789	
92 700	Province of Ontario	6.500	08-Mar-29	119 973	130 366	
16 400	Province of Ontario	5.600	02-Jun-35	21 734	22 217	
8 000	Province of Ontario	4.700	02-Jun-37	9 443	9 835	
79 860	Province of Ontario	4.600	02-Jun-39	87 326	97 601	
92 450	Province of Ontario	4.650	02-Jun-41	101 017	114 798	
44 770	Province of Ontario	3.500	02-Jun-43	45 440	46 616	
98 450	Province of Ontario	3.450	02-Jun-45	90 712	101 909	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
8 750	Province of Prince Edward Island	4.250	24-Sep-19	\$ 8 740	\$ 9 710	
3 000	Province of Prince Edward Island	4.650	19-Nov-37	2 925	3 584	
60 000	Province of Quebec	4.500	01-Dec-17	65 256	65 245	
46 980	Province of Quebec	4.500	01-Dec-20	52 827	53 472	
24 600	Province of Quebec	3.500	01-Dec-22	25 477	26 536	
77 800	Province of Quebec	3.000	01-Sep-23	77 918	80 668	
51 000	Province of Quebec	3.750	01-Sep-24	54 392	55 653	
5 600	Province of Quebec	5.750	01-Dec-36	6 559	7 723	
7 000	Province of Quebec	5.000	01-Dec-38	8 733	8 910	
52 500	Province of Quebec	5.000	01-Dec-41	57 951	67 834	
23 000	Province of Quebec	4.250	01-Dec-43	25 678	26 830	
				<u>1 925 146</u>	<u>2 028 057</u>	<u>21.4</u>
TOTAL CANADIAN BONDS				<u>4 536 878</u>	<u>4 728 137</u>	<u>49.9</u>
FOREIGN BONDS						
10 000	JPMorgan Chase & Co. CAD	5.058	22-Feb-21	10 067	10 298	
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 831	729	
10 000	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	9 719	10 484	
				<u>23 617</u>	<u>21 511</u>	<u>0.2</u>
TOTAL BONDS				<u>4 560 495</u>	<u>4 749 648</u>	<u>50.1</u>
SHORT-TERM INVESTMENTS†				<u>150 684</u>	<u>150 684</u>	<u>1.6</u>
TOTAL INVESTMENTS				<u>8 316 480</u>	<u>9 456 637</u>	<u>100.0</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	405	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(1 699)	–
TOTAL PORTFOLIO				<u>\$ 8 316 480</u>	<u>9 455 343</u>	<u>100.0</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					4 112	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 9 459 455</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.89% to 1.23% and mature between January 2, 2015 and January 29, 2015.



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SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 10 937 Sold USD 9 389 @ 1.1649	20-Jan-15	\$ 25
Bought USD 9 802 Sold CAD 11 243 @ 1.1470	20-Jan-15	150
Bought USD 1 067 Sold CAD 1 223 @ 1.1463	27-Jan-15	17
Bought USD 300 Sold CAD 338 @ 1.1257	27-Jan-15	11
Bought USD 900 Sold CAD 1 039 @ 1.1546	28-Jan-15	7
Bought USD 4 090 Sold CAD 4 666 @ 1.1410	05-Feb-15	89
Bought USD 665 Sold CAD 758 @ 1.1398	05-Feb-15	15
Bought CAD 728 Sold USD 625 @ 1.1645	06-Feb-15	1
Bought USD 1 200 Sold CAD 1 367 @ 1.1389	12-Feb-15	29
Bought CAD 3 650 Sold USD 3 130 @ 1.1661	03-Mar-15	9
Bought USD 1 830 Sold CAD 2 091 @ 1.1424	03-Mar-15	38
Bought CAD 582 Sold USD 500 @ 1.1645	26-Mar-15	–
Bought CAD 5 133 Sold USD 4 403 @ 1.1658	30-Mar-15	8
Bought CAD 3 146 Sold USD 2 697 @ 1.1665	07-Apr-15	6
		<u>\$ 405</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 4 368 Sold USD 3 900 @ 1.1199	08-Jan-15	\$ (165)
Bought CAD 8 289 Sold USD 7 382 @ 1.1229	12-Jan-15	(289)
Bought CAD 150 Sold USD 130 @ 1.1544	20-Jan-15	(1)
Bought CAD 4 276 Sold USD 3 800 @ 1.1253	23-Jan-15	(141)
Bought CAD 2 039 Sold USD 1 800 @ 1.1328	30-Jan-15	
(54) Bought CAD 12 355 Sold USD 10 844 @ 1.1394	02-Feb-15	(252)
Bought CAD 1 131 Sold USD 1 000 @ 1.1309	06-Feb-15	(32)
Bought CAD 294 Sold USD 260 @ 1.1305	06-Feb-15	(8)
Bought CAD 1 014 Sold USD 900 @ 1.1268	09-Feb-15	(32)
Bought CAD 2 780 Sold USD 2 450 @ 1.1348	11-Feb-15	(69)
Bought CAD 911 Sold USD 800 @ 1.1393	11-Feb-15	(19)
Bought CAD 5 610 Sold USD 5 000 @ 1.1221	12-Feb-15	(204)
Bought CAD 396 Sold USD 350 @ 1.1302	20-Feb-15	(11)
Bought CAD 1 161 Sold USD 1 000 @ 1.1612	26-Feb-15	(2)
Bought CAD 1 720 Sold USD 1 518 @ 1.1330	26-Feb-15	(46)
Bought CAD 399 Sold USD 350 @ 1.1393	27-Feb-15	(8)
Bought CAD 7 696 Sold USD 6 745 @ 1.1409	04-Mar-15	(151)
Bought CAD 3 080 Sold USD 2 700 @ 1.1407	05-Mar-15	(60)
Bought CAD 5 583 Sold USD 4 875 @ 1.1452	12-Mar-15	(90)
Bought CAD 1 072 Sold USD 925 @ 1.1594	16-Mar-15	(4)
Bought CAD 6 108 Sold USD 5 300 @ 1.1525	25-Mar-15	(60)
Bought CAD 814 Sold USD 700 @ 1.1633	13-Apr-15	(1)
		<u>\$ (1 699)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (1 294)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 9 456 637	\$ 8 903 301	\$ 8 533 319
Cash	764	453	958
Due from investment dealers	–	–	15 728
Subscriptions receivable	2 102	2 425	5 594
Futures contracts margin receivable	138	752	–
Unrealized gain on foreign exchange contracts	405	263	135
Dividends receivable, interest accrued and other assets	44 842	44 605	47 731
TOTAL ASSETS	9 504 888	8 951 799	8 603 465
LIABILITIES			
Due to investment dealers	30 403	11 778	862
Redemptions payable	3 948	4 692	4 554
Unrealized loss on futures contracts	–	732	–
Unrealized loss on foreign exchange contracts	1 699	570	166
Accounts payable and accrued expenses	9 383	8 393	8 127
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	45 433	26 165	13 709
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 9 459 455	\$ 8 925 634	\$ 8 589 756
Investments at cost	\$ 8 316 480	\$ 8 243 983	\$ 7 988 147
NAV			
SERIES A	\$ 8 486 039	\$ 8 088 353	\$ 7 852 696
ADVISOR SERIES	\$ 59 292	\$ 53 908	\$ 50 969
SERIES D	\$ 172 123	\$ 154 446	\$ 145 640
SERIES F	\$ 90 228	\$ 48 710	\$ 45 182
SERIES O	\$ 651 773	\$ 580 217	\$ 495 269
NAV PER UNIT			
SERIES A	\$ 14.21	\$ 13.52	\$ 13.31
ADVISOR SERIES	\$ 14.34	\$ 13.63	\$ 13.41
SERIES D	\$ 14.60	\$ 13.84	\$ 13.56
SERIES F	\$ 15.24	\$ 14.40	\$ 14.07
SERIES O	\$ 15.60	\$ 14.62	\$ 14.18

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 129 555	\$ 132 088
Interest for distribution purposes	185 715	185 553
Net gain (loss) from futures contracts	2 186	(1 755)
Other income (loss)	3 458	2 993
Securities lending revenue (see note 6 in the generic notes)	1 013	1 083
Net realized gain (loss) on investments	100 791	184 746
Net gain (loss) on foreign currencies and other net assets	(4 306)	(2 343)
Change in unrealized gain (loss) on investments	479 852	113 870
TOTAL INCOME (LOSS)	898 264	616 235
EXPENSES (see notes – Fund Specific Information)		
Management fees	85 686	82 021
Administration fees	7 783	7 445
Board of Governors costs	3	3
GST/HST	9 245	9 175
Transaction costs	2 208	2 033
Withholding tax	923	732
TOTAL EXPENSES	105 848	101 409
INCREASE (DECREASE) IN NAV	\$ 792 416	\$ 514 826
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 708 091	\$ 460 510
ADVISOR SERIES	\$ 4 854	\$ 3 066
SERIES D	\$ 14 281	\$ 9 483
SERIES F	\$ 5 769	\$ 2 992
SERIES O	\$ 59 421	\$ 38 775
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.19	\$ 0.77
ADVISOR SERIES	\$ 1.21	\$ 0.79
SERIES D	\$ 1.27	\$ 0.83
SERIES F	\$ 1.34	\$ 0.89
SERIES O	\$ 1.48	\$ 1.00

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 792 416	\$ 514 826
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(100 791)	(184 746)
Change in unrealized loss (gain) on investments	(479 852)	(113 870)
(Increase) decrease in accrued receivables	(237)	18 854
Increase (decrease) in accrued payables	18 883	11 914
Cost of investments purchased	(6 207 565)	(8 052 465)
Proceeds on sales of investments	6 235 859	7 981 375
NET CASH PROVIDED BY OPERATING ACTIVITIES	258 713	175 888
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 102 598	1 156 801
Cash paid on redemption of redeemable units	(1 294 299)	(1 246 697)
Distributions paid to holders of redeemable units	(67 315)	(85 745)
NET CASH USED IN FINANCING ACTIVITIES	\$ (259 016)	\$ (175 641)
Net increase (decrease) in cash for the year	(303)	247
Cash (bank overdraft), beginning of period	1 205	958
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 902	\$ 1 205
Interest received	\$ 187 632	\$ 186 222
Dividends received, net of withholding taxes	\$ 129 936	\$ 136 806

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 088 353	\$ 7 852 696	\$ 53 908	\$ 50 969	\$ 154 446	\$ 145 640	\$ 48 710	\$ 45 182
INCREASE (DECREASE) IN NAV	708 091	460 510	4 854	3 066	14 281	9 483	5 769	2 992
Early redemption fees	2	3	–	–	–	–	–	–
Proceeds from redeemable units issued	966 992	994 018	15 324	14 679	37 128	47 528	50 700	17 165
Reinvestments of distributions to holders of redeemable units	244 629	274 154	1 314	1 442	4 710	5 107	1 491	1 173
Redemption of redeemable units	(1 219 779)	(1 157 871)	(14 069)	(14 018)	(32 600)	(46 881)	(14 014)	(15 928)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(8 156)	110 304	2 569	2 103	9 238	5 754	38 177	2 410
Distributions from net income	(199 817)	(203 440)	(1 348)	(1 356)	(3 862)	(3 899)	(1 605)	(1 136)
Distributions from net gains	–	(131 717)	–	(874)	–	(2 532)	–	(738)
Distributions from capital	(102 432)	–	(691)	–	(1 980)	–	(823)	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(302 249)	(335 157)	(2 039)	(2 230)	(5 842)	(6 431)	(2 428)	(1 874)
NET INCREASE (DECREASE) IN NAV	397 686	235 657	5 384	2 939	17 677	8 806	41 518	3 528
NAV AT END OF PERIOD	\$ 8 486 039	\$ 8 088 353	\$ 59 292	\$ 53 908	\$ 172 123	\$ 154 446	\$ 90 228	\$ 48 710

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 580 217	\$ 495 269	\$ 8 925 634	\$ 8 589 756
INCREASE (DECREASE) IN NAV	59 421	38 775	792 416	514 826
Early redemption fees	–	–	2	3
Proceeds from redeemable units issued	32 131	80 242	1 102 275	1 153 632
Reinvestments of distributions to holders of redeemable units	13 710	–	265 854	281 876
Redemption of redeemable units	(13 095)	(12 140)	(1 293 557)	(1 246 838)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	32 746	68 102	74 574	188 673
Distributions from net income	(13 626)	(13 291)	(220 258)	(223 122)
Distributions from net gains	–	(8 638)	–	(144 499)
Distributions from capital	(6 985)	–	(112 911)	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(20 611)	(21 929)	(333 169)	(367 621)
NET INCREASE (DECREASE) IN NAV	71 556	84 948	533 821	335 878
NAV AT END OF PERIOD	\$ 651 773	\$ 580 217	\$ 9 459 455	\$ 8 925 634

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a tax-efficient monthly distribution consisting of dividend income, interest income and capital gains along with providing the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 50.1% (December 31, 2013 – 52.5%, January 1, 2013 – 50.1%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	20.4	24.9	29.8
AA	40.0	38.0	34.9
A	28.0	26.0	26.2
BBB	11.6	11.1	9.1
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Canadian Bonds	49.9	52.0	49.6
Equities	47.4	42.6	43.9
Income Trusts	0.9	1.2	1.1
Foreign Bonds	0.2	0.5	0.5
Cash/Other	1.6	3.7	4.9

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 50.1% (December 31, 2013 – 52.5%, January 1, 2013 – 50.1%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	3.6	4.0	5.5
1 – 5 years	39.4	41.8	38.3
5 – 10 years	25.5	25.0	24.2
> 10 years	31.5	29.2	32.0
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.6% (December 31, 2013 – 3.5%, January 1, 2013 – 3.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.3	+ or - 0.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	4 541 864	14 441	–	4 556 305
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 749 648	–	4 749 648
Short-term investments	–	150 684	–	150 684
Derivatives – assets	–	405	–	405
Derivatives – liabilities	–	(1 699)	–	(1 699)
Total financial instruments	4 541 864	4 913 479	–	9 455 343
% of total portfolio	48.0	52.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 919 532	–	–	3 919 532
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 685 704	–	4 685 704
Short-term investments	–	298 065	–	298 065
Derivatives – assets	–	263	–	263
Derivatives – liabilities	(732)	(570)	–	(1 302)
Total financial instruments	3 918 800	4 983 462	–	8 902 262
% of total portfolio	44.0	56.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	3 869 395	–	–	3 869 395
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	4 307 035	–	4 307 035
Short-term investments	–	356 889	–	356 889
Derivatives – assets	–	135	–	135
Derivatives – liabilities	–	(166)	–	(166)
Total financial instruments	3 869 395	4 663 893	–	8 533 288
% of total portfolio	45.3	54.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Please see the generic notes at the back of the financial statements.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.00%
Advisor Series	1.00%
Series D	0.75%
Series F	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.09%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	598 177	590 050
Issued number of units	68 640	74 355
Reinvested number of units	17 364	20 518
Redeemed number of units	(87 051)	(86 746)
Ending number of units	597 130	598 177
Advisor Series		
Opening units	3 955	3 802
Issued number of units	1 080	1 090
Reinvested number of units	92	107
Redeemed number of units	(992)	(1 044)
Ending number of units	4 135	3 955
Series D		
Opening units	11 161	10 737
Issued number of units	2 574	3 481
Reinvested number of units	326	374
Redeemed number of units	(2 274)	(3 431)
Ending number of units	11 787	11 161



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	3 383	3 211
Issued number of units	3 371	1 211
Reinvested number of units	99	83
Redeemed number of units	(933)	(1 122)
Ending number of units	5 920	3 383
Series O		
Opening units	39 678	34 919
Issued number of units	2 092	5 605
Reinvested number of units	882	–
Redeemed number of units	(861)	(846)
Ending number of units	41 791	39 678

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	2 208	100	2 033	100
Related-party brokerage commissions*	198	9	308	15
Commission arrangements†	266	12	99	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	1 079 430	1 248 251
Fair value of collateral received	1 101 333	1 273 216

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Managed Payout Solution	6.8	6.5

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	8 919 104	8 578 993
Revaluation of investments at FVTPL	6 530	10 763
Net assets attributable to holders of redeemable units	8 925 634	8 589 756
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		519 059
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(4 233)
Increase (decrease) in net assets attributable to holders of redeemable units		514 826



SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC U.S. MONTHLY INCOME FUND

formerly, RBC \$U.S. Income Fund

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
50 200	Home Depot Inc.	\$ 4 610	\$ 5 268	
61 600	Kohls Corp.	3 660	3 760	
119 400	Macy's Inc.	6 965	7 851	
86 300	McDonald's Corp.	7 872	8 086	
84 500	The Walt Disney Company	5 791	7 957	
36 500	Time Warner Cable Inc.	4 977	5 550	
94 300	Time Warner Inc.	6 983	8 054	
86 700	Wyndham Worldwide Corp.	6 498	7 435	
		47 356	53 961	4.8
Consumer Staples				
283 100	Altria Group Inc.	11 696	13 948	
128 500	CVS Health Corp.	7 834	12 376	
62 300	Kraft Foods Group Inc.	3 646	3 904	
79 300	PepsiCo Inc.	6 910	7 499	
75 200	Philip Morris International Inc.	6 429	6 125	
113 300	Pinnacle Foods Inc.	3 772	3 999	
110 000	Procter & Gamble Co.	9 254	10 023	
122 600	Reynolds American Inc.	7 087	7 878	
120 100	The Coca-Cola Co.	4 876	5 071	
59 600	Wal-Mart Stores, Inc.	5 007	5 119	
		66 511	75 942	6.8
Energy				
223 000	ConocoPhillips	14 958	15 400	
110 100	Exxon Mobil Corp.	10 302	10 177	
71 100	Hess Corp.	4 937	5 249	
100 400	Kinder Morgan Inc.	3 985	4 248	
76 200	Phillips 66 Company	5 651	5 464	
123 000	Williams Companies Inc.	5 594	5 528	
		45 427	46 066	4.1
Financials				
46 300	Ameriprise Financial Inc.	4 661	6 123	
439 700	Bank of America Corp.	6 996	7 866	
13 300	Essex Property Trust Inc.	2 505	2 748	
161 800	Host Marriott Corp.	3 511	3 848	
128 900	Invesco Ltd.	4 984	5 094	
164 600	iShares Dow Jones US Real Estate Index Fund	11 636	12 648	
190 900	JPMorgan Chase & Co.	9 932	11 949	
92 000	MetLife Inc.	4 645	4 976	
20 200	Simon Property Group Inc.	3 412	3 683	
125 400	Suntrust Banks Inc.	5 038	5 254	
43 300	Travelers Cos. Inc.	4 440	4 584	
233 300	Wells Fargo & Company	10 794	12 790	
		72 554	81 563	7.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
127 500	AbbVie Inc.	\$ 6 368	\$ 8 344	
16 100	Amgen Inc.	1 986	2 565	
80 200	Anthem Inc.	8 111	10 082	
65 000	Bristol-Myers Squibb Co.	3 082	3 836	
151 900	Cardinal Health Inc.	8 393	12 265	
118 000	Johnson & Johnson	10 797	12 339	
130 800	Medtronic Inc.	8 499	9 444	
66 600	Merck & Co. Inc.	3 594	3 782	
463 200	Pfizer Inc.	13 516	14 429	
70 500	UnitedHealth Group Incorporated	6 746	7 127	
		71 092	84 213	7.5
Industrials				
67 200	Honeywell International Inc.	6 016	6 716	
34 100	Lockheed Martin Corporation	5 576	6 567	
57 200	Northrop Grumman Corp.	7 373	8 428	
24 000	Raytheon Company	2 516	2 596	
181 700	Republic Services Inc.	6 920	7 313	
56 400	Rockwell Automation Inc.	6 403	6 270	
120 000	Tyco International Plc.	5 193	5 263	
74 400	Union Pacific Corp.	6 868	8 863	
20 400	United Technologies Corp.	2 255	2 346	
25 000	United Technologies Corp., Preferred, 7.500%	1 292	1 536	
		50 412	55 898	5.0
Information Technology				
230 300	Apple Inc.	19 454	25 421	
60 400	Broadcom Corp.	2 607	2 617	
236 500	Cisco Systems Inc.	5 844	6 578	
129 500	EMC Corp.	3 826	3 853	
100 600	Hewlett-Packard Co.	3 388	4 039	
368 950	Intel Corp.	11 265	13 389	
31 500	International Business Machines	5 058	5 054	
373 624	Microsoft Corp.	14 869	17 355	
99 500	Seagate Technology	5 463	6 617	
78 700	Texas Instruments Inc.	3 523	4 208	
13 100	Western Digital Corp.	1 352	1 450	
		76 649	90 581	8.1
Materials				
100 900	LyondellBasell Industries N.V.	8 187	8 010	
		8 187	8 010	0.7
Utilities				
73 400	Entergy Corp.	5 741	6 417	
170 600	Exelon Corp.	6 006	6 326	
226 700	Utilities Select Sector SPDR Fund	10 443	10 698	
		22 190	23 441	2.1
TOTAL COMMON EQUITIES		460 378	519 675	46.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 767 536	RBC Emerging Markets Bond Fund*	\$ 36 261	\$ 35 202	
TOTAL MUTUAL FUND UNITS		36 261	35 202	3.1

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
67	FMG Resources (August 2006) Pty Ltd. USD	6.875	01-Feb-18	\$ 67	\$ 61	
200	FMG Resources (August 2006) Pty Ltd. USD	8.250	01-Nov-19	210	183	
				277	244	-
Canada						
300	Air Canada USD	6.750	01-Oct-19	307	313	
150	Air Canada	7.625	01-Oct-19	149	136	
1 000	Bank of Montreal USD	2.375	25-Jan-19	1 008	1 008	
1 000	Bank of Nova Scotia USD	2.050	05-Jun-19	993	993	
500	Barrick Gold Corp. USD	6.950	01-Apr-19	600	570	
200	Baytex Energy Corp. USD	5.125	01-Jun-21	200	170	
300	Baytex Energy Corp. USD	5.625	01-Jun-24	300	255	
200	Bombardier Inc. USD	7.750	15-Mar-20	224	217	
500	Caisse Centrale Desjardins USD	1.550	12-Sep-17	501	498	
1 000	Canadian Natural Resources Ltd. USD	5.700	15-May-17	1 138	1 085	
1 525	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	1 665	1 676	
1 250	ConocoPhillips Canada Funding Co. USD	5.625	15-Oct-16	1 408	1 350	
1 000	Enbridge Inc. USD	4.500	10-Jun-44	883	867	
1 500	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	1 590	1 611	
200	HudBay Minerals Inc. USD	9.500	01-Oct-20	203	195	
668	Mattamy Group Corp. USD	6.500	15-Nov-20	673	675	
350	New Gold Inc. USD	7.000	15-Apr-20	356	352	
250	New Gold Inc. USD	6.250	15-Nov-22	263	246	
75	Newalta Corp.	5.875	01-Apr-21	67	62	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	501	415	
1 300	Province of Ontario USD	1.600	21-Sep-16	1 328	1 319	
9 100	Province of Ontario USD	3.150	15-Dec-17	9 841	9 568	
400	Quebecor Media Inc.	7.375	15-Jan-21	406	368	
1 000	Rogers Communications Inc. USD	6.800	15-Aug-18	1 271	1 155	
100	Rogers Communications Inc. USD	7.500	15-Aug-38	138	140	
2 000	Royal Bank of Canada USD*	2.875	19-Apr-16	2 049	2 056	
250	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	230	212	
1 000	Suncor Energy Inc. USD	6.500	15-Jun-38	1 163	1 234	
750	Thomson Reuters Corp. USD	6.500	15-Jul-18	828	853	
750	Thomson Reuters Corp. USD	5.500	15-Aug-35	837	854	
1 500	Toronto-Dominion Bank USD	2.250	05-Nov-19	1 497	1 505	
750	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	718	772	
500	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	537	468	
1 000	Viterra Inc. USD	5.950	01-Aug-20	1 019	1 105	
				34 891	34 303	3.1
France						
1 000	BPCE S.A. USD	5.150	21-Jul-24	998	1 032	
500	Numericable Group S.A. USD	6.000	15-May-22	505	503	
600	Orange S.A. USD	2.750	06-Feb-19	611	612	
1 000	Total Capital International S.A. USD	2.700	25-Jan-23	1 005	970	
				3 119	3 117	0.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Germany						
1 000	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	\$ 1 252	\$ 1 161	
500	Deutsche Telekom International Finance BV USD	6.000	08-Jul-19	584	581	
				1 836	1 742	0.2
Japan						
500	SoftBank Corp. USD	4.500	15-Apr-20	508	494	
				508	494	—
Luxembourg						
500	ArcelorMittal USD	9.850	01-Jun-19	626	606	
300	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	303	314	
250	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	266	265	
800	Schlumberger Investment S.A. USD	3.300	14-Sep-21	813	822	
				2 008	2 007	0.2
Netherlands						
416	Constellium N.V. USD	5.750	15-May-24	429	364	
1 000	ING Bank N.V. USD	4.125	21-Nov-23	997	1 018	
250	NXP BV USD	5.750	15-Feb-21	253	264	
1 000	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 024	1 044	
1 000	Shell International Finance BV USD	6.375	15-Dec-38	1 273	1 348	
				3 976	4 038	0.4
Singapore						
250	Flextronics International Ltd. USD	4.625	15-Feb-20	253	255	
				253	255	—
Spain						
500	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	504	508	
				504	508	—
Switzerland						
582	UBS AG USD	5.875	20-Dec-17	694	650	
				694	650	0.1
United Kingdom						
500	Diageo Capital Plc. USD	2.625	29-Apr-23	476	487	
800	Diageo Investment Corp.	4.250	11-May-42	810	826	
1 500	HSBC Holdings Plc. USD	5.100	05-Apr-21	1 691	1 698	
400	Ineos Finance Plc. USD	7.500	01-May-20	435	422	
500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	558	569	
1 000	Vodafone Group Plc. USD	5.625	27-Feb-17	1 175	1 084	
				5 145	5 086	0.4
United States						
250	Access Midstream Partners LP	4.875	15-May-23	251	255	
147	Alabama Power Co.	5.500	15-Oct-17	155	163	
200	Alcoa Inc.	5.400	15-Apr-21	215	217	
250	Ally Financial Inc.	6.250	01-Dec-17	247	271	
201	Ally Financial Inc.	8.000	15-Mar-20	243	238	
2 000	Altria Group Inc.	4.000	31-Jan-24	2 048	2 089	
1 500	Amazon.com, Inc.	2.500	29-Nov-22	1 473	1 422	
500	AMC Entertainment Inc.	9.750	01-Dec-20	568	546	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	304	338	
250	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	271	266	
700	American Electric Power Co. Inc.	2.950	15-Dec-22	655	688	
1 500	American Express Co.	2.650	02-Dec-22	1 451	1 473	
1 000	American Honda Finance Corp.	1.500	11-Sep-17	1 011	1 002	
1 000	American International Group Inc.	5.850	16-Jan-18	1 152	1 119	
1 500	American International Group Inc.	4.875	01-Jun-22	1 674	1 688	
500	American International Group Inc.	6.250	01-May-36	620	650	
1 550	AmerisourceBergen Corp.	3.400	15-May-24	1 557	1 554	
300	Ameristar Casinos Inc.	7.500	15-Apr-21	301	314	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
250	Anheuser-Busch InBev Finance Inc.	2.625	17-Jan-23	\$ 238	\$ 243	
1 000	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	1 414	1 305	
400	Antero Resources Finance Corp.	5.375	01-Nov-21	409	389	
1 000	Apache Corp.	4.750	15-Apr-43	1 080	941	
1 000	AT&T Inc.	1.700	01-Jun-17	1 027	1 005	
1 000	AT&T Inc.	3.000	15-Feb-22	988	983	
1 000	AT&T Inc.	6.500	01-Sep-37	1 102	1 239	
350	Avery Dennison Corp.	5.375	15-Apr-20	360	382	
400	Ball Corp.	5.750	15-May-21	422	421	
1 000	Bank of America Corp.	5.650	01-May-18	1 129	1 112	
2 000	Bank of America Corp.	7.625	01-Jun-19	2 425	2 420	
2 000	Bank of America Corp.	5.700	24-Jan-22	2 329	2 320	
550	Beazer Homes USA Inc.	6.625	15-Apr-18	564	578	
500	Berry Plastics Corp.	9.750	15-Jan-21	557	558	
250	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	249	269	
1 000	Boston Scientific Corp.	2.650	01-Oct-18	1 020	1 002	
300	Brunswick Corp.	4.625	15-May-21	296	296	
125	Caesars Entertainment Resort Properties LLC	8.000	01-Oct-20	126	123	
750	California Resources Corp.	5.500	15-Sep-21	761	645	
400	Calpine Corp.	6.000	15-Jan-22	414	428	
1 000	Cardinal Health Inc.	3.500	15-Nov-24	992	999	
460	Carmike Cinemas Inc.	7.375	15-May-19	485	491	
1 250	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	1 573	1 497	
1 200	CC Holdings GS V LLC	3.849	15-Apr-23	1 141	1 194	
250	CCO Holdings LLC	7.375	01-Jun-20	255	266	
250	CCO Holdings LLC	6.500	30-Apr-21	259	263	
351	Cedar Fair LP	5.250	15-Mar-21	357	355	
200	CenturyLink Inc.	6.750	01-Dec-23	221	220	
300	Chaparral Energy Inc.	7.625	15-Nov-22	274	200	
500	Chesapeake Energy Corp.	4.875	15-Apr-22	501	489	
300	Choice Hotels International Inc.	5.750	01-Jul-22	311	323	
500	Cinemark USA Inc.	4.875	01-Jun-23	487	468	
500	Cintas Corp.	4.300	01-Jun-21	537	540	
1 500	Cisco Systems Inc.	5.900	15-Feb-39	1 921	1 895	
250	CIT Group Inc.	5.000	01-Aug-23	256	258	
1 000	Citigroup Inc.	8.500	22-May-19	1 260	1 247	
244	Citigroup Inc.	5.375	09-Aug-20	277	278	
2 000	Citigroup Inc.	4.500	14-Jan-22	2 096	2 189	
925	Comcast Corp.	5.700	15-May-18	1 001	1 042	
800	Comcast Corp.	7.050	15-Mar-33	1 031	1 116	
250	CommScope Inc.	5.500	15-Jun-24	251	248	
250	Community Health Systems Inc.	5.125	15-Aug-18	250	259	
250	Community Health Systems Inc.	7.125	15-Jul-20	255	267	
400	Concho Resources Inc.	7.000	15-Jan-21	441	421	
600	Concho Resources Inc.	5.500	01-Apr-23	632	606	
175	ConocoPhillips Holding Co.	6.950	15-Apr-29	229	234	
400	Consol Energy Inc.	5.875	15-Apr-22	406	374	
500	Consolidated Edison Company of New York Inc.	6.650	01-Apr-19	602	589	
500	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	591	616	
250	Continental Resources Inc.	7.125	01-Apr-21	278	269	
1 500	COX Communications Inc.	8.375	01-Mar-39	2 096	2 152	
500	Crown Castle International Corp.	4.875	15-Apr-22	496	506	
450	CSC Holdings LLC	6.750	15-Nov-21	482	499	
1 000	CSX Corp.	4.100	15-Mar-44	897	995	
1 250	CVS Health Corp.	4.125	15-May-21	1 310	1 357	
775	D.R. Horton Inc.	5.750	15-Aug-23	820	823	
1 600	Delphi Corp.	6.125	15-May-21	1 771	1 748	
150	Denbury Resources Inc.	6.375	15-Aug-21	162	143	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
250	Denbury Resources Inc.	5.500	01-May-22	\$ 250	\$ 230	
300	DISH DBS Corp.	7.875	01-Sep-19	346	341	
200	DISH DBS Corp.	5.875	15-Nov-24	202	202	
500	Dominion Resources Inc.	5.200	15-Aug-19	513	558	
950	Dominion Resources Inc.	4.050	15-Sep-42	932	930	
2 000	Domtar Corp.	4.400	01-Apr-22	2 063	2 056	
500	Dynegy Finance I Inc.	6.750	01-Nov-19	511	509	
250	Eagle Spinco Inc.	4.625	15-Feb-21	256	238	
1 250	Energy Transfer Partners LP	5.200	01-Feb-22	1 327	1 339	
1 000	Enterprise Products Operating LLC	4.450	15-Feb-43	921	992	
500	Equinix Inc.	5.375	01-Jan-22	502	507	
2 000	Everest Reinsurance Holdings Inc.	6.600	15-May-37	2 062	2 055	
1 000	Exelon Generation Co. LLC	5.200	01-Oct-19	1 030	1 106	
1 000	Expedia Inc.	7.456	15-Aug-18	1 121	1 164	
1 210	Federal Realty Investment Trust	2.750	01-Jun-23	1 099	1 168	
1 250	Fidelity National Information Services Inc.	5.000	15-Mar-22	1 299	1 327	
1 200	Ford Motor Credit Co. LLC	2.375	12-Mar-19	1 202	1 193	
300	Ford Motor Credit Co. LLC	7.450	16-Jul-31	371	408	
200	Frontier Communications Corp.	6.250	15-Sep-21	200	202	
300	Frontier Communications Corp.	7.125	15-Jan-23	307	307	
1 250	GE Capital Corp.	2.950	09-May-16	1 258	1 287	
1 000	GE Capital Corp.	5.875	14-Jan-38	1 071	1 268	
1 000	General Electric Company	5.250	06-Dec-17	1 121	1 110	
1 000	General Mills Inc.	3.150	15-Dec-21	996	1 035	
1 500	Georgia-Pacific LLC	5.400	01-Nov-20	1 547	1 690	
1 475	GlaxoSmithKline Capital Inc. USD	6.375	15-May-38	1 970	1 971	
208	Graphic Packaging International Inc.	4.750	15-Apr-21	211	211	
1 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	1 037	1 040	
750	Halliburton Co.	6.700	15-Sep-38	1 006	976	
1 000	Hasbro Inc.	6.350	15-Mar-40	1 104	1 228	
500	HCA Inc.	5.875	15-Mar-22	528	549	
250	HDTFS Inc.	6.250	15-Oct-22	264	254	
250	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	259	263	
350	HJ Heinz Co.	4.250	15-Oct-20	346	354	
250	Indiana Michigan Power Co.	7.000	15-Mar-19	299	296	
500	Ingles Markets Inc.	5.750	15-Jun-23	505	503	
1 150	International Business Machines Corp.	5.700	14-Sep-17	1 316	1 282	
780	International Business Machines Corp.	7.000	30-Oct-25	1 043	1 031	
1 270	International Game Technology	7.500	15-Jun-19	1 510	1 377	
1 619	International Paper Co.	7.950	15-Jun-18	1 996	1 910	
750	John Deere Capital Corp.	5.500	13-Apr-17	843	822	
750	John Deere Capital Corp.	1.950	04-Mar-19	750	745	
3 000	JPMorgan Chase & Co.	1.625	15-May-18	2 887	2 970	
2 000	JPMorgan Chase & Co.	4.500	24-Jan-22	2 156	2 187	
1 500	JPMorgan Chase & Co.	6.400	15-May-38	1 861	1 966	
1 500	Kimberly-Clark Corp.	6.625	01-Aug-37	2 081	2 144	
1 000	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	1 202	1 109	
250	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	240	238	
250	Kinder Morgan Inc.	5.625	15-Nov-23	250	268	
1 750	Kraft Foods Group Inc.	5.375	10-Feb-20	1 965	1 988	
1 000	L-3 Communications Corp.	4.750	15-Jul-20	1 022	1 075	
650	L-3 Communications Corp.	4.950	15-Feb-21	694	707	
400	Lamar Media Corp.	5.375	15-Jan-24	405	414	
400	Lear Corp.	5.375	15-Mar-24	404	411	
1 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	986	1 091	
750	Liberty Mutual Group Inc.	4.950	01-May-22	809	813	
250	Liberty Mutual Group Inc.	4.250	15-Jun-23	258	258	
500	Liberty Mutual Group Inc.	7.000	15-Mar-37	536	515	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Lincoln National Corp.	6.050	20-Apr-67	\$ 1 025	\$ 1 005	
155	Linn Energy Finance Corp.	8.625	15-Apr-20	165	136	
840	Lubrizol Corp.	8.875	01-Feb-19	1 063	1 050	
1 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	1 681	1 719	
1 000	McDonald's Corp.	6.300	15-Oct-37	1 229	1 311	
1 000	McKesson Corp.	7.500	15-Feb-19	1 233	1 196	
500	Medtronic Inc.	3.500	15-Mar-25	495	513	
250	Medtronic Inc.	4.375	15-Mar-35	248	266	
500	MetLife Inc.	7.717	15-Feb-19	620	607	
2 000	MetLife Inc.	5.700	15-Jun-35	2 435	2 500	
350	MGM Resorts International	6.750	01-Oct-20	361	368	
375	MGM Resorts International	6.000	15-Mar-23	376	379	
350	Micron Technology Inc.	5.875	15-Feb-22	370	368	
1 000	MidAmerican Energy Co.	6.750	30-Dec-31	1 298	1 395	
520	Mobile Mini Inc.	7.875	01-Dec-20	571	543	
1 000	Mohawk Industries Inc.	3.850	01-Feb-23	999	1 002	
1 000	Mondelez International Inc.	6.500	09-Feb-40	1 270	1 337	
1 500	Morgan Stanley	5.500	28-Jul-21	1 696	1 705	
1 000	Mylan Inc.	7.875	15-Jul-20	1 148	1 065	
250	NCR Corp.	5.000	15-Jul-22	256	245	
200	Nevada Power Co.	6.500	15-May-18	204	231	
500	Newfield Exploration Co.	5.625	01-Jul-24	533	497	
750	NewMarket Corp.	4.100	15-Dec-22	756	767	
250	NRG Energy Inc.	7.875	15-May-21	267	271	
250	NRG Energy Inc.	6.250	01-May-24	251	256	
175	Oasis Petroleum Inc.	7.250	01-Feb-19	181	169	
200	Oshkosh Corp.	5.375	01-Mar-22	206	205	
1 350	Owens Corning	4.200	15-Dec-22	1 322	1 372	
500	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	502	511	
485	Penske Truck Leasing Co. LP	3.750	11-May-17	507	507	
1 000	PepsiCo Inc.	2.750	01-Mar-23	977	986	
750	Pfizer Inc.	7.200	15-Mar-39	997	1 094	
500	Pioneer Natural Resources Co.	6.650	15-Mar-17	579	548	
750	Pioneer Natural Resources Co.	6.875	01-May-18	888	840	
900	PNC Bank Corp.	4.875	21-Sep-17	1 003	976	
450	Prestige Brands Inc.	8.125	01-Feb-20	470	482	
1 900	Progress Energy Inc.	6.000	01-Dec-39	2 377	2 463	
1 500	Prudential Financial Inc.	2.300	15-Aug-18	1 498	1 519	
1 000	PSEG Power LLC	5.125	15-Apr-20	1 130	1 112	
1 500	Qwest Corp.	6.500	01-Jun-17	1 676	1 641	
400	Qwest Corp.	6.750	01-Dec-21	430	463	
400	Range Resources Corp.	5.750	01-Jun-21	431	415	
500	Regal Entertainment Group	5.750	15-Mar-22	503	480	
750	Regency Centers LP	4.800	15-Apr-21	802	818	
1 000	Republic Services Inc.	4.750	15-May-23	1 089	1 113	
200	Reynolds Group Issuer Inc.	9.000	15-Apr-19	214	208	
400	Reynolds Group Issuer Inc.	6.875	15-Feb-21	430	420	
600	Rite Aid Corp.	8.000	15-Aug-20	677	644	
500	Seagate HDD Cayman USD	4.750	01-Jun-23	509	520	
375	Service Corp. International	7.625	01-Oct-18	405	420	
125	Service Corp. International	5.375	15-Jan-22	128	129	
750	Sinclair Television Group Inc.	5.375	01-Apr-21	760	748	
250	Six Flags Entertainment Corp.	5.250	15-Jan-21	245	251	
750	Smithfield Foods Inc.	6.625	15-Aug-22	783	788	
536	Sonic Automotive Inc.	7.000	15-Jul-22	587	579	
150	Sonic Automotive Inc.	5.000	15-May-23	152	146	
250	Spirit Aerosystems Inc.	6.750	15-Dec-20	253	266	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	Sprint Capital Corp.	6.875	15-Nov-28	\$ 413	\$ 443	
500	Sprint Nextel Corp.	9.000	15-Nov-18	621	570	
150	Sprint Nextel Corp.	6.000	15-Nov-22	154	139	
500	Standard Pacific Corp.	8.375	15-Jan-21	596	569	
500	Steel Dynamics Inc.	5.125	01-Oct-21	502	509	
125	T-Mobile USA Inc.	6.731	28-Apr-22	131	129	
300	T-Mobile USA Inc.	6.625	01-Apr-23	304	309	
50	T-Mobile USA Inc.	6.500	15-Jan-24	50	51	
500	Targa Resources Partners LP	6.875	01-Feb-21	536	514	
500	Tempur Sealy International Inc.	6.875	15-Dec-20	522	534	
475	Tenet Healthcare Corp.	6.000	01-Oct-20	500	511	
325	Tenet Healthcare Corp.	8.125	01-Apr-22	358	364	
61	The AES Corp.	8.000	15-Oct-17	66	69	
350	The AES Corp.	5.500	15-Mar-24	350	357	
231	The Dow Chemical Co.	5.700	15-May-18	251	257	
1 000	The Dow Chemical Co.	8.550	15-May-19	1 275	1 244	
2 250	The Goldman Sachs Group Inc.	6.250	01-Sep-17	2 596	2 505	
1 250	The Goldman Sachs Group Inc.	5.750	24-Jan-22	1 428	1 447	
750	The Kroger Co.	5.400	15-Jul-40	824	863	
2 500	Thermo Fisher Scientific Inc.	3.600	15-Aug-21	2 675	2 585	
400	Time Warner Cable Inc.	5.850	01-May-17	429	437	
641	Time Warner Cable Inc.	7.250	15-Oct-17	798	735	
1 577	Time Warner Cable Inc.	6.950	15-Jan-28	2 033	2 024	
741	Toll Brothers Finance Corp.	5.875	15-Feb-22	792	795	
1 750	Tyco Electronics Group S.A. USD	6.550	01-Oct-17	2 017	1 971	
1 000	Tyson Foods Inc.	4.500	15-Jun-22	1 036	1 084	
472	Unit Corp.	6.625	15-May-21	494	425	
200	United Parcel Service Inc.	8.375	01-Apr-20	270	258	
800	United Parcel Service Inc.	3.625	01-Oct-42	745	790	
500	United Rentals North America Inc.	7.625	15-Apr-22	555	552	
9 500	United States Treasury	0.875	31-Jan-17	9 551	9 530	
17 800	United States Treasury	3.750	15-Nov-18	20 410	19 396	
39 600	United States Treasury	1.000	30-Sep-19	38 135	38 519	
27 500	United States Treasury	1.125	30-Apr-20	26 265	26 684	
1 000	United Technologies Corp.	8.875	15-Nov-19	1 439	1 295	
200	Universal Health Services Inc.	4.750	01-Aug-22	198	200	
750	Unum Group	7.125	30-Sep-16	833	820	
900	Verizon Communications Inc.	3.650	14-Sep-18	959	952	
1 250	Verizon Communications Inc.	5.150	15-Sep-23	1 246	1 381	
750	Verizon Communications Inc.	6.550	15-Sep-43	749	962	
1 500	Walgreen Co.	5.250	15-Jan-19	1 680	1 669	
1 000	Waste Management Inc.	6.100	15-Mar-18	1 095	1 132	
400	Waste Management Inc.	6.125	30-Nov-39	488	520	
1 000	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	1 203	1 135	
2 000	Wells Fargo & Co.	2.100	08-May-17	2 070	2 035	
1 500	Wells Fargo & Co.	4.600	01-Apr-21	1 657	1 671	
1 100	Whirlpool Corp.	5.150	01-Mar-43	1 123	1 223	
500	Whiting Petroleum Corp.	5.750	15-Mar-21	539	465	
360	Windstream Holdings Inc.	7.750	01-Oct-21	388	369	
500	WPX Energy Inc.	5.250	15-Sep-24	483	468	
100	Wynn Las Vegas LLC Corp.	7.750	15-Aug-20	112	107	
250	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	258	255	
1 000	Xerox Corp.	6.750	01-Feb-17	1 181	1 103	
				292 204	293 072	26.1
TOTAL BONDS				345 415	345 516	30.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
16	Fannie Mae Pool	5.500	01-Sep-17	\$ 16	\$ 17	
30	Fannie Mae Pool	5.000	01-Aug-18	31	32	
17	Fannie Mae Pool	5.000	01-Jan-19	17	18	
52	Fannie Mae Pool	5.000	01-Oct-19	52	56	
60	Fannie Mae Pool	5.500	01-May-21	61	65	
4 260	Fannie Mae Pool	3.000	01-Nov-26	4 433	4 439	
11 695	Fannie Mae Pool	3.000	01-Feb-27	11 925	12 187	
5 097	Fannie Mae Pool	3.000	01-Aug-28	5 318	5 320	
48	Fannie Mae Pool	5.000	01-May-33	48	54	
32	Fannie Mae Pool	5.000	01-Jul-33	32	36	
278	Fannie Mae Pool	5.000	01-Sep-33	293	309	
109	Fannie Mae Pool	5.500	01-Oct-33	108	123	
102	Fannie Mae Pool	5.500	01-Nov-33	102	115	
4 355	Fannie Mae Pool	4.000	01-Dec-33	4 635	4 691	
319	Fannie Mae Pool	5.000	01-Aug-34	332	353	
212	Fannie Mae Pool	6.500	01-Oct-37	227	241	
2 382	Fannie Mae Pool	4.000	01-Aug-40	2 418	2 546	
15 691	Fannie Mae Pool	4.000	01-Sep-40	16 616	16 772	
4 989	Fannie Mae Pool	4.000	01-Oct-40	5 276	5 331	
1 801	Fannie Mae Pool	4.000	01-Nov-40	1 844	1 925	
4 583	Fannie Mae Pool	4.000	01-Dec-40	4 892	4 900	
5 302	Fannie Mae Pool	4.500	01-Dec-40	5 683	5 764	
4 381	Fannie Mae Pool	4.500	01-May-41	4 700	4 763	
12 439	Fannie Mae Pool	4.000	01-Dec-41	13 286	13 303	
13 834	Fannie Mae Pool	4.000	01-Jan-42	14 811	14 783	
2 051	Fannie Mae Pool	3.500	01-May-42	2 085	2 146	
79	Fannie Mae Pool	4.000	01-Jan-44	85	85	
6 634	Fannie Mae Pool	4.000	01-May-44	7 053	7 089	
8	Freddie Mac Gold Pool	5.500	01-Dec-19	9	9	
75	Freddie Mac Gold Pool	5.000	01-May-20	76	80	
51	Freddie Mac Gold Pool	5.500	01-Nov-20	51	56	
45	Freddie Mac Gold Pool	5.000	01-Feb-21	44	48	
38	Freddie Mac Gold Pool	5.500	01-Nov-21	38	41	
66	Freddie Mac Gold Pool	5.500	01-Apr-22	66	72	
278	Freddie Mac Gold Pool	4.500	01-Mar-24	290	299	
9 649	Freddie Mac Gold Pool	2.500	01-Feb-28	10 014	9 833	
4 683	Freddie Mac Gold Pool	2.000	01-Mar-28	4 755	4 675	
8 003	Freddie Mac Gold Pool	3.000	01-Mar-29	8 294	8 317	
7 083	Freddie Mac Gold Pool	4.000	01-Jan-34	7 526	7 620	
51	Freddie Mac Gold Pool	5.500	01-Dec-34	51	58	
359	Freddie Mac Gold Pool	5.000	01-Jan-37	388	397	
1 636	Freddie Mac Gold Pool	4.500	01-May-39	1 702	1 773	
632	Freddie Mac Gold Pool	4.500	01-Sep-40	660	686	
10 803	Freddie Mac Gold Pool	4.000	01-Sep-40	11 394	11 529	
4 917	Freddie Mac Gold Pool	4.500	01-Oct-40	5 280	5 350	
2 761	Freddie Mac Gold Pool	4.000	01-Dec-40	2 743	2 946	
3 510	Freddie Mac Gold Pool	4.500	01-Feb-41	3 641	3 809	
2 592	Freddie Mac Gold Pool	4.000	01-Sep-41	2 678	2 781	
1 365	Freddie Mac Gold Pool	3.500	01-Nov-41	1 404	1 422	
6 517	Freddie Mac Gold Pool	3.500	01-Feb-42	6 766	6 788	
7 077	Freddie Mac Gold Pool	3.500	01-Apr-42	7 261	7 371	
4 120	Freddie Mac Gold Pool	3.000	01-Aug-42	4 235	4 169	
5 334	Freddie Mac Gold Pool	3.500	01-Aug-42	5 725	5 553	
7 105	Freddie Mac Gold Pool	4.000	01-Jun-44	7 538	7 583	
24	Ginnie Mae I Pool	5.500	15-May-33	24	27	
105	Ginnie Mae I Pool	5.000	15-Nov-33	104	117	

The accompanying notes are an integral part of the financial statements.



formerly, RBC \$U.S. Income Fund

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES (cont.)						
98	Ginnie Mae I Pool	5.500	15-Nov-34	\$ 99	\$ 111	
177	Ginnie Mae I Pool	5.000	15-Mar-35	178	196	
TOTAL MORTGAGE-BACKED SECURITIES				199 413	201 179	17.9
SHORT-TERM INVESTMENTS†				18 288	18 288	1.6
TOTAL INVESTMENTS				\$ 1 059 755	1 119 860	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					1 835	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 121 695	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 119 860	\$ 787 265	\$ 580 616
Cash	–	4	4
Due from investment dealers	–	–	1 613
Subscriptions receivable	1 755	700	1 217
Dividends receivable, interest accrued and other assets	4 682	3 389	2 596
TOTAL ASSETS	1 126 297	791 358	586 046
LIABILITIES			
Bank overdraft	80	–	–
Due to investment dealers	1 877	6 008	–
Redemptions payable	959	2 701	434
Accounts payable and accrued expenses	1 686	1 120	844
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 602	9 829	1 278
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 121 695	\$ 781 529	\$ 584 768
Investments at cost	\$ 1 059 755	\$ 746 027	\$ 557 786
NAV			
SERIES A	\$ 932 545	\$ 653 064	\$ 495 626
ADVISOR SERIES	\$ 66 322	\$ 61 673	\$ 57 583
SERIES H	\$ 30 296	\$ 15 728	\$ –
SERIES D	\$ 26 564	\$ 15 655	\$ 10 715
SERIES F	\$ 32 009	\$ 22 004	\$ 20 844
SERIES I	\$ 33 959	\$ 13 405	\$ –
NAV PER UNIT			
SERIES A	\$ 10.74	\$ 10.75	\$ 10.56
ADVISOR SERIES	\$ 10.84	\$ 10.84	\$ 10.63
SERIES H	\$ 10.78	\$ 10.76	\$ –
SERIES D	\$ 11.42	\$ 11.32	\$ 11.00
SERIES F	\$ 11.04	\$ 10.94	\$ 10.64
SERIES I	\$ 11.07	\$ 10.94	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 992	\$ 9 802
Interest for distribution purposes	17 642	13 542
Other income received from underlying funds	1 719	1 529
Securities lending revenue (see note 6 in the generic notes)	19	5
Capital gains received from underlying funds	625	113
Net realized gain (loss) on investments	35 779	33 807
Net gain (loss) on foreign currencies and other net assets	(6)	(2)
Change in unrealized gain (loss) on investments	18 867	18 408
TOTAL INCOME (LOSS)	85 637	77 204
EXPENSES (see notes – Fund Specific Information)		
Management fees	13 556	10 163
Administration fees	860	642
Board of Governors costs	3	3
GST/HST	1 448	1 139
Transaction costs	664	652
Withholding tax	1 470	1 179
TOTAL EXPENSES	18 001	13 778
INCREASE (DECREASE) IN NAV	\$ 67 636	\$ 63 426
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 55 684	\$ 53 009
ADVISOR SERIES	\$ 4 600	\$ 5 716
SERIES H	\$ 1 867	\$ 541
SERIES D	\$ 1 700	\$ 1 269
SERIES F	\$ 2 123	\$ 2 377
SERIES I	\$ 1 662	\$ 514
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.79	\$ 0.98
ADVISOR SERIES	\$ 0.80	\$ 1.00
SERIES H	\$ 0.79	\$ 0.35
SERIES D	\$ 0.91	\$ 1.11
SERIES F	\$ 0.91	\$ 1.10
SERIES I	\$ 0.90	\$ 0.40

* Series H and Series I launched August 2013.

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 67 636	\$ 63 426
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(35 777)	(33 807)
Change in unrealized loss (gain) on investments	(18 867)	(18 408)
(Increase) decrease in accrued receivables	(1 293)	820
Increase (decrease) in accrued payables	(3 565)	6 284
Cost of investments purchased	(7 928 108)	(9 881 785)
Proceeds on sales of investments	7 650 157	9 727 351
NET CASH PROVIDED BY OPERATING ACTIVITIES	(269 817)	(136 119)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	501 549	348 013
Cash paid on redemption of redeemable units	(217 808)	(201 785)
Distributions paid to holders of redeemable units	(14 008)	(10 109)
NET CASH USED IN FINANCING ACTIVITIES	\$ 269 733	\$ 136 119
Net increase (decrease) in cash for the year	(84)	–
Cash (bank overdraft), beginning of period	4	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (80)	\$ 4
Interest received	\$ 16 544	\$ 12 861
Dividends received, net of withholding taxes	\$ 9 327	\$ 8 511

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 653 064	\$ 495 626	\$ 61 673	\$ 57 583	\$ 15 728	\$ —	\$ 15 655	\$ 10 715
INCREASE (DECREASE) IN NAV	55 684	53 009	4 600	5 716	1 867	541	1 700	1 269
Early redemption fees	2	1	—	—	—	—	2	—
Proceeds from redeemable units issued	398 031	261 005	17 903	28 884	26 110	15 541	14 755	10 806
Reinvestments of distributions to holders of redeemable units	50 811	36 410	3 714	3 602	1 562	704	1 591	932
Redemption of redeemable units	(162 390)	(147 869)	(16 895)	(29 615)	(12 907)	(261)	(5 415)	(7 065)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	286 454	149 547	4 722	2 871	14 765	15 984	10 933	4 673
Distributions from net income	(10 248)	(12 073)	(827)	(1 311)	(331)	(83)	(270)	(260)
Distributions from net gains	(52 409)	(33 045)	(3 846)	(3 186)	(1 733)	(714)	(1 454)	(742)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(62 657)	(45 118)	(4 673)	(4 497)	(2 064)	(797)	(1 724)	(1 002)
NET INCREASE (DECREASE) IN NAV	279 481	157 438	4 649	4 090	14 568	15 728	10 909	4 940
NAV AT END OF PERIOD	\$ 932 545	\$ 653 064	\$ 66 322	\$ 61 673	\$ 30 296	\$ 15 728	\$ 26 564	\$ 15 655

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 004	\$ 20 844	\$ 13 405	\$ —	\$ 781 529	\$ 584 768
INCREASE (DECREASE) IN NAV	2 123	2 377	1 662	514	67 636	63 426
Early redemption fees	—	—	—	—	4	1
Proceeds from redeemable units issued	19 615	16 771	26 190	14 489	502 604	347 496
Reinvestments of distributions to holders of redeemable units	1 677	1 348	1 888	669	61 243	43 665
Redemption of redeemable units	(11 329)	(17 682)	(7 134)	(1 561)	(216 070)	(204 053)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	9 963	437	20 944	13 597	347 781	187 109
Distributions from net income	(334)	(498)	(262)	(74)	(12 272)	(14 299)
Distributions from net gains	(1 747)	(1 156)	(1 790)	(632)	(62 979)	(39 475)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 081)	(1 654)	(2 052)	(706)	(75 251)	(53 774)
NET INCREASE (DECREASE) IN NAV	10 005	1 160	20 554	13 405	340 166	196 761
NAV AT END OF PERIOD	\$ 32 009	\$ 22 004	\$ 33 959	\$ 13 405	\$ 1 121 695	\$ 781 529

* Series H and Series I launched August 2013.



General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide regular U.S. dollar monthly income and modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 51.8% (December 31, 2013 – 48.9%, January 1, 2013 – 45.4%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	0.1	52.1	0.3
AA	55.5	5.3	53.3
A	12.6	13.4	14.8
BBB	21.2	18.1	17.5
BB	5.9	4.8	5.6
B	4.2	5.6	8.0
CCC	0.4	0.6	0.3
Unrated	0.1	0.1	0.2
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Equities	46.4	42.5	44.1
Bonds	33.9	32.9	33.3
Mortgage-Backed Securities	17.9	16.0	15.3
Cash/Other	1.8	8.6	7.3

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 48.7% (December 31, 2013 – 48.9%, January 1, 2013 – 45.4%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	4.9	4.4	9.4
1 – 5 years	40.0	40.6	39.1
5 – 10 years	33.0	38.0	42.1
> 10 years	22.1	17.0	9.4
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.2% (December 31, 2013 – 3.8%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 0.5	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	519 675	–	–	519 675
Mutual fund units	35 202	–	–	35 202
Fixed-income and debt securities	–	546 695	–	546 695
Short-term investments	–	18 288	–	18 288
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	554 877	564 983	–	1 119 860
% of total portfolio	49.5	50.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	332 434	–	–	332 434
Mutual fund units	31 129	–	–	31 129
Fixed-income and debt securities	–	382 320	–	382 320
Short-term investments	–	41 382	–	41 382
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	363 563	423 702	–	787 265
% of total portfolio	46.2	53.8	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	257 432	–	–	257 432
Mutual fund units	18 454	–	–	18 454
Fixed-income and debt securities	–	266 038	–	266 038
Short-term investments	–	38 692	–	38 692
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	275 886	304 730	–	580 616
% of total portfolio	47.5	52.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series H	1.40%
Series D	0.90%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.05%
Series H	0.05%
Series D	0.05%
Series F	0.05%
Series I	0.05%

**Investments by related parties
(USD000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	104	97
Series I	103	96
Value of all units	2	2

Please see the generic notes at the back of the financial statements.

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Emerging Markets				
Bond Fund	3.1	8.1	4.0	8.6
			January 1, 2013	
			NAV	Ownership
RBC Emerging Markets				
Bond Fund			3.2	4.9

Taxes (CAD000s) (see note 5 in the generic notes)

The Fund prepares its financial statements in U.S. dollars but is taxable on its income and net realized capital gains (including gains from foreign exchange movements) calculated on a Canadian dollar basis.

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	60 724	46 945
Issued number of units	36 227	23 991
Reinvested number of units	4 645	3 388
Redeemed number of units	(14 805)	(13 600)
Ending number of units	86 791	60 724
Advisor Series		
Opening units	5 691	5 416
Issued number of units	1 619	2 637
Reinvested number of units	337	333
Redeemed number of units	(1 527)	(2 695)
Ending number of units	6 120	5 691



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	1 461	–
Issued number of units	2 373	1 419
Reinvested number of units	142	66
Redeemed number of units	(1 165)	(24)
Ending number of units	2 811	1 461
Series D		
Opening units	1 383	974
Issued number of units	1 274	950
Reinvested number of units	137	83
Redeemed number of units	(467)	(624)
Ending number of units	2 327	1 383
Series F		
Opening units	2 012	1 959
Issued number of units	1 746	1 528
Reinvested number of units	150	124
Redeemed number of units	(1 009)	(1 599)
Ending number of units	2 899	2 012
Series I		
Opening units	1 225	–
Issued number of units	2 307	1 305
Reinvested number of units	168	61
Redeemed number of units	(632)	(141)
Ending number of units	3 068	1 225

Transaction costs (USD000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	664	100	652	100
Related-party brokerage commissions*	31	5	65	10
Commission arrangements†	42	6	88	13

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (USD000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	81 841	3 948
Fair value of collateral received	83 477	4 027

Transition to IFRS (USD000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	780 877	584 365
Revaluation of investments at FVTPL	652	403
Net assets attributable to holders of redeemable units	781 529	584 768
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		63 177
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		249
Increase (decrease) in net assets attributable to holders of redeemable units		63 426



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC BALANCED FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
198 600	BRP Inc.	\$ 5 531	\$ 4 808	
69 800	Canadian Tire Corp. Ltd., Class A	5 567	8 567	
69 424	Dollarama Inc.	1 997	4 124	
244 300	Gildan Activewear Inc., Class A	9 831	16 051	
370 682	Hudson's Bay Co.	6 319	9 104	
216 400	Linamar Corp.	7 531	15 354	
383 796	Magna International Inc., Class A	13 665	48 316	
382 648	Quebecor Inc., Class B	9 577	12 222	
902 205	Shaw Communications Inc., Class B	17 707	28 284	
704 600	Thomson Corp.	22 378	33 025	
		100 103	179 855	2.6
Consumer Staples				
608 689	Alimentation Couche-Tard Inc.	12 087	29 637	
619 550	Loblaw Companies Ltd.	28 173	38 517	
826 950	Maple Leaf Foods Inc.	11 219	16 101	
		51 479	84 255	1.2
Energy				
624 335	ARC Resources Ltd.	14 018	15 708	
627 587	Cameco Corp.	13 411	11 956	
1 828 700	Canadian Natural Resources Ltd.	52 620	65 687	
295 250	Canadian Oil Sands Ltd.	7 522	3 077	
1 255 329	Cenovus Energy Inc.	25 564	30 090	
574 512	Crescent Point Energy Corp.	23 777	15 460	
1 256 576	Enbridge Inc.	40 697	75 068	
1 546 631	Encana Corp.	34 078	25 009	
702 720	Husky Energy Inc.	19 775	19 325	
455 600	Imperial Oil Ltd.	21 107	22 803	
99 197	Keyera Corp.	4 185	8 042	
125 000	Laricina Energy Ltd.* (Private)	3 425	1 250	
299 790	Pembina Pipeline Corp.	13 080	12 693	
331 885	Penn West Petroleum Ltd.	5 780	806	
380 400	PrairieSky Royalty Ltd.	13 060	11 640	
2 648 998	Suncor Energy Inc.	76 569	97 748	
1 332 867	Talisman Energy Inc.	17 326	12 129	
972 775	TransCanada Corp.	37 746	55 545	
		423 740	484 036	7.0
Financials				
212 000	Allied Properties Real Estate Investment Trust	6 952	7 937	
958 091	Bank of Montreal	61 808	78 736	
1 644 000	Bank of Nova Scotia	82 979	109 014	
1 063 536	Brookfield Asset Management Inc., Class A	28 985	61 919	
227 600	Calloway Real Estate Investment Trust	5 992	6 213	
543 697	Canadian Imperial Bank of Commerce	41 166	54 283	
551 900	Chartwell Retirement Residences Real Estate Investment Trust	5 308	6 573	
564 000	CI Financial Corp.	11 073	18 212	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
28 818	Fairfax Financial Holdings Ltd.	\$ 10 917	\$ 17 544	
927 200	GMP Capital Inc.	5 599	5 888	
231 383	Intact Financial Corp.	13 761	19 401	
3 079 679	Manulife Financial Corporation	52 669	68 307	
245 300	Manulife Financial Corporation, Subscription Receipts	5 274	5 431	
283 155	Onex Corporation	7 399	19 102	
1 214 944	Power Corporation of Canada	28 389	38 587	
2 033 482	Royal Bank of Canada [†]	99 711	163 167	
836 968	Sun Life Financial Inc.	25 946	35 086	
2 476 526	Toronto-Dominion Bank	86 050	137 472	
		579 978	852 872	12.4
Health Care				
297 400	Catamaran Corp.	14 505	17 880	
246 100	Valeant Pharmaceuticals International Inc.	10 665	40 934	
		25 170	58 814	0.9
Industrials				
406 500	Air Canada	1 137	4 825	
2 080 255	Bombardier Inc., Class B	9 664	8 633	
367 076	CAE Inc.	4 171	5 536	
1 100 600	Canadian National Railway Co.	22 895	88 070	
255 187	Canadian Pacific Railway Ltd.	26 729	57 098	
438 038	Finning International Inc.	10 102	11 052	
420 562	Progressive Waste Solutions Ltd.	9 710	14 690	
63 581	SNC-Lavalin Group Inc.	2 829	2 817	
111 060	Toromont Industries Ltd.	1 800	3 166	
334 001	WestJet Airlines Ltd.	7 220	11 142	
		96 257	207 029	3.0
Information Technology				
683 700	Blackberry Ltd.	5 584	8 710	
659 000	CGI Group Inc., Class A	21 365	29 187	
190 400	DH Corp.	5 920	6 982	
257 642	Open Text Corp.	7 825	17 419	
1 187 300	Redknee Solutions Inc.	7 034	4 441	
		47 728	66 739	1.0
Materials				
490 140	Agnico Eagle Mines Ltd.	18 101	14 175	
108 700	Agrium Inc.	9 770	11 957	
2 170 244	B2Gold Corp.	6 194	4 123	
497 614	Barrick Gold Corp.	13 299	6 230	
579 590	Continental Gold Ltd.	4 094	1 072	
379 900	Detour Gold Corp.	5 968	3 605	
335 716	Dundee Precious Metals Inc.	2 711	920	
1 446 800	Eldorado Gold Corp.	16 822	10 243	
1 265 060	First Quantum Minerals Ltd.	25 222	20 886	
234 155	Franco-Nevada Corp.	10 514	13 396	
137 500	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	616	1 403	
1 022 930	Goldcorp Inc.	33 130	22 003	
263 500	Mountain Province Diamonds Inc.	1 351	1 278	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
194 500	Mountain Province Diamonds Inc.*, Restricted February 16, 2015	\$ 973	\$ 903	
569 400	New Gold Inc.	5 917	2 836	
2 500 000	One Earth Farms Corp.* (Private)	3 500	1 150	
244 471	Osisko Gold Royalties Ltd.	3 884	4 004	
1 167 100	Potash Corporation of Saskatchewan Inc.	46 573	47 933	
523 300	Primero Mining Corp.	3 305	2 339	
488 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	804	68	
1 061 300	Rio Alto Mining Ltd.	3 020	2 993	
925 500	Semafo Inc.	3 277	2 758	
556 400	Silver Wheaton Corp.	14 543	13 148	
83 233	Tahoe Resources Inc.	706	1 344	
307 558	Teck Resources Ltd., Class B	8 629	4 884	
2 594 250	Torex Gold Resources Inc.	4 314	3 191	
		247 237	198 842	2.9
Telecommunication Services				
573 924	BCE Inc.	17 075	30 579	
603 346	Rogers Communications Inc., Class B	19 787	27 253	
1 065 200	TELUS Corp.	25 075	44 621	
		61 937	102 453	1.5
Utilities				
394 924	Atco Ltd., Class I, Non-Voting	5 805	18 822	
134 176	Canadian Utilities Ltd., Class A	3 327	5 489	
462 049	Fortis Inc.	13 989	18 001	
		23 121	42 312	0.6
TOTAL CANADIAN EQUITIES				
		1 656 750	2 277 207	33.1
UNITED STATES EQUITIES				
Consumer Discretionary				
18 500	Advance Auto Parts Inc.	3 405	3 424	
31 800	Bed Bath & Beyond Inc.	2 443	2 814	
83 700	Best Buy Co. Inc.	3 151	3 791	
106 900	Comcast Corp., Class A	6 453	7 205	
35 800	DeVry Inc.	1 977	1 974	
44 400	Dollar Tree Inc.	3 060	3 630	
32 800	Expedia Inc.	3 117	3 253	
19 900	Fossil Group Inc.	2 496	2 560	
55 411	Home Depot Inc.	4 695	6 756	
26 100	Jarden Corp.	1 396	1 451	
24 200	L Brands Inc.	1 663	2 432	
101 000	Lennar Corp.	4 835	5 258	
71 900	Macy's Inc.	5 042	5 492	
21 400	Mohawk Industries Inc.	3 620	3 862	
24 400	Nike Inc.	2 166	2 725	
50 300	Nordstrom Inc.	3 911	4 639	
31 200	Ross Stores Inc.	3 116	3 417	
50 300	Starbucks Corp.	4 819	4 795	
43 700	Target Corporation	3 248	3 854	
30 500	Time Warner Inc.	2 732	3 026	
72 600	TJX Companies Inc.	4 988	5 784	
23 500	Ulta Salon, Cosmetics & Fragrance, Inc.	3 311	3 490	
66 100	V.F. Corporation	4 852	5 752	
24 300	Viacom Inc.	2 143	2 124	
		82 639	93 508	1.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples				
124 500	Altria Group Inc.	\$ 5 731	\$ 7 127	
100 700	Archer Daniels Midland Co.	4 934	6 084	
50 800	Costco Wholesale Corp.	7 109	8 366	
92 200	CVS Health Corp.	7 377	10 317	
21 700	Dr Pepper Snapple Group Inc.	1 301	1 807	
18 200	Kellogg Co.	1 404	1 383	
24 000	Kimberly-Clark Corp.	3 065	3 220	
63 800	Kraft Foods Group Inc.	4 452	4 645	
64 300	Mondelez International Inc.	2 785	2 714	
45 900	PepsiCo Inc.	4 351	5 043	
89 600	Procter & Gamble Co.	7 842	9 485	
111 900	The Kroger Co.	6 002	8 348	
73 300	Wal-Mart Stores, Inc.	6 926	7 315	
		63 279	75 854	1.1
Energy				
207 700	Chesapeake Energy Corp.	4 259	4 722	
38 900	Cimarex Energy Co.	4 912	4 791	
30 400	Concho Resources Inc.	3 554	3 523	
91 800	ConocoPhillips	7 323	7 365	
66 000	Devon Energy Corporation	4 829	4 694	
48 200	Diamondback Energy Inc.	3 876	3 348	
84 900	EOG Resources Inc.	8 964	9 081	
96 500	Exxon Mobil Corp.	10 082	10 363	
16 800	Marathon Petroleum Corp.	1 820	1 761	
76 300	Nabors Industries Ltd.	1 068	1 151	
43 600	Range Resources Corp.	3 030	2 707	
21 600	Schlumberger Ltd.	2 427	2 143	
		56 144	55 649	0.8
Financials				
73 000	Allstate Corp.	5 190	5 958	
60 900	American International Group Inc.	3 561	3 963	
36 000	American Tower Corp. Real Estate Investment Trust	3 910	4 135	
549 300	Bank of America Corp.	8 416	11 417	
70 400	Berkshire Hathaway Inc., Class B	10 466	12 281	
15 100	BlackRock Inc.	5 752	6 270	
1 177 379	Brookfield Property Partners LP	18 733	31 142	
19 200	Capital One Financial Corp.	1 441	1 841	
186 300	Citigroup Inc.	10 433	11 715	
41 800	Discover Financial Services	2 981	3 180	
54 800	Equity Residential Properties Trust	4 271	4 575	
93 300	Invesco Ltd.	3 939	4 284	
95 600	JPMorgan Chase & Co.	5 644	6 952	
66 800	Moody's Corp.	7 144	7 436	
183 900	Morgan Stanley	5 828	8 293	
38 100	The Goldman Sachs Group Inc.	7 372	8 580	
198 200	Wells Fargo & Company	10 025	12 623	
		115 106	144 645	2.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
70 800	AbbVie Inc.	\$ 4 185	\$ 5 383	
7 200	Actavis Plc.	2 160	2 155	
38 900	Amgen Inc.	5 490	7 199	
52 700	Anthem Inc.	6 105	7 697	
12 300	Biogen Idec Inc.	4 761	4 854	
108 700	Bristol-Myers Squibb Co.	6 239	7 453	
20 100	C.R. Bard Inc.	3 615	3 890	
66 600	Cardinal Health Inc.	5 230	6 248	
73 100	Celgene Corp.	7 509	9 500	
130 300	Eli Lilly & Co.	8 473	10 444	
56 300	Gilead Sciences Inc.	6 189	6 165	
75 200	Medtronic Inc.	5 503	6 308	
46 600	Mylan Laboratories Inc.	2 982	3 052	
101 000	Pfizer Inc.	3 628	3 655	
99 000	UnitedHealth Group Incorporated	10 309	11 627	
28 200	Zimmer Holdings Inc.	3 515	3 716	
		<u>85 893</u>	<u>99 346</u>	<u>1.4</u>
Industrials				
21 200	3M Co.	4 030	4 048	
28 200	C.H. Robinson Worldwide Inc.	2 170	2 454	
36 500	FedEx Corporation	6 451	7 364	
75 000	General Dynamics Corp.	9 882	11 994	
50 400	Honeywell International Inc.	5 462	5 852	
66 700	Ingersoll-Rand Plc., Class A	4 691	4 912	
27 400	Joy Global Inc.	1 539	1 481	
36 200	Lockheed Martin Corporation	7 371	8 100	
73 000	Northrop Grumman Corp.	11 204	12 497	
17 700	Paccar Inc.	1 418	1 399	
18 300	Roper Industries Inc.	3 190	3 324	
72 900	Ryder System Inc.	6 980	7 864	
41 500	Southwest Airlines	1 435	2 040	
63 100	Union Pacific Corp.	6 500	8 733	
45 500	United Technologies Corp.	5 937	6 079	
28 500	Wabtec Corp.	2 898	2 877	
		<u>81 158</u>	<u>91 018</u>	<u>1.3</u>
Information Technology				
209 400	Apple Inc.	19 528	26 853	
41 000	Avago Technologies Ltd.	3 540	4 791	
27 900	Broadcom Corp.	1 372	1 405	
97 200	CDW Corp.	3 795	3 972	
261 100	Cisco Systems Inc.	7 572	8 438	
105 000	Corning Inc.	2 577	2 797	
82 000	EMC Corp.	2 684	2 835	
45 000	F5 Networks Inc.	6 211	6 821	
47 300	Facebook Inc., Class A	4 382	4 287	
232 000	Hewlett-Packard Co.	8 420	10 821	
235 300	Intel Corp.	7 667	9 921	
40 100	Intuit Inc.	3 894	4 295	
67 700	Lam Research Corp.	6 211	6 240	
222 400	Micron Technology Inc.	7 664	9 046	
322 900	Microsoft Corp.	13 906	17 425	
40 100	NXP Semiconductor N.V.	3 016	3 559	
85 200	Oracle Corporation	4 232	4 451	
36 100	Palo Alto Networks Inc.	4 123	5 140	
34 500	Sandisk Corp.	4 034	3 927	
96 100	Texas Instruments Inc.	5 772	5 969	

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
23 400	Visa Inc., Class A	\$ 6 412	\$ 7 128	
69 400	Western Digital Corp.	7 466	8 926	
		<u>134 478</u>	<u>159 047</u>	<u>2.3</u>
Materials				
21 800	International Paper Co.	1 227	1 357	
25 600	Monsanto Co.	3 460	3 552	
17 900	Sherwin-Williams Co.	4 960	5 472	
		<u>9 647</u>	<u>10 381</u>	<u>0.2</u>
Utilities				
125 000	Edison International	9 036	9 507	
33 600	Entergy Corp.	3 392	3 413	
35 000	NextEra Energy Inc.	4 164	4 322	
141 900	PG&E Corporation	8 263	8 775	
93 800	Wisconsin Energy Corp.	5 505	5 746	
		<u>30 360</u>	<u>31 763</u>	<u>0.5</u>
TOTAL UNITED STATES EQUITIES				
		<u>658 704</u>	<u>761 211</u>	<u>11.1</u>
INTERNATIONAL EQUITIES				
Australia				
1 185 376	AMP Ltd.	6 027	6 134	
230 000	BHP Billiton Ltd.	8 323	6 318	
2 770 000	Medibank Pvt Ltd.	5 785	6 332	
215 904	Westpac Banking Corporation	6 699	6 746	
		<u>26 834</u>	<u>25 530</u>	<u>0.4</u>
Belgium				
123 384	InBev N.V.	14 890	16 133	
		<u>14 890</u>	<u>16 133</u>	<u>0.2</u>
Denmark				
66 235	Coloplast A/S	3 428	6 440	
379 073	Novo Nordisk A/S	14 279	18 629	
		<u>17 707</u>	<u>25 069</u>	<u>0.4</u>
Finland				
195 601	Sampo OYJ	5 774	10 639	
		<u>5 774</u>	<u>10 639</u>	<u>0.2</u>
France				
30 637	Christian Dior S.A.	6 702	6 092	
61 224	Christian Dior S.A., Rights	—	719	
109 150	Safran S.A.	6 241	7 824	
177 318	Zodiac S.A.	3 611	6 936	
		<u>16 554</u>	<u>21 571</u>	<u>0.3</u>
Germany				
74 194	Bayer AG	8 401	11 799	
98 887	Brenntag AG	4 746	6 459	
25 634	Continental AG	3 321	6 295	
123 211	GEA Group AG	3 517	6 308	
97 152	Henkel KGaA, Preferred Non-Voting	7 634	12 142	
186 619	SAP SE	13 829	15 158	
71 670	Symrise AG	4 369	5 022	
		<u>45 817</u>	<u>63 183</u>	<u>0.9</u>

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December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Hong Kong				
1 170 000	AIA Group Ltd.	\$ 5 961	\$ 7 497	
363 800	Standard Chartered Plc.	6 245	6 291	
373 000	Tencent Holdings Ltd.	5 724	6 270	
		17 930	20 058	0.3
Ireland				
135 582	Paddy Power Plc.	6 692	12 972	
131 752	Ryanair Holdings Plc. ADR	4 284	10 909	
		10 976	23 881	0.3
Italy				
241 330	Azimut Holding S.p.A.	3 043	6 091	
13 831	Luxottica Group S.p.A.	867	881	
		3 910	6 972	0.1
Japan				
176 400	Asahi Breweries Ltd.	6 026	6 340	
680 000	Asahi Kasei Corp.	4 039	7 207	
156 500	Bridgestone Corp.	3 898	6 306	
378 000	Casio Computer Co., Ltd.	5 535	6 718	
83 700	Daikin Industries Ltd.	5 405	6 236	
205 500	Fuji Heavy Industries Ltd.	6 510	8 448	
153 000	Olympus Optical Co. Ltd.	5 492	6 227	
25 700	Oriental Land Co. Ltd.	4 612	6 886	
125 000	Seiko Epson Corp.	5 038	6 077	
95 500	SoftBank Corp.	8 361	6 604	
417 700	Sumitomo Electric Industries Ltd.	5 761	6 061	
165 000	Sumitomo Mitsui Financial Group Inc.	5 320	6 930	
372 000	The Dai-ichi Life Insurance Co. Ltd.	6 058	6 561	
164 800	Tokio Marine Holdings, Inc.	5 452	6 218	
115 500	Toyota Motor Corp.	6 993	8 362	
1 470 000	Yahoo! Japan Corp.	7 438	6 121	
		91 938	107 302	1.6
Netherlands				
305 642	Elsevier N.V.	7 651	8 480	
612 265	ING Groep N.V.	6 272	9 190	
3 080 731	Koninklijke KPN N.V.	12 360	11 301	
331 270	SBM Offshore N.V.	6 165	4 526	
		32 448	33 497	0.5
Norway				
566 341	DnB ASA	8 451	9 706	
		8 451	9 706	0.1
Spain				
148 648	ACS Actividades Construcción y Servicios S.A.	6 656	6 019	
63 226	Red Eléctrica de España	5 675	6 475	
		12 331	12 494	0.2
Sweden				
405 852	Swedbank AB	8 701	11 699	
		8 701	11 699	0.2
Switzerland				
73 115	Aryzta AG	6 952	6 528	
127 459	Novartis AG	12 906	13 734	
56 618	Roche Holdings AG Genussscheine	14 291	17 822	
40 499	Schindler Holding AG	4 096	6 793	
		38 245	44 877	0.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Taiwan				
1 587 000	Taiwan Semiconductor Manufacturing Co. Ltd.	\$ 3 551	\$ 8 123	
		3 551	8 123	0.1
United Kingdom				
770 314	Aberdeen Asset Management Plc.	5 572	5 980	
34 400	Aon Plc.	3 703	3 789	
233 050	Aveva Group Plc.	6 989	5 531	
321 559	Babcock International Group	4 425	6 120	
146 076	British American Tobacco Plc.	9 401	9 197	
1 758 001	BT Group Plc.	6 937	12 704	
293 587	Capita Plc.	6 273	5 719	
794 252	Daily Mail & General Trust Plc.	9 279	11 797	
305 056	Diageo Plc.	8 351	10 153	
302 343	Hargreaves Lansdown Plc.	5 323	5 496	
163 147	London Stock Exchange Group Plc.	2 566	6 522	
277 303	Petrofac Limited	6 459	3 510	
668 358	Playtech Plc.	8 516	8 286	
197 957	Rio Tinto Plc.	12 275	10 602	
292 905	Royal Dutch Shell Plc., A Shares	12 743	11 342	
53 337	Shire Plc.	3 747	4 393	
358 691	Unilever Plc.	16 812	16 931	
939 439	William Hill Plc.	3 865	6 133	
		133 236	144 205	2.1
TOTAL INTERNATIONAL EQUITIES		489 293	584 939	8.5
TOTAL FOREIGN EQUITIES		1 147 997	1 346 150	19.6

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
16 193 988	RBC Canadian Small & Mid-Cap Resources Fund†	\$ 160 202	\$ 127 495	
1 829 401	RBC Emerging Markets Dividend Fund†	18 364	20 189	
20 102 767	RBC Emerging Markets Equity Fund†	205 886	268 818	
1 778 922	RBC Emerging Markets Small-Cap Equity Fund†	17 852	20 843	
1 108 117	RBC U.S. Mid-Cap Equity Fund†	21 340	33 833	
2 590 792	RBC U.S. Mid-Cap Value Equity Fund†	28 393	34 443	
504 692	RBC U.S. Small-Cap Core Equity Fund†	5 145	8 437	
TOTAL MUTUAL FUND UNITS		457 182	514 058	7.5

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
2 500	407 International Inc.	3.870	24-Nov-17	\$ 2 625	\$ 2 637	
8 430	407 International Inc.	5.750	14-Feb-36	8 869	10 485	
125	Air Canada USD	6.750	01-Oct-19	152	151	
500	Air Canada	7.625	01-Oct-19	534	526	
3 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	2 991	3 047	
1 989	Alliance Pipeline LP	6.765	31-Dec-25	2 248	2 351	
3 000	AltaGas Ltd.	3.720	28-Sep-21	3 101	3 135	
6 000	American Express Canada Credit Corp.	3.600	03-Jun-16	6 131	6 162	
1 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 000	1 011	
1 200	Bank of Montreal	6.020	02-May-18	1 301	1 357	
9 000	Bank of Montreal	3.210	13-Sep-18	9 000	9 388	
9 150	Bank of Montreal	2.430	04-Mar-19	9 140	9 283	
4 000	Bank of Nova Scotia	2.370	11-Jan-18	3 907	4 056	
8 000	Bank of Nova Scotia	2.242	22-Mar-18	8 000	8 076	
10 650	Bank of Nova Scotia	2.462	14-Mar-19	10 650	10 815	
6 500	Bank of Nova Scotia	2.400	28-Oct-19	6 499	6 551	
13 000	Bank of Nova Scotia	6.650	22-Jan-21	14 920	13 637	
500	Baytex Energy Corp. USD	5.125	01-Jun-21	557	497	
850	BC Tel	10.650	19-Jun-21	1 319	1 224	
2 200	BC Tel	9.650	08-Apr-22	3 220	3 119	
3 000	bcIMC Realty Corp.	2.960	07-Mar-19	2 994	3 108	
6 700	Bell Canada	5.410	26-Sep-16	6 933	7 105	
13 060	Bell Canada	4.400	16-Mar-18	14 101	13 977	
2 000	Bell Canada	3.350	18-Jun-19	2 055	2 083	
4 200	Bell Canada	6.100	16-Mar-35	3 911	5 109	
10 000	BMO Subordinated Notes Trust	5.750	26-Sep-22	11 006	10 967	
3 500	BMW Canada Inc.	2.110	26-May-16	3 499	3 523	
650	Brookfield Power Corp.	5.840	05-Nov-36	658	714	
1 600	Brookfield Renewable Power Inc.	5.140	13-Oct-20	1 599	1 774	
4 000	Caisse Centrale Desjardins	2.795	19-Nov-18	4 000	4 107	
4 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	4 034	4 076	
2 000	Cameco Corp.	5.670	02-Sep-19	2 035	2 237	
1 700	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	1 698	1 730	
20 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	19 975	20 270	
2 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 502	2 523	
300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	300	303	
5 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	5 000	5 039	
2 000	Canadian Natural Resources Ltd.	4.950	01-Jun-15	2 182	2 027	
2 700	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	2 699	3 651	
2 700	Canadian Utilities Ltd.	6.800	13-Aug-19	3 109	3 259	
1 500	Canadian Western Bank	2.531	22-Mar-18	1 500	1 517	
3 500	Canadian Western Bank	3.077	14-Jan-19	3 564	3 603	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 521	
5 000	Capital Power LP	4.600	01-Dec-15	5 098	5 120	
500	Cascades Inc.	5.500	15-Jul-21	485	487	
4 000	Choice Properties LP	3.600	20-Sep-21	4 063	4 116	
400	Corus Entertainment Inc.	4.250	11-Feb-20	393	387	
5 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	5 086	5 206	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 516	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 514	
2 500	Emera Inc.	4.830	02-Dec-19	2 744	2 758	
4 400	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	4 303	5 309	
500	Enbridge Inc.	5.570	14-Nov-35	563	560	
1 550	Enbridge Pipelines Inc.	4.490	12-Nov-19	1 549	1 711	
1 800	Encana Corp.	5.800	18-Jan-18	1 944	1 985	
2 200	EnerCare Solutions Inc.	4.300	30-Nov-17	2 300	2 290	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
3 000	EPCOR Utilities Inc.	5.800	31-Jan-18	\$ 3 458	\$ 3 349	
5 000	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	5 693	5 817	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	5 020	5 148	
6 000	GE Capital Canada Funding Co.	4.240	08-Jun-15	6 239	6 072	
11 750	GE Capital Canada Funding Co.	5.530	17-Aug-17	12 498	12 865	
2 500	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 824	2 887	
14 000	Genesis Trust II	2.295	15-Feb-17	14 000	14 181	
3 000	Genworth MI Canada Inc.	5.680	15-Jun-20	3 067	3 413	
500	Gibson Energy Inc.	5.375	15-Jul-22	501	476	
8 150	Greater Toronto Airports Authority	5.960	20-Nov-19	9 503	9 624	
6 000	Greater Toronto Airports Authority	6.470	02-Feb-34	7 194	8 301	
4 300	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	4 267	4 683	
2 350	Great-West Lifeco Inc.	6.140	21-Mar-18	2 544	2 652	
1 750	Great-West Lifeco Inc.	6.740	24-Nov-31	1 894	2 345	
5 000	HSBC Bank Canada	2.938	14-Jan-20	5 035	5 152	
3 850	HSBC Bank Canada	4.800	10-Apr-22	3 714	4 084	
500	HSBC Canada Asset Trust Securities	5.149	29-Dec-49	496	508	
5 850	Hydro One Inc.	2.780	09-Oct-18	5 850	6 053	
4 900	Hydro One Inc.	6.930	01-Jun-32	6 295	6 983	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 440	
2 000	Loblaw Companies Ltd.	6.050	09-Jun-34	1 850	2 369	
6 170	Loblaw Companies Ltd.	5.900	18-Jan-36	5 934	7 231	
2 280	Manulife Bank of Canada	2.383	17-Oct-16	2 280	2 303	
2 500	Manulife Financial Corporation	5.059	15-Dec-41	2 498	2 770	
9 300	Master Credit Card Trust	3.502	21-May-16	9 729	9 539	
5 000	Master Credit Card Trust	2.626	21-Jan-17	5 033	5 095	
2 700	Master Credit Card Trust II	2.723	21-Nov-18	2 700	2 771	
5 000	National Bank of Canada	2.689	21-Aug-17	5 084	5 111	
6 300	National Bank of Canada	1.951	11-Dec-17	6 300	6 308	
8 000	National Bank of Canada	2.404	28-Oct-19	8 000	8 059	
2 000	NAV Canada	4.397	18-Feb-21	2 000	2 245	
2 000	NBC Capital Trust	5.329	30-Jun-56	2 028	2 095	
500	New Gold Inc. USD	6.250	15-Nov-22	553	572	
4 500	OMERS Realty Corp.	3.328	12-Nov-24	4 500	4 624	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 043	2 071	
750	Quebecor Media Inc.	7.375	15-Jan-21	806	801	
6 000	RBC Capital Trust†	4.870	31-Dec-15	5 806	6 172	
2 000	Reliance LP	4.574	15-Mar-17	2 094	2 084	
5 000	Rogers Communications Inc.	5.380	04-Nov-19	5 070	5 641	
6 500	Rogers Communications Inc.	4.700	29-Sep-20	6 669	7 182	
4 000	Rogers Communications Inc.	6.110	25-Aug-40	4 016	4 816	
13 000	Royal Bank of Canada†	3.030	26-Jul-16	13 322	13 275	
8 000	Royal Bank of Canada†	3.660	25-Jan-17	7 997	8 310	
13 800	Royal Bank of Canada†	2.580	13-Apr-17	13 826	14 056	
7 000	Royal Bank of Canada†	2.364	21-Sep-17	7 056	7 095	
2 000	Royal Bank of Canada†	2.770	11-Dec-18	1 999	2 053	
3 000	Shaw Communications Inc.	5.700	02-Mar-17	3 166	3 236	
4 000	Shaw Communications Inc.	5.650	01-Oct-19	4 452	4 541	
4 500	Shaw Communications Inc.	6.750	09-Nov-39	4 581	5 586	
500	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	500	492	
5 000	Sun Life Financial Inc.	5.700	02-Jul-19	5 205	5 733	
6 470	Sun Life Financial Inc.	4.800	23-Nov-35	6 330	6 638	
4 820	Sun Life Financial Inc.	5.400	29-May-42	4 815	5 617	
3 700	Suncor Energy Inc.	5.800	22-May-18	3 900	4 145	
2 000	Suncor Energy Inc.	3.100	26-Nov-21	1 993	2 025	
2 400	TELUS Corp.	5.050	04-Dec-19	2 386	2 688	
3 000	TELUS Corp.	4.400	01-Apr-43	2 979	2 947	
1 500	Teranet Holdings LP	3.531	16-Dec-15	1 500	1 523	

The accompanying notes are an integral part of the financial statements.



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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 500	Teranet Holdings LP	5.754	17-Dec-40	\$ 1 490	\$ 1 693	
3 500	Terasen Gas Inc.	5.900	26-Feb-35	3 701	4 559	
4 500	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	4 500	4 691	
1 400	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 400	1 433	
3 100	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 100	3 161	
2 600	Thomson Reuters Corp.	3.309	12-Nov-21	2 600	2 640	
13 030	Toronto-Dominion Bank	4.779	14-Dec-16	13 114	13 726	
10 300	Toronto-Dominion Bank	2.171	02-Apr-18	10 349	10 379	
10 900	Toronto-Dominion Bank	2.447	02-Apr-19	10 910	11 059	
1 000	Toronto Hydro Corp.	4.490	12-Nov-19	1 000	1 109	
5 000	TransCanada Pipelines Ltd.	3.690	19-Jul-23	5 000	5 269	
750	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	857	815	
800	Union Gas Ltd.	5.460	11-Sep-36	800	983	
2 500	Union Gas Ltd.	5.200	23-Jul-40	2 488	3 026	
750	Videotron Ltd.	5.625	15-Jun-25	753	749	
3 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	3 057	3 101	
8 000	Westcoast Energy Inc.	3.280	15-Jan-16	8 203	8 125	
2 000	Westcoast Energy Inc.	6.750	15-Dec-27	2 265	2 590	
				580 000	603 650	8.8
FEDERAL						
50 000	Canada Housing Trust No. 1	1.850	15-Dec-16	50 495	50 679	
30 000	Canada Housing Trust No. 1	1.950	15-Jun-19	30 226	30 488	
83 900	Canada Housing Trust No. 1	3.350	15-Dec-20	86 464	91 132	
44 850	Canada Housing Trust No. 1	2.650	15-Mar-22	46 129	46 833	
25 000	Canada Housing Trust No. 1	2.350	15-Sep-23	24 390	25 357	
25 000	Government of Canada	1.000	01-Nov-15	24 998	24 999	
50 000	Government of Canada	1.250	01-Sep-18	48 548	50 130	
53 300	Government of Canada	1.750	01-Mar-19	53 412	54 396	
10 000	Government of Canada	1.750	01-Sep-19	10 025	10 185	
26 480	Government of Canada	3.500	01-Jun-20	29 335	29 395	
16 255	Government of Canada	2.750	01-Jun-22	16 420	17 553	
12 220	Government of Canada	1.500	01-Jun-23	11 331	12 036	
40 125	Government of Canada	2.500	01-Jun-24	40 057	42 596	
28 238	Government of Canada	4.000	01-Jun-41	35 382	37 470	
30 000	Government of Canada	3.500	01-Dec-45	35 465	37 663	
11 900	Labrador-Island Link Funding Trust	3.760	01-Jun-33	12 120	13 658	
				554 797	574 570	8.3
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	15 977	
35 000	Hydro-Quebec	6.500	15-Feb-35	40 772	51 421	
4 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	3 991	4 216	
12 000	Newfoundland & Labrador Hydro	6.650	27-Aug-31	11 981	17 473	
6 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	6 008	7 026	
5 000	Ontario Strategic Infrastructure Financing Authority	4.600	01-Jun-15	5 017	5 071	
54 300	Province of Manitoba	6.500	22-Sep-17	57 712	61 762	
15 000	Province of Manitoba	5.700	05-Mar-37	16 435	20 839	
24 000	Province of New Brunswick	4.400	03-Jun-19	26 623	26 752	
15 000	Province of New Brunswick	4.500	02-Jun-20	16 858	16 982	
16 000	Province of New Brunswick	5.500	27-Jan-34	16 450	21 001	
5 000	Province of New Brunswick	4.800	03-Jun-41	4 872	6 229	
5 000	Province of Nova Scotia	6.600	01-Dec-31	6 630	7 266	
15 000	Province of Nova Scotia	4.900	01-Jun-35	15 190	18 620	
6 000	Province of Nova Scotia	4.500	01-Jun-37	5 951	7 132	
19 800	Province of Ontario	1.900	08-Sep-17	19 701	20 078	
71 500	Province of Ontario	2.100	08-Sep-18	71 159	72 940	
47 000	Province of Ontario	4.400	02-Jun-19	49 615	52 401	
113 900	Province of Ontario	3.150	02-Jun-22	118 442	120 484	

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
73 200	Province of Ontario	2.850	02-Jun-23	\$ 71 228	\$ 75 364	
34 000	Province of Ontario	3.500	02-Jun-24	34 936	36 538	
32 800	Province of Ontario	6.200	02-Jun-31	45 602	45 931	
8 250	Province of Ontario	5.600	02-Jun-35	10 983	11 176	
40 200	Province of Ontario	4.700	02-Jun-37	43 737	49 420	
46 185	Province of Ontario	4.600	02-Jun-39	51 633	56 445	
63 130	Province of Ontario	4.650	02-Jun-41	70 695	78 391	
6 880	Province of Ontario	3.500	02-Jun-43	7 079	7 164	
41 870	Province of Ontario	3.450	02-Jun-45	38 507	43 341	
5 000	Province of Prince Edward Island	5.700	15-Jun-35	5 282	6 714	
55 000	Province of Quebec	4.500	01-Dec-17	54 153	59 808	
30 000	Province of Quebec	4.500	01-Dec-20	31 186	34 146	
36 550	Province of Quebec	3.500	01-Dec-22	38 268	39 427	
43 200	Province of Quebec	3.000	01-Sep-23	42 721	44 793	
5 000	Province of Quebec	3.750	01-Sep-24	5 389	5 456	
11 500	Province of Quebec	6.000	01-Oct-29	15 059	15 489	
19 500	Province of Quebec	5.750	01-Dec-36	24 478	26 891	
10 300	Province of Quebec	5.000	01-Dec-38	12 399	13 110	
18 000	Province of Quebec	5.000	01-Dec-41	22 028	23 257	
22 500	Province of Quebec	4.250	01-Dec-43	24 054	26 247	
9 500	Province of Saskatchewan	4.250	03-Dec-15	9 252	9 773	
15 000	Province of Saskatchewan	5.750	05-Mar-29	15 562	20 039	
5 000	Province of Saskatchewan	5.600	05-Sep-35	5 261	6 888	
				1 187 897	1 289 478	18.7
				2 322 694	2 467 698	35.8
TOTAL CANADIAN BONDS						
FOREIGN BONDS						
France						
750	Numericable Group S.A. USD	6.000	15-May-22	838	877	
				838	877	-
Japan						
500	SoftBank Corp. USD	4.500	15-Apr-20	557	574	
				557	574	-
Luxembourg						
600	ArcelorMittal USD	9.850	01-Jun-19	825	844	
500	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	598	615	
				1 423	1 459	-
Singapore						
500	Flextronics International Ltd. USD	4.625	15-Feb-20	571	593	
				571	593	-
Spain						
500	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	569	590	
				569	590	-
Supranational						
6 000	Inter-American Development Bank CAD	4.400	26-Jan-26	5 794	6 909	
				5 794	6 909	0.1
United Kingdom						
500	Ineos Finance Plc. USD	7.500	01-May-20	603	612	
				603	612	-

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December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
500	Access Midstream Partners LP	4.875	15-May-23	\$ 577	\$ 593	
400	Alcoa Inc.	5.400	15-Apr-21	500	504	
500	AMC Entertainment Inc.	9.750	01-Dec-20	623	635	
750	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	901	928	
250	Antero Resources Finance Corp.	5.375	01-Nov-21	279	282	
1 000	Ball Corp.	5.750	15-May-21	1 191	1 223	
500	Beazer Homes USA Inc.	6.625	15-Apr-18	591	610	
750	Berry Plastics Corp.	9.750	15-Jan-21	945	973	
500	California Resources Corp.	5.500	15-Sep-21	538	500	
750	Calpine Corp.	6.000	15-Jan-22	890	932	
500	Carmike Cinemas Inc.	7.375	15-May-19	592	620	
1 000	CCO Holdings LLC	6.500	30-Apr-21	1 168	1 224	
400	Cedar Fair LP	5.250	15-Mar-21	450	469	
750	CenturyLink Inc.	6.750	01-Dec-23	901	957	
500	Chaparral Energy Inc.	7.625	15-Nov-22	380	386	
750	Chesapeake Energy Corp.	4.875	15-Apr-22	856	852	
500	Choice Hotels International Inc.	5.750	01-Jul-22	605	626	
200	Cinemark USA Inc.	4.875	01-Jun-23	216	218	
400	Community Health Systems Inc.	7.125	15-Jul-20	482	496	
1 000	Concho Resources Inc.	5.500	01-Apr-23	1 150	1 173	
500	Consol Energy Inc.	5.875	15-Apr-22	567	543	
697	Crown Castle International Corp.	4.875	15-Apr-22	778	819	
500	CSC Holdings LLC	6.750	15-Nov-21	608	644	
250	DISH DBS Corp.	7.875	01-Sep-19	322	330	
750	DISH DBS Corp.	5.875	15-Nov-24	851	878	
500	Frontier Communications Corp.	7.125	15-Jan-23	585	594	
500	Graphic Packaging International Inc.	4.750	15-Apr-21	564	588	
1 250	HCA Inc.	5.875	15-Mar-22	1 507	1 594	
500	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	588	610	
750	HJ Heinz Co.	4.250	15-Oct-20	851	882	
650	Ingles Markets Inc.	5.750	15-Jun-23	745	760	
500	Lamar Media Corp.	5.375	15-Jan-24	586	601	
790	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	773	828	
750	Micron Technology Inc.	5.875	15-Feb-22	880	917	
500	Mobile Mini Inc.	7.875	01-Dec-20	608	607	
250	NRG Energy Inc.	7.875	15-May-21	304	314	
750	NRG Energy Inc.	6.250	01-May-24	849	891	
750	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	872	890	
1 000	Range Resources Corp.	6.750	01-Aug-20	1 181	1 214	
230	Regal Entertainment Group	5.750	15-Mar-22	264	257	
500	Reynolds Group Issuer Inc.	6.875	15-Feb-21	603	609	
500	Seagate HDD Cayman USD	4.750	01-Jun-23	578	604	
500	Service Corp. International	5.375	15-Jan-22	565	598	
750	Sinclair Television Group Inc.	6.375	01-Nov-21	873	902	
500	Six Flags Entertainment Corp.	5.250	15-Jan-21	564	584	
750	Smithfield Foods Inc.	6.625	15-Aug-22	909	915	
500	Sonic Automotive Inc.	7.000	15-Jul-22	618	627	
500	Sonic Automotive Inc.	5.000	15-May-23	547	566	
1 000	Sprint Capital Corp.	6.875	15-Nov-28	1 071	1 028	
1 000	Standard Pacific Corp.	8.375	15-Jan-21	1 328	1 322	
500	T-Mobile USA Inc.	6.625	01-Apr-23	583	598	
750	Targa Resources Partners LP	6.875	01-Feb-21	895	895	
500	Targa Resources Partners LP	6.375	01-Aug-22	605	591	
500	Tempur Sealy International Inc.	6.875	15-Dec-20	595	620	
800	Tenet Healthcare Corp.	6.000	01-Oct-20	959	1 000	
750	The AES Corp.	5.500	15-Mar-24	826	889	
1 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	1 212	1 246	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	Unit Corp.	6.625	15-May-21	\$ 510	\$ 523	
750	United Rentals North America Inc.	7.625	15-Apr-22	937	962	
375	Universal Health Services Inc.	4.750	01-Aug-22	433	436	
750	Whiting Petroleum Corp.	5.750	15-Mar-21	856	810	
500	Windstream Holdings Inc.	7.750	01-Oct-21	603	595	
500	WPX Energy Inc.	5.250	15-Sep-24	531	543	
				45 319	46 425	0.7
TOTAL FOREIGN BONDS				55 674	58 039	0.8
TOTAL BONDS				2 378 368	2 525 737	36.6
MORTGAGE-BACKED SECURITIES						
1 964	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	1 964	2 092	
TOTAL MORTGAGE-BACKED SECURITIES				1 964	2 092	—
OTHER INVESTMENTS						
360 000	Barclays Capital High Yield Bond SPDR Fund			\$ 16 113	\$ 16 149	
				16 113	16 149	0.2
SHORT-TERM INVESTMENTS[‡]				209 420	209 420	3.0
TOTAL INVESTMENTS				5 867 794	6 890 813	100.0
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				—	4 689	0.1
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				—	(1 663)	—
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	4 309	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				—	(8 192)	(0.1)
TOTAL PORTFOLIO				\$ 5 867 794	6 889 956	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(8 995)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 6 880 961	100.0

* Illiquid security.

† Investment in related party (see note 7 in the generic notes).

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.91% to 1.23% and mature between January 2, 2015 and March 18, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
90	The S&P 500 Index Future, March 2015 Contracts at USD 2 021.85 per contract	\$ 52 551 \$ 798
405	The S&P/TSX 60 Index Future, March 2015 Contracts at CAD 803.57 per contract	65 089 3 891
		\$ 117 640 \$ 4 689

SCHEDULE A (cont.)

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
(106)	Amsterdam Index Future, January 2015 Contracts at EUR 406.75 per contract	\$ (12 407) \$ (543)
(30)	German Dax Index Future, March 2015 Contracts at EUR 9 627.50 per contract	(10 389) (228)
309	Japanese Nikkei 225 Index Future, March 2015 Contracts at JPY 17 905.00 per contract	26 247 (892)
		\$ 3 451 \$ (1 663)
TOTAL FUTURES		\$ 121 091 \$ 3 026

\$17 941 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.



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SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 2 659 Sold CAD 3 020 @ 1.1359	02-Jan-15	\$ 69
Bought CAD 181 Sold GBP 100 @ 1.8125	08-Jan-15	–
Bought CAD 455 Sold GBP 250 @ 1.8181	08-Jan-15	2
Bought CAD 6 131 Sold GBP 3 384 @ 1.8119	08-Jan-15	3
Bought CAD 850 Sold JPY 82 964 @ 0.0102	08-Jan-15	45
Bought GBP 141 Sold CAD 255 @ 1.8054	08-Jan-15	1
Bought GBP 800 Sold CAD 1 442 @ 1.8021	08-Jan-15	7
Bought USD 2 300 Sold CAD 2 625 @ 1.1415	08-Jan-15	47
Bought CAD 2 581 Sold NOK 15 811 @ 0.1633	09-Jan-15	117
Bought CAD 6 721 Sold NOK 41 164 @ 0.1633	09-Jan-15	304
Bought USD 965 Sold CAD 1 097 @ 1.1363	13-Jan-15	25
Bought CAD 473 Sold JPY 45 770 @ 0.0103	14-Jan-15	29
Bought CAD 1 625 Sold CHF 1 365 @ 1.1908	15-Jan-15	30
Bought CAD 1 648 Sold CHF 1 408 @ 1.1708	15-Jan-15	2
Bought CAD 234 Sold CHF 200 @ 1.1712	15-Jan-15	–
Bought CAD 353 Sold CHF 300 @ 1.1768	15-Jan-15	2
Bought CAD 353 Sold JPY 35 000 @ 0.0101	15-Jan-15	14
Bought CAD 376 Sold CHF 321 @ 1.1724	15-Jan-15	1
Bought CAD 446 Sold CHF 380 @ 1.1729	15-Jan-15	1
Bought CAD 543 Sold CHF 452 @ 1.2018	15-Jan-15	15
Bought CAD 668 Sold JPY 64 514 @ 0.0104	15-Jan-15	42
Bought USD 711 Sold CAD 797 @ 1.1216	15-Jan-15	29
Bought CAD 12 852 Sold GBP 7 056 @ 1.8214	16-Jan-15	73
Bought CAD 20 Sold SEK 130 @ 0.1546	16-Jan-15	1
Bought CAD 95 Sold DKK 500 @ 0.1898	16-Jan-15	–
Bought BRL 16 244 Sold CAD 6 964 @ 0.4287	20-Jan-15	104
Bought CAD 30 636 Sold USD 26 299 @ 1.1649	20-Jan-15	70
Bought USD 23 292 Sold CAD 26 715 @ 1.1470	20-Jan-15	355
Bought CAD 1 420 Sold EUR 1 000 @ 1.4196	21-Jan-15	13
Bought CAD 141 Sold EUR 100 @ 1.4137	21-Jan-15	1
Bought CAD 2 837 Sold EUR 2 008 @ 1.4131	21-Jan-15	13
Bought CAD 4 999 Sold EUR 3 464 @ 1.4432	21-Jan-15	126
Bought CAD 426 Sold EUR 300 @ 1.4189	21-Jan-15	4
Bought CAD 4 307 Sold EUR 2 973 @ 1.4489	22-Jan-15	125
Bought CAD 3 270 Sold JPY 310 000 @ 0.0106	23-Jan-15	262
Bought CAD 1 503 Sold JPY 144 056 @ 0.0104	26-Jan-15	104
Bought CAD 280 Sold JPY 27 835 @ 0.0101	26-Jan-15	10
Bought CAD 128 Sold AUD 132 @ 0.9693	27-Jan-15	3
Bought CAD 4 648 Sold JPY 441 535 @ 0.0105	27-Jan-15	362
Bought HKD 1 000 Sold CAD 148 @ 0.1481	27-Jan-15	2
Bought HKD 7 023 Sold CAD 1 038 @ 0.1478	27-Jan-15	15
Bought USD 206 Sold CAD 232 @ 1.1269	27-Jan-15	7
Bought USD 240 Sold CAD 270 @ 1.1259	27-Jan-15	9
Bought CAD 6 705 Sold EUR 4 608 @ 1.4550	28-Jan-15	221
Bought USD 2 500 Sold CAD 2 887 @ 1.1546	28-Jan-15	20
Bought CAD 1 355 Sold EUR 946 @ 1.4321	29-Jan-15	24
Bought CAD 593 Sold DKK 3 100 @ 0.1914	29-Jan-15	8
Bought CAD 1 406 Sold AUD 1 429 @ 0.9836	03-Feb-15	52
Bought CAD 451 Sold AUD 459 @ 0.9826	03-Feb-15	16
Bought CAD 512 Sold AUD 520 @ 0.9837	03-Feb-15	19
Bought CAD 132 Sold SEK 850 @ 0.1548	04-Feb-15	5
Bought CAD 45 Sold SEK 294 @ 0.1531	04-Feb-15	1
Bought CAD 795 Sold SEK 5 134 @ 0.1548	04-Feb-15	29
Bought CAD 3 787 Sold JPY 381 300 @ 0.0099	05-Feb-15	85
Bought USD 3 590 Sold CAD 4 168 @ 1.1610	05-Feb-15	6

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 540 Sold CAD 616 @ 1.1410	05-Feb-15	\$ 12
Bought USD 118 Sold CAD 134 @ 1.1315	06-Feb-15	4
Bought CAD 607 Sold DKK 3 172 @ 0.1915	09-Feb-15	8
Bought USD 1 065 Sold CAD 1 221 @ 1.1467	09-Feb-15	17
Bought CAD 1 063 Sold EUR 743 @ 1.4300	10-Feb-15	17
Bought CAD 110 Sold EUR 77 @ 1.4310	10-Feb-15	2
Bought CAD 404 Sold EUR 285 @ 1.4169	10-Feb-15	3
Bought CAD 1 235 Sold EUR 865 @ 1.4272	11-Feb-15	17
Bought CAD 12 126 Sold EUR 8 554 @ 1.4176	11-Feb-15	85
Bought CAD 333 Sold DKK 1 750 @ 0.1905	11-Feb-15	3
Bought CAD 9 612 Sold EUR 6 710 @ 1.4325	12-Feb-15	166
Bought CAD 1 277 Sold AUD 1 320 @ 0.9674	13-Feb-15	28
Bought CAD 5 517 Sold JPY 561 892 @ 0.0098	13-Feb-15	60
Bought CAD 642 Sold USD 552 @ 1.1637	17-Feb-15	–
Bought CAD 1 075 Sold CHF 916 @ 1.1737	18-Feb-15	3
Bought CAD 1 140 Sold AUD 1 188 @ 0.9594	19-Feb-15	16
Bought CAD 263 Sold AUD 270 @ 0.9741	19-Feb-15	8
Bought CAD 495 Sold DKK 2 600 @ 0.1904	19-Feb-15	3
Bought NOK 13 360 Sold CAD 2 055 @ 0.1538	19-Feb-15	27
Bought CAD 152 Sold DKK 800 @ 0.1906	20-Feb-15	1
Bought CAD 230 Sold DKK 1 200 @ 0.1917	20-Feb-15	3
Bought CAD 639 Sold DKK 3 333 @ 0.1917	20-Feb-15	9
Bought USD 369 Sold CAD 423 @ 1.1456	20-Feb-15	6
Bought CAD 209 Sold NOK 1 250 @ 0.1669	23-Feb-15	14
Bought CAD 227 Sold NOK 1 360 @ 0.1669	23-Feb-15	15
Bought CAD 25 Sold NOK 150 @ 0.1669	23-Feb-15	2
Bought CAD 72 Sold NOK 460 @ 0.1560	23-Feb-15	–
Bought CAD 147 Sold JPY 15 000 @ 0.0098	25-Feb-15	1
Bought CAD 5 195 Sold CHF 4 426 @ 1.1738	25-Feb-15	12
Bought CAD 546 Sold EUR 375 @ 1.4568	25-Feb-15	18
Bought CAD 974 Sold JPY 100 000 @ 0.0097	25-Feb-15	3
Bought CAD 365 Sold SEK 2 400 @ 0.1520	26-Feb-15	7
Bought CAD 422 Sold SEK 2 776 @ 0.1520	26-Feb-15	8
Bought CAD 812 Sold DKK 4 260 @ 0.1907	27-Feb-15	7
Bought USD 120 Sold CAD 137 @ 1.1393	27-Feb-15	3
Bought USD 3 126 Sold CAD 3 519 @ 1.1258	27-Feb-15	117
Bought CAD 519 Sold AUD 541 @ 0.9585	02-Mar-15	7
Bought CAD 657 Sold AUD 685 @ 0.9586	02-Mar-15	9
Bought CAD 96 Sold AUD 100 @ 0.9594	02-Mar-15	1
Bought CAD 10 222 Sold USD 8 766 @ 1.1661	03-Mar-15	24
Bought JPY 722 333 Sold CAD 6 935 @ 0.0096	03-Mar-15	84
Bought USD 2 642 Sold CAD 3 018 @ 1.1424	03-Mar-15	55
Bought USD 3 950 Sold CAD 4 525 @ 1.1457	03-Mar-15	70
Bought USD 420 Sold CAD 486 @ 1.1568	03-Mar-15	3
Bought USD 440 Sold CAD 502 @ 1.1420	03-Mar-15	9
Bought MXN 86 119 Sold CAD 6 736 @ 0.0782	04-Mar-15	27
Bought CAD 195 Sold SEK 1 300 @ 0.1499	06-Mar-15	1
Bought CAD 897 Sold SEK 5 970 @ 0.1503	06-Mar-15	6
Bought CAD 106 Sold NOK 675 @ 0.1570	13-Mar-15	1
Bought CAD 152 Sold NOK 973 @ 0.1565	13-Mar-15	1
Bought CAD 9 830 Sold USD 8 422 @ 1.1672	17-Mar-15	28
Bought BRL 15 786 Sold CAD 6 544 @ 0.4145	18-Mar-15	223
Bought CAD 1 569 Sold JPY 157 965 @ 0.0099	18-Mar-15	33
Bought CAD 236 Sold NOK 1 500 @ 0.1573	18-Mar-15	2
Bought CAD 311 Sold NOK 1 984 @ 0.1569	18-Mar-15	2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 353 Sold NOK 2 250 @ 0.1567	18-Mar-15	\$ 2
Bought CAD 47 Sold NOK 300 @ 0.1560	18-Mar-15	–
Bought CAD 898 Sold NOK 5 750 @ 0.1562	18-Mar-15	3
Bought CAD 6 292 Sold EUR 4 423 @ 1.4225	19-Mar-15	59
Bought CAD 45 Sold SEK 300 @ 0.1504	20-Mar-15	–
Bought CAD 6 489 Sold GBP 3 571 @ 1.8172	20-Mar-15	16
Bought CAD 2 492 Sold USD 2 140 @ 1.1645	26-Mar-15	1
Bought CAD 386 Sold USD 331 @ 1.1652	26-Mar-15	–
Bought CAD 1 166 Sold USD 1 000 @ 1.1658	30-Mar-15	2
Bought CAD 498 Sold USD 427 @ 1.1664	30-Mar-15	1
Bought CAD 1 826 Sold USD 1 565 @ 1.1665	07-Apr-15	4
		\$ 4 309

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 070 Sold USD 2 659 @ 1.1545	02-Jan-15	\$ (19)
Bought CAD 734 Sold USD 633 @ 1.1599	05-Jan-15	(1)
Bought CAD 11 720 Sold USD 10 465 @ 1.1199	08-Jan-15	(439)
Bought CAD 147 Sold GBP 82 @ 1.7954	08-Jan-15	(1)
Bought NOK 15 811 Sold CAD 2 678 @ 0.1694	09-Jan-15	(214)
Bought NOK 41 164 Sold CAD 6 973 @ 0.1694	09-Jan-15	(556)
Bought CAD 14 830 Sold USD 13 207 @ 1.1229	12-Jan-15	(517)
Bought USD 1 300 Sold CAD 1 512 @ 1.1633	12-Jan-15	(2)
Bought CAD 13 231 Sold USD 11 625 @ 1.1381	13-Jan-15	(278)
Bought CAD 751 Sold USD 660 @ 1.1381	13-Jan-15	(16)
Bought CAD 1 184 Sold USD 1 060 @ 1.1174	14-Jan-15	(47)
Bought CAD 14 480 Sold USD 12 856 @ 1.1264	16-Jan-15	(460)
Bought CAD 3 425 Sold USD 3 065 @ 1.1175	16-Jan-15	(137)
Bought CAD 2 836 Sold USD 2 500 @ 1.1344	20-Jan-15	(70)
Bought CAD 338 Sold USD 300 @ 1.1252	20-Jan-15	(11)
Bought CAD 341 Sold USD 295 @ 1.1544	20-Jan-15	(2)
Bought CAD 571 Sold USD 500 @ 1.1418	20-Jan-15	(10)
Bought EUR 89 Sold CAD 125 @ 1.4073	21-Jan-15	(1)
Bought CAD 1 114 Sold USD 983 @ 1.1333	22-Jan-15	(29)
Bought CAD 283 Sold USD 250 @ 1.1334	22-Jan-15	(7)
Bought CAD 1 236 Sold JPY 130 000 @ 0.0095	23-Jan-15	(25)
Bought CAD 1 715 Sold USD 1 500 @ 1.1435	23-Jan-15	(28)
Bought CAD 10 405 Sold USD 9 247 @ 1.1253	23-Jan-15	(343)
Bought CAD 354 Sold GBP 200 @ 1.7701	26-Jan-15	(8)
Bought JPY 150 000 Sold CAD 1 490 @ 0.0099	26-Jan-15	(34)
Bought CAD 1 285 Sold HKD 8 850 @ 0.1452	27-Jan-15	(41)
Bought CAD 109 Sold HKD 750 @ 0.1458	27-Jan-15	(3)
Bought CAD 117 Sold HKD 800 @ 0.1456	27-Jan-15	(3)
Bought CAD 192 Sold HKD 1 306 @ 0.1470	27-Jan-15	(4)
Bought CAD 195 Sold HKD 1 324 @ 0.1473	27-Jan-15	(3)
Bought CAD 251 Sold HKD 1 700 @ 0.1475	27-Jan-15	(4)
Bought CAD 396 Sold HKD 2 717 @ 0.1458	27-Jan-15	(11)
Bought CAD 836 Sold USD 720 @ 1.1607	27-Jan-15	(1)
Bought CAD 1 121 Sold USD 1 000 @ 1.1207	28-Jan-15	(42)
Bought CAD 424 Sold USD 377 @ 1.1241	28-Jan-15	(14)
Bought CAD 336 Sold JPY 35 000 @ 0.0096	29-Jan-15	(4)
Bought CAD 16 528 Sold USD 14 591 @ 1.1328	30-Jan-15	(435)
Bought CAD 2 265 Sold USD 2 000 @ 1.1325	30-Jan-15	(60)
Bought CAD 106 Sold GBP 59 @ 1.7933	02-Feb-15	(1)
Bought CAD 3 497 Sold GBP 1 957 @ 1.7871	02-Feb-15	(48)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 54 Sold GBP 30 @ 1.7853	02-Feb-15	\$ (1)
Bought AUD 100 Sold CAD 95 @ 0.9516	03-Feb-15	(1)
Bought CAD 6 014 Sold USD 5 276 @ 1.1399	03-Feb-15	(120)
Bought MXN 48 807 Sold CAD 3 951 @ 0.0810	03-Feb-15	(113)
Bought CAD 573 Sold USD 500 @ 1.1456	04-Feb-15	(9)
Bought MYR 6 293 Sold CAD 2 086 @ 0.3315	04-Feb-15	(3)
Bought CAD 1 139 Sold USD 980 @ 1.1622	05-Feb-15	(1)
Bought CAD 16 794 Sold USD 14 734 @ 1.1398	05-Feb-15	(337)
Bought CAD 88 Sold USD 76 @ 1.1610	05-Feb-15	(1)
Bought USD 1 000 Sold CAD 1 168 @ 1.1684	05-Feb-15	(6)
Bought CAD 1 402 Sold USD 1 240 @ 1.1309	06-Feb-15	(39)
Bought CAD 10 728 Sold USD 9 490 @ 1.1305	06-Feb-15	(306)
Bought CAD 458 Sold USD 400 @ 1.1450	06-Feb-15	(7)
Bought USD 200 Sold CAD 233 @ 1.1645	06-Feb-15	(1)
Bought CAD 1 763 Sold USD 1 565 @ 1.1268	09-Feb-15	(56)
Bought CAD 1 486 Sold USD 1 300 @ 1.1430	10-Feb-15	(26)
Bought CAD 6 511 Sold USD 5 730 @ 1.1364	10-Feb-15	(152)
Bought CAD 131 Sold DKK 700 @ 0.1875	11-Feb-15	(1)
Bought CAD 14 532 Sold USD 12 806 @ 1.1348	11-Feb-15	(359)
Bought CAD 183 Sold USD 161 @ 1.1370	11-Feb-15	(4)
Bought CAD 188 Sold USD 165 @ 1.1393	11-Feb-15	(4)
Bought CAD 980 Sold USD 860 @ 1.1393	11-Feb-15	(20)
Bought EUR 200 Sold CAD 283 @ 1.4142	11-Feb-15	(1)
Bought CAD 1 161 Sold USD 1 030 @ 1.1273	12-Feb-15	(37)
Bought CAD 11 978 Sold USD 10 675 @ 1.1221	12-Feb-15	(436)
Bought CAD 2 322 Sold USD 2 060 @ 1.1273	12-Feb-15	(73)
Bought CAD 564 Sold USD 495 @ 1.1389	12-Feb-15	(12)
Bought CAD 6 836 Sold USD 6 000 @ 1.1393	12-Feb-15	(141)
Bought CAD 683 Sold USD 600 @ 1.1389	12-Feb-15	(14)
Bought AUD 100 Sold CAD 95 @ 0.9510	13-Feb-15	(1)
Bought CAD 1 452 Sold USD 1 300 @ 1.1172	13-Feb-15	(58)
Bought CAD 544 Sold USD 480 @ 1.1336	17-Feb-15	(14)
Bought NOK 600 Sold CAD 95 @ 0.1578	17-Feb-15	(1)
Bought CAD 1 650 Sold GBP 930 @ 1.7747	18-Feb-15	(35)
Bought CAD 441 Sold DKK 2 350 @ 0.1876	19-Feb-15	(3)
Bought NOK 713 Sold CAD 112 @ 0.1573	19-Feb-15	(1)
Bought CAD 2 070 Sold DKK 11 030 @ 0.1876	20-Feb-15	(16)
Bought CAD 4 790 Sold JPY 500 069 @ 0.0096	20-Feb-15	(67)
Bought CAD 700 Sold USD 615 @ 1.1387	20-Feb-15	(15)
Bought CAD 9 809 Sold USD 8 679 @ 1.1302	20-Feb-15	(285)
Bought CAD 2 633 Sold USD 2 325 @ 1.1326	23-Feb-15	(71)
Bought NOK 1 150 Sold CAD 185 @ 0.1607	23-Feb-15	(6)
Bought CAD 915 Sold EUR 650 @ 1.4071	24-Feb-15	(1)
Bought CAD 13 814 Sold USD 12 217 @ 1.1307	25-Feb-15	(397)
Bought CAD 2 709 Sold USD 2 400 @ 1.1286	25-Feb-15	(83)
Bought CAD 390 Sold JPY 40 300 @ 0.0097	25-Feb-15	(2)
Bought CAD 2 429 Sold USD 2 100 @ 1.1566	26-Feb-15	(14)
Bought CAD 6 799 Sold USD 5 855 @ 1.1612	26-Feb-15	(12)
Bought CAD 8 006 Sold GBP 4 483 @ 1.7859	26-Feb-15	(118)
Bought CAD 1 352 Sold USD 1 200 @ 1.1268	02-Mar-15	(44)
Bought CAD 1 903 Sold GBP 1 065 @ 1.7865	02-Mar-15	(27)
Bought CAD 188 Sold AUD 200 @ 0.9385	02-Mar-15	(1)
Bought CAD 327 Sold JPY 34 000 @ 0.0096	02-Mar-15	(4)
Bought CAD 1 924 Sold JPY 200 000 @ 0.0096	03-Mar-15	(20)
Bought CAD 2 979 Sold GBP 1 667 @ 1.7871	03-Mar-15	(42)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 186 Sold HKD 21 692 @ 0.1469	03-Mar-15	\$ (68)
Bought CAD 321 Sold GBP 179 @ 1.7938	03-Mar-15	(3)
Bought CAD 6 994 Sold JPY 722 333 @ 0.0097	03-Mar-15	(25)
Bought CAD 213 Sold HKD 1 450 @ 0.1471	04-Mar-15	(4)
Bought CAD 79 Sold HKD 535 @ 0.1469	04-Mar-15	(2)
Bought DKK 1 500 Sold CAD 294 @ 0.1957	04-Mar-15	(10)
Bought CAD 1 483 Sold USD 1 300 @ 1.1407	05-Mar-15	(29)
Bought CAD 2 024 Sold JPY 211 000 @ 0.0096	05-Mar-15	(26)
Bought CAD 2 612 Sold EUR 1 862 @ 1.4028	09-Mar-15	(11)
Bought CAD 622 Sold GBP 346 @ 1.7965	09-Mar-15	(6)
Bought CAD 17 474 Sold USD 15 259 @ 1.1452	12-Mar-15	(281)
Bought CAD 7 188 Sold USD 6 200 @ 1.1594	16-Mar-15	(26)
Bought CAD 409 Sold USD 356 @ 1.1496	20-Mar-15	(5)
Bought MXN 34 696 Sold CAD 2 750 @ 0.0793	24-Mar-15	(27)
Bought CAD 5 503 Sold USD 4 775 @ 1.1525	25-Mar-15	(54)
Bought CAD 10 144 Sold USD 8 773 @ 1.1563	27-Mar-15	(67)
		<u>\$ (8 192)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (3 883)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 6 890 813	\$ 6 979 142	\$ 7 094 519
Cash	1 445	275	4 274
Due from investment dealers	736	24 958	11 058
Subscriptions receivable	1 453	1 722	2 872
Unrealized gain on futures contracts	4 689	7	–
Futures contracts margin receivable	–	3 515	–
Unrealized gain on foreign exchange contracts	4 309	2 676	3 492
Dividends receivable, interest accrued and other assets	22 465	22 589	27 763
TOTAL ASSETS	6 925 910	7 034 884	7 143 978
LIABILITIES			
Due to investment dealers	15 202	14 376	16 088
Redemptions payable	2 985	3 700	4 860
Unrealized loss on futures contracts	1 663	3 700	172
Futures contracts margin payable	3 164	–	287
Unrealized loss on foreign exchange contracts	8 192	6 961	3 579
Accounts payable and accrued expenses	13 743	13 395	13 598
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	44 949	42 132	38 584
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 6 880 961	\$ 6 992 752	\$ 7 105 394
Investments at cost	\$ 5 867 794	\$ 6 115 407	\$ 6 437 657
NAV			
SERIES A	\$ 6 459 792	\$ 6 610 493	\$ 6 752 841
ADVISOR SERIES	\$ 19 550	\$ 21 017	\$ 20 696
SERIES T5	\$ 336	\$ 192	\$ 7
SERIES T8	\$ 2 424	\$ 1 902	\$ 2 199
SERIES D	\$ 109 532	\$ 96 600	\$ 90 051
SERIES F	\$ 22 710	\$ 18 588	\$ 16 114
SERIES I	\$ 219 561	\$ 201 591	\$ 184 478
SERIES O	\$ 47 056	\$ 42 369	\$ 39 008
NAV PER UNIT			
SERIES A	\$ 13.46	\$ 12.90	\$ 12.33
ADVISOR SERIES	\$ 13.60	\$ 13.02	\$ 12.44
SERIES T5	\$ 12.93	\$ 12.47	\$ 12.35
SERIES T8	\$ 9.10	\$ 9.05	\$ 8.98
SERIES D	\$ 13.99	\$ 13.40	\$ 12.81
SERIES F	\$ 14.78	\$ 14.15	\$ 13.51
SERIES I	\$ 15.31	\$ 14.66	\$ 14.00
SERIES O	\$ 14.91	\$ 14.29	\$ 13.65

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 87 293	\$ 99 708
Interest for distribution purposes	93 197	94 765
Net gain (loss) from futures contracts	19 784	(19 174)
Other income (loss)	830	401
Other income received from underlying funds	9 664	7 040
Securities lending revenue (see note 6 in the generic notes)	837	1 141
Capital gains received from underlying funds	17 911	4 577
Net realized gain (loss) on investments	380 696	403 339
Net gain (loss) on foreign currencies and other net assets	(13 376)	(10 550)
Change in unrealized gain (loss) on investments	159 686	202 675
TOTAL INCOME (LOSS)	756 522	783 922
EXPENSES (see notes – Fund Specific Information)		
Management fees	133 809	135 026
Administration fees	6 752	9 461
Board of Governors costs	3	3
GST/HST	14 166	14 956
Transaction costs	4 975	6 707
Withholding tax	3 333	3 515
TOTAL EXPENSES	163 038	169 668
INCREASE (DECREASE) IN NAV	\$ 593 484	\$ 614 254
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 553 519	\$ 576 773
ADVISOR SERIES	\$ 1 725	\$ 1 839
SERIES T5	\$ 25	\$ 13
SERIES T8	\$ 191	\$ 186
SERIES D	\$ 9 552	\$ 8 892
SERIES F	\$ 2 043	\$ 1 716
SERIES I	\$ 21 672	\$ 20 387
SERIES O	\$ 4 757	\$ 4 448
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 1.15	\$ 1.12
ADVISOR SERIES	\$ 1.15	\$ 1.13
SERIES T5	\$ 1.10	\$ 1.11
SERIES T8	\$ 0.78	\$ 0.79
SERIES D	\$ 1.30	\$ 1.27
SERIES F	\$ 1.43	\$ 1.40
SERIES I	\$ 1.61	\$ 1.57
SERIES O	\$ 1.63	\$ 1.59

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 593 484	\$ 614 254
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(379 378)	(403 277)
Change in unrealized loss (gain) on investments	(159 686)	(202 675)
(Increase) decrease in accrued receivables	19 664	(8 733)
Increase (decrease) in accrued payables	(863)	1 613
Cost of investments purchased	(6 387 209)	(7 341 014)
Proceeds on sales of investments	7 014 200	8 066 541
NET CASH PROVIDED BY OPERATING ACTIVITIES	700 212	726 709
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	421 307	455 626
Cash paid on redemption of redeemable units	(1 124 750)	(1 180 339)
Distributions paid to holders of redeemable units	(2 278)	(2 193)
NET CASH USED IN FINANCING ACTIVITIES	\$ (705 721)	\$ (726 906)
Net increase (decrease) in cash for the year	(5 509)	(197)
Cash (bank overdraft), beginning of period	3 790	3 987
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (1 719)	\$ 3 790
Interest received	\$ 93 957	\$ 97 761
Dividends received, net of withholding taxes	\$ 85 353	\$ 98 772

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 610 493	\$ 6 752 841	\$ 21 017	\$ 20 696	\$ 192	\$ 7	\$ 1 902	\$ 2 199
INCREASE (DECREASE) IN NAV	553 519	576 773	1 725	1 839	25	13	191	186
Early redemption fees	6	5	—	—	—	—	—	—
Proceeds from redeemable units issued	373 657	419 123	2 800	3 644	313	284	836	408
Reinvestments of distributions to holders of redeemable units	260 132	266 838	685	712	14	10	31	21
Redemption of redeemable units	(1 076 200)	(1 136 558)	(5 888)	(5 021)	(190)	(110)	(356)	(735)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(442 405)	(450 592)	(2 403)	(665)	137	184	511	(306)
Distributions from net income	(29 575)	(9 853)	(87)	(31)	(2)	—	(12)	(43)
Distributions from net gains	(232 240)	(258 676)	(702)	(822)	(12)	(12)	(87)	(40)
Distributions from capital	—	—	—	—	(4)	—	(81)	(94)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(261 815)	(268 529)	(789)	(853)	(18)	(12)	(180)	(177)
NET INCREASE (DECREASE) IN NAV	(150 701)	(142 348)	(1 467)	321	144	185	522	(297)
NAV AT END OF PERIOD	\$ 6 459 792	\$ 6 610 493	\$ 19 550	\$ 21 017	\$ 336	\$ 192	\$ 2 424	\$ 1 902

For the periods ended December 31 (see note 2 in the generic notes)	Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 96 600	\$ 90 051	\$ 18 588	\$ 16 114	\$ 201 591	\$ 184 478
INCREASE (DECREASE) IN NAV	9 552	8 892	2 043	1 716	21 672	20 387
Early redemption fees	1	—	—	—	—	—
Proceeds from redeemable units issued	20 546	10 567	6 938	4 562	11 460	11 735
Reinvestments of distributions to holders of redeemable units	5 186	4 651	927	819	12 784	11 695
Redemption of redeemable units	(17 092)	(12 839)	(4 634)	(3 672)	(15 161)	(15 009)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	8 641	2 379	3 231	1 709	9 083	8 421
Distributions from net income	(1 354)	(958)	(335)	(223)	(4 970)	(3 941)
Distributions from net gains	(3 907)	(3 764)	(817)	(728)	(7 815)	(7 754)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(5 261)	(4 722)	(1 152)	(951)	(12 785)	(11 695)
NET INCREASE (DECREASE) IN NAV	12 932	6 549	4 122	2 474	17 970	17 113
NAV AT END OF PERIOD	\$ 109 532	\$ 96 600	\$ 22 710	\$ 18 588	\$ 219 561	\$ 201 591

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series 0		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 42 369	\$ 39 008	\$ 6 992 752	\$ 7 105 394
INCREASE (DECREASE) IN NAV	4 757	4 448	593 484	614 254
Early redemption fees	–	–	7	5
Proceeds from redeemable units issued	4 488	4 153	421 038	454 476
Reinvestments of distributions to holders of redeemable units	2 878	2 627	282 637	287 373
Redemption of redeemable units	(4 521)	(5 240)	(1 124 042)	(1 179 184)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 845	1 540	(420 360)	(437 330)
Distributions from net income	(1 224)	(978)	(37 559)	(16 027)
Distributions from net gains	(1 691)	(1 649)	(247 271)	(273 445)
Distributions from capital	–	–	(85)	(94)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 915)	(2 627)	(284 915)	(289 566)
NET INCREASE (DECREASE) IN NAV	4 687	3 361	(111 791)	(112 642)
NAV AT END OF PERIOD	\$ 47 056	\$ 42 369	\$ 6 880 961	\$ 6 992 752

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide capital growth and modest income by investing in a mix of Canadian stocks and fixed-income securities.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.1%) of the net assets of the Fund.

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 36.9% (December 31, 2013 – 37.5%, January 1, 2013 – 34.6%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	24.8	29.3	28.3
AA	36.4	36.4	37.5
A	29.5	27.9	27.9
BBB	6.6	6.4	6.3
BB	1.1	–	–
B	1.0	–	–
Unrated	0.6	–	–
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Canadian Bonds	35.8	37.2	34.3
Canadian Equities	33.1	33.1	35.1
United States Equities	11.3	10.8	11.9
International Equities	8.5	7.8	13.8
Investment Funds	7.5	–	–
Foreign Bonds	0.8	0.2	0.2
Mortgages	–	0.1	0.1
Cash/Other	3.0	10.8	4.6

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.6% (December 31, 2013 – 37.5%, January 1, 2013 – 34.6%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

	December 31 2014	December 31 2013	January 1 2013
Term to maturity			
Less than 1 year	2.9	2.1	2.5
1 – 5 years	36.8	44.3	44.7
5 – 10 years	29.5	25.8	23.8
> 10 years	30.8	27.8	29.0
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.7% (December 31, 2013 – 2.7%, January 1, 2013 – 2.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	8.9	8.9	9.7
Euro	1.9	1.3	2.0
Pound sterling	1.2	1.7	1.6
Japanese yen	1.1	1.2	1.0
Swiss franc	0.5	–	–
Other currencies	1.5	1.9	2.1
Total	15.1	15.0	16.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.5	+ or - 0.5	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	3 072 294	564 812	2 400	3 639 506
Mutual fund units	514 058	–	–	514 058
Fixed-income				
and debt securities	–	2 527 829	–	2 527 829
Short-term investments	–	209 420	–	209 420
Derivatives – assets	4 689	4 309	–	8 998
Derivatives – liabilities	(1 663)	(8 192)	–	(9 855)
Total financial instruments	3 589 378	3 298 178	2 400	6 889 956
% of total portfolio	52.1	47.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 078 790	536 008	4 425	3 619 223
Mutual fund units	575 022	–	–	575 022
Fixed-income				
and debt securities	–	2 615 725	–	2 615 725
Short-term investments	–	169 172	–	169 172
Derivatives – assets	–	2 676	–	2 676
Derivatives – liabilities	(3 693)	(6 961)	–	(10 654)
Total financial instruments	3 650 119	3 316 620	4 425	6 971 164
% of total portfolio	52.3	47.6	0.1	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	3 351 790	633 146	5 938	3 990 874
Mutual fund units	448 022	–	–	448 022
Fixed-income				
and debt securities	–	2 451 279	–	2 451 279
Short-term investments	–	204 344	–	204 344
Derivatives – assets	–	3 492	–	3 492
Derivatives – liabilities	(172)	(3 579)	–	(3 751)
Total financial instruments	3 799 640	3 288 682	5 938	7 094 260
% of total portfolio	53.5	46.4	0.1	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	4 425	5 938	10 375
Net purchases	–	–	970
Net transfers in (out)	–	–	(2 718)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	(2 025)	(1 513)	(2 689)
Balance at end of period	2 400	4 425	5 938

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.0%).

Please see the generic notes at the back of the financial statements.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series T5	2.00%
Series T8	2.00%
Series D	1.25%
Series F	1.00%
Series I	0.35%

Subsequent event

Effective January 1, 2015, the management fees for Series A, Advisor Series, Series T5 and Series T8 units have been reduced to 1.85% from 2.00%; for Series D units have been reduced to 1.10% from 1.25%; and for Series F units have been reduced to 0.85% from 1.00%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.10% from 0.14%.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	47	44
Series O	529	496
Value of all units	8	8

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	1.9	31.1	2.7	35.6
RBC U.S. Mid-Cap Equity Fund	0.5	2.9	0.5	3.5
RBC U.S. Mid-Cap Value Equity Fund	0.5	13.6	0.5	16.5
RBC U.S. Small-Cap Core Equity Fund	0.1	5.9	0.2	9.2
RBC Emerging Markets Dividend Fund	0.3	6.9	0.3	18.5
RBC Emerging Markets Equity Fund	3.9	14.3	3.9	17.7
RBC Emerging Markets Small-Cap Equity Fund	0.3	10.4	0.3	28.1

	January 1, 2013	
	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	0.3	3.0
RBC U.S. Mid-Cap Value Equity Fund	0.5	22.2
RBC U.S. Small-Cap Core Equity Fund	0.1	21.9
RBC Emerging Markets Equity Fund	5.4	26.1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	512 529	547 826
Issued number of units	27 669	32 894
Reinvested number of units	19 364	20 852
Redeemed number of units	(79 781)	(89 043)
Ending number of units	479 781	512 529
Advisor Series		
Opening units	1 614	1 664
Issued number of units	205	283
Reinvested number of units	51	55
Redeemed number of units	(433)	(388)
Ending number of units	1 437	1 614
Series T5		
Opening units	15	1
Issued number of units	25	22
Reinvested number of units	1	1
Redeemed number of units	(15)	(9)
Ending number of units	26	15
Series T8		
Opening units	210	245
Issued number of units	92	45
Reinvested number of units	3	2
Redeemed number of units	(39)	(82)
Ending number of units	266	210
Series D		
Opening units	7 210	7 031
Issued number of units	1 457	791
Reinvested number of units	370	350
Redeemed number of units	(1 209)	(962)
Ending number of units	7 828	7 210
Series F		
Opening units	1 314	1 193
Issued number of units	471	322
Reinvested number of units	63	58
Redeemed number of units	(311)	(259)
Ending number of units	1 537	1 314
Series I		
Opening units	13 750	13 175
Issued number of units	738	799
Reinvested number of units	832	804
Redeemed number of units	(980)	(1 028)
Ending number of units	14 340	13 750

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	2 964	2 858
Issued number of units	300	288
Reinvested number of units	192	185
Redeemed number of units	(300)	(367)
Ending number of units	3 156	2 964

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	4 975	100	6 707	100
Related-party brokerage commissions*	337	7	567	8
Commission arrangements†	171	3	371	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	591 270	738 206
Fair value of collateral received	603 121	752 971

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	6 989 731	7 098 052
Revaluation of investments at FVTPL	3 021	7 342
Net assets attributable to holders of redeemable units	6 992 752	7 105 394
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		618 575
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(4 321)
Increase (decrease) in net assets attributable to holders of redeemable units		614 254

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL BALANCED FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
11 800	Dollarama Inc.	\$ 339	\$ 701	
14 700	Gildan Activewear Inc., Class A	833	966	
19 700	Linamar Corp.	687	1 398	
20 200	Magna International Inc., Class A	702	2 543	
31 900	Quebecor Inc., Class B	786	1 019	
50 600	Shaw Communications Inc., Class B	967	1 586	
41 500	Thomson Corp.	1 328	1 945	
		5 642	10 158	1.3
Consumer Staples				
49 100	Alimentation Couche-Tard Inc.	589	2 391	
35 705	Loblaw Companies Ltd.	1 475	2 220	
10 200	Metro Inc., Class A	369	952	
		2 433	5 563	0.7
Energy				
54 700	ARC Resources Ltd.	1 388	1 376	
38 900	Cameco Corp.	867	741	
115 640	Canadian Natural Resources Ltd.	2 476	4 154	
94 700	Cenovus Energy Inc.	2 784	2 270	
50 700	Crescent Point Energy Corp.	2 200	1 364	
63 900	Enbridge Inc.	1 605	3 817	
79 423	Encana Corp.	2 290	1 284	
48 700	Husky Energy Inc.	1 495	1 339	
33 500	Pembina Pipeline Corp.	1 145	1 418	
23 200	PrairieSky Royalty Ltd.	834	710	
148 800	Suncor Energy Inc.	5 376	5 491	
56 700	TransCanada Corp.	2 339	3 238	
		24 799	27 202	3.5
Financials				
50 900	Bank of Montreal	2 228	4 183	
99 036	Bank of Nova Scotia	3 456	6 567	
73 400	Brookfield Asset Management Inc., Class A	1 405	4 273	
60 800	Brookfield Property Partners LP	899	1 608	
32 050	Canadian Imperial Bank of Commerce	1 982	3 200	
35 938	Canadian Real Estate Investment Trust	851	1 646	
32 700	CI Financial Corp.	800	1 056	
61 910	Element Financial Corp.	841	875	
2 300	Fairfax Financial Holdings Ltd.	837	1 400	
8 700	Industrial Alliance Insurance & Financial Services Inc.	395	387	
18 250	Intact Financial Corp.	1 199	1 530	
188 130	Manulife Financial Corporation	3 244	4 173	
15 900	Onex Corporation	540	1 073	
79 400	Power Corporation of Canada	2 125	2 522	
121 400	Royal Bank of Canada*	4 432	9 741	
39 000	Sun Life Financial Inc.	862	1 635	
146 500	Toronto-Dominion Bank	3 723	8 132	
		29 819	54 001	7.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
22 100	Catamaran Corp.	\$ 1 038	\$ 1 329	
17 000	Valeant Pharmaceuticals International Inc.	998	2 828	
		2 036	4 157	0.5
Industrials				
33 900	Air Canada	245	402	
115 100	Bombardier Inc., Class B	800	478	
65 000	Canadian National Railway Co.	1 395	5 201	
11 400	Canadian Pacific Railway Ltd.	2 520	2 551	
23 600	Finning International Inc.	501	595	
30 300	Progressive Waste Solutions Ltd.	734	1 058	
25 200	Russel Metals Inc.	636	653	
36 000	WestJet Airlines Ltd.	883	1 201	
		7 714	12 139	1.6
Information Technology				
2 900	Avigilon Corp.	65	56	
54 400	Blackberry Ltd.	478	693	
41 200	CGI Group Inc., Class A	1 042	1 825	
17 700	Open Text Corp.	412	1 197	
91 600	Redknee Solutions Inc.	542	343	
		2 539	4 114	0.5
Materials				
27 880	Agnico Eagle Mines Ltd.	851	806	
14 400	Agrium Inc.	1 069	1 584	
329 200	B2Gold Corp.	1 188	625	
93 500	Barrick Gold Corp.	2 958	1 171	
183 500	Eldorado Gold Corp.	1 668	1 299	
80 214	First Quantum Minerals Ltd.	1 662	1 324	
66 500	Goldcorp Inc.	2 538	1 430	
78 700	Potash Corporation of Saskatchewan Inc.	1 959	3 232	
39 500	Silver Wheaton Corp.	1 279	933	
45 900	Teck Resources Ltd., Class B	1 700	729	
		16 872	13 133	1.7
Telecommunication Services				
37 109	BCE Inc.	1 650	1 977	
41 214	Rogers Communications Inc., Class B	1 488	1 862	
61 800	TELUS Corp.	1 445	2 589	
		4 583	6 428	0.8
Utilities				
16 000	Atco Ltd., Class I, Non-Voting	638	763	
22 900	Canadian Utilities Ltd., Class A	873	937	
27 000	Capital Power Corp.	684	702	
		2 195	2 402	0.3
TOTAL CANADIAN EQUITIES		98 632	139 297	17.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
3 600	Advance Auto Parts Inc.	\$ 660	\$ 666	
7 200	Bed Bath & Beyond Inc.	542	637	
16 800	Best Buy Co. Inc.	626	761	
22 200	Comcast Corp., Class A	1 339	1 496	
7 700	DeVry Inc.	425	425	
8 800	Dollar Tree Inc.	606	720	
7 000	Expedia Inc.	660	694	
3 800	Fossil Group Inc.	478	489	
12 299	Home Depot Inc.	1 009	1 500	
5 900	Jarden Corp.	316	328	
5 500	L Brands Inc.	378	553	
20 200	Lennar Corp.	978	1 052	
14 100	Macy's Inc.	987	1 077	
4 600	Mohawk Industries Inc.	778	830	
5 500	Nike Inc.	488	614	
10 300	Nordstrom Inc.	798	950	
5 400	Ross Stores Inc.	539	591	
8 900	Starbucks Corp.	853	848	
9 100	Target Corporation	675	803	
5 900	Time Warner Inc.	528	585	
13 900	TJX Companies Inc.	946	1 108	
4 800	Ulta Salon, Cosmetics & Fragrance, Inc.	679	713	
13 700	V.F. Corporation	1 005	1 192	
4 500	Viacom Inc.	397	393	
		16 690	19 025	2.5
Consumer Staples				
26 200	Altria Group Inc.	1 204	1 500	
21 400	Archer Daniels Midland Co.	1 030	1 293	
10 400	Costco Wholesale Corp.	1 455	1 713	
18 500	CVS Health Corp.	1 473	2 070	
4 200	Dr Pepper Snapple Group Inc.	252	350	
4 100	Kellogg Co.	316	312	
5 100	Kimberly-Clark Corp.	651	684	
13 300	Kraft Foods Group Inc.	929	968	
14 500	Mondelez International Inc.	628	612	
9 700	PepsiCo Inc.	918	1 066	
18 200	Procter & Gamble Co.	1 593	1 927	
22 700	The Kroger Co.	1 221	1 693	
14 600	Wal-Mart Stores, Inc.	1 379	1 457	
		13 049	15 645	2.0
Energy				
42 800	Chesapeake Energy Corp.	879	973	
7 500	Cimarex Energy Co.	954	924	
5 900	Concho Resources Inc.	694	684	
18 900	ConocoPhillips	1 521	1 516	
14 200	Devon Energy Corporation	1 040	1 010	
10 200	Diamondback Energy Inc.	813	708	
17 500	EOG Resources Inc.	1 839	1 872	
18 500	Exxon Mobil Corp.	1 933	1 987	
3 000	Marathon Petroleum Corp.	325	315	
17 200	Nabors Industries Ltd.	241	259	
9 000	Range Resources Corp.	625	559	
4 800	Schlumberger Ltd.	539	476	
		11 403	11 283	1.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
14 900	Allstate Corp.	\$ 1 059	\$ 1 216	
12 400	American International Group Inc.	725	807	
7 200	American Tower Corp. Real Estate Investment Trust	782	827	
110 600	Bank of America Corp.	1 648	2 299	
14 100	Berkshire Hathaway Inc., Class B	2 096	2 460	
2 900	BlackRock Inc.	1 104	1 204	
4 200	Capital One Financial Corp.	315	403	
37 500	Citigroup Inc.	2 102	2 358	
8 500	Discover Financial Services	606	647	
11 200	Equity Residential Properties Trust	873	935	
19 400	Invesco Ltd.	819	891	
22 300	JPMorgan Chase & Co.	1 325	1 622	
13 700	Moody's Corp.	1 465	1 525	
37 000	Morgan Stanley	1 160	1 669	
7 600	The Goldman Sachs Group Inc.	1 470	1 711	
40 000	Wells Fargo & Company	2 022	2 548	
		19 571	23 122	3.0
Health Care				
15 000	AbbVie Inc.	886	1 140	
1 600	Actavis Plc.	480	479	
8 000	Amgen Inc.	1 129	1 481	
10 100	Anthem Inc.	1 133	1 475	
2 600	Biogen Idec Inc.	1 005	1 026	
22 500	Bristol-Myers Squibb Co.	1 303	1 543	
4 200	C.R. Bard Inc.	768	813	
14 700	Cardinal Health Inc.	1 156	1 379	
13 000	Celgene Corp.	1 299	1 689	
27 000	Eli Lilly & Co.	1 762	2 164	
12 100	Gilead Sciences Inc.	1 310	1 325	
14 700	Medtronic Inc.	1 080	1 233	
9 300	Mylan Laboratories Inc.	596	609	
20 900	Pfizer Inc.	751	756	
20 500	UnitedHealth Group Incorporated	2 128	2 408	
5 800	Zimmer Holdings Inc.	721	764	
		17 507	20 284	2.6
Industrials				
4 800	3M Co.	912	917	
7 300	C.H. Robinson Worldwide Inc.	559	635	
7 900	FedEx Corporation	1 393	1 594	
15 300	General Dynamics Corp.	2 082	2 447	
10 500	Honeywell International Inc.	1 137	1 219	
13 800	Ingersoll-Rand Plc., Class A	970	1 016	
6 800	Lockheed Martin Corporation	1 349	1 522	
14 200	Northrop Grumman Corp.	2 173	2 431	
4 000	Paccar Inc.	320	316	
3 700	Roper Industries Inc.	646	672	
14 700	Ryder System Inc.	1 389	1 586	
9 400	Southwest Airlines	338	462	
13 200	Union Pacific Corp.	1 361	1 827	
9 100	United Technologies Corp.	1 187	1 216	
5 800	Wabtec Corp.	590	586	
		16 406	18 446	2.4

The accompanying notes are an integral part of the financial statements.



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Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
45 700	Apple Inc.	\$ 4 082	\$ 5 861	
9 200	Avago Technologies Ltd.	828	1 075	
6 300	Broadcom Corp.	310	317	
19 700	CDW Corp.	770	805	
54 200	Cisco Systems Inc.	1 567	1 751	
24 600	Corning Inc.	604	655	
18 500	EMC Corp.	605	640	
9 100	F5 Networks Inc.	1 248	1 379	
11 500	Facebook Inc., Class A	1 067	1 042	
50 100	Hewlett-Packard Co.	1 847	2 337	
48 900	Intel Corp.	1 591	2 062	
8 200	Intuit Inc.	794	878	
14 000	Lam Research Corp.	1 283	1 290	
47 200	Micron Technology Inc.	1 603	1 920	
71 300	Microsoft Corp.	3 040	3 848	
8 000	NXP Semiconductor N.V.	602	710	
17 600	Oracle Corporation	872	920	
7 500	Palo Alto Networks Inc.	854	1 068	
7 100	Sandisk Corp.	831	808	
19 900	Texas Instruments Inc.	1 195	1 236	
4 700	Visa Inc., Class A	1 288	1 432	
14 700	Western Digital Corp.	1 576	1 891	
		28 457	33 925	4.4
Materials				
4 900	International Paper Co.	278	305	
5 100	Monsanto Co.	689	708	
4 000	Sherwin-Williams Co.	1 114	1 223	
		2 081	2 236	0.3
Utilities				
25 500	Edison International	1 843	1 939	
6 800	Entergy Corp.	686	691	
7 100	NextEra Energy Inc.	845	877	
29 000	PG&E Corporation	1 688	1 793	
19 200	Wisconsin Energy Corp.	1 127	1 176	
		6 189	6 476	0.8
		131 353	150 442	19.5
TOTAL UNITED STATES EQUITIES				
INTERNATIONAL EQUITIES				
Australia				
229 301	AMP Ltd.	1 166	1 186	
41 700	BHP Billiton Ltd.	1 525	1 145	
530 000	Medibank Pvt Ltd.	1 107	1 212	
41 751	Westpac Banking Corporation	1 295	1 305	
		5 093	4 848	0.6
Belgium				
21 700	InBev N.V.	2 619	2 837	
		2 619	2 837	0.4
Denmark				
11 842	Coloplast A/S	606	1 151	
66 921	Novo Nordisk A/S	2 527	3 289	
		3 133	4 440	0.6
Finland				
35 167	Sampo OYJ	1 039	1 913	
		1 039	1 913	0.2

Holdings	Security	Cost	Fair Value	% of Net Assets
France				
5 431	Christian Dior S.A.	\$ 1 187	\$ 1 080	
10 824	Christian Dior S.A., Rights	–	128	
19 538	Safran S.A.	1 116	1 400	
32 596	Zodiac S.A.	664	1 275	
		2 967	3 883	0.5
Germany				
13 053	Bayer AG	1 480	2 076	
17 465	Brenntag AG	746	1 141	
4 539	Continental AG	592	1 115	
21 495	GEA Group AG	608	1 101	
17 299	Henkel KGaA, Preferred Non-Voting	1 364	2 162	
33 065	SAP SE	2 446	2 686	
12 856	Symrise AG	784	901	
		8 020	11 182	1.4
Hong Kong				
240 000	AIA Group Ltd.	1 223	1 538	
66 300	Standard Chartered Plc.	1 140	1 146	
67 700	Tencent Holdings Ltd.	1 027	1 138	
		3 390	3 822	0.5
Ireland				
23 237	Paddy Power Plc.	1 246	2 223	
25 049	Ryanair Holdings Plc. ADR	830	2 074	
		2 076	4 297	0.6
Italy				
42 455	Azimut Holding S.p.A.	536	1 072	
2 463	Luxottica Group S.p.A.	154	157	
		690	1 229	0.2
Japan				
33 600	Asahi Breweries Ltd.	1 148	1 208	
132 000	Asahi Kasei Corp.	766	1 399	
29 600	Bridgestone Corp.	711	1 193	
73 000	Casio Computer Co., Ltd.	1 069	1 297	
16 200	Daikin Industries Ltd.	1 043	1 207	
39 400	Fuji Heavy Industries Ltd.	1 248	1 620	
29 000	Olympus Optical Co. Ltd.	1 041	1 180	
4 900	Oriental Land Co. Ltd.	879	1 313	
24 200	Seiko Epson Corp.	976	1 176	
17 900	SoftBank Corp.	1 568	1 238	
75 500	Sumitomo Electric Industries Ltd.	1 029	1 096	
31 600	Sumitomo Mitsui Financial Group Inc.	1 027	1 327	
67 000	The Dai-ichi Life Insurance Co. Ltd.	1 090	1 182	
31 500	Tokio Marine Holdings, Inc.	1 042	1 189	
22 300	Toyota Motor Corp.	1 349	1 615	
268 800	Yahoo! Japan Corp.	1 371	1 119	
		17 357	20 359	2.6
Netherlands				
54 070	Elsevier N.V.	1 353	1 500	
108 319	ING Groep N.V.	1 100	1 626	
558 609	Koninklijke KPN N.V.	2 240	2 049	
56 687	SBM Offshore N.V.	1 040	775	
		5 733	5 950	0.8
Norway				
99 915	DnB ASA	1 476	1 712	
		1 476	1 712	0.2

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Holdings	Security	Cost	Fair Value	% of Net Assets
Spain				
26 305	ACS Actividades Construccion y Servicios S.A.	\$ 1 178	\$ 1 065	
11 132	Red Electrica de Espana	999	1 140	
		2 177	2 205	0.3
Sweden				
71 659	Swedbank AB	1 549	2 066	
		1 549	2 066	0.3
Switzerland				
12 972	Aryzta AG	1 233	1 158	
21 509	Novartis AG	2 177	2 318	
9 767	Roche Holdings AG Genussscheine	2 416	3 074	
6 947	Schindler Holding AG	698	1 165	
		6 524	7 715	1.0
Taiwan				
322 000	Taiwan Semiconductor Manufacturing Co. Ltd.	717	1 648	
		717	1 648	0.2
United Kingdom				
130 523	Aberdeen Asset Management Plc.	953	1 013	
7 100	Aon Plc.	764	782	
44 821	Aveva Group Plc.	1 351	1 064	
56 680	Babcock International Group	781	1 079	
25 849	British American Tobacco Plc.	1 662	1 627	
310 743	BT Group Plc.	1 228	2 246	
51 034	Capita Plc.	1 091	994	
141 467	Daily Mail & General Trust Plc.	1 664	2 101	
52 504	Diageo Plc.	1 438	1 747	
53 274	Hargreaves Lansdown Plc.	952	968	
34 256	London Stock Exchange Group Plc.	539	1 369	
50 290	Petrofac Limited	1 172	637	
128 830	Playtech Plc.	1 640	1 597	
35 222	Rio Tinto Plc.	2 184	1 886	
52 184	Royal Dutch Shell Plc., A Shares	2 270	2 021	
9 776	Shire Plc.	688	805	
63 758	Unilever Plc.	2 982	3 009	
165 560	William Hill Plc.	692	1 081	
		24 051	26 026	3.4
TOTAL INTERNATIONAL EQUITIES		88 611	106 132	13.8
TOTAL EQUITIES		318 596	395 871	51.2

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 001 109	RBC Canadian Small & Mid-Cap Resources Fund*	\$ 9 850	\$ 7 882	
189 248	RBC Emerging Markets Dividend Fund*	1 900	2 088	
2 251 165	RBC Emerging Markets Equity Fund*	23 059	30 103	
184 026	RBC Emerging Markets Small-Cap Equity Fund*	1 847	2 156	
235 889	RBC U.S. Mid-Cap Equity Fund*	4 545	7 202	
539 114	RBC U.S. Mid-Cap Value Equity Fund*	5 928	7 167	
109 791	RBC U.S. Small-Cap Core Equity Fund*	1 120	1 835	
TOTAL MUTUAL FUND UNITS		48 249	58 433	7.6

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
1 000	407 International Inc.	5.750	14-Feb-36	\$ 1 033	\$ 1 244	
200	Alimentation Couche Tard Inc.	2.861	01-Nov-17	199	203	
303	Alliance Pipeline LP	6.765	31-Dec-25	346	359	
450	AltaGas Ltd.	4.550	17-Jan-19	473	487	
400	American Express Canada Credit Corp.	2.310	29-Mar-18	400	404	
130	Bank of Montreal	6.020	02-May-18	141	147	
325	Bank of Montreal	2.430	04-Mar-19	325	330	
500	Bank of Nova Scotia	2.598	27-Feb-17	512	509	
1 000	Bank of Nova Scotia	2.462	14-Mar-19	1 000	1 015	
1 000	Bank of Nova Scotia	6.650	22-Jan-21	1 150	1 049	
150	BC Tel	10.650	19-Jun-21	233	216	
255	BC Tel	9.650	08-Apr-22	374	361	
650	Bell Canada	5.410	26-Sep-16	658	689	
590	Bell Canada	4.400	16-Mar-18	634	631	
800	Bell Canada	6.100	16-Mar-35	779	973	
1 250	BMO Subordinated Notes Trust	5.750	26-Sep-22	1 376	1 371	
100	Brookfield Power Corp.	5.840	05-Nov-36	101	110	
350	Brookfield Renewable Power Inc.	5.140	13-Oct-20	350	388	
500	Caisse Centrale Desjardins	2.795	19-Nov-18	500	513	
250	Cameco Corp.	5.670	02-Sep-19	254	280	
2 350	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 350	2 372	
300	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	300	406	
400	Canadian Real Estate Investment Trust	4.323	15-Jan-21	400	422	
500	Capital Power LP	4.600	01-Dec-15	510	512	
500	Choice Properties LP	3.600	20-Sep-21	508	514	
500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	515	521	
300	Emera Inc.	4.830	02-Dec-19	329	331	
600	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	587	724	
250	Enbridge Pipelines Inc.	4.490	12-Nov-19	250	276	
150	Encana Corp.	5.800	18-Jan-18	162	165	
500	Ford Credit Canada Ltd.	3.320	19-Dec-17	500	515	
250	FortisAlberta Inc.	6.220	31-Oct-34	275	337	
750	GE Capital Canada Funding Co.	5.530	17-Aug-17	781	821	
200	Genesis Trust II	2.295	15-Feb-17	200	203	
360	Greater Toronto Airports Authority	4.850	01-Jun-17	367	388	
980	Greater Toronto Airports Authority	5.960	20-Nov-19	1 140	1 157	
250	Greater Toronto Airports Authority	6.470	02-Feb-34	282	346	
600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	595	653	
500	Great-West Lifeco Inc.	6.140	21-Mar-18	557	564	
400	H&R Real Estate Investment Trust	3.344	20-Jun-18	397	411	
500	HSBC Bank Canada	4.800	10-Apr-22	483	530	
100	Hydro One Inc.	2.780	09-Oct-18	100	103	
350	Hydro One Inc.	6.930	01-Jun-32	426	499	
500	Hydro One Inc.	5.360	20-May-36	606	622	
500	Hydro-Quebec USD	1.375	19-Jun-17	502	584	
1 000	Loblaw Companies Ltd.	5.900	18-Jan-36	957	1 172	
200	Manulife Bank of Canada	2.383	17-Oct-16	200	202	
575	Manulife Financial Corporation	5.059	15-Dec-41	575	637	
700	Master Credit Card Trust	2.626	21-Jan-17	705	713	
1 000	National Bank of Canada	2.404	28-Oct-19	1 000	1 007	
500	NAV Canada	4.397	18-Feb-21	500	561	
250	NBC Capital Trust	5.329	30-Jun-56	253	262	
709	RBC Capital Trust*	4.870	31-Dec-15	681	729	
500	Rogers Communications Inc.	5.380	04-Nov-19	507	564	
350	Rogers Communications Inc.	4.700	29-Sep-20	370	387	
300	Rogers Communications Inc.	6.110	25-Aug-40	301	361	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 000	Royal Bank of Canada*	3.660	25-Jan-17	\$ 1 000	\$ 1 039	
300	Shaw Communications Inc.	5.700	02-Mar-17	317	324	
500	Shaw Communications Inc.	5.650	01-Oct-19	557	568	
500	Shaw Communications Inc.	6.750	09-Nov-39	509	621	
700	Sun Life Financial Inc.	4.800	23-Nov-35	702	718	
635	Sun Life Financial Inc.	5.400	29-May-42	634	740	
300	Suncor Energy Inc.	5.800	22-May-18	316	336	
300	TELUS Corp.	5.050	04-Dec-19	298	336	
500	Terasen Gas Inc.	5.900	26-Feb-35	529	651	
150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	150	154	
350	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	350	357	
340	Thomson Reuters Corp.	3.309	12-Nov-21	340	345	
500	Toronto Hydro Corp.	4.490	12-Nov-19	500	554	
1 850	Toronto-Dominion Bank	4.779	14-Dec-16	1 825	1 949	
1 700	Toronto-Dominion Bank	2.447	02-Apr-19	1 700	1 725	
700	TransCanada Pipelines Ltd.	5.100	11-Jan-17	779	746	
250	TransCanada Pipelines Ltd.	3.690	19-Jul-23	250	263	
500	Union Gas Ltd.	4.850	25-Apr-22	557	573	
500	Union Gas Ltd.	5.200	23-Jul-40	498	605	
300	Wells Fargo Canada Corp.	2.780	15-Nov-18	300	308	
500	Wells Fargo Canada Corp.	2.944	25-Jul-19	500	517	
500	Westcoast Energy Inc.	3.280	15-Jan-16	500	508	
250	Westcoast Energy Inc.	6.750	15-Dec-27	283	324	
				43 403	46 111	6.0
FEDERAL						
2 500	Canada Housing Trust No. 1	1.700	15-Dec-17	2 522	2 527	
2 000	Canada Housing Trust No. 1	3.350	15-Dec-20	2 030	2 172	
680	Government of Canada	2.750	01-Sep-16	707	700	
500	Government of Canada	1.500	01-Sep-17	500	506	
150	Government of Canada	1.750	01-Sep-19	151	153	
110	Government of Canada	1.500	01-Jun-23	101	108	
700	Government of Canada	2.500	01-Jun-24	683	743	
615	Government of Canada	5.750	01-Jun-33	758	941	
840	Government of Canada	4.000	01-Jun-41	954	1 115	
				8 406	8 965	1.2
PROVINCIAL						
3 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	2 993	3 162	
3 000	Province of Manitoba	2.050	01-Dec-16	3 029	3 048	
400	Province of Manitoba USD	4.900	06-Dec-16	455	499	
750	Province of New Brunswick USD	2.750	15-Jun-18	743	903	
2 000	Province of New Brunswick	4.400	03-Jun-19	2 219	2 229	
1 000	Province of Nova Scotia USD	2.375	21-Jul-15	1 063	1 175	
2 500	Province of Nova Scotia	4.900	01-Jun-35	2 509	3 103	
100 000	Province of Ontario JPY	0.930	08-Jun-15	1 161	973	
3 500	Province of Ontario	1.900	08-Sep-17	3 467	3 549	
8 900	Province of Ontario USD	1.100	25-Oct-17	9 782	10 280	
1 600	Province of Ontario USD	3.150	15-Dec-17	1 613	1 954	
3 500	Province of Ontario	2.100	08-Sep-18	3 470	3 570	
2 000	Province of Ontario	4.400	02-Jun-19	2 024	2 230	
1 200	Province of Ontario	4.200	02-Jun-20	1 308	1 341	
6 400	Province of Ontario	3.150	02-Jun-22	6 459	6 770	
500	Province of Ontario	2.850	02-Jun-23	478	515	
400	Province of Ontario	3.500	02-Jun-24	422	430	
4 500	Province of Ontario	4.700	02-Jun-37	4 487	5 532	
500	Province of Ontario	4.600	02-Jun-39	508	611	
1 700	Province of Ontario	3.450	02-Jun-45	1 480	1 760	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL (cont.)						
2 000	Province of Quebec	5.000	01-Dec-15	\$ 2 096	\$ 2 070	
4 500	Province of Quebec	4.500	01-Dec-17	4 472	4 893	
2 000	Province of Quebec	4.500	01-Dec-19	1 984	2 251	
1 000	Province of Quebec	3.000	01-Sep-23	999	1 037	
600	Province of Quebec	3.750	01-Sep-24	647	655	
155	Province of Quebec	5.000	01-Dec-38	187	197	
1 350	Province of Quebec	5.000	01-Dec-41	1 471	1 744	
500	Province of Quebec	4.250	01-Dec-43	522	583	
				62 048	67 064	8.7
TOTAL CANADIAN BONDS				113 857	122 140	15.9
FOREIGN BONDS						
Australia						
1 900	Australia Government AUD	4.500	15-Apr-20	1 898	1 997	
				1 898	1 997	0.3
Austria						
800	Oesterreichische Kontrollbank AG EUR	3.875	15-Sep-16	1 128	1 199	
				1 128	1 199	0.2
Belgium						
1 855	Belgium Government EUR	4.250	28-Sep-22	2 508	3 341	
350	Belgium Government EUR	4.500	28-Mar-26	563	673	
				3 071	4 014	0.5
Denmark						
5 000	Denmark Government DKK	4.000	15-Nov-17	1 013	1 052	
13 700	Denmark Government DKK	3.000	15-Nov-21	2 808	3 058	
6 400	Denmark Government DKK	1.500	15-Nov-23	1 307	1 308	
				5 128	5 418	0.7
France						
1 200	France O.A.T. EUR	0.250	25-Nov-15	1 625	1 691	
1 960	France O.A.T. EUR	1.000	25-May-19	2 942	2 864	
1 500	France O.A.T. EUR	2.250	25-May-24	2 305	2 398	
1 940	France O.A.T. EUR	4.000	25-Oct-38	3 181	3 921	
1 010	France O.A.T. EUR	3.250	25-May-45	1 497	1 864	
				11 550	12 738	1.6
Germany						
2 625	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	4 101	4 145	
280	Bundesrepublik Deutschland EUR	3.250	04-Jan-20	437	458	
2 510	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	3 269	3 859	
				7 807	8 462	1.1
Ireland						
360 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	3 274	3 551	
200	GE Capital European Funding EUR	2.875	17-Sep-15	271	287	
500	GE Capital European Funding EUR	3.750	04-Apr-16	807	735	
700	GE Capital European Funding EUR	4.125	27-Oct-16	1 004	1 054	
130	Ireland Government EUR	5.000	18-Oct-20	151	229	
250	Ireland Government EUR	3.400	18-Mar-24	376	417	
360	Ireland Government EUR	5.400	13-Mar-25	693	698	
				6 576	6 971	0.9
Italy						
4 285	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	6 306	6 142	
2 400	Buoni Poliennali Del Tesoro EUR	0.750	15-Jan-18	3 397	3 384	
950	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	1 466	1 428	
700	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	1 006	1 266	
800	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	1 287	1 300	
1 915	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	2 520	3 578	
				15 982	17 098	2.2

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan						
200 000	Development Bank of Japan JPY	1.750	17-Mar-17	\$ 2 233	\$ 2 013	
250 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	3 568	2 578	
250 000	Japan Government Ten Year JPY	1.500	20-Sep-18	2 879	2 561	
120 000	Japan Government Ten Year JPY	1.400	20-Sep-19	1 403	1 240	
360 000	Japan Government Ten Year JPY	1.000	20-Sep-20	4 309	3 686	
300 000	Japan Government Ten Year JPY	0.800	20-Sep-22	3 115	3 053	
90 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	1 110	1 026	
100 000	Japan Government Twenty Year JPY	2.100	20-Mar-26	1 258	1 153	
375 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	4 217	4 378	
719 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	8 576	7 878	
81 000	Japan Government Twenty Year JPY	1.400	20-Sep-34	808	835	
500	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	689	722	
				34 165	31 123	4.0
Mexico						
25 700	Mexican Bonos MXN	6.500	09-Jun-22	2 160	2 126	
				2 160	2 126	0.3
Norway						
1 700	Eksportfinans ASA USD	5.500	26-Jun-17	1 939	2 112	
				1 939	2 112	0.3
South Korea						
250	The Korea Development Bank AUD	4.500	22-Nov-19	252	246	
				252	246	-
Spain						
2 280	Spain Government EUR	0.500	31-Oct-17	3 181	3 200	
360	Spain Government EUR	2.750	30-Apr-19	557	549	
250	Spain Government EUR	0.550	30-Nov-19	358	355	
1 860	Spain Government EUR	5.150	31-Oct-28	2 691	3 511	
960	Spain Government EUR	5.150	31-Oct-44	1 365	1 935	
				8 152	9 550	1.2
Sweden						
6 500	Government of Sweden SEK	4.250	12-Mar-19	1 190	1 136	
3 000	Government of Sweden SEK	1.500	13-Nov-23	486	474	
				1 676	1 610	0.2
United Kingdom						
1 500	Network Rail Infrastructure Finance Plc. GBP	1.125	15-Dec-16	2 658	2 739	
700	United Kingdom Gilt GBP	1.750	22-Jul-19	1 259	1 300	
2 335	United Kingdom Gilt GBP	3.250	22-Jan-44	4 446	4 876	
				8 363	8 915	1.2
United States						
9 000	United States Treasury	0.375	15-Nov-15	9 953	10 467	
9 600	United States Treasury	0.250	15-May-16	11 084	11 128	
4 090	United States Treasury	0.875	31-Jan-17	4 316	4 767	
8 920	United States Treasury	1.000	30-Sep-19	9 426	10 080	
2 300	United States Treasury	6.250	15-Aug-23	2 805	3 559	
2 950	United States Treasury	2.750	15-Nov-23	3 355	3 607	
890	United States Treasury	3.500	15-Feb-39	1 003	1 189	
3 230	United States Treasury	4.500	15-Aug-39	3 389	5 006	
330	United States Treasury Inflation Indexed	2.125	15-Feb-40	478	498	
				45 809	50 301	6.5
TOTAL FOREIGN BONDS				155 656	163 880	21.2
TOTAL BONDS				269 513	286 020	37.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
245	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	\$ 245	\$ 262	
TOTAL MORTGAGE-BACKED SECURITIES				245	262	–
SHORT-TERM INVESTMENTS†				33 432	33 432	4.3
TOTAL INVESTMENTS				670 035	774 018	100.2
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	1 082	0.1
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(192)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	2 784	0.4
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(3 695)	(0.5)
TOTAL PORTFOLIO				\$ 670 035	773 997	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(1 743)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 772 254	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.91% to 1.23% and mature between January 2, 2015 and January 29, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
13	The S&P 500 Index Future, March 2015 Contracts at USD 2 016.22 per contract	\$ 7 572 \$ 136
105	The S&P/TSX 60 Index Future, March 2015 Contracts at CAD 806.57 per contract	16 938 946
	\$ 24 510	\$ 1 082
Number of Contracts	Contracted Value	Unrealized Loss
(19)	Amsterdam Index Future, January 2015 Contracts at EUR 406.75 per contract	\$ (2 224) \$ (97)
(3)	German Dax Index Future, March 2015 Contracts at EUR 9 627.50 per contract	(1 039) (23)
25	Japanese Nikkei 225 Index Future, March 2015 Contracts at JPY 17 905.00 per contract	2 124 (72)
	\$ (1 139)	\$ (192)
TOTAL FUTURES	\$ 23 371	\$ 890

\$6 560 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 297 Sold CAD 1 505 @ 1.1598	02-Jan-15	\$ 3
Bought USD 297 Sold CAD 337 @ 1.1359	02-Jan-15	8
Bought CAD 36 Sold GBP 20 @ 1.8125	08-Jan-15	–
Bought CAD 50 Sold JPY 4 925 @ 0.0102	08-Jan-15	3
Bought CAD 563 Sold MXN 6 810 @ 0.0827	08-Jan-15	26
Bought CAD 652 Sold GBP 360 @ 1.8119	08-Jan-15	–
Bought CAD 91 Sold GBP 50 @ 1.8181	08-Jan-15	–
Bought GBP 300 Sold CAD 541 @ 1.8038	08-Jan-15	2
Bought GBP 38 Sold CAD 69 @ 1.8054	08-Jan-15	–
Bought GBP 80 Sold CAD 144 @ 1.8021	08-Jan-15	1
Bought USD 2 701 Sold CAD 3 108 @ 1.1505	08-Jan-15	31
Bought USD 650 Sold CAD 742 @ 1.1415	08-Jan-15	13
Bought CAD 33 Sold NOK 200 @ 0.1645	09-Jan-15	2
Bought CAD 464 Sold NOK 2 839 @ 0.1633	09-Jan-15	21
Bought CAD 747 Sold NOK 4 573 @ 0.1633	09-Jan-15	34
Bought CAD 7 265 Sold JPY 707 502 @ 0.0103	13-Jan-15	401
Bought USD 185 Sold CAD 215 @ 1.1608	13-Jan-15	–
Bought USD 195 Sold CAD 222 @ 1.1363	13-Jan-15	5
Bought USD 280 Sold CAD 319 @ 1.1381	13-Jan-15	7
Bought CAD 871 Sold JPY 84 287 @ 0.0103	14-Jan-15	54
Bought CAD 1 740 Sold EUR 1 220 @ 1.4264	15-Jan-15	24
Bought CAD 181 Sold CHF 154 @ 1.1729	15-Jan-15	1
Bought CAD 269 Sold CHF 226 @ 1.1908	15-Jan-15	5
Bought CAD 458 Sold CHF 391 @ 1.1708	15-Jan-15	1
Bought CAD 47 Sold CHF 40 @ 1.1712	15-Jan-15	–
Bought CAD 53 Sold CHF 45 @ 1.1724	15-Jan-15	–
Bought CAD 6 180 Sold JPY 596 943 @ 0.0104	15-Jan-15	388
Bought CAD 6 428 Sold EUR 4 527 @ 1.4198	15-Jan-15	61
Bought CAD 60 Sold CHF 50 @ 1.2018	15-Jan-15	2
Bought CAD 88 Sold CHF 75 @ 1.1768	15-Jan-15	1
Bought USD 238 Sold CAD 271 @ 1.1378	15-Jan-15	6
Bought USD 98 Sold CAD 110 @ 1.1216	15-Jan-15	4
Bought CAD 14 Sold DKK 75 @ 0.1898	16-Jan-15	–
Bought CAD 19 Sold SEK 125 @ 0.1523	16-Jan-15	–
Bought CAD 194 Sold SEK 1 230 @ 0.1573	16-Jan-15	10

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 2 177 Sold GBP 1 195 @ 1.8214	16-Jan-15	\$ 12
Bought CAD 31 Sold SEK 203 @ 0.1507	16-Jan-15	–
Bought CAD 58 Sold SEK 375 @ 0.1546	16-Jan-15	2
Bought CAD 688 Sold DKK 3 548 @ 0.1939	16-Jan-15	18
Bought CAD 82 Sold GBP 45 @ 1.8183	16-Jan-15	–
Bought BRL 1 813 Sold CAD 777 @ 0.4287	20-Jan-15	12
Bought CAD 210 Sold USD 180 @ 1.1658	20-Jan-15	1
Bought CAD 6 478 Sold USD 5 561 @ 1.1649	20-Jan-15	15
Bought USD 6 493 Sold CAD 7 447 @ 1.1470	20-Jan-15	99
Bought CAD 19 391 Sold EUR 13 723 @ 1.4131	21-Jan-15	87
Bought CAD 2 823 Sold EUR 1 956 @ 1.4432	21-Jan-15	71
Bought CAD 28 Sold EUR 20 @ 1.4137	21-Jan-15	–
Bought CAD 284 Sold EUR 200 @ 1.4196	21-Jan-15	3
Bought CAD 52 Sold EUR 37 @ 1.4189	21-Jan-15	–
Bought CAD 1 713 Sold EUR 1 182 @ 1.4489	22-Jan-15	50
Bought CAD 1 060 Sold EUR 745 @ 1.4234	23-Jan-15	12
Bought CAD 368 Sold EUR 253 @ 1.4562	23-Jan-15	13
Bought CAD 582 Sold EUR 410 @ 1.4187	23-Jan-15	5
Bought USD 1 600 Sold CAD 1 811 @ 1.1317	23-Jan-15	49
Bought CAD 31 Sold JPY 3 000 @ 0.0104	26-Jan-15	2
Bought CAD 690 Sold EUR 476 @ 1.4492	26-Jan-15	20
Bought CAD 10 Sold AUD 10 @ 0.9693	27-Jan-15	–
Bought HKD 1 358 Sold CAD 201 @ 0.1478	27-Jan-15	3
Bought HKD 110 Sold CAD 16 @ 0.1470	27-Jan-15	–
Bought HKD 200 Sold CAD 30 @ 0.1481	27-Jan-15	–
Bought USD 150 Sold CAD 169 @ 1.1269	27-Jan-15	5
Bought USD 200 Sold CAD 232 @ 1.1604	27-Jan-15	–
Bought USD 362 Sold CAD 407 @ 1.1243	27-Jan-15	14
Bought USD 46 Sold CAD 52 @ 1.1259	27-Jan-15	2
Bought USD 52 Sold CAD 60 @ 1.1452	27-Jan-15	1
Bought USD 523 Sold CAD 607 @ 1.1612	27-Jan-15	1
Bought USD 609 Sold CAD 686 @ 1.1257	27-Jan-15	22
Bought CAD 1 141 Sold EUR 784 @ 1.4550	28-Jan-15	38
Bought USD 120 Sold CAD 139 @ 1.1546	28-Jan-15	1
Bought CAD 122 Sold DKK 640 @ 0.1914	29-Jan-15	2
Bought CAD 3 045 Sold EUR 2 126 @ 1.4321	29-Jan-15	53
Bought CAD 15 Sold AUD 15 @ 0.9836	03-Feb-15	1
Bought CAD 2 127 Sold JPY 211 317 @ 0.0101	03-Feb-15	75
Bought CAD 252 Sold AUD 255 @ 0.9872	03-Feb-15	10
Bought CAD 545 Sold AUD 554 @ 0.9843	03-Feb-15	21
Bought CAD 95 Sold AUD 97 @ 0.9837	03-Feb-15	4
Bought CAD 135 Sold SEK 872 @ 0.1548	04-Feb-15	5
Bought CAD 292 Sold SEK 1 887 @ 0.1548	04-Feb-15	11
Bought CAD 283 Sold EUR 200 @ 1.4162	05-Feb-15	2
Bought CAD 5 166 Sold JPY 520 081 @ 0.0099	05-Feb-15	116
Bought USD 115 Sold CAD 131 @ 1.1410	05-Feb-15	3
Bought USD 3 635 Sold CAD 4 225 @ 1.1622	05-Feb-15	2
Bought USD 615 Sold CAD 714 @ 1.1610	05-Feb-15	1
Bought CAD 90 Sold DKK 470 @ 0.1915	09-Feb-15	1
Bought USD 416 Sold CAD 477 @ 1.1467	09-Feb-15	7
Bought CAD 10 887 Sold EUR 7 613 @ 1.4300	10-Feb-15	170
Bought CAD 120 Sold EUR 85 @ 1.4169	10-Feb-15	1
Bought CAD 424 Sold EUR 300 @ 1.4120	10-Feb-15	1
Bought CAD 11 780 Sold EUR 8 310 @ 1.4176	11-Feb-15	82
Bought CAD 2 697 Sold DKK 14 155 @ 0.1905	11-Feb-15	21

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 534 Sold EUR 1 071 @ 1.4325	12-Feb-15	\$ 27
Bought CAD 1 154 Sold JPY 117 508 @ 0.0098	13-Feb-15	13
Bought CAD 271 Sold AUD 280 @ 0.9674	13-Feb-15	6
Bought CAD 93 Sold CHF 79 @ 1.1737	18-Feb-15	–
Bought CAD 149 Sold DKK 785 @ 0.1904	19-Feb-15	1
Bought CAD 925 Sold AUD 950 @ 0.9741	19-Feb-15	27
Bought NOK 2 359 Sold CAD 363 @ 0.1538	19-Feb-15	5
Bought CAD 358 Sold DKK 1 867 @ 0.1917	20-Feb-15	5
Bought CAD 38 Sold DKK 200 @ 0.1906	20-Feb-15	–
Bought USD 431 Sold CAD 494 @ 1.1456	20-Feb-15	8
Bought CAD 25 Sold NOK 150 @ 0.1669	23-Feb-15	2
Bought CAD 374 Sold MXN 4 548 @ 0.0822	23-Feb-15	16
Bought CAD 47 Sold NOK 280 @ 0.1669	23-Feb-15	3
Bought CAD 1 961 Sold EUR 1 346 @ 1.4568	25-Feb-15	65
Bought CAD 7 037 Sold JPY 717 177 @ 0.0098	25-Feb-15	69
Bought CAD 740 Sold CHF 630 @ 1.1738	25-Feb-15	2
Bought JPY 6 000 Sold CAD 57 @ 0.0096	25-Feb-15	1
Bought CAD 287 Sold SEK 1 887 @ 0.1520	26-Feb-15	5
Bought CAD 763 Sold SEK 5 021 @ 0.1520	26-Feb-15	14
Bought CAD 176 Sold DKK 925 @ 0.1907	27-Feb-15	1
Bought USD 35 Sold CAD 40 @ 1.1393	27-Feb-15	1
Bought CAD 161 Sold AUD 168 @ 0.9586	02-Mar-15	2
Bought CAD 471 Sold AUD 491 @ 0.9585	02-Mar-15	6
Bought CAD 2 161 Sold USD 1 853 @ 1.1661	03-Mar-15	5
Bought CAD 210 Sold USD 180 @ 1.1669	03-Mar-15	1
Bought JPY 80 760 Sold CAD 775 @ 0.0096	03-Mar-15	9
Bought USD 1 511 Sold CAD 1 726 @ 1.1424	03-Mar-15	32
Bought USD 1 685 Sold CAD 1 930 @ 1.1457	03-Mar-15	30
Bought USD 105 Sold CAD 120 @ 1.1420	03-Mar-15	2
Bought USD 150 Sold CAD 174 @ 1.1614	03-Mar-15	–
Bought USD 75 Sold CAD 86 @ 1.1424	03-Mar-15	2
Bought USD 91 Sold CAD 105 @ 1.1568	03-Mar-15	1
Bought CAD 743 Sold AUD 775 @ 0.9583	04-Mar-15	10
Bought MXN 9 546 Sold CAD 747 @ 0.0782	04-Mar-15	3
Bought CAD 968 Sold EUR 684 @ 1.4151	05-Mar-15	4
Bought CAD 104 Sold SEK 695 @ 0.1503	06-Mar-15	1
Bought CAD 84 Sold SEK 560 @ 0.1499	06-Mar-15	–
Bought CAD 1 312 Sold MXN 16 589 @ 0.0791	11-Mar-15	9
Bought CAD 441 Sold GBP 243 @ 1.8164	11-Mar-15	1
Bought CAD 96 Sold EUR 68 @ 1.4160	11-Mar-15	–
Bought BRL 1 760 Sold CAD 730 @ 0.4145	18-Mar-15	25
Bought CAD 13 Sold NOK 85 @ 0.1569	18-Mar-15	–
Bought CAD 136 Sold NOK 870 @ 0.1562	18-Mar-15	–
Bought CAD 213 Sold NOK 1 367 @ 0.1560	18-Mar-15	–
Bought CAD 31 Sold NOK 200 @ 0.1573	18-Mar-15	–
Bought CAD 4 803 Sold JPY 483 670 @ 0.0099	18-Mar-15	101
Bought CAD 2 088 Sold GBP 1 149 @ 1.8172	20-Mar-15	5
Bought CAD 232 Sold SEK 1 545 @ 0.1504	20-Mar-15	2
Bought CAD 8 Sold SEK 54 @ 0.1504	20-Mar-15	–
Bought CAD 97 Sold USD 83 @ 1.1664	30-Mar-15	–
Bought CAD 426 Sold USD 365 @ 1.1665	07-Apr-15	1

\$ 2 784

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 343 Sold USD 297 @ 1.1545	02-Jan-15	\$ (2)
Bought CAD 167 Sold USD 144 @ 1.1599	05-Jan-15	(1)
Bought CAD 11 543 Sold USD 10 307 @ 1.1199	08-Jan-15	(432)
Bought CAD 27 Sold GBP 15 @ 1.7954	08-Jan-15	(1)
Bought NOK 3 039 Sold CAD 515 @ 0.1694	09-Jan-15	(41)
Bought NOK 4 573 Sold CAD 775 @ 0.1694	09-Jan-15	(62)
Bought CAD 4 795 Sold USD 4 270 @ 1.1229	12-Jan-15	(167)
Bought USD 200 Sold CAD 233 @ 1.1633	12-Jan-15	(1)
Bought CAD 447 Sold USD 400 @ 1.1178	13-Jan-15	(18)
Bought JPY 261 276 Sold CAD 2 548 @ 0.0098	13-Jan-15	(13)
Bought CAD 467 Sold USD 418 @ 1.1174	14-Jan-15	(19)
Bought EUR 120 Sold CAD 169 @ 1.4096	15-Jan-15	(1)
Bought EUR 300 Sold CAD 430 @ 1.4341	15-Jan-15	(8)
Bought MXN 513 Sold CAD 41 @ 0.0802	15-Jan-15	(1)
Bought CAD 126 Sold USD 110 @ 1.1418	20-Jan-15	(2)
Bought CAD 323 Sold USD 285 @ 1.1344	20-Jan-15	(8)
Bought CAD 728 Sold USD 647 @ 1.1252	20-Jan-15	(24)
Bought EUR 16 Sold CAD 23 @ 1.4073	21-Jan-15	(1)
Bought EUR 16 Sold CAD 23 @ 1.4309	21-Jan-15	(1)
Bought CAD 119 Sold USD 105 @ 1.1334	22-Jan-15	(3)
Bought CAD 134 Sold USD 118 @ 1.1333	22-Jan-15	(3)
Bought CAD 363 Sold USD 322 @ 1.1288	22-Jan-15	(11)
Bought CAD 1 143 Sold USD 1 000 @ 1.1435	23-Jan-15	(19)
Bought CAD 285 Sold JPY 30 000 @ 0.0095	23-Jan-15	(6)
Bought CAD 420 Sold USD 373 @ 1.1253	23-Jan-15	(14)
Bought CAD 71 Sold GBP 40 @ 1.7701	26-Jan-15	(2)
Bought CAD 15 Sold HKD 100 @ 0.1475	27-Jan-15	-
Bought CAD 167 Sold USD 146 @ 1.1414	27-Jan-15	(3)
Bought CAD 17 Sold HKD 120 @ 0.1458	27-Jan-15	-
Bought CAD 185 Sold HKD 1 253 @ 0.1473	27-Jan-15	(3)
Bought CAD 203 Sold USD 175 @ 1.1607	27-Jan-15	-
Bought CAD 22 Sold HKD 150 @ 0.1456	27-Jan-15	(1)
Bought CAD 302 Sold USD 260 @ 1.1620	27-Jan-15	-
Bought CAD 355 Sold HKD 2 438 @ 0.1458	27-Jan-15	(10)
Bought CAD 37 Sold HKD 256 @ 0.1452	27-Jan-15	(1)
Bought CAD 68 Sold USD 60 @ 1.1385	27-Jan-15	(1)
Bought CAD 2 466 Sold USD 2 200 @ 1.1207	28-Jan-15	(92)
Bought CAD 5 002 Sold USD 4 450 @ 1.1241	28-Jan-15	(171)
Bought CAD 3 852 Sold USD 3 427 @ 1.1240	29-Jan-15	(132)
Bought CAD 96 Sold JPY 10 000 @ 0.0096	29-Jan-15	(1)
Bought CAD 11 Sold GBP 6 @ 1.7853	02-Feb-15	-
Bought CAD 20 Sold GBP 11 @ 1.7933	02-Feb-15	-
Bought CAD 639 Sold GBP 358 @ 1.7841	02-Feb-15	(10)
Bought CAD 9 391 Sold GBP 5 255 @ 1.7871	02-Feb-15	(128)
Bought GBP 575 Sold CAD 1 049 @ 1.8245	02-Feb-15	(7)
Bought CAD 1 152 Sold USD 1 011 @ 1.1399	03-Feb-15	(23)
Bought MXN 5 205 Sold CAD 421 @ 0.0810	03-Feb-15	(12)
Bought CAD 837 Sold USD 738 @ 1.1341	04-Feb-15	(21)
Bought MYR 704 Sold CAD 233 @ 0.3315	04-Feb-15	-
Bought CAD 1 143 Sold USD 1 000 @ 1.1425	05-Feb-15	(20)
Bought CAD 18 225 Sold USD 15 989 @ 1.1398	05-Feb-15	(366)
Bought USD 2 000 Sold CAD 2 337 @ 1.1684	05-Feb-15	(11)

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 81 Sold USD 72 @ 1.1315	06-Feb-15	\$ (2)
Bought CAD 9 455 Sold USD 8 364 @ 1.1305	06-Feb-15	(270)
Bought USD 2 440 Sold CAD 2 841 @ 1.1645	06-Feb-15	(4)
Bought CAD 209 Sold USD 180 @ 1.1609	09-Feb-15	-
Bought CAD 223 Sold USD 198 @ 1.1268	09-Feb-15	(7)
Bought CAD 1 078 Sold USD 943 @ 1.1430	10-Feb-15	(19)
Bought CAD 228 Sold USD 201 @ 1.1364	10-Feb-15	(5)
Bought CAD 1 875 Sold USD 1 652 @ 1.1348	11-Feb-15	(46)
Bought CAD 26 Sold DKK 140 @ 0.1875	11-Feb-15	-
Bought CAD 484 Sold USD 425 @ 1.1393	11-Feb-15	(10)
Bought CAD 6 Sold USD 5 @ 1.1393	11-Feb-15	-
Bought EUR 1 930 Sold CAD 2 802 @ 1.4516	11-Feb-15	(85)
Bought CAD 1 014 Sold USD 890 @ 1.1393	12-Feb-15	(21)
Bought CAD 13 199 Sold USD 11 763 @ 1.1221	12-Feb-15	(480)
Bought CAD 168 Sold USD 150 @ 1.1172	13-Feb-15	(7)
Bought CAD 1 900 Sold USD 1 676 @ 1.1336	17-Feb-15	(49)
Bought NOK 120 Sold CAD 19 @ 0.1578	17-Feb-15	-
Bought EUR 136 Sold CAD 195 @ 1.4313	18-Feb-15	(3)
Bought CAD 2 886 Sold USD 2 553 @ 1.1306	19-Feb-15	(83)
Bought CAD 303 Sold DKK 1 615 @ 0.1876	19-Feb-15	(2)
Bought NOK 125 Sold CAD 20 @ 0.1573	19-Feb-15	-
Bought CAD 2 028 Sold DKK 10 807 @ 0.1876	20-Feb-15	(16)
Bought CAD 3 872 Sold USD 3 400 @ 1.1387	20-Feb-15	(83)
Bought CAD 6 155 Sold USD 5 446 @ 1.1302	20-Feb-15	(179)
Bought NOK 125 Sold CAD 20 @ 0.1624	23-Feb-15	(1)
Bought NOK 150 Sold CAD 24 @ 0.1607	23-Feb-15	(1)
Bought CAD 1 238 Sold EUR 880 @ 1.4071	24-Feb-15	(1)
Bought CAD 19 Sold JPY 1 920 @ 0.0097	25-Feb-15	-
Bought CAD 6 285 Sold USD 5 558 @ 1.1307	25-Feb-15	(180)
Bought CAD 677 Sold USD 600 @ 1.1286	25-Feb-15	(21)
Bought CAD 485 Sold USD 428 @ 1.1330	26-Feb-15	(13)
Bought CAD 527 Sold USD 456 @ 1.1566	26-Feb-15	(3)
Bought CAD 627 Sold GBP 351 @ 1.7859	26-Feb-15	(9)
Bought CAD 1 510 Sold USD 1 300 @ 1.1613	02-Mar-15	(3)
Bought CAD 2 011 Sold JPY 209 340 @ 0.0096	02-Mar-15	(23)
Bought CAD 259 Sold USD 230 @ 1.1268	02-Mar-15	(8)
Bought CAD 33 Sold AUD 35 @ 0.9385	02-Mar-15	-
Bought CAD 395 Sold GBP 221 @ 1.7865	02-Mar-15	(6)
Bought CAD 8 690 Sold USD 7 478 @ 1.1621	02-Mar-15	(9)
Bought CAD 285 Sold GBP 159 @ 1.7938	03-Mar-15	(3)
Bought CAD 483 Sold HKD 3 287 @ 0.1469	03-Mar-15	(10)
Bought CAD 5 465 Sold JPY 568 175 @ 0.0096	03-Mar-15	(56)
Bought CAD 782 Sold JPY 80 760 @ 0.0097	03-Mar-15	(3)
Bought CAD 1 117 Sold USD 979 @ 1.1409	04-Mar-15	(22)
Bought CAD 16 Sold HKD 110 @ 0.1469	04-Mar-15	-
Bought CAD 40 Sold HKD 275 @ 0.1471	04-Mar-15	(1)
Bought DKK 200 Sold CAD 39 @ 0.1957	04-Mar-15	(1)
Bought DKK 530 Sold CAD 104 @ 0.1959	04-Mar-15	(4)
Bought CAD 228 Sold USD 200 @ 1.1407	05-Mar-15	(5)
Bought CAD 485 Sold JPY 50 500 @ 0.0096	05-Mar-15	(6)
Bought CAD 5 395 Sold EUR 3 846 @ 1.4028	09-Mar-15	(23)
Bought CAD 805 Sold GBP 448 @ 1.7965	09-Mar-15	(7)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 854 Sold USD 746 @ 1.1452	12-Mar-15	\$ (14)
Bought CAD 980 Sold USD 845 @ 1.1594	16-Mar-15	(4)
Bought CAD 222 Sold JPY 23 095 @ 0.0096	19-Mar-15	(3)
Bought CAD 684 Sold GBP 381 @ 1.7942	19-Mar-15	(7)
Bought MXN 4 169 Sold CAD 330 @ 0.0793	24-Mar-15	(3)
Bought CAD 425 Sold USD 365 @ 1.1632	09-Apr-15	–
		<u>\$ (3 695)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (911)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 774 018	\$ 777 086	\$ 741 169
Cash	167	106	371
Due from investment dealers	167	3 730	1 034
Subscriptions receivable	230	311	220
Unrealized gain on futures contracts	1 082	139	–
Futures contracts margin receivable	–	202	–
Unrealized gain on foreign exchange contracts	2 784	2 897	4 251
Dividends receivable, interest accrued and other assets	2 233	2 624	2 299
TOTAL ASSETS	780 681	787 095	749 344
LIABILITIES			
Due to investment dealers	1 507	4 160	2 209
Redemptions payable	508	248	445
Unrealized loss on futures contracts	192	356	66
Futures contracts margin payable	906	–	178
Unrealized loss on foreign exchange contracts	3 695	4 347	2 099
Accounts payable and accrued expenses	1 619	1 527	1 465
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	8 427	10 638	6 462
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 772 254	\$ 776 457	\$ 742 882
Investments at cost	\$ 670 035	\$ 668 734	\$ 670 523
NAV			
SERIES A	\$ 742 388	\$ 754 205	\$ 725 089
ADVISOR SERIES	\$ 6 996	\$ 5 435	\$ 4 672
SERIES T5	\$ 59	\$ 120	\$ 11
SERIES T8	\$ 687	\$ 368	\$ 239
SERIES D	\$ 13 315	\$ 11 178	\$ 9 377
SERIES F	\$ 2 165	\$ 1 038	\$ 990
SERIES O	\$ 6 644	\$ 4 113	\$ 2 504
NAV PER UNIT			
SERIES A	\$ 15.21	\$ 14.02	\$ 12.43
ADVISOR SERIES	\$ 15.34	\$ 14.14	\$ 12.52
SERIES T5	\$ 13.63	\$ 13.20	\$ 12.28
SERIES T8	\$ 9.09	\$ 9.07	\$ 8.69
SERIES D	\$ 16.17	\$ 14.78	\$ 12.99
SERIES F	\$ 17.31	\$ 15.78	\$ 13.83
SERIES O	\$ 17.57	\$ 15.83	\$ 13.71

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 9 336	\$ 10 108
Interest for distribution purposes	8 199	8 736
Net gain (loss) from futures contracts	668	(1 325)
Other income (loss)	86	70
Other income received from underlying funds	956	766
Securities lending revenue (see note 6 in the generic notes)	67	114
Capital gains received from underlying funds	2 353	716
Net realized gain (loss) on investments	67 693	60 188
Net gain (loss) on foreign currencies and other net assets	(3 084)	(3 175)
Change in unrealized gain (loss) on investments	(3 830)	34 104
TOTAL INCOME (LOSS)	82 444	110 302
EXPENSES (see notes – Fund Specific Information)		
Management fees	15 234	14 915
Administration fees	1 143	1 119
Board of Governors costs	3	3
GST/HST	1 628	1 633
Transaction costs	828	888
Withholding tax	665	619
TOTAL EXPENSES	19 501	19 177
INCREASE (DECREASE) IN NAV	\$ 62 943	\$ 91 125
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 60 568	\$ 88 590
ADVISOR SERIES	\$ 514	\$ 589
SERIES T5	\$ 6	\$ 6
SERIES T8	\$ 43	\$ 38
SERIES D	\$ 1 104	\$ 1 308
SERIES F	\$ 142	\$ 135
SERIES O	\$ 566	\$ 459
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 1.18	\$ 1.59
ADVISOR SERIES	\$ 1.21	\$ 1.62
SERIES T5	\$ 1.08	\$ 1.54
SERIES T8	\$ 0.74	\$ 1.09
SERIES D	\$ 1.39	\$ 1.79
SERIES F	\$ 1.54	\$ 1.95
SERIES O	\$ 1.75	\$ 2.13

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 62 943	\$ 91 125
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(67 687)	(60 185)
Change in unrealized loss (gain) on investments	3 830	(34 104)
(Increase) decrease in accrued receivables	3 011	(3 160)
Increase (decrease) in accrued payables	(2 725)	2 303
Cost of investments purchased	(1 096 243)	(1 060 447)
Proceeds on sales of investments	1 162 629	1 122 421
NET CASH PROVIDED BY OPERATING ACTIVITIES	65 758	57 953
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	51 295	54 288
Cash paid on redemption of redeemable units	(118 067)	(112 108)
Distributions paid to holders of redeemable units	(33)	(18)
NET CASH USED IN FINANCING ACTIVITIES	\$ (66 805)	\$ (57 838)
Net increase (decrease) in cash for the year	(1 047)	115
Cash (bank overdraft), beginning of period	308	193
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (739)	\$ 308
Interest received	\$ 8 554	\$ 8 347
Dividends received, net of withholding taxes	\$ 8 793	\$ 9 623

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 754 205	\$ 725 089	\$ 5 435	\$ 4 672	\$ 120	\$ 11	\$ 368	\$ 239
INCREASE (DECREASE) IN NAV	60 568	88 590	514	589	6	6	43	38
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	40 865	48 689	2 389	1 509	40	106	428	167
Reinvestments of distributions to holders of redeemable units	–	–	–	–	1	1	15	9
Redemption of redeemable units	(113 250)	(108 163)	(1 342)	(1 335)	(105)	–	(121)	(61)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(72 385)	(59 474)	1 047	174	(64)	107	322	115
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	(3)	(4)	(46)	(24)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	(3)	(4)	(46)	(24)
NET INCREASE (DECREASE) IN NAV	(11 817)	29 116	1 561	763	(61)	109	319	129
NAV AT END OF PERIOD	\$ 742 388	\$ 754 205	\$ 6 996	\$ 5 435	\$ 59	\$ 120	\$ 687	\$ 368

For the periods ended December 31 (see note 2 in the generic notes)	Series D		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 178	\$ 9 377	\$ 1 038	\$ 990	\$ 4 113	\$ 2 504	\$ 776 457	\$ 742 882
INCREASE (DECREASE) IN NAV	1 104	1 308	142	135	566	459	62 943	91 125
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	3 865	2 291	1 324	193	2 303	1 424	51 214	54 379
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	16	10
Redemption of redeemable units	(2 832)	(1 798)	(339)	(280)	(338)	(274)	(118 327)	(111 911)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 033	493	985	(87)	1 965	1 150	(67 097)	(57 522)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	(49)	(28)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	(49)	(28)
NET INCREASE (DECREASE) IN NAV	2 137	1 801	1 127	48	2 531	1 609	(4 203)	33 575
NAV AT END OF PERIOD	\$ 13 315	\$ 11 178	\$ 2 165	\$ 1 038	\$ 6 644	\$ 4 113	\$ 772 254	\$ 776 457

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth with a secondary focus on modest income. The Fund invests primarily in Canadian, U.S. and international equities and fixed-income securities. It may also invest in income trusts and may use derivatives.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 37.1% (December 31, 2013 – 37.7%, January 1, 2013 – 35.0%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	17.2	34.0	18.6
AA	41.3	32.0	47.1
A	35.3	25.1	23.8
BBB	6.2	6.9	8.1
BB	–	2.0	2.4
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Foreign Bonds	21.2	21.3	18.4
United States Equities	19.5	19.6	21.8
Canadian Equities	17.9	19.3	19.3
Canadian Bonds	15.9	16.3	16.2
International Equities	13.8	13.2	19.3
Investment Funds	7.6	–	–
Mortgage-Backed Securities	–	0.1	0.1
Cash/Other	4.1	10.2	4.9

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 37.1% (December 31, 2013 – 37.7%, January 1, 2013 – 34.7%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	6.5	4.0	5.1
1 – 5 years	50.3	51.0	50.4
5 – 10 years	18.5	22.0	21.2
> 10 years	24.7	23.0	23.3
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.3% (December 31, 2013 – 2.3%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	17.9	15.9	18.2
Euro	2.7	1.8	2.6
Pound sterling	2.0	2.6	2.2
Japanese yen	2.0	1.9	1.7
Swiss franc	0.7	–	0.5
Australian dollar	0.5	–	0.5
Other currencies	1.8	2.7	2.1
Total	27.6	24.9	27.8

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.2%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	293 807	102 064	–	395 871
Mutual fund units	58 433	–	–	58 433
Fixed-income				
and debt securities	–	286 282	–	286 282
Short-term investments	–	33 432	–	33 432
Derivatives – assets	1 082	2 784	–	3 866
Derivatives – liabilities	(192)	(3 695)	–	(3 887)
Total financial instruments	353 130	420 867	–	773 997
% of total portfolio	45.6	54.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	305 570	99 243	–	404 813
Mutual fund units	57 480	–	–	57 480
Fixed-income				
and debt securities	–	292 239	–	292 239
Short-term investments	–	22 554	–	22 554
Derivatives – assets	–	2 897	–	2 897
Derivatives – liabilities	(217)	(4 347)	–	(4 564)
Total financial instruments	362 833	412 586	–	775 419
% of total portfolio	46.8	53.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	313 339	98 823	–	412 162
Mutual fund units	51 537	–	–	51 537
Fixed-income				
and debt securities	–	257 648	–	257 648
Short-term investments	–	19 822	–	19 822
Derivatives – assets	–	4 251	–	4 251
Derivatives – liabilities	(66)	(2 099)	–	(2 165)
Total financial instruments	364 810	378 445	–	743 255
% of total portfolio	49.1	50.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series T5	2.00%
Series T8	2.00%
Series D	1.25%
Series F	1.00%

Subsequent event

Effective January 1, 2015, the management fees for Series A, Advisor Series, Series T5 and Series T8 units have been reduced to 1.85% from 2.00%; for Series D units have been reduced to 1.10% from 1.25%; and for Series F units have been reduced to 0.85% from 1.00%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%



December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	46	43
Series O	87	87
Value of all units	2	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	1.0	1.9	0.9	1.3
RBC U.S. Mid-Cap Equity Fund	0.9	0.6	0.9	0.7
RBC U.S. Mid-Cap Value Equity Fund	0.9	2.8	1.0	3.3
RBC U.S. Small-Cap Core Equity Fund	0.3	1.3	0.3	2.0
RBC Emerging Markets Dividend Fund	0.3	0.7	0.2	1.9
RBC Emerging Markets Equity Fund	3.9	1.6	3.9	2.0
RBC Emerging Markets Small-Cap Equity Fund	0.3	1.1	0.2	2.9
			January 1, 2013	
			NAV	Ownership
RBC U.S. Mid-Cap Equity Fund			0.4	0.5
RBC U.S. Mid-Cap Value Equity Fund			0.9	4.0
RBC U.S. Small-Cap Core Equity Fund			0.2	4.0
RBC Emerging Markets Equity Fund			5.4	2.7

Please see the generic notes at the back of the financial statements.

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	–
Non-capital losses	20 665
Non-capital losses expire in:	
2028	20 665

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	53 778	58 317
Issued number of units	2 808	3 702
Reinvested number of units	–	–
Redeemed number of units	(7 774)	(8 241)
Ending number of units	48 812	53 778
Advisor Series		
Opening units	384	373
Issued number of units	163	112
Reinvested number of units	–	–
Redeemed number of units	(91)	(101)
Ending number of units	456	384
Series T5		
Opening units	9	1
Issued number of units	3	8
Reinvested number of units	–	–
Redeemed number of units	(8)	–
Ending number of units	4	9
Series T8		
Opening units	41	28
Issued number of units	46	19
Reinvested number of units	2	1
Redeemed number of units	(13)	(7)
Ending number of units	76	41
Series D		
Opening units	756	722
Issued number of units	251	165
Reinvested number of units	–	–
Redeemed number of units	(184)	(131)
Ending number of units	823	756
Series F		
Opening units	66	72
Issued number of units	79	13
Reinvested number of units	–	–
Redeemed number of units	(20)	(19)
Ending number of units	125	66



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	260	183
Issued number of units	138	96
Reinvested number of units	–	–
Redeemed number of units	(20)	(19)
Ending number of units	378	260

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	828	100	888	100
Related-party brokerage commissions*	60	7	61	7
Commission arrangements†	47	6	32	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	57 342	39 643
Fair value of collateral received	58 488	40 436

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	776 149	742 199
Revaluation of investments at FVTPL	308	683
Net assets attributable to holders of redeemable units	776 457	742 882
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		91 500
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(375)
Increase (decrease) in net assets attributable to holders of redeemable units		91 125



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC JANTZI BALANCED FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
1 095	Canadian Tire Corp. Ltd., Class A	\$ 101	\$ 134	
1 168	Dollarama Inc.	46	69	
2 160	Gildan Activewear Inc., Class A	87	142	
1 796	Imax Corp.	55	64	
1 188	Linamar Corp.	48	84	
2 403	Magna International Inc., Class A	159	303	
1 980	Quebecor Inc., Class B	52	63	
5 694	Shaw Communications Inc., Class B	135	179	
5 018	Thomson Corp.	188	235	
		871	1 273	1.7
Consumer Staples				
3 347	Loblaw Companies Ltd.	152	208	
2 400	Maple Leaf Foods Inc.	43	47	
		195	255	0.3
Energy				
1 913	AltaGas Ltd.	72	83	
4 030	ARC Resources Ltd.	95	101	
2 699	Bonavista Energy Corp.	45	20	
1 857	Calfrac Well Services Ltd.	29	19	
13 199	Canadian Natural Resources Ltd.	467	474	
4 226	Cardinal Energy Ltd.	48	57	
5 433	Cenovus Energy Inc.	164	130	
4 261	Crescent Point Energy Corp.	168	115	
11 989	Crew Energy Inc.	96	71	
9 080	Encana Corp.	187	147	
2 741	Enerplus Corp.	67	31	
3 094	Gibson Energy Inc.	67	84	
4 400	Husky Energy Inc.	121	121	
3 298	Imperial Oil Ltd.	149	165	
3 315	Inter Pipeline Ltd.	86	119	
1 046	Keyera Corp.	58	85	
1 075	MEG Energy Corp.	38	21	
5 320	Nuvista Energy Ltd.	47	39	
	Paramount Resources Ltd., Class A	25	20	
5 495	Pembina Pipeline Corp.	180	233	
11 060	Pengrowth Energy Corp.	60	40	
2 284	PrairieSky Royalty Ltd.	79	70	
6 713	Precision Drilling Corp.	58	47	
1 963	ShawCor Ltd.	69	83	
22 471	Spartan Energy Corp.	72	63	
14 880	Suncor Energy Inc.	517	549	
2 900	Tourmaline Oil Corp.	124	112	
1 824	Trilogy Energy Corp.	50	14	
3 489	Trinidad Drilling Ltd.	27	18	
3 563	Veresen Inc.	54	65	
1 695	Vermilion Energy Inc.	69	97	
6 996	Whitecap Resources Inc.	97	80	
		3 485	3 373	4.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
1 406	Allied Properties Real Estate Investment Trust	\$ 50	\$ 53	
6 310	Bank of Montreal	431	519	
10 676	Bank of Nova Scotia	612	708	
5 544	Brookfield Asset Management Inc., Class A	224	323	
3 845	Brookfield Property Partners LP	68	102	
2 740	Calloway Real Estate Investment Trust	70	75	
5 929	Canaccord Genuity Group Inc.	50	46	
3 380	Canadian Imperial Bank of Commerce	286	337	
9 046	Chartwell Retirement Residences Real Estate Investment Trust	93	108	
1 770	CI Financial Corp.	56	57	
2 530	Dundee Bancorp Inc., Class A	44	32	
6 606	Element Financial Corp.	87	93	
3 819	First Capital Realty Inc.	70	71	
543	Industrial Alliance Insurance & Financial Services Inc.	25	24	
1 598	Intact Financial Corp.	112	134	
19 285	Manulife Financial Corporation	398	428	
1 713	National Bank of Canada	80	85	
772	Onex Corporation	33	52	
8 761	Power Corporation of Canada	245	278	
13 682	Royal Bank of Canada*	813	1 098	
5 345	Sun Life Financial Inc.	165	224	
15 806	Toronto-Dominion Bank	655	877	
		4 667	5 724	7.8
Health Care				
2 428	Catamaran Corp.	123	146	
1 088	Valeant Pharmaceuticals International Inc.	87	181	
		210	327	0.4
Industrials				
8 473	Air Canada	52	101	
13 461	Bombardier Inc., Class B	57	56	
9 049	Canadian National Railway Co.	391	724	
1 652	Canadian Pacific Railway Ltd.	204	370	
2 724	Finning International Inc.	65	69	
3 390	Newalta Inc.	64	60	
1 696	Progressive Waste Solutions Ltd.	43	59	
1 304	Russel Metals Inc.	33	34	
2 000	TransForce Inc.	60	59	
3 176	WestJet Airlines Ltd.	77	106	
		1 046	1 638	2.2
Information Technology				
5 919	Blackberry Ltd.	56	75	
5 104	Descartes Systems Group Inc.	75	88	
1 343	DH Corp.	33	49	
1 819	Open Text Corp.	77	123	
10 070	Redknee Solutions Inc.	57	38	
		298	373	0.5

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
4 449	Agnico Eagle Mines Ltd.	\$ 153	\$ 129	
919	Agrium Inc.	85	101	
937	Canfor Corp.	23	28	
2 974	Canfor Pulp Products Inc.	35	43	
15 519	Eldorado Gold Corp.	144	110	
5 304	First Quantum Minerals Ltd.	102	88	
3 638	Franco-Nevada Corp.	192	208	
4 339	HudBay Minerals Inc.	41	44	
2 509	Labrador Iron Ore Royalty Corp.	65	47	
13 925	Lundin Mining Corp.	72	80	
1 134	Methanex Corp.	72	61	
4 554	New Gold Inc.	37	23	
2 089	Osisko Gold Royalties Ltd.	33	34	
7 660	Potash Corporation of Saskatchewan Inc.	300	315	
3 662	Primero Mining Corp.	25	16	
5 019	Silver Wheaton Corp.	129	119	
2 378	Teck Resources Ltd., Class B	60	38	
13 989	Torex Gold Resources Inc.	25	17	
3 853	Yamana Gold Inc.	35	18	
		1 628	1 519	2.1
Telecommunication Services				
4 957	BCE Inc.	207	264	
4 242	Rogers Communications Inc., Class B	180	192	
6 565	TELUS Corp.	212	275	
		599	731	1.0
Utilities				
7 000	Algonquin Power & Utilities Corp.	51	67	
3 888	Atco Ltd., Class I, Non-Voting	110	185	
2 800	Boralex Inc., Class A	36	36	
1 343	Brookfield Infrastructure Partners LP	43	65	
2 197	Brookfield Renewable Energy Partners LP	58	79	
		298	432	0.6
TOTAL CANADIAN EQUITIES				
		13 297	15 645	21.2
FOREIGN EQUITIES				
UNITED STATES EQUITIES				
Consumer Discretionary				
2 200	Advance Auto Parts Inc.	361	407	
4 300	Comcast Corp., Class A	266	290	
2 200	Marriott International Inc., Class A	191	199	
4 900	Nordstrom Inc.	400	452	
100	NVR Inc.	139	148	
4 000	Pulte Corp.	100	100	
		1 457	1 596	2.2
Consumer Staples				
10 000	Archer Daniels Midland Co.	608	604	
1 200	Clorox Company	135	145	
900	CVS Health Corp.	80	101	
1 800	Dr Pepper Snapple Group Inc.	138	150	
8 300	Kimberly-Clark Corp.	1 074	1 114	
500	Mondelez International Inc.	22	21	
1 600	PepsiCo Inc.	169	176	
400	The Kroger Co.	23	30	
		2 249	2 341	3.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy				
4 400	EOG Resources Inc.	\$ 458	\$ 471	
1 100	Hess Corp.	100	94	
1 000	National Oilwell Varco Inc.	77	76	
3 500	Valero Energy Corp.	192	201	
		827	842	1.1
Financials				
6 800	Allstate Corp.	540	555	
2 900	Citigroup Inc.	167	182	
2 600	Equity Residential Properties Trust	224	217	
2 500	Lincoln National Corp.	171	168	
4 200	Moody's Corp.	453	468	
4 900	Morgan Stanley	221	221	
2 100	The Goldman Sachs Group Inc.	453	473	
1 500	Wells Fargo & Company	97	96	
		2 326	2 380	3.2
Health Care				
3 000	AbbVie Inc.	225	228	
7 000	Aetna Inc.	630	722	
500	AmerisourceBergen Corp.	50	52	
5 000	Anthem Inc.	654	730	
700	Edwards Lifesciences Corp.	99	104	
3 200	Eli Lilly & Co.	254	256	
2 000	Express Scripts Holding Co.	193	197	
3 200	Gilead Sciences Inc.	374	350	
1 400	Health Net Inc.	80	87	
2 100	Pfizer Inc.	74	76	
3 100	UnitedHealth Group Incorporated	331	364	
		2 964	3 166	4.3
Industrials				
2 100	C.H. Robinson Worldwide Inc.	177	183	
2 200	Cintas Corp.	184	200	
14 500	Southwest Airlines	564	713	
3 600	Union Pacific Corp.	472	498	
		1 397	1 594	2.2
Information Technology				
9 200	Apple Inc.	1 091	1 180	
17 500	Cisco Systems Inc.	546	566	
2 900	Electronic Arts Inc.	140	158	
7 300	Intel Corp.	261	308	
12 600	Micron Technology Inc.	460	513	
21 500	Microsoft Corp.	996	1 160	
2 000	Science Applications International Corp.	117	115	
700	Visa Inc., Class A	184	213	
		3 795	4 213	5.7
Materials				
1 100	LyondellBasell Industries N.V.	104	101	
		104	101	0.1
Utilities				
6 000	Entergy Corp.	545	609	
		545	609	0.8
TOTAL UNITED STATES EQUITIES				
		15 664	16 842	22.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
7 408	BHP Billiton Ltd.	\$ 271	\$ 203	
27 914	Brambles Ltd.	255	279	
2 984	CSL Ltd.	210	244	
7 207	Westpac Banking Corporation	247	225	
		<u>983</u>	<u>951</u>	<u>1.3</u>
Belgium				
3 319	InBev N.V.	399	434	
		<u>399</u>	<u>434</u>	<u>0.6</u>
Denmark				
7 026	Christian Hansen Holding A/S	230	362	
8 951	Novo Nordisk A/S	321	440	
		<u>551</u>	<u>802</u>	<u>1.1</u>
Finland				
5 042	Sampo OYJ	169	274	
		<u>169</u>	<u>274</u>	<u>0.4</u>
Germany				
2 370	Brenntag AG	102	155	
707	Continental AG	107	174	
3 553	Fuchs Petrolub SE Preference	154	166	
5 328	GEA Group AG	178	273	
2 833	Henkel KGaA, Preferred Non-Voting	252	354	
4 277	SAP SE	284	347	
		<u>1 077</u>	<u>1 469</u>	<u>2.0</u>
Hong Kong				
31 000	Hong Kong Electric Holdings Ltd.	306	348	
9 100	Standard Chartered Plc.	156	157	
		<u>462</u>	<u>505</u>	<u>0.7</u>
Ireland				
3 037	Paddy Power Plc.	233	291	
		<u>233</u>	<u>291</u>	<u>0.4</u>
Italy				
5 584	Azimut Holding S.p.A.	75	141	
		<u>75</u>	<u>141</u>	<u>0.2</u>
Japan				
5 200	Asahi Breweries Ltd.	177	187	
22 000	Asahi Kasei Corp.	160	233	
9 100	Casio Computer Co., Ltd.	163	162	
48 000	NEC Corp.	196	162	
900	Oriental Land Co. Ltd.	187	241	
4 700	Seiko Epson Corp.	223	228	
3 600	SoftBank Corp.	298	249	
12 500	Sumitomo Electric Industries Ltd.	184	181	
5 800	Sumitomo Mitsui Financial Group Inc.	213	244	
8 800	The Dai-ichi Life Insurance Co. Ltd.	141	155	
5 600	Tokio Marine Holdings, Inc.	190	211	
2 700	Toyota Motor Corp.	148	195	
34 200	Yahoo! Japan Corp.	168	142	
		<u>2 448</u>	<u>2 590</u>	<u>3.5</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
12 751	Elsevier N.V.	\$ 301	\$ 354	
15 129	ING Groep N.V.	197	227	
96 982	Koninklijke KPN N.V.	372	356	
8 873	SBM Offshore N.V.	180	121	
		<u>1 050</u>	<u>1 058</u>	<u>1.4</u>
Norway				
11 780	DnB ASA	163	202	
		<u>163</u>	<u>202</u>	<u>0.3</u>
Spain				
4 146	ACS Actividades Construcción y Servicios S.A.	161	168	
3 319	Grifols S.A.	178	154	
		<u>339</u>	<u>322</u>	<u>0.4</u>
Sweden				
7 957	Swedbank AB	160	229	
		<u>160</u>	<u>229</u>	<u>0.3</u>
Switzerland				
2 856	Novartis AG	210	308	
1 455	Roche Holdings AG Genussscheine	365	458	
951	Schindler Holding AG	123	160	
		<u>698</u>	<u>926</u>	<u>1.3</u>
United Kingdom				
21 544	Aberdeen Asset Management Plc.	109	167	
4 643	Aggreko Plc.	142	126	
5 836	Berkeley Group Holdings Plc.	228	261	
49 520	BT Group Plc.	204	358	
9 089	Capita Plc.	192	177	
25 518	Daily Mail & General Trust Plc.	318	379	
6 983	Diageo Plc.	173	232	
3 004	London Stock Exchange Group Plc.	47	120	
7 410	Petrofac Limited	164	94	
17 141	Playtech Plc.	220	213	
4 110	Rio Tinto Plc.	246	220	
2 088	Shire Plc.	144	172	
		<u>2 187</u>	<u>2 519</u>	<u>3.4</u>
TOTAL INTERNATIONAL EQUITIES		<u>10 994</u>	<u>12 713</u>	<u>17.3</u>
TOTAL FOREIGN EQUITIES		<u>26 658</u>	<u>29 555</u>	<u>40.1</u>
TOTAL EQUITIES		<u>39 955</u>	<u>45 200</u>	<u>61.3</u>

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
100	407 International Inc.	5.750	14-Feb-36	\$ 95	\$ 124	
150	AltaGas Ltd.	4.550	17-Jan-19	163	162	
150	Bank of Montreal	6.020	02-May-18	171	170	
150	Bank of Nova Scotia	2.598	27-Feb-17	153	153	
100	Bell Canada	5.410	26-Sep-16	103	106	
150	Bell Canada	6.100	16-Mar-35	170	182	
150	Caisse Centrale Desjardins	2.795	19-Nov-18	150	154	
80	Calloway Real Estate Investment Trust	5.370	12-Oct-16	88	85	
150	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	150	152	
150	Canadian Real Estate Investment Trust	3.676	24-Jul-18	154	155	
150	Canadian Western Bank	3.077	14-Jan-19	150	154	
200	First Capital Realty Inc.	4.790	30-Aug-24	214	217	
100	Greater Toronto Airports Authority	5.960	20-Nov-19	123	118	
50	Greater Toronto Airports Authority	6.470	02-Feb-34	56	69	
150	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	155	163	
100	H&R Real Estate Investment Trust	3.344	20-Jun-18	99	103	
150	Inter Pipeline Ltd.	4.967	02-Feb-21	167	168	
150	Loblaw Companies Ltd.	5.900	18-Jan-36	138	176	
100	Manulife Bank of Canada	2.383	17-Oct-16	100	101	
150	Master Credit Card Trust	2.626	21-Jan-17	153	153	
150	National Bank of Canada	2.689	21-Aug-17	153	153	
125	Rogers Communications Inc.	6.110	25-Aug-40	138	150	
150	Royal Bank of Canada*	2.680	08-Dec-16	151	153	
150	Shaw Communications Inc.	5.650	01-Oct-19	168	170	
100	TELUS Corp.	4.400	01-Apr-43	89	98	
100	Toronto-Dominion Bank	4.779	14-Dec-16	99	105	
150	Union Gas Ltd.	4.850	25-Apr-22	167	172	
25	Wells Fargo Canada Corp.	2.780	15-Nov-18	25	26	
150	Wells Fargo Canada Corp.	2.944	25-Jul-19	147	155	
				3 889	4 047	5.5
FEDERAL						
200	Canada Housing Trust No. 1	2.450	15-Dec-15	204	203	
200	Canada Housing Trust No. 1	1.700	15-Dec-17	201	202	
65	Canada Housing Trust No. 1	3.350	15-Dec-20	64	71	
145	Government of Canada	2.750	01-Sep-16	150	149	
150	Government of Canada	1.750	01-Sep-19	149	153	
30	Government of Canada	2.500	01-Jun-24	28	32	
42	Government of Canada	5.750	01-Jun-33	53	64	
75	Government of Canada	4.000	01-Jun-41	94	100	
				943	974	1.3
PROVINCIAL/MUNICIPAL						
125	Province of Manitoba	2.050	01-Dec-16	126	127	
300	Province of New Brunswick	4.400	03-Jun-19	332	334	
75	Province of Newfoundland	6.150	17-Apr-28	89	101	
130	Province of Nova Scotia	4.500	01-Jun-37	137	155	
725	Province of Ontario	1.900	08-Sep-17	724	735	
250	Province of Ontario USD	1.100	25-Oct-17	275	289	
550	Province of Ontario	2.100	08-Sep-18	547	561	
200	Province of Ontario	4.200	02-Jun-20	218	223	
500	Province of Ontario	3.150	02-Jun-22	502	529	
100	Province of Ontario	2.850	02-Jun-23	100	103	
200	Province of Ontario	3.500	02-Jun-24	206	215	
70	Province of Ontario	4.600	02-Jun-39	72	86	
150	Province of Ontario	4.650	02-Jun-41	176	186	
280	Province of Ontario	3.450	02-Jun-45	251	290	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
100	Province of Quebec	5.000	01-Dec-15	\$ 105	\$ 104	
50	Province of Quebec EUR	3.375	20-Jun-16	71	74	
240	Province of Quebec	4.500	01-Dec-17	237	261	
150	Province of Quebec	3.000	01-Sep-23	149	156	
300	Province of Quebec	3.750	01-Sep-24	322	327	
70	Province of Quebec	5.000	01-Dec-38	84	89	
65	Province of Quebec	5.000	01-Dec-41	71	84	
50	Province of Quebec	4.250	01-Dec-43	52	58	
				4 846	5 087	6.9
TOTAL CANADIAN BONDS				9 678	10 108	13.7
FOREIGN BONDS						
Australia						
130	Australia Government AUD	4.500	15-Apr-20	130	137	
				130	137	0.2
Belgium						
95	Belgium Government EUR	4.250	28-Sep-22	137	171	
26	Belgium Government EUR	4.500	28-Mar-26	44	50	
15	Belgium Government EUR	3.750	22-Jun-45	20	30	
				201	251	0.3
Denmark						
250	Denmark Government DKK	4.000	15-Nov-17	51	53	
970	Denmark Government DKK	3.000	15-Nov-21	201	217	
400	Denmark Government DKK	1.500	15-Nov-23	82	82	
				334	352	0.5
Finland						
16	Finland Government EUR	2.750	04-Jul-28	21	27	
				21	27	-
France						
140	France O.A.T. EUR	1.000	25-May-19	210	205	
80	France O.A.T. EUR	2.250	25-May-24	123	128	
178	France O.A.T. EUR	4.000	25-Oct-38	304	360	
96	France O.A.T. EUR	3.250	25-May-45	142	177	
				779	870	1.2
Germany						
195	Bundesrepublik Deutschland EUR	4.000	04-Jan-18	305	308	
288	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	377	443	
20	Bundesrepublik Deutschland EUR	5.500	04-Jan-31	38	47	
				720	798	1.1
Ireland						
25	GE Capital European Funding EUR	2.875	17-Sep-15	34	36	
60	GE Capital European Funding EUR	3.750	04-Apr-16	97	88	
22	Ireland Government EUR	5.000	18-Oct-20	35	39	
18	Ireland Government EUR	3.400	18-Mar-24	27	30	
22	Ireland Government EUR	5.400	13-Mar-25	42	43	
				235	236	0.3
Italy						
385	Buoni Poliennali Del Tesoro EUR	1.500	15-Dec-16	567	552	
125	Buoni Poliennali Del Tesoro EUR	0.750	15-Jan-18	177	176	
210	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	323	316	
198	Buoni Poliennali Del Tesoro EUR	5.500	01-Nov-22	315	358	
70	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	113	114	
80	Buoni Poliennali Del Tesoro EUR	5.000	01-Aug-39	110	149	
				1 605	1 665	2.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan						
10 000	Development Bank of Japan JPY	1.750	17-Mar-17	\$ 113	\$ 101	
20 000	Japan Finance Corporation for Municipal Enterprises JPY	2.000	09-May-16	225	199	
10 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	143	103	
28 400	Japan Government Five Year JPY	0.800	20-Jun-23	320	277	
9 000	Japan Government Ten Year JPY	1.700	20-Sep-17	114	91	
20 000	Japan Government Ten Year JPY	1.300	20-Mar-18	220	202	
6 000	Japan Government Ten Year JPY	1.400	20-Sep-19	70	62	
17 000	Japan Government Ten Year JPY	1.000	20-Sep-20	205	174	
27 700	Japan Government Ten Year JPY	0.800	20-Sep-22	288	282	
10 000	Japan Government Twenty Year JPY	2.000	20-Dec-25	123	114	
24 000	Japan Government Twenty Year JPY	2.100	20-Jun-29	287	280	
42 000	Japan Government Twenty Year JPY	1.600	20-Jun-30	485	460	
48 000	Japan Government Twenty Year JPY	1.400	20-Sep-34	479	495	
25	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	34	36	
				3 106	2 876	3.9
Mexico						
1 550	Mexican Bonos MXN	6.500	09-Jun-22	135	128	
				135	128	0.2
Norway						
25	Ekspportfinans ASA USD	5.500	26-Jun-17	28	31	
				28	31	-
South Korea						
20	The Korea Development Bank AUD	4.500	22-Nov-19	20	20	
				20	20	-
Spain						
640	Spain Government EUR	0.500	31-Oct-17	893	898	
30	Spain Government EUR	2.750	30-Apr-19	46	46	
20	Spain Government EUR	0.550	30-Nov-19	29	28	
120	Spain Government EUR	5.150	31-Oct-28	179	226	
92	Spain Government EUR	5.150	31-Oct-44	140	185	
40	Spain Government EUR	4.000	31-Oct-64	58	68	
				1 345	1 451	2.0
Supranational						
60	European Financial Stability Facility EUR	2.000	15-May-17	85	88	
100	European Investment Bank GBP	3.250	07-Dec-16	187	190	
				272	278	0.4
Sweden						
550	Government of Sweden SEK	4.250	12-Mar-19	102	96	
240	Government of Sweden SEK	1.500	13-Nov-23	39	38	
				141	134	0.2
United Kingdom						
200	United Kingdom Gilt GBP	1.750	22-Jul-19	360	372	
15	United Kingdom Gilt GBP	1.750	07-Sep-22	23	28	
179	United Kingdom Gilt GBP	3.250	22-Jan-44	343	374	
				726	774	1.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
1 523	United States Treasury	0.375	15-Nov-15	\$ 1 673	\$ 1 771	
275	United States Treasury	0.250	15-May-16	316	319	
945	United States Treasury	3.250	31-Dec-16	1 039	1 153	
444	United States Treasury	0.875	31-Jan-17	473	517	
1 580	United States Treasury	1.000	30-Sep-19	1 690	1 786	
414	United States Treasury	1.625	15-Aug-22	432	468	
150	United States Treasury	2.750	15-Nov-23	176	183	
437	United States Treasury	3.500	15-Feb-39	474	584	
33	United States Treasury Inflation Indexed	2.125	15-Feb-40	48	50	
				6 321	6 831	9.3
TOTAL FOREIGN BONDS				16 119	16 859	22.9
TOTAL BONDS				25 797	26 967	36.6
SHORT-TERM INVESTMENTS†				1 876	1 876	2.5
TOTAL INVESTMENTS				67 628	74 043	100.4
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	245	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(336)	(0.5)
TOTAL PORTFOLIO				\$ 67 628	73 952	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(164)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 73 788	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 200 Sold CAD 232 @ 1.1598	02-Jan-15	\$ –
Bought USD 27 Sold CAD 31 @ 1.1359	02-Jan-15	1
Bought CAD 21 Sold MXN 253 @ 0.0827	08-Jan-15	1
Bought CAD 253 Sold GBP 140 @ 1.8119	08-Jan-15	–
Bought CAD 33 Sold JPY 3 214 @ 0.0102	08-Jan-15	2
Bought GBP 5 Sold CAD 9 @ 1.8054	08-Jan-15	–
Bought GBP 8 Sold CAD 14 @ 1.7954	08-Jan-15	–
Bought USD 176 Sold CAD 201 @ 1.1415	08-Jan-15	4
Bought CAD 59 Sold NOK 362 @ 0.1633	09-Jan-15	3
Bought CAD 67 Sold NOK 413 @ 0.1633	09-Jan-15	3
Bought USD 133 Sold CAD 149 @ 1.1249	12-Jan-15	5
Bought CAD 247 Sold JPY 24 010 @ 0.0103	13-Jan-15	15
Bought USD 30 Sold CAD 34 @ 1.1178	13-Jan-15	1
Bought CAD 193 Sold JPY 18 676 @ 0.0103	14-Jan-15	13
Bought CAD 49 Sold CHF 41 @ 1.1991	14-Jan-15	1
Bought CAD 10 Sold JPY 1 000 @ 0.0101	15-Jan-15	–
Bought CAD 12 Sold CHF 10 @ 1.1768	15-Jan-15	–
Bought CAD 138 Sold JPY 13 318 @ 0.0104	15-Jan-15	9
Bought CAD 19 Sold CHF 16 @ 1.2018	15-Jan-15	1
Bought CAD 24 Sold CHF 20 @ 1.1908	15-Jan-15	–
Bought CAD 43 Sold EUR 30 @ 1.4264	15-Jan-15	1
Bought CAD 45 Sold CHF 38 @ 1.1729	15-Jan-15	–
Bought CAD 51 Sold CHF 44 @ 1.1708	15-Jan-15	–
Bought CAD 6 Sold CHF 5 @ 1.1724	15-Jan-15	–
Bought CAD 8 Sold CHF 7 @ 1.1712	15-Jan-15	–
Bought USD 5 Sold CAD 6 @ 1.1216	15-Jan-15	–
Bought CAD 127 Sold DKK 654 @ 0.1939	16-Jan-15	3

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 15 Sold SEK 98 @ 0.1573	16-Jan-15	\$ 1
Bought CAD 251 Sold GBP 138 @ 1.8214	16-Jan-15	1
Bought CAD 3 Sold SEK 20 @ 0.1523	16-Jan-15	–
Bought CAD 35 Sold SEK 229 @ 0.1546	16-Jan-15	1
Bought CAD 23 Sold USD 20 @ 1.1658	20-Jan-15	–
Bought CAD 598 Sold USD 513 @ 1.1649	20-Jan-15	1
Bought USD 534 Sold CAD 612 @ 1.1470	20-Jan-15	8
Bought CAD 1 236 Sold EUR 874 @ 1.4131	21-Jan-15	6
Bought CAD 28 Sold EUR 20 @ 1.4196	21-Jan-15	–
Bought CAD 609 Sold EUR 422 @ 1.4432	21-Jan-15	15
Bought CAD 391 Sold EUR 270 @ 1.4489	22-Jan-15	11
Bought USD 40 Sold CAD 45 @ 1.1334	22-Jan-15	1
Bought CAD 100 Sold JPY 9 445 @ 0.0106	23-Jan-15	8
Bought CAD 29 Sold EUR 20 @ 1.4562	23-Jan-15	1
Bought CAD 48 Sold EUR 34 @ 1.4187	23-Jan-15	–
Bought CAD 6 Sold EUR 4 @ 1.4264	23-Jan-15	–
Bought CAD 19 Sold JPY 1 850 @ 0.0101	26-Jan-15	1
Bought CAD 425 Sold JPY 40 743 @ 0.0104	26-Jan-15	31
Bought CAD 68 Sold EUR 47 @ 1.4492	26-Jan-15	2
Bought CAD 47 Sold JPY 4 483 @ 0.0105	27-Jan-15	4
Bought HKD 243 Sold CAD 36 @ 0.1478	27-Jan-15	1
Bought HKD 8 Sold CAD 1 @ 0.1481	27-Jan-15	–
Bought USD 21 Sold CAD 24 @ 1.1269	27-Jan-15	1
Bought USD 25 Sold CAD 29 @ 1.1604	27-Jan-15	–
Bought USD 40 Sold CAD 45 @ 1.1243	27-Jan-15	2
Bought USD 41 Sold CAD 48 @ 1.1612	27-Jan-15	–
Bought USD 5 Sold CAD 6 @ 1.1452	27-Jan-15	–
Bought USD 6 Sold CAD 7 @ 1.1288	27-Jan-15	–

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 253 Sold EUR 174 @ 1.4550	28-Jan-15	\$ 8
Bought CAD 19 Sold DKK 98 @ 0.1914	29-Jan-15	–
Bought CAD 34 Sold EUR 24 @ 1.4321	29-Jan-15	1
Bought CAD 17 Sold AUD 18 @ 0.9607	03-Feb-15	–
Bought CAD 18 Sold AUD 18 @ 0.9826	03-Feb-15	1
Bought CAD 25 Sold AUD 25 @ 0.9872	03-Feb-15	1
Bought CAD 43 Sold AUD 44 @ 0.9843	03-Feb-15	2
Bought CAD 45 Sold AUD 45 @ 0.9836	03-Feb-15	2
Bought CAD 22 Sold MYR 65 @ 0.3315	04-Feb-15	–
Bought CAD 22 Sold SEK 139 @ 0.1548	04-Feb-15	1
Bought CAD 44 Sold JPY 4 174 @ 0.0106	04-Feb-15	4
Bought CAD 9 Sold SEK 57 @ 0.1548	04-Feb-15	–
Bought CAD 115 Sold JPY 11 628 @ 0.0099	05-Feb-15	3
Bought CAD 17 Sold EUR 12 @ 1.4162	05-Feb-15	–
Bought CAD 51 Sold EUR 36 @ 1.4193	05-Feb-15	–
Bought USD 498 Sold CAD 579 @ 1.1622	05-Feb-15	–
Bought CAD 108 Sold USD 93 @ 1.1645	06-Feb-15	–
Bought CAD 4 Sold DKK 20 @ 0.1915	09-Feb-15	–
Bought CAD 110 Sold EUR 78 @ 1.4120	10-Feb-15	–
Bought CAD 517 Sold EUR 362 @ 1.4300	10-Feb-15	8
Bought CAD 103 Sold DKK 541 @ 0.1905	11-Feb-15	1
Bought CAD 612 Sold EUR 432 @ 1.4176	11-Feb-15	4
Bought USD 15 Sold CAD 17 @ 1.1370	11-Feb-15	–
Bought USD 61 Sold CAD 70 @ 1.1451	11-Feb-15	1
Bought CAD 202 Sold EUR 141 @ 1.4325	12-Feb-15	3
Bought CAD 134 Sold JPY 13 617 @ 0.0098	13-Feb-15	1
Bought CAD 50 Sold AUD 52 @ 0.9593	19-Feb-15	1
Bought CAD 66 Sold DKK 347 @ 0.1904	19-Feb-15	–
Bought CAD 8 Sold AUD 8 @ 0.9741	19-Feb-15	–
Bought NOK 306 Sold CAD 47 @ 0.1538	19-Feb-15	1
Bought CAD 10 Sold DKK 50 @ 0.1906	20-Feb-15	–
Bought CAD 21 Sold DKK 111 @ 0.1917	20-Feb-15	–
Bought USD 154 Sold CAD 176 @ 1.1456	20-Feb-15	3
Bought CAD 11 Sold NOK 68 @ 0.1669	23-Feb-15	1
Bought CAD 2 Sold NOK 10 @ 0.1560	23-Feb-15	–
Bought CAD 4 Sold NOK 24 @ 0.1669	23-Feb-15	–
Bought CAD 65 Sold MXN 795 @ 0.0822	23-Feb-15	3
Bought CAD 23 Sold CHF 19 @ 1.1738	25-Feb-15	–
Bought CAD 755 Sold JPY 76 931 @ 0.0098	25-Feb-15	7
Bought CAD 80 Sold EUR 55 @ 1.4568	25-Feb-15	3
Bought JPY 1 600 Sold CAD 15 @ 0.0096	25-Feb-15	–
Bought CAD 13 Sold SEK 83 @ 0.1520	26-Feb-15	–
Bought CAD 42 Sold SEK 277 @ 0.1520	26-Feb-15	1
Bought CAD 20 Sold DKK 106 @ 0.1907	27-Feb-15	–
Bought CAD 25 Sold AUD 26 @ 0.9594	02-Mar-15	–
Bought CAD 49 Sold AUD 51 @ 0.9585	02-Mar-15	1
Bought CAD 199 Sold USD 171 @ 1.1661	03-Mar-15	–
Bought CAD 23 Sold USD 20 @ 1.1669	03-Mar-15	–
Bought JPY 7 463 Sold CAD 72 @ 0.0096	03-Mar-15	1
Bought USD 199 Sold CAD 228 @ 1.1457	03-Mar-15	5
Bought USD 20 Sold CAD 23 @ 1.1556	03-Mar-15	–
Bought USD 30 Sold CAD 35 @ 1.1614	03-Mar-15	–
Bought USD 59 Sold CAD 67 @ 1.1420	03-Mar-15	1
Bought USD 66 Sold CAD 76 @ 1.1424	03-Mar-15	1
Bought CAD 12 Sold DKK 63 @ 0.1959	04-Mar-15	–

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 120 Sold AUD 125 @ 0.9583	04-Mar-15	\$ 2
Bought CAD 44 Sold EUR 31 @ 1.4151	05-Mar-15	–
Bought CAD 2 Sold SEK 10 @ 0.1503	06-Mar-15	–
Bought CAD 39 Sold SEK 262 @ 0.1499	06-Mar-15	–
Bought CAD 15 Sold GBP 8 @ 1.8160	11-Mar-15	–
Bought CAD 6 Sold EUR 4 @ 1.4160	11-Mar-15	–
Bought CAD 9 Sold GBP 5 @ 1.8164	11-Mar-15	–
Bought CAD 5 Sold NOK 30 @ 0.1565	13-Mar-15	–
Bought CAD 6 Sold NOK 40 @ 0.1570	13-Mar-15	–
Bought CAD 8 Sold USD 7 @ 1.1672	17-Mar-15	–
Bought CAD 1 Sold NOK 7 @ 0.1569	18-Mar-15	–
Bought CAD 18 Sold NOK 116 @ 0.1560	18-Mar-15	–
Bought CAD 20 Sold JPY 1 982 @ 0.0099	18-Mar-15	–
Bought CAD 3 Sold NOK 20 @ 0.1569	18-Mar-15	–
Bought CAD 5 Sold NOK 32 @ 0.1562	18-Mar-15	–
Bought CAD 1 387 Sold EUR 975 @ 1.4225	19-Mar-15	14
Bought CAD 15 Sold GBP 8 @ 1.8172	20-Mar-15	–
Bought CAD 19 Sold SEK 123 @ 0.1504	20-Mar-15	–
Bought CAD 23 Sold USD 20 @ 1.1652	26-Mar-15	–
Bought CAD 127 Sold USD 109 @ 1.1664	30-Mar-15	–
Bought CAD 168 Sold USD 144 @ 1.1658	30-Mar-15	–
		\$ 245

Contracts	Maturity Date	Unrealized Loss
Bought CAD 31 Sold USD 27 @ 1.1545	02-Jan-15	\$ –
Bought EUR 54 Sold CAD 76 @ 1.4103	02-Jan-15	–
Bought CAD 1 087 Sold USD 971 @ 1.1199	08-Jan-15	(41)
Bought CAD 54 Sold GBP 30 @ 1.8025	08-Jan-15	–
Bought NOK 362 Sold CAD 61 @ 0.1694	09-Jan-15	(5)
Bought NOK 413 Sold CAD 70 @ 0.1694	09-Jan-15	(6)
Bought CAD 870 Sold USD 775 @ 1.1229	12-Jan-15	(30)
Bought CAD 249 Sold JPY 25 681 @ 0.0097	13-Jan-15	–
Bought CAD 62 Sold USD 55 @ 1.1272	13-Jan-15	(2)
Bought CAD 34 Sold USD 30 @ 1.1174	14-Jan-15	(1)
Bought CAD 20 Sold USD 18 @ 1.1250	15-Jan-15	(1)
Bought EUR 25 Sold CAD 36 @ 1.4341	15-Jan-15	(1)
Bought EUR 33 Sold CAD 47 @ 1.4096	15-Jan-15	–
Bought MXN 7 Sold CAD 1 @ 0.0802	15-Jan-15	(1)
Bought CAD 331 Sold USD 296 @ 1.1175	16-Jan-15	(13)
Bought CAD 34 Sold USD 30 @ 1.1418	20-Jan-15	(1)
Bought EUR 22 Sold CAD 31 @ 1.4073	21-Jan-15	(1)
Bought CAD 911 Sold USD 807 @ 1.1288	22-Jan-15	(27)
Bought CAD 38 Sold JPY 4 000 @ 0.0095	23-Jan-15	(1)
Bought JPY 2 000 Sold CAD 20 @ 0.0099	26-Jan-15	–
Bought CAD 10 Sold HKD 65 @ 0.1462	27-Jan-15	–
Bought CAD 13 Sold HKD 89 @ 0.1473	27-Jan-15	–
Bought CAD 16 Sold USD 14 @ 1.1414	27-Jan-15	–
Bought CAD 18 Sold HKD 119 @ 0.1470	27-Jan-15	–
Bought CAD 40 Sold USD 34 @ 1.1620	27-Jan-15	–
Bought CAD 5 Sold HKD 35 @ 0.1452	27-Jan-15	–
Bought CAD 5 Sold HKD 35 @ 0.1453	27-Jan-15	–
Bought CAD 54 Sold HKD 370 @ 0.1458	27-Jan-15	(2)
Bought CAD 7 Sold HKD 50 @ 0.1456	27-Jan-15	–

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 40 Sold JPY 4 200 @ 0.0096	29-Jan-15	\$ -
Bought CAD 176 Sold USD 155 @ 1.1328	30-Jan-15	(5)
Bought CAD 23 Sold USD 20 @ 1.1325	30-Jan-15	(1)
Bought CAD 139 Sold USD 120 @ 1.1548	02-Feb-15	(1)
Bought CAD 25 Sold GBP 14 @ 1.7853	02-Feb-15	-
Bought CAD 524 Sold GBP 293 @ 1.7871	02-Feb-15	(7)
Bought CAD 82 Sold GBP 46 @ 1.7841	02-Feb-15	(1)
Bought CAD 17 Sold USD 15 @ 1.1399	03-Feb-15	-
Bought CAD 89 Sold USD 79 @ 1.1289	03-Feb-15	(3)
Bought CAD 22 Sold USD 19 @ 1.1341	04-Feb-15	(1)
Bought CAD 84 Sold USD 74 @ 1.1341	04-Feb-15	(2)
Bought MYR 65 Sold CAD 22 @ 0.3315	04-Feb-15	-
Bought CAD 745 Sold USD 654 @ 1.1398	05-Feb-15	(15)
Bought CAD 1 319 Sold USD 1 167 @ 1.1305	06-Feb-15	(38)
Bought CAD 34 Sold USD 30 @ 1.1309	06-Feb-15	(1)
Bought CAD 23 Sold USD 20 @ 1.1609	09-Feb-15	-
Bought CAD 299 Sold USD 265 @ 1.1268	09-Feb-15	(10)
Bought CAD 57 Sold USD 50 @ 1.1430	10-Feb-15	(1)
Bought CAD 85 Sold USD 75 @ 1.1364	10-Feb-15	(2)
Bought CAD 16 Sold DKK 85 @ 0.1875	11-Feb-15	-
Bought CAD 24 Sold MXN 311 @ 0.0781	11-Feb-15	-
Bought CAD 25 Sold MXN 326 @ 0.0782	11-Feb-15	-
Bought CAD 384 Sold USD 338 @ 1.1348	11-Feb-15	(9)
Bought CAD 118 Sold USD 105 @ 1.1273	12-Feb-15	(4)
Bought CAD 43 Sold USD 38 @ 1.1393	12-Feb-15	(1)
Bought CAD 112 Sold USD 100 @ 1.1172	13-Feb-15	(5)
Bought CAD 6 Sold USD 5 @ 1.1336	17-Feb-15	-
Bought EUR 12 Sold CAD 17 @ 1.4313	18-Feb-15	-
Bought CAD 41 Sold DKK 216 @ 0.1876	19-Feb-15	-
Bought CAD 120 Sold DKK 637 @ 0.1876	20-Feb-15	(1)
Bought CAD 27 Sold USD 24 @ 1.1387	20-Feb-15	(1)
Bought CAD 88 Sold USD 78 @ 1.1302	20-Feb-15	(3)
Bought CAD 417 Sold USD 368 @ 1.1326	23-Feb-15	(11)
Bought NOK 11 Sold CAD 2 @ 0.1578	23-Feb-15	-
Bought NOK 25 Sold CAD 4 @ 0.1607	23-Feb-15	-
Bought CAD 25 Sold EUR 18 @ 1.4071	24-Feb-15	-
Bought CAD 597 Sold USD 528 @ 1.1307	25-Feb-15	(17)
Bought CAD 557 Sold USD 491 @ 1.1330	26-Feb-15	(15)
Bought CAD 167 Sold JPY 17 427 @ 0.0096	2-Mar-15	(2)
Bought CAD 232 Sold USD 200 @ 1.1613	2-Mar-15	-
Bought CAD 29 Sold USD 25 @ 1.1621	2-Mar-15	-
Bought CAD 46 Sold GBP 26 @ 1.7865	2-Mar-15	(1)
Bought CAD 677 Sold USD 583 @ 1.1621	2-Mar-15	(1)
Bought CAD 25 Sold HKD 172 @ 0.1469	3-Mar-15	(1)
Bought CAD 357 Sold JPY 37 106 @ 0.0096	3-Mar-15	(4)
Bought CAD 72 Sold JPY 7 463 @ 0.0097	3-Mar-15	-
Bought CAD 121 Sold USD 106 @ 1.1409	4-Mar-15	(2)
Bought CAD 18 Sold HKD 121 @ 0.1469	4-Mar-15	-
Bought CAD 4 Sold HKD 30 @ 0.1469	4-Mar-15	-
Bought DKK 30 Sold CAD 6 @ 0.1957	4-Mar-15	-
Bought CAD 396 Sold JPY 41 324 @ 0.0096	5-Mar-15	(5)
Bought CAD 1 111 Sold EUR 792 @ 1.4028	9-Mar-15	(5)
Bought CAD 322 Sold GBP 180 @ 1.7965	9-Mar-15	(3)
Bought CAD 576 Sold USD 502 @ 1.1477	11-Mar-15	(8)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 216 Sold USD 189 @ 1.1452	12-Mar-15	\$ (3)
Bought CAD 23 Sold USD 20 @ 1.1594	16-Mar-15	-
Bought CAD 27 Sold JPY 2 792 @ 0.0097	17-Mar-15	-
Bought CAD 163 Sold JPY 16 970 @ 0.0096	19-Mar-15	(2)
Bought CAD 237 Sold GBP 132 @ 1.7942	19-Mar-15	(2)
Bought CAD 918 Sold USD 796 @ 1.1525	25-Mar-15	(9)
Bought CAD 55 Sold USD 48 @ 1.1563	27-Mar-15	-
Bought CAD 63 Sold USD 54 @ 1.1632	09-Apr-15	-
		\$ (336)
TOTAL FOREIGN EXCHANGE		\$ (91)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 74 043	\$ 54 118	\$ 36 806
Cash	29	27	47
Due from investment dealers	94	1 270	–
Subscriptions receivable	80	136	24
Unrealized gain on foreign exchange contracts	245	171	127
Dividends receivable, interest accrued and other assets	221	190	110
TOTAL ASSETS	74 712	55 912	37 114
LIABILITIES			
Due to investment dealers	408	1 979	46
Redemptions payable	29	153	10
Unrealized loss on foreign exchange contracts	336	250	76
Accounts payable and accrued expenses	151	104	72
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	924	2 486	204
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 73 788	\$ 53 426	\$ 36 910
Investments at cost	\$ 67 628	\$ 47 633	\$ 34 510
NAV			
SERIES A	\$ 67 611	\$ 49 672	\$ 35 102
ADVISOR SERIES	\$ 2 699	\$ 1 912	\$ 952
SERIES D	\$ 1 947	\$ 1 360	\$ 599
SERIES F	\$ 1 118	\$ 481	\$ 256
SERIES I	\$ 413	\$ 1	\$ 1
NAV PER UNIT			
SERIES A	\$ 11.17	\$ 11.03	\$ 9.65
ADVISOR SERIES	\$ 11.21	\$ 11.06	\$ 9.67
SERIES D	\$ 11.59	\$ 11.33	\$ 9.87
SERIES F	\$ 11.67	\$ 11.38	\$ 9.90
SERIES I	\$ 11.79	\$ 11.46	\$ 9.96

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 880	\$ 688
Interest for distribution purposes	621	489
Other income (loss)	7	13
Securities lending revenue (see note 6 in the generic notes)	7	7
Net realized gain (loss) on investments	6 269	2 775
Net gain (loss) on foreign currencies and other net assets	(192)	(363)
Change in unrealized gain (loss) on investments	(82)	4 059
TOTAL INCOME (LOSS)	7 510	7 668
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 262	884
Administration fees	95	66
Board of Governors costs	3	3
GST/HST	140	98
Transaction costs	86	33
Withholding tax	63	44
TOTAL EXPENSES	1 649	1 128
INCREASE (DECREASE) IN NAV	\$ 5 861	\$ 6 540
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 5 405	\$ 6 146
ADVISOR SERIES	\$ 206	\$ 191
SERIES D	\$ 159	\$ 145
SERIES F	\$ 77	\$ 58
SERIES I	\$ 14	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.06	\$ 1.51
ADVISOR SERIES	\$ 1.06	\$ 1.52
SERIES D	\$ 1.19	\$ 1.63
SERIES F	\$ 1.21	\$ 1.66
SERIES I	\$ 1.21	\$ 1.74

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 5 861	\$ 6 540
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(6 268)	(2 775)
Change in unrealized loss (gain) on investments	82	(4 059)
(Increase) decrease in accrued receivables	1 145	(1 350)
Increase (decrease) in accrued payables	(1 524)	1 965
Cost of investments purchased	(725 951)	(616 403)
Proceeds on sales of investments	712 224	606 055
NET CASH PROVIDED BY OPERATING ACTIVITIES	(14 431)	(10 027)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	23 287	15 363
Cash paid on redemption of redeemable units	(8 757)	(5 353)
Distributions paid to holders of redeemable units	(97)	(3)
NET CASH USED IN FINANCING ACTIVITIES	\$ 14 433	\$ 10 007
Net increase (decrease) in cash for the year	2	(20)
Cash (bank overdraft), beginning of period	27	47
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 29	\$ 27
Interest received	\$ 594	\$ 431
Dividends received, net of withholding taxes	\$ 819	\$ 635

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 49 672	\$ 35 102	\$ 1 912	\$ 952	\$ 1 360	\$ 599	\$ 481	\$ 256
INCREASE (DECREASE) IN NAV	5 405	6 146	206	191	159	145	77	58
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	19 459	13 555	1 093	895	1 330	841	916	184
Reinvestments of distributions to holders of redeemable units	5 129	499	190	18	144	17	64	5
Redemption of redeemable units	(6 895)	(5 130)	(500)	(125)	(902)	(226)	(335)	(15)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	17 693	8 924	783	788	572	632	645	174
Distributions from net income	–	(32)	–	(1)	–	(4)	–	(2)
Distributions from net gains	(5 159)	(468)	(202)	(18)	(144)	(12)	(85)	(5)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(5 159)	(500)	(202)	(19)	(144)	(16)	(85)	(7)
NET INCREASE (DECREASE) IN NAV	17 939	14 570	787	960	587	761	637	225
NAV AT END OF PERIOD	\$ 67 611	\$ 49 672	\$ 2 699	\$ 1 912	\$ 1 947	\$ 1 360	\$ 1 118	\$ 481

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 53 426	\$ 36 910
INCREASE (DECREASE) IN NAV	14	–	5 861	6 540
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	433	–	23 231	15 475
Reinvestments of distributions to holders of redeemable units	–	–	5 527	539
Redemption of redeemable units	(1)	–	(8 633)	(5 496)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	432	–	20 125	10 518
Distributions from net income	–	–	–	(39)
Distributions from net gains	(34)	–	(5 624)	(503)
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(34)	–	(5 624)	(542)
NET INCREASE (DECREASE) IN NAV	412	–	20 362	16 516
NAV AT END OF PERIOD	\$ 413	\$ 1	\$ 73 788	\$ 53 426

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth, with a secondary focus on modest income, to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 36.6% (December 31, 2013 – 38.3%, January 1, 2013 – 33.8%) of the net assets of the Fund. The table below summarizes the Fund’s credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	16.6	42.4	17.1
AA	46.3	31.1	55.6
A	29.7	18.3	18.3
BBB	7.4	6.9	6.7
BB	–	1.3	2.3
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Foreign Bonds	22.9	23.5	20.1
United States Equities	22.8	20.2	20.4
Canadian Equities	21.2	20.2	21.5
International Equities	17.3	17.9	17.4
Canadian Bonds	13.7	14.8	13.6
Cash/Other	2.1	3.4	7.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.6% (December 31, 2013 – 38.3%, January 1, 2013 – 33.7%) of the net assets of the Fund. The table below summarizes the Fund’s exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	8.9	3.6	10.3
1 – 5 years	50.5	52.5	50.4
5 – 10 years	18.9	23.0	17.3
> 10 years	21.7	20.9	22.0
Total	100.0	100.0	100.0

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 2.3% (December 31, 2013 – 2.3%, January 1, 2013 – 2.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	17.9	15.5	17.6
Euro	3.8	3.4	3.3
Japanese yen	2.5	2.0	2.2
Pound sterling	2.2	3.1	3.0
Australian dollar	1.0	1.1	0.6
Swiss franc	0.9	0.9	1.1
Danish krone	0.8	0.6	0.6
Hong Kong dollar	0.5	–	–
Swedish krona	–	–	0.7
Other currencies	0.5	1.0	1.0
Total	30.1	27.6	30.1

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	32 487	12 713	–	45 200
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	26 967	–	26 967
Short-term investments	–	1 876	–	1 876
Derivatives – assets	–	245	–	245
Derivatives – liabilities	–	(336)	–	(336)
Total financial instruments	32 487	41 465	–	73 952
% of total portfolio	43.9	56.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	21 823	9 365	–	31 188
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	20 475	–	20 475
Short-term investments	–	2 455	–	2 455
Derivatives – assets	–	171	–	171
Derivatives – liabilities	–	(250)	–	(250)
Total financial instruments	21 823	32 216	–	54 039
% of total portfolio	40.4	59.6	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	15 676	6 304	–	21 980
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	12 345	–	12 345
Short-term investments	–	2 481	–	2 481
Derivatives – assets	–	127	–	127
Derivatives – liabilities	–	(76)	–	(76)
Total financial instruments	15 676	21 181	–	36 857
% of total portfolio	42.5	57.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	2.00%
Advisor Series	2.00%
Series D	1.25%
Series F	1.00%
Series I	0.80%

Subsequent event

Effective January 1, 2015, the management fees for Series A and Advisor Series units have been reduced to 1.85% from 2.00%; for Series D units have been reduced to 1.10% from 1.25%; for Series F units have been reduced to 0.85% from 1.00%; and for Series I have been reduced to 0.70% from 0.80%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series D	114	105
Series F	116	107
Series I	126	117
Value of all units	4	4



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	4 504	3 639
Issued number of units	1 692	1 317
Reinvested number of units	458	46
Redeemed number of units	(599)	(498)
Ending number of units	6 055	4 504
Advisor Series		
Opening units	173	98
Issued number of units	94	85
Reinvested number of units	17	2
Redeemed number of units	(43)	(12)
Ending number of units	241	173
Series D		
Opening units	120	61
Issued number of units	113	78
Reinvested number of units	12	2
Redeemed number of units	(77)	(21)
Ending number of units	168	120
Series F		
Opening units	42	26
Issued number of units	76	17
Reinvested number of units	5	–
Redeemed number of units	(27)	(1)
Ending number of units	96	42
Series I		
Opening units	–	–
Issued number of units	35	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	35	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	86	100	33	100
Related-party brokerage commissions*	6	7	2	6
Commission arrangements†	8	9	2	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	4 810	3 617
Fair value of collateral received	4 906	3 689

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	53 408	36 880
Revaluation of investments at FVTPL	18	30
Net assets attributable to holders of redeemable units	53 426	36 910
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		6 552
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(12)
Increase (decrease) in net assets attributable to holders of redeemable units		6 540



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC BALANCED GROWTH & INCOME FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
28 767	Imax Corp.	\$ 870	\$ 1 032	
20 890	Magna International Inc., Class A	2 104	2 630	
37 319	Quebecor Inc., Class B	966	1 192	
42 383	Shaw Communications Inc., Class B	1 140	1 329	
47 517	Thomson Corp.	1 902	2 227	
		6 982	8 410	1.2
Consumer Staples				
30 947	Loblaw Companies Ltd.	1 449	1 924	
85 944	Maple Leaf Foods Inc.	1 484	1 673	
		2 933	3 597	0.5
Energy				
67 348	AltaGas Ltd.	2 870	2 919	
119 526	ARC Resources Ltd.	3 323	3 007	
126 955	Bonavista Energy Corp.	1 875	926	
82 378	Canadian Energy Services & Technology Corp.	862	522	
144 656	Canadian Natural Resources Ltd.	5 801	5 195	
72 598	Cardinal Energy Ltd.	1 233	980	
76 453	Cenovus Energy Inc.	2 235	1 832	
40 589	Crescent Point Energy Corp.	1 618	1 091	
108 236	Enbridge Inc.	5 296	6 465	
102 597	Encana Corp.	2 216	1 658	
53 553	Enerflex Ltd.	866	877	
52 496	Enerplus Corp.	1 046	587	
63 964	Gibson Energy Inc.	1 704	1 739	
115 308	Husky Energy Inc.	3 490	3 171	
24 469	Keyera Corp.	1 805	1 984	
28 805	Mullen Group Ltd.	801	614	
70 633	Parkland Fuel Corp.	1 438	1 536	
60 393	Pembina Pipeline Corp.	2 480	2 557	
115 883	Pengrowth Energy Corp.	504	424	
219 850	Precision Drilling Corp.	2 105	1 552	
58 908	Secure Energy Services Inc.	1 176	1 000	
41 419	ShawCor Ltd.	1 866	1 756	
179 663	Suncor Energy Inc.	6 959	6 630	
105 985	TransCanada Corp.	5 463	6 052	
216 036	Trinidad Drilling Ltd.	1 964	1 123	
136 637	Veresen Inc.	2 197	2 509	
54 750	Vermilion Energy Inc.	3 106	3 121	
95 764	Whitecap Resources Inc.	1 323	1 096	
		67 622	62 923	8.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
108 279	Agellan Commercial Real Estate Investment Trust	\$ 950	\$ 939	
23 740	Alaris Royalty Corp.	788	839	
18 965	Allied Properties Real Estate Investment Trust	616	710	
47 327	Bank of Montreal	3 550	3 889	
119 962	Bank of Nova Scotia	7 718	7 955	
53 787	Brookfield Asset Management Inc., Class A	2 447	3 131	
87 882	Brookfield Property Partners LP	1 776	2 325	
8 795	Canaccord Genuity Group Inc.	76	69	
39 425	Canadian Imperial Bank of Commerce	3 801	3 936	
45 774	Canadian Real Estate Investment Trust	2 091	2 096	
117 867	Chartwell Retirement Residences Real Estate Investment Trust	1 178	1 404	
50 625	CI Financial Corp.	1 661	1 635	
100 888	Dream Global Real Estate Investment Trust	933	865	
72 494	Dream Office Real Estate Investment Trust	1 990	1 823	
103 467	Dream Unlimited Corp.	1 308	1 003	
103 517	Element Financial Corp.	1 519	1 464	
57 210	First Capital Realty Inc.	1 038	1 068	
73 897	H&R Real Estate Investment Trust	1 565	1 606	
31 213	Industrial Alliance Insurance & Financial Services Inc.	1 377	1 387	
109 650	Killam Properties Inc.	1 126	1 125	
311 938	Manulife Financial Corporation	6 485	6 919	
22 957	Manulife Financial Corporation, Subscription Receipts	494	508	
100 000	Northern Property Real Estate Investment Trust	2 340	2 377	
373 006	Plaza Retail Real Estate Investment Trust	1 506	1 522	
50 551	Power Corporation of Canada	1 538	1 606	
106 900	Pure Industrial Real Estate Investment Trust	464	475	
20 000	RioCan Real Estate Investment Trust	521	529	
117 071	Royal Bank of Canada*	8 559	9 394	
62 719	Sun Life Financial Inc.	2 405	2 629	
106 905	Toronto-Dominion Bank	5 480	5 934	
108 470	Tricon Capital Group Inc.	832	946	
		68 132	72 108	9.9
Health Care				
132 986	Leisureworld Senior Care Corp.	1 720	1 860	
		1 720	1 860	0.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
67 254	Aecon Group Inc.	\$ 988	\$ 720	
45 781	Badger Daylighting Ltd.	1 448	1 211	
69 021	Black Diamond Group Ltd.	1 853	879	
148 666	CAE Inc.	2 031	2 242	
43 362	Canadian National Railway Co.	2 678	3 470	
5 292	Canadian Pacific Railway Ltd.	891	1 184	
58 172	Finning International Inc.	1 621	1 468	
105 595	Newalta Inc.	1 806	1 863	
40 624	Progressive Waste Solutions Ltd.	1 108	1 419	
79 870	Russel Metals Inc.	2 407	2 069	
60 098	WestJet Airlines Ltd.	1 577	2 005	
35 000	Westshore Terminals Investment Corp.	1 088	1 107	
		19 496	19 637	2.7
Information Technology				
16 574	DH Corp.	517	608	
		517	608	0.1
Materials				
32 132	Agnico Eagle Mines Ltd.	1 080	929	
34 187	Agrium Inc.	3 373	3 761	
81 139	Goldcorp Inc.	2 183	1 745	
13 577	Methanex Corp.	903	725	
53 265	Potash Corporation of Saskatchewan Inc.	2 030	2 188	
127 865	Teck Resources Ltd., Class B	3 157	2 030	
10 636	West Fraser Timber Co. Ltd.	552	707	
418 083	Western Forest Products Inc.	1 002	1 129	
		14 280	13 214	1.8
Telecommunication Services				
72 235	BCE Inc.	3 482	3 849	
38 766	Rogers Communications Inc., Class B	1 694	1 751	
87 454	TELUS Corp.	3 311	3 663	
		8 487	9 263	1.3
Utilities				
202 244	Algonquin Power & Utilities Corp.	1 526	1 950	
25 000	Atco Ltd., Class I, Non-Voting	1 185	1 192	
95 706	Boralex Inc., Class A	1 179	1 230	
50 000	Boralex Inc., Subscription Receipts	653	643	
57 774	Brookfield Infrastructure Partners LP	2 560	2 811	
59 783	Brookfield Renewable Energy Partners LP	1 856	2 146	
59 518	Canadian Utilities Ltd., Class A	2 242	2 435	
54 924	Emera Inc.	1 778	2 122	
47 634	Fortis Inc.	1 577	1 856	
73 553	Northland Power Inc.	1 140	1 125	
83 085	TransAlta Corp.	985	874	
294 273	TransAlta Renewables Inc.	3 406	3 378	
		20 087	21 762	3.0
TOTAL CANADIAN EQUITIES		210 256	213 382	29.5

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
12 800	Home Depot Inc.	\$ 1 307	\$ 1 561	
16 600	Kohls Corp.	1 138	1 177	
36 800	Macy's Inc.	2 410	2 811	
21 300	McDonald's Corp.	2 217	2 319	
20 600	The Walt Disney Company	1 703	2 254	
8 900	Time Warner Cable Inc.	1 407	1 572	
25 600	Time Warner Inc.	2 042	2 540	
22 800	Wyndham Worldwide Corp.	1 906	2 272	
		14 130	16 506	2.3
Consumer Staples				
55 200	Altria Group Inc.	2 510	3 160	
31 900	CVS Health Corp.	2 468	3 569	
21 900	Kraft Foods Group Inc.	1 417	1 594	
20 600	PepsiCo Inc.	2 088	2 263	
22 400	Philip Morris International Inc.	2 137	2 120	
29 000	Pinnacle Foods Inc.	1 084	1 189	
28 500	Procter & Gamble Co.	2 649	3 017	
28 500	Reynolds American Inc.	1 798	2 128	
29 700	The Coca-Cola Co.	1 417	1 457	
15 200	Wal-Mart Stores, Inc.	1 482	1 517	
		19 050	22 014	3.0
Energy				
56 100	ConocoPhillips	4 165	4 501	
28 700	Exxon Mobil Corp.	3 121	3 082	
18 700	Hess Corp.	1 494	1 604	
31 700	Kinder Morgan Inc.	1 404	1 558	
18 900	Phillips 66 Company	1 544	1 574	
29 600	Williams Companies Inc.	1 558	1 545	
		13 286	13 864	1.9
Financials				
12 300	Ameriprise Financial Inc.	1 643	1 890	
109 900	Bank of America Corp.	1 961	2 284	
3 200	Essex Property Trust Inc.	648	768	
27 000	Host Marriott Corp.	636	746	
31 500	Invesco Ltd.	1 343	1 446	
42 400	iShares Dow Jones US Real Estate Index Fund	3 404	3 785	
53 900	JPMorgan Chase & Co.	3 452	3 920	
23 100	MetLife Inc.	1 395	1 452	
3 500	Simon Property Group Inc.	660	741	
31 300	Suntrust Banks Inc.	1 415	1 524	
9 200	Travelers Cos. Inc.	1 073	1 132	
59 700	Wells Fargo & Company	3 165	3 802	
		20 795	23 490	3.2
Health Care				
31 600	AbbVie Inc.	1 803	2 402	
4 100	Amgen Inc.	579	759	
15 500	Anthem Inc.	1 683	2 264	
16 600	Bristol-Myers Squibb Co.	926	1 138	
31 100	Cardinal Health Inc.	2 264	2 917	
32 000	Johnson & Johnson	3 489	3 888	
35 500	Medtronic Inc.	2 552	2 978	
17 000	Merck & Co. Inc.	1 045	1 122	
118 200	Pfizer Inc.	3 956	4 278	
16 000	UnitedHealth Group Incorporated	1 761	1 879	
		20 058	23 625	3.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
16 300	Honeywell International Inc.	\$ 1 679	\$ 1 893	
6 900	Lockheed Martin Corporation	1 202	1 544	
13 500	Northrop Grumman Corp.	1 998	2 311	
6 100	Raytheon Company	725	767	
32 700	Republic Services Inc.	1 325	1 529	
16 000	Rockwell Automation Inc.	2 106	2 067	
41 600	Tyco International Plc.	2 045	2 120	
22 500	Union Pacific Corp.	2 494	3 114	
5 700	United Technologies Corp.	713	762	
		<u>14 287</u>	<u>16 107</u>	<u>2.2</u>
Information Technology				
59 900	Apple Inc.	5 833	7 682	
14 900	Broadcom Corp.	724	750	
71 600	Cisco Systems Inc.	2 080	2 314	
22 000	EMC Corp.	699	761	
17 000	Hewlett-Packard Co.	627	793	
89 000	Intel Corp.	3 096	3 752	
8 400	International Business Machines	1 558	1 566	
95 500	Microsoft Corp.	4 599	5 154	
24 700	Seagate Technology	1 686	1 908	
23 600	Texas Instruments Inc.	1 323	1 466	
2 900	Western Digital Corp.	338	373	
		<u>22 563</u>	<u>26 519</u>	<u>3.7</u>
Materials				
25 100	LyondellBasell Industries N.V.	2 524	2 315	
		<u>2 524</u>	<u>2 315</u>	<u>0.3</u>
Utilities				
14 900	Entergy Corp.	1 383	1 513	
35 200	Exelon Corp.	1 383	1 516	
55 600	Utilities Select Sector SPDR Fund	2 921	3 048	
		<u>5 687</u>	<u>6 077</u>	<u>0.8</u>
TOTAL UNITED STATES EQUITIES		<u>132 380</u>	<u>150 517</u>	<u>20.7</u>
TOTAL EQUITIES		<u>342 636</u>	<u>363 899</u>	<u>50.2</u>

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
4 086 716	BlueBay Global Monthly Income Bond Fund*	\$ 42 830	\$ 42 316	
7 399 743	Phillips, Hager & North Total Return Bond Fund*	84 202	86 065	
6 434 161	RBC Emerging Markets Dividend Fund*	68 801	71 005	
4 282 617	RBC European Dividend Fund*	44 238	44 706	
5 778 823	RBC Global Corporate Bond Fund*	55 937	56 763	
4 004 209	RBC Global High Yield Bond Fund*	42 802	42 397	
TOTAL MUTUAL FUND UNITS		<u>338 810</u>	<u>343 252</u>	<u>47.3</u>
SHORT-TERM INVESTMENTS†		<u>20 972</u>	<u>20 990</u>	<u>2.9</u>
TOTAL INVESTMENTS		<u>\$ 702 418</u>	<u>728 141</u>	<u>100.4</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(2 708)</u>	<u>(0.4)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$ 725 433</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 728 141	\$ 194 037	\$ –
Cash	45	32	150
Due from investment dealers	260	–	–
Subscriptions receivable	3 300	3 729	–
Dividends receivable, interest accrued and other assets	930	220	–
TOTAL ASSETS	732 676	198 018	150
LIABILITIES			
Due to investment dealers	5 267	813	–
Redemptions payable	808	214	–
Unrealized loss on foreign exchange contracts	–	1	–
Distributions payable	1	–	–
Accounts payable and accrued expenses	1 167	285	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 243	1 313	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 725 433	\$ 196 705	\$ 150
Investments at cost	\$ 702 418	\$ 188 371	\$ –
NAV			
SERIES A	\$ 297 822	\$ 77 723	\$ 1
ADVISOR SERIES	\$ 211 437	\$ 61 998	\$ 1
ADVISOR T5 SERIES	\$ 42 541	\$ 12 961	\$ –
SERIES T5	\$ 12 360	\$ 2 977	\$ 1
SERIES H	\$ 43 817	\$ 11 609	\$ 1
SERIES D	\$ 11 005	\$ 3 076	\$ 1
SERIES F	\$ 63 363	\$ 14 876	\$ 1
SERIES FT5	\$ 10 586	\$ 5 044	\$ –
SERIES I	\$ 32 103	\$ 6 425	\$ 1
SERIES O	\$ 399	\$ 16	\$ 143
NAV PER UNIT			
SERIES A	\$ 11.30	\$ 10.62	\$ 10.00
ADVISOR SERIES	\$ 11.30	\$ 10.62	\$ 10.00
ADVISOR T5 SERIES	\$ 11.04	\$ 10.51	\$ –
SERIES T5	\$ 11.03	\$ 10.50	\$ 10.00
SERIES H	\$ 11.31	\$ 10.61	\$ 10.00
SERIES D	\$ 11.33	\$ 10.63	\$ 10.00
SERIES F	\$ 11.36	\$ 10.65	\$ 10.00
SERIES FT5	\$ 11.19	\$ 10.55	\$ –
SERIES I	\$ 11.36	\$ 10.64	\$ 10.00
SERIES O	\$ 10.97	\$ 10.59	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 7 316	\$ 673
Interest for distribution purposes	111	21
Other income (loss)	311	19
Other income received from underlying funds	9 114	1 082
Securities lending revenue (see note 6 in the generic notes)	28	2
Capital gains received from underlying funds	1 063	197
Net realized gain (loss) on investments	13 731	240
Net gain (loss) on foreign currencies and other net assets	124	(25)
Change in unrealized gain (loss) on investments	20 058	5 665
TOTAL INCOME (LOSS)	51 856	7 874
EXPENSES (see notes – Fund Specific Information)		
Management fees	7 608	557
Administration fees	479	36
Board of Governors costs	3	1
GST/HST	769	77
Transaction costs	512	66
Withholding tax	351	20
TOTAL EXPENSES	9 722	757
INCREASE (DECREASE) IN NAV	\$ 42 134	\$ 7 117
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 16 635	\$ 2 799
ADVISOR SERIES	\$ 12 687	\$ 2 023
ADVISOR T5 SERIES	\$ 2 472	\$ 429
SERIES T5	\$ 675	\$ 104
SERIES H	\$ 2 712	\$ 493
SERIES D	\$ 660	\$ 120
SERIES F	\$ 4 094	\$ 515
SERIES FT5	\$ 828	\$ 197
SERIES I	\$ 1 369	\$ 197
SERIES O	\$ 2	\$ 240
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.97	\$ 0.78
ADVISOR SERIES	\$ 0.98	\$ 0.78
ADVISOR T5 SERIES	\$ 0.98	\$ 0.78
SERIES T5	\$ 0.93	\$ 0.78
SERIES H	\$ 0.99	\$ 0.79
SERIES D	\$ 1.06	\$ 0.81
SERIES F	\$ 1.09	\$ 0.83
SERIES FT5	\$ 1.13	\$ 0.83
SERIES I	\$ 1.08	\$ 0.84
SERIES O	\$ 1.20	\$ 0.87

* Fund launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 42 134	\$ 7 117
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(13 731)	(240)
Change in unrealized loss (gain) on investments	(20 058)	(5 665)
(Increase) decrease in accrued receivables	(970)	(220)
Increase (decrease) in accrued payables	5 336	1 098
Cost of investments purchased	(3 095 172)	(726 556)
Proceeds on sales of investments	2 594 856	538 425
NET CASH PROVIDED BY OPERATING ACTIVITIES	(487 605)	(186 041)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	581 646	195 234
Cash paid on redemption of redeemable units	(89 544)	(8 809)
Distributions paid to holders of redeemable units	(4 484)	(352)
NET CASH USED IN FINANCING ACTIVITIES	\$ 487 618	\$ 186 073
Net increase (decrease) in cash for the year	13	32
Cash (bank overdraft), beginning of period	32	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 45	\$ 32
Interest received	\$ 106	\$ 21
Dividends received, net of withholding taxes	\$ 6 571	\$ 452

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77 723	\$ —	\$ 61 998	\$ —	\$ 12 961	\$ —	\$ 2 977	\$ —
INCREASE (DECREASE) IN NAV	16 635	2 799	12 687	2 023	2 472	429	675	104
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	237 591	77 300	158 498	60 910	34 107	13 158	10 137	2 944
Reinvestments of distributions to holders of redeemable units	8 768	541	5 862	387	322	31	65	6
Redemption of redeemable units	(33 505)	(2 335)	(20 824)	(871)	(5 878)	(529)	(1 083)	(44)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	212 854	75 506	143 536	60 426	28 551	12 660	9 119	2 906
Distributions from net income	(2 565)	(371)	(1 930)	(282)	(370)	(50)	(102)	(13)
Distributions from net gains	(6 825)	(211)	(4 854)	(169)	(866)	(22)	(258)	(6)
Distributions from capital	—	—	—	—	(207)	(56)	(51)	(14)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 390)	(582)	(6 784)	(451)	(1 443)	(128)	(411)	(33)
NET INCREASE (DECREASE) IN NAV	220 099	77 723	149 439	61 998	29 580	12 961	9 383	2 977
NAV AT END OF PERIOD	\$ 297 822	\$ 77 723	\$ 211 437	\$ 61 998	\$ 42 541	\$ 12 961	\$ 12 360	\$ 2 977

For the periods ended December 31 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series FT5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 609	\$ —	\$ 3 076	\$ —	\$ 14 876	\$ —	\$ 5 044	\$ —
INCREASE (DECREASE) IN NAV	2 712	493	660	120	4 094	515	828	197
Early redemption fees	—	—	1	—	—	—	—	—
Proceeds from redeemable units issued	42 666	11 395	11 475	3 025	53 342	14 930	6 188	5 046
Reinvestments of distributions to holders of redeemable units	1 232	86	394	29	1 816	91	96	13
Redemption of redeemable units	(12 946)	(260)	(4 204)	(69)	(8 332)	(530)	(1 158)	(156)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	30 952	11 221	7 666	2 985	46 826	14 491	5 126	4 903
Distributions from net income	(469)	(72)	(150)	(21)	(1 010)	(90)	(187)	(31)
Distributions from net gains	(987)	(33)	(247)	(8)	(1 423)	(40)	(225)	(9)
Distributions from capital	—	—	—	—	—	—	—	(16)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 456)	(105)	(397)	(29)	(2 433)	(130)	(412)	(56)
NET INCREASE (DECREASE) IN NAV	32 208	11 609	7 929	3 076	48 487	14 876	5 542	5 044
NAV AT END OF PERIOD	\$ 43 817	\$ 11 609	\$ 11 005	\$ 3 076	\$ 63 363	\$ 14 876	\$ 10 586	\$ 5 044

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 425	\$ –	\$ 16	\$ –	\$ 196 705	\$ –
INCREASE (DECREASE) IN NAV	1 369	197	2	240	42 134	7 117
Early redemption fees	–	–	–	–	1	–
Proceeds from redeemable units issued	26 814	6 250	399	4 005	581 217	198 963
Reinvestments of distributions to holders of redeemable units	724	30	2	31	19 281	1 245
Redemption of redeemable units	(2 191)	–	(18)	(4 229)	(90 139)	(9 023)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	25 347	6 280	383	(193)	510 360	191 185
Distributions from net income	(361)	(37)	–	(31)	(7 144)	(998)
Distributions from net gains	(677)	(15)	(2)	–	(16 364)	(513)
Distributions from capital	–	–	–	–	(258)	(86)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 038)	(52)	(2)	(31)	(23 766)	(1 597)
NET INCREASE (DECREASE) IN NAV	25 678	6 425	383	16	528 728	196 705
NAV AT END OF PERIOD	\$ 32 103	\$ 6 425	\$ 399	\$ 16	\$ 725 433	\$ 196 705

* Fund launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a combination of capital growth and modest income by investing primarily in a diversified portfolio of income-producing equity and fixed-income securities from anywhere around the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
Investment Funds	47.3	45.3
Canadian Equities	29.5	30.3
United States Equities	20.7	21.2
Cash/Other	2.5	3.2

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.9% (December 31, 2013 – 2.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013
United States dollar	22.6	23.6
Euro	2.9	–
Hong Kong dollar	2.4	2.4
Pound sterling	2.0	–
South Korean won	1.6	1.6
New Taiwan dollar	1.2	1.5
Swiss franc	0.9	–
Brazilian real	0.9	1.3
Indian rupee	0.8	–
South African rand	–	0.6
Mexican peso	–	0.5
Other currencies	2.7	2.7
Total	38.0	34.2

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 16-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
S&P/TSX Capped Composite Total Return Index	+ or - 0.4

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	363 899	–	–	363 899
Mutual fund units	343 252	–	–	343 252
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	20 990	–	20 990
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	707 151	20 990	–	728 141
% of total portfolio	97.1	2.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	101 390	–	–	101 390
Mutual fund units	89 122	–	–	89 122
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 525	–	3 525
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	190 512	3 524	–	194 036
% of total portfolio	98.2	1.8	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Advisor T5 Series	1.75%
Series T5	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series FT5	0.75%
Series I	0.60%

Please see the generic notes at the back of the financial statements.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Advisor T5 Series	0.10%
Series T5	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series FT5	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	105	101
Advisor Series	105	101
Advisor T5 Series	107	102
Series T5	107	102
Series H	105	101
Series D	106	101
Series F	106	101
Series FT5	107	102
Series I	106	101
Series O	110	101
Value of all units	12	11



December 31, 2014

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
Phillips, Hager & North				
Total Return Bond Fund	11.9	1.4	12.7	0.9
RBC Global Corporate				
Bond Fund	7.8	1.7	8.5	1.3
RBC Global High Yield				
Bond Fund	5.8	2.0	6.4	1.0
BlueBay Global Monthly				
Income Bond Fund	5.8	3.5	6.4	2.0
RBC European				
Dividend Fund	6.2	84.1	–	–
RBC Emerging Markets				
Dividend Fund	9.8	24.2	11.3	22.5

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	7 320	–
Issued number of units	21 223	7 493
Reinvested number of units	778	52
Redeemed number of units	(2 964)	(225)
Ending number of units	26 357	7 320
Advisor Series		
Opening units	5 838	–
Issued number of units	14 203	5 884
Reinvested number of units	520	37
Redeemed number of units	(1 853)	(83)
Ending number of units	18 708	5 838

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor T5 Series		
Opening units	1 233	–
Issued number of units	3 126	1 281
Reinvested number of units	29	3
Redeemed number of units	(536)	(51)
Ending number of units	3 852	1 233
Series T5		
Opening units	283	–
Issued number of units	930	286
Reinvested number of units	6	1
Redeemed number of units	(99)	(4)
Ending number of units	1 120	283
Series H		
Opening units	1 094	–
Issued number of units	3 808	1 111
Reinvested number of units	109	8
Redeemed number of units	(1 136)	(25)
Ending number of units	3 875	1 094
Series D		
Opening units	289	–
Issued number of units	1 015	293
Reinvested number of units	35	3
Redeemed number of units	(368)	(7)
Ending number of units	971	289
Series F		
Opening units	1 397	–
Issued number of units	4 750	1 439
Reinvested number of units	160	9
Redeemed number of units	(728)	(51)
Ending number of units	5 579	1 397
Series FT5		
Opening units	478	–
Issued number of units	563	492
Reinvested number of units	9	1
Redeemed number of units	(104)	(15)
Ending number of units	946	478
Series I		
Opening units	604	–
Issued number of units	2 352	601
Reinvested number of units	64	3
Redeemed number of units	(194)	–
Ending number of units	2 826	604
Series O		
Opening units	1	–
Issued number of units	37	400
Reinvested number of units	–	3
Redeemed number of units	(2)	(402)
Ending number of units	36	1

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	512	100	66	100
Related-party brokerage commissions*	42	8	–	–
Commission arrangements†	63	12	3	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	35 015	10 463
Fair value of collateral received	35 716	10 673

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	196 668	150
Revaluation of investments at FVTPL	37	–
Net assets attributable to holders of redeemable units	196 705	150

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	7 080
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	37
Increase (decrease) in net assets attributable to holders of redeemable units	7 117

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT VERY CONSERVATIVE PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
74 240 051	RBC Canadian Short-Term Income Fund*	\$ 815 046	\$ 809 773	10.1
121 224 606	RBC Bond Fund*	805 065	835 528	10.4
82 249 303	Phillips, Hager & North Short Term Bond & Mortgage Fund*	838 113	836 245	10.4
119 210 922	Phillips, Hager & North Bond Fund*	1 247 993	1 271 683	15.9
65 045 197	Phillips, Hager & North Total Return Bond Fund*	749 900	756 528	9.5
77 465 618	RBC Global Bond Fund*	829 446	860 953	10.8
45 215 889	RBC Global Corporate Bond Fund*	444 062	444 138	5.6
7 642 777	RBC Global High Yield Bond Fund*	82 115	80 923	1.0
7 531 963	RBC Canadian Dividend Fund*	386 251	487 204	6.1
14 301 946	Phillips, Hager & North Canadian Equity Underlying Fund*	145 573	158 197	2.0
8 170 858	Phillips, Hager & North Canadian Equity Underlying Fund II*	78 710	78 766	1.0
7 767 814	RBC Private Canadian Equity Pool*	192 624	181 867	2.3
9 681 415	RBC U.S. Equity Fund*	260 354	315 732	3.9
12 547 443	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	173 357	190 203	2.4
17 708 098	RBC European Equity Fund*	319 996	346 983	4.3
10 020 706	RBC Global Equity Fund*	100 014	107 680	1.3
5 796 771	RBC Asia Pacific ex-Japan Equity Fund*	58 519	59 978	0.7
4 139 341	RBC Japanese Equity Fund*	40 120	41 744	0.5
TOTAL MUTUAL FUND UNITS		7 567 258	7 864 125	98.2
SHORT-TERM INVESTMENTS†		173 923	173 923	2.2
TOTAL INVESTMENTS		7 741 181	8 038 048	100.4
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	3 021	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	473	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(1 086)	–
TOTAL PORTFOLIO		\$ 7 741 181	8 040 456	100.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(34 424)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 8 006 032	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
22	The S&P 500 Mini Index Future, March 2015 Contracts at USD 2 050.50 per contract	\$ 2 592 \$ 3
344	The S&P/TSX 60 Index Future, March 2015 Contracts at CAD 807.72 per contract	55 571 3 018
TOTAL FUTURES	\$ 58 163	\$ 3 021

\$4 300 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 20 250 Sold CAD 23 092 @ 1.1404	07-Jan-15	\$ 435
Bought USD 5 475 Sold CAD 6 324 @ 1.1551	07-Jan-15	37
Bought CAD 255 Sold USD 219 @ 1.1652	12-Feb-15	1
		\$ 473

Contracts	Maturity Date	Unrealized Loss
Bought CAD 28 166 Sold USD 25 039 @ 1.1249	07-Jan-15	\$ (925)
Bought CAD 339 Sold USD 300 @ 1.1287	07-Jan-15	(10)
Bought CAD 9 829 Sold USD 8 547 @ 1.1500	12-Feb-15	(110)
Bought USD 219 Sold CAD 255 @ 1.1648	12-Feb-15	–
Bought USD 219 Sold CAD 255 @ 1.1648	12-Feb-15	–
Bought USD 606 Sold CAD 705 @ 1.1639	12-Feb-15	(1)
Bought USD 9 620 Sold CAD 11 226 @ 1.1670	12-Feb-15	(40)
		\$ (1 086)
TOTAL FOREIGN EXCHANGE		\$ (613)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 8 038 048	\$ 5 960 886	\$ 4 530 731
Cash	1	1	79
Due from investment dealers	10 000	–	2 500
Subscriptions receivable	7 358	5 278	7 312
Unrealized gain on futures contracts	3 021	–	–
Unrealized gain on foreign exchange contracts	473	–	–
Dividends receivable, interest accrued and other assets	90	30	7
TOTAL ASSETS	8 058 991	5 966 195	4 540 629
LIABILITIES			
Due to investment dealers	33 500	6 500	4 000
Redemptions payable	3 363	3 259	2 431
Futures contracts margin payable	2 980	–	–
Unrealized loss on foreign exchange contracts	1 086	–	–
Accounts payable and accrued expenses	12 030	8 385	6 423
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	52 959	18 144	12 854
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 8 006 032	\$ 5 948 051	\$ 4 527 775
Investments at cost	\$ 7 741 181	\$ 5 753 395	\$ 4 428 122
NAV			
SERIES A	\$ 7 742 891	\$ 5 841 347	\$ 4 497 108
ADVISOR SERIES	\$ 50 737	\$ 20 520	\$ 9 485
SERIES T5	\$ 135 201	\$ 65 990	\$ 14 609
SERIES F	\$ 77 195	\$ 20 194	\$ 6 573
SERIES O	\$ 8	\$ –	\$ –
NAV PER UNIT			
SERIES A	\$ 12.14	\$ 11.83	\$ 11.52
ADVISOR SERIES	\$ 12.20	\$ 11.87	\$ 11.54
SERIES T5	\$ 11.74	\$ 11.56	\$ 11.57
SERIES F	\$ 12.24	\$ 11.90	\$ 11.55
SERIES O	\$ 9.99	\$ –	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 1 234	\$ 992
Net gain (loss) from futures contracts	(372)	–
Other income received from underlying funds	203 247	162 733
Capital gains received from underlying funds	138 234	14 332
Net realized gain (loss) on investments	136 835	66 831
Net gain (loss) on foreign currencies and other net assets	(351)	–
Change in unrealized gain (loss) on investments	88 763	104 882
TOTAL INCOME (LOSS)	567 590	349 770
EXPENSES (see notes – Fund Specific Information)		
Management fees	101 806	77 968
Administration fees	3 529	2 695
Board of Governors costs	3	3
GST/HST	11 172	8 761
TOTAL EXPENSES	116 510	89 427
INCREASE (DECREASE) IN NAV	\$ 451 080	\$ 260 343
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 439 374	\$ 256 912
ADVISOR SERIES	\$ 2 097	\$ 720
SERIES T5	\$ 6 279	\$ 2 056
SERIES F	\$ 3 291	\$ 655
SERIES O	\$ 39	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.78	\$ 0.57
ADVISOR SERIES	\$ 0.76	\$ 0.56
SERIES T5	\$ 0.75	\$ 0.54
SERIES F	\$ 0.88	\$ 0.67
SERIES O	\$ 0.66	\$ –

* Series O launched February 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 451 080	\$ 260 343
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(136 835)	(66 831)
Change in unrealized loss (gain) on investments	(88 763)	(104 882)
(Increase) decrease in accrued receivables	(13 081)	2 477
Increase (decrease) in accrued payables	30 645	4 462
Cost of investments purchased	(7 905 610)	(5 632 975)
Proceeds on sales of investments	6 054 659	4 374 533
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 607 905)	(1 162 873)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 986 732	2 254 464
Cash paid on redemption of redeemable units	(1 371 745)	(1 088 094)
Distributions paid to holders of redeemable units	(10 062)	(3 575)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 604 925	\$ 1 162 795
Net increase (decrease) in cash for the year	(2 980)	(78)
Cash (bank overdraft), beginning of period	1	79
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (2 979)	\$ 1
Interest received	\$ 1 174	\$ 969
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series O launched February 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 841 347	\$ 4 497 108	\$ 20 520	\$ 9 485	\$ 65 990	\$ 14 609	\$ 20 194	\$ 6 573
INCREASE (DECREASE) IN NAV	439 374	256 912	2 097	720	6 279	2 056	3 291	655
Early redemption fees	33	16	—	—	—	—	—	—
Proceeds from redeemable units issued	2 743 822	2 156 221	37 544	12 578	86 602	65 072	68 430	18 559
Reinvestments of distributions to holders of redeemable units	286 518	125 532	1 585	326	1 765	902	1 939	231
Redemption of redeemable units	(1 276 409)	(1 066 782)	(9 233)	(2 221)	(20 348)	(14 524)	(13 447)	(5 411)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 753 964	1 214 987	29 896	10 683	68 019	51 450	56 922	13 379
Distributions from net income	(79 473)	(76 652)	(387)	(197)	(1 133)	(533)	(1 117)	(237)
Distributions from net gains	(212 321)	(51 008)	(1 389)	(171)	(3 540)	(496)	(2 095)	(176)
Distributions from capital	—	—	—	—	(414)	(1 096)	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(291 794)	(127 660)	(1 776)	(368)	(5 087)	(2 125)	(3 212)	(413)
NET INCREASE (DECREASE) IN NAV	1 901 544	1 344 239	30 217	11 035	69 211	51 381	57 001	13 621
NAV AT END OF PERIOD	\$ 7 742 891	\$ 5 841 347	\$ 50 737	\$ 20 520	\$ 135 201	\$ 65 990	\$ 77 195	\$ 20 194

For the periods ended December 31 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ 5 948 051	\$ 4 527 775
INCREASE (DECREASE) IN NAV	39	—	451 080	260 343
Early redemption fees	—	—	33	16
Proceeds from redeemable units issued	52 414	—	2 988 812	2 252 430
Reinvestments of distributions to holders of redeemable units	—	—	291 807	126 991
Redemption of redeemable units	(52 445)	—	(1 371 882)	(1 088 938)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(31)	—	1 908 770	1 290 499
Distributions from net income	—	—	(82 110)	(77 619)
Distributions from net gains	—	—	(219 345)	(51 851)
Distributions from capital	—	—	(414)	(1 096)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(301 869)	(130 566)
NET INCREASE (DECREASE) IN NAV	8	—	2 057 981	1 420 276
NAV AT END OF PERIOD	\$ 8	\$ —	\$ 8 006 032	\$ 5 948 051

* Series O launched February 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	73.7	74.9	74.2
Canadian Equity Funds	11.4	11.2	11.7
International Equity Funds	6.8	5.7	5.8
United States Equity Funds	6.3	6.3	6.5
Cash/Other	1.8	1.9	1.8

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 4.1% (December 31, 2013 – 3.7%, January 1, 2013 – 3.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.2	+ or - 0.1	+ or - 0.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	7 864 125	–	–	7 864 125
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	173 923	–	173 923
Derivatives – assets	3 021	473	–	3 494
Derivatives – liabilities	–	(1 086)	–	(1 086)
Total financial instruments	7 867 146	173 310	–	8 040 456
% of total portfolio	97.8	2.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	5 837 756	–	–	5 837 756
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	123 130	–	123 130
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	5 837 756	123 130	–	5 960 886
% of total portfolio	97.9	2.1	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 443 579	–	–	4 443 579
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	87 152	–	87 152
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 443 579	87 152	–	4 530 731
% of total portfolio	98.1	1.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.60% and for Series F is 0.70%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	48	46
Series O	106	–
Value of all units	2	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	–	–	1.0	2.7
RBC Canadian Short-Term Income Fund	10.1	15.7	12.3	15.2
Phillips, Hager & North Short Term Bond & Mortgage Fund	10.4	17.9	12.3	20.0
RBC Bond Fund	10.4	6.3	12.8	6.4
Phillips, Hager & North Bond Fund	15.9	14.7	24.7	14.9
Phillips, Hager & North Total Return Bond Fund	9.5	12.7	–	–
RBC Global Bond Fund	10.8	21.8	11.8	22.5
RBC Global Corporate Bond Fund	5.6	13.2	–	–
RBC Global High Yield Bond Fund	1.0	3.8	–	–
RBC Canadian Dividend Fund	6.1	2.7	6.8	2.4
Phillips, Hager & North Canadian Equity Underlying Fund	2.0	6.2	2.3	5.6
Phillips, Hager & North Canadian Equity Underlying Fund II	1.0	19.3	–	–
RBC Canadian Equity Fund	–	–	2.3	3.0
RBC Private Canadian Equity Pool	2.3	7.4	–	–
RBC U.S. Equity Fund	3.9	8.6	4.7	6.8
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	2.4	8.5	1.6	6.3



December 31, 2014

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC European Equity Fund	4.3	8.8	4.6	9.0
RBC Asian Equity Fund	–	–	1.1	5.4
RBC Asia Pacific ex-Japan Equity Fund	0.7	5.5	–	–
RBC Japanese Equity Fund	0.5	6.0	–	–
RBC Global Equity Fund	1.3	34.1	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money Market Fund			2.4	4.1
RBC Canadian Short-Term Income Fund			11.9	11.9
Phillips, Hager & North Short Term Bond & Mortgage Fund			11.9	15.4
RBC Bond Fund			12.4	5.9
Phillips, Hager & North Bond Fund			24.0	12.8
RBC Global Bond Fund			11.5	22.7
RBC Canadian Dividend Fund			7.0	2.3
RBC Canadian Equity Fund			4.7	4.0
RBC U.S. Equity Fund			4.9	7.2
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund			1.6	7.0
RBC European Equity Fund			4.6	9.7
RBC Asian Equity Fund			1.2	5.6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	493 870	390 215
Issued number of units	224 816	183 878
Reinvested number of units	23 611	10 666
Redeemed number of units	(104 546)	(90 889)
Ending number of units	637 751	493 870

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	1 729	822
Issued number of units	3 054	1 068
Reinvested number of units	130	28
Redeemed number of units	(754)	(189)
Ending number of units	4 159	1 729
Series T5		
Opening units	5 711	1 263
Issued number of units	7 390	5 627
Reinvested number of units	151	78
Redeemed number of units	(1 739)	(1 257)
Ending number of units	11 513	5 711
Series F		
Opening units	1 696	569
Issued number of units	5 538	1 567
Reinvested number of units	158	20
Redeemed number of units	(1 087)	(460)
Ending number of units	6 305	1 696
Series O		
Opening units	–	–
Issued number of units	5 133	–
Reinvested number of units	–	–
Redeemed number of units	(5 132)	–
Ending number of units	1	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	5 948 051	4 527 775
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	5 948 051	4 527 775
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		260 343
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		260 343

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT CONSERVATIVE PORTFOLIO**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
131 870 091	RBC Canadian Short-Term Income Fund*	\$ 1 441 207	\$ 1 438 373	8.6
533 403 279	RBC Bond Fund*	3 492 753	3 676 429	21.9
32 157 035	Phillips, Hager & North Short Term Bond & Mortgage Fund*	327 477	326 947	1.9
51 699 822	Phillips, Hager & North Bond Fund*	542 472	551 508	3.3
145 777 551	Phillips, Hager & North Total Return Bond Fund*	1 679 906	1 695 510	10.1
120 600 033	RBC Global Bond Fund*	1 284 548	1 340 349	8.0
57 062 531	RBC Global Corporate Bond Fund*	560 785	560 502	3.3
16 758 832	RBC Global High Yield Bond Fund*	179 962	177 446	1.1
20 305 161	RBC Canadian Dividend Fund*	982 444	1 313 437	7.8
52 592 006	Phillips, Hager & North Canadian Equity Underlying Fund*	529 628	581 731	3.5
22 205 493	Phillips, Hager & North Canadian Equity Underlying Fund II*	211 516	214 059	1.3
27 619 923	RBC Private Canadian Equity Pool*	687 431	646 663	3.9
40 475 070	RBC U.S. Equity Fund*	1 046 686	1 319 981	7.9
42 602 492	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	558 905	645 798	3.8
62 899 891	RBC European Equity Fund*	1 115 172	1 232 498	7.3
18 981 441	RBC Global Equity Fund*	189 605	203 969	1.2
33 259 095	RBC Asia Pacific ex-Japan Equity Fund*	333 920	344 125	2.1
23 230 394	RBC Japanese Equity Fund*	224 683	234 269	1.4
TOTAL MUTUAL FUND UNITS		15 389 100	16 503 594	98.4
SHORT-TERM INVESTMENTS[†]		314 046	314 046	1.9
TOTAL INVESTMENTS		15 703 146	16 817 640	100.3
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	7 466	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(273)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	964	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(3 246)	–
TOTAL PORTFOLIO		\$15 703 146	16 822 551	100.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(49 743)	(0.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$16 772 808	100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
861	The S&P/TSX 60 Index Future, March 2015	
	Contracts at CAD 808.25 per contract	\$ 139 180
		\$ 7 466
		\$ 139 180
		\$ 7 466

Number of Contracts	Contracted Value	Unrealized Loss
(165)	The S&P 500 Mini Index Future, March 2015	
	Contracts at USD 2 023.95 per contract	\$ (19 276)
		\$ (273)
		\$ (19 276)
		\$ (273)

TOTAL FUTURES \$ 119 904 \$ 7 193

\$11 100 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 41 200 Sold CAD 46 983 @ 1.1404	07-Jan-15	\$ 884
Bought USD 11 475 Sold CAD 13 255 @ 1.1551	07-Jan-15	78
Bought CAD 302 Sold USD 259 @ 1.1648	12-Feb-15	1
Bought CAD 302 Sold USD 259 @ 1.1648	12-Feb-15	1
		\$ 964

Contracts	Maturity Date	Unrealized Loss
Bought CAD 64 Sold USD 56 @ 1.1463	07-Jan-15	\$ (1)
Bought CAD 86 200 Sold USD 76 629 @ 1.1249	07-Jan-15	(2 832)
Bought CAD 914 Sold USD 810 @ 1.1287	07-Jan-15	(27)
Bought CAD 24 358 Sold USD 21 181 @ 1.1500	12-Feb-15	(273)
Bought USD 2 458 Sold CAD 2 861 @ 1.1639	12-Feb-15	(2)
Bought USD 259 Sold CAD 302 @ 1.1652	12-Feb-15	(1)
Bought USD 26 795 Sold CAD 31 269 @ 1.1670	12-Feb-15	(110)

TOTAL FOREIGN EXCHANGE \$ (3 246)
\$ (2 282)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 16 817 640	\$ 13 334 648	\$ 9 875 253
Cash	2	127	106
Due from investment dealers	25 000	–	11 000
Subscriptions receivable	10 083	8 926	9 129
Unrealized gain on futures contracts	7 466	–	–
Unrealized gain on foreign exchange contracts	964	–	–
Dividends receivable, interest accrued and other assets	185	38	21
TOTAL ASSETS	16 861 340	13 343 739	9 895 509
LIABILITIES			
Due to investment dealers	44 500	20 500	3 500
Redemptions payable	6 455	3 710	4 471
Unrealized loss on futures contracts	273	–	–
Futures contracts margin payable	6 682	–	–
Unrealized loss on foreign exchange contracts	3 246	–	–
Accounts payable and accrued expenses	27 376	20 554	15 112
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	88 532	44 764	23 083
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 16 772 808	\$ 13 298 975	\$ 9 872 426
Investments at cost	\$ 15 703 146	\$ 12 310 393	\$ 9 504 436
NAV			
SERIES A	\$ 16 325 444	\$ 13 077 664	\$ 9 780 551
ADVISOR SERIES	\$ 28 791	\$ 24 859	\$ 15 102
SERIES T5	\$ 209 456	\$ 99 674	\$ 7 148
SERIES F	\$ 35 950	\$ 17 052	\$ 10 044
SERIES O	\$ 173 167	\$ 79 726	\$ 59 581
NAV PER UNIT			
SERIES A	\$ 20.50	\$ 20.06	\$ 18.81
ADVISOR SERIES	\$ 20.68	\$ 20.21	\$ 18.91
SERIES T5	\$ 19.91	\$ 19.62	\$ 18.89
SERIES F	\$ 20.74	\$ 20.25	\$ 18.93
SERIES O	\$ 21.01	\$ 20.51	\$ 19.20

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2 626	\$ 2 311
Net gain (loss) from futures contracts	(515)	–
Other income received from underlying funds	414 479	342 920
Capital gains received from underlying funds	446 670	50 726
Net realized gain (loss) on investments	472 278	169 865
Net gain (loss) on foreign currencies and other net assets	(993)	–
Change in unrealized gain (loss) on investments	87 957	653 438
TOTAL INCOME (LOSS)	1 422 502	1 219 260
EXPENSES (see notes – Fund Specific Information)		
Management fees	242 153	183 912
Administration fees	7 618	5 781
Board of Governors costs	3	3
GST/HST	26 057	20 286
TOTAL EXPENSES	275 831	209 982
INCREASE (DECREASE) IN NAV	\$ 1 146 671	\$ 1 009 278
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 120 144	\$ 994 993
ADVISOR SERIES	\$ 2 013	\$ 1 619
SERIES T5	\$ 11 646	\$ 4 166
SERIES F	\$ 2 259	\$ 1 196
SERIES O	\$ 10 609	\$ 7 304
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.56	\$ 1.69
ADVISOR SERIES	\$ 1.57	\$ 1.71
SERIES T5	\$ 1.48	\$ 1.59
SERIES F	\$ 1.79	\$ 1.90
SERIES O	\$ 1.97	\$ 2.11

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 146 671	\$ 1 009 278
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(472 278)	(169 865)
Change in unrealized loss (gain) on investments	(87 957)	(653 438)
(Increase) decrease in accrued receivables	(32 613)	10 983
Increase (decrease) in accrued payables	31 095	22 442
Cost of investments purchased	(15 243 925)	(11 035 654)
Proceeds on sales of investments	12 323 450	8 399 562
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 335 557)	(2 416 692)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4 377 038	3 801 561
Cash paid on redemption of redeemable units	(2 034 212)	(1 381 031)
Distributions paid to holders of redeemable units	(14 076)	(3 817)
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 328 750	\$ 2 416 713
Net increase (decrease) in cash for the year	(6 807)	21
Cash (bank overdraft), beginning of period	127	106
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (6 680)	\$ 127
Interest received	\$ 2 479	\$ 2 294
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 077 664	\$ 9 780 551	\$ 24 859	\$ 15 102	\$ 99 674	\$ 7 148	\$ 17 052	\$ 10 044
INCREASE (DECREASE) IN NAV	1 120 144	994 993	2 013	1 619	11 646	4 166	2 259	1 196
Early redemption fees	22	19	—	—	—	—	—	—
Proceeds from redeemable units issued	4 064 501	3 655 254	11 237	13 717	134 270	100 421	26 197	10 838
Reinvestments of distributions to holders of redeemable units	853 882	273 887	1 380	430	4 730	651	1 594	344
Redemption of redeemable units	(1 929 295)	(1 351 006)	(9 225)	(5 530)	(30 318)	(10 518)	(9 015)	(4 948)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 989 110	2 578 154	3 392	8 617	108 682	90 554	18 776	6 234
Distributions from net income	(120 888)	(138 758)	(212)	(220)	(1 254)	(435)	(506)	(244)
Distributions from net gains	(740 586)	(137 276)	(1 261)	(259)	(9 292)	(925)	(1 631)	(178)
Distributions from capital	—	—	—	—	—	(834)	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(861 474)	(276 034)	(1 473)	(479)	(10 546)	(2 194)	(2 137)	(422)
NET INCREASE (DECREASE) IN NAV	3 247 780	3 297 113	3 932	9 757	109 782	92 526	18 898	7 008
NAV AT END OF PERIOD	\$ 16 325 444	\$ 13 077 664	\$ 28 791	\$ 24 859	\$ 209 456	\$ 99 674	\$ 35 950	\$ 17 052

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 79 726	\$ 59 581	\$ 13 298 975	\$ 9 872 426
INCREASE (DECREASE) IN NAV	10 609	7 304	1 146 671	1 009 278
Early redemption fees	—	—	22	19
Proceeds from redeemable units issued	141 990	21 128	4 378 195	3 801 358
Reinvestments of distributions to holders of redeemable units	10 591	2 862	872 177	278 174
Redemption of redeemable units	(59 126)	(8 287)	(2 036 979)	(1 380 289)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	93 455	15 703	3 213 415	2 699 262
Distributions from net income	(2 924)	(2 047)	(125 784)	(141 704)
Distributions from net gains	(7 699)	(815)	(760 469)	(139 453)
Distributions from capital	—	—	—	(834)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10 623)	(2 862)	(886 253)	(281 991)
NET INCREASE (DECREASE) IN NAV	93 441	20 145	3 473 833	3 426 549
NAV AT END OF PERIOD	\$ 173 167	\$ 79 726	\$ 16 772 808	\$ 13 298 975

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	58.2	58.6	57.4
Canadian Equity Funds	16.5	16.7	17.3
International Equity Funds	12.0	11.1	11.2
United States Equity Funds	11.7	12.0	12.1
Cash/Other	1.6	1.6	2.0

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.5% (December 31, 2013 – 3.3%, January 1, 2013 – 3.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.2	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	16 503 594	–	–	16 503 594
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	314 046	–	314 046
Derivatives – assets	7 466	964	–	8 430
Derivatives – liabilities	(273)	(3 246)	–	(3 519)
Total financial instruments	16 510 787	311 764	–	16 822 551
% of total portfolio	98.1	1.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	13 082 475	–	–	13 082 475
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	252 173	–	252 173
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 082 475	252 173	–	13 334 648
% of total portfolio	98.1	1.9	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	9 675 496	–	–	9 675 496
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	199 757	–	199 757
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	9 675 496	199 757	–	9 875 253
% of total portfolio	98.0	2.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.75% and for Series F is 0.75%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	30	28
Series O	73	68
Value of all units	2	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	–	–	0.7	4.5
RBC Canadian Short-Term Income Fund	8.6	27.8	9.6	26.6
Phillips, Hager & North Short Term Bond & Mortgage Fund	1.9	7.0	–	–
RBC Bond Fund	21.9	27.9	24.2	27.2
Phillips, Hager & North Bond Fund	3.3	6.4	14.4	19.6
Phillips, Hager & North Total Return Bond Fund	10.1	28.4	–	–
RBC Global Bond Fund	8.0	34.0	9.6	40.9
RBC Global Corporate Bond Fund	3.3	16.7	–	–
RBC Global High Yield Bond Fund	1.1	8.3	–	–
RBC Canadian Dividend Fund	3.9	7.3	8.9	7.2
Phillips, Hager & North Canadian Equity Underlying Fund	3.5	22.9	3.9	21.8
Phillips, Hager & North Canadian Equity Underlying Fund II	1.3	52.3	–	–
RBC Canadian Equity Fund	–	–	3.9	11.5
RBC Private Canadian Equity Pool	7.8	26.4	–	–
RBC U.S. Equity Fund	7.9	36.1	9.0	29.0
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	3.8	28.9	3.0	26.5



December 31, 2014

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC European Equity Fund	7.3	31.2	7.8	34.5
RBC Asian Equity Fund	–	–	3.3	35.2
RBC Asia Pacific ex-Japan Equity Fund	2.1	31.7	–	–
RBC Japanese Equity Fund	1.4	33.5	–	–
RBC Global Equity Fund	1.2	64.6	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money Market Fund			2.0	7.3
RBC Canadian Short-Term Income Fund			9.2	20.0
RBC Bond Fund			23.1	23.9
Phillips, Hager & North Bond Fund			13.9	16.1
RBC Global Bond Fund			9.2	39.8
RBC Canadian Dividend Fund			9.2	6.5
RBC Canadian Equity Fund			8.1	14.9
RBC U.S. Equity Fund			9.1	29.2
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund			3.0	28.0
RBC European Equity Fund			7.8	35.7
RBC Asian Equity Fund			3.4	34.9

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	651 959	520 088
Issued number of units	195 437	187 160
Reinvested number of units	41 680	13 761
Redeemed number of units	(92 542)	(69 050)
Ending number of units	796 534	651 959

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	1 230	799
Issued number of units	535	692
Reinvested number of units	67	21
Redeemed number of units	(440)	(282)
Ending number of units	1 392	1 230
Series T5		
Opening units	5 081	378
Issued number of units	6 717	5 216
Reinvested number of units	237	34
Redeemed number of units	(1 515)	(547)
Ending number of units	10 520	5 081
Series F		
Opening units	842	531
Issued number of units	1 242	547
Reinvested number of units	77	17
Redeemed number of units	(427)	(253)
Ending number of units	1 734	842
Series O		
Opening units	3 888	3 103
Issued number of units	6 571	1 055
Reinvested number of units	504	142
Redeemed number of units	(2 722)	(412)
Ending number of units	8 241	3 888

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	13 298 975	9 872 426
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	13 298 975	9 872 426
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 009 278
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		1 009 278



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT BALANCED PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
550 672 742	RBC Bond Fund*	\$ 3 622 979	\$ 3 795 458	25.4
22 518 305	Phillips, Hager & North Total Return Bond Fund*	259 931	261 906	1.8
51 616 111	RBC Global Bond Fund*	549 578	573 661	3.8
55 473 304	RBC Global Corporate Bond Fund*	544 186	544 892	3.6
8 120 987	RBC Global High Yield Bond Fund*	87 048	85 987	0.6
37 357 658	BlueBay Global Monthly Income Bond Fund*	398 227	386 824	2.6
14 215 093	RBC Canadian Dividend Fund*	683 950	919 502	6.2
65 089 058	Phillips, Hager & North Canadian Equity Underlying Fund*	657 639	719 963	4.8
11 130 739	Phillips, Hager & North Canadian Equity Underlying Fund II*	106 459	107 299	0.7
32 989 520	RBC Private Canadian Equity Pool*	822 093	772 380	5.2
42 917 939	RBC QUBE Canadian Equity Fund*	467 612	468 694	3.1
29 113 938	RBC U.S. Equity Fund*	748 329	949 470	6.4
14 560 802	RBC U.S. Mid-Cap Equity Fund*	303 458	444 563	3.0
52 100 088	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	651 182	789 770	5.3
62 551 212	RBC QUBE U.S. Equity Fund*	761 510	871 301	5.8
54 070 218	RBC European Equity Fund*	966 804	1 059 484	7.1
31 779 518	RBC Asia Pacific ex-Japan Equity Fund*	318 688	328 816	2.2
18 445 893	RBC Japanese Equity Fund*	178 185	186 019	1.2
33 392 042	RBC Global Equity Focus Fund*	340 577	378 596	2.5
29 831 218	RBC Global Dividend Growth Fund*	336 242	369 913	2.5
7 430 618	RBC Emerging Markets Dividend Fund*	79 358	82 001	0.5
37 143 982	RBC Emerging Markets Equity Fund*	406 602	496 697	3.3
7 140 100	RBC Emerging Markets Small-Cap Equity Fund*	77 406	83 656	0.6
TOTAL MUTUAL FUND UNITS		13 368 043	14 676 852	98.2
SHORT-TERM INVESTMENTS†		323 218	323 218	2.1
TOTAL INVESTMENTS		13 691 261	15 000 070	100.3
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	11 358	0.1
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(1 755)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	1 026	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(4 128)	–
TOTAL PORTFOLIO		\$13 691 261	15 006 571	100.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(57 464)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$14 949 107	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 29, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
323	Mini MSCI Emerging Markets Index Future, March 2015	
	Contracts at USD 941.52 per contract	\$ 17 592
		\$ 304
1 266	The S&P/TSX 60 Index Future, March 2015	
	Contracts at CAD 807.94 per contract	204 571
		11 054
		<u>\$ 222 163</u>
		<u>\$ 11 358</u>

Number of Contracts	Contracted Value	Unrealized Loss
143	Mini MSCI EAFE Index Future, March 2015	
	Contracts at USD 1 775.03 per contract	\$ 14 728
		\$ (142)
(976)	The S&P 500 Mini Index Future, March 2015	
	Contracts at USD 2 023.95 per contract	(114 019)
		(1 613)
		<u>\$ (99 291)</u>
		<u>\$ (1 755)</u>
TOTAL FUTURES		<u>\$ 122 872</u>
		<u>\$ 9 603</u>

\$21 350 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 19 015 Sold CAD 22 065 @ 1.1604	07-Jan-15	\$ 28
Bought USD 43 050 Sold CAD 49 093 @ 1.1404	07-Jan-15	924
Bought USD 8 875 Sold CAD 10 252 @ 1.1551	07-Jan-15	60
Bought CAD 3 955 Sold USD 3 395 @ 1.1648	12-Feb-15	7
Bought CAD 3 955 Sold USD 3 395 @ 1.1648	12-Feb-15	7
		<u>\$ 1 026</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 592 Sold USD 1 410 @ 1.1287	07-Jan-15	\$ (47)
Bought CAD 104 090 Sold USD 92 533 @ 1.1249	07-Jan-15	(3 420)
Bought CAD 527 Sold USD 460 @ 1.1463	07-Jan-15	(7)
Bought CAD 57 345 Sold USD 49 866 @ 1.1500	12-Feb-15	(642)
Bought USD 3 395 Sold CAD 3 956 @ 1.1652	12-Feb-15	(8)
Bought USD 3 962 Sold CAD 4 611 @ 1.1639	12-Feb-15	(4)
		<u>\$ (4 128)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (3 102)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 15 000 070	\$ 11 136 559	\$ 7 855 363
Cash	–	41	81
Due from investment dealers	6 000	–	10 000
Subscriptions receivable	10 673	11 697	6 567
Unrealized gain on futures contracts	11 358	–	–
Unrealized gain on foreign exchange contracts	1 026	–	–
Dividends receivable, interest accrued and other assets	173	48	12
TOTAL ASSETS	15 029 300	11 148 345	7 872 023
LIABILITIES			
Bank overdraft	99	–	–
Due to investment dealers	36 500	26 000	2 500
Redemptions payable	6 091	3 382	3 707
Unrealized loss on futures contracts	1 755	–	–
Futures contracts margin payable	7 904	–	–
Unrealized loss on foreign exchange contracts	4 128	–	–
Accounts payable and accrued expenses	23 716	17 521	11 574
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	80 193	46 903	17 781
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 14 949 107	\$ 11 101 442	\$ 7 854 242
Investments at cost	\$ 13 691 261	\$ 9 825 324	\$ 7 478 968
NAV			
SERIES A	\$ 14 592 897	\$ 10 933 044	\$ 7 769 213
ADVISOR SERIES	\$ 99 506	\$ 26 788	\$ 16 305
SERIES T5	\$ 106 581	\$ 49 554	\$ 925
SERIES F	\$ 27 272	\$ 6 719	\$ 4 949
SERIES O	\$ 122 851	\$ 85 337	\$ 62 850
NAV PER UNIT			
SERIES A	\$ 24.65	\$ 24.26	\$ 21.72
ADVISOR SERIES	\$ 24.97	\$ 24.54	\$ 21.94
SERIES T5	\$ 24.05	\$ 23.61	\$ 21.72
SERIES F	\$ 25.27	\$ 24.70	\$ 22.04
SERIES O	\$ 25.32	\$ 24.87	\$ 22.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2 419	\$ 2 005
Net gain (loss) from futures contracts	(2 580)	–
Other income received from underlying funds	326 157	258 014
Capital gains received from underlying funds	447 110	61 540
Net realized gain (loss) on investments	754 368	164 131
Net gain (loss) on foreign currencies and other net assets	(1 320)	–
Change in unrealized gain (loss) on investments	(18 597)	934 840
TOTAL INCOME (LOSS)	1 507 557	1 420 530
EXPENSES (see notes – Fund Specific Information)		
Management fees	222 115	157 246
Administration fees	6 650	4 671
Board of Governors costs	3	3
GST/HST	22 870	16 564
TOTAL EXPENSES	251 638	178 484
INCREASE (DECREASE) IN NAV	\$ 1 255 919	\$ 1 242 046
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 229 030	\$ 1 225 268
ADVISOR SERIES	\$ 5 659	\$ 2 584
SERIES T5	\$ 7 619	\$ 2 595
SERIES F	\$ 1 698	\$ 690
SERIES O	\$ 11 913	\$ 10 909
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.38	\$ 3.07
ADVISOR SERIES	\$ 2.35	\$ 3.09
SERIES T5	\$ 2.26	\$ 2.82
SERIES F	\$ 2.65	\$ 3.38
SERIES O	\$ 2.94	\$ 3.60

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 255 919	\$ 1 242 046
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(754 368)	(164 131)
Change in unrealized loss (gain) on investments	18 597	(934 840)
(Increase) decrease in accrued receivables	(17 483)	9 964
Increase (decrease) in accrued payables	18 450	29 447
Cost of investments purchased	(15 452 278)	(9 423 310)
Proceeds on sales of investments	12 327 640	7 241 085
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 603 523)	(1 999 739)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	4 058 296	2 965 618
Cash paid on redemption of redeemable units	(1 454 650)	(964 522)
Distributions paid to holders of redeemable units	(8 167)	(1 397)
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 595 479	\$ 1 999 699
Net increase (decrease) in cash for the year	(8 044)	(40)
Cash (bank overdraft), beginning of period	41	81
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (8 003)	\$ 41
Interest received	\$ 2 294	\$ 1 969
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 933 044	\$ 7 769 213	\$ 26 788	\$ 16 305	\$ 49 554	\$ 925	\$ 6 719	\$ 4 949
INCREASE (DECREASE) IN NAV	1 229 030	1 225 268	5 659	2 584	7 619	2 595	1 698	690
Early redemption fees	19	24	—	—	—	—	—	—
Proceeds from redeemable units issued	3 830 480	2 887 332	82 372	10 974	66 683	50 531	24 625	4 277
Reinvestments of distributions to holders of redeemable units	1 098 282	217 115	6 428	444	4 018	279	1 666	138
Redemption of redeemable units	(1 395 619)	(948 054)	(14 815)	(3 026)	(14 203)	(3 913)	(5 389)	(3 172)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 533 162	2 156 417	73 985	8 392	56 498	46 897	20 902	1 243
Distributions from net income	(56 051)	(85 821)	(261)	(175)	(347)	(132)	(235)	(91)
Distributions from net gains	(1 046 288)	(132 033)	(6 665)	(318)	(6 743)	(536)	(1 812)	(72)
Distributions from capital	—	—	—	—	—	(195)	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 102 339)	(217 854)	(6 926)	(493)	(7 090)	(863)	(2 047)	(163)
NET INCREASE (DECREASE) IN NAV	3 659 853	3 163 831	72 718	10 483	57 027	48 629	20 553	1 770
NAV AT END OF PERIOD	\$ 14 592 897	\$ 10 933 044	\$ 99 506	\$ 26 788	\$ 106 581	\$ 49 554	\$ 27 272	\$ 6 719

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 85 337	\$ 62 850	\$ 11 101 442	\$ 7 854 242
INCREASE (DECREASE) IN NAV	11 913	10 909	1 255 919	1 242 046
Early redemption fees	—	—	19	24
Proceeds from redeemable units issued	53 112	17 634	4 057 272	2 970 748
Reinvestments of distributions to holders of redeemable units	10 946	2 967	1 121 340	220 943
Redemption of redeemable units	(27 352)	(6 056)	(1 457 378)	(964 221)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	36 706	14 545	3 721 253	2 227 494
Distributions from net income	(2 448)	(1 978)	(59 342)	(88 197)
Distributions from net gains	(8 657)	(989)	(1 070 165)	(133 948)
Distributions from capital	—	—	—	(195)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(11 105)	(2 967)	(1 129 507)	(222 340)
NET INCREASE (DECREASE) IN NAV	37 514	22 487	3 847 665	3 247 200
NAV AT END OF PERIOD	\$ 122 851	\$ 85 337	\$ 14 949 107	\$ 11 101 442

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth and modest income.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	37.8	37.8	36.7
United States Equity Funds	20.5	20.3	20.2
Canadian Equity Funds	20.0	21.3	22.0
International Equity Funds	19.9	18.6	19.6
Cash/Other	1.8	2.0	1.5

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.5% (December 31, 2013 – 2.4%, January 1, 2013 – 2.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.4%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	14 676 852	–	–	14 676 852
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	323 218	–	323 218
Derivatives – assets	11 358	1 026	–	12 384
Derivatives – liabilities	(1 755)	(4 128)	–	(5 883)
Total financial instruments	14 686 455	320 116	–	15 006 571
% of total portfolio	97.9	2.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	10 881 052	–	–	10 881 052
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	255 507	–	255 507
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	10 881 052	255 507	–	11 136 559
% of total portfolio	97.7	2.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	7 734 707	–	–	7 734 707
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	120 656	–	120 656
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	7 734 707	120 656	–	7 855 363
% of total portfolio	98.5	1.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.85% and for Series F is 0.85%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	27	25
Series O	128	58
Value of all units	4	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	–	–	0.2	1.3
RBC Bond Fund	25.4	28.8	32.9	30.9
Phillips, Hager & North Total Return Bond Fund	1.8	4.4	–	–
RBC Global Bond Fund	3.8	14.5	4.6	16.5
RBC Global Corporate Bond Fund	3.6	16.2	–	–
RBC Global High Yield Bond Fund	0.6	4.0	–	–
BlueBay Global Monthly Income Bond Fund	2.6	31.7	–	–
RBC Canadian Dividend Fund	6.2	5.1	10.7	7.2
Phillips, Hager & North Canadian Equity Underlying Fund	4.8	28.4	5.3	24.8
Phillips, Hager & North Canadian Equity Underlying Fund II	0.7	26.2	–	–
RBC Canadian Equity Fund	–	–	5.3	13.1
RBC Private Canadian Equity Pool	5.2	31.6	–	–
RBC QUBE Canadian Equity Fund	3.1	68.4	–	–
RBC U.S. Equity Fund	6.4	25.9	12.1	32.5
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	5.3	35.3	4.9	36.5
RBC U.S. Mid-Cap Equity Fund	3.0	38.3	3.3	40.3
RBC QUBE U.S. Equity Fund	5.8	65.5	–	–



December 31, 2014

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC European Equity Fund	7.1	26.8	7.4	27.3
RBC Asian Equity Fund	–	–	3.6	32.5
RBC Asia Pacific ex-Japan Equity Fund	2.2	30.3	–	–
RBC Japanese Equity Fund	1.2	26.6	–	–
RBC Emerging Markets Dividend Fund	0.5	28.0	0.2	27.2
RBC Emerging Markets Equity Fund	3.3	26.4	3.9	28.3
RBC Emerging Markets Small-Cap Equity Fund	0.6	41.6	0.2	42.9
RBC Global Dividend Growth Fund	2.5	23.8	3.2	41.4
RBC Global Equity Focus Fund	2.5	36.0	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money Market Fund			2.0	5.8
RBC Bond Fund			30.4	25.0
RBC Global Bond Fund			4.3	14.8
RBC Canadian Dividend Fund			11.0	6.1
RBC Canadian Equity Fund			11.0	16.1
RBC U.S. Equity Fund			12.0	30.8
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund			4.9	36.4
RBC U.S. Mid-Cap Equity Fund			3.3	42.7
RBC European Equity Fund			7.4	26.9
RBC Asian Equity Fund			3.7	30.8
RBC Emerging Markets Equity Fund			5.3	28.0
RBC Global Dividend Growth Fund			3.2	41.6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	450 649	357 724
Issued number of units	151 765	125 004
Reinvested number of units	44 515	9 028
Redeemed number of units	(55 027)	(41 107)
Ending number of units	591 902	450 649
Advisor Series		
Opening units	1 091	743
Issued number of units	3 209	460
Reinvested number of units	258	18
Redeemed number of units	(573)	(130)
Ending number of units	3 985	1 091
Series T5		
Opening units	2 098	43
Issued number of units	2 753	2 214
Reinvested number of units	166	12
Redeemed number of units	(586)	(171)
Ending number of units	4 431	2 098
Series F		
Opening units	272	225
Issued number of units	946	178
Reinvested number of units	66	6
Redeemed number of units	(205)	(137)
Ending number of units	1 079	272
Series O		
Opening units	3 431	2 832
Issued number of units	2 010	734
Reinvested number of units	430	120
Redeemed number of units	(1 019)	(255)
Ending number of units	4 852	3 431



December 31, 2014

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS Balanced Global Portfolio was merged into the RBC Select Balanced Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS Balanced Global Portfolio (the “Terminated Fund”) and the RBC Select Balanced Portfolio (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$78 651
Exchange ratio Series F	0.51
Units issued by Continuing Fund Series F	368
Exchange ratio Advisor Series	0.51
Units issued by Continuing Fund Advisor Series	2 693
Exchange ratio Series O	0.51
Units issued by Continuing Fund Series O	–

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected

amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	11 101 442	7 854 242
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	11 101 442	7 854 242
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 242 046
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		1 242 046

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT GROWTH PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
77 624 024	RBC Bond Fund*	\$ 512 048	\$ 535 016	10.2
5 017 518	Phillips, Hager & North Total Return Bond Fund*	57 961	58 358	1.1
29 095 974	RBC Global Bond Fund*	311 638	323 373	6.1
17 433 397	RBC Global Corporate Bond Fund*	171 045	171 241	3.3
8 198 136	BlueBay Global Monthly Income Bond Fund*	87 403	84 888	1.6
3 369 400	RBC Canadian Dividend Fund*	172 203	217 949	4.1
6 289 557	Phillips, Hager & North Canadian Growth Fund*	180 534	213 422	4.1
32 399 947	Phillips, Hager & North Canadian Equity Underlying Fund*	324 332	358 382	6.8
913 053	Phillips, Hager & North Canadian Equity Underlying Fund II*	8 446	8 802	0.2
13 817 639	RBC Private Canadian Equity Pool*	346 302	323 511	6.1
14 192 777	RBC QUBE Canadian Equity Fund*	153 329	154 995	2.9
10 931 966	RBC U.S. Equity Fund*	279 975	356 515	6.8
6 261 257	RBC U.S. Mid-Cap Equity Fund*	122 611	191 166	3.6
21 858 694	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	264 179	331 349	6.3
26 205 544	RBC QUBE U.S. Equity Fund*	320 587	365 028	6.9
23 500 088	RBC European Equity Fund*	421 477	460 475	8.7
12 226 307	RBC Asia Pacific ex-Japan Equity Fund*	122 414	126 503	2.4
8 604 165	RBC Japanese Equity Fund*	82 987	86 770	1.6
20 126 699	RBC Global Equity Focus Fund*	205 708	228 195	4.3
17 899 918	RBC Global Dividend Growth Fund*	202 394	221 963	4.2
5 159 117	RBC Emerging Markets Dividend Fund*	56 757	56 934	1.1
17 190 668	RBC Emerging Markets Equity Fund*	185 026	229 877	4.4
4 913 993	RBC Emerging Markets Small-Cap Equity Fund*	55 007	57 574	1.1
TOTAL MUTUAL FUND UNITS		4 644 363	5 162 286	97.9
SHORT-TERM INVESTMENTS†		114 756	114 756	2.2
TOTAL INVESTMENTS		4 759 119	5 277 042	100.1
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	3 927	0.1
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(583)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	387	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(1 534)	–
TOTAL PORTFOLIO		\$ 4 759 119	5 279 239	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(12 328)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 5 266 911	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 30, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
95	Mini MSCI Emerging Markets Index Future, March 2015	
	Contracts at USD 936.98 per contract	\$ 5 165
		\$ 114
434	The S&P/TSX 60 Index Future, March 2015	
	Contracts at CAD 807.68 per contract	70 106
		3 813
		<u>\$ 75 271</u>
		<u>\$ 3 927</u>

Number of Contracts	Contracted Value	Unrealized Loss
76	Mini MSCI EAFE Index Future, March 2015	
	Contracts at USD 1 775.03 per contract	\$ 7 827
		\$ (75)
(307)	The S&P 500 Mini Index Future, March 2015	
	Contracts at USD 2 023.95 per contract	(35 864)
		(508)
		<u>\$ (28 037)</u>
		<u>\$ (583)</u>

TOTAL FUTURES

\$ 47 234 \$ 3 344

\$6 650 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 11 195 Sold CAD 12 991 @ 1.1604	07-Jan-15	\$ 16
Bought USD 17 050 Sold CAD 19 443 @ 1.1404	07-Jan-15	367
Bought CAD 1 288 Sold USD 1 106 @ 1.1648	12-Feb-15	2
Bought CAD 1 288 Sold USD 1 106 @ 1.1648	12-Feb-15	2
		<u>\$ 387</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 166 Sold USD 145 @ 1.1463	07-Jan-15	\$ (2)
Bought CAD 41 602 Sold USD 36 983 @ 1.1249	07-Jan-15	(1 367)
Bought CAD 542 Sold USD 480 @ 1.1287	07-Jan-15	(16)
Bought CAD 12 948 Sold USD 11 259 @ 1.1500	12-Feb-15	(145)
Bought USD 1 106 Sold CAD 1 289 @ 1.1652	12-Feb-15	(3)
Bought USD 1 293 Sold CAD 1 505 @ 1.1639	12-Feb-15	(1)
		<u>\$ (1 534)</u>
		<u>\$ (1 147)</u>

TOTAL FOREIGN EXCHANGE

\$ (1 534)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 5 277 042	\$ 4 160 938	\$ 3 160 211
Cash	7	1	64
Due from investment dealers	2 800	–	5 500
Subscriptions receivable	4 132	2 936	2 276
Unrealized gain on futures contracts	3 927	–	–
Unrealized gain on foreign exchange contracts	387	–	–
Dividends receivable, interest accrued and other assets	60	16	5
TOTAL ASSETS	5 288 355	4 163 891	3 168 056
LIABILITIES			
Due to investment dealers	5 500	5 500	700
Redemptions payable	2 220	1 262	2 171
Unrealized loss on futures contracts	583	–	–
Futures contracts margin payable	2 879	–	–
Unrealized loss on foreign exchange contracts	1 534	–	–
Accounts payable and accrued expenses	8 728	6 990	4 906
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	21 444	13 752	7 777
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 5 266 911	\$ 4 150 139	\$ 3 160 279
Investments at cost	\$ 4 759 119	\$ 3 588 143	\$ 3 080 018
NAV			
SERIES A	\$ 5 138 120	\$ 4 105 012	\$ 3 128 331
ADVISOR SERIES	\$ 66 135	\$ 6 963	\$ 5 270
SERIES T5	\$ 7 634	\$ 3 893	\$ 103
SERIES F	\$ 11 555	\$ 1 669	\$ 876
SERIES O	\$ 43 467	\$ 32 602	\$ 25 699
NAV PER UNIT			
SERIES A	\$ 26.02	\$ 25.90	\$ 22.28
ADVISOR SERIES	\$ 26.51	\$ 26.47	\$ 22.76
SERIES T5	\$ 25.23	\$ 24.98	\$ 22.19
SERIES F	\$ 25.95	\$ 25.77	\$ 22.09
SERIES O	\$ 26.92	\$ 26.77	\$ 22.96

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 804	\$ 735
Net gain (loss) from futures contracts	(742)	–
Other income received from underlying funds	101 124	87 568
Capital gains received from underlying funds	195 660	26 536
Net realized gain (loss) on investments	345 271	70 572
Net gain (loss) on foreign currencies and other net assets	(437)	–
Change in unrealized gain (loss) on investments	(68 415)	492 602
TOTAL INCOME (LOSS)	573 265	678 013
EXPENSES (see notes – Fund Specific Information)		
Management fees	83 963	64 028
Administration fees	2 387	1 802
Board of Governors costs	3	3
GST/HST	8 482	6 627
TOTAL EXPENSES	94 835	72 460
INCREASE (DECREASE) IN NAV	\$ 478 430	\$ 605 553
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 469 279	\$ 598 620
ADVISOR SERIES	\$ 3 287	\$ 1 011
SERIES T5	\$ 638	\$ 341
SERIES F	\$ 685	\$ 219
SERIES O	\$ 4 541	\$ 5 362
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.71	\$ 4.03
ADVISOR SERIES	\$ 2.66	\$ 4.11
SERIES T5	\$ 2.54	\$ 3.80
SERIES F	\$ 2.92	\$ 4.24
SERIES O	\$ 3.39	\$ 4.68

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 478 430	\$ 605 553
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(345 271)	(70 572)
Change in unrealized loss (gain) on investments	68 415	(492 602)
(Increase) decrease in accrued receivables	(6 771)	5 489
Increase (decrease) in accrued payables	2 321	6 884
Cost of investments purchased	(5 578 073)	(2 975 383)
Proceeds on sales of investments	4 739 972	2 537 830
NET CASH PROVIDED BY OPERATING ACTIVITIES	(640 977)	(382 801)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 201 771	817 437
Cash paid on redemption of redeemable units	(562 362)	(434 566)
Distributions paid to holders of redeemable units	(1 305)	(133)
NET CASH USED IN FINANCING ACTIVITIES	\$ 638 104	\$ 382 738
Net increase (decrease) in cash for the year	(2 873)	(63)
Cash (bank overdraft), beginning of period	1	64
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (2 872)	\$ 1
Interest received	\$ 760	\$ 724
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 4 105 012	\$ 3 128 331	\$ 6 963	\$ 5 270	\$ 3 893	\$ 103	\$ 1 669	\$ 876
INCREASE (DECREASE) IN NAV	469 279	598 620	3 287	1 011	638	341	685	219
Early redemption fees	9	4	—	—	—	—	—	—
Proceeds from redeemable units issued	1 106 724	807 537	62 996	1 422	5 175	3 739	11 436	1 040
Reinvestments of distributions to holders of redeemable units	469 304	60 678	5 435	86	472	63	956	21
Redemption of redeemable units	(542 244)	(429 403)	(6 783)	(727)	(1 895)	(261)	(2 096)	(451)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 033 793	438 816	61 648	781	3 752	3 541	10 296	610
Distributions from net income	(1 803)	(17 915)	—	(29)	—	(7)	(69)	(18)
Distributions from net gains	(468 161)	(42 840)	(5 763)	(70)	(649)	(38)	(1 026)	(18)
Distributions from capital	—	—	—	—	—	(47)	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(469 964)	(60 755)	(5 763)	(99)	(649)	(92)	(1 095)	(36)
NET INCREASE (DECREASE) IN NAV	1 033 108	976 681	59 172	1 693	3 741	3 790	9 886	793
NAV AT END OF PERIOD	\$ 5 138 120	\$ 4 105 012	\$ 66 135	\$ 6 963	\$ 7 634	\$ 3 893	\$ 11 555	\$ 1 669

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 32 602	\$ 25 699	\$ 4 150 139	\$ 3 160 279
INCREASE (DECREASE) IN NAV	4 541	5 362	478 430	605 553
Early redemption fees	—	—	9	4
Proceeds from redeemable units issued	16 636	4 359	1 202 967	818 097
Reinvestments of distributions to holders of redeemable units	4 661	1 017	480 828	61 865
Redemption of redeemable units	(10 311)	(2 819)	(563 329)	(433 661)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	10 986	2 557	1 120 475	446 305
Distributions from net income	(748)	(693)	(2 620)	(18 662)
Distributions from net gains	(3 914)	(323)	(479 513)	(43 289)
Distributions from capital	—	—	—	(47)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 662)	(1 016)	(482 133)	(61 998)
NET INCREASE (DECREASE) IN NAV	10 865	6 903	1 116 772	989 860
NAV AT END OF PERIOD	\$ 43 467	\$ 32 602	\$ 5 266 911	\$ 4 150 139

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
International Equity Funds	27.8	24.9	25.7
Canadian Equity Funds	24.2	26.5	27.0
United States Equity Funds	23.6	24.4	24.3
Income Funds	22.3	22.5	20.8
Cash/Other	2.1	1.7	2.2

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.4% (December 31, 2013 – 1.4%, January 1, 2013 – 1.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.5%, January 1, 2013 – 0.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.6	+ or - 0.6

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	5 162 286	–	–	5 162 286
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	114 756	–	114 756
Derivatives – assets	3 927	387	–	4 314
Derivatives – liabilities	(583)	(1 534)	–	(2 117)
Total financial instruments	5 165 630	113 609	–	5 279 239
% of total portfolio	97.8	2.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	4 080 924	–	–	4 080 924
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	80 014	–	80 014
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 080 924	80 014	–	4 160 938
% of total portfolio	98.1	1.9	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	3 088 875	–	–	3 088 875
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	71 336	–	71 336
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 088 875	71 336	–	3 160 211
% of total portfolio	97.7	2.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 1.95% and for Series F is 0.95%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	26	24
Series F	55	50
Series O	122	53
Value of all units	5	3

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	–	–	0.2	0.5
RBC Bond Fund	10.2	4.1	13.4	4.7
Phillips, Hager & North Total Return Bond Fund	1.1	1.0	–	–
RBC Global Bond Fund	6.1	8.2	8.9	11.9
RBC Global Corporate Bond Fund	3.3	5.1	–	–
BlueBay Global Monthly Income Bond Fund	1.6	6.9	–	–
RBC Canadian Dividend Fund	4.1	1.2	4.2	1.1
Phillips, Hager & North Canadian Equity Underlying Fund	6.8	14.1	8.5	14.8
Phillips, Hager & North Canadian Equity Underlying Fund II	0.2	2.2	–	–
RBC Canadian Equity Fund	–	–	8.5	7.8
RBC Private Canadian Equity Pool	6.1	13.2	–	–
RBC QUBE Canadian Equity Fund	2.9	22.6	–	–
Phillips, Hager & North Canadian Growth Fund	4.1	47.2	5.3	49.5
RBC U.S. Equity Fund	6.8	9.7	14.6	14.7
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	6.3	14.8	6.0	16.5



December 31, 2014

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	3.6	16.5	3.8	17.4
RBC QUBE U.S. Equity Fund	6.9	27.4	–	–
RBC European Equity Fund	8.7	11.7	9.5	13.1
RBC Asian Equity Fund	–	–	4.1	13.7
RBC Asia Pacific ex-Japan Equity Fund	2.4	11.7	–	–
RBC Japanese Equity Fund	1.6	12.4	–	–
RBC Emerging Markets Dividend Fund	1.1	19.4	0.2	10.2
RBC Emerging Markets Equity Fund	4.4	12.2	5.5	14.9
RBC Emerging Markets Small-Cap Equity Fund	1.1	28.6	0.2	16.1
RBC Global Dividend Growth Fund	4.2	14.3	5.4	25.8
RBC Global Equity Focus Fund	4.3	21.7	–	–
			January 1, 2013	
			NAV	Ownership
RBC Canadian Money Market Fund			1.2	1.5
RBC Bond Fund			11.8	3.9
RBC Global Bond Fund			7.8	10.7
RBC Canadian Dividend Fund			4.3	1.0
RBC Canadian Equity Fund			17.3	10.2
Phillips, Hager & North Canadian Growth Fund			5.4	45.6
RBC U.S. Equity Fund			14.6	15.0
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund			6.0	17.7
RBC U.S. Mid-Cap Equity Fund			3.7	19.7
RBC European Equity Fund			9.1	13.3
RBC Asian Equity Fund			4.3	14.1
RBC Emerging Markets Equity Fund			7.1	15.1
RBC Global Dividend Growth Fund			5.2	27.2

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	158 478	140 418
Issued number of units	40 945	33 618
Reinvested number of units	18 002	2 371
Redeemed number of units	(19 983)	(17 929)
Ending number of units	197 442	158 478
Advisor Series		
Opening units	263	232
Issued number of units	2 267	58
Reinvested number of units	205	3
Redeemed number of units	(241)	(30)
Ending number of units	2 494	263
Series T5		
Opening units	156	5
Issued number of units	201	159
Reinvested number of units	19	3
Redeemed number of units	(73)	(11)
Ending number of units	303	156
Series F		
Opening units	65	40
Issued number of units	419	43
Reinvested number of units	37	1
Redeemed number of units	(76)	(19)
Ending number of units	445	65
Series O		
Opening units	1 218	1 119
Issued number of units	582	173
Reinvested number of units	173	38
Redeemed number of units	(358)	(112)
Ending number of units	1 615	1 218

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS Growth Global Portfolio was merged into the RBC Select Growth Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS Growth Global Portfolio (the “Terminated Fund”) and the RBC Select Growth Portfolio (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$67 701
Exchange ratio Series F	0.51
Units issued by Continuing Fund Series F	302
Exchange ratio Advisor Series	0.49
Units issued by Continuing Fund Advisor Series	2 140
Exchange ratio Series O	0.49
Units issued by Continuing Fund Series O	–

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

Please see the generic notes at the back of the financial statements.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	4 150 139	3 160 279
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	4 150 139	3 160 279
<hr/>		
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		605 553
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		605 553



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT AGGRESSIVE GROWTH PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
744 759	RBC Canadian Dividend Fund*	\$ 38 023	\$ 48 175	4.8
1 669 931	Phillips, Hager & North Canadian Growth Fund*	50 712	56 665	5.7
6 964 002	Phillips, Hager & North Canadian Equity Underlying Fund*	70 412	77 030	7.7
3 351 919	RBC Private Canadian Equity Pool*	83 943	78 477	7.9
5 344 158	RBC QUBE Canadian Equity Fund*	58 387	58 362	5.8
2 262 125	RBC U.S. Equity Fund*	56 064	73 773	7.4
2 089 101	RBC U.S. Mid-Cap Equity Fund*	42 183	63 783	6.4
5 889 242	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	73 660	89 272	8.9
6 309 727	RBC QUBE U.S. Equity Fund*	76 982	87 891	8.8
6 090 794	RBC European Equity Fund*	106 732	119 347	11.9
3 025 336	RBC Asia Pacific ex-Japan Equity Fund*	30 331	31 303	3.1
2 177 337	RBC Japanese Equity Fund*	21 068	21 958	2.2
3 251 937	RBC Global Equity Focus Fund*	33 368	36 870	3.7
3 185 285	RBC Global Dividend Growth Fund*	34 548	39 498	3.9
1 321 775	RBC Emerging Markets Dividend Fund*	14 640	14 587	1.5
4 404 272	RBC Emerging Markets Equity Fund*	48 387	58 895	5.9
1 253 427	RBC Emerging Markets Small-Cap Equity Fund*	14 085	14 686	1.5
TOTAL MUTUAL FUND UNITS		853 525	970 572	97.1
SHORT-TERM INVESTMENTS†		33 207	33 207	3.3
TOTAL INVESTMENTS		886 732	1 003 779	100.4
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	888	0.1
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(8)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	39	–
TOTAL PORTFOLIO		\$ 886 732	1 004 698	100.5
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(4 629)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 1 000 069	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 30, 2015.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
17	The S&P 500 Mini Index Future, March 2015 Contracts at USD 2 050.50 per contract	\$ 2 003 \$ 2
102	The S&P/TSX 60 Index Future, March 2015 Contracts at CAD 808.18 per contract	16 487 886
	\$ 18 490	\$ 888

Number of Contracts	Contracted Value	Unrealized Loss
8	Mini MSCI EAFE Index Future, March 2015 Contracts at USD 1 775.03 per contract	\$ 824 \$ (8)
	\$ 824	\$ (8)
TOTAL FUTURES	\$ 19 314	\$ 880

\$2 100 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 750 Sold CAD 1 996 @ 1.1404	07-Jan-15	\$ 38
Bought USD 710 Sold CAD 824 @ 1.1604	07-Jan-15	1
Bought CAD 70 Sold USD 60 @ 1.1639	12-Feb-15	–
Bought CAD 79 Sold USD 68 @ 1.1652	12-Feb-15	–
		\$ 39
TOTAL FOREIGN EXCHANGE		\$ 39

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 003 779	\$ 748 234	\$ 500 836
Cash	–	–	5
Due from investment dealers	–	–	650
Subscriptions receivable	771	753	487
Unrealized gain on futures contracts	888	–	–
Unrealized gain on foreign exchange contracts	39	–	–
Dividends receivable, interest accrued and other assets	21	1	1
TOTAL ASSETS	1 005 498	748 988	501 979
LIABILITIES			
Due to investment dealers	2 000	1 750	–
Redemptions payable	829	302	430
Unrealized loss on futures contracts	8	–	–
Futures contracts margin payable	907	–	–
Accounts payable and accrued expenses	1 685	1 276	756
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 429	3 328	1 186
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 000 069	\$ 745 660	\$ 500 793
Investments at cost	\$ 886 732	\$ 611 097	\$ 491 929
NAV			
SERIES A	\$ 952 321	\$ 732 435	\$ 493 552
ADVISOR SERIES	\$ 29 362	\$ 1 100	\$ 646
SERIES T5	\$ 1 679	\$ 1 379	\$ 23
SERIES F	\$ 5 460	\$ 1 741	\$ 307
SERIES O	\$ 11 247	\$ 9 005	\$ 6 265
NAV PER UNIT			
SERIES A	\$ 10.43	\$ 10.41	\$ 8.38
ADVISOR SERIES	\$ 10.34	\$ 10.35	\$ 8.34
SERIES T5	\$ 10.06	\$ 9.89	\$ 8.31
SERIES F	\$ 11.13	\$ 11.00	\$ 8.78
SERIES O	\$ 11.56	\$ 11.30	\$ 9.07

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 78	\$ 29
Net gain (loss) from futures contracts	306	–
Other income received from underlying funds	16 523	13 947
Capital gains received from underlying funds	43 921	6 025
Net realized gain (loss) on investments	80 861	627
Change in unrealized gain (loss) on investments	(27 226)	128 230
TOTAL INCOME (LOSS)	114 463	148 858
EXPENSES (see notes – Fund Specific Information)		
Management fees	16 335	11 386
Administration fees	445	304
Board of Governors costs	3	3
GST/HST	1 576	1 117
TOTAL EXPENSES	18 359	12 810
INCREASE (DECREASE) IN NAV	\$ 96 104	\$ 136 048
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 92 813	\$ 133 807
ADVISOR SERIES	\$ 1 450	\$ 203
SERIES T5	\$ 186	\$ 120
SERIES F	\$ 308	\$ 129
SERIES O	\$ 1 347	\$ 1 789
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.18	\$ 2.06
ADVISOR SERIES	\$ 1.10	\$ 2.05
SERIES T5	\$ 1.12	\$ 1.91
SERIES F	\$ 1.32	\$ 2.25
SERIES O	\$ 1.55	\$ 2.47

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 96 104	\$ 136 048
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(80 861)	(627)
Change in unrealized loss (gain) on investments	27 226	(128 230)
(Increase) decrease in accrued receivables	(908)	650
Increase (decrease) in accrued payables	667	2 270
Cost of investments purchased	(1 204 194)	(535 152)
Proceeds on sales of investments	1 002 245	416 611
NET CASH PROVIDED BY OPERATING ACTIVITIES	(159 721)	(108 430)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	296 684	197 867
Cash paid on redemption of redeemable units	(137 459)	(89 434)
Distributions paid to holders of redeemable units	(411)	(8)
NET CASH USED IN FINANCING ACTIVITIES	\$ 158 814	\$ 108 425
Net increase (decrease) in cash for the year	(907)	(5)
Cash (bank overdraft), beginning of period	–	5
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (907)	\$ –
Interest received	\$ 58	\$ 29
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series T5		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 732 435	\$ 493 552	\$ 1 100	\$ 646	\$ 1 379	\$ 23	\$ 1 741	\$ 307
INCREASE (DECREASE) IN NAV	92 813	133 807	1 450	203	186	120	308	129
Early redemption fees	3	1	–	–	–	–	–	–
Proceeds from redeemable units issued	253 316	193 023	29 865	364	2 418	1 635	5 185	1 329
Reinvestments of distributions to holders of redeemable units	96 310	1 609	2 648	2	129	16	472	5
Redemption of redeemable units	(126 152)	(87 948)	(2 827)	(113)	(2 277)	(392)	(1 710)	(23)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	223 477	106 685	29 686	253	270	1 259	3 947	1 311
Distributions from net income	–	(1 609)	–	(2)	–	(1)	–	(6)
Distributions from net gains	(96 404)	–	(2 874)	–	(156)	–	(536)	–
Distributions from capital	–	–	–	–	–	(22)	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(96 404)	(1 609)	(2 874)	(2)	(156)	(23)	(536)	(6)
NET INCREASE (DECREASE) IN NAV	219 886	238 883	28 262	454	300	1 356	3 719	1 434
NAV AT END OF PERIOD	\$ 952 321	\$ 732 435	\$ 29 362	\$ 1 100	\$ 1 679	\$ 1 379	\$ 5 460	\$ 1 741

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 005	\$ 6 265	\$ 745 660	\$ 500 793
INCREASE (DECREASE) IN NAV	1 347	1 789	96 104	136 048
Early redemption fees	–	–	3	1
Proceeds from redeemable units issued	5 918	1 782	296 702	198 133
Reinvestments of distributions to holders of redeemable units	1 167	171	100 726	1 803
Redemption of redeemable units	(5 023)	(831)	(137 989)	(89 307)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 062	1 122	259 442	110 630
Distributions from net income	–	(171)	–	(1 789)
Distributions from net gains	(1 167)	–	(101 137)	–
Distributions from capital	–	–	–	(22)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 167)	(171)	(101 137)	(1 811)
NET INCREASE (DECREASE) IN NAV	2 242	2 740	254 409	244 867
NAV AT END OF PERIOD	\$ 11 247	\$ 9 005	\$ 1 000 069	\$ 745 660

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
International Equity Funds	33.7	33.0	33.5
Canadian Equity Funds	31.9	35.0	34.4
United States Equity Funds	31.5	31.7	31.8
Income Funds	–	–	0.1
Cash/Other	2.9	0.3	0.2

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.6% (December 31, 2013 – 0.6%, January 1, 2013 – 0.6%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	970 572	–	–	970 572
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	33 207	–	33 207
Derivatives – assets	888	39	–	927
Derivatives – liabilities	(8)	–	–	(8)
Total financial instruments	971 452	33 246	–	1 004 698
% of total portfolio	96.7	3.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	743 870	–	–	743 870
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 364	–	4 364
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	743 870	4 364	–	748 234
% of total portfolio	99.4	0.6	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	499 752	–	–	499 752
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 084	–	1 084
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	499 752	1 084	–	500 836
% of total portfolio	99.8	0.2	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A, Advisor Series and Series T5 is 2.05% and for Series F is 1.05%.

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series T5	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	71	65
Series F	131	118
Series O	139	125
Value of all units	4	3

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Dividend Fund	4.8	0.3	10.0	0.4
Phillips, Hager & North Canadian Equity Underlying Fund	7.7	3.0	10.0	3.1
RBC Canadian Equity Fund	–	–	10.0	1.7
RBC Private Canadian Equity Pool	7.9	3.2	–	–
RBC QUBE Canadian Equity Fund	5.8	8.5	–	–
Phillips, Hager & North Canadian Growth Fund	5.7	12.5	5.0	8.4
RBC U.S. Equity Fund	7.4	2.0	16.9	3.1
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	8.9	4.0	7.9	3.9
RBC U.S. Mid-Cap Equity Fund	6.4	5.5	6.9	5.7
RBC QUBE U.S. Equity Fund	8.8	6.6	–	–
RBC European Equity Fund	11.9	3.0	13.9	3.4
RBC Asian Equity Fund	–	–	5.8	3.5
RBC Asia Pacific ex-Japan Equity Fund	3.1	2.9	–	–
RBC Japanese Equity Fund	2.2	3.1	–	–
RBC Emerging Markets Dividend Fund	1.5	5.0	0.2	1.8
RBC Emerging Markets Equity Fund	5.9	3.1	6.9	3.4
RBC Emerging Markets Small-Cap Equity Fund	1.5	7.3	0.2	2.8
RBC Global Dividend Growth Fund	3.9	2.5	5.9	5.1
RBC Global Equity Focus Fund	3.7	3.5	–	–



December 31, 2014

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	0.1	–
RBC Canadian Dividend Fund	9.8	0.4
RBC Canadian Equity Fund	19.7	1.8
Phillips, Hager & North Canadian Growth Fund	4.9	6.5
RBC U.S. Equity Fund	16.9	2.8
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	8.0	3.7
RBC U.S. Mid-Cap Equity Fund	6.9	5.8
RBC European Equity Fund	12.5	2.9
RBC Asian Equity Fund	5.5	2.9
RBC Emerging Markets Equity Fund	9.7	3.3
RBC Global Dividend Growth Fund	5.8	4.8

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	70 389	58 921
Issued number of units	23 258	20 836
Reinvested number of units	9 229	157
Redeemed number of units	(11 527)	(9 525)
Ending number of units	91 349	70 389
Advisor Series		
Opening units	106	77
Issued number of units	2 731	41
Reinvested number of units	256	–
Redeemed number of units	(255)	(12)
Ending number of units	2 838	106

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series T5		
Opening units	139	3
Issued number of units	237	177
Reinvested number of units	13	2
Redeemed number of units	(222)	(43)
Ending number of units	167	139
Series F		
Opening units	158	35
Issued number of units	443	125
Reinvested number of units	42	–
Redeemed number of units	(152)	(2)
Ending number of units	491	158
Series O		
Opening units	797	691
Issued number of units	486	170
Reinvested number of units	101	15
Redeemed number of units	(411)	(79)
Ending number of units	973	797

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS All Equity Global Portfolio was merged into the RBC Select Aggressive Growth Portfolio. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS All Equity Global Portfolio (the "Terminated Fund") and the RBC Select Aggressive Growth Portfolio (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	\$33 657
Exchange ratio Series F	1.33
Units issued by Continuing Fund Series F	371
Exchange ratio Advisor Series	1.29
Units issued by Continuing Fund Advisor Series	2 682

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.



December 31, 2014

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	745 660	500 793
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	745 660	500 793
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		136 048
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		136 048

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT CHOICES CONSERVATIVE PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
96 807	RBC Canadian Money Market Fund*	\$ 968	\$ 968	0.5
2 593 641	Phillips, Hager & North Short Term Bond & Mortgage Fund*	25 964	26 370	13.4
4 494 707	RBC Bond Fund*	28 875	30 979	15.8
2 414 119	TD Canadian Bond Fund	25 379	26 459	13.5
2 667 796	Phillips, Hager & North Total Return Bond Fund*	29 686	31 029	15.8
175 282	RBC Canadian Dividend Fund*	9 233	11 338	5.8
526 400	RBC Canadian Equity Fund*	12 105	11 363	5.8
84 798	Franklin Bissett Canadian Equity Fund	9 710	11 363	5.8
526 511	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	6 919	7 981	4.0
516 435	RBC O'Shaughnessy U.S. Value Fund*	6 038	7 969	4.0
230 902	CI American Value Fund	4 989	8 022	4.1
1 380 122	Renaissance International Equity Fund	9 220	11 182	5.7
376 331	Invesco International Growth Class	4 997	8 428	4.3
348 767	Invesco International Growth Fund	2 844	2 826	1.4
TOTAL MUTUAL FUND UNITS		176 927	196 277	99.9
SHORT-TERM INVESTMENTS†		429	429	0.2
TOTAL INVESTMENTS		<u>\$ 177 356</u>	<u>196 706</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(90)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 196 616</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.21% and mature on January 5, 2015.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 196 706	\$ 185 503	\$ 171 762
Cash	1	1	10
Due from investment dealers	600	–	500
Subscriptions receivable	90	21	48
Dividends receivable, interest accrued and other assets	–	1	–
TOTAL ASSETS	197 397	185 526	172 320
LIABILITIES			
Due to investment dealers	350	–	–
Redemptions payable	88	85	36
Accounts payable and accrued expenses	343	302	281
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	781	387	317
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 196 616	\$ 185 139	\$ 172 003
Investments at cost	\$ 177 356	\$ 169 840	\$ 162 070
NAV			
SERIES A	\$ 195 046	\$ 183 827	\$ 171 246
ADVISOR SERIES	\$ 1 570	\$ 1 312	\$ 757
NAV PER UNIT			
SERIES A	\$ 12.43	\$ 12.00	\$ 11.28
ADVISOR SERIES	\$ 12.49	\$ 12.04	\$ 11.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 28	\$ 37
Other income received from underlying funds	6 737	5 055
Capital gains received from underlying funds	3 275	1 054
Net realized gain (loss) on investments	4 413	5 422
Change in unrealized gain (loss) on investments	3 687	5 971
TOTAL INCOME (LOSS)	18 140	17 539
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 268	3 026
Administration fees	95	90
Board of Governors costs	3	3
GST/HST	365	352
TOTAL EXPENSES	3 731	3 471
INCREASE (DECREASE) IN NAV	\$ 14 409	\$ 14 068
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 14 296	\$ 13 996
ADVISOR SERIES	\$ 113	\$ 72
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.94	\$ 0.91
ADVISOR SERIES	\$ 0.93	\$ 0.91

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 14 409	\$ 14 068
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 413)	(5 422)
Change in unrealized loss (gain) on investments	(3 687)	(5 971)
(Increase) decrease in accrued receivables	(599)	499
Increase (decrease) in accrued payables	391	21
Cost of investments purchased	(187 561)	(208 894)
Proceeds on sales of investments	184 458	206 546
NET CASH PROVIDED BY OPERATING ACTIVITIES	2 998	847
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	25 016	27 302
Cash paid on redemption of redeemable units	(27 932)	(28 140)
Distributions paid to holders of redeemable units	(82)	(18)
NET CASH USED IN FINANCING ACTIVITIES	\$ (2 998)	\$ (856)
Net increase (decrease) in cash for the year	–	(9)
Cash (bank overdraft), beginning of period	1	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 1
Interest received	\$ 29	\$ 36
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 183 827	\$ 171 246	\$ 1 312	\$ 757	\$ 185 139	\$ 172 003
INCREASE (DECREASE) IN NAV	14 296	13 996	113	72	14 409	14 068
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	24 618	26 456	467	819	25 085	27 275
Reinvestments of distributions to holders of redeemable units	7 449	2 979	48	16	7 497	2 995
Redemption of redeemable units	(27 624)	(27 855)	(311)	(334)	(27 935)	(28 189)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	4 443	1 580	204	501	4 647	2 081
Distributions from net income	(2 905)	(1 712)	(22)	(9)	(2 927)	(1 721)
Distributions from net gains	(4 615)	(1 283)	(37)	(9)	(4 652)	(1 292)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7 520)	(2 995)	(59)	(18)	(7 579)	(3 013)
NET INCREASE (DECREASE) IN NAV	11 219	12 581	258	555	11 477	13 136
NAV AT END OF PERIOD	\$ 195 046	\$ 183 827	\$ 1 570	\$ 1 312	\$ 196 616	\$ 185 139

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide income and the potential for moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	59.0	59.6	58.5
Canadian Equity Funds	17.4	15.9	16.8
United States Equity Funds	12.1	11.7	11.9
International Equity Funds	11.4	10.7	11.0
Cash/Other	0.1	2.1	1.8

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.6% (December 31, 2013 – 3.2%, January 1, 2013 – 2.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	196 277	–	–	196 277
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	429	–	429
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	196 277	429	–	196 706
% of total portfolio	99.8	0.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	181 216	–	–	181 216
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 287	–	4 287
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	181 216	4 287	–	185 503
% of total portfolio	97.7	2.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	168 864	–	–	168 864
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 898	–	2 898
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	168 864	2 898	–	171 762
% of total portfolio	98.3	1.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 1.85%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	0.5	0.1	1.5	0.1
Phillips, Hager & North Short Term Bond & Mortgage Fund	13.4	0.6	13.6	0.7
RBC Bond Fund	15.8	0.2	15.4	0.2
Phillips, Hager & North Total Return Bond Fund	15.8	0.5	15.5	1.1
RBC Canadian Dividend Fund	5.8	0.1	5.3	0.1
RBC Canadian Equity Fund	5.8	0.4	5.2	0.2
RBC O’Shaughnessy U.S. Value Fund	4.0	0.4	3.9	0.4
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	4.0	0.4	3.9	0.5

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	3.0	0.2
Phillips, Hager & North Short Term Bond & Mortgage Fund	13.0	0.6
RBC Bond Fund	14.8	0.3
Phillips, Hager & North Total Return Bond Fund	14.8	0.9
RBC Canadian Dividend Fund	5.6	0.1
RBC Canadian Equity Fund	5.6	0.2
RBC O’Shaughnessy U.S. Value Fund	4.0	0.7
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	4.0	0.6



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 322	15 186
Issued number of units	1 980	2 272
Reinvested number of units	600	250
Redeemed number of units	(2 216)	(2 386)
Ending number of units	15 686	15 322
Advisor Series		
Opening units	109	67
Issued number of units	38	70
Reinvested number of units	4	1
Redeemed number of units	(25)	(29)
Ending number of units	126	109

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	185 139	172 003
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	185 139	172 003

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	14 068
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	14 068

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT CHOICES BALANCED PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
172 554	RBC Canadian Money Market Fund*	\$ 1 726	\$ 1 726	0.5
3 018 882	Phillips, Hager & North Short Term Bond & Mortgage Fund*	30 283	30 695	8.7
6 428 148	RBC Bond Fund*	41 512	44 305	12.6
3 741 848	Phillips, Hager & North Total Return Bond Fund*	42 115	43 522	12.4
1 280 780	Phillips, Hager & North High Yield Bond Fund*	14 158	14 637	4.1
320 942	RBC Canadian Dividend Fund*	16 653	20 760	5.9
1 152 594	RBC Canadian Equity Fund*	25 911	24 881	7.1
133 412	Franklin Bissett Canadian Equity Fund	15 133	17 877	5.1
172 976	IA Clarington Canadian Small Cap Fund	9 464	11 786	3.3
863 691	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	11 186	13 092	3.7
1 678 206	RBC O'Shaughnessy U.S. Value Fund*	19 698	25 897	7.3
744 181	CI American Value Fund	15 558	25 853	7.3
555 631	TD U.S. Mid-Cap Growth Fund	7 863	13 046	3.7
1 204 692	RBC Emerging Markets Equity Fund*	13 050	16 109	4.6
2 881 605	Renaissance International Equity Fund	19 265	23 347	6.6
819 104	Invesco International Growth Class	10 547	18 344	5.2
640 135	Invesco International Growth Fund	5 230	5 186	1.5
TOTAL MUTUAL FUND UNITS		299 352	351 063	99.6
SHORT-TERM INVESTMENTS†		1 356	1 356	0.4
TOTAL INVESTMENTS		<u>\$ 300 708</u>	<u>352 419</u>	<u>100.0</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(103)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 352 316</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.21% and mature between January 2, 2015 and January 5, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 352 419	\$ 321 986	\$ 279 419
Cash	1	–	7
Due from investment dealers	1 050	–	1 050
Subscriptions receivable	105	205	74
Dividends receivable, interest accrued and other assets	1	3	–
TOTAL ASSETS	353 576	322 194	280 550
LIABILITIES			
Due to investment dealers	450	500	–
Redemptions payable	167	590	60
Accounts payable and accrued expenses	643	582	488
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 260	1 672	548
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 352 316	\$ 320 522	\$ 280 002
Investments at cost	\$ 300 708	\$ 278 142	\$ 260 661
NAV			
SERIES A	\$ 349 921	\$ 318 451	\$ 278 801
ADVISOR SERIES	\$ 2 395	\$ 2 071	\$ 1 201
NAV PER UNIT			
SERIES A	\$ 13.12	\$ 12.18	\$ 10.73
ADVISOR SERIES	\$ 13.10	\$ 12.17	\$ 10.72

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 51	\$ 65
Other income received from underlying funds	11 811	7 626
Capital gains received from underlying funds	7 361	1 645
Net realized gain (loss) on investments	10 115	11 794
Change in unrealized gain (loss) on investments	7 867	25 086
TOTAL INCOME (LOSS)	37 205	46 216
EXPENSES (see notes – Fund Specific Information)		
Management fees	6 407	5 604
Administration fees	169	149
Board of Governors costs	3	3
GST/HST	700	623
TOTAL EXPENSES	7 279	6 379
INCREASE (DECREASE) IN NAV	\$ 29 926	\$ 39 837
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 29 705	\$ 39 601
ADVISOR SERIES	\$ 221	\$ 236
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.11	\$ 1.53
ADVISOR SERIES	\$ 1.11	\$ 1.53

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 29 926	\$ 39 837
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(10 115)	(11 794)
Change in unrealized loss (gain) on investments	(7 867)	(25 086)
(Increase) decrease in accrued receivables	(1 048)	1 047
Increase (decrease) in accrued payables	11	594
Cost of investments purchased	(250 271)	(315 030)
Proceeds on sales of investments	237 820	309 343
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 544)	(1 089)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	43 615	38 933
Cash paid on redemption of redeemable units	(42 032)	(37 841)
Distributions paid to holders of redeemable units	(38)	(10)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 545	\$ 1 082
Net increase (decrease) in cash for the year	1	(7)
Cash (bank overdraft), beginning of period	–	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ –
Interest received	\$ 53	\$ 62
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 318 451	\$ 278 801	\$ 2 071	\$ 1 201	\$ 320 522	\$ 280 002
INCREASE (DECREASE) IN NAV	29 705	39 601	221	236	29 926	39 837
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	42 618	38 128	897	936	43 515	39 064
Reinvestments of distributions to holders of redeemable units	5 104	1 630	22	8	5 126	1 638
Redemption of redeemable units	(40 829)	(38 070)	(780)	(301)	(41 609)	(38 371)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	6 893	1 688	139	643	7 032	2 331
Distributions from net income	(4 339)	(1 639)	(31)	(9)	(4 370)	(1 648)
Distributions from net gains	(789)	–	(5)	–	(794)	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(5 128)	(1 639)	(36)	(9)	(5 164)	(1 648)
NET INCREASE (DECREASE) IN NAV	31 470	39 650	324	870	31 794	40 520
NAV AT END OF PERIOD	\$ 349 921	\$ 318 451	\$ 2 395	\$ 2 071	\$ 352 316	\$ 320 522

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth and modest income.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	38.3	39.0	37.8
United States Equity Funds	22.0	21.6	21.4
Canadian Equity Funds	21.4	20.6	21.4
International Equity Funds	17.9	16.5	17.4
Cash/Other	0.4	2.3	2.0

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.1% (December 31, 2013 – 1.9%, January 1, 2013 – 1.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	351 063	–	–	351 063
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 356	–	1 356
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	351 063	1 356	–	352 419
% of total portfolio	99.6	0.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	313 083	–	–	313 083
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 903	–	8 903
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	313 083	8 903	–	321 986
% of total portfolio	97.2	2.8	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	274 479	–	–	274 479
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 940	–	4 940
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	274 479	4 940	–	279 419
% of total portfolio	98.2	1.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.05%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	0.5	0.1	1.5	0.2
Phillips, Hager & North Short Term Bond & Mortgage Fund	8.7	0.7	8.3	0.7
RBC Bond Fund	12.6	0.3	12.5	0.3
Phillips, Hager & North Total Return Bond Fund	12.4	0.7	12.5	1.5
Phillips, Hager & North High Yield Bond Fund	4.1	0.4	4.2	0.4
RBC Canadian Dividend Fund	5.9	0.1	5.6	0.1
RBC Canadian Equity Fund	7.1	0.9	6.9	0.5
RBC O’Shaughnessy U.S. Value Fund	7.3	1.2	7.2	1.4
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	3.7	0.6	3.6	0.8
RBC Emerging Markets Equity Fund	4.6	0.9	4.3	0.9

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	3.0	0.3
Phillips, Hager & North Short Term Bond & Mortgage Fund	7.7	0.6
RBC Bond Fund	11.6	0.3
Phillips, Hager & North Total Return Bond Fund	11.6	1.1
Phillips, Hager & North High Yield Bond Fund	3.9	0.3
RBC Canadian Dividend Fund	6.8	0.1
RBC Canadian Equity Fund	8.4	0.4
RBC O’Shaughnessy U.S. Value Fund	7.1	1.9
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	3.6	0.9
RBC Emerging Markets Equity Fund	5.1	1.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	26 113	25 988
Issued number of units	3 358	3 337
Reinvested number of units	390	135
Redeemed number of units	(3 195)	(3 347)
Ending number of units	26 666	26 113
Advisor Series		
Opening units	170	112
Issued number of units	71	83
Reinvested number of units	2	1
Redeemed number of units	(60)	(26)
Ending number of units	183	170

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	320 522	280 002
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	320 522	280 002
December 31 2013		
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		39 837
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		39 837

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT CHOICES GROWTH PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
125 301	RBC Canadian Money Market Fund*	\$ 1 253	\$ 1 253	0.5
5 051 444	RBC Bond Fund*	33 140	34 816	13.4
986 410	Phillips, Hager & North Total Return Bond Fund*	11 051	11 473	4.4
987 938	Phillips, Hager & North High Yield Bond Fund*	11 155	11 291	4.4
1 133 961	RBC Canadian Equity Fund*	25 844	24 479	9.5
290 550	Phillips, Hager & North Canadian Growth Fund*	8 414	9 859	3.8
536 613	Fidelity Canadian Disciplined Equity Fund	16 697	22 990	8.9
124 863	IA Clarington Canadian Small Cap Fund	6 823	8 508	3.3
1 684 683	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	21 720	25 538	9.9
826 150	RBC O'Shaughnessy U.S. Value Fund*	10 056	12 749	4.9
374 290	CI American Value Fund	7 646	13 003	5.0
849 083	TD U.S. Mid-Cap Growth Fund	11 928	19 936	7.7
766 328	Invesco European Growth Class	8 781	11 158	4.3
589 816	TD Asian Growth Fund	7 332	8 387	3.2
1 283 218	RBC Emerging Markets Equity Fund*	14 027	17 159	6.6
1 035 888	Renaissance International Equity Fund	6 880	8 393	3.2
615 414	Invesco International Growth Class	7 742	13 782	5.3
382 933	Invesco International Growth Fund	3 134	3 103	1.2
TOTAL MUTUAL FUND UNITS		213 623	257 877	99.5
SHORT-TERM INVESTMENTS†		1 282	1 282	0.5
TOTAL INVESTMENTS		\$ 214 905	259 159	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			10	—
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 259 169	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.21% and mature between January 2, 2015 and January 5, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 259 159	\$ 232 544	\$ 199 032
Cash	–	–	7
Due from investment dealers	500	–	600
Subscriptions receivable	93	121	55
Dividends receivable, interest accrued and other assets	–	2	–
TOTAL ASSETS	259 752	232 667	199 694
LIABILITIES			
Redemptions payable	78	11	272
Accounts payable and accrued expenses	505	458	396
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	583	469	668
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 259 169	\$ 232 198	\$ 199 026
Investments at cost	\$ 214 905	\$ 195 370	\$ 189 038
NAV			
SERIES A	\$ 258 576	\$ 231 820	\$ 198 617
ADVISOR SERIES	\$ 593	\$ 378	\$ 409
NAV PER UNIT			
SERIES A	\$ 13.20	\$ 11.97	\$ 10.21
ADVISOR SERIES	\$ 13.18	\$ 11.95	\$ 10.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 35	\$ 47
Other income received from underlying funds	8 299	4 708
Capital gains received from underlying funds	7 473	2 262
Net realized gain (loss) on investments	8 068	5 417
Change in unrealized gain (loss) on investments	7 080	27 180
TOTAL INCOME (LOSS)	30 955	39 614
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 144	4 436
Administration fees	124	106
Board of Governors costs	3	3
GST/HST	530	468
TOTAL EXPENSES	5 801	5 013
INCREASE (DECREASE) IN NAV	\$ 25 154	\$ 34 601
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 25 101	\$ 34 527
ADVISOR SERIES	\$ 53	\$ 74
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.27	\$ 1.78
ADVISOR SERIES	\$ 1.27	\$ 1.77

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 25 154	\$ 34 601
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 068)	(5 417)
Change in unrealized loss (gain) on investments	(7 080)	(27 180)
(Increase) decrease in accrued receivables	(498)	598
Increase (decrease) in accrued payables	47	62
Cost of investments purchased	(216 462)	(220 692)
Proceeds on sales of investments	204 995	219 777
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 912)	1 749
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	33 535	26 899
Cash paid on redemption of redeemable units	(31 621)	(28 655)
Distributions paid to holders of redeemable units	(2)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 912	\$ (1 756)
Net increase (decrease) in cash for the year	–	(7)
Cash (bank overdraft), beginning of period	–	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ –
Interest received	\$ 37	\$ 45
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 231 820	\$ 198 617	\$ 378	\$ 409	\$ 232 198	\$ 199 026
INCREASE (DECREASE) IN NAV	25 101	34 527	53	74	25 154	34 601
Early redemption fees	1	–	–	–	1	–
Proceeds from redeemable units issued	33 197	26 729	310	236	33 507	26 965
Reinvestments of distributions to holders of redeemable units	1 363	–	2	–	1 365	–
Redemption of redeemable units	(31 542)	(28 053)	(147)	(341)	(31 689)	(28 394)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 019	(1 324)	165	(105)	3 184	(1 429)
Distributions from net income	(1 364)	–	(3)	–	(1 367)	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 364)	–	(3)	–	(1 367)	–
NET INCREASE (DECREASE) IN NAV	26 756	33 203	215	(31)	26 971	33 172
NAV AT END OF PERIOD	\$ 258 576	\$ 231 820	\$ 593	\$ 378	\$ 259 169	\$ 232 198

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United States Equity Funds	27.5	26.6	26.3
Canadian Equity Funds	25.5	25.7	26.7
International Equity Funds	23.8	21.5	22.7
Income Funds	22.7	23.5	22.5
Cash/Other	0.5	2.7	1.8

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.4% (December 31, 2013 – 1.3%, January 1, 2013 – 1.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.5% (December 31, 2013 – 0.4%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.6	+ or - 0.6

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	257 877	–	–	257 877
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 282	–	1 282
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	257 877	1 282	–	259 159
% of total portfolio	99.5	0.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	225 932	–	–	225 932
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 612	–	6 612
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	225 932	6 612	–	232 544
% of total portfolio	97.2	2.8	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	195 346	–	–	195 346
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 686	–	3 686
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	195 346	3 686	–	199 032
% of total portfolio	98.1	1.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.25%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	0.5	0.1	1.5	0.2
RBC Bond Fund	13.4	0.3	13.2	0.3
Phillips, Hager & North Total Return Bond Fund	4.4	0.2	4.4	0.4
Phillips, Hager & North High Yield Bond Fund	4.4	0.3	4.4	0.3
RBC Canadian Equity Fund	9.5	0.9	9.5	0.5
Phillips, Hager & North Canadian Growth Fund	3.8	2.2	4.1	2.1
RBC O’Shaughnessy U.S. Value Fund	4.9	0.6	4.8	0.7
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	9.9	1.1	9.5	1.5
RBC Emerging Markets Equity Fund	6.6	0.9	5.8	0.9

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	3.0	0.2
RBC Bond Fund	11.7	0.2
Phillips, Hager & North Total Return Bond Fund	3.9	0.3
Phillips, Hager & North High Yield Bond Fund	3.9	0.2
RBC Canadian Equity Fund	11.2	0.4
Phillips, Hager & North Canadian Growth Fund	4.9	2.6
RBC O’Shaughnessy U.S. Value Fund	4.7	0.9
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	9.5	1.8
RBC Emerging Markets Equity Fund	6.9	0.9



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	1 494
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	19 337	19 462
Issued number of units	2 642	2 440
Reinvested number of units	103	–
Redeemed number of units	(2 497)	(2 565)
Ending number of units	19 585	19 337
Advisor Series		
Opening units	32	40
Issued number of units	25	23
Reinvested number of units	–	–
Redeemed number of units	(12)	(31)
Ending number of units	45	32

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	232 198	199 026
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	232 198	199 026

December 31
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	34 601
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	34 601

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC SELECT CHOICES AGGRESSIVE GROWTH PORTFOLIO

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
741 137	RBC Canadian Equity Fund*	\$ 16 948	\$ 16 000	8.6
326 503	Fidelity Canadian Disciplined Equity Fund	10 001	13 989	7.6
303 469	Phillips, Hager & North Canadian Growth Fund*	8 740	10 298	5.6
777 865	Synergy Canadian Corporate Class	9 940	13 823	7.5
108 382	IA Clarington Canadian Small Cap Fund	5 866	7 385	4.0
992 518	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	12 785	15 045	8.1
729 801	RBC O'Shaughnessy U.S. Value Fund*	8 677	11 262	6.1
325 601	CI American Value Fund	6 644	11 311	6.1
296 772	AGF American Growth Class	9 333	15 050	8.1
559 151	TD U.S. Mid-Cap Growth Fund	7 744	13 129	7.1
702 553	Invesco European Growth Class	7 501	10 229	5.5
387 023	TD Asian Growth Fund	4 827	5 503	3.0
1 233 024	RBC Emerging Markets Equity Fund*	13 678	16 488	8.9
1 214 412	Renaissance International Equity Fund	8 038	9 839	5.3
523 391	Invesco International Growth Class	6 625	11 721	6.3
251 340	Invesco International Growth Fund	2 015	2 036	1.1
TOTAL MUTUAL FUND UNITS		139 362	183 108	98.9
SHORT-TERM INVESTMENTS†		1 676	1 676	0.9
TOTAL INVESTMENTS		<u>\$ 141 038</u>	<u>184 784</u>	<u>99.8</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			353	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 185 137</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 15, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 184 784	\$ 165 582	\$ 133 365
Cash	1	–	3
Due from investment dealers	500	300	250
Subscriptions receivable	283	112	105
Dividends receivable, interest accrued and other net assets	1	–	–
TOTAL ASSETS	185 569	165 994	133 723
LIABILITIES			
Redemptions payable	46	29	95
Accounts payable and accrued expenses	386	356	291
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	432	385	386
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 185 137	\$ 165 609	\$ 133 337
Investments at cost	\$ 141 038	\$ 128 773	\$ 124 810
NAV			
SERIES A	\$ 184 103	\$ 165 262	\$ 133 208
ADVISOR SERIES	\$ 1 034	\$ 347	\$ 129
NAV PER UNIT			
SERIES A	\$ 11.97	\$ 10.73	\$ 8.59
ADVISOR SERIES	\$ 12.06	\$ 10.80	\$ 8.62

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 8	\$ 4
Other income received from underlying funds	4 459	2 141
Capital gains received from underlying funds	4 871	1 311
Net realized gain (loss) on investments	7 213	2 635
Change in unrealized gain (loss) on investments	6 937	30 841
TOTAL INCOME (LOSS)	23 488	36 932
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 022	3 322
Administration fees	91	71
Board of Governors costs	3	3
GST/HST	399	338
TOTAL EXPENSES	4 515	3 734
INCREASE (DECREASE) IN NAV	\$ 18 973	\$ 33 198
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 18 904	\$ 33 157
ADVISOR SERIES	\$ 69	\$ 41
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.21	\$ 2.17
ADVISOR SERIES	\$ 1.23	\$ 2.18

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 18 973	\$ 33 198
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 213)	(2 635)
Change in unrealized loss (gain) on investments	(6 937)	(30 841)
(Increase) decrease in accrued receivables	(201)	(50)
Increase (decrease) in accrued payables	30	65
Cost of investments purchased	(125 768)	(97 108)
Proceeds on sales of investments	120 716	98 367
NET CASH PROVIDED BY OPERATING ACTIVITIES	(400)	996
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	27 426	22 521
Cash paid on redemption of redeemable units	(27 025)	(23 520)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 401	\$ (999)
Net increase (decrease) in cash for the year	1	(3)
Cash (bank overdraft), beginning of period	–	3
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ –
Interest received	\$ 7	\$ 4
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 165 262	\$ 133 208	\$ 347	\$ 129	\$ 165 609	\$ 133 337
INCREASE (DECREASE) IN NAV	18 904	33 157	69	41	18 973	33 198
Early redemption fees	–	1	–	–	–	1
Proceeds from redeemable units issued	26 832	22 341	765	187	27 597	22 528
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–
Redemption of redeemable units	(26 895)	(23 445)	(147)	(10)	(27 042)	(23 455)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(63)	(1 103)	618	177	555	(926)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	18 841	32 054	687	218	19 528	32 272
NAV AT END OF PERIOD	\$ 184 103	\$ 165 262	\$ 1 034	\$ 347	\$ 185 137	\$ 165 609

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this strategic asset allocation Fund is to provide long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States Equity Funds	35.5	35.1	34.0
Canadian Equity Funds	33.3	34.8	34.2
International Equity Funds	30.1	29.8	30.4
Income Funds	–	–	1.0
Cash/Other	1.1	0.3	0.4

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.6% (December 31, 2013 – 0.5%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	183 108	–	–	183 108
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 676	–	1 676
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	183 108	1 676	–	184 784
% of total portfolio	99.1	0.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	165 004	–	–	165 004
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	578	–	578
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	165 004	578	–	165 582
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	132 781	–	–	132 781
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	584	–	584
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	132 781	584	–	133 365
% of total portfolio	99.6	0.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A and Advisor Series is 2.45%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor Series	738	738
Value of all units	9	8

Please see the generic notes at the back of the financial statements.

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Equity Fund	8.6	0.6	8.9	0.3
Phillips, Hager & North Canadian Growth Fund	5.6	2.3	6.0	2.2
RBC O’Shaughnessy U.S. Value Fund	6.1	0.5	6.1	0.6
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	8.1	0.7	8.0	0.9
RBC Emerging Markets Equity Fund	8.9	0.9	7.3	0.8

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	1.0	0.1
RBC Canadian Equity Fund	10.0	0.2
Phillips, Hager & North Canadian Growth Fund	6.6	2.4
RBC O’Shaughnessy U.S. Value Fund	5.8	0.8
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	7.8	1.0
RBC Emerging Markets Equity Fund	9.7	0.9

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	8 114
Non-capital losses	8 707
Non-capital losses expire in:	
2032	1 855
2031	1 578
2030	1 952
2029	1 355
2028	1 967



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 369	15 506
Issued number of units	2 378	2 344
Reinvested number of units	–	–
Redeemed number of units	(2 365)	(2 481)
Ending number of units	15 382	15 369
Advisor Series		
Opening units	32	15
Issued number of units	66	18
Reinvested number of units	–	–
Redeemed number of units	(12)	(1)
Ending number of units	86	32

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	165 609	133 337
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	165 609	133 337

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	33 198
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	33 198

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC TARGET 2015 EDUCATION FUND**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
18 980 842	RBC Canadian Money Market Fund*	\$ 189 808	\$ 189 808	54.1
9 671 484	RBC Canadian Short-Term Income Fund*	105 691	105 492	30.1
1 736 112	Phillips, Hager & North Short Term Bond & Mortgage Fund*	17 746	17 651	5.0
3 171 541	RBC Global Bond Fund*	32 802	35 249	10.1
TOTAL MUTUAL FUND UNITS		346 047	348 200	99.3
SHORT-TERM INVESTMENTS†		1 565	1 565	0.4
TOTAL INVESTMENTS		<u>\$ 347 612</u>	<u>349 765</u>	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			919	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 350 684</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.21% and mature between January 2, 2015 and January 5, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 349 765	\$ 382 684	\$ 368 394
Cash	–	1	25
Due from investment dealers	1 700	–	2 350
Subscriptions receivable	190	437	726
Dividends receivable, interest accrued and other assets	1	1	–
TOTAL ASSETS	351 656	383 123	371 495
LIABILITIES			
Due to investment dealers	–	–	800
Redemptions payable	643	283	224
Distributions payable	1	–	–
Accounts payable and accrued expenses	328	330	488
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	972	613	1 512
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 350 684	\$ 382 510	\$ 369 983
Investments at cost	\$ 347 612	\$ 376 766	\$ 353 475
NAV			
SERIES A	\$ 350 684	\$ 382 510	\$ 369 983
NAV PER UNIT			
SERIES A	\$ 11.47	\$ 11.56	\$ 11.81

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 16	\$ 21
Other income received from underlying funds	7 049	9 412
Capital gains received from underlying funds	881	507
Net realized gain (loss) on investments	6 031	12 575
Change in unrealized gain (loss) on investments	(3 765)	(9 001)
TOTAL INCOME (LOSS)	10 212	13 514
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 283	3 339
Administration fees	187	190
Board of Governors costs	3	3
GST/HST	348	365
TOTAL EXPENSES	3 821	3 897
INCREASE (DECREASE) IN NAV	\$ 6 391	\$ 9 617
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 6 391	\$ 9 617
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.20	\$ 0.31

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 6 391	\$ 9 617
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(6 031)	(12 575)
Change in unrealized loss (gain) on investments	3 765	9 001
(Increase) decrease in accrued receivables	(1 700)	2 349
Increase (decrease) in accrued payables	(2)	(958)
Cost of investments purchased	(194 514)	(410 298)
Proceeds on sales of investments	229 699	399 582
NET CASH PROVIDED BY OPERATING ACTIVITIES	37 608	(3 282)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	40 486	54 083
Cash paid on redemption of redeemable units	(78 091)	(50 815)
Distributions paid to holders of redeemable units	(4)	(10)
NET CASH USED IN FINANCING ACTIVITIES	\$ (37 609)	\$ 3 258
Net increase (decrease) in cash for the year	(1)	(24)
Cash (bank overdraft), beginning of period	1	25
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 1
Interest received	\$ 16	\$ 20
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 382 510	\$ 369 983
INCREASE (DECREASE) IN NAV	6 391	9 617
Early redemption fees	—	—
Proceeds from redeemable units issued	40 239	53 794
Reinvestments of distributions to holders of redeemable units	8 605	17 551
Redemption of redeemable units	(78 451)	(50 874)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(29 607)	20 471
Distributions from net income	(3 150)	(5 602)
Distributions from net gains	(5 460)	(11 959)
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(8 610)	(17 561)
NET INCREASE (DECREASE) IN NAV	(31 826)	12 527
NAV AT END OF PERIOD	\$ 350 684	\$ 382 510

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2015.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	99.3	90.9	83.3
Canadian Equity Funds	–	2.9	7.2
United States Equity Funds	–	2.9	5.6
International Equity Funds	–	2.3	3.2
Cash/Other	0.7	1.0	0.7

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.6% (December 31, 2013 – 2.1%, January 1, 2013 – 3.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.1	+ or - 0.1	+ or - 0.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	348 200	–	–	348 200
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 565	–	1 565
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	348 200	1 565	–	349 765
% of total portfolio	99.6	0.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	378 794	–	–	378 794
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 890	–	3 890
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	378 794	3 890	–	382 684
% of total portfolio	99.0	1.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	367 395	–	–	367 395
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	999	–	999
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	367 395	999	–	368 394
% of total portfolio	99.7	0.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.00%.

Subsequent event

Effective January 1, 2015, the Specified Percentage for Series A units has been reduced to 0.45% from 1.00%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
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Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Money Market Fund	54.1	11.0	36.0	6.4
RBC Canadian Short-Term Income Fund	30.1	2.0	30.7	2.4
Phillips, Hager & North Short Term Bond & Mortgage Fund	5.0	0.4	5.0	0.5
RBC Bond Fund	–	–	6.2	0.2
Phillips, Hager & North Total Return Bond Fund	–	–	3.0	0.4
RBC Global Bond Fund	10.1	0.9	9.9	1.2
RBC Canadian Dividend Fund	–	–	0.7	0.0
RBC Canadian Equity Fund	–	–	1.5	0.1
RBC QUBE Low Volatility Canadian Equity Fund	–	–	0.7	0.4
RBC O’Shaughnessy U.S. Value Fund	–	–	0.7	0.2
RBC U.S. Mid-Cap Equity Fund	–	–	0.4	0.2
RBC U.S. Equity Fund	–	–	0.6	0.1
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	–	–	0.6	0.2
RBC Private U.S. Large-Cap Core Equity Pool	–	–	0.6	0.5
RBC European Equity Fund	–	–	1.3	0.2
RBC Asian Equity Fund	–	–	0.6	0.2
RBC Emerging Markets Equity Fund	–	–	0.4	0.1

	January 1, 2013	
	NAV	Ownership
RBC Canadian Money Market Fund	7.9	1.1
RBC Canadian Short-Term Income Fund	25.1	2.1
RBC Bond Fund	37.7	1.5
RBC Global Bond Fund	12.6	2.0
RBC Canadian Dividend Fund	1.9	–
RBC Canadian Equity Fund	3.7	0.3
RBC North American Growth Fund	1.6	1.1

Please see the generic notes at the back of the financial statements.



December 31, 2014

	January 1, 2013	
	NAV	Ownership
RBC U.S. Equity Fund	2.8	0.3
RBC O'Shaughnessy U.S. Value Fund	1.4	0.5
RBC U.S. Mid-Cap Equity Fund	1.4	0.9
RBC European Equity Fund	1.6	0.3
RBC Asian Equity Fund	1.6	0.6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	33 101	31 332
Issued number of units	3 453	4 510
Reinvested number of units	751	1 520
Redeemed number of units	(6 725)	(4 261)
Ending number of units	30 580	33 101

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	382 510	369 983
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	382 510	369 983
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		9 617
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		9 617



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC TARGET 2020 EDUCATION FUND**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
11 975 062	RBC Canadian Short-Term Income Fund*	\$ 130 873	\$ 130 617	19.2
34 888 437	RBC Bond Fund*	230 759	240 465	35.3
5 745 917	Phillips, Hager & North Total Return Bond Fund*	66 697	66 830	9.8
3 013 830	RBC Global Bond Fund*	32 036	33 495	4.9
291 038	RBC Canadian Dividend Fund*	13 909	18 826	2.8
1 741 767	RBC Canadian Equity Fund*	41 362	37 600	5.5
1 366 943	RBC QUBE Low Volatility Canadian Equity Fund*	16 162	18 791	2.8
459 968	RBC U.S. Equity Fund*	11 092	15 001	2.2
797 406	RBC Private U.S. Large-Cap Core Equity Pool*	12 054	14 975	2.2
356 190	RBC U.S. Mid-Cap Equity Fund*	6 568	10 875	1.6
1 198 992	RBC O'Shaughnessy U.S. Value Fund*	12 750	18 502	2.7
994 697	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	13 368	15 078	2.2
1 512 739	RBC European Equity Fund*	26 296	29 642	4.4
839 485	RBC Asia Pacific ex-Japan Equity Fund*	8 410	8 686	1.3
584 231	RBC Japanese Equity Fund*	5 628	5 892	0.9
787 063	RBC Emerging Markets Equity Fund*	9 104	10 525	1.5
TOTAL MUTUAL FUND UNITS		637 068	675 800	99.3
SHORT-TERM INVESTMENTS†		6 477	6 477	0.9
TOTAL INVESTMENTS		<u>\$ 643 545</u>	<u>682 277</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 465)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 680 812</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 682 277	\$ 559 059	\$ 445 792
Cash	3	3	9
Due from investment dealers	1 200	–	750
Subscriptions receivable	838	822	1 160
Dividends receivable, interest accrued and other assets	1	1	–
TOTAL ASSETS	684 319	559 885	447 711
LIABILITIES			
Due to investment dealers	2 300	2 900	2 000
Redemptions payable	112	302	163
Accounts payable and accrued expenses	1 095	816	657
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 507	4 018	2 820
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 680 812	\$ 555 867	\$ 444 891
Investments at cost	\$ 643 545	\$ 529 441	\$ 431 936
NAV			
SERIES A	\$ 678 561	\$ 554 660	\$ 444 453
SERIES D	\$ 2 251	\$ 1 207	\$ 438
NAV PER UNIT			
SERIES A	\$ 12.17	\$ 11.90	\$ 11.49
SERIES D	\$ 12.18	\$ 11.87	\$ 11.37

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 46	\$ 38
Other income received from underlying funds	22 325	15 436
Capital gains received from underlying funds	15 431	2 988
Net realized gain (loss) on investments	8 352	12 428
Change in unrealized gain (loss) on investments	9 114	15 762
TOTAL INCOME (LOSS)	55 268	46 652
EXPENSES (see notes – Fund Specific Information)		
Management fees	9 837	7 922
Administration fees	310	249
Board of Governors costs	3	3
GST/HST	1 008	833
TOTAL EXPENSES	11 158	9 007
INCREASE (DECREASE) IN NAV	\$ 44 110	\$ 37 645
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 43 971	\$ 37 584
SERIES D	\$ 139	\$ 61
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.89	\$ 0.90
SERIES D	\$ 0.97	\$ 0.97

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 44 110	\$ 37 645
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 352)	(12 428)
Change in unrealized loss (gain) on investments	(9 114)	(15 762)
(Increase) decrease in accrued receivables	(1 200)	749
Increase (decrease) in accrued payables	(321)	1 059
Cost of investments purchased	(457 695)	(448 273)
Proceeds on sales of investments	351 943	363 196
NET CASH PROVIDED BY OPERATING ACTIVITIES	(80 629)	(73 814)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	112 570	98 234
Cash paid on redemption of redeemable units	(31 923)	(24 418)
Distributions paid to holders of redeemable units	(18)	(8)
NET CASH USED IN FINANCING ACTIVITIES	\$ 80 629	\$ 73 808
Net increase (decrease) in cash for the year	–	(6)
Cash (bank overdraft), beginning of period	3	9
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3	\$ 3
Interest received	\$ 46	\$ 37
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 554 660	\$ 444 453	\$ 1 207	\$ 438	\$ 555 867	\$ 444 891
INCREASE (DECREASE) IN NAV	43 971	37 584	139	61	44 110	37 645
Early redemption fees	3	1	–	–	3	1
Proceeds from redeemable units issued	111 555	97 161	1 031	735	112 586	97 896
Reinvestments of distributions to holders of redeemable units	32 611	21 401	116	47	32 727	21 448
Redemption of redeemable units	(31 611)	(24 531)	(125)	(27)	(31 736)	(24 558)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	112 558	94 032	1 022	755	113 580	94 787
Distributions from net income	(11 051)	(6 751)	(46)	(15)	(11 097)	(6 766)
Distributions from net gains	(21 577)	(14 658)	(71)	(32)	(21 648)	(14 690)
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(32 628)	(21 409)	(117)	(47)	(32 745)	(21 456)
NET INCREASE (DECREASE) IN NAV	123 901	110 207	1 044	769	124 945	110 976
NAV AT END OF PERIOD	\$ 678 561	\$ 554 660	\$ 2 251	\$ 1 207	\$ 680 812	\$ 555 867

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2020.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	69.2	64.3	53.3
Canadian Equity Funds	11.1	12.8	20.7
United States Equity Funds	10.9	13.0	16.0
International Equity Funds	8.1	9.5	9.3
Cash/Other	0.7	0.4	0.7

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 3.9% (December 31, 2013 – 3.5%, January 1, 2013 – 2.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.3	+ or - 0.3	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	675 800	–	–	675 800
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 477	–	6 477
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	675 800	6 477	–	682 277
% of total portfolio	99.1	0.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	553 307	–	–	553 307
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 752	–	5 752
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	553 307	5 752	–	559 059
% of total portfolio	99.0	1.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	441 746	–	–	441 746
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 046	–	4 046
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	441 746	4 046	–	445 792
% of total portfolio	99.1	0.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.75%. The Specified Percentage for Series D is 1.00%.

Subsequent event

Effective January 1, 2015, the Specified Percentage for Series A units has been reduced to 1.55% from 1.75% and for Series D units has been reduced to 0.90% from 1.00%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series D	52	49
Value of all units	1	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Short-Term Income Fund	19.2	2.5	14.4	1.7
RBC Bond Fund	35.3	1.8	35.2	1.7
Phillips, Hager & North Total Return Bond Fund	9.8	1.1	9.8	2.1
RBC Global Bond Fund	4.9	0.8	4.9	0.9
RBC Canadian Dividend Fund	2.8	0.1	3.2	0.1
RBC Canadian Equity Fund	5.5	1.3	6.4	0.8
RBC QUBE Low Volatility Canadian Equity Fund	2.8	2.2	3.2	2.6
RBC U.S. Equity Fund	2.2	0.4	2.6	0.3
RBC Private U.S. Large-Cap Core Equity Pool	2.2	2.2	2.6	2.9
RBC O’Shaughnessy U.S. Value Fund	2.7	0.9	3.3	1.1
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	2.2	0.7	2.6	0.9
RBC U.S. Mid-Cap Equity Fund	1.6	0.9	2.0	1.2
RBC European Equity Fund	4.4	0.8	5.2	1.0
RBC Asian Equity Fund	–	–	2.5	1.1
RBC Asia Pacific ex-Japan Equity Fund	1.3	0.8	–	–
RBC Japanese Equity Fund	0.9	0.8	–	–
RBC Emerging Markets Equity Fund	1.5	0.6	1.8	0.7

Please see the generic notes at the back of the financial statements.



December 31, 2014

	January 1, 2013	
	NAV	Ownership
RBC Canadian Short-Term Income Fund	17.8	1.7
RBC Bond Fund	26.7	1.2
RBC Global Bond Fund	8.9	1.7
RBC Canadian Dividend Fund	5.4	0.2
RBC Canadian Equity Fund	10.7	0.9
RBC North American Growth Fund	4.6	3.8
RBC U.S. Equity Fund	8.0	1.2
RBC O'Shaughnessy U.S. Value Fund	4.0	1.8
RBC U.S. Mid-Cap Equity Fund	4.0	3.0
RBC European Equity Fund	4.6	1.0
RBC Asian Equity Fund	4.7	2.2

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	46 598	38 695
Issued number of units	9 035	8 157
Reinvested number of units	2 685	1 805
Redeemed number of units	(2 558)	(2 059)
Ending number of units	55 760	46 598
Series D		
Opening units	102	38
Issued number of units	83	62
Reinvested number of units	10	4
Redeemed number of units	(10)	(2)
Ending number of units	185	102

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	555 867	444 891
Revaluation of investments at FVTPL	—	—
Net assets attributable to holders of redeemable units	555 867	444 891
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		37 645
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		—
Increase (decrease) in net assets attributable to holders of redeemable units		37 645



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC TARGET 2025 EDUCATION FUND**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
29 752 193	RBC Bond Fund*	\$ 198 389	\$ 205 063	30.5
2 830 500	Phillips, Hager & North Total Return Bond Fund*	32 731	32 921	4.9
3 878 786	RBC High Yield Bond Fund*	42 411	41 357	6.1
525 527	RBC Canadian Dividend Fund*	26 492	33 994	5.1
3 265 110	RBC Canadian Equity Fund*	78 198	70 484	10.5
198 878	Phillips, Hager & North Canadian Growth Fund*	5 897	6 748	1.0
2 285 588	RBC QUBE Low Volatility Canadian Equity Fund*	27 391	31 419	4.7
877 875	RBC U.S. Equity Fund*	21 346	28 629	4.3
1 530 163	RBC Private U.S. Large-Cap Core Equity Pool*	23 373	28 736	4.3
742 311	RBC U.S. Mid-Cap Equity Fund*	14 209	22 664	3.4
2 146 428	RBC O'Shaughnessy U.S. Value Fund*	23 112	33 123	4.9
1 758 574	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	23 718	26 658	4.0
2 821 577	RBC European Equity Fund*	48 851	55 288	8.2
1 638 449	RBC Asia Pacific ex-Japan Equity Fund*	16 442	16 953	2.5
1 146 707	RBC Japanese Equity Fund*	11 043	11 564	1.7
1 559 002	RBC Emerging Markets Equity Fund*	17 988	20 847	3.1
TOTAL MUTUAL FUND UNITS		611 591	666 448	99.2
SHORT-TERM INVESTMENTS†		8 168	8 168	1.2
TOTAL INVESTMENTS		<u>\$ 619 759</u>	<u>674 616</u>	100.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(2 542)	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 672 074</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 674 616	\$ 509 449	\$ 349 121
Cash	1	2	4
Due from investment dealers	1 000	–	150
Subscriptions receivable	963	1 193	1 398
Dividends receivable, interest accrued and other assets	2	1	–
TOTAL ASSETS	676 582	510 645	350 673
LIABILITIES			
Due to investment dealers	3 300	3 850	2 800
Redemptions payable	105	114	118
Distributions payable	1	–	–
Accounts payable and accrued expenses	1 102	750	536
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 508	4 714	3 454
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 672 074	\$ 505 931	\$ 347 219
Investments at cost	\$ 619 759	\$ 459 220	\$ 335 157
NAV			
SERIES A	\$ 669 585	\$ 504 952	\$ 346 974
SERIES D	\$ 2 489	\$ 979	\$ 245
NAV PER UNIT			
SERIES A	\$ 10.16	\$ 9.96	\$ 9.08
SERIES D	\$ 10.15	\$ 9.90	\$ 8.98

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 50	\$ 38
Other income received from underlying funds	25 263	13 145
Capital gains received from underlying funds	26 493	3 672
Net realized gain (loss) on investments	7 549	11 015
Change in unrealized gain (loss) on investments	4 628	36 265
TOTAL INCOME (LOSS)	63 983	64 135
EXPENSES (see notes – Fund Specific Information)		
Management fees	9 900	7 066
Administration fees	294	211
Board of Governors costs	3	3
GST/HST	989	723
TOTAL EXPENSES	11 186	8 003
INCREASE (DECREASE) IN NAV	\$ 52 797	\$ 56 132
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 52 622	\$ 56 041
SERIES D	\$ 175	\$ 91
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.93	\$ 1.29
SERIES D	\$ 1.00	\$ 1.33

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 52 797	\$ 56 132
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 549)	(11 015)
Change in unrealized loss (gain) on investments	(4 628)	(36 265)
(Increase) decrease in accrued receivables	(1 001)	149
Increase (decrease) in accrued payables	(198)	1 264
Cost of investments purchased	(498 737)	(550 563)
Proceeds on sales of investments	345 747	437 515
NET CASH PROVIDED BY OPERATING ACTIVITIES	(113 569)	(102 783)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	137 732	120 796
Cash paid on redemption of redeemable units	(24 143)	(18 008)
Distributions paid to holders of redeemable units	(21)	(7)
NET CASH USED IN FINANCING ACTIVITIES	\$ 113 568	\$ 102 781
Net increase (decrease) in cash for the year	(1)	(2)
Cash (bank overdraft), beginning of period	2	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 2
Interest received	\$ 49	\$ 37
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 504 952	\$ 346 974	\$ 979	\$ 245	\$ 505 931	\$ 347 219
INCREASE (DECREASE) IN NAV	52 622	56 041	175	91	52 797	56 132
Early redemption fees	4	1	–	–	4	1
Proceeds from redeemable units issued	135 924	119 687	1 578	904	137 502	120 591
Reinvestments of distributions to holders of redeemable units	45 526	19 005	171	39	45 697	19 044
Redemption of redeemable units	(23 896)	(17 744)	(242)	(261)	(24 138)	(18 005)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	157 558	120 949	1 507	682	159 065	121 631
Distributions from net income	(13 968)	(5 535)	(56)	(13)	(14 024)	(5 548)
Distributions from net gains	(31 579)	(13 477)	(116)	(26)	(31 695)	(13 503)
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(45 547)	(19 012)	(172)	(39)	(45 719)	(19 051)
NET INCREASE (DECREASE) IN NAV	164 633	157 978	1 510	734	166 143	158 712
NAV AT END OF PERIOD	\$ 669 585	\$ 504 952	\$ 2 489	\$ 979	\$ 672 074	\$ 505 931

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2025.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	41.5	38.5	38.4
Canadian Equity Funds	21.3	21.9	27.3
United States Equity Funds	20.9	22.0	21.2
International Equity Funds	15.5	17.0	12.3
Cash/Other	0.8	0.6	0.8

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.7% (December 31, 2013 – 2.3%, January 1, 2013 – 2.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.3%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.4	+ or - 0.5

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	666 448	–	–	666 448
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 168	–	8 168
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	666 448	8 168	–	674 616
% of total portfolio	98.8	1.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	502 860	–	–	502 860
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 589	–	6 589
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	502 860	6 589	–	509 449
% of total portfolio	98.7	1.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	344 342	–	–	344 342
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 779	–	4 779
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	344 342	4 779	–	349 121
% of total portfolio	98.6	1.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.85%. The Specified Percentage for Series D is 1.10%.

Subsequent event

Effective January 1, 2015, the Specified Percentage for Series A units has been reduced to 1.75% from 1.85% and for Series D units has been reduced to 1.00% from 1.10%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series D	68	63
Value of all units	1	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Bond Fund	30.5	1.6	26.0	1.1
Phillips, Hager & North				
Total Return Bond Fund	4.9	0.6	4.9	0.9
RBC High Yield Bond Fund	6.1	3.1	7.7	3.4
RBC Canadian				
Dividend Fund	5.1	0.2	5.0	0.2
RBC Canadian Equity Fund	10.5	2.5	10.7	1.2
Phillips, Hager & North				
Canadian Growth Fund	1.0	1.5	2.0	2.3
RBC QUBE Low Volatility				
Canadian Equity Fund	4.7	3.6	4.2	3.1
RBC U.S. Equity Fund	4.3	0.8	4.6	0.6
RBC Private U.S. Large-Cap				
Core Equity Pool	4.3	4.2	4.6	4.7
RBC O’Shaughnessy				
U.S. Value Fund	4.9	1.6	5.0	1.5
RBC U.S. Mid-Cap				
Equity Fund	3.4	2.0	3.8	2.1
Phillips, Hager & North				
U.S. Multi-Style All-Cap				
Equity Fund	4.0	1.2	4.0	1.3
RBC European Equity Fund	8.2	1.4	8.9	1.5
RBC Asian Equity Fund	–	–	4.7	1.9
RBC Asia Pacific ex-Japan				
Equity Fund	2.5	1.6	–	–
RBC Japanese Equity Fund	1.7	1.7	–	–
RBC Emerging Markets				
Equity Fund	3.1	1.1	3.4	1.1



December 31, 2014

	January 1, 2013	
	NAV	Ownership
RBC Canadian Short-Term Income Fund	12.7	1.0
RBC Bond Fund	19.2	0.7
RBC Global Bond Fund	6.5	1.0
RBC Canadian Dividend Fund	7.1	0.2
RBC Canadian Equity Fund	14.1	0.9
RBC North American Growth Fund	6.1	4.0
RBC U.S. Equity Fund	10.7	1.2
RBC O'Shaughnessy U.S. Value Fund	5.3	1.8
RBC U.S. Mid-Cap Equity Fund	5.3	3.1
RBC European Equity Fund	6.1	1.0
RBC Asian Equity Fund	6.2	2.2

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	50 673	38 198
Issued number of units	13 039	12 386
Reinvested number of units	4 494	1 926
Redeemed number of units	(2 289)	(1 837)
Ending number of units	65 917	50 673
Series D		
Opening units	99	27
Issued number of units	152	94
Reinvested number of units	17	4
Redeemed number of units	(23)	(26)
Ending number of units	245	99

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	505 931	347 219
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	505 931	347 219
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		56 132
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		56 132



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC TARGET 2030 EDUCATION FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 007 925	RBC Bond Fund*	\$ 20 240	\$ 20 733	15.2
1 651 066	RBC High Yield Bond Fund*	17 985	17 604	12.9
106 220	RBC Canadian Dividend Fund*	6 286	6 871	5.1
769 899	RBC Canadian Equity Fund*	19 526	16 620	12.2
202 996	Phillips, Hager & North Canadian Growth Fund*	6 560	6 888	5.1
304 830	RBC QUBE Low Volatility Canadian Equity Fund*	3 900	4 190	3.1
230 621	RBC U.S. Equity Fund*	6 938	7 521	5.5
400 730	RBC Private U.S. Large-Cap Core Equity Pool*	6 714	7 526	5.5
224 959	RBC U.S. Mid-Cap Equity Fund*	5 657	6 868	5.1
443 271	RBC O'Shaughnessy U.S. Value Fund*	6 363	6 840	5.0
367 392	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	5 336	5 569	4.1
708 203	RBC European Equity Fund*	14 151	13 877	10.2
478 384	RBC Asia Pacific ex-Japan Equity Fund*	4 875	4 950	3.6
324 205	RBC Japanese Equity Fund*	3 170	3 269	2.4
413 039	RBC Emerging Markets Equity Fund*	5 019	5 523	4.1
TOTAL MUTUAL FUND UNITS		132 720	134 849	99.1
TOTAL SHORT-TERM INVESTMENTS†		4 270	4 270	3.1
TOTAL INVESTMENTS		\$ 136 990	139 119	102.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(3 025)	(2.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 136 094	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 19, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 139 119	\$ 54 637	\$ 9 281
Cash	1	2	–
Subscriptions receivable	763	541	311
TOTAL ASSETS	139 883	55 180	9 592
LIABILITIES			
Due to investment dealers	3 550	2 000	768
Redemptions payable	23	3	–
Accounts payable and accrued expenses	216	73	12
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 789	2 076	780
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 136 094	\$ 53 104	\$ 8 812
Investments at cost	\$ 136 990	\$ 51 061	\$ 9 238
NAV			
SERIES A	\$ 134 600	\$ 52 715	\$ 8 748
SERIES D	\$ 1 494	\$ 389	\$ 64
NAV PER UNIT			
SERIES A	\$ 12.00	\$ 11.81	\$ 10.29
SERIES D	\$ 12.07	\$ 11.82	\$ 10.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 15	\$ 7
Other income received from underlying funds	4 824	1 085
Capital gains received from underlying funds	5 965	361
Net realized gain (loss) on investments	223	124
Change in unrealized gain (loss) on investments	(1 447)	3 533
TOTAL INCOME (LOSS)	9 580	5 110
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 614	467
Administration fees	48	14
Board of Governors costs	3	3
GST/HST	157	45
TOTAL EXPENSES	1 822	529
INCREASE (DECREASE) IN NAV	\$ 7 758	\$ 4 581
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 7 673	\$ 4 549
SERIES D	\$ 85	\$ 32
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.05	\$ 1.94
SERIES D	\$ 1.14	\$ 2.03

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 7 758	\$ 4 581
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(223)	(124)
Change in unrealized loss (gain) on investments	1 447	(3 533)
(Increase) decrease in accrued receivables	–	–
Increase (decrease) in accrued payables	1 693	1 293
Cost of investments purchased	(287 262)	(185 701)
Proceeds on sales of investments	201 556	144 002
NET CASH PROVIDED BY OPERATING ACTIVITIES	(75 031)	(39 482)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	79 278	40 739
Cash paid on redemption of redeemable units	(4 241)	(1 254)
Distributions paid to holders of redeemable units	(7)	(1)
NET CASH USED IN FINANCING ACTIVITIES	\$ 75 030	\$ 39 484
Net increase (decrease) in cash for the year	(1)	2
Cash (bank overdraft), beginning of period	2	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 2
Interest received	\$ 15	\$ 7
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 52 715	\$ 8 748	\$ 389	\$ 64	\$ 53 104	\$ 8 812
INCREASE (DECREASE) IN NAV	7 673	4 549	85	32	7 758	4 581
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	77 882	40 641	1 618	328	79 500	40 969
Reinvestments of distributions to holders of redeemable units	8 993	1 075	104	8	9 097	1 083
Redemption of redeemable units	(3 662)	(1 222)	(599)	(35)	(4 261)	(1 257)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	83 213	40 494	1 123	301	84 336	40 795
Distributions from net income	(3 050)	(624)	(38)	(5)	(3 088)	(629)
Distributions from net gains	(5 951)	(452)	(65)	(3)	(6 016)	(455)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 001)	(1 076)	(103)	(8)	(9 104)	(1 084)
NET INCREASE (DECREASE) IN NAV	81 885	43 967	1 105	325	82 990	44 292
NAV AT END OF PERIOD	\$ 134 600	\$ 52 715	\$ 1 494	\$ 389	\$ 136 094	\$ 53 104

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of this asset allocation Fund is to meet the changing needs of investors who are saving money for the purpose of funding their child's post-secondary education that commences around 2030.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Income Funds	28.1	26.3	30.4
Canadian Equity Funds	25.5	25.6	29.5
United States Equity Funds	25.2	25.8	23.0
International Equity Funds	20.3	20.8	13.1
Cash/Other	0.9	1.5	4.0

Interest rate risk (%)

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.6% (December 31, 2013 – 1.3%, January 1, 2013 – 1.5%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to all other currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.4% (December 31, 2013 – 0.4%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 29-month (December 31, 2013 – 17-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.4	+ or - 0.5

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	134 849	–	–	134 849
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 270	–	4 270
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	134 849	4 270	–	139 119
% of total portfolio	96.9	3.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	52 285	–	–	52 285
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 352	–	2 352
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	52 285	2 352	–	54 637
% of total portfolio	95.7	4.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	8 463	–	–	8 463
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	818	–	818
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	8 463	818	–	9 281
% of total portfolio	91.2	8.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio advisor of the Fund. The management fee payable to RBC GAM in respect of each series of the Fund is a variable fee and is determined on a basis such that all fees and expenses that comprise the management expense ratio (“MER”), other than the additional cost of the GST/HST, will be equal to a specified percentage of the average net asset value of each series of the Fund (“Specified Percentage”). The Specified Percentage includes the management fee, administration fee, taxes (other than the additional cost of the GST/HST), other fund costs and any fees and expenses of the underlying funds.

The Specified Percentage for Series A is 1.95%. The Specified Percentage for Series D is 1.20%.

Subsequent event

Effective January 1, 2015, the Specified Percentage for Series A units has been reduced to 1.85% from 1.95% and for Series D units has been reduced to 1.10% from 1.20%.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Series D	0.05%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series D	113	105
Value of all units	1	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund’s interest in the underlying mutual funds as a percentage of net assets of the Fund (“NAV”), and the Fund’s ownership interest as a percentage of the net assets of the underlying funds (“Ownership”). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Bond Fund	15.2	0.2	12.5	0.1
RBC High Yield Bond Fund	12.9	1.3	13.8	0.6
RBC Canadian Dividend Fund	5.1	0.0	5.1	0.0
RBC Canadian Equity Fund	12.2	0.6	12.4	0.1
Phillips, Hager & North Canadian Growth Fund	5.1	1.5	5.0	0.6
RBC QUBE Low Volatility Canadian Equity Fund	3.1	0.5	3.0	0.2
RBC U.S. Equity Fund	5.5	0.2	5.7	0.1
RBC Private U.S. Large-Cap Core Equity Pool	5.5	1.1	5.7	0.6
RBC O’Shaughnessy U.S. Value Fund	5.0	0.3	5.2	0.2
RBC U.S. Mid-Cap Equity Fund	5.1	0.6	5.1	0.3
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	4.1	0.2	4.0	0.1
RBC European Equity Fund	10.2	0.4	10.4	0.2
RBC Asian Equity Fund	–	–	6.2	0.3
RBC Asia Pacific ex-Japan Equity Fund	3.6	0.5	–	–
RBC Japanese Equity Fund	2.4	0.5	–	–
RBC Emerging Markets Equity Fund	4.1	0.3	4.2	0.1



December 31, 2014

	January 1, 2013	
	NAV	Ownership
RBC Canadian Short-Term Income Fund	10.1	–
RBC Bond Fund	15.2	–
RBC Global Bond Fund	5.1	–
RBC Canadian Dividend Fund	7.6	–
RBC Canadian Equity Fund	15.3	–
RBC North American Growth Fund	6.6	0.1
RBC U.S. Equity Fund	11.5	–
RBC O'Shaughnessy U.S. Value Fund	5.8	–
RBC U.S. Mid-Cap Equity Fund	5.7	0.1
RBC European Equity Fund	6.6	–
RBC Asian Equity Fund	6.6	0.1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	4 464	850
Issued number of units	6 293	3 630
Reinvested number of units	751	92
Redeemed number of units	(295)	(108)
Ending number of units	11 213	4 464
Series D		
Opening units	33	6
Issued number of units	130	29
Reinvested number of units	9	1
Redeemed number of units	(48)	(3)
Ending number of units	124	33

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	53 104	8 812
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	53 104	8 812
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		4 581
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		4 581

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN DIVIDEND FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
1 107 214	Lowe's Companies	\$ 62 415	\$ 88 502	
2 620 686	Magna International Inc., Class A	106 127	329 918	
962 795	Nike Inc.	83 009	107 512	
3 362 688	Quebecor Inc., Class B	90 709	107 404	
9 988 821	Shaw Communications Inc., Class B	194 091	313 150	
598 818	The Walt Disney Company	35 065	65 511	
4 461 759	Thomson Corp.	144 308	209 123	
		<u>715 724</u>	<u>1 221 120</u>	6.8
Consumer Staples				
2 552 370	Alimentation Couche-Tard Inc.	76 056	124 275	
5 060 917	Loblaw Companies Ltd.	221 726	314 637	
4 810 159	Maple Leaf Foods Inc.	54 754	93 654	
		<u>352 536</u>	<u>532 566</u>	3.0
Energy				
1 966 076	AltaGas Ltd.	59 609	85 210	
4 494 840	ARC Resources Ltd.	91 113	113 090	
6 912 959	Bonavista Energy Corp.	133 295	50 465	
12 625 472	Canadian Natural Resources Ltd.	461 888	453 508	
7 539 295	Cenovus Energy Inc.	220 406	180 717	
11 510 281	Enbridge Inc.	333 387	687 624	
7 563 833	Encana Corp.	197 467	122 307	
831 314	Gibson Energy Inc.	24 979	22 603	
9 469 957	Husky Energy Inc.	278 578	260 424	
6 758 324	Imperial Oil Ltd.	205 834	338 254	
610 839	Keyera Corp.	49 083	49 521	
1 678 324	Pembina Pipeline Corp.	58 982	71 060	
14 825 102	Pengrowth Energy Corp.	109 922	54 260	
5 554 508	PrairieSky Royalty Ltd.	190 031	169 968	
807 295	Schlumberger Ltd.	76 400	80 107	
2 496 994	ShawCor Ltd.	98 597	105 873	
14 044 360	Suncor Energy Inc.	474 533	518 237	
8 666 303	TransCanada Corp.	323 129	494 846	
2 396 786	Veresen Inc.	40 983	44 005	
1 171 497	Vermilion Energy Inc.	57 063	66 775	
		<u>3 485 279</u>	<u>3 968 854</u>	22.0
Financials				
2 527 833	Allied Properties Real Estate Investment Trust	84 556	94 642	
7 956 171	Bank of Montreal	389 827	653 838	
14 806 263	Bank of Nova Scotia	675 243	981 803	
11 080 496	Brookfield Asset Management Inc., Class A	302 261	645 106	
299 015	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	7 532	6 972	
8 854 719	Brookfield Property Partners LP	157 174	234 207	
1 589 744	Calloway Real Estate Investment Trust	39 382	43 400	
6 324 583	Canadian Imperial Bank of Commerce	430 418	631 446	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
1 671 010	Canadian Real Estate Investment Trust	\$ 51 729	\$ 76 516	
1 095 062	Canadian Western Bank	33 098	35 863	
4 713 294	Chartwell Retirement Residences Real Estate Investment Trust	39 482	56 135	
6 675 668	CI Financial Corp.	132 508	215 557	
257 613	Fairfax Financial Holdings Ltd.	96 415	156 830	
3 554 883	First Capital Realty Inc.	55 611	66 334	
1 891 797	Intact Financial Corp.	91 386	158 627	
20 325 243	Manulife Financial Corporation	342 169	450 814	
1 956 200	Manulife Financial Corporation, Subscription Receipts	42 058	43 310	
2 055 079	National Bank of Canada	62 528	101 603	
2 029 677	Onex Corporation	59 982	136 922	
10 223 479	Power Corporation of Canada	248 185	324 698	
1 178 207	RioCan Real Estate Investment Trust	29 776	31 140	
14 930 373	Royal Bank of Canada*	696 190	1 198 013	
7 649 273	Sun Life Financial Inc.	225 949	320 658	
21 248 977	Toronto-Dominion Bank	634 957	1 179 531	
1 121 909	Weyerhaeuser Company Ltd.	36 536	46 780	
		<u>4 964 952</u>	<u>7 890 745</u>	43.8
Industrials				
4 155 500	CAE Inc.	41 371	62 665	
9 492 450	Canadian National Railway Co.	277 038	759 586	
1 518 745	Canadian Pacific Railway Ltd.	101 370	339 819	
4 006 250	Finning International Inc.	87 858	101 078	
1 347 929	Russel Metals Inc.	27 366	34 911	
1 049 850	Tyco International Plc.	35 791	53 497	
668 086	United Technologies Corp.	72 212	89 261	
		<u>643 006</u>	<u>1 440 817</u>	8.0
Information Technology				
1 397 599	DH Corp.	30 761	51 250	
		<u>30 761</u>	<u>51 250</u>	0.3
Materials				
829 466	Agrium Inc.	73 811	91 241	
2 653 782	Barrick Gold Corp.	50 144	33 225	
2 874 163	Goldcorp Inc.	87 308	61 823	
6 298 452	Potash Corporation of Saskatchewan Inc.	255 109	258 677	
2 774 146	Teck Resources Ltd., Class B	105 654	44 053	
		<u>572 026</u>	<u>489 019</u>	2.7
Telecommunication Services				
4 313 038	BCE Inc.	105 862	229 799	
3 475 131	Rogers Communications Inc., Class B	130 546	156 972	
7 376 898	TELUS Corp.	178 766	309 018	
		<u>415 174</u>	<u>695 789</u>	3.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
4 025 631	Atco Ltd., Class I, Non-Voting	\$ 68 506	\$ 191 862	
908 283	Brookfield Infrastructure Partners LP	30 465	44 188	
3 097 390	Brookfield Renewable Energy Partners LP	65 977	111 196	
453 497	Brookfield Renewable Power Fund, Preferred Series I, 5.250%	11 337	11 306	
904 645	Emera Inc.	26 412	34 955	
3 375 421	Fortis Inc.	102 488	131 506	
2 456 272	Northland Power Inc.	40 226	37 556	
3 333 935	TransAlta Corp.	48 206	35 073	
		<u>393 617</u>	<u>597 642</u>	<u>3.3</u>
TOTAL EQUITIES		<u>11 573 075</u>	<u>16 887 802</u>	<u>93.8</u>

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets	
BONDS							
CORPORATE							
10 000	Greater Toronto Airports Authority	4.850	01-Jun-17	\$ 9 018	\$ 10 772		
TOTAL BONDS				<u>9 018</u>	<u>10 772</u>	<u>0.1</u>	
SHORT-TERM INVESTMENTS†							
108 560	Bank of Montreal			108 457	108 457		
284 810	Bank of Nova Scotia			284 566	284 566		
174 023	Canadian Imperial Bank of Commerce			173 881	173 881		
31 187	Government of Canada Treasury Bills			31 098	31 098		
383 610	National Bank of Canada			383 222	383 222		
164 800	Toronto-Dominion Bank			164 634	164 634		
TOTAL SHORT-TERM INVESTMENTS				<u>1 145 858</u>	<u>1 145 858</u>	<u>6.3</u>	
TOTAL INVESTMENTS				<u>12 727 951</u>	<u>18 044 432</u>	<u>100.2</u>	
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					157	–	
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)					–	(11 624)	
TOTAL PORTFOLIO					<u>\$12 727 951</u>	<u>18 032 965</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						(11 067)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS						<u>\$18 021 898</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.90% to 1.23% and mature between January 2, 2015 and January 30, 2015.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 2 055 Sold CAD 2 382 @ 1.1591	22-Jan-15	\$ 6
Bought CAD 8 727 Sold USD 7 500 @ 1.1636	10-Feb-15	6
Bought CAD 29 180 Sold USD 25 000 @ 1.1672	17-Mar-15	87
Bought CAD 16 038 Sold USD 13 757 @ 1.1658	30-Mar-15	24
Bought CAD 16 797 Sold USD 14 400 @ 1.1664	30-Mar-15	34
		<u>\$ 157</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 18 415 Sold USD 16 400 @ 1.1229	12-Jan-15	\$ (642)
Bought CAD 44 391 Sold USD 39 325 @ 1.1288	22-Jan-15	(1 316)
Bought CAD 33 758 Sold USD 30 000 @ 1.1253	23-Jan-15	(1 112)
Bought CAD 28 167 Sold USD 25 000 @ 1.1267	27-Jan-15	(894)
Bought CAD 12 274 Sold USD 10 920 @ 1.1240	29-Jan-15	(421)
Bought CAD 4 650 Sold USD 4 000 @ 1.1625	05-Feb-15	(1)
Bought CAD 18 568 Sold USD 16 425 @ 1.1305	06-Feb-15	(530)
Bought CAD 22 860 Sold USD 20 000 @ 1.1430	10-Feb-15	(397)
Bought CAD 902 Sold USD 795 @ 1.1348	11-Feb-15	(22)
Bought CAD 30 655 Sold USD 26 907 @ 1.1393	12-Feb-15	(634)
Bought CAD 6 703 Sold USD 6 000 @ 1.1172	13-Feb-15	(274)
Bought CAD 28 341 Sold USD 25 000 @ 1.1336	17-Feb-15	(734)
Bought CAD 2 182 Sold USD 1 930 @ 1.1306	19-Feb-15	(63)
Bought CAD 35 661 Sold USD 31 552 @ 1.1302	20-Feb-15	(1 036)
Bought CAD 20 615 Sold USD 18 202 @ 1.1326	23-Feb-15	(557)
Bought CAD 7 245 Sold USD 6 407 @ 1.1307	25-Feb-15	(208)
Bought CAD 26 502 Sold USD 23 391 @ 1.1330	26-Feb-15	(707)
Bought CAD 22 732 Sold USD 20 186 @ 1.1261	27-Feb-15	(749)
Bought CAD 22 662 Sold USD 20 000 @ 1.1331	02-Mar-15	(604)
Bought CAD 22 815 Sold USD 20 000 @ 1.1407	05-Mar-15	(454)
Bought CAD 6 962 Sold USD 6 079 @ 1.1452	12-Mar-15	(113)
Bought CAD 30 029 Sold USD 25 900 @ 1.1594	16-Mar-15	(110)
Bought CAD 3 148 Sold USD 2 731 @ 1.1525	25-Mar-15	(31)
Bought CAD 2 313 Sold USD 2 000 @ 1.1563	27-Mar-15	(15)
		<u>\$ (11 624)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (11 467)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 18 044 432	\$ 16 592 604	\$ 14 072 930
Cash	3 036	3 582	2 068
Due from investment dealers	–	330	1 087
Subscriptions receivable	5 821	8 359	7 071
Unrealized gain on foreign exchange contracts	157	182	215
Dividends receivable, interest accrued and other assets	37 354	39 546	43 532
TOTAL ASSETS	18 090 800	16 644 603	14 126 903
LIABILITIES			
Due to investment dealers	–	56 008	–
Redemptions payable	37 206	16 224	22 739
Unrealized loss on foreign exchange contracts	11 624	3 216	160
Accounts payable and accrued expenses	20 072	17 258	15 055
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	68 902	92 706	37 954
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 18 021 898	\$ 16 551 897	\$ 14 088 949
Investments at cost	\$ 12 727 951	\$ 12 287 569	\$ 11 704 125
NAV			
SERIES A	\$ 11 865 196	\$ 10 897 204	\$ 9 520 335
ADVISOR SERIES	\$ 176 324	\$ 154 034	\$ 132 232
ADVISOR T5 SERIES	\$ 44	\$ –	\$ –
SERIES T5	\$ 5 579	\$ 1 753	\$ 50
SERIES T8	\$ 106 907	\$ 74 547	\$ 47 576
SERIES D	\$ 546 615	\$ 437 312	\$ 347 063
SERIES F	\$ 190 361	\$ 142 427	\$ 111 800
SERIES FT5	\$ 213	\$ –	\$ –
SERIES I	\$ 317 544	\$ 311 810	\$ 268 939
SERIES O	\$ 4 813 115	\$ 4 532 810	\$ 3 660 954
NAV PER UNIT			
SERIES A	\$ 63.36	\$ 57.70	\$ 49.71
ADVISOR SERIES	\$ 63.74	\$ 58.04	\$ 50.00
ADVISOR T5 SERIES	\$ 63.42	\$ –	\$ –
SERIES T5	\$ 59.08	\$ 55.24	\$ 49.37
SERIES T8	\$ 11.39	\$ 10.97	\$ 10.10
SERIES D	\$ 63.44	\$ 57.76	\$ 49.77
SERIES F	\$ 65.27	\$ 59.40	\$ 51.17
SERIES FT5	\$ 64.90	\$ –	\$ –
SERIES I	\$ 64.10	\$ 58.37	\$ 50.31
SERIES O	\$ 64.68	\$ 58.91	\$ 50.77

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 492 503	\$ 464 421
Interest for distribution purposes	19 167	12 167
Other income (loss)	9 879	6 114
Securities lending revenue (see note 6 in the generic notes)	1 413	1 078
Net realized gain (loss) on investments	856 620	329 415
Net gain (loss) on foreign currencies and other net assets	(24 277)	(5 118)
Change in unrealized gain (loss) on investments	1 003 013	1 933 141
TOTAL INCOME (LOSS)	2 358 318	2 741 218
EXPENSES (see notes – Fund Specific Information)		
Management fees	186 422	160 459
Administration fees	13 662	13 674
Board of Governors costs	3	3
GST/HST	19 874	17 742
Transaction costs	4 935	5 593
Withholding tax	759	467
TOTAL EXPENSES	225 655	197 938
INCREASE (DECREASE) IN NAV	\$ 2 132 663	\$ 2 543 280
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 311 676	\$ 1 634 581
ADVISOR SERIES	\$ 19 034	\$ 22 951
ADVISOR T5 SERIES	\$ –	\$ –
SERIES T5	\$ 382	\$ 156
SERIES T8	\$ 10 108	\$ 10 572
SERIES D	\$ 58 634	\$ 64 251
SERIES F	\$ 19 735	\$ 21 135
SERIES FT5	\$ –	\$ –
SERIES I	\$ 39 157	\$ 50 589
SERIES O	\$ 673 937	\$ 739 045
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 7.07	\$ 8.69
ADVISOR SERIES	\$ 7.10	\$ 8.74
ADVISOR T5 SERIES	\$ 7.10	\$ –
SERIES T5	\$ 6.60	\$ 8.37
SERIES T8	\$ 1.30	\$ 1.71
SERIES D	\$ 7.41	\$ 9.00
SERIES F	\$ 7.79	\$ 9.41
SERIES FT5	\$ 3.09	\$ –
SERIES I	\$ 7.93	\$ 9.47
SERIES O	\$ 8.32	\$ 9.83

* Advisor T5 Series and Series FT5 launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 2 132 663	\$ 2 543 280
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(856 620)	(329 408)
Change in unrealized loss (gain) on investments	(1 003 013)	(1 933 141)
(Increase) decrease in accrued receivables	2 522	4 743
Increase (decrease) in accrued payables	(53 194)	58 211
Cost of investments purchased	(19 972 352)	(15 876 270)
Proceeds on sales of investments	20 388 590	15 622 234
NET CASH PROVIDED BY OPERATING ACTIVITIES	638 596	89 649
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 377 457	2 254 627
Cash paid on redemption of redeemable units	(2 993 988)	(2 307 679)
Distributions paid to holders of redeemable units	(22 611)	(35 083)
NET CASH USED IN FINANCING ACTIVITIES	\$ (639 142)	\$ (88 135)
Net increase (decrease) in cash for the year	(546)	1 514
Cash (bank overdraft), beginning of period	3 582	2 068
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3 036	\$ 3 582
Interest received	\$ 19 769	\$ 11 746
Dividends received, net of withholding taxes	\$ 503 213	\$ 474 475

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Advisor T5 Series and Series FT5 launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 897 204	\$ 9 520 335	\$ 154 034	\$ 132 232	\$ –	\$ –	\$ 1 753	\$ 50
INCREASE (DECREASE) IN NAV	1 311 676	1 634 581	19 034	22 951	–	–	382	156
Early redemption fees	8	13	–	–	–	–	–	–
Proceeds from redeemable units issued	1 147 185	1 080 706	29 185	25 468	44	–	3 941	1 663
Reinvestments of distributions to holders of redeemable units	236 886	110 294	3 380	1 529	–	–	50	12
Redemption of redeemable units	(1 482 448)	(1 334 540)	(25 711)	(26 513)	–	–	(351)	(86)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(98 369)	(143 527)	6 854	484	44	–	3 640	1 589
Distributions from net income	(112 114)	(114 185)	(1 630)	(1 633)	–	–	(44)	(11)
Distributions from net gains	(133 201)	–	(1 968)	–	–	–	(53)	–
Distributions from capital	–	–	–	–	–	–	(99)	(31)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(245 315)	(114 185)	(3 598)	(1 633)	–	–	(196)	(42)
NET INCREASE (DECREASE) IN NAV	967 992	1 376 869	22 290	21 802	44	–	3 826	1 703
NAV AT END OF PERIOD	\$ 11 865 196	\$ 10 897 204	\$ 176 324	\$ 154 034	\$ 44	\$ –	\$ 5 579	\$ 1 753

For the periods ended December 31 (see note 2 in the generic notes)*	Series T8		Series D		Series F		Series FT5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 74 547	\$ 47 576	\$ 437 312	\$ 347 063	\$ 142 427	\$ 111 800	\$ –	\$ –
INCREASE (DECREASE) IN NAV	10 108	10 572	58 634	64 251	19 735	21 135	–	–
Early redemption fees	–	–	4	1	1	–	–	–
Proceeds from redeemable units issued	40 507	29 399	143 412	88 600	65 237	43 199	235	–
Reinvestments of distributions to holders of redeemable units	3 344	2 304	13 250	6 348	3 633	1 712	1	–
Redemption of redeemable units	(14 339)	(10 103)	(92 253)	(62 347)	(35 624)	(32 989)	(19)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	29 512	21 600	64 413	32 602	33 247	11 922	217	–
Distributions from net income	(1 057)	(965)	(7 646)	(6 604)	(2 982)	(2 430)	(1)	–
Distributions from net gains	(1 027)	–	(6 098)	–	(2 066)	–	(3)	–
Distributions from capital	(5 176)	(4 236)	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7 260)	(5 201)	(13 744)	(6 604)	(5 048)	(2 430)	(4)	–
NET INCREASE (DECREASE) IN NAV	32 360	26 971	109 303	90 249	47 934	30 627	213	–
NAV AT END OF PERIOD	\$ 106 907	\$ 74 547	\$ 546 615	\$ 437 312	\$ 190 361	\$ 142 427	\$ 213	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 311 810	\$ 268 939	\$ 4 532 810	\$ 3 660 954	\$ 16 551 897	\$ 14 088 949
INCREASE (DECREASE) IN NAV	39 157	50 589	673 937	739 045	2 132 663	2 543 280
Early redemption fees	–	–	–	–	13	14
Proceeds from redeemable units issued	22 448	32 538	922 725	954 342	2 374 919	2 255 915
Reinvestments of distributions to holders of redeemable units	9 784	6 711	181 231	91 310	451 559	220 220
Redemption of redeemable units	(55 216)	(39 861)	(1 309 022)	(794 739)	(3 014 983)	(2 301 178)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(22 984)	(612)	(205 066)	250 913	(188 492)	174 971
Distributions from net income	(6 916)	(7 106)	(135 452)	(118 102)	(267 842)	(251 036)
Distributions from net gains	(3 523)	–	(53 114)	–	(201 053)	–
Distributions from capital	–	–	–	–	(5 275)	(4 267)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10 439)	(7 106)	(188 566)	(118 102)	(474 170)	(255 303)
NET INCREASE (DECREASE) IN NAV	5 734	42 871	280 305	871 856	1 470 001	2 462 948
NAV AT END OF PERIOD	\$ 317 544	\$ 311 810	\$ 4 813 115	\$ 4 532 810	\$ 18 021 898	\$ 16 551 897

* Advisor T5 Series and Series FT5 launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of regular dividend income and modest long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.5%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	43.8	43.8	43.0
Energy	22.0	22.6	22.9
Industrials	8.0	7.3	6.5
Consumer Discretionary	6.8	5.2	4.6
Other Sectors	6.0	6.3	5.9
Telecommunication Services	3.9	4.5	4.2
Utilities	3.3	–	–
Bonds	0.1	0.1	0.2
Materials	–	4.2	5.6
Cash/Other	6.1	6.0	7.1

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	16 887 802	–	–	16 887 802
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	10 772	–	10 772
Short-term investments	–	1 145 858	–	1 145 858
Derivatives – assets	–	157	–	157
Derivatives – liabilities	–	(11 624)	–	(11 624)
Total financial instruments	16 887 802	1 145 163	–	18 032 965
% of total portfolio	93.6	6.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	15 551 968	–	–	15 551 968
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	50 043	–	50 043
Short-term investments	–	990 593	–	990 593
Derivatives – assets	–	182	–	182
Derivatives – liabilities	–	(3 216)	–	(3 216)
Total financial instruments	15 551 968	1 037 602	–	16 589 570
% of total portfolio	93.7	6.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	13 050 820	–	–	13 050 820
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	31 706	–	31 706
Short-term investments	–	990 404	–	990 404
Derivatives – assets	–	215	–	215
Derivatives – liabilities	–	(160)	–	(160)
Total financial instruments	13 050 820	1 022 165	–	14 072 985
% of total portfolio	92.7	7.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Advisor T5 Series	1.50%
Series T5	1.50%
Series T8	1.50%
Series D	1.00%
Series F	0.75%
Series FT5	0.75%
Series I	0.44%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Advisor T5 Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series D	0.10%
Series F	0.10%
Series FT5	0.10%
Series I	0.02%
Series O	0.02%

Effective January 1, 2014, the administration fee for Series A units was reduced to 0.10% from 0.12%.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor T5 Series	16	–
Series T5	12	11
Series FT5	15	–
Series O	146	141
Value of all units	12	9

Please see the generic notes at the back of the financial statements.

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	188 857	191 524
Issued number of units	18 663	20 541
Reinvested number of units	3 786	2 077
Redeemed number of units	(24 037)	(25 285)
Ending number of units	187 269	188 857
Advisor Series		
Opening units	2 654	2 644
Issued number of units	472	479
Reinvested number of units	54	29
Redeemed number of units	(414)	(498)
Ending number of units	2 766	2 654
Advisor T5 Series		
Opening units	–	–
Issued number of units	1	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	1	–
Series T5		
Opening units	32	1
Issued number of units	67	33
Reinvested number of units	1	–
Redeemed number of units	(6)	(2)
Ending number of units	94	32
Series T8		
Opening units	6 796	4 712
Issued number of units	3 549	2 828
Reinvested number of units	292	222
Redeemed number of units	(1 254)	(966)
Ending number of units	9 383	6 796
Series D		
Opening units	7 571	6 974
Issued number of units	2 324	1 662
Reinvested number of units	212	119
Redeemed number of units	(1 491)	(1 184)
Ending number of units	8 616	7 571



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	2 398	2 185
Issued number of units	1 023	786
Reinvested number of units	56	31
Redeemed number of units	(561)	(604)
Ending number of units	2 916	2 398
Series FT5		
Opening units	–	–
Issued number of units	3	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	3	–
Series I		
Opening units	5 342	5 346
Issued number of units	357	613
Reinvested number of units	155	125
Redeemed number of units	(900)	(742)
Ending number of units	4 954	5 342
Series O		
Opening units	76 947	72 105
Issued number of units	14 879	17 708
Reinvested number of units	2 835	1 680
Redeemed number of units	(20 252)	(14 546)
Ending number of units	74 409	76 947

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	4 935	100	5 593	100
Related-party brokerage commissions*	786	16	1 186	21
Commission arrangements†	341	7	433	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	1 026 796	1 152 113
Fair value of collateral received	1 047 332	1 175 155

Please see the generic notes at the back of the financial statements.

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Managed Payout Solution	3.4	3.2
RBC Managed Payout Solution – Enhanced	3.4	2.6
RBC Select Very Conservative Portfolio	2.7	2.4
RBC Select Very Conservative Class	–	–
RBC Select Conservative Portfolio	7.3	7.2
RBC Select Conservative Class	–	–
RBC Select Balanced Portfolio	5.1	7.2
RBC Select Balanced Class	–	–
RBC Select Growth Portfolio	1.2	1.1
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	0.3	0.4
RBC Select Aggressive Growth Class	–	–
RBC Select Choices Conservative Portfolio	0.1	0.1
RBC Select Choices Balanced Portfolio	0.1	0.1
RBC Target 2015 Education Fund	–	–
RBC Target 2020 Education Fund	0.1	0.1
RBC Target 2025 Education Fund	0.2	0.2
RBC Target 2030 Education Fund	–	–
Total	23.9	24.6

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	16 547 337	14 068 859
Revaluation of investments at FVTPL	4 560	20 090
Net assets attributable to holders of redeemable units	16 551 897	14 088 949

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	2 558 810
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(15 530)
Increase (decrease) in net assets attributable to holders of redeemable units	2 543 280



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN EQUITY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
447 078	BRP Inc.	\$ 12 449	\$ 10 824	
290 948	Gildan Activewear Inc., Class A	12 653	19 115	
415 078	Hudson's Bay Co.	7 095	10 194	
218 770	Linamar Corp.	7 607	15 522	
351 560	Magna International Inc., Class A	12 010	44 258	
343 367	Quebecor Inc., Class B	7 294	10 967	
1 060 349	Shaw Communications Inc., Class B	20 936	33 242	
677 571	Thomson Corp.	20 819	31 758	
		<u>100 863</u>	<u>175 880</u>	6.2
Consumer Staples				
701 311	Alimentation Couche-Tard Inc.	11 765	34 147	
618 936	Loblaw Companies Ltd.	27 362	38 479	
837 353	Maple Leaf Foods Inc.	11 453	16 303	
		<u>50 580</u>	<u>88 929</u>	3.1
Energy				
113 134	AltaGas Ltd.	5 769	4 903	
794 493	ARC Resources Ltd.	18 400	19 989	
561 359	Cameco Corp.	12 004	10 694	
2 314 068	Canadian Natural Resources Ltd.	71 519	83 121	
309 945	Canadian Oil Sands Ltd.	7 896	3 230	
1 402 051	Cenovus Energy Inc.	31 315	33 608	
634 912	Crescent Point Energy Corp.	26 046	17 086	
1 515 343	Enbridge Inc.	49 548	90 528	
1 831 359	Encana Corp.	40 272	29 614	
837 062	Husky Energy Inc.	24 099	23 019	
530 149	Imperial Oil Ltd.	24 466	26 534	
80 700	Keyera Corp.	7 222	6 542	
185 000	Laricina Energy Ltd. (Private)*	5 075	1 850	
367 256	Pembina Pipeline Corp.	15 427	15 550	
490 376	Penn West Petroleum Ltd.	8 407	1 192	
443 244	PrairieSky Royalty Ltd.	15 229	13 563	
2 903 694	Suncor Energy Inc.	86 651	107 146	
1 554 715	Talisman Energy Inc.	19 903	14 148	
1 151 914	TransCanada Corp.	46 555	65 774	
		<u>515 803</u>	<u>568 091</u>	20.1
Financials				
196 753	Allied Properties Real Estate Investment Trust	5 929	7 366	
1 102 824	Bank of Montreal	72 848	90 630	
1 904 441	Bank of Nova Scotia	96 743	126 283	
1 255 532	Brookfield Asset Management Inc., Class A	38 152	73 097	
1 363 433	Brookfield Property Partners LP	21 733	36 063	
921 324	Canaccord Genuity Group Inc.	8 624	7 196	
620 180	Canadian Imperial Bank of Commerce	47 594	61 919	
939 397	Chartwell Retirement Residences Real Estate Investment Trust	9 221	11 188	
713 103	CI Financial Corp.	14 454	23 026	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
34 749	Fairfax Financial Holdings Ltd.	\$ 13 191	\$ 21 154	
1 158 931	GMP Capital Inc.	6 420	7 359	
285 102	Intact Financial Corp.	16 963	23 906	
3 651 049	Manulife Financial Corporation	62 918	80 980	
267 663	Manulife Financial Corporation, Subscription Receipts	5 755	5 926	
275 061	National Bank of Canada	10 709	13 599	
335 797	Onex Corporation	9 470	22 653	
1 650 956	Power Corporation of Canada	42 951	52 434	
2 349 951	Royal Bank of Canada†	117 119	188 560	
964 272	Sun Life Financial Inc.	29 347	40 422	
2 858 908	Toronto-Dominion Bank	103 503	158 698	
		<u>733 644</u>	<u>1 052 459</u>	37.2
Health Care				
335 116	Catamaran Corp.	16 272	20 147	
174 421	Valeant Pharmaceuticals International Inc.	7 639	29 011	
		<u>23 911</u>	<u>49 158</u>	1.7
Industrials				
473 715	Air Canada	1 474	5 623	
2 435 622	Bombardier Inc., Class B	11 448	10 108	
429 705	CAE Inc.	4 944	6 480	
1 287 124	Canadian National Railway Co.	30 095	102 996	
298 974	Canadian Pacific Railway Ltd.	33 673	66 895	
596 386	Finning International Inc.	13 974	15 047	
460 423	Progressive Waste Solutions Ltd.	10 692	16 083	
1 349	Russel Metals Inc.	17	35	
69 696	SNC-Lavalin Group Inc.	3 058	3 088	
114 639	Toromont Industries Ltd.	1 887	3 268	
496 706	WestJet Airlines Ltd.	10 776	16 570	
		<u>122 038</u>	<u>246 193</u>	8.7
Information Technology				
8 997 600	Adenyo Inc.	—	—	
868 364	Blackberry Ltd.	6 700	11 063	
451 189	CGI Group Inc., Class A	16 780	19 983	
197 169	Open Text Corp.	3 238	13 331	
		<u>26 718</u>	<u>44 377</u>	1.6
Materials				
501 531	Agnico Eagle Mines Ltd.	18 471	14 504	
136 466	Agrium Inc.	12 196	15 011	
2 392 120	B2Gold Corp.	6 713	4 545	
548 371	Barrick Gold Corp.	14 120	6 866	
592 048	Continental Gold Ltd.	4 083	1 095	
337 403	Detour Gold Corp.	4 902	3 202	
390 184	Dundee Precious Metals Inc.	3 094	1 069	
1 480 464	Eldorado Gold Corp.	17 416	10 482	
1 410 525	First Quantum Minerals Ltd.	28 194	23 288	
263 982	Franco-Nevada Corp.	11 915	15 102	
180 000	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	807	1 836	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
1 132 612	Goldcorp Inc.	\$ 36 741	\$ 24 362	
314 203	Mountain Province Diamonds Inc.	1 611	1 524	
209 100	Mountain Province Diamonds Inc.*, Restricted February 16, 2015	1 046	970	
602 341	New Gold Inc.	6 155	3 000	
4 071 430	One Earth Farms Corp. (Private)*	5 700	1 873	
276 797	Osisko Gold Royalties Ltd.	4 398	4 534	
1 332 166	Potash Corporation of Saskatchewan Inc.	52 515	54 712	
570 615	Primero Mining Corp.	3 637	2 551	
680 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	1 120	95	
1 179 000	Rio Alto Mining Ltd.	3 354	3 325	
1 029 903	Semafo Inc.	3 615	3 069	
616 725	Silver Wheaton Corp.	16 170	14 573	
136 452	Tahoe Resources Inc.	1 209	2 204	
228 861	Teck Resources Ltd., Class B	6 383	3 634	
2 765 339	Torex Gold Resources Inc.	4 489	3 401	
		<u>270 054</u>	<u>220 827</u>	7.8
Telecommunication Services				
916 070	BCE Inc.	30 188	48 808	
711 668	Rogers Communications Inc., Class B	25 010	32 146	
1 060 486	TELUS Corp.	25 666	44 424	
		<u>80 864</u>	<u>125 378</u>	4.4
Utilities				
473 123	Atco Ltd., Class I, Non-Voting	6 362	22 549	
240 575	Fortis Inc.	7 184	9 373	
10 000	TransAlta Corp., Call @ 11.00 January 19, 2017	1 198	950	
		<u>14 744</u>	<u>32 872</u>	1.2
TOTAL CANADIAN EQUITIES				
		<u>1 939 219</u>	<u>2 604 164</u>	92.0
UNITED STATES EQUITIES				
Financials				
390 200	Bank of America Corp.	7 327	8 110	
		<u>7 327</u>	<u>8 110</u>	0.3
Health Care				
90 916	UnitedHealth Group Incorporated	7 505	10 678	
		<u>7 505</u>	<u>10 678</u>	0.4
Industrials				
60 961	United Technologies Corp.	7 893	8 145	
		<u>7 893</u>	<u>8 145</u>	0.3
TOTAL UNITED STATES EQUITIES				
		<u>22 725</u>	<u>26 933</u>	1.0

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
19 358 840	RBC Canadian Small & Mid-Cap Resources Fund [†]	\$ 191 575	\$ 152 412	
		<u>191 575</u>	<u>152 412</u>	5.4
SHORT-TERM INVESTMENTS[‡]				
		<u>43 820</u>	<u>43 820</u>	1.6
TOTAL INVESTMENTS				
		<u>2 197 339</u>	<u>2 827 329</u>	100.0
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
			<u>(915)</u>	<u>—</u>
TOTAL PORTFOLIO				
		<u>\$2 197 339</u>	<u>2 826 414</u>	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(408)</u>	<u>—</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$2 826 006</u>	100.0

* Illiquid security.

[†] Investment in related party (see note 7 in the generic notes).

[‡] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.20% to 1.23% and mature between January 5, 2015 and January 19, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 865 Sold USD 3 451 @ 1.1199	08-Jan-15	\$ (145)
Bought CAD 13 549 Sold USD 11 887 @ 1.1398	05-Feb-15	(272)
Bought CAD 1 130 Sold USD 1 000 @ 1.1305	06-Feb-15	(32)
Bought USD 7 870 Sold CAD 9 165 @ 1.1645	06-Feb-15	(14)
Bought CAD 143 Sold USD 126 @ 1.1348	11-Feb-15	(4)
Bought CAD 966 Sold USD 850 @ 1.1370	11-Feb-15	(22)
Bought CAD 13 364 Sold USD 11 820 @ 1.1306	19-Feb-15	(384)
Bought CAD 1 608 Sold USD 1 419 @ 1.1330	26-Feb-15	(42)
		<u>\$ (915)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (915)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 827 329	\$ 4 495 162	\$ 5 353 668
Cash	347	880	793
Due from investment dealers	–	5 861	11 157
Subscriptions receivable	1 010	1 342	986
Unrealized gain on foreign exchange contracts	–	–	54
Dividends receivable, interest accrued and other assets	6 622	8 003	14 279
TOTAL ASSETS	2 835 308	4 511 248	5 380 937
LIABILITIES			
Due to investment dealers	–	2 268	2 663
Redemptions payable	3 995	1 935	5 667
Unrealized loss on foreign exchange contracts	915	656	34
Accounts payable and accrued expenses	4 392	4 227	4 291
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	9 302	9 086	12 655
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 826 006	\$ 4 502 162	\$ 5 368 282
Investments at cost	\$ 2 197 339	\$ 3 640 908	\$ 4 744 035
NAV			
SERIES A	\$ 2 268 583	\$ 2 326 757	\$ 2 357 629
ADVISOR SERIES	\$ 16 285	\$ 16 307	\$ 16 413
SERIES D	\$ 128 683	\$ 120 365	\$ 116 599
SERIES F	\$ 14 653	\$ 10 452	\$ 9 119
SERIES I	\$ 152 917	\$ 135 874	\$ 121 403
SERIES O	\$ 244 885	\$ 1 892 407	\$ 2 747 119
NAV PER UNIT			
SERIES A	\$ 23.35	\$ 24.44	\$ 21.86
ADVISOR SERIES	\$ 23.47	\$ 24.55	\$ 21.95
SERIES D	\$ 23.93	\$ 25.08	\$ 22.41
SERIES F	\$ 25.96	\$ 26.90	\$ 24.02
SERIES I	\$ 26.07	\$ 27.35	\$ 24.43
SERIES O	\$ 21.59	\$ 26.16	\$ 23.55

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 98 133	\$ 134 391
Interest for distribution purposes	1 616	1 483
Other income (loss)	925	895
Other income received from underlying funds	3 795	1 249
Securities lending revenue (see note 6 in the generic notes)	374	782
Capital gains received from underlying funds	10 930	2 033
Net realized gain (loss) on investments	723 096	204 833
Net gain (loss) on foreign currencies and other net assets	(2 358)	(879)
Change in unrealized gain (loss) on investments	(224 523)	243 945
TOTAL INCOME (LOSS)	611 988	588 732
EXPENSES (see notes – Fund Specific Information)		
Management fees	43 509	41 859
Administration fees	3 316	3 370
Board of Governors costs	3	3
GST/HST	4 699	4 645
Transaction costs	1 961	4 429
Withholding tax	94	116
TOTAL EXPENSES	53 582	54 422
INCREASE (DECREASE) IN NAV	\$ 558 406	\$ 534 310
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 211 534	\$ 271 623
ADVISOR SERIES	\$ 1 543	\$ 1 927
SERIES D	\$ 12 306	\$ 14 784
SERIES F	\$ 1 164	\$ 1 222
SERIES I	\$ 15 271	\$ 17 408
SERIES O	\$ 316 588	\$ 227 346
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 3.60	\$ 2.38
ADVISOR SERIES	\$ 3.61	\$ 2.39
SERIES D	\$ 3.96	\$ 2.66
SERIES F	\$ 4.40	\$ 2.92
SERIES I	\$ 4.65	\$ 3.15
SERIES O	\$ 3.78	\$ 2.97

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 558 406	\$ 534 310
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(721 280)	(204 747)
Change in unrealized loss (gain) on investments	224 523	(243 945)
(Increase) decrease in accrued receivables	7 242	11 572
Increase (decrease) in accrued payables	(2 103)	(459)
Cost of investments purchased	(2 413 618)	(4 548 651)
Proceeds on sales of investments	4 578 467	5 856 525
NET CASH PROVIDED BY OPERATING ACTIVITIES	2 231 637	1 404 605
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	196 432	631 345
Cash paid on redemption of redeemable units	(2 423 789)	(2 035 546)
Distributions paid to holders of redeemable units	(4 813)	(317)
NET CASH USED IN FINANCING ACTIVITIES	\$ (2 232 170)	\$ (1 404 518)
Net increase (decrease) in cash for the year	(533)	87
Cash (bank overdraft), beginning of period	880	793
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 347	\$ 880
Interest received	\$ 1 634	\$ 1 522
Dividends received, net of withholding taxes	\$ 102 127	\$ 141 409

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 326 757	\$ 2 357 629	\$ 16 307	\$ 16 413	\$ 120 365	\$ 116 599	\$ 10 452	\$ 9 119
INCREASE (DECREASE) IN NAV	211 534	271 623	1 543	1 927	12 306	14 784	1 164	1 222
Early redemption fees	1	3	–	–	1	–	–	–
Proceeds from redeemable units issued	78 704	71 092	3 351	3 776	21 244	10 285	5 794	3 166
Reinvestments of distributions to holders of redeemable units	281 350	14 986	1 950	102	16 791	1 667	1 372	113
Redemption of redeemable units	(344 985)	(373 404)	(4 829)	(5 804)	(24 832)	(21 259)	(2 228)	(3 006)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	15 070	(287 323)	472	(1 926)	13 204	(9 307)	4 938	273
Distributions from net income	(6 694)	(15 172)	(47)	(107)	(1 427)	(1 711)	(184)	(162)
Distributions from net gains	(278 084)	–	(1 990)	–	(15 765)	–	(1 717)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(284 778)	(15 172)	(2 037)	(107)	(17 192)	(1 711)	(1 901)	(162)
NET INCREASE (DECREASE) IN NAV	(58 174)	(30 872)	(22)	(106)	8 318	3 766	4 201	1 333
NAV AT END OF PERIOD	\$ 2 268 583	\$ 2 326 757	\$ 16 285	\$ 16 307	\$ 128 683	\$ 120 365	\$ 14 653	\$ 10 452

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 135 874	\$ 121 403	\$ 1 892 407	\$ 2 747 119	\$ 4 502 162	\$ 5 368 282
INCREASE (DECREASE) IN NAV	15 271	17 408	316 588	227 346	558 406	534 310
Early redemption fees	–	–	–	–	2	3
Proceeds from redeemable units issued	11 493	9 101	75 514	534 281	196 100	631 701
Reinvestments of distributions to holders of redeemable units	21 657	3 101	63 401	61 499	386 521	81 468
Redemption of redeemable units	(9 721)	(12 038)	(2 039 256)	(1 616 306)	(2 425 851)	(2 031 817)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	23 429	164	(1 900 341)	(1 020 526)	(1 843 228)	(1 318 645)
Distributions from net income	(3 087)	(3 101)	(33 945)	(61 532)	(45 384)	(81 785)
Distributions from net gains	(18 570)	–	(29 824)	–	(345 950)	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(21 657)	(3 101)	(63 769)	(61 532)	(391 334)	(81 785)
NET INCREASE (DECREASE) IN NAV	17 043	14 471	(1 647 522)	(854 712)	(1 676 156)	(866 120)
NAV AT END OF PERIOD	\$ 152 917	\$ 135 874	\$ 244 885	\$ 1 892 407	\$ 2 826 006	\$ 4 502 162

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of major Canadian companies to provide broad exposure to economic growth opportunities in Canada.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.2%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	37.2	35.4	31.9
Energy	20.1	20.9	25.0
Industrials	8.7	7.7	5.8
Materials	7.8	9.1	17.8
Other Sectors	7.6	10.9	12.1
Consumer Discretionary	6.2	5.8	4.6
Telecommunication Services	4.4	–	–
Investment Funds	5.4	–	–
United States Equities	–	0.5	0.7
International Equities	–	–	0.1
Cash/Other	2.6	9.7	2.0

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	2 626 404	970	3 723	2 631 097
Mutual fund units	152 412	–	–	152 412
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	43 820	–	43 820
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(915)	–	(915)
Total financial instruments	2 778 816	43 875	3 723	2 826 414
% of total portfolio	98.3	1.6	0.1	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 058 172	844	6 835	4 065 851
Mutual fund units	310 882	–	–	310 882
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	118 429	–	118 429
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(656)	–	(656)
Total financial instruments	4 369 054	118 617	6 835	4 494 506
% of total portfolio	97.2	2.6	0.2	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	5 248 061	2 085	9 141	5 259 287
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	94 381	–	94 381
Derivatives – assets	–	54	–	54
Derivatives – liabilities	–	(34)	–	(34)
Total financial instruments	5 248 061	96 486	9 141	5 353 688
% of total portfolio	98.0	1.8	0.2	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	6 835	9 141	15 475
Net purchases	–	–	1 939
Net transfers in (out)	–	–	(4 247)
Realized gains (losses)	–	–	–
Unrealized gains (losses)	(3 112)	(2 306)	(4 026)
Balance at end of period	3 723	6 835	9 141

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.0%).

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.12%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	301	258
Series O	371	274
Value of all units	16	14



December 31, 2014

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	5.4	37.2	6.9	59.1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	95 185	107 850
Issued number of units	2 997	3 135
Reinvested number of units	12 178	623
Redeemed number of units	(13 191)	(16 423)
Ending number of units	97 169	95 185
Advisor Series		
Opening units	664	748
Issued number of units	128	166
Reinvested number of units	84	4
Redeemed number of units	(182)	(254)
Ending number of units	694	664
Series D		
Opening units	4 800	5 202
Issued number of units	787	436
Reinvested number of units	709	68
Redeemed number of units	(918)	(906)
Ending number of units	5 378	4 800
Series F		
Opening units	389	380
Issued number of units	199	124
Reinvested number of units	53	4
Redeemed number of units	(77)	(119)
Ending number of units	564	389

Please see the generic notes at the back of the financial statements.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	4 968	4 969
Issued number of units	386	355
Reinvested number of units	840	115
Redeemed number of units	(329)	(471)
Ending number of units	5 865	4 968
Series O		
Opening units	72 348	116 643
Issued number of units	2 751	21 953
Reinvested number of units	2 970	2 391
Redeemed number of units	(66 725)	(68 639)
Ending number of units	11 344	72 348

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 961	100	4 429	100
Related-party brokerage commissions*	167	9	519	12
Commission arrangements [†]	216	11	504	11

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	152 419	268 604
Fair value of collateral received	155 467	273 976



December 31, 2014

Investments by other related investment funds (%)
(see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	–	3.0
RBC Select Very Conservative Class	–	–
RBC Select Conservative Portfolio	–	11.5
RBC Select Conservative Class	–	0.1
RBC Select Balanced Portfolio	–	13.1
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	–	7.8
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	–	1.7
RBC Select Aggressive Growth Class	–	–
RBC Select Choices Conservative Portfolio	0.4	0.2
RBC Select Choices Balanced Portfolio	0.9	0.5
RBC Select Choices Growth Portfolio	0.9	0.5
RBC Select Choices Aggressive Growth Portfolio	0.6	0.3
RBC Target 2015 Education Fund	–	0.1
RBC Target 2020 Education Fund	1.3	0.8
RBC Target 2025 Education Fund	2.5	1.2
RBC Target 2030 Education Fund	0.6	0.1
Total	7.2	41.0

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	4 500 579	5 357 747
Revaluation of investments at FVTPL	1 583	10 535
Net assets attributable to holders of redeemable units	4 502 162	5 368 282

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	543 262
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(8 952)
Increase (decrease) in net assets attributable to holders of redeemable units	534 310

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC QUBE CANADIAN EQUITY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
228 100	Cogeco Cable Inc.	\$ 14 024	\$ 16 341	
9 300	Great Canadian Gaming Corp.	176	192	
117 000	Linamar Corp.	6 446	8 301	
197 000	Magna International Inc., Class A	21 360	24 800	
61 700	Martinrea International Inc.	782	640	
11 900	Reitmans (Canada) Ltd. Class A, Non-Voting	73	92	
64 000	RONA Inc.	876	886	
283 300	Shaw Communications Inc., Class B	7 965	8 881	
		51 702	60 133	8.8
Consumer Staples				
62 200	AGT Food & Ingredients Inc.	1 723	1 713	
228 000	Alimentation Couche-Tard Inc.	8 240	11 101	
17 600	George Weston Ltd.	1 761	1 766	
86 500	Loblaw Companies Ltd.	5 043	5 378	
6 100	Metro Inc., Class A	535	569	
		17 302	20 527	3.0
Energy				
279 400	Advantage Oil & Gas Ltd.	1 493	1 554	
27 600	AltaGas Ltd.	1 324	1 197	
190 500	ARC Resources Ltd.	5 350	4 794	
219 200	Bankers Petroleum Ltd.	1 061	716	
184 500	Bonavista Energy Corp.	2 155	1 348	
11 700	Bonterra Energy Corp.	676	487	
194 700	Canacol Energy Ltd.	871	483	
722 800	Canadian Natural Resources Ltd.	28 847	25 963	
10 800	Canadian Oil Sands Ltd.	225	113	
327 000	Cenovus Energy Inc.	9 233	7 838	
67 100	Crew Energy Inc.	503	397	
15 000	Enbridge Inc.	823	896	
212 000	Enbridge Income Fund Holdings Inc.	6 363	8 554	
733 600	Encana Corp.	15 908	11 862	
31 900	Enerflex Ltd.	582	523	
147 500	Enerplus Corp.	2 600	1 651	
74 200	Gran Tierra Energy Inc.	412	331	
176 000	Husky Energy Inc.	4 781	4 840	
85 200	Ithaca Energy Inc.	138	101	
95 400	Keyera Corp.	8 620	7 734	
43 600	Legacy Oil + Gas Inc.	273	94	
13 900	MEG Energy Corp.	423	272	
245 000	Parex Resources Inc.	2 800	1 857	
104 400	Pason Systems Inc.	3 020	2 285	
152 100	Pembina Pipeline Corp.	6 936	6 440	
438 800	Penn West Petroleum Ltd.	2 528	1 066	
33 000	PrairieSky Royalty Ltd.	1 136	1 010	
109 100	Precision Drilling Corp.	1 114	770	
476 100	Raging River Exploration Inc.	4 048	3 495	
19 900	RMP Energy Inc.	139	91	
130 900	Savanna Energy Services Corp.	735	442	
660 100	Suncor Energy Inc.	25 657	24 358	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
250 500	TransCanada Corp.	\$ 13 544	\$ 14 304	
94 100	Transglobe Energy Corporation	533	454	
103 000	Veresen Inc.	1 944	1 891	
10 800	Vermilion Energy Inc.	720	616	
251 700	Western Energy Services Corp.	2 003	1 513	
9 200	Whitecap Resources Inc.	151	105	
		159 669	142 445	20.8
Financials				
28 800	Artis Real Estate Investment Trust	439	408	
374 800	Bank of Montreal	30 650	30 801	
154 800	Bank of Nova Scotia	10 628	10 265	
31 600	Boardwalk Real Estate Investment Trust	2 163	1 945	
492 900	Brookfield Asset Management Inc., Class A	25 656	28 697	
48 900	Brookfield Property Partners LP	1 167	1 293	
61 800	Calloway Real Estate Investment Trust	1 639	1 687	
70 000	Canaccord Genuity Group Inc.	707	547	
37 800	Canadian Apartment Properties Real Estate Investment Trust	970	950	
293 000	Canadian Imperial Bank of Commerce	29 829	29 253	
24 600	Canadian Real Estate Investment Trust	1 195	1 126	
19 600	CI Financial Corp.	630	633	
153 100	Cominar Real Estate Investment Trust	2 879	2 849	
75 200	Dream Global Real Estate Investment Trust	672	644	
41 000	Dundee Bancorp Inc., Class A	671	525	
1 100	Equitable Group Inc.	75	72	
27 600	Fairfax Financial Holdings Ltd.	13 992	16 802	
4 200	First Capital Realty Inc.	77	78	
52 700	Genworth MI Canada Inc.	1 988	1 949	
23 000	Gluskin Sheff + Associates Inc.	656	637	
32 000	Home Capital Group Inc.	1 586	1 536	
41 500	Intact Financial Corp.	3 007	3 480	
27 200	Laurentian Bank of Canada	1 352	1 359	
674 400	Manulife Financial Corporation	14 112	14 958	
5 000	Melcor Developments Ltd.	118	98	
7 000	Milestone Apartments Real Estate Investment Trust	82	86	
3 200	Morguard Corp.	453	480	
69 100	Morguard Real Estate Investment Trust	1 244	1 255	
465 900	National Bank of Canada	24 266	23 034	
73 500	Power Financial Corp.	2 396	2 659	
24 000	RioCan Real Estate Investment Trust	626	634	
605 700	Royal Bank of Canada*	48 658	48 601	
46 000	Sun Life Financial Inc.	1 770	1 928	
335 600	Toronto-Dominion Bank	18 339	18 629	
		244 692	249 898	36.5

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
116 100	Valeant Pharmaceuticals International Inc.	\$ 16 469	\$ 19 311	
		16 469	19 311	2.8
Industrials				
121 200	Air Canada	1 065	1 439	
19 400	Bird Construction Inc.	269	231	
56 600	Bombardier Inc., Class B	202	235	
465 100	Canadian National Railway Co.	35 817	37 217	
31 600	Canadian Pacific Railway Ltd.	7 101	7 071	
97 100	Chorus Aviation Inc.	443	442	
67 300	Finning International Inc.	2 156	1 698	
28 000	Newalta Inc.	581	494	
55 800	Progressive Waste Solutions Ltd.	1 919	1 949	
87 000	Russel Metals Inc.	2 958	2 253	
45 300	Transcontinental Inc., Class A	679	750	
6 400	Wajax Corp.	235	197	
26 800	WestJet Airlines Ltd.	794	894	
		54 219	54 870	8.0
Information Technology				
93 300	Blackberry Ltd.	1 098	1 189	
148 500	Celestica Inc.	1 733	2 027	
100 200	DH Corp.	3 552	3 674	
71 400	Open Text Corp.	4 340	4 827	
13 900	Sierra Wireless Inc.	578	767	
		11 301	12 484	1.8
Materials				
29 300	Agnico Eagle Mines Ltd.	951	847	
86 400	Agrium Inc.	8 817	9 504	
222 600	Alacer Gold Corp.	478	519	
500	Alamos Gold Inc.	8	4	
514 100	Barrick Gold Corp.	7 994	6 437	
34 500	Canfor Corp.	866	1 023	
32 700	Canfor Pulp Products Inc.	387	476	
185 200	Cascades Inc.	1 123	1 300	
357 200	Centerra Gold Inc.	1 963	2 157	
113 300	Dominion Diamond Corp.	1 776	2 365	
629 200	Goldcorp Inc.	16 141	13 534	
245 000	IAMGOLD Corporation	657	769	
165 900	Kinross Gold Corp.	645	541	
61 300	Labrador Iron Ore Royalty Corp.	1 235	1 140	
359 700	Lucara Diamond Corp.	767	788	
178 100	Lundin Mining Corp.	925	1 019	
111 100	Methanex Corp.	7 665	5 929	
82 400	Nevsun Resources Ltd.	332	369	
926 400	OceanaGold Corp.	2 268	1 871	
50 700	Pan American Silver Corp.	617	544	
72 700	Potash Corporation of Saskatchewan Inc.	2 766	2 986	
810 400	Rio Alto Mining Ltd.	2 209	2 285	
99 700	Semafo Inc.	384	297	
221 600	Silver Standard Resources Inc.	1 426	1 292	
268 400	Teck Resources Ltd., Class B	5 020	4 262	
74 100	Thompson Creek Metals Co. Inc.	169	143	
270 900	Western Forest Products Inc.	623	731	
		68 212	63 132	9.2

Holdings	Security	Cost	Fair Value	% of Net Assets	
Telecommunication Services					
327 100	BCE Inc.	\$ 16 115	\$ 17 428		
		16 115	17 428	2.5	
Utilities					
216 800	Algonquin Power & Utilities Corp.	1 910	2 090		
107 800	Atco Ltd., Class I, Non-Voting	5 051	5 138		
6 400	Borex Inc., Class A	86	82		
75 900	Brookfield Infrastructure Partners LP	3 254	3 693		
70 300	Brookfield Renewable Energy Partners LP	2 402	2 524		
228 000	Capital Power Corp.	6 083	5 928		
262 200	Emera Inc.	9 473	10 131		
247 900	Fortis Inc.	8 620	9 658		
210 000	Superior Plus Corp.	2 732	2 518		
28 000	TransAlta Renewables Inc.	325	321		
40 600	Valener Inc.	650	650		
		40 586	42 733	6.3	
TOTAL CANADIAN EQUITIES		680 267	682 961	99.7	
SHORT-TERM INVESTMENTS†		1 209	1 209	0.2	
TOTAL INVESTMENTS		<u>\$ 681 476</u>	684 170	99.9	
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				842	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				<u>\$ 685 012</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 684 170	\$ 2 646	\$ 2 248
Cash	47	4	7
Dividends receivable, interest accrued and other assets	1 811	10	6
TOTAL ASSETS	686 028	2 660	2 261
LIABILITIES			
Due to investment dealers	1 004	–	–
Accounts payable and accrued expenses	12	–	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 016	–	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 685 012	\$ 2 660	\$ 2 261
Investments at cost	\$ 681 476	\$ 2 275	\$ 2 133
NAV			
SERIES 0	\$ 685 012	\$ 2 660	\$ 2 261
NAV PER UNIT			
SERIES 0	\$ 10.92	\$ 9.87	\$ 9.93

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 526	\$ 80
Interest for distribution purposes	2	–
Other income (loss)	167	3
Securities lending revenue (see note 6 in the generic notes)	7	1
Net realized gain (loss) on investments	847	61
Change in unrealized gain (loss) on investments	2 323	256
TOTAL INCOME (LOSS)	7 872	401
EXPENSES (see notes – Fund Specific Information)		
Administration fees	31	–
Board of Governors costs	3	3
GST/HST	2	–
Transaction costs	288	2
Expenses reimbursed by manager	(3)	(3)
TOTAL EXPENSES	321	2
INCREASE (DECREASE) IN NAV	\$ 7 551	\$ 399
INCREASE (DECREASE) IN NAV SERIES 0	\$ 7 551	\$ 399
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES 0	\$ 0.55	\$ 1.77

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 7 551	\$ 399
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(847)	(61)
Change in unrealized loss (gain) on investments	(2 323)	(256)
(Increase) decrease in accrued receivables	(1 801)	(4)
Increase (decrease) in accrued payables	1 016	–
Cost of investments purchased	(780 794)	(1 819)
Proceeds on sales of investments	102 440	1 738
NET CASH PROVIDED BY OPERATING ACTIVITIES	(674 758)	(3)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	674 800	–
Cash paid on redemption of redeemable units	–	–
Distributions paid to holders of redeemable units	1	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 674 801	\$ –
Net increase (decrease) in cash for the year	43	(3)
Cash (bank overdraft), beginning of period	4	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 47	\$ 4
Interest received	\$ 5	\$ (3)
Dividends received, net of withholding taxes	\$ 2 889	\$ 80

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 2 660	\$ 2 261
INCREASE (DECREASE) IN NAV	7 551	399
Early redemption fees	–	–
Proceeds from redeemable units issued	674 800	–
Reinvestments of distributions to holders of redeemable units	4 549	410
Redemption of redeemable units	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	679 349	410
Distributions from net income	(3 115)	(410)
Distributions from net gains	(1 433)	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 548)	(410)
NET INCREASE (DECREASE) IN NAV	682 352	399
NAV AT END OF PERIOD	\$ 685 012	\$ 2 660

* Although Series 0 units of the Fund were created in November 2011, units were not offered for sale under a Simplified Prospectus until June 2013.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
Financials	36.5	37.9
Energy	20.8	21.1
Materials	9.2	9.8
Consumer Discretionary	8.8	8.3
Industrials	8.0	8.5
Other Sectors	7.1	9.8
Utilities	6.3	4.1
Consumer Staples	3.0	–
Cash/Other	0.3	0.5

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month (December 31, 2013 – 25-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	682 961	–	–	682 961
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 209	–	1 209
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	682 961	1 209	–	684 170
% of total portfolio	99.8	0.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	2 644	–	–	2 644
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 644	–	–	2 644
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series O	0.02%
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December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series 0	271 060	269 260
Value of all units	2 960	2 658

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series 0		
Opening units	269	228
Issued number of units	62 040	(1)
Reinvested number of units	417	42
Redeemed number of units	–	–
Ending number of units	62 726	269

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	288	100	2	100
Related-party brokerage commissions*	12	4	–	–
Commission arrangements†	2	1	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	44 734	371
Fair value of collateral received	45 629	389

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Balanced Portfolio	68.4	–
RBC Select Growth Portfolio	22.6	–
RBC Select Aggressive Growth Portfolio	8.5	–
Total	99.5	–

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 660	2 256
Revaluation of investments at FVTPL	–	5
Net assets attributable to holders of redeemable units	2 660	2 261
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		404
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(5)
Increase (decrease) in net assets attributable to holders of redeemable units		399



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC QUBE LOW VOLATILITY CANADIAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
221 600	Canadian Tire Corp. Ltd., Class A	\$ 25 635	\$ 27 199	
318 700	Cineplex Inc.	10 940	14 287	
91 300	Cogeco Cable Inc.	5 873	6 541	
497 600	Corus Entertainment Inc., Class B	12 130	11 420	
315 400	Dollarama Inc.	15 228	18 735	
465 700	EnerCare Inc.	7 126	6 753	
239 000	Magna International Inc., Class A	26 476	30 088	
497 400	Shaw Communications Inc., Class B	13 720	15 593	
64 000	Thomson Corp.	2 900	3 000	
		120 028	133 616	15.4
Consumer Staples				
781 200	Alimentation Couche-Tard Inc.	16 900	38 037	
6 000	Empire Co. Ltd., Class A	450	526	
123 400	George Weston Ltd.	10 551	12 383	
865 900	Jean Coutu Group, Class A	15 302	24 514	
33 400	Metro Inc., Class A	2 761	3 116	
937 700	Saputo Group Inc.	27 287	32 744	
401 300	The North West Co. Inc.	9 635	10 514	
		82 886	121 834	14.0
Energy				
146 900	AltaGas Ltd.	7 095	6 367	
44 900	Enbridge Inc.	1 998	2 682	
276 100	Enbridge Income Fund Holdings Inc.	7 146	11 141	
72 500	Enerflex Ltd.	1 123	1 188	
582 800	Freehold Royalties Ltd.	13 590	11 143	
592 800	Husky Energy Inc.	17 836	16 302	
568 400	Imperial Oil Ltd.	24 239	28 448	
854 100	Inter Pipeline Ltd.	20 342	30 696	
106 400	Keyera Corp.	8 293	8 626	
368 800	Suncor Energy Inc.	13 656	13 609	
609 900	TransCanada Corp.	29 835	34 825	
246 400	Vermilion Energy Inc.	13 700	14 045	
		158 853	179 072	20.6
Financials				
421 500	Bank of Montreal	28 724	34 639	
89 100	Bank of Nova Scotia	5 116	5 908	
16 600	Brookfield Asset Management Inc., Class A	918	966	
109 000	Canadian Apartment Properties Real Estate Investment Trust	2 368	2 739	
124 600	Canadian Imperial Bank of Commerce	10 932	12 440	
456 500	Canadian Real Estate Investment Trust	20 289	20 903	
754 800	CI Financial Corp.	23 894	24 372	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
89 100	Dream Office Real Estate Investment Trust	\$ 2 653	\$ 2 241	
6 300	Fairfax Financial Holdings Ltd.	3 818	3 835	
98 800	First Capital Realty Inc.	1 859	1 844	
69 500	Great-West Lifeco Inc.	2 308	2 335	
472 400	H&R Real Estate Investment Trust	10 189	10 265	
91 300	Intact Financial Corp.	6 764	7 656	
94 200	Milestone Apartments Real Estate Investment Trust	1 108	1 151	
36 600	Morguard Corp.	4 221	5 490	
218 600	Morguard Real Estate Investment Trust	3 698	3 970	
146 900	Power Financial Corp.	4 985	5 315	
1 019 500	RioCan Real Estate Investment Trust	26 716	26 945	
429 900	Royal Bank of Canada*	33 508	34 495	
598 400	Toronto-Dominion Bank	25 836	33 217	
		219 904	240 726	27.7
Industrials				
425 300	Canadian National Railway Co.	22 251	34 033	
29 600	Canadian Pacific Railway Ltd.	6 567	6 623	
14 500	Progressive Waste Solutions Ltd.	512	506	
71 800	Stantec Inc.	2 418	2 293	
261 700	Toromont Industries Ltd.	6 870	7 461	
9 000	Westshore Terminals Investment Corp.	286	285	
		38 904	51 201	5.9
Information Technology				
12 800	Constellation Software Inc.	3 018	4 422	
90 800	DH Corp.	2 910	3 330	
12 800	Enghouse Systems Ltd.	499	531	
		6 427	8 283	1.0
Materials				
35 200	CCL Industries, Class B	4 263	4 431	
		4 263	4 431	0.5
Telecommunication Services				
625 900	BCE Inc.	28 632	33 348	
629 800	TELUS Corp.	22 905	26 382	
		51 537	59 730	6.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
69 000	Brookfield Infrastructure Partners LP	\$ 3 092	\$ 3 357	
239 400	Brookfield Renewable Energy Partners LP	6 895	8 594	
201 900	Canadian Utilities Ltd., Class A	8 023	8 260	
294 100	Emera Inc.	10 436	11 364	
812 100	Fortis Inc.	26 730	31 639	
122 000	Valener Inc.	1 944	1 954	
		<u>57 120</u>	<u>65 168</u>	<u>7.5</u>
TOTAL CANADIAN EQUITIES		<u>739 922</u>	<u>864 061</u>	<u>99.5</u>
SHORT-TERM INVESTMENTS†		<u>2 982</u>	<u>2 982</u>	<u>0.4</u>
TOTAL INVESTMENTS		<u>\$ 742 904</u>	<u>867 043</u>	<u>99.9</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>802</u>	<u>0.1</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 867 845</u>		<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 867 043	\$ 685 611	\$ 156 548
Cash	92	–	2
Subscriptions receivable	457	363	27
Dividends receivable, interest accrued and other assets	2 329	2 247	590
TOTAL ASSETS	869 921	688 221	157 167
LIABILITIES			
Due to investment dealers	1 821	931	772
Redemptions payable	180	28	8
Distributions payable	–	–	68
Accounts payable and accrued expenses	75	34	3
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 076	993	851
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 867 845	\$ 687 228	\$ 156 316
Investments at cost	\$ 742 904	\$ 635 731	\$ 151 812
NAV			
SERIES A	\$ 25 574	\$ 9 339	\$ 418
ADVISOR SERIES	\$ 3 056	\$ 2 313	\$ 28
SERIES H	\$ 1	\$ 1	\$ –
SERIES D	\$ 7 752	\$ 2 171	\$ 170
SERIES F	\$ 1 321	\$ 1 220	\$ 40
SERIES I	\$ 1	\$ 1	\$ –
SERIES O	\$ 830 140	\$ 672 183	\$ 155 660
NAV PER UNIT			
SERIES A	\$ 12.74	\$ 11.34	\$ 10.32
ADVISOR SERIES	\$ 12.68	\$ 11.35	\$ 10.32
SERIES H	\$ 12.68	\$ 11.37	\$ –
SERIES D	\$ 12.86	\$ 11.41	\$ 10.32
SERIES F	\$ 12.64	\$ 11.36	\$ 10.32
SERIES I	\$ 12.80	\$ 11.47	\$ –
SERIES O	\$ 13.75	\$ 12.29	\$ 11.13

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 22 032	\$ 15 286
Interest for distribution purposes	15	11
Other income (loss)	2 949	1 741
Securities lending revenue (see note 6 in the generic notes)	107	67
Net realized gain (loss) on investments	47 830	7 508
Net gain (loss) on foreign currencies and other net assets	–	(3)
Change in unrealized gain (loss) on investments	74 259	45 144
TOTAL INCOME (LOSS)	147 192	69 754
EXPENSES (see notes – Fund Specific Information)		
Management fees	370	129
Administration fees	177	104
Board of Governors costs	3	3
GST/HST	46	19
Transaction costs	202	135
TOTAL EXPENSES	798	390
INCREASE (DECREASE) IN NAV	\$ 146 394	\$ 69 364
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 586	\$ 697
ADVISOR SERIES	\$ 480	\$ 182
SERIES H	\$ –	\$ –
SERIES D	\$ 711	\$ 153
SERIES F	\$ 238	\$ 123
SERIES I	\$ –	\$ –
SERIES O	\$ 142 379	\$ 68 209
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.12	\$ 1.37
ADVISOR SERIES	\$ 2.14	\$ 1.11
SERIES H	\$ 2.17	\$ 0.38
SERIES D	\$ 2.25	\$ 1.61
SERIES F	\$ 2.29	\$ 1.65
SERIES I	\$ 2.33	\$ 0.43
SERIES O	\$ 2.59	\$ 1.70

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 146 394	\$ 69 364
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(47 830)	(7 508)
Change in unrealized loss (gain) on investments	(74 259)	(45 144)
(Increase) decrease in accrued receivables	(82)	(1 657)
Increase (decrease) in accrued payables	931	190
Cost of investments purchased	(848 166)	(926 985)
Proceeds on sales of investments	788 823	450 574
NET CASH PROVIDED BY OPERATING ACTIVITIES	(34 189)	(461 166)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	145 246	499 136
Cash paid on redemption of redeemable units	(103 440)	(36 070)
Distributions paid to holders of redeemable units	(7 525)	(1 902)
NET CASH USED IN FINANCING ACTIVITIES	\$ 34 281	\$ 461 164
Net increase (decrease) in cash for the year	92	(2)
Cash (bank overdraft), beginning of period	–	2
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 92	\$ –
Interest received	\$ 15	\$ 11
Dividends received, net of withholding taxes	\$ 24 899	\$ 15 370

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 9 339	\$ 418	\$ 2 313	\$ 28	\$ 1	\$ -	\$ 2 171	\$ 170
INCREASE (DECREASE) IN NAV	2 586	697	480	182	-	-	711	153
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	18 234	10 827	649	2 260	-	1	7 957	2 658
Reinvestments of distributions to holders of redeemable units	1 240	143	150	31	-	-	387	38
Redemption of redeemable units	(4 547)	(2 593)	(357)	(150)	-	-	(3 062)	(805)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	14 927	8 377	442	2 141	-	1	5 282	1 891
Distributions from net income	(185)	(60)	(37)	(15)	-	-	(81)	(21)
Distributions from net gains	(1 093)	(93)	(142)	(23)	-	-	(331)	(22)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 278)	(153)	(179)	(38)	-	-	(412)	(43)
NET INCREASE (DECREASE) IN NAV	16 235	8 921	743	2 285	-	1	5 581	2 001
NAV AT END OF PERIOD	\$ 25 574	\$ 9 339	\$ 3 056	\$ 2 313	\$ 1	\$ 1	\$ 7 752	\$ 2 171

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 220	\$ 40	\$ 1	\$ -	\$ 672 183	\$ 155 660	\$ 687 228	\$ 156 316
INCREASE (DECREASE) IN NAV	238	123	-	-	142 379	68 209	146 394	69 364
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	290	1 228	-	1	118 210	482 497	145 340	499 472
Reinvestments of distributions to holders of redeemable units	56	20	-	-	54 332	19 043	56 165	19 275
Redemption of redeemable units	(387)	(158)	-	-	(95 239)	(32 384)	(103 592)	(36 090)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(41)	1 090	-	1	77 303	469 156	97 913	482 657
Distributions from net income	(32)	(21)	-	-	(24 129)	(14 743)	(24 464)	(14 860)
Distributions from net gains	(64)	(12)	-	-	(37 596)	(6 099)	(39 226)	(6 249)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(96)	(33)	-	-	(61 725)	(20 842)	(63 690)	(21 109)
NET INCREASE (DECREASE) IN NAV	101	1 180	-	1	157 957	516 523	180 617	530 912
NAV AT END OF PERIOD	\$ 1 321	\$ 1 220	\$ 1	\$ 1	\$ 830 140	\$ 672 183	\$ 867 845	\$ 687 228

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	27.7	27.1	35.4
Energy	20.6	29.0	19.3
Consumer Discretionary	15.4	8.8	3.4
Consumer Staples	14.0	15.1	15.1
Utilities	7.5	7.3	10.2
Telecommunication Services	6.9	8.0	9.1
Industrials	5.9	–	–
Other Sectors	1.5	4.2	6.7
Cash/Other	0.5	0.5	0.8

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month (December 31, 2013 – 25-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
S&P/TSX Capped Composite		
Total Return Index	+ or - 0.4	+ or - 0.3

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	864 061	–	–	864 061
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 982	–	2 982
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	864 061	2 982	–	867 043
% of total portfolio	99.7	0.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	683 585	–	–	683 585
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 026	–	2 026
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	683 585	2 026	–	685 611
% of total portfolio	99.7	0.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	155 129	–	–	155 129
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 419	–	1 419
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	155 129	1 419	–	156 548
% of total portfolio	99.1	0.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	108	102
Advisor Series	108	102
Series H	102	95
Series D	109	102
Series F	111	103
Series I	102	95
Series O	45	41
Value of all units	9	7

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	823	41
Issued number of units	1 450	1 008
Reinvested number of units	99	13
Redeemed number of units	(365)	(239)
Ending number of units	2 007	823
Advisor Series		
Opening units	204	3
Issued number of units	53	211
Reinvested number of units	12	3
Redeemed number of units	(28)	(13)
Ending number of units	241	204
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	190	16
Issued number of units	623	245
Reinvested number of units	31	3
Redeemed number of units	(241)	(74)
Ending number of units	603	190
Series F		
Opening units	107	4
Issued number of units	24	115
Reinvested number of units	4	2
Redeemed number of units	(30)	(14)
Ending number of units	105	107
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Please see the generic notes at the back of the financial statements.



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	54 672	13 990
Issued number of units	8 853	41 816
Reinvested number of units	4 027	1 570
Redeemed number of units	(7 163)	(2 704)
Ending number of units	60 389	54 672

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	202	100	135	100
Related-party brokerage commissions*	71	35	20	15
Commission arrangements†	2	1	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	80 712	109 904
Fair value of collateral received	82 327	115 399

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Target 2015 Education Fund	–	0.4
RBC Target 2020 Education Fund	2.2	2.6
RBC Target 2025 Education Fund	3.6	3.1
RBC Target 2030 Education Fund	0.5	0.2
Total	6.3	6.3

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	686 978	156 047
Revaluation of investments at FVTPL	250	269
Net assets attributable to holders of redeemable units	687 228	156 316
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		69 383
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(19)
Increase (decrease) in net assets attributable to holders of redeemable units		69 364



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC JANTZI CANADIAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
2 550	Canadian Tire Corp. Ltd., Class A	\$ 217	\$ 313	
2 700	Dollarama Inc.	95	160	
5 050	Gildan Activewear Inc., Class A	162	332	
4 200	Imax Corp.	127	151	
2 800	Linamar Corp.	97	199	
5 810	Magna International Inc., Class A	285	731	
4 674	Quebecor Inc., Class B	121	149	
13 335	Shaw Communications Inc., Class B	289	418	
11 952	Thomson Corp.	449	560	
		1 842	3 013	7.7
Consumer Staples				
8 050	Loblaw Companies Ltd.	351	500	
6 200	Maple Leaf Foods Inc.	112	121	
		463	621	1.6
Energy				
4 600	AltaGas Ltd.	174	199	
9 711	ARC Resources Ltd.	213	244	
6 228	Bonavista Energy Corp.	128	45	
4 200	Calfrac Well Services Ltd.	69	42	
31 610	Canadian Natural Resources Ltd.	1 179	1 135	
10 000	Cardinal Energy Ltd.	105	135	
13 418	Cenovus Energy Inc.	388	322	
10 600	Crescent Point Energy Corp.	439	285	
30 000	Crew Energy Inc.	247	178	
21 646	Encana Corp.	475	350	
6 500	Enerplus Corp.	169	73	
7 409	Gibson Energy Inc.	138	201	
11 200	Husky Energy Inc.	307	308	
7 600	Imperial Oil Ltd.	363	380	
8 100	Inter Pipeline Ltd.	198	291	
2 500	Keyera Corp.	120	203	
2 600	MEG Energy Corp.	100	51	
12 500	Nuvista Energy Ltd.	114	93	
900	Paramount Resources Ltd., Class A	54	25	
11 900	Pembina Pipeline Corp.	350	504	
27 500	Pengrowth Energy Corp.	169	101	
5 600	PrairieSky Royalty Ltd.	195	171	
17 100	Precision Drilling Corp.	153	121	
4 958	ShawCor Ltd.	152	210	
29 031	Spartan Energy Corp.	108	81	
35 080	Suncor Energy Inc.	1 134	1 294	
6 950	Tourmaline Oil Corp.	293	269	
5 400	Trilogy Energy Corp.	159	43	
8 300	Trinidad Drilling Ltd.	61	43	
8 901	Veresen Inc.	117	163	
4 045	Vermilion Energy Inc.	174	231	
15 446	Whitecap Resources Inc.	214	177	
		8 259	7 968	20.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
3 592	Allied Properties Real Estate Investment Trust	\$ 126	\$ 134	
15 887	Bank of Montreal	1 039	1 306	
26 747	Bank of Nova Scotia	1 432	1 774	
13 844	Brookfield Asset Management Inc., Class A	502	806	
10 800	Brookfield Property Partners LP	175	286	
6 400	Calloway Real Estate Investment Trust	162	175	
15 225	Canaccord Genuity Group Inc.	156	119	
8 540	Canadian Imperial Bank of Commerce	688	853	
22 650	Chartwell Retirement Residences Real Estate Investment Trust	226	270	
6 300	CI Financial Corp.	208	203	
4 831	Dundee Bancorp Inc., Class A	84	62	
15 400	Element Financial Corp.	200	218	
9 600	First Capital Realty Inc.	176	179	
1 350	Industrial Alliance Insurance & Financial Services Inc.	61	60	
3 925	Intact Financial Corp.	268	329	
51 147	Manulife Financial Corporation	1 015	1 134	
4 250	National Bank of Canada	197	210	
1 967	Onex Corporation	67	133	
18 380	Power Corporation of Canada	523	584	
34 071	Royal Bank of Canada*	1 837	2 734	
13 325	Sun Life Financial Inc.	371	559	
39 981	Toronto-Dominion Bank	1 562	2 219	
		11 075	14 347	36.7
Health Care				
5 650	Catamaran Corp.	271	340	
3 075	Valeant Pharmaceuticals International Inc.	158	511	
		429	851	2.2
Industrials				
18 000	Air Canada	94	214	
31 600	Bombardier Inc., Class B	135	131	
21 974	Canadian National Railway Co.	704	1 758	
4 082	Canadian Pacific Railway Ltd.	382	913	
6 965	Finning International Inc.	163	176	
8 700	Newalta Inc.	175	153	
4 000	Progressive Waste Solutions Ltd.	94	140	
3 100	Russel Metals Inc.	73	80	
6 950	WestJet Airlines Ltd.	150	232	
		1 970	3 797	9.7
Information Technology				
14 800	Blackberry Ltd.	132	189	
12 000	Descartes Systems Group Inc.	170	207	
3 100	DH Corp.	66	114	
4 278	Open Text Corp.	155	289	
23 800	Redknee Solutions Inc.	141	89	
		664	888	2.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
11 032	Agnico Eagle Mines Ltd.	\$ 387	\$ 319	
2 300	Agrium Inc.	199	253	
2 360	Canfor Corp.	57	70	
7 090	Canfor Pulp Products Inc.	82	103	
38 805	Eldorado Gold Corp.	378	275	
12 633	First Quantum Minerals Ltd.	244	209	
9 146	Franco-Nevada Corp.	470	523	
11 160	HudBay Minerals Inc.	105	113	
6 400	Labrador Iron Ore Royalty Corp.	168	119	
34 610	Lundin Mining Corp.	180	198	
2 670	Methanex Corp.	170	142	
12 480	New Gold Inc.	119	62	
4 885	Osisko Gold Royalties Ltd.	79	80	
19 555	Potash Corporation of Saskatchewan Inc.	787	803	
8 600	Primero Mining Corp.	64	38	
12 577	Silver Wheaton Corp.	337	297	
6 107	Teck Resources Ltd., Class B	169	97	
32 650	Torex Gold Resources Inc.	66	40	
9 614	Yamana Gold Inc.	95	45	
		<u>4 156</u>	<u>3 786</u>	<u>9.7</u>
Telecommunication Services				
11 710	BCE Inc.	396	624	
10 706	Rogers Communications Inc., Class B	441	484	
16 350	TELUS Corp.	467	685	
		<u>1 304</u>	<u>1 793</u>	<u>4.6</u>
Utilities				
12 500	Algonquin Power & Utilities Corp.	90	121	
11 000	Atco Ltd., Class I, Non-Voting	281	524	
7 200	Boralex Inc., Class A	94	93	
3 000	Brookfield Infrastructure Partners LP	76	146	
5 100	Brookfield Renewable Energy Partners LP	101	183	
		<u>642</u>	<u>1 067</u>	<u>2.7</u>
TOTAL CANADIAN EQUITIES		<u>30 804</u>	<u>38 131</u>	<u>97.6</u>
SHORT-TERM INVESTMENTS†		<u>1 027</u>	<u>1 027</u>	<u>2.6</u>
TOTAL INVESTMENTS		<u>\$ 31 831</u>	<u>39 158</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(68)</u>	<u>(0.2)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 39 090</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 39 158	\$ 34 159	\$ 31 050
Cash	6	3	6
Subscriptions receivable	39	72	21
Dividends receivable, interest accrued and other assets	74	93	79
TOTAL ASSETS	39 277	34 327	31 156
LIABILITIES			
Due to investment dealers	—	—	168
Redemptions payable	119	60	22
Accounts payable and accrued expenses	68	56	52
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	187	116	242
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 39 090	\$ 34 211	\$ 30 914
Investments at cost	\$ 31 831	\$ 29 072	\$ 29 219
NAV			
SERIES A	\$ 30 631	\$ 26 752	\$ 25 044
ADVISOR SERIES	\$ 4 080	\$ 4 139	\$ 3 428
SERIES D	\$ 2 527	\$ 1 639	\$ 1 269
SERIES F	\$ 1 572	\$ 1 641	\$ 1 145
SERIES I	\$ 280	\$ 40	\$ 28
NAV PER UNIT			
SERIES A	\$ 12.26	\$ 11.23	\$ 9.89
ADVISOR SERIES	\$ 12.30	\$ 11.26	\$ 9.91
SERIES D	\$ 12.76	\$ 11.68	\$ 10.29
SERIES F	\$ 12.90	\$ 11.84	\$ 10.41
SERIES I	\$ 13.16	\$ 11.91	\$ 10.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 981	\$ 920
Interest for distribution purposes	13	9
Other income (loss)	17	27
Securities lending revenue (see note 6 in the generic notes)	4	5
Net realized gain (loss) on investments	670	686
Net gain (loss) on foreign currencies and other net assets	–	(1)
Change in unrealized gain (loss) on investments	2 240	3 256
TOTAL INCOME (LOSS)	3 925	4 902
EXPENSES (see notes – Fund Specific Information)		
Management fees	637	534
Administration fees	54	43
Board of Governors costs	3	3
GST/HST	68	58
Transaction costs	32	33
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	791	671
INCREASE (DECREASE) IN NAV	\$ 3 134	\$ 4 231
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 416	\$ 3 324
ADVISOR SERIES	\$ 387	\$ 493
SERIES D	\$ 160	\$ 205
SERIES F	\$ 163	\$ 204
SERIES I	\$ 8	\$ 5
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.97	\$ 1.37
ADVISOR SERIES	\$ 0.98	\$ 1.38
SERIES D	\$ 1.13	\$ 1.52
SERIES F	\$ 1.18	\$ 1.58
SERIES I	\$ 1.23	\$ 1.63

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 134	\$ 4 231
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(668)	(685)
Change in unrealized loss (gain) on investments	(2 240)	(3 256)
(Increase) decrease in accrued receivables	19	(14)
Increase (decrease) in accrued payables	12	(164)
Cost of investments purchased	(343 637)	(225 544)
Proceeds on sales of investments	341 546	226 376
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 834)	944
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	12 128	5 959
Cash paid on redemption of redeemable units	(10 280)	(6 892)
Distributions paid to holders of redeemable units	(11)	(14)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 837	\$ (947)
Net increase (decrease) in cash for the year	3	(3)
Cash (bank overdraft), beginning of period	3	6
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6	\$ 3
Interest received	\$ 13	\$ 9
Dividends received, net of withholding taxes	\$ 1 017	\$ 933

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 26 752	\$ 25 044	\$ 4 139	\$ 3 428	\$ 1 639	\$ 1 269	\$ 1 641	\$ 1 145
INCREASE (DECREASE) IN NAV	2 416	3 324	387	493	160	205	163	204
Early redemption fees	–	–	–	–	1	–	–	–
Proceeds from redeemable units issued	7 400	4 122	452	853	2 788	513	1 223	510
Reinvestments of distributions to holders of redeemable units	12	80	3	12	23	16	12	12
Redemption of redeemable units	(5 937)	(5 735)	(898)	(634)	(2 060)	(346)	(1 445)	(210)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 475	(1 533)	(443)	231	752	183	(210)	312
Distributions from net income	(12)	(83)	(3)	(13)	(24)	(18)	(22)	(20)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(12)	(83)	(3)	(13)	(24)	(18)	(22)	(20)
NET INCREASE (DECREASE) IN NAV	3 879	1 708	(59)	711	888	370	(69)	496
NAV AT END OF PERIOD	\$ 30 631	\$ 26 752	\$ 4 080	\$ 4 139	\$ 2 527	\$ 1 639	\$ 1 572	\$ 1 641

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40	\$ 28	\$ 34 211	\$ 30 914
INCREASE (DECREASE) IN NAV	8	5	3 134	4 231
Early redemption fees	–	–	1	–
Proceeds from redeemable units issued	232	12	12 095	6 010
Reinvestments of distributions to holders of redeemable units	1	1	51	121
Redemption of redeemable units	–	(5)	(10 340)	(6 930)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	233	8	1 807	(799)
Distributions from net income	(1)	(1)	(62)	(135)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	(1)	(62)	(135)
NET INCREASE (DECREASE) IN NAV	240	12	4 879	3 297
NAV AT END OF PERIOD	\$ 280	\$ 40	\$ 39 090	\$ 34 211

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	36.7	36.1	32.7
Energy	20.4	23.1	21.5
Other Sectors	13.4	13.4	12.4
Materials	9.7	10.4	17.0
Industrials	9.7	8.4	6.2
Consumer Discretionary	7.7	7.0	6.0
Cash/Other	2.4	1.6	4.2

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	38 131	–	–	38 131
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 027	–	1 027
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	38 131	1 027	–	39 158
% of total portfolio	97.4	2.6	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	33 642	–	–	33 642
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	517	–	517
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	33 642	517	–	34 159
% of total portfolio	98.5	1.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	29 615	–	–	29 615
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 435	–	1 435
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	29 615	1 435	–	31 050
% of total portfolio	95.4	4.6	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%



December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	125	124
Value of all units	2	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	267
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	2 383	2 532
Issued number of units	603	401
Reinvested number of units	1	7
Redeemed number of units	(489)	(557)
Ending number of units	2 498	2 383
Advisor Series		
Opening units	368	346
Issued number of units	37	83
Reinvested number of units	–	1
Redeemed number of units	(73)	(62)
Ending number of units	332	368
Series D		
Opening units	140	123
Issued number of units	215	48
Reinvested number of units	2	1
Redeemed number of units	(159)	(32)
Ending number of units	198	140
Series F		
Opening units	139	110
Issued number of units	94	47
Reinvested number of units	1	1
Redeemed number of units	(112)	(19)
Ending number of units	122	139

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	3	3
Issued number of units	18	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	21	3

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	32	100	33	100
Related-party brokerage commissions*	2	6	4	12
Commission arrangements†	–	–	3	9

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	2 184	2 307
Fair value of collateral received	2 227	2 353

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	34 197	30 858
Revaluation of investments at FVTPL	14	56
Net assets attributable to holders of redeemable units	34 211	30 914
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		4 273
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(42)
Increase (decrease) in net assets attributable to holders of redeemable units		4 231

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN INDEX FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
64 983	Aimia Inc.	\$ 971	\$ 949	
38 600	Amaya Inc.	1 275	1 102	
7 500	AutoCanada Inc.	605	334	
13 300	BRP Inc.	397	322	
27 500	Canadian Tire Corp. Ltd., Class A	1 109	3 375	
23 200	Cineplex Inc.	378	1 040	
8 710	Cogeco Cable Inc.	336	624	
28 300	Corus Entertainment Inc., Class B	552	649	
41 500	DHX Media Ltd.	407	403	
45 400	Dollarama Inc.	720	2 697	
9 500	Dorel Industries, Class B	290	380	
31 300	EnerCare Inc.	448	454	
42 556	Gildan Activewear Inc., Class A	652	2 796	
16 600	Great Canadian Gaming Corp.	337	343	
43 500	Hudson's Bay Co.	799	1 068	
16 500	Linamar Corp.	303	1 171	
76 942	Magna International Inc., Class A	2 719	9 686	
30 799	Martinrea International Inc.	266	319	
32 800	Quebecor Inc., Class B	607	1 048	
79 156	Restaurant Brands International Inc.	3 229	3 602	
37 860	RONA Inc.	535	524	
143 901	Shaw Communications Inc., Class B	2 576	4 511	
127 500	Thomson Corp.	5 101	5 976	
		24 612	43 373	6.4
Consumer Staples				
158 200	Alimentation Couche-Tard Inc.	925	7 703	
35 177	Cott Corporation	313	282	
20 200	Empire Co. Ltd., Class A	1 098	1 770	
17 700	George Weston Ltd.	1 086	1 776	
31 100	Jean Coutu Group, Class A	354	880	
84 841	Loblaw Companies Ltd.	3 730	5 275	
34 600	Maple Leaf Foods Inc.	455	674	
31 194	Metro Inc., Class A	729	2 910	
96 400	Saputo Group Inc.	1 037	3 366	
18 300	The North West Co. Inc.	319	479	
		10 046	25 115	3.7
Energy				
63 316	Advantage Oil & Gas Ltd.	879	352	
49 500	AltaGas Ltd.	1 424	2 145	
118 635	ARC Resources Ltd.	2 773	2 985	
130 400	Athabasca Oil Corp.	1 845	338	
98 500	Bankers Petroleum Ltd.	832	321	
61 800	Baytex Energy Corp.	1 870	1 193	
73 900	Bellatrix Exploration Ltd.	572	312	
38 700	Birchcliff Energy Ltd.	480	303	
69 300	Bonavista Energy Corp.	1 746	506	
10 400	Bonterra Energy Corp.	591	433	
27 004	Calfrac Well Services Ltd.	342	270	
147 996	Cameco Corp.	2 097	2 819	
66 500	Canadian Energy Services & Technology Corp.	427	422	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
405 338	Canadian Natural Resources Ltd.	\$ 7 756	\$ 14 560	
182 100	Canadian Oil Sands Ltd.	5 257	1 897	
25 400	Canyon Services Group Inc.	428	228	
282 743	Cenovus Energy Inc.	5 289	6 777	
164 761	Crescent Point Energy Corp.	5 700	4 434	
46 600	Crew Energy Inc.	611	276	
315 287	Enbridge Inc.	5 257	18 835	
20 862	Enbridge Income Fund Holdings Inc.	541	842	
276 862	Encana Corp.	5 474	4 477	
28 625	Enerflex Ltd.	244	469	
77 055	Enerplus Corp.	3 210	862	
47 900	Ensign Energy Services Inc.	475	489	
21 400	Freehold Royalties Ltd.	438	409	
46 400	Gibson Energy Inc.	1 003	1 262	
104 200	Gran Tierra Energy Inc.	735	465	
110 300	Husky Energy Inc.	1 859	3 033	
94 900	Imperial Oil Ltd.	2 562	4 750	
121 400	Inter Pipeline Ltd.	1 467	4 363	
39 400	Kelt Exploration Ltd.	496	276	
31 553	Keyera Corp.	773	2 558	
68 515	Legacy Oil + Gas Inc.	840	148	
72 186	Lightsstream Resources Ltd.	1 339	86	
57 600	MEG Energy Corp.	2 700	1 126	
33 900	Mullen Group Ltd.	834	722	
52 500	Nuvista Energy Ltd.	376	389	
92 700	Pacific Rubiales Energy Corp.	1 318	667	
33 400	Painted Pony Petroleum Ltd., Class A	435	309	
20 700	Paramount Resources Ltd., Class A	714	582	
40 700	Parex Resources Inc.	522	309	
28 500	Parkland Fuel Corp.	377	620	
24 800	Pason Systems Inc.	282	543	
124 567	Pembina Pipeline Corp.	2 783	5 274	
196 579	Pengrowth Energy Corp.	2 802	719	
182 711	Penn West Petroleum Ltd.	5 380	444	
57 300	Peyto Exploration & Development Corp.	1 242	1 918	
48 200	PrairieSky Royalty Ltd.	1 559	1 475	
108 500	Precision Drilling Corp.	1 547	766	
59 300	Raging River Exploration Inc.	398	435	
45 000	RMP Energy Inc.	427	206	
37 900	Secure Energy Services Inc.	425	643	
22 891	ShawCor Ltd.	368	971	
539 238	Suncor Energy Inc.	11 480	19 898	
81 400	Surge Energy Inc.	575	300	
352 899	Talisman Energy Inc.	3 339	3 211	
24 100	TORC Oil & Gas Ltd.	365	186	
62 200	Tourmaline Oil Corp.	2 054	2 407	
263 173	TransCanada Corp.	7 276	15 027	
55 000	Trican Well Service Ltd.	395	306	
25 101	Trilogy Energy Corp.	551	199	
51 900	Trinidad Drilling Ltd.	497	270	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
103 600	Veresen Inc.	\$ 1 399	\$ 1 902	
39 781	Vermilion Energy Inc.	1 497	2 268	
91 550	Whitecap Resources Inc.	1 002	1 047	
		122 551	149 034	21.9
Financials				
23 000	AGF Management Ltd., Class B	389	195	
11 900	Alaris Royalty Corp.	412	421	
28 394	Allied Properties Real Estate Investment Trust	634	1 063	
51 427	Artis Real Estate Investment Trust	584	729	
241 341	Bank of Montreal	10 304	19 833	
452 086	Bank of Nova Scotia	15 578	29 978	
14 300	Boardwalk Real Estate Investment Trust	333	880	
213 004	Brookfield Asset Management Inc., Class A	3 519	12 401	
74 500	Brookfield Property Partners LP	1 506	1 971	
37 800	Calloway Real Estate Investment Trust	715	1 032	
34 100	Canaccord Genuity Group Inc.	418	266	
42 235	Canadian Apartment Properties Real Estate Investment Trust	531	1 061	
147 441	Canadian Imperial Bank of Commerce	8 193	14 721	
25 900	Canadian Real Estate Investment Trust	578	1 186	
29 800	Canadian Western Bank	348	976	
64 300	Chartwell Retirement Residences Real Estate Investment Trust	504	766	
86 400	CI Financial Corp.	1 984	2 790	
54 442	Cominar Real Estate Investment Trust	1 007	1 013	
27 300	Crombie Real Estate Investment Trust	362	353	
40 900	Dream Global Real Estate Investment Trust	402	351	
40 874	Dream Office Real Estate Investment Trust	1 104	1 028	
19 226	Dream Unlimited Corp.	139	186	
16 026	Dundee Bancorp Inc., Class A	220	205	
98 800	Element Financial Corp.	1 146	1 397	
7 768	Fairfax Financial Holdings Ltd.	2 258	4 729	
36 900	First Capital Realty Inc.	574	689	
10 800	First Service Corp.	270	640	
15 223	Genworth MI Canada Inc.	387	563	
17 200	Granite Real Estate Investment Trust	605	710	
107 124	Great-West Lifeco Inc.	2 283	3 598	
102 418	H&R Real Estate Investment Trust	1 894	2 226	
24 900	Home Capital Group Inc.	412	1 195	
36 120	IGM Financial Inc.	829	1 673	
37 600	Industrial Alliance Insurance & Financial Services Inc.	849	1 671	
48 761	Intact Financial Corp.	1 890	4 089	
10 600	Laurentian Bank of Canada	261	530	
692 194	Manulife Financial Corporation	14 236	15 353	
121 866	National Bank of Canada	2 011	6 025	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
12 031	Northern Property Real Estate Investment Trust	\$ 391	\$ 286	
32 276	Onex Corporation	757	2 177	
135 900	Power Corporation of Canada	2 749	4 316	
89 600	Power Financial Corp.	1 701	3 242	
114 476	RioCan Real Estate Investment Trust	2 114	3 026	
536 014	Royal Bank of Canada*	19 099	43 010	
227 496	Sun Life Financial Inc.	7 042	9 537	
8 500	TMX Group Ltd.	300	430	
686 088	Toronto-Dominion Bank	18 134	38 085	
		131 956	242 602	35.6
Health Care				
77 338	Catamaran Corp.	2 086	4 650	
32 100	Extencicare Inc.	243	209	
115 265	Valeant Pharmaceuticals International Inc.	5 450	19 172	
		7 779	24 031	3.5
Industrials				
22 000	Aecon Group Inc.	391	236	
105 800	Air Canada	348	1 256	
27 300	ATS Automation Tooling Systems	374	423	
14 100	Badger Daylighting Ltd.	404	373	
14 177	Black Diamond Group Ltd.	333	181	
549 115	Bombardier Inc., Class B	6 227	2 279	
98 100	CAE Inc.	705	1 479	
302 500	Canadian National Railway Co.	5 397	24 206	
58 150	Canadian Pacific Railway Ltd.	2 444	13 011	
65 000	Finning International Inc.	699	1 640	
13 608	MacDonald Dettwiler & Associates Ltd.	472	1 292	
18 100	Newalta Inc.	350	319	
42 581	Progressive Waste Solutions Ltd.	917	1 487	
39 700	Ritchie Bros. Auctioneers Inc.	848	1 239	
23 600	Russel Metals Inc.	358	611	
56 600	SNC-Lavalin Group Inc.	947	2 508	
35 000	Stantec Inc.	451	1 118	
29 325	Toromont Industries Ltd.	387	836	
23 800	Transcontinental Inc., Class A	256	394	
32 384	TransForce Inc.	373	958	
6 256	Wajax Corp.	296	192	
47 675	WestJet Airlines Ltd.	633	1 590	
22 400	Westshore Terminals Investment Corp.	318	709	
21 000	WSP Global Inc.	572	732	
		24 500	59 069	8.7
Information Technology				
12 800	Avigilon Corp.	405	246	
179 063	Blackberry Ltd.	7 013	2 281	
57 267	Celestica Inc.	2 115	782	
103 332	CGI Group Inc., Class A	1 629	4 577	
7 000	Constellation Software Inc.	931	2 418	
27 300	Descartes Systems Group Inc.	391	471	
32 000	DH Corp.	668	1 173	
45 500	Open Text Corp.	751	3 076	
11 700	Sierra Wireless Inc.	576	646	
		14 479	15 670	2.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
79 089	Agnico Eagle Mines Ltd.	\$ 2 771	\$ 2 287	
53 604	Agrium Inc.	1 980	5 896	
84 207	Alacer Gold Corp.	705	196	
48 800	Alamos Gold Inc.	428	405	
93 800	AuRico Gold Inc.	925	361	
340 200	B2Gold Corp.	1 043	646	
434 129	Barrick Gold Corp.	13 835	5 435	
65 500	Canexus Corp.	440	214	
28 372	Canfor Corp.	321	841	
132 200	Capstone Mining Corp.	500	268	
9 700	CCL Industries, Class B	303	1 221	
56 706	Centerra Gold Inc.	673	343	
22 500	Chemtrade Logistics Income Fund	484	466	
97 155	China Gold International Resources Corp Ltd.	513	200	
58 052	Detour Gold Corp.	1 004	551	
32 100	Dominion Diamond Corp.	444	670	
265 339	Eldorado Gold Corp.	2 437	1 879	
44 900	First Majestic Silver Corp.	639	262	
223 610	First Quantum Minerals Ltd.	2 829	3 692	
46 100	Fortuna Silver Mines Inc.	282	243	
58 100	Franco-Nevada Corp.	1 992	3 324	
303 783	Goldcorp Inc.	7 442	6 534	
86 375	HudBay Minerals Inc.	1 001	874	
144 404	IAMGOLD Corporation	1 375	453	
23 300	Interfor Corp.	377	511	
20 900	Intertape Polymer Group Inc.	310	389	
428 047	Kinross Gold Corp.	6 225	1 395	
24 400	Labrador Iron Ore Royalty Corp.	403	454	
231 639	Lundin Mining Corp.	1 732	1 325	
32 717	Major Drilling Group International Inc.	438	187	
35 200	Methanex Corp.	379	1 879	
78 067	Nevsun Resources Ltd.	394	350	
191 400	New Gold Inc.	1 031	953	
9 800	Norbord Inc.	328	253	
89 800	Novagold Resources Inc.	682	306	
118 516	OceanaGold Corp.	411	239	
16 878	Osisko Gold Royalties Ltd.	267	276	
57 906	Pan American Silver Corp.	1 117	621	
308 184	Potash Corporation of Saskatchewan Inc.	6 510	12 657	
37 800	Pretium Resources Inc.	542	254	
59 700	Primero Mining Corp.	496	267	
101 103	Semafo Inc.	496	301	
113 020	Sherritt International Corp.	1 053	339	
30 050	Silver Standard Resources Inc.	681	175	
133 200	Silver Wheaton Corp.	2 020	3 148	
31 200	Tahoe Resources Inc.	567	504	
175 478	Teck Resources Ltd., Class B	3 162	2 787	
300 900	Torex Gold Resources Inc.	537	370	
367 794	Turquoise Hill Resources Ltd.	1 949	1 320	
24 984	West Fraser Timber Co. Ltd.	568	1 661	
145 500	Western Forest Products Inc.	351	393	
331 722	Yamana Gold Inc.	2 959	1 556	
		80 351	72 131	10.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
311 905	BCE Inc.	\$ 11 532	\$ 16 618	
29 500	Manitoba Telecom Services Inc.	920	799	
136 226	Rogers Communications Inc., Class B	3 607	6 153	
226 918	TELUS Corp.	4 503	9 506	
		20 562	33 076	4.8
Utilities				
59 900	Algonquin Power & Utilities Corp.	397	577	
29 144	Atco Ltd., Class 1, Non-Voting	469	1 389	
38 700	Brookfield Renewable Energy Partners LP	1 212	1 389	
44 900	Canadian Utilities Ltd., Class A	701	1 837	
31 100	Capital Power Corp.	781	809	
53 200	Emera Inc.	1 023	2 056	
102 400	Fortis Inc.	2 582	3 990	
31 300	Innergex Renewable Energy Inc.	326	356	
37 214	Just Energy Group Inc.	622	226	
36 100	Northland Power Inc.	525	552	
46 200	Superior Plus Corp.	595	554	
101 300	TransAlta Corp.	1 971	1 066	
		11 204	14 801	2.2
TOTAL INVESTMENTS		\$ 448 040	678 902	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			2 006	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			\$ 680 908	100.0

* Investment in related party (see note 7 in the generic notes).

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 678 902	\$ 627 060	\$ 598 255
Cash	849	1 042	661
Subscriptions receivable	342	501	377
Dividends receivable, interest accrued and other assets	1 558	1 498	1 767
TOTAL ASSETS	681 651	630 101	601 060
LIABILITIES			
Redemptions payable	308	881	828
Accounts payable and accrued expenses	435	376	359
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	743	1 257	1 187
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 680 908	\$ 628 844	\$ 599 873
Investments at cost	\$ 448 040	\$ 428 948	\$ 446 111
NAV			
SERIES A	\$ 680 908	\$ 628 844	\$ 599 873
NAV PER UNIT			
SERIES A	\$ 27.28	\$ 25.34	\$ 23.11

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 18 479	\$ 18 325
Interest for distribution purposes	(1)	(4)
Other income (loss)	595	599
Securities lending revenue (see note 6 in the generic notes)	110	184
Net realized gain (loss) on investments	14 145	9 311
Net gain (loss) on foreign currencies and other net assets	(10)	(7)
Change in unrealized gain (loss) on investments	32 750	45 968
TOTAL INCOME (LOSS)	66 068	74 376
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 394	3 003
Administration fees	1 016	901
Board of Governors costs	3	3
GST/HST	461	419
Transaction costs	17	33
TOTAL EXPENSES	4 891	4 359
INCREASE (DECREASE) IN NAV	\$ 61 177	\$ 70 017
INCREASE (DECREASE) IN NAV SERIES A	\$ 61 177	\$ 70 017
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 2.48	\$ 2.83

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 61 177	\$ 70 017
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(14 144)	(9 311)
Change in unrealized loss (gain) on investments	(32 750)	(45 968)
(Increase) decrease in accrued receivables	(60)	269
Increase (decrease) in accrued payables	59	17
Cost of investments purchased	(50 216)	(29 702)
Proceeds on sales of investments	45 268	56 176
NET CASH PROVIDED BY OPERATING ACTIVITIES	9 334	41 498
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	106 643	77 733
Cash paid on redemption of redeemable units	(115 983)	(118 664)
Distributions paid to holders of redeemable units	(187)	(186)
NET CASH USED IN FINANCING ACTIVITIES	\$ (9 527)	\$ (41 117)
Net increase (decrease) in cash for the year	(193)	381
Cash (bank overdraft), beginning of period	1 042	661
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 849	\$ 1 042
Interest received	\$ (1)	\$ (4)
Dividends received, net of withholding taxes	\$ 19 014	\$ 19 193

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 628 844	\$ 599 873
INCREASE (DECREASE) IN NAV	61 177	70 017
Early redemption fees	2	1
Proceeds from redeemable units issued	106 484	77 857
Reinvestments of distributions to holders of redeemable units	12 923	13 893
Redemption of redeemable units	(115 412)	(118 718)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 997	(26 967)
Distributions from net income	(13 110)	(14 079)
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(13 110)	(14 079)
NET INCREASE (DECREASE) IN NAV	52 064	28 971
NAV AT END OF PERIOD	\$ 680 908	\$ 628 844

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the benchmark S&P/TSX Capped Composite Total Return Index before fees and expenses are deducted.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	35.6	35.2	32.4
Energy	21.9	24.7	25.2
Other Sectors	16.5	15.2	12.4
Materials	10.6	11.8	18.5
Industrials	8.7	7.9	6.1
Consumer Discretionary	6.4	–	–
Telecommunication Services	–	4.9	5.1
Cash/Other	0.3	0.3	0.3

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	678 902	–	–	678 902
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	678 902	–	–	678 902
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	627 060	–	–	627 060
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	627 060	–	–	627 060
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	598 255	–	–	598 255
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	598 255	–	–	598 255
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
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Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	87 448
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 812	25 954
Issued number of units	3 900	3 260
Reinvested number of units	480	558
Redeemed number of units	(4 230)	(4 960)
Ending number of units	24 962	24 812

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	17	100	33	100
Related-party brokerage commissions*	3	18	8	24
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	53 599	83 539
Fair value of collateral received	54 671	85 209

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	628 596	598 754
Revaluation of investments at FVTPL	248	1 119
Net assets attributable to holders of redeemable units	628 844	599 873
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		70 888
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(871)
Increase (decrease) in net assets attributable to holders of redeemable units		70 017



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC O'SHAUGHNESSY CANADIAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
123 693	Canadian Tire Corp. Ltd., Class A	\$ 9 750	\$ 15 182	
61 318	Cogeco Cable Inc.	3 849	4 393	
37 436	Dollarama Inc.	2 010	2 224	
133 193	EnerCare Inc.	1 735	1 931	
482 694	Great Canadian Gaming Corp.	7 146	9 968	
652 540	Linamar Corp.	28 600	46 298	
392 724	Magna International Inc., Class A	18 572	49 440	
146 516	RONA Inc.	2 020	2 029	
63 559	Shaw Communications Inc., Class B	1 959	1 993	
174 827	Uni-Select Inc.	4 934	5 350	
315 009	Yellow Media Ltd.	7 391	6 168	
		87 966	144 976	15.3
Consumer Staples				
123 876	Empire Co. Ltd., Class A	9 328	10 854	
80 448	George Weston Ltd.	6 423	8 073	
1 092 339	Jean Coutu Group, Class A	25 244	30 924	
497 309	Metro Inc., Class A	24 378	46 399	
35 563	Molson Coors Canada Inc., Class B	2 887	3 094	
		68 260	99 344	10.5
Energy				
740 060	Bankers Petroleum Ltd.	4 329	2 413	
234 092	Canadian Natural Resources Ltd.	10 462	8 409	
381 453	Canadian Oil Sands Ltd.	9 302	3 975	
282 481	Enbridge Income Fund Holdings Inc.	8 591	11 398	
100 743	Encana Corp.	2 577	1 628	
207 690	Enerflex Ltd.	4 045	3 403	
79 800	Essential Energy Services Ltd.	234	109	
979 804	High Arctic Energy Services Inc.	5 229	3 772	
298 434	Husky Energy Inc.	8 885	8 207	
23 023	Imperial Oil Ltd.	1 205	1 152	
471 533	North American Energy Partners Inc.	3 781	1 735	
253 691	Pacific Rubiales Energy Corp.	3 897	1 824	
1 071 349	Parex Resources Inc.	10 626	8 121	
1 380 496	Perpetual Energy Inc.	2 334	1 574	
141 137	PHX Energy Services Corp.	2 137	1 056	
725 269	Suncor Energy Inc.	22 836	26 762	
150 463	Total Energy Services Inc.	2 951	1 953	
39 783	Vermilion Energy Inc.	2 963	2 268	
		106 384	89 759	9.5
Financials				
37 000	Altus Group Ltd.	536	770	
310 444	Bank of Montreal	18 623	25 512	
163 053	Canaccord Genuity Group Inc.	1 958	1 273	
37 411	Equitable Group Inc.	2 289	2 457	
3 735	Fairfax Financial Holdings Ltd.	2 089	2 274	
652 987	Genworth MI Canada Inc.	23 193	24 147	
261 502	Gluskin Sheff + Associates Inc.	7 272	7 241	
485 104	Great-West Lifeco Inc.	12 034	16 295	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
123 953	Industrial Alliance Insurance & Financial Services Inc.	\$ 4 936	\$ 5 507	
396 976	InnVest Real Estate Investment Trust	2 253	2 374	
58 438	Intact Financial Corp.	4 593	4 900	
1 026 091	Manulife Financial Corporation	17 348	22 759	
292 768	Power Corporation of Canada	7 739	9 298	
180 746	Power Financial Corp.	5 251	6 539	
397 735	Royal Bank of Canada*	30 716	31 914	
76 243	Sun Life Financial Inc.	3 243	3 196	
71 580	Toronto-Dominion Bank	3 969	3 973	
		148 042	170 429	17.9
Health Care				
512 891	Cipher Pharmaceuticals Inc.	7 221	8 591	
454 425	Concordia Healthcare Corp.	15 833	21 244	
139 902	Extendicare Inc.	1 121	909	
396 109	Medical Facilities Corp.	7 590	7 292	
		31 765	38 036	4.0
Industrials				
1 655 105	Chorus Aviation Inc.	7 456	7 531	
157 651	Clarke Inc.	1 775	1 577	
717 590	Finning International Inc.	16 943	18 105	
78 682	Logistec Corp.	2 097	3 226	
421 163	Magellan Aerospace Corp.	5 014	5 694	
236 611	New Flyer Industries Inc.	3 192	3 190	
21 041	Richelieu Hardware Ltd.	1 094	1 199	
66 027	Russel Metals Inc.	2 404	1 710	
97 181	TransForce Inc.	2 225	2 876	
582 179	WestJet Airlines Ltd.	11 645	19 421	
		53 845	64 529	6.8
Information Technology				
44 969	CGI Group Inc., Class A	1 741	1 992	
81 600	DH Corp.	2 914	2 992	
94 601	Open Text Corp.	4 819	6 396	
908 881	Sandvine Corp.	2 907	2 972	
		12 381	14 352	1.5
Materials				
183 822	Agrium Inc.	18 498	20 220	
500 516	Canam Manac Group Inc., Class A	6 240	5 671	
693 779	Canfor Corp.	16 181	20 564	
30 988	CCL Industries, Class B	3 658	3 900	
432 715	Centerra Gold Inc.	2 835	2 614	
208 668	Chemtrade Logistics Income Fund	4 373	4 319	
928 440	Copper Mountain Mining Corp.	2 712	1 467	
88 656	Dominion Diamond Corp.	1 696	1 850	
297 284	Interfor Corp.	3 229	6 525	
422 003	Intertape Polymer Group Inc.	7 350	7 853	
4 431 518	Lucara Diamond Corp.	6 731	9 705	
404 752	Lundin Mining Corp.	2 549	2 315	
2 133 096	Mandalay Resources Corp.	2 508	1 941	
131 901	Methanex Corp.	5 830	7 040	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
845 442	Rio Alto Mining Ltd.	\$ 2 574	\$ 2 384	
305 859	Teck Resources Ltd., Class B	9 798	4 857	
3 391 405	Western Forest Products Inc.	6 953	9 157	
146 415	Winpak Ltd.	3 573	4 903	
		107 288	117 285	12.4
Telecommunication Services				
92 442	BCE Inc.	4 071	4 925	
58 088	Rogers Communications Inc., Class B	2 774	2 624	
315 916	TELUS Corp.	12 287	13 234	
		19 132	20 783	2.2
Utilities				
344 781	Superior Plus Corp.	4 747	4 134	
		4 747	4 134	0.4
TOTAL CANADIAN EQUITIES		639 810	763 627	80.5
UNITED STATES EQUITIES				
Consumer Discretionary				
17 160	BJ's Restaurants Inc.	959	1 001	
16 714	Cavco Industries Inc.	1 464	1 539	
61 090	Core-Mark Holding Co. Inc.	3 448	4 395	
173 047	Denny's Corp.	1 942	2 073	
8 493	DineEquity Inc.	945	1 022	
27 640	DIRECTV, LLC	888	2 784	
22 230	Helen Of Troy Ltd.	1 617	1 680	
44 754	Kohls Corp.	2 296	3 174	
41 168	Lowe's Companies	1 003	3 291	
61 503	Nautilus Inc.	1 023	1 085	
24 653	Standard Motor Products Inc.	1 005	1 092	
43 608	Viacom Inc.	2 892	3 812	
		19 482	26 948	2.8
Consumer Staples				
28 071	Calavo Growers Inc.	1 448	1 543	
96 051	Coca-Cola Enterprises Inc.	3 961	4 933	
28 388	John B. Sanfilippo & Son Inc.	1 212	1 501	
26 912	Pilgrim's Pride Corp.	941	1 025	
13 007	Sanderson Farms Inc.	1 301	1 270	
9 417	Spectrum Brands Holdings Inc.	930	1 047	
36 298	The Andersons Inc.	2 236	2 241	
		12 029	13 560	1.4
Energy				
16 451	Cameron International	1 061	955	
47 075	Halliburton Co.	2 918	2 150	
11 567	Hess Corp.	1 097	992	
37 248	Green Plains Inc.	1 711	1 072	
63 117	Marathon Petroleum Corp.	5 906	6 617	
39 944	Matrix Service Co.	1 364	1 036	
81 460	Panhandle Oil and Gas Inc., Class A	2 269	2 207	
43 939	Phillips 66 Company	3 837	3 660	
125 196	RPC Inc.	3 022	1 899	
73 192	Westmoreland Coal Co.	1 954	2 824	
		25 139	23 412	2.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
54 497	Banco Bradesco S.A. ADR	\$ 922	\$ 847	
143 280	Beneficial Mutual Bancorp Inc.	2 030	2 042	
227 245	BGC Partners Inc., Class A	1 855	2 416	
42 050	Bridge Capital Holdings	1 064	1 093	
41 263	Federated National Holding Co.	1 009	1 158	
42 454	HFF Inc., Class A	1 484	1 772	
36 051	Piper Jaffray Cos	2 085	2 433	
95 214	Symetra Financial Corp.	2 521	2 551	
39 226	Travelers Cos. Inc.	4 299	4 825	
85 910	United Insurance Holdings Corp.	1 384	2 191	
25 208	XL Group Plc.	1 013	1 007	
		19 666	22 335	2.4
Health Care				
12 879	Chemed Corp.	1 439	1 581	
26 297	CONMED Corp.	1 333	1 374	
102 613	Pfizer Inc.	3 384	3 714	
40 839	Quest Diagnostics Inc.	2 428	3 182	
22 018	The Ensign Group Inc	954	1 136	
51 870	Triple-S Management Corp., Class B	1 353	1 441	
27 309	U.S. Physical Therapy Inc.	1 306	1 331	
		12 197	13 759	1.4
Industrials				
24 318	Apogee Enterprises Inc.	1 216	1 197	
24 381	ArcBest Corp.	929	1 313	
25 090	Argan Inc.	946	982	
13 218	C.H. Robinson Worldwide Inc.	989	1 150	
10 297	FedEx Corporation	1 989	2 078	
41 834	Hurco Co. Inc.	1 624	1 657	
65 827	Knight Transportation Inc.	1 713	2 574	
38 074	Lydall Inc.	1 190	1 452	
39 238	Marten Transport Ltd.	940	997	
46 900	Northrop Grumman Corp.	2 787	8 029	
88 199	The Greenbrier Co. Inc.	5 096	5 510	
		19 419	26 939	2.8
Information Technology				
139 454	Corning Inc.	3 189	3 715	
33 526	Electronics for Imaging Inc.	1 261	1 668	
5 202	International Business Machines	953	970	
23 369	MKS Instruments Inc.	966	994	
35 249	NetApp Inc.	1 532	1 697	
26 556	Netscout Systems Inc.	1 310	1 127	
24 496	NVE Corp.	1 818	2 015	
81 552	Nvidia Corp.	1 409	1 900	
66 374	Pericom Semiconductor Corp.	1 017	1 044	
		13 455	15 130	1.6
Materials				
22 732	Boise Cascade Co.	958	981	
15 874	CF Industries Holdings Inc.	4 071	5 026	
30 828	LyondellBasell Industries N.V.	3 531	2 843	
43 427	The Mosaic Co.	2 236	2 302	
34 929	Tronox Ltd.	1 140	969	
		11 936	12 121	1.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
129 449	CenturyTel Inc.	\$ 5 121	\$ 5 953	
92 182	Consolidated Communications Holdings Inc.	2 536	2 981	
		7 657	8 934	0.9
TOTAL UNITED STATES EQUITIES		140 980	163 138	17.1
FOREIGN EQUITIES				
Ireland				
122 972	Seagate Technology	3 954	9 501	
TOTAL FOREIGN EQUITIES		3 954	9 501	1.0
TOTAL EQUITIES		784 744	936 266	98.6
SHORT-TERM INVESTMENTS†		18 887	18 893	2.0
TOTAL INVESTMENTS		803 631	955 159	100.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	71	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(5 473)	(0.6)
TOTAL PORTFOLIO		\$ 803 631	949 757	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(266)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 949 491	100.0	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 465 Sold CAD 1 677 @ 1.1443	06-Jan-15	\$ 26
Bought USD 1 705 Sold CAD 1 940 @ 1.1376	06-Jan-15	41
Bought CAD 2 920 Sold USD 2 505 @ 1.1657	24-Mar-15	4
		\$ 71

Contracts	Maturity Date	Unrealized Loss
Bought CAD 10 982 Sold USD 10 011 @ 1.0970	06-Jan-15	\$ (649)
Bought CAD 2 230 Sold USD 1 977 @ 1.1280	06-Jan-15	(67)
Bought CAD 20 908 Sold USD 18 802 @ 1.1120	16-Jan-15	(942)
Bought CAD 3 770 Sold USD 3 373 @ 1.1177	16-Jan-15	(150)
Bought CAD 28 301 Sold USD 25 249 @ 1.1209	26-Jan-15	(1 049)
Bought CAD 3 130 Sold USD 2 781 @ 1.1257	26-Jan-15	(102)
Bought USD 3 553 Sold CAD 4 141 @ 1.1654	26-Jan-15	(11)
Bought CAD 1 640 Sold USD 1 446 @ 1.1344	17-Feb-15	(41)
Bought CAD 13 280 Sold USD 11 832 @ 1.1223	17-Feb-15	(481)
Bought CAD 2 750 Sold USD 2 368 @ 1.1616	17-Feb-15	(3)
Bought CAD 3 030 Sold USD 2 690 @ 1.1263	17-Feb-15	(99)
Bought CAD 8 846 Sold USD 7 609 @ 1.1625	10-Mar-15	(8)
Bought CAD 45 634 Sold USD 40 325 @ 1.1317	16-Mar-15	(1 292)
Bought CAD 26 643 Sold USD 23 377 @ 1.1397	24-Mar-15	(566)
Bought CAD 1 173 Sold USD 1 019 @ 1.1513	01-Apr-15	(13)
		\$ (5 473)

TOTAL FOREIGN EXCHANGE

\$ (5 402)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 955 159	\$ 985 357	\$ 843 771
Cash	2	–	1 088
Due from investment dealers	316	118	1 254
Subscriptions receivable	98	316	164
Unrealized gain on foreign exchange contracts	71	2	586
Dividends receivable, interest accrued and other assets	1 196	1 523	1 787
TOTAL ASSETS	956 842	987 316	848 650
LIABILITIES			
Bank overdraft	–	2	–
Due to investment dealers	–	61	1 024
Redemptions payable	593	474	713
Unrealized loss on foreign exchange contracts	5 473	3 739	451
Accounts payable and accrued expenses	1 285	1 252	1 081
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 351	5 528	3 269
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 949 491	\$ 981 788	\$ 845 381
Investments at cost	\$ 803 631	\$ 779 874	\$ 783 639
NAV			
SERIES A	\$ 890 504	\$ 929 985	\$ 809 137
ADVISOR SERIES	\$ 2 392	\$ 1 949	\$ 618
SERIES D	\$ 50 500	\$ 44 712	\$ 31 565
SERIES F	\$ 6 095	\$ 5 142	\$ 4 061
NAV PER UNIT			
SERIES A	\$ 20.22	\$ 18.94	\$ 14.51
ADVISOR SERIES	\$ 20.87	\$ 19.54	\$ 14.92
SERIES D	\$ 20.41	\$ 19.12	\$ 14.62
SERIES F	\$ 20.22	\$ 18.94	\$ 14.48

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 22 742	\$ 23 135
Interest for distribution purposes	31	38
Other income (loss)	283	501
Securities lending revenue (see note 6 in the generic notes)	118	379
Net realized gain (loss) on investments	130 378	105 241
Net gain (loss) on foreign currencies and other net assets	(13 097)	(6 810)
Change in unrealized gain (loss) on investments	(55 620)	141 479
TOTAL INCOME (LOSS)	84 835	263 963
EXPENSES (see notes – Fund Specific Information)		
Management fees	11 990	11 115
Administration fees	1 425	1 327
Board of Governors costs	3	3
GST/HST	1 347	1 280
Transaction costs	1 024	1 050
Withholding tax	424	498
TOTAL EXPENSES	16 213	15 273
INCREASE (DECREASE) IN NAV	\$ 68 622	\$ 248 690
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 64 414	\$ 236 863
ADVISOR SERIES	\$ 163	\$ 320
SERIES D	\$ 3 611	\$ 10 281
SERIES F	\$ 434	\$ 1 226
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.39	\$ 4.59
ADVISOR SERIES	\$ 1.44	\$ 4.78
SERIES D	\$ 1.48	\$ 4.71
SERIES F	\$ 1.51	\$ 4.70

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 68 622	\$ 248 690
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(130 316)	(105 205)
Change in unrealized loss (gain) on investments	55 620	(141 479)
(Increase) decrease in accrued receivables	129	1 400
Increase (decrease) in accrued payables	(28)	(792)
Cost of investments purchased	(3 605 001)	(3 295 746)
Proceeds on sales of investments	3 711 560	3 404 716
NET CASH PROVIDED BY OPERATING ACTIVITIES	100 586	111 584
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	43 170	28 389
Cash paid on redemption of redeemable units	(143 671)	(140 950)
Distributions paid to holders of redeemable units	(81)	(113)
NET CASH USED IN FINANCING ACTIVITIES	\$ (100 582)	\$ (112 674)
Net increase (decrease) in cash for the year	4	(1 090)
Cash (bank overdraft), beginning of period	(2)	1 088
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ (2)
Interest received	\$ 31	\$ 38
Dividends received, net of withholding taxes	\$ 22 929	\$ 23 402

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 929 985	\$ 809 137	\$ 1 949	\$ 618	\$ 44 712	\$ 31 565
INCREASE (DECREASE) IN NAV	64 414	236 863	163	320	3 611	10 281
Early redemption fees	–	–	–	–	–	3
Proceeds from redeemable units issued	26 373	15 184	446	1 115	13 920	10 813
Reinvestments of distributions to holders of redeemable units	4 779	7 808	12	10	422	441
Redemption of redeemable units	(130 210)	(131 107)	(165)	(104)	(11 736)	(7 943)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(99 058)	(108 115)	293	1 021	2 606	3 314
Distributions from net income	(4 837)	(7 900)	(13)	(10)	(429)	(448)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 837)	(7 900)	(13)	(10)	(429)	(448)
NET INCREASE (DECREASE) IN NAV	(39 481)	120 848	443	1 331	5 788	13 147
NAV AT END OF PERIOD	\$ 890 504	\$ 929 985	\$ 2 392	\$ 1 949	\$ 50 500	\$ 44 712

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 142	\$ 4 061	\$ 981 788	\$ 845 381
INCREASE (DECREASE) IN NAV	434	1 226	68 622	248 690
Early redemption fees	–	–	–	3
Proceeds from redeemable units issued	2 213	1 429	42 952	28 541
Reinvestments of distributions to holders of redeemable units	51	50	5 264	8 309
Redemption of redeemable units	(1 679)	(1 560)	(143 790)	(140 714)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	585	(81)	(95 574)	(103 861)
Distributions from net income	(66)	(64)	(5 345)	(8 422)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(66)	(64)	(5 345)	(8 422)
NET INCREASE (DECREASE) IN NAV	953	1 081	(32 297)	136 407
NAV AT END OF PERIOD	\$ 6 095	\$ 5 142	\$ 949 491	\$ 981 788

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of capital growth and current income by investing primarily in equity securities of Canadian and U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	20.3	25.7	23.8
Consumer Discretionary	18.1	16.5	13.3
Materials	13.7	14.5	17.6
Energy	12.0	11.4	11.7
Consumer Staples	11.9	6.5	9.7
Industrials	9.6	14.2	9.6
Other Sectors	7.6	8.4	13.1
Health Care	5.4	–	–
Cash/Other	1.4	2.8	1.2

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	936 266	–	–	936 266
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	18 893	–	18 893
Derivatives – assets	–	71	–	71
Derivatives – liabilities	–	(5 473)	–	(5 473)
Total financial instruments	936 266	13 491	–	949 757
% of total portfolio	98.6	1.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	971 905	–	–	971 905
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	13 452	–	13 452
Derivatives – assets	–	2	–	2
Derivatives – liabilities	–	(3 739)	–	(3 739)
Total financial instruments	971 905	9 715	–	981 620
% of total portfolio	99.0	1.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	834 274	–	–	834 274
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	9 497	–	9 497
Derivatives – assets	–	586	–	586
Derivatives – liabilities	–	(451)	–	(451)
Total financial instruments	834 274	9 632	–	843 906
% of total portfolio	98.9	1.1	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	172 907
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	49 093	55 757
Issued number of units	1 350	917
Reinvested number of units	240	418
Redeemed number of units	(6 642)	(7 999)
Ending number of units	44 041	49 093
Advisor Series		
Opening units	100	41
Issued number of units	22	65
Reinvested number of units	1	–
Redeemed number of units	(8)	(6)
Ending number of units	115	100

Please see the generic notes at the back of the financial statements.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	2 338	2 158
Issued number of units	707	638
Reinvested number of units	21	23
Redeemed number of units	(592)	(481)
Ending number of units	2 474	2 338
Series F		
Opening units	272	280
Issued number of units	110	85
Reinvested number of units	3	3
Redeemed number of units	(84)	(96)
Ending number of units	301	272

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 024	100	1 050	100
Related-party brokerage commissions*	87	8	42	4
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	92 248	112 080
Fair value of collateral received	94 093	114 322



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	981 054	842 876
Revaluation of investments at FVTPL	734	2 505
Net assets attributable to holders of redeemable units	981 788	845 381
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		250 461
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(1 771)
Increase (decrease) in net assets attributable to holders of redeemable units		248 690

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC O'SHAUGHNESSY ALL-CANADIAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
96 404	Canadian Tire Corp. Ltd., Class A	\$ 8 918	\$ 11 833	
75 258	Cogeco Cable Inc.	4 559	5 391	
21 990	COGECO Inc.	1 286	1 344	
111 553	Corus Entertainment Inc., Class B	2 493	2 560	
79 756	Dollarama Inc.	4 364	4 738	
38 367	Dorel Industries, Class B	1 512	1 535	
430 906	EnerCare Inc.	6 000	6 248	
237 328	Great Canadian Gaming Corp.	3 141	4 901	
291 621	Linamar Corp.	13 088	20 691	
143 948	Magna International Inc., Class A	15 347	18 122	
92 683	Martinrea International Inc.	1 315	961	
216 062	RONA Inc.	2 994	2 992	
182 856	Shaw Communications Inc., Class B	5 500	5 733	
340 980	Torstar Corp., Class B	2 681	2 223	
29 032	Uni-Select Inc.	831	888	
372 068	Yellow Media Ltd.	6 832	7 285	
		80 861	97 445	19.8
Consumer Staples				
256 404	Alimentation Couche-Tard Inc.	8 431	12 484	
129 312	Clearwater Seafoods Inc.	1 535	1 534	
759 979	Jean Coutu Group, Class A	11 501	21 515	
141 746	Metro Inc., Class A	7 253	13 225	
		28 720	48 758	9.9
Energy				
134 928	Birchcliff Energy Ltd.	1 756	1 055	
137 992	Canadian Natural Resources Ltd.	6 510	4 957	
642 428	Chinook Energy Inc.	1 455	816	
220 185	Enbridge Income Fund Holdings Inc.	6 978	8 884	
188 343	Encana Corp.	4 621	3 046	
261 862	Enerflex Ltd.	3 255	4 292	
1 112 615	Parex Resources Inc.	12 588	8 434	
95 546	Pason Systems Inc.	1 963	2 092	
9 196	PHX Energy Services Corp.	149	69	
324 833	Suncor Energy Inc.	13 537	11 986	
144 010	Veresen Inc.	2 649	2 644	
141 220	Western Energy Services Corp.	1 391	849	
		56 852	49 124	10.0
Financials				
614 979	Altus Group Ltd.	11 542	12 798	
170 763	Bank of Montreal	11 955	14 033	
715 493	Canaccord Genuity Group Inc.	7 902	5 588	
69 785	Canadian Apartment Properties Real Estate Investment Trust	1 774	1 754	
94 682	Chartwell Retirement Residences Real Estate Investment Trust	1 096	1 128	
772	Fairfax Financial Holdings Ltd.	470	470	
124 376	First Service Corp.	7 183	7 373	
277 702	Genworth MI Canada Inc.	7 886	10 269	
353 388	Gluskin Sheff + Associates Inc.	10 407	9 785	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
123 261	Great-West Lifeco Inc.	\$ 4 046	\$ 4 140	
116 967	Home Capital Group Inc.	4 730	5 613	
362 311	InnVest Real Estate Investment Trust	1 918	2 167	
14 184	Intact Financial Corp.	1 165	1 189	
404 340	Manulife Financial Corporation	8 009	8 968	
80 914	Power Corporation of Canada	2 316	2 570	
72 001	Power Financial Corp.	2 261	2 605	
208 427	Royal Bank of Canada*	16 145	16 724	
		100 805	107 174	21.8
Health Care				
83 039	Cipher Pharmaceuticals Inc.	1 461	1 391	
564 544	Extendicare Inc.	4 733	3 681	
74 792	Tekmira Pharmaceuticals Corp.	1 085	1 329	
		7 279	6 401	1.3
Industrials				
309 556	Aecon Group Inc.	4 311	3 315	
47 689	AG Growth International Inc.	2 442	2 695	
128 970	Air Canada	292	1 531	
92 025	Bird Construction Inc.	1 080	1 098	
141 653	Boyd Group Income Fund	6 046	6 743	
190 453	CAE Inc.	2 639	2 872	
41 215	Canadian National Railway Co.	3 247	3 298	
19 433	Canadian Pacific Railway Ltd.	4 388	4 348	
1 693 424	Chorus Aviation Inc.	7 517	7 705	
616 052	Finning International Inc.	17 936	15 543	
118 754	Progressive Waste Solutions Ltd.	4 020	4 148	
42 297	Russel Metals Inc.	1 560	1 095	
73 574	Stantec Inc.	1 071	2 349	
407 174	Transcontinental Inc., Class A	5 447	6 743	
247 319	TransForce Inc.	4 928	7 318	
139 197	Wajax Corp.	4 963	4 283	
295 679	WSP Global Inc.	10 337	10 307	
		82 224	85 391	17.3
Information Technology				
477 351	5N Plus Inc.	1 925	1 179	
314 161	Celestica Inc.	2 990	4 288	
64 792	Open Text Corp.	3 104	4 381	
		8 019	9 848	2.0
Materials				
22 438	Agrium Inc.	2 200	2 468	
181 673	Canam Manac Group Inc., Class A	2 094	2 058	
179 170	Canfor Corp.	3 074	5 311	
1 999 522	Centerra Gold Inc.	11 221	12 077	
380 399	Chemtrade Logistics Income Fund	7 461	7 874	
48 406	Dominion Diamond Corp.	1 009	1 010	
235 026	Intertape Polymer Group Inc.	2 980	4 374	
679 414	Lucara Diamond Corp.	1 267	1 488	
699 947	Nevsun Resources Ltd.	3 027	3 136	
1 112 323	Rio Alto Mining Ltd.	3 482	3 137	
6 624 088	Western Forest Products Inc.	13 359	17 885	
		51 174	60 818	12.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
26 648	TELUS Corp.	\$ 1 066	\$ 1 116	
		<u>1 066</u>	<u>1 116</u>	0.2
Utilities				
73 346	Capital Power Corp.	1 995	1 907	
102 085	Emera Inc.	3 900	3 945	
1 006 596	Just Energy Group Inc.	6 120	6 120	
64 654	Superior Plus Corp.	928	775	
		<u>12 943</u>	<u>12 747</u>	2.6
TOTAL CANADIAN EQUITIES		429 943	478 822	97.3
SHORT-TERM INVESTMENTS†		15 440	15 440	3.1
TOTAL INVESTMENTS		<u>\$ 445 383</u>	<u>494 262</u>	100.4
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(1 814)</u>	(0.4)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$ 492 448</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 494 262	\$ 312 028	\$ 218 140
Cash	–	1	166
Due from investment dealers	1 103	269	553
Subscriptions receivable	351	567	149
Dividends receivable, interest accrued and other assets	876	694	671
TOTAL ASSETS	496 592	313 559	219 679
LIABILITIES			
Due to investment dealers	3 476	756	890
Redemptions payable	220	164	317
Accounts payable and accrued expenses	448	433	307
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 144	1 353	1 514
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 492 448	\$ 312 206	\$ 218 165
Investments at cost	\$ 445 383	\$ 249 770	\$ 200 174
NAV			
SERIES A	\$ 248 841	\$ 260 651	\$ 186 884
ADVISOR SERIES	\$ 6 779	\$ 7 414	\$ 5 953
SERIES D	\$ 22 425	\$ 21 848	\$ 10 813
SERIES F	\$ 7 446	\$ 6 769	\$ 4 695
SERIES O	\$ 206 957	\$ 15 524	\$ 9 820
NAV PER UNIT			
SERIES A	\$ 13.38	\$ 14.86	\$ 11.31
ADVISOR SERIES	\$ 13.44	\$ 14.92	\$ 11.35
SERIES D	\$ 13.65	\$ 15.16	\$ 11.50
SERIES F	\$ 13.65	\$ 15.16	\$ 11.52
SERIES O	\$ 14.33	\$ 15.90	\$ 12.04

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 868	\$ 6 976
Interest for distribution purposes	61	46
Other income (loss)	716	100
Securities lending revenue (see note 6 in the generic notes)	95	28
Net realized gain (loss) on investments	53 463	25 480
Net gain (loss) on foreign currencies and other net assets	(1)	(2)
Change in unrealized gain (loss) on investments	(48 789)	44 292
TOTAL INCOME (LOSS)	16 413	76 920
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 358	3 507
Administration fees	458	353
Board of Governors costs	3	3
GST/HST	484	394
Transaction costs	569	313
TOTAL EXPENSES	5 872	4 570
INCREASE (DECREASE) IN NAV	\$ 10 541	\$ 72 350
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 9 160	\$ 60 991
ADVISOR SERIES	\$ 264	\$ 1 859
SERIES D	\$ 1 005	\$ 4 376
SERIES F	\$ 284	\$ 1 665
SERIES O	\$ (172)	\$ 3 459
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.32	\$ 3.67
ADVISOR SERIES	\$ 0.33	\$ 3.69
SERIES D	\$ 0.44	\$ 3.82
SERIES F	\$ 0.46	\$ 3.87
SERIES O	\$ 0.51	\$ 4.19

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 10 541	\$ 72 350
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(53 463)	(25 480)
Change in unrealized loss (gain) on investments	48 789	(44 292)
(Increase) decrease in accrued receivables	(1 016)	261
Increase (decrease) in accrued payables	2 735	(8)
Cost of investments purchased	(2 045 808)	(1 346 004)
Proceeds on sales of investments	1 868 248	1 321 888
NET CASH PROVIDED BY OPERATING ACTIVITIES	(169 974)	(21 285)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	292 099	67 765
Cash paid on redemption of redeemable units	(102 539)	(46 605)
Distributions paid to holders of redeemable units	(19 587)	(40)
NET CASH USED IN FINANCING ACTIVITIES	\$ 169 973	\$ 21 120
Net increase (decrease) in cash for the year	(1)	(165)
Cash (bank overdraft), beginning of period	1	166
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 1
Interest received	\$ 28	\$ 46
Dividends received, net of withholding taxes	\$ 11 433	\$ 7 054

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 260 651	\$ 186 884	\$ 7 414	\$ 5 953	\$ 21 848	\$ 10 813	\$ 6 769	\$ 4 695
INCREASE (DECREASE) IN NAV	9 160	60 991	264	1 859	1 005	4 376	284	1 665
Early redemption fees	1	–	–	–	3	–	–	–
Proceeds from redeemable units issued	34 789	50 581	950	1 032	12 860	11 166	2 777	1 449
Reinvestments of distributions to holders of redeemable units	33 471	1 236	890	35	3 195	170	754	60
Redemption of redeemable units	(55 145)	(37 787)	(1 788)	(1 428)	(13 263)	(4 506)	(2 057)	(1 021)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 116	14 030	52	(361)	2 795	6 830	1 474	488
Distributions from net income	(1 610)	(1 254)	(49)	(37)	(291)	(171)	(109)	(79)
Distributions from net gains	(32 476)	–	(902)	–	(2 932)	–	(972)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(34 086)	(1 254)	(951)	(37)	(3 223)	(171)	(1 081)	(79)
NET INCREASE (DECREASE) IN NAV	(11 810)	73 767	(635)	1 461	577	11 035	677	2 074
NAV AT END OF PERIOD	\$ 248 841	\$ 260 651	\$ 6 779	\$ 7 414	\$ 22 425	\$ 21 848	\$ 7 446	\$ 6 769

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 15 524	\$ 9 820	\$ 312 206	\$ 218 165
INCREASE (DECREASE) IN NAV	(172)	3 459	10 541	72 350
Early redemption fees	–	–	4	–
Proceeds from redeemable units issued	240 507	3 955	291 883	68 183
Reinvestments of distributions to holders of redeemable units	2 561	255	40 871	1 756
Redemption of redeemable units	(30 346)	(1 710)	(102 599)	(46 452)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	212 722	2 500	230 159	23 487
Distributions from net income	(2 551)	(255)	(4 610)	(1 796)
Distributions from net gains	(18 566)	–	(55 848)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(21 117)	(255)	(60 458)	(1 796)
NET INCREASE (DECREASE) IN NAV	191 433	5 704	180 242	94 041
NAV AT END OF PERIOD	\$ 206 957	\$ 15 524	\$ 492 448	\$ 312 206

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of capital growth and current income by investing primarily in equity securities of Canadian companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	21.8	25.0	–
Consumer Discretionary	19.8	14.0	10.9
Industrials	17.3	19.9	21.5
Materials	12.4	14.4	16.4
Energy	10.0	10.7	21.2
Consumer Staples	9.9	6.5	15.0
Other Sectors	6.1	1.8	7.5
Information Technology	–	4.8	6.2
Cash/Other	2.7	2.9	1.3

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.8	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	478 822	–	–	478 822
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	15 440	–	15 440
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	478 822	15 440	–	494 262
% of total portfolio	96.9	3.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	303 405	–	–	303 405
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 623	–	8 623
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	303 405	8 623	–	312 028
% of total portfolio	97.2	2.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	215 307	–	–	215 307
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 833	–	2 833
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	215 307	2 833	–	218 140
% of total portfolio	98.7	1.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.50%
Advisor Series	1.50%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	128	110
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	17 545	16 528
Issued number of units	2 323	3 914
Reinvested number of units	2 450	84
Redeemed number of units	(3 716)	(2 981)
Ending number of units	18 602	17 545
Advisor Series		
Opening units	497	524
Issued number of units	63	82
Reinvested number of units	65	2
Redeemed number of units	(120)	(111)
Ending number of units	505	497
Series D		
Opening units	1 441	940
Issued number of units	841	831
Reinvested number of units	229	11
Redeemed number of units	(868)	(341)
Ending number of units	1 643	1 441
Series F		
Opening units	446	407
Issued number of units	182	109
Reinvested number of units	54	4
Redeemed number of units	(136)	(74)
Ending number of units	546	446
Series O		
Opening units	976	815
Issued number of units	15 224	271
Reinvested number of units	175	16
Redeemed number of units	(1 936)	(126)
Ending number of units	14 439	976

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	569	100	313	100
Related-party brokerage commissions*	47	8	175	5
Commission arrangements†	—	—	—	—

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	46 217	49 243
Fair value of collateral received	47 141	50 228

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private O'Shaughnessy Canadian Equity Pool was merged into the RBC O'Shaughnessy All-Canadian Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private O'Shaughnessy Canadian Equity Pool (the "Terminated Fund") and the RBC O'Shaughnessy All-Canadian Equity Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	\$186 310
Exchange ratio Series 0	0.95
Units issued by Continuing Fund Series 0	11 668

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or "rollover" basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	312 031	217 464
Revaluation of investments at FVTPL	175	701
Net assets attributable to holders of redeemable units	312 206	218 165
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		72 876
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(526)
Increase (decrease) in net assets attributable to holders of redeemable units		72 350



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN EQUITY INCOME FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
456 266	Hudson's Bay Co.	\$ 7 654	\$ 11 206	
458 800	Magna International Inc., Class A	40 478	57 758	
499 002	Quebecor Inc., Class B	11 864	15 938	
748 929	Shaw Communications Inc., Class B	19 124	23 479	
840 000	Thomson Corp.	32 352	39 371	
		<u>111 472</u>	<u>147 752</u>	3.5
Consumer Staples				
560 300	Alimentation Couche-Tard Inc.	16 408	27 281	
136 200	George Weston Ltd.	9 247	13 668	
477 314	Loblaws Companies Ltd.	21 009	29 675	
1 283 188	Maple Leaf Foods Inc.	19 433	24 984	
240 000	Walgreens Boots Alliance Inc.	16 222	21 247	
		<u>82 319</u>	<u>116 855</u>	2.8
Energy				
1 064 222	AltaGas Ltd.	43 221	46 123	
1 300 800	ARC Resources Ltd.	35 747	32 728	
492 974	Baytex Energy Corp.	17 657	9 524	
1 108 086	Bonavista Energy Corp.	17 915	8 089	
175 094	Bonterra Energy Corp.	8 168	7 293	
926 900	Calfrac Well Services Ltd.	14 795	9 279	
893 200	Cameco Corp.	17 775	17 016	
2 779 900	Canadian Energy Services & Technology Corp.	11 413	17 653	
3 072 998	Canadian Natural Resources Ltd.	108 108	110 382	
1 017 000	Cardinal Energy Ltd.	13 785	13 741	
1 396 200	Cenovus Energy Inc.	46 274	33 467	
933 982	Crescent Point Energy Corp.	38 823	25 133	
2 457 977	Enbridge Inc.	112 516	146 840	
2 690 900	Encana Corp.	56 702	43 512	
1 012 300	Enerflex Ltd.	15 219	16 592	
757 500	Enerplus Corp.	12 784	8 476	
1 297 635	Gibson Energy Inc.	32 107	35 283	
1 255 478	Husky Energy Inc.	38 243	34 526	
505 443	Keyera Corp.	32 519	40 976	
162 804	Mullen Group Ltd.	3 647	3 469	
121 700	Parkland Fuel Corp.	2 433	2 646	
1 251 563	Pembina Pipeline Corp.	50 658	52 991	
240 500	Peyto Exploration & Development Corp.	5 850	8 050	
557 400	PrairieSky Royalty Ltd.	19 337	17 056	
1 405 600	Precision Drilling Corp.	15 267	9 924	
225 000	Spectra Energy Corp.	7 678	9 489	
4 037 500	Suncor Energy Inc.	142 821	148 984	
848 100	TORC Oil & Gas Ltd.	9 713	6 530	
2 003 100	TransCanada Corp.	101 859	114 377	
1 642 400	Trinidad Drilling Ltd.	12 678	8 540	
2 609 239	Veresen Inc.	40 882	47 906	
389 600	Vermilion Energy Inc.	22 388	22 207	
1 687 024	Whitecap Resources Inc.	20 934	19 300	
		<u>1 129 916</u>	<u>1 128 102</u>	27.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
1 505 933	Agellan Commercial Real Estate Investment Trust	\$ 13 792	\$ 13 056	
401 533	Allied Properties Real Estate Investment Trust	12 779	15 033	
761 200	Bank of Montreal	50 237	62 555	
2 380 148	Bank of Nova Scotia	141 472	157 828	
1 280 639	Brookfield Asset Management Inc., Class A	56 209	74 559	
1 408 100	Brookfield Canada Office Properties	38 728	37 962	
3 858 500	Brookfield Property Partners LP	66 844	102 057	
836 100	Canadian Imperial Bank of Commerce	75 451	83 476	
795 812	Canadian Real Estate Investment Trust	35 648	36 440	
2 751 315	Chartwell Retirement Residences Real Estate Investment Trust	24 724	32 768	
1 021 300	CI Financial Corp.	29 279	32 978	
1 071 000	Crombie Real Estate Investment Trust	13 418	13 837	
1 200 000	Dream Global Real Estate Investment Trust	10 839	10 284	
1 465 000	Dream Office Real Estate Investment Trust	39 811	36 845	
1 579 229	First Capital Realty Inc.	29 172	29 468	
2 391 000	GMP Capital Inc.	15 672	15 183	
1 452 700	H&R Real Estate Investment Trust	32 072	31 567	
510 000	Industrial Alliance Insurance & Financial Services Inc.	22 994	22 659	
3 746 300	Killam Properties Inc.	40 678	38 437	
6 728 229	Manulife Financial Corporation	128 798	149 232	
219 800	Manulife Financial Corporation, Subscription Receipts	4 726	4 866	
794 100	Power Corporation of Canada	24 190	25 221	
4 356 100	Pure Industrial Real Estate Investment Trust	19 650	19 341	
230 000	RioCan Real Estate Investment Trust	5 997	6 079	
2 447 200	Royal Bank of Canada*	162 174	196 363	
1 320 000	Sun Life Financial Inc.	47 502	55 334	
2 107 400	Toronto-Dominion Bank	94 288	116 982	
1 678 400	Tricon Capital Group Inc.	13 252	14 636	
		<u>1 250 396</u>	<u>1 435 046</u>	34.4
Health Care				
1 000 000	Pfizer Inc.	32 249	36 190	
		<u>32 249</u>	<u>36 190</u>	0.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
902 600	Badger Daylighting Ltd.	\$ 19 731	\$ 23 874	
662 900	Black Diamond Group Ltd.	9 982	8 445	
1 775 000	CAE Inc.	24 734	26 767	
395 000	Canadian National Railway Co.	29 713	31 608	
419 948	CSX Corp.	12 135	17 676	
1 400 000	Finning International Inc.	37 698	35 322	
420 000	Fluor Corp.	29 803	29 585	
865 572	KBR Inc.	25 572	17 045	
2 221 101	Newalta Inc.	29 308	39 180	
216 000	Norfolk Southern Corp.	24 724	27 506	
801 400	Progressive Waste Solutions Ltd.	21 038	27 993	
1 729 023	Russel Metals Inc.	47 841	44 782	
930 300	WestJet Airlines Ltd.	23 435	31 035	
		<u>335 714</u>	<u>360 818</u>	<u>8.6</u>
Information Technology				
340 100	DH Corp.	9 053	12 471	
		<u>9 053</u>	<u>12 471</u>	<u>0.3</u>
Materials				
371 100	Agnico Eagle Mines Ltd.	11 870	10 732	
351 000	Agrium Inc.	34 149	38 610	
1 210 389	BHP Billiton Plc.	41 971	30 137	
1 224 000	Canfor Pulp Products Inc.	14 983	17 821	
399 995	Labrador Iron Ore Royalty Corp.	12 330	7 440	
231 605	Methanex Corp.	12 298	12 361	
1 548 679	Potash Corporation of Saskatchewan Inc.	62 351	63 604	
		<u>189 952</u>	<u>180 705</u>	<u>4.3</u>
Telecommunication Services				
1 075 000	AT&T Inc.	39 251	41 952	
1 240 000	BCE Inc.	58 881	66 067	
639 506	Rogers Communications Inc., Class B	27 676	28 886	
1 557 900	TELUS Corp.	58 987	65 260	
		<u>184 795</u>	<u>202 165</u>	<u>4.8</u>
Utilities				
4 127 123	Algonquin Power & Utilities Corp.	26 957	39 785	
300 000	Boralex Inc., Class A	3 900	3 855	
1 450 000	Boralex Inc.†, Subscription Receipts	18 873	18 633	
1 030 724	Brookfield Infrastructure Partners LP	41 963	50 145	
1 380 954	Brookfield Renewable Energy Partners LP	40 682	49 576	
450 000	Canadian Utilities Ltd., Class A	15 849	18 410	
1 122 100	Emera Inc.	36 429	43 358	
1 027 365	Fortis Inc.	32 536	40 026	
1 508 900	Northland Power Inc.	23 959	23 071	
200 000	Pattern Energy Group Inc.	5 392	5 730	
1 813 600	TransAlta Corp.	23 715	19 079	
		<u>270 255</u>	<u>311 668</u>	<u>7.5</u>
TOTAL EQUITIES		<u>3 596 121</u>	<u>3 931 772</u>	<u>94.1</u>

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
59 480	Bank of Montreal	\$ 59 428	\$ 59 428	
16 870	Bank of Nova Scotia	16 855	16 855	
21 229	Canadian Imperial Bank of Commerce	21 224	21 224	
55 600	National Bank of Canada	55 543	55 543	
106 000	Toronto-Dominion Bank	105 893	105 893	
		<u>258 943</u>	<u>258 943</u>	<u>6.2</u>
TOTAL SHORT-TERM INVESTMENTS				
TOTAL INVESTMENTS		<u>3 855 064</u>	<u>4 190 715</u>	<u>100.3</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	809	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(5 583)	(0.1)
TOTAL PORTFOLIO		<u>\$3 855 064</u>	<u>4 185 941</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(8 976)</u>	<u>(0.2)</u>
			<u>\$4 176 965</u>	<u>100.0</u>

* Investment in related party (see note 7 in the generic notes).

† Illiquid security.

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 12 000 Sold CAD 13 698 @ 1.1415	08-Jan-15	\$ 244
Bought GBP 4 500 Sold CAD 8 070 @ 1.7933	02-Feb-15	83
Bought USD 17 625 Sold CAD 20 109 @ 1.1410	05-Feb-15	384
Bought USD 9 072 Sold CAD 10 544 @ 1.1622	05-Feb-15	4
Bought CAD 7 191 Sold USD 6 175 @ 1.1645	06-Feb-15	11
Bought CAD 5 818 Sold USD 5 000 @ 1.1636	10-Feb-15	4
Bought CAD 11 561 Sold USD 9 905 @ 1.1672	17-Mar-15	34
Bought CAD 14 033 Sold USD 12 040 @ 1.1655	19-Mar-15	22
Bought CAD 7 024 Sold USD 6 032 @ 1.1645	26-Mar-15	3
Bought CAD 5 471 Sold USD 4 690 @ 1.1664	30-Mar-15	11
Bought CAD 5 829 Sold USD 5 000 @ 1.1658	30-Mar-15	9
		\$ 809

Contracts	Maturity Date	Unrealized Loss
Bought CAD 16 799 Sold USD 15 000 @ 1.1199	08-Jan-15	\$ (628)
Bought CAD 2 246 Sold USD 2 000 @ 1.1229	12-Jan-15	(78)
Bought CAD 4 934 Sold USD 4 414 @ 1.1178	13-Jan-15	(195)
Bought CAD 8 779 Sold USD 7 811 @ 1.1240	29-Jan-15	(301)
Bought CAD 28 395 Sold USD 25 067 @ 1.1328	30-Jan-15	(747)
Bought CAD 9 546 Sold USD 8 375 @ 1.1399	03-Feb-15	(191)
Bought CAD 11 610 Sold USD 10 000 @ 1.1610	05-Feb-15	(17)
Bought CAD 3 123 Sold USD 2 740 @ 1.1398	05-Feb-15	(63)
Bought CAD 3 487 Sold USD 3 000 @ 1.1625	05-Feb-15	(1)
Bought CAD 15 223 Sold USD 13 319 @ 1.1430	10-Feb-15	(264)
Bought CAD 2 102 Sold USD 1 850 @ 1.1364	10-Feb-15	(49)
Bought CAD 9 091 Sold USD 8 011 @ 1.1348	11-Feb-15	(225)
Bought CAD 23 070 Sold USD 20 560 @ 1.1221	12-Feb-15	(839)
Bought CAD 3 352 Sold USD 3 000 @ 1.1172	13-Feb-15	(137)
Bought CAD 31 150 Sold GBP 17 500 @ 1.7800	19-Feb-15	(561)
Bought GBP 18 000 Sold CAD 32 662 @ 1.8146	19-Feb-15	(46)
Bought CAD 10 848 Sold USD 9 598 @ 1.1302	20-Feb-15	(315)
Bought CAD 1 357 Sold USD 1 200 @ 1.1307	25-Feb-15	(39)
Bought CAD 41 616 Sold GBP 23 200 @ 1.7938	03-Mar-15	(430)
Bought CAD 9 810 Sold USD 8 600 @ 1.1407	05-Mar-15	(195)
Bought CAD 6 418 Sold USD 5 592 @ 1.1477	11-Mar-15	(89)
Bought GBP 2 000 Sold CAD 3 632 @ 1.8160	11-Mar-15	(7)
Bought CAD 7 978 Sold USD 6 967 @ 1.1452	12-Mar-15	(128)
Bought CAD 2 972 Sold USD 2 579 @ 1.1525	25-Mar-15	(29)
Bought CAD 9 423 Sold USD 8 100 @ 1.1633	13-Apr-15	(9)
		\$ (5 583)
TOTAL FOREIGN EXCHANGE		\$ (4 774)

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 4 190 715	\$ 3 101 643	\$ 2 178 376
Cash	91	14	4
Due from investment dealers	7 868	–	34 244
Subscriptions receivable	4 596	4 539	6 302
Unrealized gain on foreign exchange contracts	809	250	813
Dividends receivable, interest accrued and other assets	11 246	10 352	8 234
TOTAL ASSETS	4 215 325	3 116 798	2 227 973
LIABILITIES			
Due to investment dealers	18 873	14 196	3 090
Redemptions payable	7 632	4 739	2 838
Unrealized loss on foreign exchange contracts	5 583	2 095	494
Distributions payable	2	–	–
Accounts payable and accrued expenses	6 270	4 649	3 387
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	38 360	25 679	9 809
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 4 176 965	\$ 3 091 119	\$ 2 218 164
Investments at cost	\$ 3 855 064	\$ 2 778 247	\$ 2 097 346
NAV			
SERIES A	\$ 2 033 414	\$ 1 663 346	\$ 1 219 564
ADVISOR SERIES	\$ 1 013 100	\$ 830 298	\$ 604 605
SERIES H	\$ 26 845	\$ –	\$ –
SERIES D	\$ 304 050	\$ 217 303	\$ 139 710
SERIES F	\$ 290 113	\$ 200 234	\$ 141 939
SERIES I	\$ 14 111	\$ –	\$ –
SERIES O	\$ 495 332	\$ 179 938	\$ 112 346
NAV PER UNIT			
SERIES A	\$ 26.48	\$ 26.13	\$ 23.66
ADVISOR SERIES	\$ 26.64	\$ 26.27	\$ 23.77
SERIES H	\$ 26.71	\$ –	\$ –
SERIES D	\$ 28.58	\$ 27.90	\$ 24.98
SERIES F	\$ 29.60	\$ 28.79	\$ 25.69
SERIES I	\$ 29.58	\$ –	\$ –
SERIES O	\$ 28.62	\$ 27.60	\$ 24.43

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 113 318	\$ 78 961
Interest for distribution purposes	3 727	4 546
Other income (loss)	7 248	8 664
Securities lending revenue (see note 6 in the generic notes)	553	638
Net realized gain (loss) on investments	274 271	154 070
Net gain (loss) on foreign currencies and other net assets	(14 943)	(13 330)
Change in unrealized gain (loss) on investments	9 326	240 202
TOTAL INCOME (LOSS)	393 500	473 751
EXPENSES (see notes – Fund Specific Information)		
Management fees	55 860	41 060
Administration fees	4 514	3 278
Board of Governors costs	3	3
GST/HST	5 810	4 442
Transaction costs	6 202	5 493
Withholding tax	1 118	791
TOTAL EXPENSES	73 507	55 067
INCREASE (DECREASE) IN NAV	\$ 319 993	\$ 418 684
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 161 425	\$ 224 900
ADVISOR SERIES	\$ 81 757	\$ 111 290
SERIES H	\$ (776)	\$ –
SERIES D	\$ 24 645	\$ 28 741
SERIES F	\$ 24 374	\$ 27 683
SERIES I	\$ (480)	\$ –
SERIES O	\$ 29 048	\$ 26 070
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 2.23	\$ 3.86
ADVISOR SERIES	\$ 2.25	\$ 3.88
SERIES H	\$ 0.78	\$ –
SERIES D	\$ 2.64	\$ 4.31
SERIES F	\$ 2.81	\$ 4.54
SERIES I	\$ 1.02	\$ –
SERIES O	\$ 2.92	\$ 4.54

* Series H and Series I launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 319 993	\$ 418 684
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(274 205)	(154 070)
Change in unrealized loss (gain) on investments	(9 326)	(240 202)
(Increase) decrease in accrued receivables	(8 762)	32 126
Increase (decrease) in accrued payables	6 298	12 368
Cost of investments purchased	(6 879 235)	(5 566 871)
Proceeds on sales of investments	6 076 623	5 040 040
NET CASH PROVIDED BY OPERATING ACTIVITIES	(768 614)	(457 925)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 530 737	1 001 606
Cash paid on redemption of redeemable units	(722 942)	(525 623)
Distributions paid to holders of redeemable units	(39 104)	(18 048)
NET CASH USED IN FINANCING ACTIVITIES	\$ 768 691	\$ 457 935
Net increase (decrease) in cash for the year	77	10
Cash (bank overdraft), beginning of period	14	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 91	\$ 14
Interest received	\$ 4 268	\$ 3 972
Dividends received, net of withholding taxes	\$ 118 013	\$ 85 290

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 663 346	\$ 1 219 564	\$ 830 298	\$ 604 605	\$ –	\$ –	\$ 217 303	\$ 139 710
INCREASE (DECREASE) IN NAV	161 425	224 900	81 757	111 290	(776)	–	24 645	28 741
Early redemption fees	4	4	–	1	–	–	4	4
Proceeds from redeemable units issued	573 806	496 728	299 387	252 503	31 151	–	154 324	105 025
Reinvestments of distributions to holders of redeemable units	141 573	73 733	62 392	31 809	986	–	20 454	8 656
Redemption of redeemable units	(351 902)	(271 236)	(183 482)	(130 396)	(3 270)	–	(90 479)	(55 496)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	363 481	299 229	178 297	153 917	28 867	–	84 303	58 189
Distributions from net income	(29 290)	(22 739)	(14 591)	(11 157)	(122)	–	(4 015)	(2 627)
Distributions from net gains	(125 548)	(57 608)	(62 661)	(28 357)	(1 124)	–	(18 186)	(6 710)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(154 838)	(80 347)	(77 252)	(39 514)	(1 246)	–	(22 201)	(9 337)
NET INCREASE (DECREASE) IN NAV	370 068	443 782	182 802	225 693	26 845	–	86 747	77 593
NAV AT END OF PERIOD	\$ 2 033 414	\$ 1 663 346	\$ 1 013 100	\$ 830 298	\$ 26 845	\$ –	\$ 304 050	\$ 217 303

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 200 234	\$ 141 939	\$ –	\$ –	\$ 179 938	\$ 112 346	\$ 3 091 119	\$ 2 218 164
INCREASE (DECREASE) IN NAV	24 374	27 683	(480)	–	29 048	26 070	319 993	418 684
Early redemption fees	–	–	–	–	–	–	8	9
Proceeds from redeemable units issued	141 657	91 261	16 820	–	313 649	54 326	1 530 794	999 843
Reinvestments of distributions to holders of redeemable units	12 182	5 620	568	–	33 440	7 934	271 595	127 752
Redemption of redeemable units	(67 366)	(57 600)	(2 057)	–	(27 287)	(12 805)	(725 843)	(527 533)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	86 473	39 281	15 331	–	319 802	49 455	1 076 554	600 071
Distributions from net income	(3 709)	(2 445)	(57)	–	(5 520)	(2 226)	(57 304)	(41 194)
Distributions from net gains	(17 259)	(6 224)	(683)	–	(27 936)	(5 707)	(253 397)	(104 606)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(20 968)	(8 669)	(740)	–	(33 456)	(7 933)	(310 701)	(145 800)
NET INCREASE (DECREASE) IN NAV	89 879	58 295	14 111	–	315 394	67 592	1 085 846	872 955
NAV AT END OF PERIOD	\$ 290 113	\$ 200 234	\$ 14 111	\$ –	\$ 495 332	\$ 179 938	\$ 4 176 965	\$ 3 091 119

* Series H and Series I launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a high level of monthly cash flow, relatively tax-efficient distributions consisting primarily of returns of capital, capital gains and interest income, as well as the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.5% (December 31, 2013 – 0.7%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	34.4	31.4	29.8
Energy	27.0	29.7	25.0
Industrials	8.6	11.0	11.6
Utilities	7.5	6.2	5.9
Telecommunication Services	4.8	–	–
Materials	4.3	5.2	6.5
Other Sectors	4.0	8.6	8.6
Consumer Discretionary	3.5	3.9	6.3
Cash/Other	5.9	4.0	6.3

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.8	+ or - 0.7	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	3 901 635	30 137	–	3 931 772
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	258 943	–	258 943
Derivatives – assets	–	809	–	809
Derivatives – liabilities	–	(5 583)	–	(5 583)
Total financial instruments	3 901 635	284 306	–	4 185 941
% of total portfolio	93.2	6.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	2 944 634	–	–	2 944 634
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	25 625	–	25 625
Short-term investments	–	131 384	–	131 384
Derivatives – assets	–	250	–	250
Derivatives – liabilities	–	(2 095)	–	(2 095)
Total financial instruments	2 944 634	155 164	–	3 099 798
% of total portfolio	95.0	5.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	2 045 783	–	–	2 045 783
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	34 081	–	34 081
Short-term investments	–	98 512	–	98 512
Derivatives – assets	–	813	–	813
Derivatives – liabilities	–	(494)	–	(494)
Total financial instruments	2 045 783	132 912	–	2 178 695
% of total portfolio	93.9	6.1	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	36	–
Series I	33	–
Series O	26	24
Value of all units	3	1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	63 662	51 540
Issued number of units	20 652	20 133
Reinvested number of units	5 252	2 950
Redeemed number of units	(12 763)	(10 961)
Ending number of units	76 803	63 662
Advisor Series		
Opening units	31 609	25 437
Issued number of units	10 705	10 155
Reinvested number of units	2 301	1 266
Redeemed number of units	(6 588)	(5 249)
Ending number of units	38 027	31 609
Series H		
Opening units	–	–
Issued number of units	1 084	–
Reinvested number of units	37	–
Redeemed number of units	(116)	–
Ending number of units	1 005	–
Series D		
Opening units	7 789	5 593
Issued number of units	5 189	3 984
Reinvested number of units	705	326
Redeemed number of units	(3 046)	(2 114)
Ending number of units	10 637	7 789
Series F		
Opening units	6 954	5 525
Issued number of units	4 624	3 359
Reinvested number of units	406	205
Redeemed number of units	(2 183)	(2 135)
Ending number of units	9 801	6 954
Series I		
Opening units	–	–
Issued number of units	527	–
Reinvested number of units	19	–
Redeemed number of units	(69)	–
Ending number of units	477	–
Series O		
Opening units	6 521	4 599
Issued number of units	10 547	2 107
Reinvested number of units	1 154	303
Redeemed number of units	(917)	(488)
Ending number of units	17 305	6 521

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	6 202	100	5 493	100
Related-party brokerage commissions*	699	11	929	17
Commission arrangements†	353	6	403	7

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014		December 31 2013	
	Fair value of securities loaned	494 499		391 564
Fair value of collateral received	504 389		399 395	

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Managed Payout Solution – Enhanced	5.6	–
RBC Canadian Equity Income Class	6.2	5.8
Total	11.8	5.8

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 088 808	2 213 585
Revaluation of investments at FVTPL	2 311	4 579
Net assets attributable to holders of redeemable units	3 091 119	2 218 164
December 31 2013		
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		420 952
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(2 268)
Increase (decrease) in net assets attributable to holders of redeemable units		418 684



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC CANADIAN SMALL & MID-CAP RESOURCES FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Chemicals				
314 334	Methanex Corp.	\$ 19 339	\$ 16 776	
		19 339	16 776	4.1
Containers and Packaging				
178 800	CCL Industries, Class B	17 189	22 506	
		17 189	22 506	5.5
Energy Equipment and Services				
469 552	Calfrac Well Services Ltd.	7 741	4 700	
1 199 839	Canadian Energy Services & Technology Corp.	8 358	7 619	
582 100	Enerflex Ltd.	11 293	9 540	
199 818	Mullen Group Ltd.	5 095	4 258	
176 000	Pason Systems Inc.	5 125	3 853	
1 101 651	Precision Drilling Corp.	12 224	7 777	
691 851	Secure Energy Services Inc.	11 547	11 740	
338 984	ShawCor Ltd.	15 071	14 373	
1 001 329	Trinidad Drilling Ltd.	10 067	5 207	
		86 521	69 067	16.8
Metals and Mining				
4 801 355	Black Iron Inc.	936	240	
1 225 200	HudBay Minerals Inc.	12 704	12 399	
3 281 603	Lundin Mining Corp.	17 296	18 771	
1 187 000	Nevsun Resources Ltd.	5 597	5 318	
3 365 200	Sherritt International Corp.	12 125	10 096	
		48 658	46 824	11.4
Oil, Gas and Consumable Fuels				
3 101 690	Bankers Petroleum Ltd.	12 986	10 112	
634 261	Baytex Energy Corp.	25 386	12 254	
741 454	Bonavista Energy Corp.	9 416	5 413	
1 143 813	Crew Energy Inc.	7 589	6 771	
1 079 755	DeeThree Exploration Ltd.	10 779	5 518	
868 300	Legacy Oil + Gas Inc.	3 530	1 876	
572 193	MEG Energy Corp.	19 597	11 186	
1 093 200	Nuvista Energy Ltd.	10 173	8 101	
430 358	Pacific Rubiales Energy Corp.	8 312	3 094	
323 505	Paramount Resources Ltd., Class A	14 599	9 097	
1 003 500	Parex Resources Inc.	13 192	7 607	
3 439 436	Pengrowth Energy Corp.	21 506	12 588	
684 286	Peyto Exploration & Development Corp.	21 587	22 903	
1 383 128	Raging River Exploration Inc.	9 651	10 152	
120 200	Seven Generations Energy Ltd.	2 164	2 102	
2 323 449	Spartan Energy Corp.	6 784	6 482	
809 580	Tourmaline Oil Corp.	35 524	31 331	
213 942	Trilogy Energy Corp.	6 081	1 692	
510 791	Vermilion Energy Inc.	30 629	29 115	
1 542 351	Whitecap Resources Inc.	19 313	17 644	
		288 798	215 038	52.5

Holdings	Security	Cost	Fair Value	% of Net Assets
Paper and Forest Products				
86 100	Canfor Corp.	\$ 2 015	\$ 2 552	
278 400	West Fraser Timber Co. Ltd.	13 480	18 505	
		15 495	21 057	5.1
TOTAL CANADIAN EQUITIES				
		476 000	391 268	95.4
SHORT-TERM INVESTMENTS*				
		17 926	17 926	4.4
TOTAL INVESTMENTS				
		\$ 493 926	409 194	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			901	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS				
		\$ 410 095		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.20% and mature between January 2, 2015 and January 30, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	September 23 2013
ASSETS			
Investments at fair value	\$ 409 194	\$ 528 599	\$ –
Cash	33	31	150
Unrealized gain on foreign exchange contracts	–	43	–
Dividends receivable, interest accrued and other assets	875	789	–
TOTAL ASSETS	410 102	529 462	150
LIABILITIES			
Due to investment dealers	–	2 901	–
Unrealized loss on foreign exchange contracts	–	367	–
Accounts payable and accrued expenses	7	10	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7	3 278	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 410 095	\$ 526 184	\$ 150
Investments at cost	\$ 493 926	\$ 499 155	\$ –
NAV			
SERIES 0	\$ 410 095	\$ 526 184	\$ 150
NAV PER UNIT			
SERIES 0	\$ 7.87	\$ 10.59	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 163	\$ 2 645
Interest for distribution purposes	116	28
Securities lending revenue (see note 6 in the generic notes)	39	–
Net realized gain (loss) on investments	29 315	3 347
Net gain (loss) on foreign currencies and other net assets	(1 570)	(26)
Change in unrealized gain (loss) on investments	(113 852)	29 120
TOTAL INCOME (LOSS)	(75 789)	35 114
EXPENSES (see notes – Fund Specific Information)		
Administration fees	109	25
Board of Governors costs	3	1
GST/HST	11	3
Transaction costs	1 942	465
Withholding tax	–	2
TOTAL EXPENSES	2 065	496
INCREASE (DECREASE) IN NAV	\$ (77 854)	\$ 34 618
INCREASE (DECREASE) IN NAV SERIES O	\$ (77 854)	\$ 34 618
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ (1.64)	\$ 0.75

* Fund launched October 2013.

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (77 854)	\$ 34 618
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(29 315)	(3 347)
Change in unrealized loss (gain) on investments	113 852	(29 120)
(Increase) decrease in accrued receivables	(86)	(789)
Increase (decrease) in accrued payables	(2 904)	2 911
Cost of investments purchased	(813 974)	(982 249)
Proceeds on sales of investments	848 518	486 441
NET CASH PROVIDED BY OPERATING ACTIVITIES	38 237	(491 535)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	177 293	500 174
Cash paid on redemption of redeemable units	(215 528)	(8 607)
Distributions paid to holders of redeemable units	–	(1)
NET CASH USED IN FINANCING ACTIVITIES	\$ (38 235)	\$ 491 566
Net increase (decrease) in cash for the year	2	31
Cash (bank overdraft), beginning of period	31	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 33	\$ 31
Interest received	\$ 115	\$ 21
Dividends received, net of withholding taxes	\$ 10 077	\$ 1 861

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched October 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 526 184	\$ —
INCREASE (DECREASE) IN NAV	(77 854)	34 618
Early redemption fees	—	—
Proceeds from redeemable units issued	177 293	500 174
Reinvestments of distributions to holders of redeemable units	39 621	5 554
Redemption of redeemable units	(215 528)	(8 607)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 386	497 121
Distributions from net income	(10 211)	(2 114)
Distributions from net gains	(29 410)	(3 441)
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(39 621)	(5 555)
NET INCREASE (DECREASE) IN NAV	(116 089)	526 184
NAV AT END OF PERIOD	\$ 410 095	\$ 526 184

* Fund launched October 2013.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in small- and mid-cap equity securities of companies that are listed on an exchange in Canada, within the Energy and Materials sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 1.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
Oil, Gas and Consumable Fuels	52.5	58.5
Energy Equipment and Services	16.8	17.8
Metals and Mining	11.4	7.0
Containers and Packaging	5.5	–
Paper and Forest Products	5.1	7.2
Chemicals	4.1	4.2
Other Sectors	–	3.7
Cash/Other	4.6	1.6

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 14-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
S&P/TSX Completion Total	
Return Index	+ or - 2.1

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	391 268	–	–	391 268
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	17 926	–	17 926
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	391 268	17 926	–	409 194
% of total portfolio	95.6	4.4	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	508 315	9 527	–	517 842
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 757	–	10 757
Derivatives – assets	–	43	–	43
Derivatives – liabilities	–	(367)	–	(367)
Total financial instruments	508 315	19 960	–	528 275
% of total portfolio	96.2	3.8	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series O	0.02%
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Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series 0

Opening units	49 679	–
Issued number of units	13 942	49 995
Reinvested number of units	5 033	524
Redeemed number of units	(16 565)	(840)
Ending number of units	52 089	49 679

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31		December 31	
	2014		2013	
	\$	%	\$	%
Total transaction costs	1 942	100	465	100
Related-party brokerage commissions*	144	7	47	10
Commission arrangements†	159	8	13	3

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31	December 31
	2014	2013
Fair value of securities loaned	83 416	–
Fair value of collateral received	85 085	–

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31	December 31
	2014	2013
RBC Balanced Fund	31.1	35.6
RBC Global Balanced Fund	1.9	1.3
RBC Canadian Equity Fund	37.2	59.1
RBC Private Canadian Equity Pool	29.8	4.0
Total	100.0	100.0

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31	September 23
	2013	2013
Net assets		
Net assets as reported under Canadian GAAP	525 572	150
Revaluation of investments at FVTPL	612	–
Net assets attributable to holders of redeemable units	526 184	150

Comprehensive income

	December 31
	2013
Comprehensive income as reported under Canadian GAAP	34 006
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	612
Increase (decrease) in net assets attributable to holders of redeemable units	34 618



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC NORTH AMERICAN VALUE FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
897 548	Brookfield Residential Properties Inc.	\$ 22 259	\$ 25 086	
600 000	D.R. Horton Inc.	15 326	17 629	
455 000	H&R Block, Inc.	16 050	17 804	
250 000	Leggett & Platt Inc.	8 651	12 370	
250 000	Lowe's Companies	14 095	19 983	
155 000	Nike Inc.	13 370	17 308	
300 000	Shaw Communications Inc., Class B	6 064	9 405	
150 000	The Walt Disney Company	10 382	16 410	
200 000	V.F. Corporation	13 750	17 404	
190 000	Wyndham Worldwide Corp.	16 534	18 931	
		136 481	172 330	7.5
Consumer Staples				
306 200	Alimentation Couche-Tard Inc.	9 233	14 909	
333 600	Coca-Cola Enterprises Inc.	16 907	17 133	
121 600	CVS Health Corp.	8 934	13 606	
378 200	Loblaw Companies Ltd.	17 632	23 513	
885 700	Maple Leaf Foods Inc.	14 155	17 245	
161 300	PepsiCo Inc.	15 511	17 720	
178 700	Procter & Gamble Co.	16 604	18 917	
386 600	Sysco Corp.	17 005	17 827	
195 300	Wal-Mart Stores, Inc.	16 730	19 490	
130 000	Walgreens Boots Alliance Inc.	9 243	11 509	
		141 954	171 869	7.5
Energy				
150 000	Anadarko Petroleum Corp.	14 069	14 377	
720 000	ARC Resources Ltd.	19 385	18 115	
639 400	Cameco Corp.	13 996	12 180	
1 101 100	Canadian Natural Resources Ltd.	38 800	39 552	
1 170 000	Crew Energy Inc.	8 463	6 926	
598 400	Enbridge Inc.	27 786	35 748	
3 275 000	Gear Energy Ltd.	11 624	8 188	
1 023 100	Husky Energy Inc.	26 041	28 135	
478 119	Imperial Oil Ltd.	21 842	23 930	
75 000	National Oilwell Varco Inc.	5 176	5 710	
295 400	Pembina Pipeline Corp.	10 941	12 507	
2 000 000	Pengrowth Energy Corp.	8 653	7 320	
307 300	Peyto Exploration & Development Corp.	9 724	10 285	
441 200	PrairieSky Royalty Ltd.	15 116	13 501	
175 000	Schlumberger Ltd.	16 205	17 365	
126 006	ShawCor Ltd.	4 177	5 343	
1 016 400	Suncor Energy Inc.	33 622	37 505	
507 600	TransCanada Corp.	27 818	28 984	
		313 438	325 671	14.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
268 400	American International Group Inc.	\$ 15 824	\$ 17 465	
1 232 100	Bank of America Corp.	22 149	25 609	
194 500	Bank of Montreal	15 915	15 984	
805 413	Bank of Nova Scotia	51 966	53 407	
189 200	Berkshire Hathaway Inc., Class B	20 993	33 005	
45 100	BlackRock Inc.	15 477	18 727	
1 019 798	Brookfield Asset Management Inc., Class A	44 930	59 373	
852 700	Brookfield Property Partners LP	15 609	22 554	
214 500	Canadian Imperial Bank of Commerce	21 509	21 416	
910 500	Chartwell Retirement Residences Real Estate Investment Trust	9 200	10 844	
455 540	CI Financial Corp.	13 548	14 709	
275 500	Citigroup Inc.	14 677	17 324	
437 200	E*TRADE Financial Corp.	11 457	12 320	
412 200	Element Financial Corp.	5 772	5 829	
19 375	Fairfax Financial Holdings Ltd.	7 498	11 795	
143 700	Intact Financial Corp.	9 923	12 049	
248 900	Invesco Ltd.	10 640	11 428	
253 300	JPMorgan Chase & Co.	14 691	18 421	
1 423 005	Manulife Financial Corporation	26 690	31 562	
199 200	Manulife Financial Corporation, Subscription Receipts	4 283	4 410	
259 450	Onex Corporation	12 826	17 502	
2 828 600	Plaza Retail Real Estate Investment Trust	11 754	11 541	
116 400	PNC Bank Corp.	10 444	12 337	
371 600	Power Corporation of Canada	11 913	11 802	
796 355	Royal Bank of Canada*	55 406	63 900	
280 700	Sun Life Financial Inc.	11 831	11 767	
1 772 551	The Westaim Corp.	4 697	5 406	
759 063	Toronto-Dominion Bank	34 284	42 136	
282 700	Wells Fargo & Company	16 223	18 005	
283 500	Weyerhaeuser Company Ltd.	9 257	11 821	
		531 386	624 448	27.1
Health Care				
425 000	Abbott Laboratories	22 902	22 229	
225 000	AbbVie Inc.	13 693	17 106	
170 000	Aetna Inc.	13 560	17 544	
200 000	AmerisourceBergen Corp.	15 193	20 944	
100 000	Amgen Inc.	13 888	18 506	
130 000	Anthem Inc.	13 634	18 987	
100 000	Becton Dickinson & Co.	10 810	16 168	
190 000	Express Scripts Holding Co.	17 361	18 690	
210 000	Medtronic Inc.	13 768	17 615	
275 000	Mylan Laboratories Inc.	17 359	18 010	
300 000	Patterson Co. Inc.	14 153	16 765	
365 000	Pfizer Inc.	12 486	13 209	
210 000	St. Jude Medical Inc.	15 275	15 866	
160 000	UnitedHealth Group Incorporated	13 195	18 791	
		207 277	250 430	10.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
439 000	Canadian National Railway Co.	\$ 27 378	\$ 35 129	
105 000	Canadian Pacific Railway Ltd.	15 574	23 494	
100 000	Cummins Engine Inc.	16 561	16 750	
150 000	Fluor Corp.	11 665	10 566	
125 000	Honeywell International Inc.	9 537	14 514	
155 000	Illinois Tool Works Inc.	14 428	17 053	
400 000	Masco Corp.	11 403	11 711	
52 600	Precision Castparts Corp.	15 049	14 720	
185 000	Rockwell Collins Inc.	16 187	18 158	
280 000	Tyco International Plc.	10 572	14 268	
130 000	Union Pacific Corp.	11 396	17 993	
105 000	United Technologies Corp.	11 669	14 029	
		<u>171 419</u>	<u>208 385</u>	<u>9.0</u>
Information Technology				
224 000	Apple Inc.	19 025	28 726	
391 200	Cisco Systems Inc.	9 873	12 642	
91 200	eBay Inc.	5 672	5 946	
160 400	EMC Corp.	4 261	5 545	
17 600	Google Inc., Class C	4 280	10 764	
319 100	Intel Corp.	8 893	13 454	
196 800	MasterCard Inc.	16 528	19 706	
287 100	Micron Technology Inc.	11 834	11 678	
547 700	Microsoft Corp.	21 917	29 557	
203 600	QUALCOMM Inc.	16 905	17 582	
84 500	Seagate Technology	5 255	6 528	
		<u>124 443</u>	<u>162 128</u>	<u>7.0</u>
Materials				
156 100	Agrium Inc.	16 666	17 171	
72 200	Air Products & Chemicals Inc.	10 477	12 094	
250 000	Detour Gold Corp.	2 282	2 373	
99 300	Dow Chemical Company	5 347	5 259	
629 900	Interfor Corp.	9 373	13 826	
1 218 100	iShares S&P/TSX Global Gold Index Fund	11 626	11 097	
170 400	Norbord Inc.	4 344	4 401	
187 148	Nucor Corp.	11 074	10 665	
538 950	Potash Corporation of Saskatchewan Inc.	20 626	22 135	
525 100	Silver Wheaton Corp.	11 521	12 408	
		<u>103 336</u>	<u>111 429</u>	<u>4.8</u>
Telecommunication Services				
355 000	BCE Inc.	16 024	18 914	
365 000	Rogers Communications Inc., Class B	15 791	16 487	
547 900	TELUS Corp.	21 730	22 952	
		<u>53 545</u>	<u>58 353</u>	<u>2.5</u>
Utilities				
188 103	Atco Ltd., Class I, Non-Voting	6 265	8 965	
323 500	Fortis Inc.	10 774	12 604	
		<u>17 039</u>	<u>21 569</u>	<u>1.0</u>
TOTAL NORTH AMERICAN EQUITIES		<u>1 800 318</u>	<u>2 106 612</u>	<u>91.4</u>

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
31 480	Bank of Montreal	\$ 31 451	\$ 31 451	
47 330	Bank of Nova Scotia	47 284	47 284	
4 626	Canadian Imperial Bank of Commerce	4 626	4 626	
5 774	Government of Canada Treasury Bills	5 756	5 756	
8 480	National Bank of Canada	8 472	8 472	
115 000	Toronto-Dominion Bank	114 884	114 884	
		<u>212 473</u>	<u>212 473</u>	<u>9.2</u>
TOTAL SHORT-TERM INVESTMENTS		<u>2 012 791</u>	<u>2 319 085</u>	<u>100.6</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	1 318	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(13 648)	(0.6)
TOTAL PORTFOLIO		<u>\$2 012 791</u>	<u>2 306 755</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(1 238)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$2 305 517</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 4 369 Sold CAD 4 963 @ 1.1359	02-Jan-15	\$ 114
Bought USD 6 600 Sold CAD 7 534 @ 1.1415	08-Jan-15	134
Bought CAD 10 621 Sold NOK 65 053 @ 0.1633	09-Jan-15	481
Bought USD 2 000 Sold CAD 2 276 @ 1.1381	13-Jan-15	48
Bought USD 5 000 Sold CAD 5 773 @ 1.1546	28-Jan-15	39
Bought CAD 3 428 Sold MYR 10 343 @ 0.3315	04-Feb-15	4
Bought USD 7 000 Sold CAD 7 998 @ 1.1425	05-Feb-15	141
Bought JPY 1 187 086 Sold CAD 11 397 @ 0.0096	03-Mar-15	138
Bought CAD 21 019 Sold USD 18 000 @ 1.1677	11-Mar-15	75
Bought CAD 7 007 Sold USD 6 000 @ 1.1679	17-Mar-15	25
Bought CAD 5 128 Sold USD 4 400 @ 1.1655	19-Mar-15	8
Bought CAD 11 652 Sold USD 10 000 @ 1.1652	26-Mar-15	12
Bought CAD 12 286 Sold USD 10 550 @ 1.1645	26-Mar-15	6
Bought CAD 13 873 Sold USD 11 900 @ 1.1658	30-Mar-15	21
Bought CAD 17 847 Sold USD 15 300 @ 1.1664	30-Mar-15	37
Bought CAD 18 023 Sold USD 15 450 @ 1.1665	07-Apr-15	35
		<u>\$ 1 318</u>

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 241 Sold USD 208 @ 1.1617	02-Jan-15	\$ —
Bought CAD 5 044 Sold USD 4 369 @ 1.1545	02-Jan-15	(32)
Bought CAD 6 042 Sold USD 5 395 @ 1.1199	08-Jan-15	(227)
Bought NOK 65 053 Sold CAD 11 020 @ 0.1694	09-Jan-15	(879)
Bought CAD 7 074 Sold USD 6 300 @ 1.1229	12-Jan-15	(246)
Bought CAD 12 535 Sold USD 11 214 @ 1.1178	13-Jan-15	(496)
Bought CAD 3 068 Sold USD 2 700 @ 1.1363	13-Jan-15	(69)
Bought CAD 22 350 Sold USD 20 000 @ 1.1175	16-Jan-15	(892)
Bought CAD 16 902 Sold USD 14 900 @ 1.1344	20-Jan-15	(416)
Bought CAD 7 405 Sold USD 6 581 @ 1.1252	20-Jan-15	(244)
Bought CAD 20 083 Sold USD 17 791 @ 1.1288	22-Jan-15	(596)
Bought CAD 8 677 Sold USD 7 655 @ 1.1334	22-Jan-15	(221)
Bought CAD 17 940 Sold USD 15 943 @ 1.1253	23-Jan-15	(591)
Bought CAD 42 814 Sold USD 38 000 @ 1.1267	27-Jan-15	(1 359)
Bought CAD 11 803 Sold USD 10 500 @ 1.1241	28-Jan-15	(403)
Bought CAD 2 914 Sold USD 2 600 @ 1.1207	28-Jan-15	(109)
Bought CAD 11 240 Sold USD 10 000 @ 1.1240	29-Jan-15	(386)
Bought CAD 5 890 Sold USD 5 200 @ 1.1328	30-Jan-15	(155)
Bought CAD 20 596 Sold USD 18 077 @ 1.1394	02-Feb-15	(420)
Bought CAD 9 666 Sold USD 8 480 @ 1.1399	03-Feb-15	(193)
Bought CAD 3 334 Sold USD 2 910 @ 1.1456	04-Feb-15	(50)
Bought CAD 4 536 Sold USD 4 000 @ 1.1341	04-Feb-15	(114)
Bought MYR 10 343 Sold CAD 3 428 @ 0.3315	04-Feb-15	(4)
Bought CAD 12 216 Sold USD 10 717 @ 1.1398	05-Feb-15	(245)
Bought CAD 13 548 Sold USD 12 000 @ 1.1290	05-Feb-15	(405)
Bought CAD 3 932 Sold USD 3 383 @ 1.1622	05-Feb-15	(2)
Bought CAD 4 417 Sold USD 3 800 @ 1.1625	05-Feb-15	(1)
Bought USD 9 750 Sold CAD 11 392 @ 1.1684	05-Feb-15	(55)
Bought CAD 2 942 Sold USD 2 600 @ 1.1315	06-Feb-15	(81)
Bought CAD 3 958 Sold USD 3 500 @ 1.1309	06-Feb-15	(111)
Bought USD 24 465 Sold CAD 28 491 @ 1.1645	06-Feb-15	(45)
Bought CAD 3 009 Sold USD 2 670 @ 1.1268	09-Feb-15	(96)
Bought CAD 17 421 Sold USD 15 330 @ 1.1364	10-Feb-15	(405)
Bought CAD 9 810 Sold USD 8 645 @ 1.1348	11-Feb-15	(242)
Bought CAD 3 927 Sold USD 3 500 @ 1.1221	12-Feb-15	(143)
Bought CAD 6 703 Sold USD 6 000 @ 1.1172	13-Feb-15	(274)
Bought CAD 14 737 Sold USD 13 000 @ 1.1336	17-Feb-15	(382)
Bought CAD 13 765 Sold USD 12 175 @ 1.1306	19-Feb-15	(395)
Bought CAD 2 847 Sold USD 2 500 @ 1.1387	20-Feb-15	(61)
Bought CAD 8 454 Sold USD 7 480 @ 1.1302	20-Feb-15	(246)
Bought CAD 9 632 Sold USD 8 508 @ 1.1321	20-Feb-15	(263)
Bought CAD 16 841 Sold USD 14 870 @ 1.1326	23-Feb-15	(455)
Bought CAD 16 430 Sold USD 14 530 @ 1.1307	25-Feb-15	(472)
Bought CAD 11 300 Sold USD 10 034 @ 1.1261	27-Feb-15	(372)
Bought CAD 11 494 Sold JPY 1 187 086 @ 0.0097	03-Mar-15	(41)
Bought CAD 5 362 Sold USD 4 700 @ 1.1409	04-Mar-15	(106)
Bought CAD 8 148 Sold USD 7 100 @ 1.1477	11-Mar-15	(113)
Bought CAD 19 635 Sold USD 17 146 @ 1.1452	12-Mar-15	(316)
Bought CAD 5 173 Sold USD 4 500 @ 1.1496	20-Mar-15	(64)
Bought CAD 13 240 Sold USD 11 488 @ 1.1525	25-Mar-15	(131)
Bought CAD 8 142 Sold USD 7 000 @ 1.1632	09-Apr-15	(8)
Bought CAD 17 828 Sold USD 15 325 @ 1.1633	13-Apr-15	(16)
		\$ (13 648)
TOTAL FOREIGN EXCHANGE		<u>\$ (12 330)</u>

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 319 085	\$ 1 588 148	\$ 698 272
Cash	103	52	29
Due from investment dealers	18 759	582	18 275
Subscriptions receivable	3 419	3 794	1 830
Unrealized gain on foreign exchange contracts	1 318	413	752
Dividends receivable, interest accrued and other assets	3 547	1 887	903
TOTAL ASSETS	2 346 231	1 594 876	720 061
LIABILITIES			
Due to investment dealers	21 854	13 450	30 978
Redemptions payable	1 475	1 084	643
Unrealized loss on foreign exchange contracts	13 648	4 538	426
Accounts payable and accrued expenses	3 737	2 387	1 084
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	40 714	21 459	33 131
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 305 517	\$ 1 573 417	\$ 686 930
Investments at cost	\$ 2 012 791	\$ 1 408 533	\$ 665 760
NAV			
SERIES A	\$ 1 422 902	\$ 973 883	\$ 446 983
ADVISOR SERIES	\$ 466 748	\$ 348 505	\$ 155 592
ADVISOR T5 SERIES	\$ 162	\$ —	\$ —
SERIES T5	\$ 124	\$ —	\$ —
SERIES H	\$ 13 111	\$ —	\$ —
SERIES D	\$ 73 952	\$ 53 844	\$ 22 023
SERIES F	\$ 122 563	\$ 77 665	\$ 30 763
SERIES FT5	\$ 91	\$ —	\$ —
SERIES I	\$ 3 777	\$ —	\$ —
SERIES O	\$ 202 087	\$ 119 520	\$ 31 569
NAV PER UNIT			
SERIES A	\$ 20.94	\$ 19.40	\$ 16.64
ADVISOR SERIES	\$ 21.35	\$ 19.76	\$ 16.94
ADVISOR T5 SERIES	\$ 21.18	\$ —	\$ —
SERIES T5	\$ 21.19	\$ —	\$ —
SERIES H	\$ 21.36	\$ —	\$ —
SERIES D	\$ 22.28	\$ 20.45	\$ 17.37
SERIES F	\$ 24.02	\$ 21.99	\$ 18.65
SERIES FT5	\$ 23.92	\$ —	\$ —
SERIES I	\$ 24.14	\$ —	\$ —
SERIES O	\$ 22.28	\$ 20.21	\$ 17.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 41 095	\$ 21 300
Interest for distribution purposes	2 713	1 688
Other income (loss)	846	110
Securities lending revenue (see note 6 in the generic notes)	107	90
Net realized gain (loss) on investments	155 710	104 696
Net gain (loss) on foreign currencies and other net assets	(30 840)	(9 409)
Change in unrealized gain (loss) on investments	118 474	142 652
TOTAL INCOME (LOSS)	288 105	261 127
EXPENSES (see notes – Fund Specific Information)		
Management fees	30 741	17 365
Administration fees	2 501	1 406
Board of Governors costs	3	3
GST/HST	3 539	2 067
Transaction costs	4 365	3 797
Withholding tax	2 203	1 268
TOTAL EXPENSES	43 352	25 906
INCREASE (DECREASE) IN NAV	\$ 244 753	\$ 235 221
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 148 720	\$ 145 914
ADVISOR SERIES	\$ 50 860	\$ 52 302
ADVISOR T5 SERIES	\$ 5	\$ –
SERIES T5	\$ 3	\$ –
SERIES H	\$ 244	\$ –
SERIES D	\$ 8 417	\$ 8 168
SERIES F	\$ 13 570	\$ 11 861
SERIES FT5	\$ 2	\$ –
SERIES I	\$ 59	\$ –
SERIES O	\$ 22 873	\$ 16 976
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 2.47	\$ 3.90
ADVISOR SERIES	\$ 2.53	\$ 3.97
ADVISOR T5 SERIES	\$ 2.53	\$ –
SERIES T5	\$ 0.89	\$ –
SERIES H	\$ 0.90	\$ –
SERIES D	\$ 2.83	\$ 4.24
SERIES F	\$ 3.09	\$ 4.61
SERIES FT5	\$ 1.10	\$ –
SERIES I	\$ 1.13	\$ –
SERIES O	\$ 3.05	\$ 4.32

* Advisor T5 Series, Series T5, Series H, Series FT5 and Series I launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 244 753	\$ 235 221
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(155 710)	(104 696)
Change in unrealized loss (gain) on investments	(118 474)	(142 652)
(Increase) decrease in accrued receivables	(19 837)	16 709
Increase (decrease) in accrued payables	9 754	(16 225)
Cost of investments purchased	(6 632 395)	(5 027 748)
Proceeds on sales of investments	6 183 847	4 389 671
NET CASH PROVIDED BY OPERATING ACTIVITIES	(488 062)	(649 720)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	803 276	797 089
Cash paid on redemption of redeemable units	(310 786)	(143 724)
Distributions paid to holders of redeemable units	(4 377)	(3 622)
NET CASH USED IN FINANCING ACTIVITIES	\$ 488 113	\$ 649 743
Net increase (decrease) in cash for the year	51	23
Cash (bank overdraft), beginning of period	52	29
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 103	\$ 52
Interest received	\$ 2 713	\$ 1 652
Dividends received, net of withholding taxes	\$ 38 077	\$ 19 196

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Advisor T5 Series, Series T5, Series H, Series FT5 and Series I launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 973 883	\$ 446 983	\$ 348 505	\$ 155 592	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	148 720	145 914	50 860	52 302	5	–	3	–
Early redemption fees	3	2	–	–	–	–	–	–
Proceeds from redeemable units issued	488 204	466 947	139 724	172 558	159	–	122	–
Reinvestments of distributions to holders of redeemable units	59 552	48 610	18 595	16 807	5	–	4	–
Redemption of redeemable units	(185 892)	(84 145)	(71 041)	(30 833)	–	–	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	361 867	431 414	87 278	158 532	164	–	126	–
Distributions from net income	–	7	(1)	–	–	–	–	–
Distributions from net gains	(61 568)	(50 435)	(19 894)	(17 921)	(7)	–	(5)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(61 568)	(50 428)	(19 895)	(17 921)	(7)	–	(5)	–
NET INCREASE (DECREASE) IN NAV	449 019	526 900	118 243	192 913	162	–	124	–
NAV AT END OF PERIOD	\$ 1 422 902	\$ 973 883	\$ 466 748	\$ 348 505	\$ 162	\$ –	\$ 124	\$ –

For the periods ended December 31 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series FT5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 53 844	\$ 22 023	\$ 77 665	\$ 30 763	\$ –	\$ –
INCREASE (DECREASE) IN NAV	244	–	8 417	8 168	13 570	11 861	2	–
Early redemption fees	–	–	2	1	–	1	–	–
Proceeds from redeemable units issued	12 897	–	34 484	35 918	54 563	49 179	89	–
Reinvestments of distributions to holders of redeemable units	521	–	3 072	2 678	4 345	3 408	3	–
Redemption of redeemable units	(30)	–	(22 727)	(12 205)	(22 301)	(13 510)	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 388	–	14 831	26 392	36 607	39 078	92	–
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	(521)	–	(3 140)	(2 739)	(5 279)	(4 037)	(3)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(521)	–	(3 140)	(2 739)	(5 279)	(4 037)	(3)	–
NET INCREASE (DECREASE) IN NAV	13 111	–	20 108	31 821	44 898	46 902	91	–
NAV AT END OF PERIOD	\$ 13 111	\$ –	\$ 73 952	\$ 53 844	\$ 122 563	\$ 77 665	\$ 91	\$ –

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 119 520	\$ 31 569	\$ 1 573 417	\$ 686 930
INCREASE (DECREASE) IN NAV	59	–	22 873	16 976	244 753	235 221
Early redemption fees	–	–	–	–	5	4
Proceeds from redeemable units issued	4 561	–	68 098	74 451	802 901	799 053
Reinvestments of distributions to holders of redeemable units	87	–	8 602	6 122	94 786	77 625
Redemption of redeemable units	(798)	–	(8 393)	(3 476)	(311 182)	(144 169)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 850	–	68 307	77 097	586 510	732 513
Distributions from net income	–	–	–	–	(1)	7
Distributions from net gains	(132)	–	(8 613)	(6 122)	(99 162)	(81 254)
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(132)	–	(8 613)	(6 122)	(99 163)	(81 247)
NET INCREASE (DECREASE) IN NAV	3 777	–	82 567	87 951	732 100	886 487
NAV AT END OF PERIOD	\$ 3 777	\$ –	\$ 202 087	\$ 119 520	\$ 2 305 517	\$ 1 573 417

* Advisor T5 Series, Series T5, Series H, Series FT5 and Series I launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Canadian and U.S. companies that are priced below their true value.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	27.1	25.6	26.4
Energy	14.1	15.6	14.8
Health Care	10.9	6.5	4.5
Industrials	9.0	13.0	11.8
Consumer Discretionary	7.5	7.6	9.5
Consumer Staples	7.5	6.4	3.7
Information Technology	7.0	7.9	7.8
Materials	4.8	5.3	9.8
Other Sectors	3.5	2.4	2.6
Cash/Other	8.6	9.7	9.1

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	23.2	24.0	23.5
Mexican peso	–	–	1.0
Norwegian krone	–	–	0.5
Other currencies	–	–	0.4
Total	23.2	24.0	25.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.2% (December 31, 2013 – 0.2%, January 1, 2013 – 0.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.7	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	2 106 612	–	–	2 106 612
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	212 473	–	212 473
Derivatives – assets	–	1 318	–	1 318
Derivatives – liabilities	–	(13 648)	–	(13 648)
Total financial instruments	2 106 612	200 143	–	2 306 755
% of total portfolio	91.3	8.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 418 952	–	–	1 418 952
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 439	–	1 439
Short-term investments	–	167 757	–	167 757
Derivatives – assets	–	413	–	413
Derivatives – liabilities	–	(4 538)	–	(4 538)
Total financial instruments	1 418 952	165 071	–	1 584 023
% of total portfolio	89.6	10.4	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	617 747	5 167	–	622 914
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 470	–	1 470
Short-term investments	–	73 888	–	73 888
Derivatives – assets	–	752	–	752
Derivatives – liabilities	–	(426)	–	(426)
Total financial instruments	617 747	80 851	–	698 598
% of total portfolio	88.4	11.6	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Advisor T5 Series	1.75%
Series T5	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series FT5	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Advisor T5 Series	0.10%
Series T5	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series FT5	0.10%
Series I	0.10%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor T5 Series	49	–
Series T5	49	–
Series H	49	–
Series FT5	44	–
Series I	44	–
Series O	35	34
Value of all units	6	1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	50 213	26 859
Issued number of units	23 897	25 350
Reinvested number of units	2 845	2 546
Redeemed number of units	(8 999)	(4 542)
Ending number of units	67 956	50 213
Advisor Series		
Opening units	17 640	9 186
Issued number of units	6 714	9 228
Reinvested number of units	871	864
Redeemed number of units	(3 368)	(1 638)
Ending number of units	21 857	17 640
Advisor T5 Series		
Opening units	–	–
Issued number of units	8	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	8	–
Series T5		
Opening units	–	–
Issued number of units	6	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	6	–



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	–	–
Issued number of units	591	–
Reinvested number of units	24	–
Redeemed number of units	(1)	–
Ending number of units	614	–
Series D		
Opening units	2 633	1 268
Issued number of units	1 595	1 859
Reinvested number of units	138	133
Redeemed number of units	(1 047)	(627)
Ending number of units	3 319	2 633
Series F		
Opening units	3 532	1 650
Issued number of units	2 329	2 368
Reinvested number of units	181	158
Redeemed number of units	(939)	(644)
Ending number of units	5 103	3 532
Series FT5		
Opening units	–	–
Issued number of units	4	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	4	–
Series I		
Opening units	–	–
Issued number of units	185	–
Reinvested number of units	4	–
Redeemed number of units	(33)	–
Ending number of units	156	–
Series O		
Opening units	5 914	1 857
Issued number of units	3 159	3 927
Reinvested number of units	386	308
Redeemed number of units	(389)	(178)
Ending number of units	9 070	5 914

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31		December 31	
	2014	2013	2014	2013
	\$	%	\$	%
Total transaction costs	4 365	100	3 797	100
Related-party brokerage commissions*	294	7	293	8
Commission arrangements [†]	143	3	160	4

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	60 204	91 165
Fair value of collateral received	61 408	92 988

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC North American Value Class	8.4	7.6

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 572 950	686 276
Revaluation of investments at FVTPL	467	654
Net assets attributable to holders of redeemable units	1 573 417	686 930
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		235 408
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(187)
Increase (decrease) in net assets attributable to holders of redeemable units		235 221

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC NORTH AMERICAN GROWTH FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
50 000	Amaya Inc.	\$ 1 037	\$ 1 428	
30 400	AutoCanada Inc.	2 069	1 353	
35 000	Best Buy Co. Inc.	1 374	1 585	
20 000	Canadian Tire Corp. Ltd., Class A	1 342	2 455	
22 500	Home Depot Inc.	2 199	2 743	
17 800	L Brands Inc.	1 331	1 789	
41 400	Lennar Corp.	2 146	2 155	
58 400	Magna International Inc., Class A	2 428	7 352	
1 080 000	Mood Media Corp.	2 427	594	
17 400	Nordstrom Inc.	1 485	1 605	
257 100	Office Depot Inc.	2 093	2 561	
55 600	Shaw Communications Inc., Class B	853	1 743	
26 200	Starbucks Corp.	2 489	2 498	
12 000	Time Warner Inc.	1 097	1 191	
7 400	Ulta Salon, Cosmetics & Fragrance, Inc.	1 109	1 099	
32 200	V.F. Corporation	2 458	2 802	
		27 937	34 953	6.3
Consumer Staples				
70 400	Alimentation Couche-Tard Inc.	1 433	3 428	
65 400	Altria Group Inc.	3 204	3 744	
49 400	Archer Daniels Midland Co.	2 627	2 984	
41 700	CVS Health Corp.	3 676	4 666	
384 151	GLG Life Tech Corp.	2 909	123	
19 900	Kimberly-Clark Corp.	2 574	2 670	
25 500	Kraft Foods Group Inc.	1 851	1 856	
18 400	Loblaw Companies Ltd.	1 016	1 144	
16 500	Mondelez International Inc.	711	696	
12 700	PepsiCo Inc.	1 255	1 395	
40 300	Procter & Gamble Co.	3 738	4 266	
48 100	The Kroger Co.	2 909	3 588	
19 300	Wal-Mart Stores, Inc.	1 875	1 926	
		29 778	32 486	5.8
Energy				
57 900	ARC Resources Ltd.	1 419	1 457	
216 900	Bellatrix Exploration Ltd.	1 618	917	
62 300	Cameco Corp.	1 483	1 187	
242 400	Canadian Natural Resources Ltd.	7 281	8 708	
162 300	Cardinal Energy Ltd.	2 079	2 194	
163 000	Cenovus Energy Inc.	4 034	3 908	
18 000	Cimarex Energy Co.	2 218	2 217	
50 100	Devon Energy Corporation	3 511	3 563	
137 019	Enbridge Inc.	4 491	8 187	
155 800	Encana Corp.	4 083	2 519	
70 600	Enerflex Ltd.	1 038	1 157	
31 000	EOG Resources Inc.	3 322	3 316	
68 700	Pembina Pipeline Corp.	2 211	2 909	
15 400	Pioneer Natural Resources Co.	2 544	2 663	
291 200	Raging River Exploration Inc.	1 214	2 137	
12 900	Schlumberger Ltd.	1 411	1 280	
800 000	Spartan Energy Corp.	2 772	2 232	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
290 500	Suncor Energy Inc.	\$ 10 697	\$ 10 719	
46 700	Tourmaline Oil Corp.	1 771	1 807	
139 100	TransCanada Corp.	5 416	7 943	
55 600	Trilogy Energy Corp.	1 566	440	
203 400	Trinidad Drilling Ltd.	1 315	1 058	
38 200	Vermilion Energy Inc.	1 932	2 177	
163 500	Western Energy Services Corp.	1 181	983	
188 000	Whitecap Resources Inc.	1 855	2 151	
		72 462	77 829	13.9
Financials				
175 000	American Hotel Income Properties Real Estate Investment Trust LP	1 763	1 755	
162 100	Bank of America Corp.	3 020	3 369	
123 400	Bank of Montreal	7 086	10 141	
216 700	Bank of Nova Scotia	7 322	14 369	
15 600	Berkshire Hathaway Inc., Class B	2 435	2 721	
117 900	Brookfield Asset Management Inc., Class A	2 705	6 864	
70 100	Brookfield Property Partners LP	1 459	1 854	
74 200	Callidus Capital Corp.	1 039	1 299	
88 800	Canadian Imperial Bank of Commerce	6 119	8 866	
51 751	Canadian Real Estate Investment Trust	1 496	2 370	
90 198	CI Financial Corp.	2 002	2 912	
45 000	Citigroup Inc.	2 570	2 830	
122 400	Element Financial Corp.	1 678	1 731	
38 700	Home Capital Group Inc.	1 958	1 857	
15 300	Intercontinental Exchange, Inc.	3 661	3 899	
44 100	JPMorgan Chase & Co.	3 073	3 207	
346 667	Manulife Financial Corporation	6 750	7 689	
24 900	Moody's Corp.	2 674	2 772	
101 200	Morgan Stanley	3 655	4 564	
231 400	Power Corporation of Canada	6 420	7 349	
276 500	Royal Bank of Canada*	11 980	22 186	
94 000	Sun Life Financial Inc.	3 508	3 940	
62 200	TD Ameritrade Holding Corp.	2 422	2 586	
16 300	The Goldman Sachs Group Inc.	3 301	3 671	
357 200	Toronto-Dominion Bank	9 494	19 828	
41 700	Wells Fargo & Company	2 588	2 656	
		102 178	147 285	26.4
Health Care				
25 200	AbbVie Inc.	1 739	1 916	
5 000	Actavis Plc.	1 508	1 497	
28 700	Alkermes Plc.	1 783	1 953	
14 600	Amgen Inc.	2 249	2 702	
28 700	Anthem Inc.	3 521	4 192	
4 500	Biogen Idec Inc.	1 823	1 776	
37 900	Bristol-Myers Squibb Co.	2 516	2 599	
13 300	C.R. Bard Inc.	2 440	2 574	
33 000	Catamaran Corp.	1 578	1 984	
17 000	Celgene Corp.	1 920	2 209	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
12 800	Edwards Lifesciences Corp.	\$ 1 467	\$ 1 894	
49 500	Eli Lilly & Co.	3 482	3 968	
19 900	Hospira Inc.	1 420	1 416	
35 300	Medtronic Inc.	2 938	2 961	
27 900	Mylan Laboratories Inc.	1 775	1 827	
35 900	UnitedHealth Group Incorporated	3 824	4 216	
59 000	Valeant Pharmaceuticals International Inc.	2 975	9 813	
		38 958	49 497	8.9
Industrials				
109 900	Aecon Group Inc.	1 476	1 177	
35 600	Boyd Group Income Fund	1 218	1 695	
14 900	C.H. Robinson Worldwide Inc.	1 184	1 296	
170 300	Canadian National Railway Co.	4 440	13 627	
17 100	FedEx Corporation	3 171	3 450	
22 100	General Dynamics Corp.	3 293	3 534	
12 200	Lockheed Martin Corporation	2 419	2 730	
33 500	Northrop Grumman Corp.	5 289	5 735	
22 500	Paccar Inc.	1 812	1 778	
20 900	Ryder System Inc.	2 053	2 255	
50 300	TransForce Inc.	1 206	1 488	
14 200	Union Pacific Corp.	1 637	1 965	
11 400	United Technologies Corp.	1 497	1 523	
42 000	WSP Global Inc.	1 506	1 464	
		32 201	43 717	7.8
Information Technology				
71 300	Apple Inc.	7 285	9 143	
25 200	Avago Technologies Ltd.	2 482	2 945	
63 400	Avigilon Corp.	1 771	1 216	
52 600	CGI Group Inc., Class A	1 763	2 330	
72 500	Cisco Systems Inc.	2 174	2 343	
18 100	F5 Networks Inc.	2 518	2 743	
89 000	Hewlett-Packard Co.	3 740	4 151	
77 400	Intel Corp.	3 180	3 263	
39 500	Lam Research Corp.	3 166	3 641	
85 900	Micron Technology Inc.	3 155	3 494	
167 600	Microsoft Corp.	8 254	9 045	
31 800	NXP Semiconductor N.V.	2 540	2 823	
43 032	Open Text Corp.	915	2 909	
44 300	Oracle Corporation	2 234	2 315	
20 000	Palo Alto Networks Inc.	2 349	2 847	
227 000	Redknee Solutions Inc.	1 303	849	
18 400	Sandisk Corp.	2 164	2 095	
24 400	ServiceNow Inc.	1 857	1 923	
12 700	Visa Inc., Class A	3 548	3 869	
22 400	Western Digital Corp.	2 509	2 881	
		58 907	66 825	12.0
Materials				
50 000	Agnico Eagle Mines Ltd.	1 640	1 446	
26 100	Agrium Inc.	1 773	2 871	
606 300	B2Gold Corp.	1 922	1 152	
283 200	Canexus Corp.	1 984	923	
126 800	Detour Gold Corp.	1 257	1 203	
222 500	Eldorado Gold Corp.	2 474	1 575	
104 930	First Quantum Minerals Ltd.	2 061	1 732	
201 700	Goldcorp Inc.	6 784	4 339	

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
170 000	Lundin Mining Corp.	\$ 875	\$ 972	
21 300	Methanex Corp.	1 433	1 137	
131 200	Potash Corporation of Saskatchewan Inc.	3 658	5 388	
205 800	Sandstorm Gold Ltd.	1 777	811	
9 800	Sherwin-Williams Co.	2 725	2 996	
72 300	Silver Wheaton Corp.	1 945	1 708	
89 948	Tahoe Resources Inc.	1 597	1 453	
101 900	Teck Resources Ltd., Class B	2 798	1 618	
1 217 400	Torex Gold Resources Inc.	1 865	1 497	
630 000	Western Forest Products Inc.	1 558	1 701	
		40 126	34 522	6.2
Telecommunication Services				
111 500	BCE Inc.	3 952	5 941	
133 000	TELUS Corp.	2 970	5 571	
		6 922	11 512	2.0
Utilities				
202 500	Algonquin Power & Utilities Corp.	1 388	1 952	
60 500	Ameren Corporation	2 891	3 241	
174 309	Crius Energy Trust	1 513	892	
19 300	Edison International	1 443	1 468	
44 600	PG&E Corporation	2 640	2 758	
148 000	Superior Plus Corp.	1 129	1 775	
		11 004	12 086	2.2
TOTAL NORTH AMERICAN EQUITIES				
		420 473	510 712	91.5
Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
11 560	Bank of Montreal	\$ 11 548	\$ 11 548	
8 410	Bank of Nova Scotia	8 401	8 401	
2 912	Canadian Imperial Bank of Commerce	2 909	2 909	
6 400	Government of Canada Treasury Bills	6 380	6 380	
11 000	National Bank of Canada	10 989	10 989	
		40 227	40 227	7.2
TOTAL SHORT-TERM INVESTMENTS				
TOTAL INVESTMENTS				
		460 700	550 939	98.7
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				
			(488)	(0.1)
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
			1 384	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				
			(1 939)	(0.3)
TOTAL PORTFOLIO				
		\$ 460 700	549 896	98.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			8 220	1.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 558 116	100.0	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.91% to 1.23% and mature between January 2, 2015 and January 30, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
275	The S&P 500 Mini Index Future, March 2015 Contracts at USD 2 082.96 per contract	\$ 33 298 \$ (488)
TOTAL FUTURES		\$ 33 298 \$ (488)

\$6 400 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

SCHEDULE B

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 46 Sold CAD 54 @ 0.8621	05-Jan-15	\$ -
Bought USD 1 219 Sold CAD 1 402 @ 1.1505	08-Jan-15	14
Bought USD 410 Sold CAD 469 @ 1.1435	08-Jan-15	8
Bought USD 700 Sold CAD 790 @ 1.1283	08-Jan-15	24
Bought USD 200 Sold CAD 224 @ 1.1178	13-Jan-15	9
Bought USD 300 Sold CAD 348 @ 1.1608	13-Jan-15	-
Bought USD 895 Sold CAD 1 019 @ 1.1381	13-Jan-15	21
Bought CAD 8 786 Sold USD 7 542 @ 1.1649	20-Jan-15	20
Bought USD 6 948 Sold CAD 7 969 @ 1.1470	20-Jan-15	106
Bought USD 80 Sold CAD 91 @ 1.1418	20-Jan-15	2
Bought USD 697 Sold CAD 790 @ 1.1333	22-Jan-15	20
Bought USD 745 Sold CAD 844 @ 1.1334	22-Jan-15	21
Bought USD 325 Sold CAD 372 @ 1.1435	23-Jan-15	6
Bought CAD 34 380 Sold USD 29 545 @ 1.1636	27-Jan-15	35
Bought USD 2 545 Sold CAD 2 865 @ 1.1257	27-Jan-15	94
Bought USD 27 000 Sold CAD 30 521 @ 1.1304	27-Jan-15	866
Bought USD 34 Sold CAD 38 @ 1.1269	27-Jan-15	1
Bought USD 74 Sold CAD 83 @ 1.1259	27-Jan-15	3
Bought USD 328 Sold CAD 381 @ 1.1622	05-Feb-15	-
Bought USD 900 Sold CAD 1 045 @ 1.1610	05-Feb-15	1
Bought USD 393 Sold CAD 445 @ 1.1315	06-Feb-15	12
Bought USD 67 Sold CAD 77 @ 1.1467	09-Feb-15	1
Bought USD 200 Sold CAD 228 @ 1.1393	11-Feb-15	5
Bought USD 452 Sold CAD 515 @ 1.1389	12-Feb-15	11
Bought USD 236 Sold CAD 270 @ 1.1456	20-Feb-15	4
Bought USD 14 000 Sold CAD 16 284 @ 1.1631	27-Feb-15	2
Bought CAD 2 931 Sold USD 2 514 @ 1.1661	03-Mar-15	7
Bought USD 1 000 Sold CAD 1 146 @ 1.1457	03-Mar-15	18
Bought USD 1 941 Sold CAD 2 217 @ 1.1424	03-Mar-15	40
Bought USD 174 Sold CAD 199 @ 1.1420	03-Mar-15	4
Bought CAD 71 Sold USD 61 @ 1.1655	19-Mar-15	-
Bought CAD 447 Sold USD 384 @ 1.1645	26-Mar-15	-
Bought CAD 233 Sold USD 200 @ 1.1658	30-Mar-15	-
Bought USD 14 600 Sold CAD 16 966 @ 1.1621	30-Mar-15	29
		\$ 1 384

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 8 424 Sold USD 7 263 @ 1.1599	05-Jan-15	\$ (14)
Bought CAD 10 172 Sold USD 9 083 @ 1.1199	08-Jan-15	(380)
Bought CAD 377 Sold USD 330 @ 1.1415	08-Jan-15	(7)
Bought CAD 1 679 Sold USD 1 478 @ 1.1363	13-Jan-15	(38)
Bought CAD 43 Sold USD 38 @ 1.1216	15-Jan-15	(2)
Bought CAD 227 Sold USD 200 @ 1.1344	20-Jan-15	(6)
Bought CAD 209 Sold USD 180 @ 1.1607	27-Jan-15	-
Bought CAD 216 Sold USD 190 @ 1.1385	27-Jan-15	(5)
Bought CAD 1 472 Sold USD 1 300 @ 1.1325	30-Jan-15	(38)
Bought CAD 932 Sold USD 818 @ 1.1399	03-Feb-15	(18)
Bought CAD 1 198 Sold USD 1 050 @ 1.1407	05-Feb-15	(22)
Bought CAD 11 Sold USD 10 @ 1.1398	05-Feb-15	-
Bought CAD 4 069 Sold USD 3 500 @ 1.1625	05-Feb-15	(1)
Bought CAD 520 Sold USD 455 @ 1.1425	05-Feb-15	(9)
Bought CAD 1 145 Sold USD 1 000 @ 1.1450	06-Feb-15	(18)
Bought CAD 3 121 Sold USD 2 761 @ 1.1305	06-Feb-15	(89)
Bought CAD 565 Sold USD 500 @ 1.1309	06-Feb-15	(16)
Bought USD 400 Sold CAD 466 @ 1.1645	06-Feb-15	(1)
Bought CAD 634 Sold USD 558 @ 1.1364	10-Feb-15	(15)
Bought CAD 686 Sold USD 600 @ 1.1430	10-Feb-15	(12)
Bought CAD 473 Sold USD 416 @ 1.1370	11-Feb-15	(11)
Bought CAD 5 982 Sold USD 5 271 @ 1.1348	11-Feb-15	(148)
Bought CAD 14 489 Sold USD 12 913 @ 1.1221	12-Feb-15	(527)
Bought CAD 189 Sold USD 168 @ 1.1273	12-Feb-15	(6)
Bought CAD 530 Sold USD 465 @ 1.1393	12-Feb-15	(11)
Bought CAD 12 301 Sold USD 10 880 @ 1.1306	19-Feb-15	(353)
Bought CAD 118 Sold USD 104 @ 1.1387	20-Feb-15	(3)
Bought CAD 1 241 Sold USD 1 100 @ 1.1286	25-Feb-15	(38)
Bought CAD 1 457 Sold USD 1 255 @ 1.1612	26-Feb-15	(3)
Bought CAD 14 Sold USD 12 @ 1.1566	26-Feb-15	-
Bought CAD 4 394 Sold USD 3 878 @ 1.1330	26-Feb-15	(117)
Bought CAD 103 Sold USD 90 @ 1.1393	27-Feb-15	(2)
Bought CAD 2 131 Sold USD 1 835 @ 1.1613	02-Mar-15	(4)
Bought CAD 417 Sold USD 370 @ 1.1268	02-Mar-15	(14)
Bought CAD 178 Sold USD 156 @ 1.1409	04-Mar-15	(4)
Bought CAD 228 Sold USD 200 @ 1.1407	05-Mar-15	(5)
Bought CAD 580 Sold USD 500 @ 1.1594	16-Mar-15	(2)
Bought CAD 205 Sold USD 176 @ 1.1633	13-Apr-15	-
		\$ (1 939)
TOTAL FOREIGN EXCHANGE		\$ (555)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 550 939	\$ 547 505	\$ 531 547
Cash	13	113	45
Due from investment dealers	8 438	1 388	–
Subscriptions receivable	126	88	768
Unrealized gain on futures contracts	–	1 381	–
Futures contracts margin receivable	187	–	847
Unrealized gain on foreign exchange contracts	1 384	1 133	111
Dividends receivable, interest accrued and other assets	933	889	829
TOTAL ASSETS	562 020	552 497	534 147
LIABILITIES			
Due to investment dealers	–	1 457	246
Redemptions payable	464	174	381
Unrealized loss on futures contracts	488	–	23
Futures contracts margin payable	–	1 278	–
Unrealized loss on foreign exchange contracts	1 939	1 331	495
Accounts payable and accrued expenses	1 013	931	832
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 904	5 171	1 977
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 558 116	\$ 547 326	\$ 532 170
Investments at cost	\$ 460 700	\$ 457 999	\$ 479 794
NAV			
SERIES A	\$ 520 202	\$ 515 702	\$ 459 337
ADVISOR SERIES	\$ 2 921	\$ 2 216	\$ 1 161
SERIES D	\$ 29 434	\$ 25 417	\$ 20 865
SERIES F	\$ 3 207	\$ 2 255	\$ 1 538
SERIES O	\$ 2 352	\$ 1 736	\$ 49 269
NAV PER UNIT			
SERIES A	\$ 30.22	\$ 28.07	\$ 23.48
ADVISOR SERIES	\$ 31.30	\$ 29.04	\$ 24.16
SERIES D	\$ 30.81	\$ 28.59	\$ 23.88
SERIES F	\$ 33.10	\$ 30.64	\$ 25.52
SERIES O	\$ 35.03	\$ 32.48	\$ 26.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 719	\$ 10 778
Interest for distribution purposes	979	821
Net gain (loss) from futures contracts	6 427	9 878
Other income (loss)	358	289
Securities lending revenue (see note 6 in the generic notes)	42	57
Net realized gain (loss) on investments	48 012	55 787
Net gain (loss) on foreign currencies and other net assets	(165)	348
Change in unrealized gain (loss) on investments	376	37 939
TOTAL INCOME (LOSS)	66 748	115 897
EXPENSES (see notes – Fund Specific Information)		
Management fees	9 509	8 719
Administration fees	818	753
Board of Governors costs	3	3
GST/HST	1 014	951
Transaction costs	763	837
Withholding tax	483	467
TOTAL EXPENSES	12 590	11 730
INCREASE (DECREASE) IN NAV	\$ 54 158	\$ 104 167
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 50 459	\$ 95 816
ADVISOR SERIES	\$ 257	\$ 312
SERIES D	\$ 2 907	\$ 4 796
SERIES F	\$ 286	\$ 405
SERIES O	\$ 249	\$ 2 838
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.87	\$ 5.11
ADVISOR SERIES	\$ 2.99	\$ 5.30
SERIES D	\$ 3.19	\$ 5.44
SERIES F	\$ 3.53	\$ 5.92
SERIES O	\$ 4.06	\$ 5.87

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 54 158	\$ 104 167
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(48 011)	(55 766)
Change in unrealized loss (gain) on investments	(376)	(37 939)
(Increase) decrease in accrued receivables	(5 713)	(2 829)
Increase (decrease) in accrued payables	(887)	1 287
Cost of investments purchased	(2 082 689)	(1 696 475)
Proceeds on sales of investments	2 127 999	1 774 036
NET CASH PROVIDED BY OPERATING ACTIVITIES	44 481	86 481
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	30 462	30 497
Cash paid on redemption of redeemable units	(73 436)	(118 927)
Distributions paid to holders of redeemable units	(142)	(108)
NET CASH USED IN FINANCING ACTIVITIES	\$ (43 116)	\$ (88 538)
Net increase (decrease) in cash for the year	1 365	(2 057)
Cash (bank overdraft), beginning of period	(1 165)	892
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 200	\$ (1 165)
Interest received	\$ 991	\$ 824
Dividends received, net of withholding taxes	\$ 10 538	\$ 10 537

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 515 702	\$ 459 337	\$ 2 216	\$ 1 161	\$ 25 417	\$ 20 865	\$ 2 255	\$ 1 538
INCREASE (DECREASE) IN NAV	50 459	95 816	257	312	2 907	4 796	286	405
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	21 208	22 924	972	871	6 485	3 373	1 005	614
Reinvestments of distributions to holders of redeemable units	11 621	9 485	61	29	858	636	76	47
Redemption of redeemable units	(67 063)	(62 292)	(522)	(127)	(5 359)	(3 604)	(318)	(291)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(34 234)	(29 883)	511	773	1 984	405	763	370
Distributions from net income	(5 061)	(9 568)	(27)	(30)	(509)	(649)	(56)	(58)
Distributions from net gains	(6 664)	—	(36)	—	(365)	—	(41)	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(11 725)	(9 568)	(63)	(30)	(874)	(649)	(97)	(58)
NET INCREASE (DECREASE) IN NAV	4 500	56 365	705	1 055	4 017	4 552	952	717
NAV AT END OF PERIOD	\$ 520 202	\$ 515 702	\$ 2 921	\$ 2 216	\$ 29 434	\$ 25 417	\$ 3 207	\$ 2 255

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 736	\$ 49 269	\$ 547 326	\$ 532 170
INCREASE (DECREASE) IN NAV	249	2 838	54 158	104 167
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	830	2 035	30 500	29 817
Reinvestments of distributions to holders of redeemable units	94	8	12 710	10 205
Redemption of redeemable units	(464)	(52 406)	(73 726)	(118 720)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	460	(50 363)	(30 516)	(78 698)
Distributions from net income	(64)	(8)	(5 717)	(10 313)
Distributions from net gains	(29)	—	(7 135)	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(93)	(8)	(12 852)	(10 313)
NET INCREASE (DECREASE) IN NAV	616	(47 533)	10 790	15 156
NAV AT END OF PERIOD	\$ 2 352	\$ 1 736	\$ 558 116	\$ 547 326

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of Canadian and U.S. companies that offer above average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.1%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	26.4	25.2	23.6
Energy	13.9	16.7	15.3
Information Technology	12.0	9.0	9.2
Health Care	8.9	7.4	5.8
Industrials	7.8	7.6	9.9
Consumer Discretionary	6.3	7.9	6.2
Materials	6.2	7.5	13.0
Consumer Staples	5.8	3.9	3.1
Other Sectors	4.2	3.6	3.1
Cash/Other	8.5	11.2	10.8

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	34.6	35.5	38.6
Total	34.6	35.5	38.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.3% (December 31, 2013 – 0.4%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.7	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	510 712	–	–	510 712
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	40 227	–	40 227
Derivatives – assets	–	1 384	–	1 384
Derivatives – liabilities	(488)	(1 939)	–	(2 427)
Total financial instruments	510 224	39 672	–	549 896
% of total portfolio	92.8	7.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	485 919	–	–	485 919
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	61 586	–	61 586
Derivatives – assets	1 381	1 133	–	2 514
Derivatives – liabilities	–	(1 331)	–	(1 331)
Total financial instruments	487 300	61 388	–	548 688
% of total portfolio	88.8	11.2	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	474 270	461	–	474 731
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	56 816	–	56 816
Derivatives – assets	–	111	–	111
Derivatives – liabilities	(23)	(495)	–	(518)
Total financial instruments	474 247	56 893	–	531 140
% of total portfolio	89.3	10.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	–	–	–
Net purchases	–	–	339
Net transfers in (out)	–	–	(328)
Realized gains (losses)	–	–	(11)
Unrealized gains (losses)	–	–	–
Balance at end of period	–	–	–

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.0%).

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	233	223
Value of all units	8	7

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	18 371	19 562
Issued number of units	720	896
Reinvested number of units	385	343
Redeemed number of units	(2 263)	(2 430)
Ending number of units	17 213	18 371
Advisor Series		
Opening units	76	48
Issued number of units	32	32
Reinvested number of units	2	1
Redeemed number of units	(17)	(5)
Ending number of units	93	76
Series D		
Opening units	889	874
Issued number of units	215	128
Reinvested number of units	28	23
Redeemed number of units	(177)	(136)
Ending number of units	955	889
Series F		
Opening units	74	60
Issued number of units	31	22
Reinvested number of units	2	2
Redeemed number of units	(10)	(10)
Ending number of units	97	74
Series O		
Opening units	53	1 878
Issued number of units	24	72
Reinvested number of units	3	–
Redeemed number of units	(13)	(1 897)
Ending number of units	67	53

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	763	100	837	100
Related-party brokerage commissions*	53	7	63	8
Commission arrangements†	39	5	52	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	77 990	25 919
Fair value of collateral received	79 550	26 438

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	547 151	531 606
Revaluation of investments at FVTPL	175	564
Net assets attributable to holders of redeemable units	547 326	532 170
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		104 556
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(389)
Increase (decrease) in net assets attributable to holders of redeemable units		104 167



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. DIVIDEND FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
117 400	Home Depot Inc.	\$ 12 439	\$ 14 315	
116 900	Kohls Corp.	8 089	8 290	
218 100	Macy's Inc.	14 310	16 660	
174 800	McDonald's Corp.	18 569	19 029	
155 300	The Walt Disney Company	12 670	16 990	
63 500	Time Warner Cable Inc.	9 800	11 218	
172 600	Time Warner Inc.	14 450	17 126	
161 600	Wyndham Worldwide Corp.	12 873	16 101	
		<u>103 200</u>	<u>119 729</u>	11.0
Consumer Staples				
358 500	Altria Group Inc.	15 792	20 521	
237 100	CVS Health Corp.	14 342	26 530	
78 400	Kraft Foods Group Inc.	4 927	5 707	
146 500	PepsiCo Inc.	14 306	16 094	
159 800	Philip Morris International Inc.	14 900	15 122	
198 800	Pinnacle Foods Inc.	7 515	8 153	
155 900	Procter & Gamble Co.	14 584	16 503	
222 000	Reynolds American Inc.	14 060	16 573	
214 500	The Coca-Cola Co.	10 183	10 521	
108 200	Wal-Mart Stores, Inc.	10 549	10 798	
		<u>121 158</u>	<u>146 522</u>	13.5
Energy				
396 500	ConocoPhillips	30 142	31 813	
202 200	Exxon Mobil Corp.	21 988	21 714	
130 200	Hess Corp.	10 728	11 166	
171 500	Kinder Morgan Inc.	7 589	8 430	
133 900	Phillips 66 Company	11 120	11 154	
209 700	Williams Companies Inc.	11 040	10 950	
		<u>92 607</u>	<u>95 227</u>	8.8
Financials				
69 500	Ameriprise Financial Inc.	8 040	10 679	
792 900	Bank of America Corp.	13 803	16 480	
22 300	Essex Property Trust Inc.	4 526	5 354	
295 000	Host Marriott Corp.	6 928	8 152	
217 400	Invesco Ltd.	9 089	9 982	
301 200	iShares Dow Jones US Real Estate Index Fund	24 112	26 889	
379 000	JPMorgan Chase & Co.	23 612	27 562	
165 000	MetLife Inc.	9 841	10 369	
24 400	Simon Property Group Inc.	4 565	5 168	
226 000	Suntrust Banks Inc.	10 309	11 002	
111 800	Travelers Cos. Inc.	13 097	13 751	
340 000	Wells Fargo & Company	16 405	21 655	
		<u>144 327</u>	<u>167 043</u>	15.3
Health Care				
227 100	AbbVie Inc.	12 537	17 266	
28 600	Amgen Inc.	3 537	5 293	
108 800	Anthem Inc.	11 914	15 891	
115 500	Bristol-Myers Squibb Co.	6 159	7 919	
251 500	Cardinal Health Inc.	14 645	23 593	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
217 000	Johnson & Johnson	\$ 22 019	\$ 26 363	
254 200	Medtronic Inc.	18 240	21 323	
120 100	Merck & Co. Inc.	7 436	7 924	
818 944	Pfizer Inc.	26 404	29 638	
125 100	UnitedHealth Group Incorporated	13 810	14 693	
		<u>136 701</u>	<u>169 903</u>	15.6
Industrials				
140 600	Honeywell International Inc.	14 778	16 325	
59 100	Lockheed Martin Corporation	11 025	13 224	
95 100	Northrop Grumman Corp.	13 657	16 280	
43 500	Raytheon Company	5 140	5 467	
279 100	Republic Services Inc.	11 294	13 051	
127 200	Rockwell Automation Inc.	16 768	16 429	
214 400	Tyco International Plc.	10 471	10 925	
161 600	Union Pacific Corp.	18 392	22 366	
40 100	United Technologies Corp.	5 045	5 358	
		<u>106 570</u>	<u>119 425</u>	11.0
Information Technology				
405 900	Apple Inc.	34 252	52 052	
107 600	Broadcom Corp.	5 227	5 417	
430 300	Cisco Systems Inc.	12 259	13 905	
157 300	EMC Corp.	5 076	5 438	
121 500	Hewlett-Packard Co.	4 393	5 667	
637 300	Intel Corp.	20 674	26 870	
59 100	International Business Machines	10 986	11 016	
683 200	Microsoft Corp.	31 638	36 869	
174 700	Seagate Technology	11 427	13 497	
168 800	Texas Instruments Inc.	8 997	10 485	
20 600	Western Digital Corp.	2 407	2 649	
		<u>147 336</u>	<u>183 865</u>	16.9
Materials				
177 800	LyondellBasell Industries N.V.	17 551	16 399	
		<u>17 551</u>	<u>16 399</u>	1.5
Utilities				
108 300	Entergy Corp.	10 016	11 001	
254 900	Exelon Corp.	9 897	10 981	
407 200	Utilities Select Sector SPDR Fund	21 320	22 325	
91 100	Wisconsin Energy Corp.	5 366	5 580	
		<u>46 599</u>	<u>49 887</u>	4.6
TOTAL UNITED STATES EQUITIES		<u>916 049</u>	<u>1 068 000</u>	98.2
SHORT-TERM INVESTMENTS*		<u>23 268</u>	<u>23 287</u>	2.1
TOTAL INVESTMENTS		<u>\$ 939 317</u>	<u>1 091 287</u>	100.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(3 166)</u>	(0.3)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$1 088 121</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 0.40% and mature between January 2, 2015 and January 23, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 091 287	\$ 695 028	\$ 296 531
Cash	3	10	4
Due from investment dealers	–	1 609	10 120
Subscriptions receivable	2 141	1 690	1 391
Unrealized gain on foreign exchange contracts	–	–	67
Dividends receivable, interest accrued and other assets	1 507	760	572
TOTAL ASSETS	1 094 938	699 097	308 685
LIABILITIES			
Due to investment dealers	4 276	4 369	25 797
Redemptions payable	972	447	110
Unrealized loss on foreign exchange contracts	–	–	27
Accounts payable and accrued expenses	1 569	933	432
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	6 817	5 749	26 366
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 088 121	\$ 693 348	\$ 282 319
Investments at cost	\$ 939 317	\$ 603 424	\$ 286 608
NAV			
SERIES A	\$ 527 594	\$ 369 342	\$ 172 425
ADVISOR SERIES	\$ 243 718	\$ 137 259	\$ 63 797
ADVISOR T5 SERIES	\$ 121	\$ –	\$ –
SERIES T5	\$ 2 999	\$ 1 805	\$ 286
SERIES T8	\$ 5 838	\$ 3 391	\$ 2 030
SERIES H	\$ 4 156	\$ 246	\$ –
SERIES D	\$ 34 753	\$ 20 520	\$ 8 128
SERIES F	\$ 94 864	\$ 52 099	\$ 16 761
SERIES FT5	\$ 22	\$ –	\$ –
SERIES I	\$ 6 248	\$ 1 001	\$ –
SERIES O	\$ 167 808	\$ 107 685	\$ 18 892
NAV PER UNIT			
SERIES A	\$ 21.63	\$ 20.24	\$ 15.70
ADVISOR SERIES	\$ 21.64	\$ 20.26	\$ 15.71
ADVISOR T5 SERIES	\$ 21.35	\$ –	\$ –
SERIES T5	\$ 21.41	\$ 19.75	\$ 15.58
SERIES T8	\$ 10.77	\$ 10.02	\$ 8.09
SERIES H	\$ 21.65	\$ 20.28	\$ –
SERIES D	\$ 22.15	\$ 20.73	\$ 16.06
SERIES F	\$ 23.68	\$ 22.17	\$ 17.16
SERIES FT5	\$ 23.43	\$ –	\$ –
SERIES I	\$ 23.84	\$ 22.31	\$ –
SERIES O	\$ 23.23	\$ 21.78	\$ 16.82

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 22 864	\$ 14 390
Interest for distribution purposes	339	368
Securities lending revenue (see note 6 in the generic notes)	29	6
Net realized gain (loss) on investments	121 367	59 825
Net gain (loss) on foreign currencies and other net assets	168	(172)
Change in unrealized gain (loss) on investments	47 000	81 641
TOTAL INCOME (LOSS)	191 767	156 058
EXPENSES (see notes – Fund Specific Information)		
Management fees	12 032	7 011
Administration fees	995	575
Board of Governors costs	3	3
GST/HST	1 270	756
Transaction costs	2 147	1 599
Withholding tax	2 918	1 717
TOTAL EXPENSES	19 365	11 661
INCREASE (DECREASE) IN NAV	\$ 172 402	\$ 144 397
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 83 645	\$ 77 598
ADVISOR SERIES	\$ 37 180	\$ 29 311
ADVISOR T5 SERIES	\$ 1	\$ –
SERIES T5	\$ 417	\$ 271
SERIES T8	\$ 855	\$ 767
SERIES H	\$ 531	\$ 34
SERIES D	\$ 5 289	\$ 4 283
SERIES F	\$ 15 248	\$ 10 425
SERIES FT5	\$ –	\$ –
SERIES I	\$ 487	\$ 92
SERIES O	\$ 28 749	\$ 21 616
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 4.04	\$ 5.25
ADVISOR SERIES	\$ 3.98	\$ 5.26
ADVISOR T5 SERIES	\$ 3.98	\$ –
SERIES T5	\$ 3.90	\$ 4.82
SERIES T8	\$ 1.94	\$ 2.64
SERIES H	\$ 3.93	\$ 1.71
SERIES D	\$ 4.32	\$ 5.51
SERIES F	\$ 4.63	\$ 5.87
SERIES FT5	\$ 1.54	\$ –
SERIES I	\$ 4.54	\$ 1.93
SERIES O	\$ 4.79	\$ 5.87

* Series H and Series I launched August 2013. Advisor T5 Series and Series FT5 launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 172 402	\$ 144 397
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(121 352)	(59 825)
Change in unrealized loss (gain) on investments	(47 000)	(81 641)
(Increase) decrease in accrued receivables	862	8 323
Increase (decrease) in accrued payables	543	(20 927)
Cost of investments purchased	(3 947 465)	(2 511 436)
Proceeds on sales of investments	3 719 558	2 254 445
NET CASH PROVIDED BY OPERATING ACTIVITIES	(222 452)	(266 664)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	453 018	348 162
Cash paid on redemption of redeemable units	(214 892)	(77 852)
Distributions paid to holders of redeemable units	(15 681)	(3 640)
NET CASH USED IN FINANCING ACTIVITIES	\$ 222 445	\$ 266 670
Net increase (decrease) in cash for the year	(7)	6
Cash (bank overdraft), beginning of period	10	4
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3	\$ 10

Interest received	\$ 346	\$ 598
Dividends received, net of withholding taxes	\$ 19 192	\$ 12 255

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013. Advisor T5 Series and Series FT5 launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Advisor T5 Series		Series T5	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 369 342	\$ 172 425	\$ 137 259	\$ 63 797	\$ –	\$ –	\$ 1 805	\$ 286
INCREASE (DECREASE) IN NAV	83 645	77 598	37 180	29 311	1	–	417	271
Early redemption fees	1	1	–	–	–	–	–	–
Proceeds from redeemable units issued	151 267	158 964	107 042	59 382	120	–	1 287	1 562
Reinvestments of distributions to holders of redeemable units	51 719	10 598	18 920	3 629	4	–	148	22
Redemption of redeemable units	(74 628)	(39 165)	(35 407)	(14 702)	–	–	(432)	(286)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	128 359	130 398	90 555	48 309	124	–	1 003	1 298
Distributions from net income	(527)	(1 448)	(275)	(572)	–	–	(3)	(4)
Distributions from net gains	(53 225)	(9 631)	(21 001)	(3 586)	(4)	–	(223)	(46)
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(53 752)	(11 079)	(21 276)	(4 158)	(4)	–	(226)	(50)
NET INCREASE (DECREASE) IN NAV	158 252	196 917	106 459	73 462	121	–	1 194	1 519
NAV AT END OF PERIOD	\$ 527 594	\$ 369 342	\$ 243 718	\$ 137 259	\$ 121	\$ –	\$ 2 999	\$ 1 805

For the periods ended December 31 (see note 2 in the generic notes)*	Series T8		Series H		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 391	\$ 2 030	\$ 246	\$ –	\$ 20 520	\$ 8 128	\$ 52 099	\$ 16 761
INCREASE (DECREASE) IN NAV	855	767	531	34	5 289	4 283	15 248	10 425
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	2 903	1 551	3 439	212	19 009	12 620	47 774	30 695
Reinvestments of distributions to holders of redeemable units	192	39	357	7	3 481	678	6 723	1 374
Redemption of redeemable units	(1 024)	(796)	(60)	–	(9 921)	(4 469)	(17 731)	(5 279)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 071	794	3 736	219	12 569	8 829	36 766	26 790
Distributions from net income	(7)	(56)	(6)	(1)	(267)	(202)	(886)	(581)
Distributions from net gains	(397)	(42)	(351)	(6)	(3 358)	(518)	(8 363)	(1 296)
Distributions from capital	(75)	(102)	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(479)	(200)	(357)	(7)	(3 625)	(720)	(9 249)	(1 877)
NET INCREASE (DECREASE) IN NAV	2 447	1 361	3 910	246	14 233	12 392	42 765	35 338
NAV AT END OF PERIOD	\$ 5 838	\$ 3 391	\$ 4 156	\$ 246	\$ 34 753	\$ 20 520	\$ 94 864	\$ 52 099

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series FT5		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 1 001	\$ –	\$ 107 685	\$ 18 892	\$ 693 348	\$ 282 319
INCREASE (DECREASE) IN NAV	–	–	487	92	28 749	21 616	172 402	144 397
Early redemption fees	–	–	–	–	–	–	1	1
Proceeds from redeemable units issued	22	–	8 149	919	112 457	82 556	453 469	348 461
Reinvestments of distributions to holders of redeemable units	1	–	197	19	11 821	2 640	93 563	19 006
Redemption of redeemable units	–	–	(3 283)	–	(72 932)	(13 493)	(215 418)	(78 190)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	23	–	5 063	938	51 346	71 703	331 615	289 278
Distributions from net income	–	–	(27)	(3)	(2 925)	(1 790)	(4 923)	(4 657)
Distributions from net gains	(1)	–	(276)	(26)	(17 047)	(2 736)	(104 246)	(17 887)
Distributions from capital	–	–	–	–	–	–	(75)	(102)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	–	(303)	(29)	(19 972)	(4 526)	(109 244)	(22 646)
NET INCREASE (DECREASE) IN NAV	22	–	5 247	1 001	60 123	88 793	394 773	411 029
NAV AT END OF PERIOD	\$ 22	\$ –	\$ 6 248	\$ 1 001	\$ 167 808	\$ 107 685	\$ 1 088 121	\$ 693 348

* Series H and Series I launched August 2013. Advisor T5 Series and Series FT5 launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide targeted exposure to opportunities in U.S. equity markets by investing primarily in common and preferred shares of major U.S. companies with above-average dividend yields.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Information Technology	16.9	18.1	16.9
Health Care	15.6	11.3	8.2
Financials	15.3	16.0	16.7
Consumer Staples	13.5	9.5	12.0
Industrials	11.0	17.1	9.8
Consumer Discretionary	11.0	13.6	11.5
Energy	8.8	8.8	8.6
Other Sectors	6.1	3.5	8.2
Bonds	–	–	5.1
Cash/Other	1.8	2.1	3.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	99.9	97.9	87.4
Total	99.9	97.9	87.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 0.8	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 068 000	–	–	1 068 000
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	23 287	–	23 287
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 068 000	23 287	–	1 091 287
% of total portfolio	97.9	2.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	678 848	–	–	678 848
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	16 180	–	16 180
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	678 848	16 180	–	695 028
% of total portfolio	97.7	2.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	259 582	–	–	259 582
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	14 552	–	14 552
Short-term investments	–	22 397	–	22 397
Derivatives – assets	–	67	–	67
Derivatives – liabilities	–	(27)	–	(27)
Total financial instruments	259 582	36 989	–	296 571
% of total portfolio	87.5	12.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Advisor T5 Series	1.75%
Series T5	1.75%
Series T8	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series FT5	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Advisor T5 Series	0.10%
Series T5	0.10%
Series T8	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series FT5	0.10%
Series I	0.10%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor T5 Series	53	–
Series T5	37	33
Series H	63	56
Series FT5	49	–
Series I	58	51
Series O	371	323
Value of all units	14	10

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	18 244	10 981
Issued number of units	7 222	8 892
Reinvested number of units	2 512	534
Redeemed number of units	(3 581)	(2 163)
Ending number of units	24 397	18 244
Advisor Series		
Opening units	6 774	4 060
Issued number of units	5 279	3 338
Reinvested number of units	911	183
Redeemed number of units	(1 701)	(807)
Ending number of units	11 263	6 774
Advisor T5 Series		
Opening units	–	–
Issued number of units	6	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	6	–
Series T5		
Opening units	91	18
Issued number of units	63	88
Reinvested number of units	7	1
Redeemed number of units	(21)	(16)
Ending number of units	140	91



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series T8		
Opening units	338	251
Issued number of units	283	172
Reinvested number of units	19	4
Redeemed number of units	(98)	(89)
Ending number of units	542	338
Series H		
Opening units	12	–
Issued number of units	166	12
Reinvested number of units	17	–
Redeemed number of units	(3)	–
Ending number of units	192	12
Series D		
Opening units	990	506
Issued number of units	878	690
Reinvested number of units	165	34
Redeemed number of units	(464)	(240)
Ending number of units	1 569	990
Series F		
Opening units	2 350	977
Issued number of units	2 135	1 573
Reinvested number of units	296	64
Redeemed number of units	(775)	(264)
Ending number of units	4 006	2 350
Series FT5		
Opening units	–	–
Issued number of units	1	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	1	–
Series I		
Opening units	45	–
Issued number of units	343	44
Reinvested number of units	8	1
Redeemed number of units	(134)	–
Ending number of units	262	45
Series O		
Opening units	4 944	1 123
Issued number of units	5 125	4 363
Reinvested number of units	532	127
Redeemed number of units	(3 378)	(669)
Ending number of units	7 223	4 944

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	2 147	100	1 599	100
Related-party brokerage commissions*	127	6	140	9
Commission arrangements†	177	8	132	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	29 131	12 651
Fair value of collateral received	29 714	12 904

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC U.S. Dividend Class	7.4	6.1

Fund merger (000s)

At the close of business on June 27, 2014, the RBC DS U.S. Focus Fund was merged into the RBC U.S. Dividend Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC DS U.S. Focus Fund (the “Terminated Fund”) and the RBC U.S. Dividend Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$127 247
Exchange ratio Series F	0.80
Units issued by Continuing Fund Series F	950
Exchange ratio Advisor Series	0.81
Units issued by Continuing Fund Advisor Series	3 058
Exchange ratio Series O	0.82
Units issued by Continuing Fund Series O	2 195

Please see the generic notes at the back of the financial statements.



December 31, 2014

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	693 249	282 200
Revaluation of investments at FVTPL	99	119
Net assets attributable to holders of redeemable units	<u>693 348</u>	<u>282 319</u>
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		144 417
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(20)
Increase (decrease) in net assets attributable to holders of redeemable units		<u>144 397</u>



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
76 500	Advance Auto Parts Inc.	\$ 13 910	\$ 14 160	
168 800	Bed Bath & Beyond Inc.	12 767	14 938	
356 500	Best Buy Co. Inc.	13 166	16 145	
471 800	Comcast Corp., Class A	28 414	31 797	
158 400	DeVry Inc.	8 608	8 733	
204 800	Dollar Tree Inc.	14 135	16 746	
145 000	Expedia Inc.	13 786	14 380	
88 300	Fossil Group Inc.	11 058	11 360	
252 100	Home Depot Inc.	21 011	30 739	
173 800	Jarden Corp.	9 296	9 665	
110 600	L Brands Inc.	7 599	11 117	
432 300	Lennar Corp.	21 066	22 506	
358 800	Macy's Inc.	25 249	27 408	
94 700	Mohawk Industries Inc.	16 004	17 089	
131 000	Nike Inc.	11 884	14 628	
239 900	Nordstrom Inc.	18 850	22 127	
142 700	Ross Stores Inc.	14 249	15 627	
249 400	Starbucks Corp.	23 889	23 774	
197 000	Target Corporation	14 616	17 374	
274 300	TJX Companies Inc.	18 747	21 855	
157 600	Time Warner Inc.	14 117	15 638	
112 500	Ulta Salon, Cosmetics & Fragrance, Inc.	15 923	16 709	
280 900	V.F. Corporation	20 594	24 444	
150 600	Viacom Inc.	13 282	13 166	
		382 220	432 125	11.8
Consumer Staples				
547 200	Altria Group Inc.	25 018	31 323	
445 400	Archer Daniels Midland Co.	21 938	26 908	
207 200	Costco Wholesale Corp.	28 923	34 123	
381 300	CVS Health Corp.	30 442	42 665	
86 600	Dr Pepper Snapple Group Inc.	5 177	7 212	
120 800	Kellogg Co.	9 319	9 182	
110 100	Kimberly-Clark Corp.	14 054	14 772	
338 600	Kraft Foods Group Inc.	23 781	24 650	
337 600	Mondelez International Inc.	14 620	14 248	
211 700	PepsiCo Inc.	20 009	23 257	
363 300	Procter & Gamble Co.	31 814	38 458	
486 500	The Kroger Co.	26 076	36 293	
302 700	Wal-Mart Stores, Inc.	28 540	30 207	
		279 711	333 298	9.1
Energy				
868 000	Chesapeake Energy Corp.	17 788	19 736	
155 900	Cimarex Energy Co.	19 930	19 199	
125 700	Concho Resources Inc.	14 812	14 567	
383 600	ConocoPhillips	31 125	30 778	
291 100	Devon Energy Corporation	21 332	20 701	
221 200	Diamondback Energy Inc.	17 701	15 363	
354 700	EOG Resources Inc.	37 295	37 941	
353 100	Exxon Mobil Corp.	37 091	37 920	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
71 800	Marathon Petroleum Corp.	\$ 7 764	\$ 7 528	
405 000	Nabors Industries Ltd.	5 668	6 107	
182 300	Range Resources Corp.	12 642	11 321	
114 300	Schlumberger Ltd.	12 842	11 342	
		235 990	232 503	6.4
Financials				
307 600	Allstate Corp.	21 871	25 105	
258 400	American International Group Inc.	15 138	16 815	
146 800	American Tower Corp. Real Estate Investment Trust	15 900	16 863	
153 500	Aon Plc.	16 524	16 909	
2 298 200	Bank of America Corp.	35 396	47 767	
289 400	Berkshire Hathaway Inc., Class B	43 014	50 484	
69 400	BlackRock Inc.	26 426	28 818	
86 600	Capital One Financial Corp.	6 544	8 306	
779 600	Citigroup Inc.	43 660	49 023	
176 600	Discover Financial Services	12 594	13 437	
232 600	Equity Residential Properties Trust	18 128	19 420	
426 300	Invesco Ltd.	18 003	19 573	
465 800	JPMorgan Chase & Co.	27 623	33 874	
281 900	Moody's Corp.	30 149	31 379	
769 600	Morgan Stanley	24 484	34 705	
157 200	The Goldman Sachs Group Inc.	30 417	35 400	
828 600	Wells Fargo & Company	41 872	52 773	
		427 743	500 651	13.7
Health Care				
323 000	AbbVie Inc.	18 971	24 557	
42 900	Actavis Plc.	12 867	12 842	
187 300	Amgen Inc.	26 529	34 662	
210 500	Anthem Inc.	24 100	30 745	
55 900	Biogen Idec Inc.	21 449	22 062	
485 200	Bristol-Myers Squibb Co.	27 980	33 267	
85 300	C.R. Bard Inc.	15 389	16 509	
302 100	Cardinal Health Inc.	23 793	28 340	
281 000	Celgene Corp.	28 885	36 518	
586 600	Eli Lilly & Co.	39 088	47 018	
270 700	Gilead Sciences Inc.	29 240	29 645	
342 200	Medtronic Inc.	25 294	28 704	
199 700	Mylan Laboratories Inc.	12 751	13 078	
454 900	Pfizer Inc.	16 333	16 463	
445 800	UnitedHealth Group Incorporated	46 444	52 358	
127 100	Zimmer Holdings Inc.	15 630	16 748	
		384 743	443 516	12.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
95 300	3M Co.	\$ 18 120	\$ 18 197	
147 900	C.H. Robinson Worldwide Inc.	11 367	12 868	
174 100	FedEx Corporation	30 750	35 126	
331 800	General Dynamics Corp.	45 144	53 060	
222 400	Honeywell International Inc.	23 942	25 823	
295 000	Ingersoll-Rand Plc., Class A	20 699	21 726	
162 300	Lockheed Martin Corporation	33 076	36 316	
248 400	Northrop Grumman Corp.	37 380	42 524	
94 200	Paccar Inc.	7 548	7 445	
80 900	Roper Industries Inc.	14 024	14 692	
343 700	Ryder System Inc.	32 742	37 076	
221 200	Southwest Airlines	7 855	10 872	
256 100	Union Pacific Corp.	26 355	35 446	
195 100	United Technologies Corp.	25 443	26 067	
125 900	Wabtec Corp.	12 789	12 709	
		<u>347 234</u>	<u>389 947</u>	10.7
Information Technology				
1 006 700	Apple Inc.	87 943	129 099	
187 200	Avago Technologies Ltd.	15 544	21 877	
148 000	Broadcom Corp.	7 277	7 450	
440 300	CDW Corp.	17 188	17 991	
1 151 900	Cisco Systems Inc.	33 099	37 224	
524 700	Corning Inc.	12 876	13 978	
380 600	EMC Corp.	12 394	13 157	
191 700	F5 Networks Inc.	26 397	29 057	
247 800	Facebook Inc., Class A	22 853	22 461	
822 900	Hewlett-Packard Co.	30 034	38 380	
1 038 200	Intel Corp.	33 476	43 772	
173 000	Intuit Inc.	16 790	18 529	
305 000	Lam Research Corp.	27 965	28 114	
956 100	Micron Technology Inc.	32 436	38 889	
1 726 600	Microsoft Corp.	74 006	93 177	
184 800	NXP Semiconductor N.V.	13 931	16 403	
527 300	Oracle Corporation	26 193	27 549	
162 500	Palo Alto Networks Inc.	18 403	23 136	
155 300	Sandisk Corp.	18 142	17 678	
432 800	Texas Instruments Inc.	26 020	26 884	
114 100	Visa Inc., Class A	31 596	34 758	
306 700	Western Digital Corp.	33 194	39 445	
		<u>617 757</u>	<u>739 008</u>	20.2
Materials				
117 300	International Paper Co.	6 403	7 300	
105 000	Monsanto Co.	14 185	14 569	
88 800	Sherwin-Williams Co.	24 765	27 146	
		<u>45 353</u>	<u>49 015</u>	1.3
Utilities				
538 300	Edison International	38 847	40 942	
176 700	Entergy Corp.	17 827	17 949	
139 100	NextEra Energy Inc.	16 537	17 177	
611 200	PG&E Corporation	35 487	37 795	
404 100	Wisconsin Energy Corp.	23 694	24 754	
		<u>132 392</u>	<u>138 617</u>	3.8
TOTAL COMMON EQUITIES		<u><u>2 853 143</u></u>	<u><u>3 258 680</u></u>	89.1

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
5 097 769	RBC U.S. Mid-Cap Equity Fund*	\$ 101 000	\$ 155 643	
11 930 333	RBC U.S. Mid-Cap Value Equity Fund*	131 095	158 608	
2 317 020	RBC U.S. Small-Cap Core Equity Fund*	23 610	38 736	
TOTAL MUTUAL FUND UNITS		<u>255 705</u>	<u>352 987</u>	9.6
SHORT-TERM INVESTMENTS[†]		<u>49 049</u>	<u>49 074</u>	1.3
TOTAL INVESTMENTS		<u>\$3 157 897</u>	<u>3 660 741</u>	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
				(845)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
				<u>\$3 659 896</u>
				100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.11% to 1.00% and mature between January 2, 2015 and January 29, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 660 741	\$ 4 104 029	\$ 3 069 678
Cash	1	11	67
Due from investment dealers	5 797	71 462	–
Subscriptions receivable	544	865	1 782
Unrealized gain on foreign exchange contracts	–	–	75
Dividends receivable, interest accrued and other assets	3 243	3 379	1 877
TOTAL ASSETS	3 670 326	4 179 746	3 073 479
LIABILITIES			
Due to investment dealers	–	54 393	–
Redemptions payable	9 280	259	2 490
Unrealized loss on foreign exchange contracts	–	–	2 702
Accounts payable and accrued expenses	1 150	939	695
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	10 430	55 591	5 887
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 659 896	\$ 4 124 155	\$ 3 067 592
Investments at cost	\$ 3 157 897	\$ 3 437 801	\$ 2 832 240
NAV			
SERIES A	\$ 549 483	\$ 482 220	\$ 356 974
ADVISOR SERIES	\$ 7 790	\$ 5 949	\$ 3 484
SERIES H	\$ 756	\$ –	\$ –
SERIES D	\$ 21 752	\$ 15 589	\$ 9 344
SERIES F	\$ 7 556	\$ 6 354	\$ 4 525
SERIES I	\$ 2 546	\$ 1 663	\$ 6
SERIES O	\$ 3 070 013	\$ 3 612 380	\$ 2 693 259
NAV PER UNIT			
SERIES A	\$ 29.93	\$ 28.56	\$ 21.12
ADVISOR SERIES	\$ 30.07	\$ 28.66	\$ 21.18
SERIES H	\$ 30.06	\$ –	\$ –
SERIES D	\$ 31.44	\$ 29.81	\$ 21.90
SERIES F	\$ 33.78	\$ 32.04	\$ 23.53
SERIES I	\$ 34.14	\$ 32.31	\$ 23.66
SERIES O	\$ 32.61	\$ 31.02	\$ 22.75

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 67 801	\$ 58 772
Interest for distribution purposes	132	313
Other income received from underlying funds	1 851	1 936
Securities lending revenue (see note 6 in the generic notes)	135	87
Capital gains received from underlying funds	38 601	14 133
Net realized gain (loss) on investments	745 768	673 414
Net gain (loss) on foreign currencies and other net assets	7 824	(4 416)
Change in unrealized gain (loss) on investments	(163 384)	431 417
TOTAL INCOME (LOSS)	698 728	1 175 656
EXPENSES (see notes – Fund Specific Information)		
Management fees	9 399	7 532
Administration fees	1 481	1 269
Board of Governors costs	3	3
GST/HST	1 139	932
Transaction costs	10 371	10 762
Withholding tax	9 575	7 857
TOTAL EXPENSES	31 968	28 355
INCREASE (DECREASE) IN NAV	\$ 666 760	\$ 1 147 301
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 81 602	\$ 125 107
ADVISOR SERIES	\$ 1 119	\$ 1 393
SERIES H	\$ 57	\$ –
SERIES D	\$ 3 199	\$ 3 678
SERIES F	\$ 1 097	\$ 1 665
SERIES I	\$ 363	\$ 305
SERIES O	\$ 579 323	\$ 1 015 153
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 4.64	\$ 7.55
ADVISOR SERIES	\$ 4.69	\$ 7.59
SERIES H	\$ 2.02	\$ –
SERIES D	\$ 5.15	\$ 8.08
SERIES F	\$ 5.62	\$ 8.77
SERIES I	\$ 5.93	\$ 8.95
SERIES O	\$ 5.71	\$ 8.76

* Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 666 760	\$ 1 147 301
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(745 516)	(673 410)
Change in unrealized loss (gain) on investments	163 384	(431 417)
(Increase) decrease in accrued receivables	65 801	(72 964)
Increase (decrease) in accrued payables	(54 182)	54 637
Cost of investments purchased	(17 255 796)	(14 292 933)
Proceeds on sales of investments	18 281 216	14 360 782
NET CASH PROVIDED BY OPERATING ACTIVITIES	1 121 667	91 996
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	758 676	745 238
Cash paid on redemption of redeemable units	(1 877 599)	(837 266)
Distributions paid to holders of redeemable units	(2 754)	(24)
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 121 677)	\$ (92 052)
Net increase (decrease) in cash for the year	(10)	(56)
Cash (bank overdraft), beginning of period	11	67
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 11
Interest received	\$ 133	\$ 322
Dividends received, net of withholding taxes	\$ 58 362	\$ 49 403

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 482 220	\$ 356 974	\$ 5 949	\$ 3 484	\$ –	\$ –	\$ 15 589	\$ 9 344
INCREASE (DECREASE) IN NAV	81 602	125 107	1 119	1 393	57	–	3 199	3 678
Early redemption fees	–	1	–	–	–	–	2	1
Proceeds from redeemable units issued	70 312	65 244	2 590	2 195	728	–	10 423	6 755
Reinvestments of distributions to holders of redeemable units	55 741	–	790	–	53	–	2 263	32
Redemption of redeemable units	(82 659)	(65 106)	(1 842)	(1 123)	–	–	(7 393)	(4 188)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	43 394	139	1 538	1 072	781	–	5 295	2 600
Distributions from net income	–	–	–	–	–	–	(53)	(33)
Distributions from net gains	(57 733)	–	(816)	–	(82)	–	(2 278)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(57 733)	–	(816)	–	(82)	–	(2 331)	(33)
NET INCREASE (DECREASE) IN NAV	67 263	125 246	1 841	2 465	756	–	6 163	6 245
NAV AT END OF PERIOD	\$ 549 483	\$ 482 220	\$ 7 790	\$ 5 949	\$ 756	\$ –	\$ 21 752	\$ 15 589

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 354	\$ 4 525	\$ 1 663	\$ 6	\$ 3 612 380	\$ 2 693 259	\$ 4 124 155	\$ 3 067 592
INCREASE (DECREASE) IN NAV	1 097	1 665	363	305	579 323	1 015 153	666 760	1 147 301
Early redemption fees	–	–	–	–	–	–	2	2
Proceeds from redeemable units issued	2 841	1 494	1 138	1 358	670 323	667 275	758 355	744 321
Reinvestments of distributions to holders of redeemable units	379	12	124	2	370 289	43 703	429 639	43 749
Redemption of redeemable units	(2 306)	(1 315)	(442)	–	(1 791 980)	(763 305)	(1 886 622)	(835 037)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	914	191	820	1 360	(751 368)	(52 327)	(698 626)	(46 965)
Distributions from net income	(34)	(27)	(15)	(8)	(47 797)	(43 705)	(47 899)	(43 773)
Distributions from net gains	(775)	–	(285)	–	(322 525)	–	(384 494)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(809)	(27)	(300)	(8)	(370 322)	(43 705)	(432 393)	(43 773)
NET INCREASE (DECREASE) IN NAV	1 202	1 829	883	1 657	(542 367)	919 121	(464 259)	1 056 563
NAV AT END OF PERIOD	\$ 7 556	\$ 6 354	\$ 2 546	\$ 1 663	\$ 3 070 013	\$ 3 612 380	\$ 3 659 896	\$ 4 124 155

* Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies, providing broad exposure to economic growth through the U.S. stock market.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Information Technology	20.2	17.0	18.1
Financials	13.7	13.7	14.1
Health Care	12.1	12.4	8.4
Consumer Discretionary	11.8	12.0	10.7
Industrials	10.7	13.2	10.2
Consumer Staples	9.1	–	–
Energy	6.4	9.2	10.7
Other Sectors	5.1	8.5	10.9
Materials	–	3.4	7.6
United States Equity Funds	9.6	8.9	6.8
Cash/Other	1.3	1.7	2.5

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	100.0	100.0	85.1
Total	100.0	100.0	85.1

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	3 258 680	–	–	3 258 680
Mutual fund units	352 987	–	–	352 987
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	49 074	–	49 074
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	3 611 667	49 074	–	3 660 741
% of total portfolio	98.7	1.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	3 685 925	–	–	3 685 925
Mutual fund units	368 016	–	–	368 016
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	50 088	–	50 088
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 053 941	50 088	–	4 104 029
% of total portfolio	98.8	1.2	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	2 778 524	–	–	2 778 524
Mutual fund units	209 668	–	–	209 668
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	81 486	–	81 486
Derivatives – assets	–	75	–	75
Derivatives – liabilities	–	(2 702)	–	(2 702)
Total financial instruments	2 988 192	78 859	–	3 067 051
% of total portfolio	97.4	2.6	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series H	0.02%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	37	–
Series I	295	262
Series O	267	235
Value of all units	20	16

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	4.3	13.4	3.9	18.1
RBC U.S. Mid-Cap Value Equity Fund	4.3	62.8	3.9	69.9
RBC U.S. Small-Cap Core Equity Fund	1.0	26.9	1.0	34.2
			January 1, 2013	
			NAV	Ownership
RBC U.S. Mid-Cap Equity Fund			2.0	72.5
RBC U.S. Mid-Cap Value Equity Fund			3.8	10.4
RBC U.S. Small-Cap Core Equity Fund			1.0	71.7

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	16 883	16 902
Issued number of units	2 358	2 639
Reinvested number of units	1 848	–
Redeemed number of units	(2 733)	(2 658)
Ending number of units	18 356	16 883
Advisor Series		
Opening units	208	164
Issued number of units	85	89
Reinvested number of units	26	–
Redeemed number of units	(60)	(45)
Ending number of units	259	208
Series H		
Opening units	–	–
Issued number of units	23	–
Reinvested number of units	2	–
Redeemed number of units	–	–
Ending number of units	25	–
Series D		
Opening units	523	427
Issued number of units	330	257
Reinvested number of units	71	1
Redeemed number of units	(232)	(162)
Ending number of units	692	523
Series F		
Opening units	198	192
Issued number of units	83	53
Reinvested number of units	11	–
Redeemed number of units	(68)	(47)
Ending number of units	224	198
Series I		
Opening units	51	–
Issued number of units	33	51
Reinvested number of units	4	–
Redeemed number of units	(13)	–
Ending number of units	75	51
Series O		
Opening units	116 449	118 374
Issued number of units	20 902	24 862
Reinvested number of units	11 278	1 427
Redeemed number of units	(54 492)	(28 214)
Ending number of units	94 137	116 449

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	10 371	100	10 762	100
Related-party brokerage commissions*	730	7	773	7
Commission arrangements [†]	604	6	685	6

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	75 491	116 033
Fair value of collateral received	77 001	118 354

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	8.6	6.8
RBC Select Very Conservative Class	–	0.1
RBC Select Conservative Portfolio	36.1	29.0
RBC Select Conservative Class	–	0.2
RBC Select Balanced Portfolio	25.9	32.5
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	9.7	14.7
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	2.0	3.1
RBC Select Aggressive Growth Class	–	–
RBC Target 2015 Education Fund	–	0.1
RBC Target 2020 Education Fund	0.4	0.3
RBC Target 2025 Education Fund	0.8	0.6
RBC Target 2030 Education Fund	0.2	0.1
Total	83.7	87.6

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	4 123 650	3 066 992
Revaluation of investments at FVTPL	505	600
Net assets attributable to holders of redeemable units	4 124 155	3 067 592
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		1 147 396
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(95)
Increase (decrease) in net assets attributable to holders of redeemable units		1 147 301

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC U.S. EQUITY CURRENCY NEUTRAL FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
900	Advance Auto Parts Inc.	\$ 164	\$ 167	
2 000	Bed Bath & Beyond Inc.	148	177	
4 100	Best Buy Co. Inc.	152	186	
5 600	Comcast Corp., Class A	337	377	
1 900	DeVry Inc.	103	105	
2 400	Dollar Tree Inc.	166	196	
1 700	Expedia Inc.	162	169	
1 000	Fossil Group Inc.	125	129	
3 000	Home Depot Inc.	246	366	
2 000	Jarden Corp.	107	111	
1 500	L Brands Inc.	104	151	
5 000	Lennar Corp.	243	260	
4 200	Macy's Inc.	296	321	
1 100	Mohawk Industries Inc.	186	199	
1 500	Nike Inc.	136	168	
3 000	Nordstrom Inc.	229	277	
1 700	Ross Stores Inc.	170	186	
2 900	Starbucks Corp.	278	276	
2 300	Target Corporation	171	203	
1 900	Time Warner Inc.	170	189	
3 200	TJX Companies Inc.	219	255	
1 300	Ulta Salon, Cosmetics & Fragrance, Inc.	184	193	
3 500	V.F. Corporation	257	305	
1 700	Viacom Inc.	150	149	
		4 503	5 115	12.4
Consumer Staples				
6 400	Altria Group Inc.	294	366	
5 300	Archer Daniels Midland Co.	256	320	
2 300	Costco Wholesale Corp.	322	379	
4 800	CVS Health Corp.	372	537	
1 000	Dr Pepper Snapple Group Inc.	60	83	
1 100	Kellogg Co.	85	84	
1 300	Kimberly-Clark Corp.	166	174	
3 900	Kraft Foods Group Inc.	274	284	
3 900	Mondelez International Inc.	169	165	
2 500	PepsiCo Inc.	236	275	
4 200	Procter & Gamble Co.	368	445	
5 600	The Kroger Co.	300	418	
3 600	Wal-Mart Stores, Inc.	339	359	
		3 241	3 889	9.4
Energy				
10 100	Chesapeake Energy Corp.	206	230	
1 800	Cimarex Energy Co.	233	222	
1 500	Concho Resources Inc.	176	174	
4 500	ConocoPhillips	362	361	
3 500	Devon Energy Corporation	256	249	
2 600	Diamondback Energy Inc.	212	181	
4 100	EOG Resources Inc.	433	439	
4 100	Exxon Mobil Corp.	431	439	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
800	Marathon Petroleum Corp.	\$ 87	\$ 83	
4 700	Nabors Industries Ltd.	66	70	
1 600	Range Resources Corp.	111	98	
1 300	Schlumberger Ltd.	146	128	
		2 719	2 674	6.5
Financials				
3 600	Allstate Corp.	256	294	
3 300	American International Group Inc.	193	215	
1 400	American Tower Corp. Real Estate Investment Trust	152	161	
1 800	Aon Plc.	194	198	
26 300	Bank of America Corp.	390	547	
3 300	Berkshire Hathaway Inc., Class B	490	576	
800	BlackRock Inc.	304	332	
1 000	Capital One Financial Corp.	75	96	
7 700	Citigroup Inc.	432	484	
2 200	Discover Financial Services	157	167	
2 900	Equity Residential Properties Trust	226	242	
5 200	Invesco Ltd.	220	239	
5 600	JPMorgan Chase & Co.	328	407	
3 400	Moody's Corp.	364	378	
9 800	Morgan Stanley	298	442	
1 700	The Goldman Sachs Group Inc.	328	383	
10 500	Wells Fargo & Company	523	669	
		4 930	5 830	14.1
Health Care				
2 200	AbbVie Inc.	128	167	
500	Actavis Plc.	150	150	
2 200	Amgen Inc.	312	407	
2 500	Anthem Inc.	284	365	
600	Biogen Idec Inc.	231	237	
5 700	Bristol-Myers Squibb Co.	329	391	
900	C.R. Bard Inc.	162	174	
3 800	Cardinal Health Inc.	300	356	
3 300	Celgene Corp.	341	429	
6 800	Eli Lilly & Co.	453	545	
3 100	Gilead Sciences Inc.	323	339	
4 000	Medtronic Inc.	294	336	
2 300	Mylan Laboratories Inc.	147	151	
5 300	Pfizer Inc.	191	192	
5 200	UnitedHealth Group Incorporated	540	611	
1 500	Zimmer Holdings Inc.	186	198	
		4 371	5 048	12.2
Industrials				
1 100	3M Co.	209	210	
1 700	C.H. Robinson Worldwide Inc.	130	148	
2 000	FedEx Corporation	349	404	
3 900	General Dynamics Corp.	535	624	
2 600	Honeywell International Inc.	279	302	
3 900	Ingersoll-Rand Plc., Class A	247	258	
1 900	Lockheed Martin Corporation	387	425	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
2 900	Northrop Grumman Corp.	\$ 432	\$ 496	
1 100	Paccar Inc.	88	87	
1 000	Roper Industries Inc.	173	182	
3 600	Ryder System Inc.	343	388	
2 600	Southwest Airlines	93	128	
3 000	Union Pacific Corp.	302	415	
2 300	United Technologies Corp.	300	307	
1 500	Wabtec Corp.	153	151	
		<u>4 020</u>	<u>4 525</u>	<u>11.0</u>
Information Technology				
11 700	Apple Inc.	989	1 500	
2 200	Avago Technologies Ltd.	196	257	
1 700	Broadcom Corp.	84	86	
3 700	CDW Corp.	146	151	
11 300	Cisco Systems Inc.	324	365	
6 100	Corning Inc.	150	163	
4 400	EMC Corp.	143	152	
2 200	F5 Networks Inc.	309	333	
2 700	Facebook Inc., Class A	248	245	
9 500	Hewlett-Packard Co.	337	443	
12 400	Intel Corp.	401	523	
2 000	Intuit Inc.	194	214	
3 500	Lam Research Corp.	320	323	
11 200	Micron Technology Inc.	378	456	
18 900	Microsoft Corp.	791	1 020	
2 200	NXP Semiconductor N.V.	166	195	
6 100	Oracle Corporation	303	319	
1 500	Palo Alto Networks Inc.	162	214	
1 800	Sandisk Corp.	210	205	
5 000	Texas Instruments Inc.	300	311	
1 600	Visa Inc., Class A	439	487	
3 700	Western Digital Corp.	404	476	
		<u>6 994</u>	<u>8 438</u>	<u>20.4</u>
Materials				
1 400	International Paper Co.	79	86	
1 200	Monsanto Co.	162	166	
1 000	Sherwin-Williams Co.	279	305	
		<u>520</u>	<u>557</u>	<u>1.4</u>
Utilities				
6 300	Edison International	455	479	
2 100	Entergy Corp.	212	213	
1 600	NextEra Energy Inc.	190	198	
7 100	PG&E Corporation	413	439	
4 700	Wisconsin Energy Corp.	276	288	
		<u>1 546</u>	<u>1 617</u>	<u>3.9</u>
TOTAL COMMON EQUITIES		<u>32 844</u>	<u>37 693</u>	<u>91.3</u>

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
59 880	RBC U.S. Mid-Cap Equity Fund*	\$ 1 172	\$ 1 828	
138 597	RBC U.S. Mid-Cap Value Equity Fund*	1 520	1 843	
28 657	RBC U.S. Small-Cap Core Equity Fund*	292	479	
		<u>2 984</u>	<u>4 150</u>	<u>10.1</u>
SHORT-TERM INVESTMENTS†		<u>465</u>	<u>465</u>	<u>1.1</u>
TOTAL INVESTMENTS		<u>36 293</u>	<u>42 308</u>	<u>102.5</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
			58	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
			(1 107)	(2.7)
TOTAL PORTFOLIO		<u>\$ 36 293</u>	<u>41 259</u>	<u>99.9</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			53	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 41 312</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 300 Sold CAD 342 @ 1.1415	08-Jan-15	\$ 7
Bought USD 100 Sold CAD 116 @ 1.1608	13-Jan-15	–
Bought USD 355 Sold CAD 403 @ 1.1363	13-Jan-15	10
Bought USD 394 Sold CAD 448 @ 1.1381	13-Jan-15	9
Bought USD 300 Sold CAD 346 @ 1.1546	28-Jan-15	2
Bought USD 1 130 Sold CAD 1 312 @ 1.1610	05-Feb-15	2
Bought USD 111 Sold CAD 127 @ 1.1410	05-Feb-15	2
Bought USD 51 Sold CAD 58 @ 1.1450	06-Feb-15	1
Bought USD 472 Sold CAD 536 @ 1.1348	11-Feb-15	13
Bought CAD 136 Sold USD 117 @ 1.1637	17-Feb-15	–
Bought USD 58 Sold CAD 67 @ 1.1613	02-Mar-15	–
Bought CAD 2 829 Sold USD 2 424 @ 1.1672	17-Mar-15	8
Bought CAD 186 Sold USD 160 @ 1.1645	26-Mar-15	–
Bought CAD 2 204 Sold USD 1 891 @ 1.1658	30-Mar-15	3
Bought CAD 400 Sold USD 343 @ 1.1665	07-Apr-15	1
		<u>\$ 58</u>



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 68 Sold USD 58 @ 1.1599	05-Jan-15	\$ -
Bought CAD 1 761 Sold USD 1 572 @ 1.1199	08-Jan-15	(66)
Bought CAD 2 186 Sold USD 1 947 @ 1.1229	12-Jan-15	(77)
Bought USD 400 Sold CAD 465 @ 1.1633	12-Jan-15	(1)
Bought CAD 615 Sold USD 550 @ 1.1178	13-Jan-15	(24)
Bought CAD 877 Sold USD 785 @ 1.1175	16-Jan-15	(35)
Bought CAD 454 Sold USD 400 @ 1.1344	20-Jan-15	(11)
Bought CAD 6 408 Sold USD 5 693 @ 1.1256	20-Jan-15	(209)
Bought CAD 731 Sold USD 650 @ 1.1252	20-Jan-15	(24)
Bought CAD 2 102 Sold USD 1 862 @ 1.1288	22-Jan-15	(62)
Bought CAD 269 Sold USD 237 @ 1.1333	22-Jan-15	(7)
Bought CAD 312 Sold USD 275 @ 1.1334	22-Jan-15	(8)
Bought CAD 1 958 Sold USD 1 740 @ 1.1253	23-Jan-15	(65)
Bought CAD 640 Sold USD 560 @ 1.1435	23-Jan-15	(11)
Bought CAD 112 Sold USD 100 @ 1.1207	28-Jan-15	(4)
Bought CAD 56 Sold USD 50 @ 1.1241	28-Jan-15	(2)
Bought CAD 772 Sold USD 687 @ 1.1240	29-Jan-15	(26)
Bought CAD 261 Sold USD 230 @ 1.1328	30-Jan-15	(7)
Bought CAD 793 Sold USD 700 @ 1.1325	30-Jan-15	(21)
Bought CAD 806 Sold USD 707 @ 1.1399	03-Feb-15	(16)
Bought CAD 24 Sold USD 21 @ 1.1456	04-Feb-15	-
Bought CAD 162 Sold USD 142 @ 1.1407	05-Feb-15	(3)
Bought CAD 2 219 Sold USD 1 947 @ 1.1398	05-Feb-15	(45)
Bought CAD 349 Sold USD 300 @ 1.1625	05-Feb-15	-
Bought USD 240 Sold CAD 280 @ 1.1684	05-Feb-15	(1)
Bought CAD 1 347 Sold USD 1 192 @ 1.1305	06-Feb-15	(38)
Bought CAD 283 Sold USD 250 @ 1.1309	06-Feb-15	(8)
Bought USD 430 Sold CAD 501 @ 1.1645	06-Feb-15	(1)
Bought CAD 1 704 Sold USD 1 512 @ 1.1270	09-Feb-15	(54)
Bought CAD 451 Sold USD 400 @ 1.1268	09-Feb-15	(14)
Bought CAD 1 636 Sold USD 1 440 @ 1.1364	10-Feb-15	(38)
Bought CAD 171 Sold USD 150 @ 1.1370	11-Feb-15	(4)
Bought CAD 342 Sold USD 300 @ 1.1393	11-Feb-15	(7)
Bought CAD 11 Sold USD 10 @ 1.1221	12-Feb-15	-
Bought CAD 252 Sold USD 221 @ 1.1389	12-Feb-15	(5)
Bought CAD 302 Sold USD 268 @ 1.1273	12-Feb-15	(10)
Bought CAD 714 Sold USD 630 @ 1.1336	17-Feb-15	(19)
Bought CAD 1 481 Sold USD 1 310 @ 1.1302	20-Feb-15	(43)
Bought CAD 109 Sold USD 96 @ 1.1387	20-Feb-15	(2)
Bought CAD 613 Sold USD 543 @ 1.1286	25-Feb-15	(19)
Bought CAD 931 Sold USD 823 @ 1.1307	25-Feb-15	(27)
Bought CAD 1 626 Sold USD 1 400 @ 1.1612	26-Feb-15	(3)
Bought CAD 278 Sold USD 245 @ 1.1330	26-Feb-15	(7)
Bought CAD 578 Sold USD 500 @ 1.1566	26-Feb-15	(3)
Bought CAD 1 349 Sold USD 1 198 @ 1.1261	27-Feb-15	(44)
Bought CAD 180 Sold USD 160 @ 1.1268	02-Mar-15	(6)
Bought CAD 1 110 Sold USD 973 @ 1.1409	04-Mar-15	(22)
Bought CAD 148 Sold USD 130 @ 1.1407	05-Mar-15	(3)
Bought CAD 461 Sold USD 400 @ 1.1525	25-Mar-15	(5)
Bought CAD 500 Sold USD 430 @ 1.1632	09-Apr-15	-
		\$ (1 107)
TOTAL FOREIGN EXCHANGE		\$ (1 049)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 42 308	\$ 44 740	\$ 36 641
Cash	10	1	15
Due from investment dealers	68	794	–
Subscriptions receivable	36	14	11
Unrealized gain on foreign exchange contracts	58	48	88
Dividends receivable, interest accrued and other assets	38	37	22
TOTAL ASSETS	42 518	45 634	36 777
LIABILITIES			
Due to investment dealers	–	579	91
Redemptions payable	22	22	24
Unrealized loss on foreign exchange contracts	1 107	543	62
Accounts payable and accrued expenses	77	75	62
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 206	1 219	239
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 41 312	\$ 44 415	\$ 36 538
Investments at cost	\$ 36 293	\$ 37 111	\$ 33 554
NAV			
SERIES A	\$ 34 495	\$ 36 603	\$ 30 531
ADVISOR SERIES	\$ 4 228	\$ 5 391	\$ 4 253
SERIES D	\$ 1 210	\$ 1 167	\$ 773
SERIES F	\$ 1 377	\$ 1 252	\$ 980
SERIES O	\$ 2	\$ 2	\$ 1
NAV PER UNIT			
SERIES A	\$ 12.04	\$ 11.19	\$ 8.73
ADVISOR SERIES	\$ 12.69	\$ 11.79	\$ 9.19
SERIES D	\$ 12.78	\$ 11.76	\$ 9.10
SERIES F	\$ 13.25	\$ 12.17	\$ 9.38
SERIES O	\$ 13.80	\$ 12.55	\$ 9.59

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 734	\$ 676
Interest for distribution purposes	5	6
Other income received from underlying funds	22	22
Securities lending revenue (see note 6 in the generic notes)	1	–
Capital gains received from underlying funds	449	160
Net realized gain (loss) on investments	8 090	8 137
Net gain (loss) on foreign currencies and other net assets	(2 928)	(1 855)
Change in unrealized gain (loss) on investments	(2 168)	4 021
TOTAL INCOME (LOSS)	4 205	11 167
EXPENSES (see notes – Fund Specific Information)		
Management fees	723	695
Administration fees	63	58
Board of Governors costs	3	3
GST/HST	86	85
Transaction costs	109	125
Withholding tax	106	91
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	1 087	1 057
INCREASE (DECREASE) IN NAV	\$ 3 118	\$ 10 110
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 606	\$ 8 396
ADVISOR SERIES	\$ 303	\$ 1 196
SERIES D	\$ 100	\$ 244
SERIES F	\$ 109	\$ 273
SERIES O	\$ –	\$ 1
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.84	\$ 2.46
ADVISOR SERIES	\$ 0.88	\$ 2.59
SERIES D	\$ 0.99	\$ 2.67
SERIES F	\$ 1.05	\$ 2.78
SERIES O	\$ 1.22	\$ 2.97

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 118	\$ 10 110
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(8 088)	(8 137)
Change in unrealized loss (gain) on investments	2 168	(4 021)
(Increase) decrease in accrued receivables	725	(809)
Increase (decrease) in accrued payables	(577)	501
Cost of investments purchased	(250 946)	(255 073)
Proceeds on sales of investments	259 852	259 653
NET CASH PROVIDED BY OPERATING ACTIVITIES	6 252	2 224
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	5 154	7 617
Cash paid on redemption of redeemable units	(11 397)	(9 855)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (6 243)	\$ (2 238)
Net increase (decrease) in cash for the year	9	(14)
Cash (bank overdraft), beginning of period	1	15
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10	\$ 1
Interest received	\$ 5	\$ 6
Dividends received, net of withholding taxes	\$ 627	\$ 570

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 36 603	\$ 30 531	\$ 5 391	\$ 4 253	\$ 1 167	\$ 773	\$ 1 252	\$ 980
INCREASE (DECREASE) IN NAV	2 606	8 396	303	1 196	100	244	109	273
Early redemption fees	–	1	–	–	–	–	–	–
Proceeds from redeemable units issued	3 800	6 028	728	687	475	530	173	375
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(8 514)	(8 353)	(2 194)	(745)	(532)	(380)	(157)	(376)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4 714)	(2 324)	(1 466)	(58)	(57)	150	16	(1)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(2 108)	6 072	(1 163)	1 138	43	394	125	272
NAV AT END OF PERIOD	\$ 34 495	\$ 36 603	\$ 4 228	\$ 5 391	\$ 1 210	\$ 1 167	\$ 1 377	\$ 1 252

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2	\$ 1	\$ 44 415	\$ 36 538
INCREASE (DECREASE) IN NAV	–	1	3 118	10 110
Early redemption fees	–	–	–	1
Proceeds from redeemable units issued	–	–	5 176	7 620
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	–	–	(11 397)	(9 854)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	–	–	(6 221)	(2 233)
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	–	1	(3 103)	7 877
NAV AT END OF PERIOD	\$ 2	\$ 2	\$ 41 312	\$ 44 415

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital appreciation primarily through investing in equities of U.S. companies while minimizing the exposure to fluctuations between the U.S. and Canadian dollars.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Information Technology	20.4	16.8	18.2
Financials	14.1	14.1	14.0
Consumer Discretionary	12.4	11.9	11.0
Health Care	12.2	12.7	8.8
Industrials	11.0	13.3	10.4
Consumer Staples	9.4	–	–
Energy	6.5	9.5	10.9
Other Sectors	5.3	8.4	11.1
Materials	–	3.5	7.2
United States Equity Funds	10.1	9.4	7.0
Cash/Other	(1.4)	0.4	1.4

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	37 693	–	–	37 693
Mutual fund units	4 150	–	–	4 150
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	465	–	465
Derivatives – assets	–	58	–	58
Derivatives – liabilities	–	(1 107)	–	(1 107)
Total financial instruments	41 843	(584)	–	41 259
% of total portfolio	101.4	(1.4)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	40 096	–	–	40 096
Mutual fund units	4 166	–	–	4 166
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	478	–	478
Derivatives – assets	–	48	–	48
Derivatives – liabilities	–	(543)	–	(543)
Total financial instruments	44 262	(17)	–	44 245
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	33 494	–	–	33 494
Mutual fund units	2 562	–	–	2 562
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	585	–	585
Derivatives – assets	–	88	–	88
Derivatives – liabilities	–	(62)	–	(62)
Total financial instruments	36 056	611	–	36 667
% of total portfolio	98.3	1.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	128	128
Value of all units	2	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	4.4	0.2	4.0	0.2
RBC U.S. Mid-Cap Value Equity Fund	4.5	0.7	4.1	0.8
RBC U.S. Small-Cap Core Equity Fund	1.2	0.3	1.2	0.4

	January 1, 2013	
	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	0.1	0.1
RBC U.S. Mid-Cap Value Equity Fund	0.9	0.9
RBC U.S. Small-Cap Core Equity Fund	0.9	0.9

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	8 159
Non-capital losses	86
Non-capital losses expire in: 2031	86

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	3 272	3 498
Issued number of units	338	623
Reinvested number of units	–	–
Redeemed number of units	(745)	(849)
Ending number of units	2 865	3 272

Please see the generic notes at the back of the financial statements.



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	457	463
Issued number of units	60	68
Reinvested number of units	–	–
Redeemed number of units	(184)	(74)
Ending number of units	333	457
Series D		
Opening units	99	85
Issued number of units	40	51
Reinvested number of units	–	–
Redeemed number of units	(44)	(37)
Ending number of units	95	99
Series F		
Opening units	103	104
Issued number of units	14	35
Reinvested number of units	–	–
Redeemed number of units	(13)	(36)
Ending number of units	104	103
Series O		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31		December 31	
	2014		2013	
	\$	%	\$	%
Total transaction costs	109	100	125	100
Related-party brokerage commissions*	8	7	9	7
Commission arrangements†	7	6	8	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31	December 31
	2014	2013
Fair value of securities loaned	753	489
Fair value of collateral received	768	498

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31	January 1
	2013	2013
Net assets		
Net assets as reported under Canadian GAAP	44 409	36 531
Revaluation of investments at FVTPL	6	7
Net assets attributable to holders of redeemable units	44 415	36 538
		December 31
		2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		10 111
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(1)
Increase (decrease) in net assets attributable to holders of redeemable units		10 110



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC QUBE U.S. EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
165 559	Apollo Education Group Inc.	\$ 4 946	\$ 6 561	
9 200	Autozone Inc.	5 265	6 621	
101 800	Best Buy Co. Inc.	3 070	4 610	
130 300	Comcast Corp., Class A	7 600	8 782	
140 900	Delphi Automotive Plc.	10 373	11 907	
327 700	Ford Motor Company	5 733	5 901	
51 979	GameStop Corp., Class A	2 062	2 039	
23 900	Garmin Ltd.	1 444	1 467	
76 500	General Motors Co.	2 820	3 103	
681	Graham Holdings Co.	484	683	
49 900	Harley-Davidson Inc.	3 829	3 821	
9 500	Harman International Industries Inc.	1 066	1 177	
71 400	Home Depot Inc.	6 636	8 706	
225 729	Kohls Corp.	13 168	16 008	
30 200	Lowe's Companies	2 279	2 414	
82 725	Macy's Inc.	5 013	6 319	
84 000	Marriott International Inc., Class A	6 835	7 615	
26 900	Nike Inc.	2 907	3 004	
28 390	O'Reilly Automotive Inc.	4 800	6 353	
84 839	TJX Companies Inc.	5 100	6 760	
22 900	V.F. Corporation	1 564	1 993	
26 000	Whirlpool Corp.	4 055	5 851	
		101 049	121 695	9.1
Consumer Staples				
176 900	Altria Group Inc.	8 713	10 126	
431 532	Archer Daniels Midland Co.	21 040	26 070	
72 500	Dr Pepper Snapple Group Inc.	5 149	6 038	
110 842	Kimberly-Clark Corp.	13 439	14 872	
90 200	Molson Coors Brewing Co., Class B	6 899	7 807	
119 400	Mondelez International Inc.	4 843	5 039	
10 500	Reynolds American Inc.	762	784	
480 724	The Kroger Co.	24 834	35 862	
256 949	Tyson Foods Inc.	11 156	11 963	
		96 835	118 561	8.9
Energy				
137 800	Chesapeake Energy Corp.	4 238	3 133	
500 829	ConocoPhillips	42 617	40 183	
75 000	EOG Resources Inc.	8 414	8 022	
44 900	Halliburton Co.	3 118	2 050	
24 800	Helmerich & Payne	2 885	1 943	
285 100	Hess Corp.	29 546	24 451	
106 400	Marathon Oil Corp.	4 111	3 497	
108 409	Valero Energy Corp.	6 430	6 235	
		101 359	89 514	6.7
Financials				
13 800	Allstate Corp.	927	1 126	
60 400	American International Group Inc.	3 666	3 930	
10 611	Ameriprise Financial Inc.	1 284	1 630	
99 700	Apartment Investment & Management Co.	4 124	4 303	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
94 900	Assurant Inc.	\$ 6 917	\$ 7 543	
98 500	Berkshire Hathaway Inc., Class B	15 708	17 183	
30 389	Capital One Financial Corp.	2 611	2 915	
139 800	Citigroup Inc.	7 526	8 791	
61 900	Comerica Inc.	3 469	3 369	
223 100	E*TRADE Financial Corp.	5 069	6 287	
13 100	HCP Inc. Real Estate Investment Trust	642	670	
557 154	JPMorgan Chase & Co.	36 100	40 518	
812 300	KeyCorp	11 921	13 118	
21 600	McGraw Hill Financial Inc.	1 907	2 232	
53 300	MetLife Inc.	2 977	3 349	
641 638	Morgan Stanley	21 224	28 935	
25 300	Prudential Financial Inc.	2 300	2 659	
5 000	Simon Property Group Inc.	1 005	1 059	
41 100	Suntrust Banks Inc.	1 837	2 001	
107 500	The Goldman Sachs Group Inc.	22 609	24 208	
56 400	Travelers Cos. Inc.	5 917	6 937	
675 959	Wells Fargo & Company	37 189	43 052	
		196 929	225 815	17.0
Health Care				
13 100	Aetna Inc.	1 223	1 352	
160 814	Anthem Inc.	19 255	23 488	
25 200	Becton Dickinson & Co.	3 202	4 074	
173 231	Cardinal Health Inc.	12 502	16 251	
8 300	Cigna Corp.	818	992	
41 700	Edwards Lifesciences Corp.	5 912	6 171	
350 941	Eli Lilly & Co.	24 733	28 129	
181 600	Gilead Sciences Inc.	19 191	19 887	
44 800	Hospira Inc.	2 658	3 188	
58 037	Humana Inc.	7 953	9 685	
93 400	Johnson & Johnson	10 273	11 347	
256 642	Merck & Co. Inc.	15 233	16 933	
557 493	Pfizer Inc.	17 704	20 176	
11 600	UnitedHealth Group Incorporated	1 270	1 362	
		141 927	163 035	12.2
Industrials				
58 000	3M Co.	9 164	11 075	
308 756	Caterpillar Inc.	34 629	32 822	
193 897	Delta Air Lines Inc.	8 058	11 078	
30 100	Fluor Corp.	2 456	2 120	
196 955	General Dynamics Corp.	29 711	31 496	
20 600	Illinois Tool Works Inc.	1 962	2 266	
161 052	Lockheed Martin Corporation	28 605	36 036	
45 391	Northrop Grumman Corp.	6 040	7 771	
21 400	Robert Half International Inc.	1 371	1 452	
479 965	Southwest Airlines	13 338	23 590	
16 620	Union Pacific Corp.	1 948	2 300	
		137 282	162 006	12.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
484 559	Apple Inc.	\$ 46 423	\$ 62 140	
112 100	Cisco Systems Inc.	3 503	3 623	
316 403	Computer Sciences Corp.	20 917	23 177	
121 100	Electronic Arts Inc.	4 891	6 615	
474 458	Hewlett-Packard Co.	18 026	22 129	
295 100	Intel Corp.	11 170	12 442	
156 757	Intuit Inc.	12 803	16 790	
179 972	MasterCard Inc.	14 639	18 021	
109 200	Micron Technology Inc.	3 906	4 442	
1 068 526	Microsoft Corp.	50 206	57 664	
38 500	NetApp Inc.	1 815	1 854	
43 900	Oracle Corporation	1 975	2 294	
10 700	QUALCOMM Inc.	934	924	
13 000	Sandisk Corp.	1 341	1 480	
73 000	Texas Instruments Inc.	3 643	4 534	
124 000	Verisign Inc.	7 608	8 212	
64 545	Western Digital Corp.	6 077	8 301	
1 144 316	Xerox Corp.	14 906	18 426	
43 300	Yahoo! Inc.	2 530	2 541	
		<u>227 313</u>	<u>275 609</u>	20.7
Materials				
115 700	Ball Corp.	8 109	9 163	
143 297	Dow Chemical Company	7 838	7 589	
241 646	LyondellBasell Industries N.V.	26 338	22 288	
		<u>42 285</u>	<u>39 040</u>	2.9
Telecommunication Services				
28 669	AT&T Inc.	1 099	1 119	
425 500	CenturyTel Inc.	17 807	19 566	
450 400	Frontier Communications Corp.	2 907	3 490	
401 107	Verizon Communications Inc.	21 255	21 793	
		<u>43 068</u>	<u>45 968</u>	3.5
Utilities				
20 400	AGL Resources Inc.	1 171	1 292	
145 944	Ameren Corporation	6 374	7 819	
337 240	American Electric Power	19 293	23 790	
304 071	Entergy Corp.	25 652	30 886	
95 400	PG&E Corporation	5 367	5 899	
392 878	Public Service Enterprise Group	16 636	18 890	
		<u>74 493</u>	<u>88 576</u>	6.7
TOTAL COMMON EQUITIES		<u>1 162 540</u>	<u>1 329 819</u>	99.9
SHORT-TERM INVESTMENTS*		<u>1 010</u>	<u>1 013</u>	0.1
TOTAL INVESTMENTS		<u>\$1 163 550</u>	<u>1 330 832</u>	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>58</u>	—
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$1 330 890</u>	<u>1 330 890</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 1 330 832	\$ 4 705	\$ –
Cash	3	10	4 000
Subscriptions receivable	21	–	–
Dividends receivable, interest accrued and other assets	871	5	–
TOTAL ASSETS	1 331 727	4 720	4 000
LIABILITIES			
Due to investment dealers	811	–	–
Redemptions payable	1	–	–
Accounts payable and accrued expenses	25	–	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	837	–	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 330 890	\$ 4 720	\$ 4 000
Investments at cost	\$ 1 163 550	\$ 4 182	\$ –
NAV			
SERIES 0	\$ 1 330 890	\$ 4 720	\$ 4 000
NAV PER UNIT			
SERIES 0	\$ 13.93	\$ 11.28	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 16 950	\$ 52
Interest for distribution purposes	1	–
Securities lending revenue (see note 6 in the generic notes)	19	–
Net realized gain (loss) on investments	23 309	155
Net gain (loss) on foreign currencies and other net assets	99	1
Change in unrealized gain (loss) on investments	166 759	523
TOTAL INCOME (LOSS)	207 137	731
EXPENSES (see notes – Fund Specific Information)		
Administration fees	148	–
Board of Governors costs	3	1
GST/HST	7	–
Transaction costs	266	4
Withholding tax	2 225	7
Expenses reimbursed by manager	(3)	(1)
TOTAL EXPENSES	2 646	11
INCREASE (DECREASE) IN NAV	\$ 204 491	\$ 720
INCREASE (DECREASE) IN NAV SERIES O	\$ 204 491	\$ 720
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 3.65	\$ 1.80

* Fund launched June 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 204 491	\$ 720
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(23 309)	(155)
Change in unrealized loss (gain) on investments	(166 759)	(523)
(Increase) decrease in accrued receivables	(866)	(5)
Increase (decrease) in accrued payables	836	–
Cost of investments purchased	(1 752 802)	(11 365)
Proceeds on sales of investments	616 743	7 338
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 121 666)	(3 990)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 123 309	4 005
Cash paid on redemption of redeemable units	(1 650)	(5)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 121 659	\$ 4 000
Net increase (decrease) in cash for the year	(7)	10
Cash (bank overdraft), beginning of period	10	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3	\$ 10
Interest received	\$ 2	\$ (1)
Dividends received, net of withholding taxes	\$ 13 857	\$ 42

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched June 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 4 720	\$ —
INCREASE (DECREASE) IN NAV	204 491	720
Early redemption fees	—	—
Proceeds from redeemable units issued	1 123 330	4 005
Reinvestments of distributions to holders of redeemable units	38 053	208
Redemption of redeemable units	(1 651)	(5)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 159 732	4 208
Distributions from net income	(14 386)	(46)
Distributions from net gains	(23 667)	(162)
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(38 053)	(208)
NET INCREASE (DECREASE) IN NAV	1 326 170	4 720
NAV AT END OF PERIOD	\$ 1 330 890	\$ 4 720

* Fund launched June 2013.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
Information Technology	20.7	19.8
Financials	17.0	14.6
Health Care	12.2	15.8
Industrials	12.2	11.5
Consumer Discretionary	9.1	9.6
Consumer Staples	8.9	9.3
Energy	6.7	6.7
Utilities	6.7	–
Other Sectors	6.4	6.8
Materials	–	5.6
Cash/Other	0.1	0.3

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013
Currency		
United States dollar	100.0	100.0
Total	100.0	100.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 18-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
S&P 500 Total Return Index (CAD)	+ or - 1.2	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 329 819	–	–	1 329 819
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 013	–	1 013
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 329 819	1 013	–	1 330 832
% of total portfolio	99.9	0.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 704	–	–	4 704
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 704	–	–	4 704
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
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**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	430 761	418 445
Value of all units	6 000	4 719

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series O		
Opening units	418	–
Issued number of units	92 522	400
Reinvested number of units	2 732	18
Redeemed number of units	(126)	–
Ending number of units	95 546	418

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	266	100	4	100
Related-party brokerage commissions*	1	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	67 206	81
Fair value of collateral received	68 550	83

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Balanced Portfolio	65.5	–
RBC Select Growth Portfolio	27.4	–
RBC Select Aggressive Growth Portfolio	6.6	–
Total	99.5	–



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	4 720	4 000
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	4 720	4 000
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		720
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		720

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC QUBE LOW VOLATILITY U.S. EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
1 304	Autozone Inc.	\$ 676	\$ 938	
2 109	Bed Bath & Beyond Inc.	174	187	
1 698	Dollar General Corp.	128	139	
4 498	Foot Locker Inc.	288	294	
1 990	Gap Inc.	88	97	
5 938	Genuine Parts Co.	645	735	
51 244	Home Depot Inc.	4 368	6 248	
3 417	Kohls Corp.	222	242	
2 072	Lowe's Companies	149	166	
1 092	Macy's Inc.	78	83	
70 378	McDonald's Corp.	7 294	7 661	
6 545	Papa John's International Inc.	398	424	
2 545	Ross Stores Inc.	260	279	
12 024	The Walt Disney Company	1 242	1 315	
35 892	TJX Companies Inc.	2 078	2 860	
		18 088	21 668	8.6
Consumer Staples				
31 457	Altria Group Inc.	1 648	1 801	
25 219	Archer Daniels Midland Co.	1 238	1 524	
21 616	Brown-Forman Corp., Class B	1 561	2 205	
6 562	Church & Dwight Co. Inc.	514	601	
93 760	Colgate-Palmolive Company	6 321	7 535	
24 408	Costco Wholesale Corp.	2 882	4 020	
8 146	CVS Health Corp.	497	911	
18 922	Dr Pepper Snapple Group Inc.	1 524	1 576	
62 591	General Mills Inc.	3 163	3 877	
75 185	Hormel Foods Corp.	3 999	4 551	
1 600	J & J Snack Foods Corp.	103	202	
11 617	Kimberly-Clark Corp.	1 337	1 559	
6 752	Lancaster Colony Corp.	623	735	
4 190	McCormick & Co. Inc.	302	362	
68 315	PepsiCo Inc.	6 302	7 505	
24 957	Philip Morris International Inc.	2 401	2 362	
36 822	Procter & Gamble Co.	3 582	3 898	
84 190	The Coca-Cola Co.	3 590	4 130	
38 933	The Hershey Co.	3 680	4 699	
75 285	Wal-Mart Stores, Inc.	6 297	7 513	
		51 564	61 566	24.3
Energy				
28 266	Chevron Corp.	3 664	3 684	
445	ConocoPhillips	37	36	
18 485	Exxon Mobil Corp.	2 002	1 985	
		5 703	5 705	2.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
66 879	American Financial Group Inc.	\$ 4 316	\$ 4 718	
989	American International Group Inc.	61	64	
3 389	American Tower Corp. Real Estate Investment Trust	400	389	
3 176	Bank of New York Mellon Corp.	132	150	
24 946	Berkshire Hathaway Inc., Class B	3 298	4 352	
53	BlackRock Inc.	19	22	
7 971	Capital One Financial Corp.	703	764	
47 989	Capstead Mortgage Corp. REIT	686	685	
25 621	Discover Financial Services	1 831	1 949	
6 321	Franklin Street Properties Corp. Real Estate Investment Trust	86	90	
20 896	Government Properties Income Trust Real Estate Investment Trust	542	559	
25 377	HCC Insurance Holdings Inc.	1 216	1 578	
964	JPMorgan Chase & Co.	69	70	
17 574	Loews Corp.	839	858	
11 985	Marsh & McLennan Companies Inc.	697	797	
385	PNC Bank Corp.	40	41	
134	Reinsurance Group of America Inc.	12	14	
1 165	The Goldman Sachs Group Inc.	238	262	
6 428	Torchmark Corp.	369	405	
129 499	U.S. Bancorp	5 429	6 763	
93 910	Wells Fargo & Company	4 812	5 981	
		25 795	30 511	12.1
Health Care				
6 772	Abbott Laboratories	276	354	
5 021	AmerisourceBergen Corp.	394	526	
1 124	Anthem Inc.	115	164	
39 051	Becton Dickinson & Co.	4 649	6 314	
1 001	Bio-Techne Corp.	77	107	
9 950	Bristol-Myers Squibb Co.	479	682	
5 214	Cardinal Health Inc.	394	489	
24 953	Eli Lilly & Co.	1 795	2 000	
21 978	Henry Schein Inc.	2 647	3 476	
62 700	Johnson & Johnson	6 341	7 617	
5 140	Magellan Health Inc.	333	358	
47 350	Merck & Co. Inc.	3 001	3 124	
1 189	Owens & Minor Inc. Holding Co.	46	49	
4 309	Patterson Co. Inc.	165	241	
172 789	Pfizer Inc.	5 397	6 253	
24 671	Stryker Corp.	1 784	2 703	
15 667	Thermo Fisher Scientific Inc.	2 112	2 281	
1 019	Zimmer Holdings Inc.	107	134	
		30 112	36 872	14.6

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
38 855	3M Co.	\$ 5 302	\$ 7 419	
22 097	Honeywell International Inc.	2 288	2 566	
2 740	Illinois Tool Works Inc.	308	301	
11 972	Old Dominion Freight Line Inc.	882	1 080	
26 820	Rollins Inc.	781	1 031	
8 220	Stericycle Inc.	1 039	1 252	
12 162	Union Pacific Corp.	1 414	1 683	
1 006	United Parcel Service Inc.	108	130	
		<u>12 122</u>	<u>15 462</u>	6.1
Information Technology				
2 603	Accenture Plc., Class A	252	270	
12 893	Analog Devices Inc.	690	832	
24 219	Automatic Data Processing Inc.	1 853	2 346	
1 169	Broadridge Financial Solutions Inc.	60	63	
42 426	Comtech Telecommunications Corp.	1 429	1 554	
14 712	Fiserv Inc.	833	1 213	
242	Google Inc., Class C	146	148	
2 400	International Business Machines	439	447	
1 750	Intuit Inc.	179	187	
61 581	Jack Henry & Associates Inc.	3 358	4 446	
12 547	MasterCard Inc.	1 017	1 256	
1 954	Microsoft Corp.	107	105	
7 162	Oracle Corporation	340	374	
38 684	QUALCOMM Inc.	3 304	3 341	
3 401	SynOpsys Inc.	157	172	
498	Teletch Holdings Inc.	14	14	
5 270	Texas Instruments Inc.	274	327	
3 420	Visa Inc., Class A	772	1 042	
		<u>15 224</u>	<u>18 137</u>	7.2
Materials				
1 817	Aptargroup Inc.	128	141	
4 931	Bemis Co.	212	259	
5 383	International Flavors & Fragrances Inc.	601	634	
131 881	Newmont Mining Corporation	2 977	2 895	
3 046	Praxair Inc.	443	459	
27 490	Royal Gold Inc.	1 906	2 003	
11 921	Sonoco Products Company	545	606	
		<u>6 812</u>	<u>6 997</u>	2.8
Telecommunication Services				
38 445	AT&T Inc.	1 405	1 500	
120 583	Verizon Communications Inc.	6 703	6 551	
		<u>8 108</u>	<u>8 051</u>	3.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
17 711	Alliant Energy Corp.	\$ 936	\$ 1 367	
26 357	American States Water Co.	773	1 154	
4 175	Aqua America Inc.	109	130	
17 395	Consolidated Edison Inc.	1 082	1 334	
62 370	DTE Energy Company	4 727	6 257	
2 128	Duke Energy Corp.	166	207	
2 279	Entergy Corp.	171	231	
5 359	MDU Resources Group Inc.	143	146	
4 972	PPL Corporation	182	210	
21 392	Public Service Enterprise Group	870	1 029	
15 361	Questar Corp.	343	451	
47 186	SCANA Corp.	2 449	3 311	
58 534	Sempra Energy	6 546	7 571	
91 188	Southern Co.	4 193	5 203	
2 000	Southwest Gas Corp.	96	144	
5 083	The Laclede Group Inc.	228	314	
119 265	UGI Corp.	4 859	5 263	
85 522	Vectren Corp.	3 562	4 593	
81 872	Wisconsin Energy Corp.	3 554	5 015	
72 402	Xcel Energy Inc.	2 238	3 020	
		<u>37 227</u>	<u>46 950</u>	18.5
TOTAL UNITED STATES EQUITIES		<u>210 755</u>	<u>251 919</u>	99.6
SHORT-TERM INVESTMENTS*		<u>1 913</u>	<u>1 919</u>	0.7
TOTAL INVESTMENTS		<u>\$ 212 668</u>	<u>253 838</u>	100.3
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>(791)</u>	(0.3)
			<u>\$ 253 047</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 253 838	\$ 113 731	\$ 4 693
Cash	2	1	58
Due from investment dealers	–	74	–
Subscriptions receivable	1 630	137	544
Dividends receivable, interest accrued and other assets	416	164	6
TOTAL ASSETS	255 886	114 107	5 301
LIABILITIES			
Due to investment dealers	2 492	336	531
Redemptions payable	177	221	–
Accounts payable and accrued expenses	170	62	1
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 839	619	532
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 253 047	\$ 113 488	\$ 4 769
Investments at cost	\$ 212 668	\$ 102 786	\$ 4 659
NAV			
SERIES A	\$ 67 364	\$ 21 778	\$ 444
ADVISOR SERIES	\$ 8 064	\$ 5 142	\$ 26
SERIES H	\$ 554	\$ 1	\$ –
SERIES D	\$ 25 162	\$ 8 978	\$ 116
SERIES F	\$ 11 841	\$ 7 866	\$ 820
SERIES I	\$ 4 571	\$ 3 280	\$ –
SERIES O	\$ 135 491	\$ 66 443	\$ 3 363
NAV PER UNIT			
SERIES A	\$ 16.17	\$ 13.16	\$ 10.13
ADVISOR SERIES	\$ 16.00	\$ 13.15	\$ 10.13
SERIES H	\$ 16.23	\$ 13.16	\$ –
SERIES D	\$ 16.32	\$ 13.24	\$ 10.14
SERIES F	\$ 16.25	\$ 13.20	\$ 10.14
SERIES I	\$ 16.38	\$ 13.31	\$ –
SERIES O	\$ 16.44	\$ 13.28	\$ 10.12

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 378	\$ 1 493
Interest for distribution purposes	1	1
Other income (loss)	–	2
Securities lending revenue (see note 6 in the generic notes)	2	–
Net realized gain (loss) on investments	7 798	369
Net gain (loss) on foreign currencies and other net assets	(87)	65
Change in unrealized gain (loss) on investments	30 225	10 911
TOTAL INCOME (LOSS)	42 317	12 841
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 044	334
Administration fees	93	29
Board of Governors costs	3	3
GST/HST	110	35
Transaction costs	29	16
Withholding tax	569	199
TOTAL EXPENSES	1 848	616
INCREASE (DECREASE) IN NAV	\$ 40 469	\$ 12 225
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 9 424	\$ 2 027
ADVISOR SERIES	\$ 1 317	\$ 566
SERIES H	\$ 11	\$ –
SERIES D	\$ 3 445	\$ 715
SERIES F	\$ 2 074	\$ 1 318
SERIES I	\$ 860	\$ 170
SERIES O	\$ 23 338	\$ 7 429
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 3.41	\$ 2.29
ADVISOR SERIES	\$ 3.50	\$ 2.46
SERIES H	\$ 2.89	\$ 0.52
SERIES D	\$ 3.58	\$ 2.15
SERIES F	\$ 3.69	\$ 3.19
SERIES I	\$ 3.74	\$ 0.56
SERIES O	\$ 3.80	\$ 2.52

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 40 469	\$ 12 225
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 798)	(369)
Change in unrealized loss (gain) on investments	(30 225)	(10 911)
(Increase) decrease in accrued receivables	(178)	(232)
Increase (decrease) in accrued payables	2 264	(134)
Cost of investments purchased	(413 284)	(309 610)
Proceeds on sales of investments	311 200	211 852
NET CASH PROVIDED BY OPERATING ACTIVITIES	(97 552)	(97 179)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	144 497	120 879
Cash paid on redemption of redeemable units	(44 465)	(23 199)
Distributions paid to holders of redeemable units	(2 479)	(558)
NET CASH USED IN FINANCING ACTIVITIES	\$ 97 553	\$ 97 122
Net increase (decrease) in cash for the year	1	(57)
Cash (bank overdraft), beginning of period	1	58
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 1
Interest received	\$ 1	\$ 1
Dividends received, net of withholding taxes	\$ 3 557	\$ 1 138

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 21 778	\$ 444	\$ 5 142	\$ 26	\$ 1	\$ -	\$ 8 978	\$ 116
INCREASE (DECREASE) IN NAV	9 424	2 027	1 317	566	11	-	3 445	715
Early redemption fees	-	1	-	-	-	-	-	-
Proceeds from redeemable units issued	45 988	22 646	2 693	5 762	586	1	17 418	9 762
Reinvestments of distributions to holders of redeemable units	642	93	140	20	4	-	348	59
Redemption of redeemable units	(9 784)	(3 334)	(1 073)	(1 209)	(45)	-	(4 653)	(1 609)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	36 846	19 406	1 760	4 573	545	1	13 113	8 212
Distributions from net income	(59)	-	(80)	-	-	-	(144)	(26)
Distributions from net gains	(625)	(99)	(75)	(23)	(3)	-	(230)	(39)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(684)	(99)	(155)	(23)	(3)	-	(374)	(65)
NET INCREASE (DECREASE) IN NAV	45 586	21 334	2 922	5 116	553	1	16 184	8 862
NAV AT END OF PERIOD	\$ 67 364	\$ 21 778	\$ 8 064	\$ 5 142	\$ 554	\$ 1	\$ 25 162	\$ 8 978

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 866	\$ 820	\$ 3 280	\$ -	\$ 66 443	\$ 3 363	\$ 113 488	\$ 4 769
INCREASE (DECREASE) IN NAV	2 074	1 318	860	170	23 338	7 429	40 469	12 225
Early redemption fees	-	-	-	-	-	-	-	1
Proceeds from redeemable units issued	4 403	14 164	580	3 117	74 322	65 020	145 990	120 472
Reinvestments of distributions to holders of redeemable units	157	77	47	13	868	436	2 206	698
Redemption of redeemable units	(2 432)	(8 404)	(100)	-	(26 334)	(8 865)	(44 421)	(23 421)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 128	5 837	527	3 130	48 856	56 591	103 775	97 750
Distributions from net income	(117)	(73)	(52)	(5)	(1 855)	(643)	(2 307)	(747)
Distributions from net gains	(110)	(36)	(44)	(15)	(1 291)	(297)	(2 378)	(509)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(227)	(109)	(96)	(20)	(3 146)	(940)	(4 685)	(1 256)
NET INCREASE (DECREASE) IN NAV	3 975	7 046	1 291	3 280	69 048	63 080	139 559	108 719
NAV AT END OF PERIOD	\$ 11 841	\$ 7 866	\$ 4 571	\$ 3 280	\$ 135 491	\$ 66 443	\$ 253 047	\$ 113 488

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Consumer Staples	24.3	26.2	20.9
Utilities	18.5	19.3	22.0
Health Care	14.6	14.1	11.3
Financials	12.1	9.7	18.0
Consumer Discretionary	8.6	–	–
Other Sectors	8.2	16.6	12.9
Information Technology	7.2	8.4	6.8
Industrials	6.1	5.4	6.5
Cash/Other	0.4	0.3	1.6

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	99.7	100.0	88.7
Total	99.7	100.0	88.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 25-month (December 31, 2013 – 13-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
S&P 500 Total Return Index (CAD)	+ or - 1.0	+ or - 1.0

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	251 919	–	–	251 919
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 919	–	1 919
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	251 919	1 919	–	253 838
% of total portfolio	99.2	0.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	113 215	–	–	113 215
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	516	–	516
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	113 215	516	–	113 731
% of total portfolio	99.5	0.5	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	4 693	–	–	4 693
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	4 693	–	–	4 693
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	102	101
Advisor Series	103	101
Series H	82	82
Series D	103	101
Series F	104	102
Series I	83	81
Series O	–	305 695
Value of all units	9	4 068

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	1 655	44
Issued number of units	3 143	1 873
Reinvested number of units	40	7
Redeemed number of units	(671)	(269)
Ending number of units	4 167	1 655
Advisor Series		
Opening units	391	3
Issued number of units	180	487
Reinvested number of units	9	2
Redeemed number of units	(76)	(101)
Ending number of units	504	391
Series H		
Opening units	–	–
Issued number of units	37	–
Reinvested number of units	–	–
Redeemed number of units	(3)	–
Ending number of units	34	–



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	678	11
Issued number of units	1 159	797
Reinvested number of units	21	5
Redeemed number of units	(316)	(135)
Ending number of units	1 542	678
Series F		
Opening units	596	81
Issued number of units	287	1 185
Reinvested number of units	10	6
Redeemed number of units	(164)	(676)
Ending number of units	729	596
Series I		
Opening units	247	–
Issued number of units	36	246
Reinvested number of units	3	1
Redeemed number of units	(7)	–
Ending number of units	279	247
Series O		
Opening units	5 003	332
Issued number of units	5 013	5 353
Reinvested number of units	53	33
Redeemed number of units	(1 826)	(715)
Ending number of units	8 243	5 003

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	29	100	16	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	5 665	761
Fair value of collateral received	5 778	776

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	113 473	4 769
Revaluation of investments at FVTPL	15	–
Net assets attributable to holders of redeemable units	113 488	4 769
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		12 210
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		15
Increase (decrease) in net assets attributable to holders of redeemable units		12 225

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. EQUITY VALUE FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
300	Autozone Inc.	\$ 188	\$ 216	
3 384	Comcast Corp., Class A	193	228	
5 556	D.R. Horton Inc.	142	163	
1 800	Genuine Parts Co.	176	223	
5 307	H&R Block, Inc.	182	208	
2 400	Home Depot Inc.	282	293	
7 132	Interpublic Group of Companies Inc.	146	172	
3 987	Leggett & Platt Inc.	144	197	
2 829	Lowe's Companies	149	226	
1 250	Mohawk Industries Inc.	226	226	
1 742	Nike Inc.	147	195	
1 938	Nordstrom Inc.	139	179	
1 685	Scripps Networks Interactive Inc.	144	147	
2 101	The Walt Disney Company	190	230	
1 912	Time Warner Inc.	142	190	
4 800	Twenty-First Century Fox Inc.	205	214	
2 161	V.F. Corporation	148	188	
2 000	Wyndham Worldwide Corp.	174	199	
		3 117	3 694	12.7
Consumer Staples				
2 686	Coca-Cola Enterprises Inc.	134	138	
1 981	CVS Health Corp.	170	222	
2 665	Kellogg Co.	199	203	
2 921	Kraft Foods Group Inc.	183	213	
2 368	Mondelez International Inc.	91	100	
3 067	PepsiCo Inc.	292	337	
2 638	Procter & Gamble Co.	236	279	
4 340	Sysco Corp.	178	200	
5 295	The Coca-Cola Co.	265	260	
1 726	The Hershey Co.	183	208	
3 335	Wal-Mart Stores, Inc.	283	333	
1 614	Walgreens Boots Alliance Inc.	114	143	
		2 328	2 636	9.1
Energy				
1 258	Anadarko Petroleum Corp.	128	121	
1 388	Chevron Corp.	186	181	
3 500	ConocoPhillips	283	281	
1 731	Devon Energy Corporation	142	123	
2 300	EOG Resources Inc.	262	246	
5 431	Exxon Mobil Corp.	588	582	
1 941	Halliburton Co.	132	89	
1 627	National Oilwell Varco Inc.	130	124	
604	Pioneer Natural Resources Co.	144	104	
1 854	Schlumberger Ltd.	207	184	
1 600	Tesoro Petroleum Corp.	118	138	
2 200	Valero Energy Corp.	120	127	
		2 440	2 300	7.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
1 932	American Express Company	\$ 196	\$ 209	
4 503	American International Group Inc.	278	293	
1 275	Ameriprise Financial Inc.	160	196	
24 402	Bank of America Corp.	435	507	
2 867	Berkshire Hathaway Inc., Class B	408	500	
699	BlackRock Inc.	253	290	
5 213	Citigroup Inc.	275	328	
7 947	E*TRADE Financial Corp.	209	224	
6 502	General Growth Properties Inc.	169	212	
2 755	Invesco Ltd.	111	126	
4 829	JPMorgan Chase & Co.	309	351	
3 172	Morgan Stanley	110	143	
1 818	PNC Bank Corp.	167	193	
2 077	Prudential Financial Inc.	214	218	
1 487	State Street Corp.	115	136	
4 539	Suntrust Banks Inc.	192	221	
4 330	The Progressive Corp.	122	136	
8 949	Wells Fargo & Company	503	570	
4 611	Weyerhaeuser Company Ltd.	154	192	
		4 380	5 045	17.3
Health Care				
5 500	Abbott Laboratories	294	288	
2 429	AbbVie Inc.	143	185	
1 668	Aetna Inc.	141	172	
1 856	AmerisourceBergen Corp.	142	194	
1 127	Amgen Inc.	150	209	
1 235	Anthem Inc.	139	180	
1 129	Becton Dickinson & Co.	144	183	
2 200	Express Scripts Holding Co.	200	216	
1 705	Johnson & Johnson	182	207	
2 126	Medtronic Inc.	141	178	
3 101	Merck & Co. Inc.	193	205	
3 000	Mylan Laboratories Inc.	188	196	
5 983	Pfizer Inc.	205	217	
2 625	St. Jude Medical Inc.	193	198	
1 651	UnitedHealth Group Incorporated	145	194	
		2 600	3 022	10.4
Industrials				
2 200	C.H. Robinson Worldwide Inc.	172	191	
4 378	CSX Corp.	141	184	
1 150	Cummins Engine Inc.	190	193	
2 100	Danaher Corp.	206	209	
2 250	Equifax Inc.	210	211	
1 436	Honeywell International Inc.	146	167	
1 558	Illinois Tool Works Inc.	146	171	
1 691	Jacobs Engineering Group Inc.	111	88	
7 500	Masco Corp.	214	220	
4 200	Nielsen N.V.	214	218	
2 061	Paccar Inc.	147	163	
532	Precision Castparts Corp.	150	149	
2 000	Rockwell Collins Inc.	174	196	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
3 003	Tyco International Plc.	\$ 144	\$ 153	
1 351	Union Pacific Corp.	142	187	
1 314	United Parcel Service Inc.	146	170	
1 186	United Technologies Corp.	149	158	
		<u>2 802</u>	<u>3 028</u>	<u>10.4</u>
Information Technology				
1 901	Akamai Technologies Inc.	135	139	
8 073	Apple Inc.	774	1 035	
4 550	Applied Materials Inc.	111	132	
2 689	Broadcom Corp.	112	135	
9 014	Cisco Systems Inc.	260	291	
3 345	eBay Inc.	219	218	
3 439	EMC Corp.	112	119	
1 832	Fidelity National Information Services Inc.	112	132	
514	Google Inc., Class A	420	317	
228	Google Inc., Class C	47	139	
2 692	Hewlett-Packard Co.	97	126	
5 233	Intel Corp.	155	221	
1 186	International Business Machines	214	221	
4 949	Jabil Circuit Inc.	99	125	
2 870	MasterCard Inc.	238	287	
5 101	Micron Technology Inc.	176	207	
10 940	Microsoft Corp.	501	590	
4 957	Oracle Corporation	230	259	
2 537	QUALCOMM Inc.	218	219	
1 654	Seagate Technology	101	128	
3 367	Texas Instruments Inc.	190	209	
5 899	The Western Union Co.	112	123	
2 512	Yahoo! Inc.	92	147	
		<u>4 725</u>	<u>5 519</u>	<u>19.0</u>
Materials				
1 263	Air Products & Chemicals Inc.	193	212	
2 730	Dow Chemical Company	149	145	
2 254	Du Pont (E.I.) de Nemours and Company	164	194	
2 180	Nucor Corp.	129	124	
2 807	The Mosaic Co.	151	149	
		<u>786</u>	<u>824</u>	<u>2.8</u>
Telecommunication Services				
2 700	Verizon Communications Inc.	158	147	
		<u>158</u>	<u>147</u>	<u>0.5</u>
Utilities				
2 878	Consolidated Edison Inc.	197	221	
6 563	Exelon Corp.	270	283	
3 889	Utilities Select Sector SPDR Fund	191	213	
		<u>658</u>	<u>717</u>	<u>2.5</u>
TOTAL COMMON EQUITIES				
		<u>23 994</u>	<u>26 932</u>	<u>92.6</u>

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
1 913	Bank of Nova Scotia	\$ 2 216	\$ 2 223	
TOTAL SHORT-TERM INVESTMENTS		<u>2 216</u>	<u>2 223</u>	<u>7.6</u>
TOTAL INVESTMENTS		<u>\$ 26 210</u>	<u>29 155</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(56)</u>	<u>(0.2)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$ 29 099</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at a rate of 0.08% and mature on January 2, 2015.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
	2014
<i>(see note 2 and note 8 in the generic notes)</i>	
ASSETS	
Investments at fair value	\$ 29 155
Cash	11
Due from investment dealers	75
Subscriptions receivable	98
Dividends receivable, interest accrued and other assets	27
TOTAL ASSETS	29 366
LIABILITIES	
Due to investment dealers	233
Accounts payable and accrued expenses	34
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	267
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 29 099
Investments at cost	\$ 26 210
NAV	
SERIES A	\$ 9 917
ADVISOR SERIES	\$ 3 678
SERIES H	\$ 1 456
SERIES D	\$ 1 585
SERIES F	\$ 2 585
SERIES I	\$ 3 020
SERIES O	\$ 6 858
NAV PER UNIT	
SERIES A	\$ 11.25
ADVISOR SERIES	\$ 11.25
SERIES H	\$ 11.27
SERIES D	\$ 11.31
SERIES F	\$ 11.33
SERIES I	\$ 11.32
SERIES O	\$ 11.34

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 316
Interest for distribution purposes	1
Net realized gain (loss) on investments	124
Net gain (loss) on foreign currencies and other net assets	51
Change in unrealized gain (loss) on investments	2 945
TOTAL INCOME (LOSS)	3 437
EXPENSES (see notes – Fund Specific Information)	
Management fees	154
Administration fees	12
Board of Governors costs	1
GST/HST	18
Transaction costs	27
Withholding tax	36
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	247
INCREASE (DECREASE) IN NAV	\$ 3 190
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 1 089
ADVISOR SERIES	\$ 378
SERIES H	\$ 151
SERIES D	\$ 126
SERIES F	\$ 202
SERIES I	\$ 380
SERIES O	\$ 864
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 1.49
ADVISOR SERIES	\$ 1.60
SERIES H	\$ 1.65
SERIES D	\$ 1.67
SERIES F	\$ 1.55
SERIES I	\$ 1.67
SERIES O	\$ 2.09

* Fund launched March 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 3 190
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(124)
Change in unrealized loss (gain) on investments	(2 945)
(Increase) decrease in accrued receivables	(102)
Increase (decrease) in accrued payables	267
Cost of investments purchased	(416 852)
Proceeds on sales of investments	390 766
NET CASH PROVIDED BY OPERATING ACTIVITIES	(25 800)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	29 792
Cash paid on redemption of redeemable units	(3 958)
Distributions paid to holders of redeemable units	(23)
NET CASH USED IN FINANCING ACTIVITIES	\$ 25 811
Net increase (decrease) in cash for the year	11
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 11
Interest received	\$ 1
Dividends received, net of withholding taxes	\$ 253

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched March 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	1 089	378	151	126
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	11 249	3 354	1 307	1 985
Reinvestments of distributions to holders of redeemable units	19	7	1	5
Redemption of redeemable units	(2 418)	(53)	—	(525)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	8 850	3 308	1 308	1 465
Distributions from net income	—	—	—	(3)
Distributions from net gains	(22)	(8)	(3)	(3)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(22)	(8)	(3)	(6)
NET INCREASE (DECREASE) IN NAV	9 917	3 678	1 456	1 585
NAV AT END OF PERIOD	\$ 9 917	\$ 3 678	\$ 1 456	\$ 1 585

For the period ended December 31 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	202	380	864	3 190
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	2 511	3 490	5 994	29 890
Reinvestments of distributions to holders of redeemable units	8	3	75	118
Redemption of redeemable units	(126)	(836)	—	(3 958)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 393	2 657	6 069	26 050
Distributions from net income	(4)	(11)	(60)	(78)
Distributions from net gains	(6)	(6)	(15)	(63)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(10)	(17)	(75)	(141)
NET INCREASE (DECREASE) IN NAV	2 585	3 020	6 858	29 099
NAV AT END OF PERIOD	\$ 2 585	\$ 3 020	\$ 6 858	\$ 29 099

* Fund launched March 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies that are attractively valued relative to their peers, their own history and the broader stock market while offering long-term opportunities for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
Information Technology	19.0
Financials	17.3
Consumer Discretionary	12.7
Health Care	10.4
Industrials	10.4
Consumer Staples	9.1
Energy	7.9
Other Sectors	5.8
Cash/Other	7.4

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
United States dollar	99.9
Total	99.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 9-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
S&P 500 Total Return Index (CAD)	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	26 932	–	–	26 932
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 223	–	2 223
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	26 932	2 223	–	29 155
% of total portfolio	92.4	7.6	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.60%
Series D	1.00%
Series F	0.75%
Series I	0.60%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	101
Series O	604 941
Value of all units	6 865

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	1 113
Reinvested number of units	2
Redeemed number of units	(234)
Ending number of units	881

Please see the generic notes at the back of the financial statements.

For the period ended December 31
(see note 2 in the generic notes) 2014

Advisor Series	
Opening units	–
Issued number of units	331
Reinvested number of units	1
Redeemed number of units	(5)
Ending number of units	327
Series H	
Opening units	–
Issued number of units	129
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	129
Series D	
Opening units	–
Issued number of units	191
Reinvested number of units	–
Redeemed number of units	(51)
Ending number of units	140
Series F	
Opening units	–
Issued number of units	239
Reinvested number of units	1
Redeemed number of units	(12)
Ending number of units	228
Series I	
Opening units	–
Issued number of units	346
Reinvested number of units	–
Redeemed number of units	(79)
Ending number of units	267
Series O	
Opening units	–
Issued number of units	598
Reinvested number of units	7
Redeemed number of units	–
Ending number of units	605

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	27	100
Related-party brokerage commissions*	–	–
Commission arrangements [†]	1	4

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

Securities lending revenue (\$000s)
(see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	548
Fair value of collateral received	559

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC U.S. INDEX FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
7 817	Amazon.com, Inc.	\$ 1 790	\$ 2 819	
1 565	AutoNation Inc.	72	110	
643	Autozone Inc.	218	463	
4 068	Bed Bath & Beyond Inc.	223	360	
5 736	Best Buy Co. Inc.	173	260	
4 755	Borg-Warner Automotive Inc.	197	303	
4 305	Cablevision Systems Corp.	106	103	
4 547	CarMax Inc.	165	352	
9 234	Carnival Corp.	382	486	
9 928	CBS Corp.	390	638	
661	Chipotle Mexican Grill Inc., Class A	272	525	
5 746	Coach Inc.	279	251	
53 010	Comcast Corp., Class A	1 915	3 573	
7 079	D.R. Horton Inc.	175	208	
2 786	Darden Restaurants Inc.	131	190	
6 022	Delphi Automotive Plc.	277	509	
10 311	DIRECTV, LLC	499	1 039	
8 612	Discovery Communications Inc.	224	339	
6 271	Dollar General Corp.	335	515	
4 126	Dollar Tree Inc.	191	337	
2 003	Expedia Inc.	111	199	
1 903	Family Dollar Stores	104	175	
78 437	Ford Motor Company	1 198	1 412	
917	Fossil Group Inc.	111	118	
2 173	GameStop Corp., Class A	99	85	
4 789	Gannett Co. Inc.	166	178	
5 520	Gap Inc.	204	270	
2 651	Garmin Ltd.	118	163	
27 587	General Motors Co.	1 049	1 119	
3 073	Genuine Parts Co.	199	381	
5 431	Goodyear Tire & Rubber Co.	128	180	
5 564	H&R Block, Inc.	143	218	
4 422	Harley-Davidson Inc.	250	339	
1 350	Harman International Industries Inc.	90	167	
2 257	Hasbro Inc.	102	144	
26 869	Home Depot Inc.	1 684	3 276	
8 510	Interpublic Group of Companies Inc.	208	205	
13 426	Johnson Controls Inc.	456	754	
4 312	Kohls Corp.	254	306	
5 087	L Brands Inc.	231	511	
2 688	Leggett & Platt Inc.	81	133	
3 774	Lennar Corp.	150	196	
20 009	Lowe's Companies	692	1 599	
7 252	Macy's Inc.	283	554	
4 518	Marriott International Inc., Class A	182	410	
6 701	Mattel Inc.	243	241	
19 963	McDonald's Corp.	1 665	2 173	
4 131	Michael Kors Holdings Ltd.	358	360	
1 275	Mohawk Industries Inc.	193	230	
1 256	NetFlix Inc.	301	498	
5 413	Newell Rubbermaid Inc.	157	239	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Discretionary (cont.)				
10 049	News Corp.	\$ 122	\$ 183	
14 316	Nike Inc.	741	1 599	
2 987	Nordstrom Inc.	147	276	
5 026	Omnicom Group	292	452	
2 124	O'Reilly Automotive Inc.	179	475	
1 960	PetSmart, Inc.	135	185	
6 655	Pulte Corp.	109	166	
1 666	PVH Corp.	207	248	
1 285	Ralph Lauren Corp.	186	276	
4 269	Ross Stores Inc.	214	468	
3 800	Royal Caribbean Cruises Ltd.	337	364	
2 040	Scripps Networks Interactive Inc.	124	178	
13 033	Staples Inc.	223	274	
15 284	Starbucks Corp.	738	1 457	
3 807	Starwood Hotels & Resorts Worldwide Inc.	249	359	
13 065	Target Corporation	777	1 152	
1 085	The Priceline Group Inc.	785	1 438	
31 894	The Walt Disney Company	1 684	3 489	
2 276	Tiffany and Co.	161	282	
5 899	Time Warner Cable Inc.	493	1 042	
17 360	Time Warner Inc.	1 420	1 723	
14 093	TJX Companies Inc.	497	1 123	
2 900	Tractor Supply Co.	231	266	
2 196	TripAdvisor Inc.	110	190	
38 026	Twenty-First Century Fox Inc.	861	1 697	
3 300	Under Armour Inc., Class A	182	260	
1 938	Urban Outfitters Inc.	66	79	
7 095	V.F. Corporation	270	617	
7 623	Viacom Inc.	433	666	
1 551	Whirlpool Corp.	163	349	
2 622	Wyndham Worldwide Corp.	134	261	
1 666	Wynn Resorts Ltd.	209	288	
8 966	Yum! Brands, Inc.	484	759	
		32 187	52 854	12.1
Consumer Staples				
40 829	Altria Group Inc.	1 087	2 337	
12 954	Archer Daniels Midland Co.	420	783	
8 759	Avon Products Inc.	202	96	
3 333	Brown-Forman Corp., Class B	196	340	
3 711	Campbell Soup Company	163	190	
2 616	Clorox Company	205	317	
4 521	Coca-Cola Enterprises Inc.	141	232	
17 532	Colgate-Palmolive Company	890	1 409	
8 433	Conagra Inc.	279	355	
3 360	Constellation Brands Inc.	156	383	
8 937	Costco Wholesale Corp.	840	1 472	
23 456	CVS Health Corp.	1 136	2 625	
3 896	Dr Pepper Snapple Group Inc.	154	324	
4 607	Estée Lauder Companies Inc., Class A	249	408	
12 309	General Mills Inc.	514	762	
2 859	Hormel Foods Corp.	102	173	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
5 248	Kellogg Co.	\$ 304	\$ 399	
2 500	Keurig Green Mountain Inc.	315	385	
7 521	Kimberly-Clark Corp.	652	1 009	
11 995	Kraft Foods Group Inc.	517	873	
7 382	Lorillard Inc.	280	540	
2 579	McCormick & Co. Inc.	147	223	
4 204	Mead Johnson Nutrition Co., Class A	332	491	
3 270	Molson Coors Brewing Co., Class B	172	283	
34 412	Mondelez International Inc.	885	1 452	
2 859	Monster Beverage Corp.	197	360	
30 663	PepsiCo Inc.	2 257	3 369	
32 039	Philip Morris International Inc.	2 391	3 032	
55 494	Procter & Gamble Co.	4 142	5 874	
6 352	Reynolds American Inc.	259	474	
4 921	Safeway Inc.	194	201	
11 990	Sysco Corp.	391	553	
80 837	The Coca-Cola Co.	3 106	3 965	
2 965	The Hershey Co.	208	358	
2 071	The J.M. Smucker Company	162	243	
10 035	The Kroger Co.	352	749	
6 176	Tyson Foods Inc.	162	288	
32 427	Wal-Mart Stores, Inc.	2 306	3 236	
17 833	Walgreens Boots Alliance Inc.	858	1 579	
7 366	Whole Foods Market Inc.	301	431	
		27 624	42 573	9.7
Energy				
10 302	Anadarko Petroleum Corp.	749	987	
7 686	Apache Corp.	641	560	
8 808	Baker Hughes Inc.	462	574	
8 630	Cabot Oil & Gas Corp.	211	297	
4 108	Cameron International	216	238	
11 014	Chesapeake Energy Corp.	314	250	
38 817	Chevron Corp.	4 020	5 060	
1 800	Cimarex Energy Co.	271	223	
25 460	ConocoPhillips	1 463	2 044	
4 696	Consol Energy Inc.	196	184	
6 781	Denbury Resources Inc.	124	64	
7 871	Devon Energy Corporation	478	560	
1 300	Diamond Offshore Drilling	97	55	
4 729	Ensc0 Plc., Class A	270	165	
11 158	EOG Resources Inc.	682	1 194	
3 042	EQT Corp.	192	267	
86 554	Exxon Mobil Corp.	7 298	9 295	
4 673	FMC Technologies Inc.	200	254	
17 335	Halliburton Co.	696	792	
2 143	Helmerich & Payne	134	168	
5 378	Hess Corp.	347	461	
34 799	Kinder Morgan Inc.	1 486	1 711	
13 524	Marathon Oil Corp.	382	444	
5 804	Marathon Petroleum Corp.	293	608	
3 556	Murphy Oil Corp.	228	209	
5 636	Nabors Industries Ltd.	135	85	
8 661	National Oilwell Varco Inc.	530	659	
2 922	Newfield Exploration Company	134	92	
5 155	Noble Corporation plc	195	99	
7 329	Noble Energy Inc.	382	404	
15 863	Occidental Petroleum Corp.	1 216	1 485	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
4 206	Oneok Inc.	\$ 160	\$ 243	
11 384	Phillips 66 Company	504	948	
3 050	Pioneer Natural Resources Co.	407	527	
3 620	QEP Resources Inc.	120	85	
3 341	Range Resources Corp.	229	207	
26 597	Schlumberger Ltd.	2 038	2 639	
7 417	Southwestern Energy Co.	298	235	
13 578	Spectra Energy Corp.	441	573	
2 711	Tesoro Petroleum Corp.	126	234	
6 713	Transocean Ltd.	337	143	
10 670	Valero Energy Corp.	353	614	
13 758	Williams Companies Inc.	509	718	
		29 564	36 654	8.4
Financials				
6 862	ACE Ltd.	524	916	
1 100	Affiliated Managers Group Inc.	241	271	
9 088	Aflac Inc.	481	645	
8 769	Allstate Corp.	407	716	
18 111	American Express Company	1 124	1 957	
28 705	American International Group Inc.	2 101	1 868	
8 037	American Tower Corp. Real Estate Investment Trust	541	923	
3 777	Ameriprise Financial Inc.	240	580	
5 884	Aon Plc.	330	648	
3 225	Apartment Investment & Management Co.	111	139	
1 384	Assurant Inc.	73	110	
2 654	AvalonBay Communities Inc. Real Estate Investment Trust	362	504	
215 522	Bank of America Corp.	3 629	4 480	
22 800	Bank of New York Mellon Corp.	845	1 075	
14 477	BB&T Corporation	516	654	
37 419	Berkshire Hathaway Inc., Class B	3 749	6 528	
2 585	BlackRock Inc.	614	1 073	
3 137	Boston Properties Inc.	339	469	
11 355	Capital One Financial Corp.	696	1 089	
5 688	CBRE Group Inc.	129	226	
4 930	Chubb Corp.	352	593	
2 930	Cincinnati Financial Corp.	130	176	
62 126	Citigroup Inc.	3 926	3 907	
6 379	CME Group Inc., Class A	458	657	
3 813	Comerica Inc.	189	207	
6 714	Crown Castle International Corp. Real Estate Investment Trust	450	614	
9 431	Discover Financial Services	336	718	
6 158	E*TRADE Financial Corp.	125	174	
7 266	Equity Residential Properties Trust	405	607	
1 300	Essex Property Trust Inc.	251	312	
16 793	Fifth Third Bancorp	384	398	
7 913	Franklin Resources Inc.	339	509	
12 900	General Growth Properties Inc.	306	422	
10 445	Genworth Financial Inc., Class A	174	103	
8 964	Hartford Financial Services Inc.	331	434	
9 214	HCP Inc. Real Estate Investment Trust	384	471	
6 650	Health Care Real Estate Investment Trust Inc.	412	585	
15 668	Host Marriott Corp.	307	433	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
9 509	Hudson City Bancorp Inc.	\$ 109	\$ 112	
16 827	Huntington Bancshares	155	206	
2 328	Intercontinental Exchange, Inc.	414	593	
8 739	Invesco Ltd.	250	401	
4 173	Iron Mountain Inc.	138	187	
76 730	JPMorgan Chase & Co.	3 896	5 580	
17 586	KeyCorp	230	284	
8 624	Kimco Realty Corp.	207	252	
2 226	Legg Mason Inc.	128	138	
6 229	Leucadia National Corp.	190	162	
5 384	Lincoln National Corp.	239	361	
6 193	Loews Corp.	255	302	
2 706	M&T Bank Corp.	284	395	
11 039	Marsh & McLennan Companies Inc.	498	734	
5 469	McGraw Hill Financial Inc.	297	565	
23 534	MetLife Inc.	1 077	1 479	
3 765	Moody's Corp.	181	419	
31 227	Morgan Stanley	1 046	1 408	
8 565	Navient Corp.	155	215	
4 524	Northern Trust Corp.	268	354	
6 000	People's United Financial Inc.	99	106	
3 589	Plum Creek Timber Company Inc.	169	179	
11 032	PNC Bank Corp.	784	1 169	
5 449	Principal Financial Group Inc.	213	329	
10 081	ProLogis Inc. Trust	388	504	
9 298	Prudential Financial Inc.	602	977	
2 946	Public Storage Inc. Real Estate Investment Trust	391	633	
27 693	Regions Financial Corp.	330	340	
6 353	Simon Property Group Inc.	852	1 346	
8 594	State Street Corp.	496	784	
10 846	Suntrust Banks Inc.	430	528	
5 262	T. Rowe Price Group Inc.	332	525	
23 485	The Charles Schwab Corporation	523	824	
8 310	The Goldman Sachs Group Inc.	1 235	1 871	
2 900	The Macerich Company	199	281	
2 500	The Nasdaq Stock Market Inc.	81	139	
11 180	The Progressive Corp.	249	350	
2 592	Torchmark Corp.	88	163	
6 875	Travelers Cos. Inc.	465	846	
36 494	U.S. Bancorp	1 246	1 906	
5 365	UnumProvident Corp.	180	217	
5 908	Ventas Inc. Real Estate Investment Trust	345	492	
3 574	Vornado Realty Trust	328	489	
96 864	Wells Fargo & Company	3 626	6 169	
10 873	Weyerhaeuser Company Ltd.	340	453	
5 536	XL Group Plc.	202	221	
3 999	Zions Bancorporation	127	132	
		50 648	72 311	16.5
Health Care				
31 158	Abbott Laboratories	1 078	1 630	
32 847	AbbVie Inc.	1 261	2 497	
5 523	Actavis Plc.	901	1 653	
7 177	Aetna Inc.	329	741	
6 893	Agilent Technologies Inc.	377	328	
3 990	Alexion Pharmaceuticals Inc.	439	858	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
6 112	Allergan Inc.	\$ 566	\$ 1 511	
4 385	AmerisourceBergen Corp.	183	459	
15 515	Amgen Inc.	1 406	2 871	
5 499	Anthem Inc.	375	803	
10 947	Baxter International Inc.	684	932	
3 892	Becton Dickinson & Co.	338	629	
4 829	Biogen Idec Inc.	772	1 906	
27 067	Boston Scientific Corp.	323	417	
34 238	Bristol-Myers Squibb Co.	1 618	2 347	
1 571	C.R. Bard Inc.	156	304	
6 903	Cardinal Health Inc.	404	648	
4 023	CareFusion Corporation	121	277	
16 542	Celgene Corp.	832	2 150	
6 152	Cerner Corp.	250	462	
5 379	Cigna Corp.	304	643	
9 296	Covidien Plc.	567	1 105	
3 407	DaVita HealthCare Partners Inc.	161	300	
3 007	Dentsply International Inc.	128	186	
2 166	Edwards Lifesciences Corp.	190	321	
20 081	Eli Lilly & Co.	1 257	1 610	
15 144	Express Scripts Holding Co.	811	1 490	
30 938	Gilead Sciences Inc.	1 313	3 388	
3 367	Hospira Inc.	139	240	
3 147	Humana Inc.	240	525	
728	Intuitive Surgical Inc.	307	447	
57 439	Johnson & Johnson	4 553	6 978	
1 685	Laboratory Corp. of America Holdings	137	211	
2 300	Mallinckrodt Plc.	182	265	
4 784	McKesson Corp.	510	1 154	
20 367	Medtronic Inc.	1 079	1 708	
58 323	Merck & Co. Inc.	3 006	3 848	
7 714	Mylan Laboratories Inc.	252	505	
1 784	Patterson Co. Inc.	75	100	
2 292	PerkinElmer Inc.	82	116	
2 982	Perrigo Company Plc.	413	579	
129 409	Pfizer Inc.	3 932	4 683	
2 903	Quest Diagnostics Inc.	162	226	
1 516	Regeneron Pharmaceutical	375	723	
5 897	St. Jude Medical Inc.	267	446	
6 094	Stryker Corp.	382	668	
2 056	Tenet Healthcare Corp.	152	121	
8 320	Thermo Fisher Scientific Inc.	679	1 211	
19 551	UnitedHealth Group Incorporated	988	2 296	
1 800	Universal Health Services Inc., Class B	224	233	
2 059	Varian Medical Systems Inc.	142	207	
4 972	Vertex Pharmaceuticals Inc.	415	686	
1 723	Waters Corp.	154	226	
3 412	Zimmer Holdings Inc.	250	450	
10 251	Zoetis Inc.	341	512	
		36 582	61 830	14.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
13 116	3M Co.	\$ 1 349	\$ 2 504	
2 134	Allegion Plc.	106	138	
5 089	Ametek Inc.	251	311	
13 506	Boeing Co.	1 183	2 039	
2 937	C.H. Robinson Worldwide Inc.	185	256	
12 695	Caterpillar Inc.	1 055	1 350	
1 959	Cintas Corp.	91	179	
20 165	CSX Corp.	422	849	
3 503	Cummins Engine Inc.	334	587	
12 427	Danaher Corp.	699	1 237	
7 223	Deere & Co.	517	742	
17 084	Delta Air Lines Inc.	441	976	
3 493	Dover Corp.	201	291	
827	Dun & Bradstreet Corp.	79	116	
9 678	Eaton Corp Plc.	542	764	
14 133	Emerson Electric Co.	774	1 013	
2 540	Equifax Inc.	144	239	
3 916	Expeditors International of Washington, Inc.	171	203	
5 557	Fastenal Co.	218	307	
5 378	FedEx Corporation	530	1 085	
2 820	Flowserve Corp.	132	196	
3 109	Fluor Corp.	184	219	
6 409	General Dynamics Corp.	471	1 025	
206 110	General Electric Company	5 958	6 051	
1 245	Grainger (W.W.) Inc.	238	369	
16 165	Honeywell International Inc.	1 158	1 877	
7 425	Illinois Tool Works Inc.	448	817	
5 326	Ingersoll-Rand Plc., Class A	266	392	
2 581	Jacobs Engineering Group Inc.	158	134	
2 186	Joy Global Inc.	154	118	
2 199	Kansas City Southern Industries Inc.	253	312	
1 772	L-3 Communications Holdings Inc.	163	260	
5 452	Lockheed Martin Corporation	557	1 220	
7 406	Masco Corp.	168	217	
6 764	Nielsen N.V.	287	351	
6 255	Norfolk Southern Corp.	420	797	
4 240	Northrop Grumman Corp.	327	726	
7 113	Paccar Inc.	327	562	
2 121	Pall Corporation	127	249	
3 009	Parker Hannifin Corp.	253	451	
3 844	Pentair Plc.	202	297	
4 198	Pitney Bowes Inc.	131	119	
2 939	Precision Castparts Corp.	535	822	
4 683	Quanta Services Inc.	133	154	
6 293	Raytheon Company	410	791	
5 255	Republic Services Inc.	164	246	
2 705	Robert Half International Inc.	104	184	
2 747	Rockwell Automation Inc.	228	355	
2 726	Rockwell Collins Inc.	165	268	
2 014	Roper Industries Inc.	208	366	
1 132	Ryder System Inc.	67	122	
1 193	Snap-On Inc.	97	189	
13 817	Southwest Airlines	219	679	
3 199	Stanley Black & Decker Inc.	246	357	
1 718	Stericycle Inc.	164	262	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
5 819	Textron Inc.	\$ 206	\$ 285	
3 601	The ADT Corp.	146	152	
9 037	Tyco International Plc.	365	460	
18 100	Union Pacific Corp.	1 021	2 505	
14 232	United Parcel Service Inc.	1 235	1 838	
2 000	United Rentals Inc.	257	237	
17 459	United Technologies Corp.	1 497	2 333	
8 939	Waste Management Inc.	380	533	
3 622	Xylem Inc.	107	160	
		29 628	45 243	10.3
Information Technology				
12 868	Accenture Plc., Class A	899	1 335	
9 618	Adobe Systems Inc.	406	812	
3 622	Akamai Technologies Inc.	157	265	
1 338	Alliance Data Systems Corp.	377	445	
6 468	Altera Corp.	261	278	
6 402	Amphenol Corp., Class A	211	400	
6 400	Analog Devices Inc.	307	413	
120 168	Apple Inc.	6 782	15 410	
24 722	Applied Materials Inc.	483	716	
4 532	Autodesk Inc.	169	316	
9 807	Automatic Data Processing Inc.	632	950	
5 200	Avago Technologies Ltd.	391	608	
10 790	Broadcom Corp.	507	543	
6 333	CA Inc.	229	224	
104 954	Cisco Systems Inc.	2 828	3 392	
3 369	Citrix Systems Inc.	219	250	
12 420	Cognizant Technology Solutions Corp., Class A	441	760	
2 862	Computer Sciences Corp.	160	210	
25 915	Corning Inc.	530	690	
22 924	eBay Inc.	981	1 495	
6 306	Electronic Arts Inc.	186	344	
41 684	EMC Corp.	1 180	1 441	
1 508	F5 Networks Inc.	168	229	
43 037	Facebook Inc., Class A	2 840	3 901	
5 720	Fidelity National Information Services Inc.	224	413	
1 499	First Solar Inc.	112	78	
5 133	Fiserv Inc.	199	423	
2 978	Flir Systems Inc.	99	112	
5 833	Google Inc., Class A	4 238	3 596	
5 834	Google Inc., Class C	318	3 568	
2 089	Harris Corp.	109	174	
38 634	Hewlett-Packard Co.	1 372	1 802	
99 486	Intel Corp.	2 947	4 195	
18 843	International Business Machines	3 272	3 512	
5 817	Intuit Inc.	336	623	
8 535	Juniper Networks Inc.	203	221	
3 322	KLA-Tencor Corp.	185	271	
3 267	Lam Research Corp.	156	301	
4 733	Linear Technology Corp.	214	251	
20 304	MasterCard Inc.	948	2 033	
4 135	Microchip Technology Inc.	165	217	
22 009	Micron Technology Inc.	444	895	
168 945	Microsoft Corp.	6 323	9 117	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
4 414	Motorola Solutions Inc.	\$ 321	\$ 344	
6 337	NetApp Inc.	260	305	
11 294	Nvidia Corp.	196	263	
66 236	Oracle Corporation	2 059	3 461	
6 652	Paychex Inc.	259	357	
34 021	QUALCOMM Inc.	2 072	2 938	
3 764	Red Hat Inc.	169	302	
11 987	Salesforce.com Inc.	487	826	
4 607	Sandisk Corp.	267	524	
6 685	Seagate Technology	246	516	
13 899	Symantec Corp.	300	414	
8 208	TE Connectivity Ltd.	346	603	
3 276	Teradata Corp.	156	166	
21 490	Texas Instruments Inc.	894	1 335	
10 852	The Western Union Co.	210	226	
3 597	Total System Services Inc.	96	142	
2 409	Verisign Inc.	85	160	
10 047	Visa Inc., Class A	1 444	3 061	
4 532	Western Digital Corp.	248	583	
21 566	Xerox Corp.	300	347	
5 432	Xilinx Inc.	242	273	
17 926	Yahoo! Inc.	623	1 052	
		54 488	85 427	19.5
Materials				
3 852	Air Products & Chemicals Inc.	351	645	
1 351	Airgas Inc.	109	181	
23 664	Alcoa Inc.	387	434	
2 369	Allegheny Technologies Inc.	113	96	
1 955	Avery Dennison Corp.	102	118	
2 885	Ball Corp.	100	228	
1 026	CF Industries Holdings Inc.	170	325	
22 608	Dow Chemical Company	868	1 197	
18 529	Du Pont (E.I.) de Nemours and Company	1 093	1 591	
2 968	Eastman Chemical Company	167	261	
5 425	Ecolab Inc.	389	659	
2 838	FMC Corp.	142	188	
21 250	Freeport-McMoRan Inc.	757	577	
1 662	International Flavors & Fragrances Inc.	116	196	
8 558	International Paper Co.	380	533	
8 602	LyondellBasell Industries N.V.	531	793	
1 300	Martin Marietta Materials	182	167	
3 591	MeadWestvaco Corp.	143	185	
9 859	Monsanto Co.	816	1 368	
10 413	Newmont Mining Corporation	419	228	
6 597	Nucor Corp.	285	376	
3 169	Owens-Illinois Inc.	93	99	
2 780	PPG Industries Inc.	327	746	
5 921	Praxair Inc.	600	892	
4 459	Sealed Air Corp.	123	220	
1 700	Sherwin-Williams Co.	218	520	
2 410	Sigma-Aldrich Corp.	170	384	
6 512	The Mosaic Co.	356	345	
2 691	Vulcan Materials Co.	149	205	
		9 656	13 757	3.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
106 335	AT&T Inc.	\$ 4 137	\$ 4 150	
11 477	CenturyTel Inc.	485	528	
21 611	Frontier Communications Corp.	166	167	
5 800	Level 3 Communications Inc.	313	333	
85 299	Verizon Communications Inc.	4 262	4 634	
12 797	Windstream Holdings Inc.	137	123	
		9 500	9 935	2.3
Utilities				
13 351	AES Corp.	281	214	
2 335	AGL Resources Inc.	102	148	
5 142	Ameren Corporation	210	275	
10 027	American Electric Power	472	707	
9 056	Centerpoint Energy Inc.	218	247	
5 767	CMS Energy Corp.	156	233	
6 019	Consolidated Edison Inc.	349	462	
11 910	Dominion Resources Inc.	650	1 064	
3 685	DTE Energy Company	240	370	
14 371	Duke Energy Corp.	1 023	1 395	
6 593	Edison International	301	501	
3 597	Entergy Corp.	255	365	
17 588	Exelon Corp.	674	758	
8 696	FirstEnergy Corporation	373	394	
1 564	Integrus Energy Group Inc.	93	141	
8 892	NextEra Energy Inc.	627	1 098	
6 381	NiSource Inc.	176	314	
6 479	Northeast Utilities	255	403	
6 742	NRG Energy Inc.	178	211	
5 089	Pepco Holdings Inc.	107	159	
9 518	PG&E Corporation	420	589	
2 171	Pinnacle West Capital Corp.	109	172	
13 597	PPL Corporation	413	574	
10 217	Public Service Enterprise Group	340	491	
3 064	SCANA Corp.	150	215	
4 717	Sempra Energy	325	610	
18 429	Southern Co.	802	1 051	
4 898	Teco Energy Inc.	102	117	
4 482	Wisconsin Energy Corp.	164	275	
10 145	Xcel Energy Inc.	281	423	
		9 846	13 976	3.2
Other				
9 010	iShares Core S&P 500 Fund	1 822	2 166	
		1 822	2 166	0.5
TOTAL UNITED STATES EQUITIES		291 545	436 726	99.7
TOTAL INVESTMENTS		291 545	436 726	99.7
UNREALIZED GAIN ON FOREIGN EXCHANGE				
CONTRACTS (SCHEDULE A)				
		–	1	–
TOTAL PORTFOLIO		\$ 291 545	436 727	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
			1 348	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS				
		\$ 438 075	100.0	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 500 Sold CAD 579 @ 0.8629	02-Jan-15	\$ 1
		\$ 1

TOTAL FOREIGN EXCHANGE

\$ 1

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 436 726	\$ 301 076	\$ 144 809
Cash	1 879	1 299	738
Subscriptions receivable	589	1 011	335
Unrealized gain on foreign exchange contracts	1	—	—
Dividends receivable, interest accrued and other assets	491	341	135
TOTAL ASSETS	439 686	303 727	146 017
LIABILITIES			
Due to investment dealers	1 076	1 090	493
Redemptions payable	257	106	118
Unrealized loss on foreign exchange contracts	—	—	2
Accounts payable and accrued expenses	278	178	86
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 611	1 374	699
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 438 075	\$ 302 353	\$ 145 318
Investments at cost	\$ 291 545	\$ 227 903	\$ 144 037
NAV			
SERIES A	\$ 438 075	\$ 302 353	\$ 145 318
NAV PER UNIT			
SERIES A	\$ 14.84	\$ 12.18	\$ 8.78

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 8 220	\$ 4 961
Interest for distribution purposes	(2)	1
Other income (loss)	–	4
Securities lending revenue (see note 6 in the generic notes)	9	6
Net realized gain (loss) on investments	1 284	(1 066)
Net gain (loss) on foreign currencies and other net assets	26	(185)
Change in unrealized gain (loss) on investments	72 009	72 403
TOTAL INCOME (LOSS)	81 546	76 124
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 832	1 132
Administration fees	549	341
Board of Governors costs	3	3
GST/HST	246	157
Transaction costs	12	25
Withholding tax	1 061	655
TOTAL EXPENSES	3 703	2 313
INCREASE (DECREASE) IN NAV	\$ 77 843	\$ 73 811
INCREASE (DECREASE) IN NAV SERIES A	\$ 77 843	\$ 73 811
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 2.83	\$ 3.46

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 77 843	\$ 73 811
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 274)	1 068
Change in unrealized loss (gain) on investments	(72 009)	(72 403)
(Increase) decrease in accrued receivables	(150)	(206)
Increase (decrease) in accrued payables	86	689
Cost of investments purchased	(68 939)	(112 801)
Proceeds on sales of investments	6 571	27 867
NET CASH PROVIDED BY OPERATING ACTIVITIES	(57 872)	(81 975)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	125 608	119 847
Cash paid on redemption of redeemable units	(67 031)	(37 237)
Distributions paid to holders of redeemable units	(125)	(74)
NET CASH USED IN FINANCING ACTIVITIES	\$ 58 452	\$ 82 536
Net increase (decrease) in cash for the year	580	561
Cash (bank overdraft), beginning of period	1 299	738
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1 879	\$ 1 299
Interest received	\$ (2)	\$ 1
Dividends received, net of withholding taxes	\$ 7 009	\$ 4 104

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 302 353	\$ 145 318
INCREASE (DECREASE) IN NAV	77 843	73 811
Early redemption fees	2	1
Proceeds from redeemable units issued	125 186	120 523
Reinvestments of distributions to holders of redeemable units	4 227	2 608
Redemption of redeemable units	(67 184)	(37 226)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	62 231	85 906
Distributions from net income	(4 352)	(2 682)
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 352)	(2 682)
NET INCREASE (DECREASE) IN NAV	135 722	157 035
NAV AT END OF PERIOD	\$ 438 075	\$ 302 353

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Standard & Poor's 500 Total Return Index.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Information Technology	19.5	18.6	18.9
Financials	16.5	16.1	15.5
Health Care	14.1	12.8	12.0
Consumer Discretionary	12.1	12.5	11.5
Industrials	10.3	10.9	10.1
Consumer Staples	9.7	9.8	10.5
Other Sectors	9.1	8.7	10.3
Energy	8.4	10.2	10.9
Cash/Other	0.3	0.4	0.3

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.9	99.7	100.0
Total	99.9	99.7	100.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	436 726	–	–	436 726
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	436 726	1	–	436 727
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	301 076	–	–	301 076
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	301 076	–	–	301 076
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	144 809	–	–	144 809
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(2)	–	(2)
Total financial instruments	144 809	(2)	–	144 807
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
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Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	21 020
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

Please see the generic notes at the back of the financial statements.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	24 829	16 543
Issued number of units	9 486	11 577
Reinvested number of units	284	217
Redeemed number of units	(5 079)	(3 508)
Ending number of units	29 520	24 829

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	12	100	25	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	14 474	9 137
Fair value of collateral received	14 763	9 319

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	302 311	145 288
Revaluation of investments at FVTPL	42	30
Net assets attributable to holders of redeemable units	302 353	145 318
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		73 799
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		12
Increase (decrease) in net assets attributable to holders of redeemable units		73 811



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. INDEX CURRENCY NEUTRAL FUND

December 31, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
28 000	Bank of Montreal	\$ 27 962	\$ 27 962	
27 750	Bank of Nova Scotia	27 720	27 720	
6 000	Caisse Centrale Desjardins	5 993	5 993	
27 500	Canadian Imperial Bank of Commerce	27 466	27 466	
152 250	Government of Canada Treasury Bills	151 897	151 897	
14 700	Honda Canada Finance Inc.	14 672	14 672	
7 250	HSBC Bank Canada	7 243	7 243	
27 750	National Bank of Canada	27 716	27 716	
13 000	Sumitomo Mitsui Financial Group Inc.	12 958	12 958	
28 500	Toronto-Dominion Bank	28 463	28 463	
8 500	Wells Fargo Financial Canada Corp.	8 470	8 470	
TOTAL SHORT-TERM INVESTMENTS		340 560	340 560	98.7
TOTAL INVESTMENTS		340 560	340 560	98.7
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	5 249	1.5
TOTAL PORTFOLIO		\$ 340 560	345 809	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(737)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 345 072	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.87% to 1.23% and mature between January 5, 2015 and May 14, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
292	The S&P 500 Index Future, March 2015		
	Contracts at USD 2 019.45 per contract	\$ 170 181	\$ 2 794
1 427	The S&P 500 Mini Index Future, March 2015		
	Contracts at USD 2 022.79 per contract	166 826	2 455
TOTAL FUTURES		\$ 337 007	\$ 5 249

\$152 250 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 340 560	\$ 319 480	\$ 244 992
Cash	760	306	240
Subscriptions receivable	156	177	181
Unrealized gain on futures contracts	5 249	12 379	1 327
Futures contracts margin receivable	–	–	8 950
Dividends receivable, interest accrued and other assets	307	584	734
TOTAL ASSETS	347 032	332 926	256 424
LIABILITIES			
Redemptions payable	269	362	198
Futures contracts margin payable	1 466	178	–
Accounts payable and accrued expenses	225	200	153
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 960	740	351
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 345 072	\$ 332 186	\$ 256 073
Investments at cost	\$ 340 560	\$ 319 722	\$ 245 243
NAV			
SERIES A	\$ 345 072	\$ 332 186	\$ 256 073
NAV PER UNIT			
SERIES A	\$ 9.62	\$ 9.68	\$ 8.44

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 2 116	\$ 1 963
Net gain (loss) from futures contracts	41 316	81 023
Securities lending revenue (see note 6 in the generic notes)	41	26
Change in unrealized gain (loss) on investments	242	9
TOTAL INCOME (LOSS)	43 715	83 021
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 674	1 497
Administration fees	502	449
Board of Governors costs	3	3
GST/HST	235	212
TOTAL EXPENSES	2 414	2 161
INCREASE (DECREASE) IN NAV	\$ 41 301	\$ 80 860
INCREASE (DECREASE) IN NAV SERIES A	\$ 41 301	\$ 80 860
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 1.26	\$ 2.64

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 41 301	\$ 80 860
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	(242)	(9)
(Increase) decrease in accrued receivables	7 407	(10 902)
Increase (decrease) in accrued payables	25	47
Cost of investments purchased	(1 985 628)	(1 669 853)
Proceeds on sales of investments	1 964 790	1 595 374
NET CASH PROVIDED BY OPERATING ACTIVITIES	27 653	(4 483)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	31 463	47 834
Cash paid on redemption of redeemable units	(59 791)	(52 096)
Distributions paid to holders of redeemable units	(159)	(317)
NET CASH USED IN FINANCING ACTIVITIES	\$ (28 487)	\$ (4 579)
Net increase (decrease) in cash for the year	(834)	(9 062)
Cash (bank overdraft), beginning of period	128	9 190
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (706)	\$ 128
Interest received	\$ 3 868	\$ 3 811
Dividends received, net of withholding taxes	\$ (1 475)	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 332 186	\$ 256 073
INCREASE (DECREASE) IN NAV	41 301	80 860
Early redemption fees	—	—
Proceeds from redeemable units issued	31 442	47 830
Reinvestments of distributions to holders of redeemable units	42 087	41 455
Redemption of redeemable units	(59 698)	(52 260)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	13 831	37 025
Distributions from net income	(42 246)	(41 772)
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(42 246)	(41 772)
NET INCREASE (DECREASE) IN NAV	12 886	76 113
NAV AT END OF PERIOD	\$ 345 072	\$ 332 186

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Standard & Poor's 500 Total Return Index (USD).

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	79.1	85.3	77.5
R-1 (M)	16.6	14.7	22.5
R-1 (L)	4.3	–	–
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Information Technology	18.4	18.6	19.0
Financials	16.1	16.2	15.6
Health Care	13.2	13.0	12.0
Consumer Discretionary	11.8	12.5	11.5
Industrials	10.7	10.9	10.1
Energy	10.7	10.2	11.0
Consumer Staples	10.0	9.8	10.6
Other Sectors	9.2	8.7	10.2

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	57.9	48.2	38.4
1 – 3 months	33.7	47.3	51.6
4 – 6 months	8.4	4.5	10.0
7 – 12 months	–	–	–
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund's investments, the Fund has minimal sensitivity to changes in interest rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	340 560	–	340 560
Derivatives – assets	5 249	–	–	5 249
Derivatives – liabilities	–	–	–	–
Total financial instruments	5 249	340 560	–	345 809
% of total portfolio	1.5	98.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	14 480	–	14 480
Short-term investments	–	305 000	–	305 000
Derivatives – assets	12 379	–	–	12 379
Derivatives – liabilities	–	–	–	–
Total financial instruments	12 379	319 480	–	331 859
% of total portfolio	3.7	96.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	29 169	–	29 169
Short-term investments	–	215 823	–	215 823
Derivatives – assets	1 327	–	–	1 327
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 327	244 992	–	246 319
% of total portfolio	0.5	99.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
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Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	34 313	30 337
Issued number of units	3 154	5 027
Reinvested number of units	4 345	4 345
Redeemed number of units	(5 933)	(5 396)
Ending number of units	35 879	34 313

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	91 469	69 753
Fair value of collateral received	93 299	71 148

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	332 183	256 070
Revaluation of investments at FVTPL	3	3
Net assets attributable to holders of redeemable units	332 186	256 073
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		80 860
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		80 860



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC O'SHAUGHNESSY U.S. VALUE FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
30 018	Autozone Inc.	\$ 17 172	\$ 21 603	
196 073	Bed Bath & Beyond Inc.	15 811	17 351	
383 300	DIRECTV, LLC	32 714	38 609	
105 942	Dollar Tree Inc.	6 170	8 663	
459 711	Gap Inc.	19 773	22 491	
308 139	Home Depot Inc.	27 444	37 572	
711 228	Kohls Corp.	35 670	50 438	
820 311	Lowe's Companies	39 728	65 569	
537 306	Macy's Inc.	32 789	41 044	
3 120 799	Sirius XM Holdings Inc.	12 365	12 690	
181 003	Time Warner Inc.	15 328	17 960	
699 143	Viacom Inc.	61 553	61 123	
279 575	Wyndham Worldwide Corp.	22 013	27 856	
		<u>338 530</u>	<u>422 969</u>	20.4
Consumer Staples				
1 399 792	Coca-Cola Enterprises Inc.	69 341	71 890	
1 080 633	Koninklijke Ahold N.V. ADR	20 538	22 315	
140 478	Reynolds American Inc.	6 713	10 487	
		<u>96 592</u>	<u>104 692</u>	5.1
Energy				
487 308	Cameron International	32 562	28 279	
793 742	Halliburton Co.	58 727	36 249	
486 473	Hess Corp.	48 768	41 721	
841 945	Marathon Petroleum Corp.	71 475	88 270	
599 932	Phillips 66 Company	52 136	49 975	
		<u>263 668</u>	<u>244 494</u>	11.8
Financials				
644 215	Allstate Corp.	42 332	52 579	
67 996	CIT Group Inc.	3 763	3 777	
130 109	Everest Re Group Ltd.	21 892	25 743	
1 994 768	Grupo Financiero Santander Mexico S.A.B. de C.V. ADR	25 314	24 010	
518 369	Travelers Cos. Inc.	52 155	63 756	
1 151 845	XL Group Plc.	41 702	45 994	
		<u>187 158</u>	<u>215 859</u>	10.4
Health Care				
119 099	Express Scripts Holding Co.	9 687	11 716	
25 976	Intuitive Surgical Inc.	13 066	15 963	
82 015	Laboratory Corp. of America Holdings	9 038	10 283	
1 494 663	Pfizer Inc.	47 309	54 092	
667 136	Quest Diagnostics Inc.	41 590	51 977	
		<u>120 690</u>	<u>144 031</u>	6.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
541 593	C.H. Robinson Worldwide Inc.	\$ 38 382	\$ 47 122	
169 611	FedEx Corporation	31 086	34 220	
208 559	Illinois Tool Works Inc.	20 974	22 946	
509 164	Ingersoll-Rand Plc., Class A	34 132	37 498	
599 441	Northrop Grumman Corp.	73 308	102 619	
267 754	The ADT Corp.	9 895	11 266	
		<u>207 777</u>	<u>255 671</u>	12.3
Information Technology				
211 168	Apple Inc.	20 214	27 080	
180 006	Cisco Systems Inc.	4 708	5 817	
1 446 011	Corning Inc.	34 213	38 522	
27 348	Harris Corp.	2 151	2 282	
161 072	International Business Machines	32 020	30 024	
598 602	Juniper Networks Inc.	13 820	15 523	
550 834	Motorola Solutions Inc.	38 373	42 906	
873 359	NetApp Inc.	34 819	42 058	
973 287	Nvidia Corp.	16 328	22 672	
298 288	Sandisk Corp.	31 829	33 955	
1 209 553	Seagate Technology	70 657	93 450	
924 450	Xerox Corp.	13 706	14 886	
		<u>312 838</u>	<u>369 175</u>	17.8
Materials				
183 226	CF Industries Holdings Inc.	47 376	58 016	
612 811	LyondellBasell Industries N.V.	64 928	56 523	
144 122	PPG Industries Inc.	28 520	38 696	
621 143	The Mosaic Co.	31 110	32 932	
		<u>171 934</u>	<u>186 167</u>	9.0
Telecommunication Services				
225 900	America Movil S.A. de CV ADR	5 161	5 821	
1 258 003	AT&T Inc.	46 116	49 093	
1 559 377	CenturyTel Inc.	57 204	71 706	
951 424	Mobile Telesystems ADR	12 022	7 937	
624 116	Nippon Telegraph & Telephone Corp.	20 667	18 570	
530 117	Telefonica Brasil S.A. ADR	11 133	10 889	
52 542	TELUS Corp.	2 012	2 200	
		<u>154 315</u>	<u>166 216</u>	8.0
TOTAL COMMON EQUITIES		<u>1 853 502</u>	<u>2 109 274</u>	101.7
SHORT-TERM INVESTMENTS*		<u>21 401</u>	<u>21 459</u>	1.0
TOTAL INVESTMENTS		<u>1 874 903</u>	<u>2 130 733</u>	102.7
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	183	-
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	(55 645)	(2.7)
TOTAL PORTFOLIO		<u>\$1 874 903</u>	<u>2 075 271</u>	100.0
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 336)	-
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$2 073 935</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 4 993 Sold CAD 5 680 @ 1.1376	06-Jan-15	\$ 121
Bought USD 215 Sold CAD 248 @ 1.1550	04-Mar-15	2
Bought CAD 38 410 Sold USD 32 951 @ 1.1657	24-Mar-15	58
Bought USD 514 Sold CAD 596 @ 1.1599	24-Mar-15	2
		<u>\$ 183</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 201 005 Sold USD 183 237 @ 1.0970	06-Jan-15	\$ (11 886)
Bought CAD 23 890 Sold USD 21 179 @ 1.1280	06-Jan-15	(717)
Bought USD 17 773 Sold CAD 20 700 @ 1.1647	06-Jan-15	(51)
Bought USD 239 Sold CAD 279 @ 1.1668	06-Jan-15	(1)
Bought USD 783 Sold CAD 911 @ 1.1640	06-Jan-15	(2)
Bought CAD 186 700 Sold USD 167 895 @ 1.1120	16-Jan-15	(8 415)
Bought CAD 34 800 Sold USD 31 136 @ 1.1177	16-Jan-15	(1 384)
Bought CAD 105 957 Sold USD 94 529 @ 1.1209	26-Jan-15	(3 926)
Bought CAD 26 260 Sold USD 23 328 @ 1.1257	26-Jan-15	(857)
Bought USD 42 183 Sold CAD 49 161 @ 1.1654	26-Jan-15	(127)
Bought CAD 45 206 Sold USD 40 157 @ 1.1257	04-Feb-15	(1 484)
Bought CAD 84 256 Sold USD 74 496 @ 1.1310	04-Feb-15	(2 358)
Bought CAD 17 590 Sold USD 15 506 @ 1.1344	17-Feb-15	(443)
Bought CAD 27 640 Sold USD 23 796 @ 1.1616	17-Feb-15	(34)
Bought CAD 32 630 Sold USD 28 970 @ 1.1263	17-Feb-15	(1 062)
Bought CAD 76 572 Sold USD 68 225 @ 1.1223	17-Feb-15	(2 774)
Bought CAD 263 088 Sold USD 229 626 @ 1.1457	24-Feb-15	(4 006)
Bought CAD 234 267 Sold USD 206 623 @ 1.1338	04-Mar-15	(6 112)
Bought USD 190 Sold CAD 221 @ 1.1657	04-Mar-15	(1)
Bought CAD 204 992 Sold USD 176 337 @ 1.1625	10-Mar-15	(181)
Bought CAD 114 978 Sold USD 101 602 @ 1.1317	16-Mar-15	(3 254)
Bought CAD 196 265 Sold USD 172 208 @ 1.1397	24-Mar-15	(4 167)
Bought CAD 216 870 Sold USD 188 362 @ 1.1513	01-Apr-15	(2 403)
		<u>\$ (55 645)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (55 462)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 130 733	\$ 1 648 958	\$ 1 016 203
Cash	—	—	697
Subscriptions receivable	2 217	2 764	1 768
Unrealized gain on foreign exchange contracts	183	706	3 647
Dividends receivable, interest accrued and other assets	1 724	1 297	525
TOTAL ASSETS	2 134 857	1 653 725	1 022 840
LIABILITIES			
Bank overdraft	20	—	—
Redemptions payable	3 123	1 074	1 155
Unrealized loss on foreign exchange contracts	55 645	26 008	2 967
Accounts payable and accrued expenses	2 134	1 722	1 084
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	60 922	28 804	5 206
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 073 935	\$ 1 624 921	\$ 1 017 634
Investments at cost	\$ 1 874 903	\$ 1 194 699	\$ 939 877
NAV			
SERIES A	\$ 1 318 415	\$ 1 192 091	\$ 758 380
ADVISOR SERIES	\$ 48 166	\$ 36 500	\$ 16 435
SERIES D	\$ 115 644	\$ 86 516	\$ 38 146
SERIES F	\$ 88 318	\$ 77 040	\$ 42 321
SERIES I	\$ 31 796	\$ 22 693	\$ 9 824
SERIES O	\$ 471 596	\$ 210 081	\$ 152 528
NAV PER UNIT			
SERIES A	\$ 15.13	\$ 14.93	\$ 10.20
ADVISOR SERIES	\$ 15.29	\$ 15.09	\$ 10.30
SERIES D	\$ 15.18	\$ 14.98	\$ 10.22
SERIES F	\$ 15.61	\$ 15.40	\$ 10.51
SERIES I	\$ 15.30	\$ 15.09	\$ 10.30
SERIES O	\$ 15.43	\$ 15.29	\$ 10.44

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 66 589	\$ 31 702
Interest for distribution purposes	152	178
Securities lending revenue (see note 6 in the generic notes)	182	50
Net realized gain (loss) on investments	279 511	187 605
Net gain (loss) on foreign currencies and other net assets	(129 689)	(47 879)
Change in unrealized gain (loss) on investments	8 715	351 951
TOTAL INCOME (LOSS)	225 460	523 607
EXPENSES (see notes – Fund Specific Information)		
Management fees	18 229	13 459
Administration fees	2 209	1 621
Board of Governors costs	3	3
GST/HST	2 175	1 634
Transaction costs	1 153	733
Withholding tax	5 258	4 427
TOTAL EXPENSES	29 027	21 877
INCREASE (DECREASE) IN NAV	\$ 196 433	\$ 501 730
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 129 375	\$ 372 019
ADVISOR SERIES	\$ 4 413	\$ 9 433
SERIES D	\$ 10 986	\$ 22 166
SERIES F	\$ 9 034	\$ 21 992
SERIES I	\$ 3 074	\$ 6 023
SERIES O	\$ 39 551	\$ 70 097
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.58	\$ 4.83
ADVISOR SERIES	\$ 1.61	\$ 4.86
SERIES D	\$ 1.63	\$ 4.86
SERIES F	\$ 1.73	\$ 5.04
SERIES I	\$ 1.73	\$ 4.97
SERIES O	\$ 1.82	\$ 5.14

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 196 433	\$ 501 730
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(279 508)	(187 526)
Change in unrealized loss (gain) on investments	(8 715)	(351 951)
(Increase) decrease in accrued receivables	(427)	(772)
Increase (decrease) in accrued payables	412	638
Cost of investments purchased	(7 968 957)	(6 891 697)
Proceeds on sales of investments	7 805 565	6 824 401
NET CASH PROVIDED BY OPERATING ACTIVITIES	(255 197)	(105 177)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	599 685	327 484
Cash paid on redemption of redeemable units	(321 035)	(222 660)
Distributions paid to holders of redeemable units	(23 473)	(344)
NET CASH USED IN FINANCING ACTIVITIES	\$ 255 177	\$ 104 480
Net increase (decrease) in cash for the year	(20)	(697)
Cash (bank overdraft), beginning of period	–	697
CASH (BANK OVERDRAFT), END OF PERIOD	\$ (20)	\$ –
Interest received	\$ 153	\$ 177
Dividends received, net of withholding taxes	\$ 60 904	\$ 26 503

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 192 091	\$ 758 380	\$ 36 500	\$ 16 435	\$ 86 516	\$ 38 146	\$ 77 040	\$ 42 321
INCREASE (DECREASE) IN NAV	129 375	372 019	4 413	9 433	10 986	22 166	9 034	21 992
Early redemption fees	3	1	—	—	2	20	—	—
Proceeds from redeemable units issued	197 691	206 359	17 421	17 606	54 412	41 616	30 267	27 982
Reinvestments of distributions to holders of redeemable units	109 516	6 560	3 931	169	9 718	539	6 091	513
Redemption of redeemable units	(198 214)	(144 544)	(10 042)	(6 967)	(35 946)	(15 414)	(25 977)	(15 061)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	108 996	68 376	11 310	10 808	28 186	26 761	10 381	13 434
Distributions from net income	(21 683)	(6 684)	(746)	(176)	(2 110)	(557)	(1 909)	(707)
Distributions from net gains	(90 364)	—	(3 311)	—	(7 934)	—	(6 228)	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(112 047)	(6 684)	(4 057)	(176)	(10 044)	(557)	(8 137)	(707)
NET INCREASE (DECREASE) IN NAV	126 324	433 711	11 666	20 065	29 128	48 370	11 278	34 719
NAV AT END OF PERIOD	\$ 1 318 415	\$ 1 192 091	\$ 48 166	\$ 36 500	\$ 115 644	\$ 86 516	\$ 88 318	\$ 77 040

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 22 693	\$ 9 824	\$ 210 081	\$ 152 528	\$ 1 624 921	\$ 1 017 634
INCREASE (DECREASE) IN NAV	3 074	6 023	39 551	70 097	196 433	501 730
Early redemption fees	—	—	—	—	5	21
Proceeds from redeemable units issued	9 513	8 111	289 834	26 806	599 138	328 480
Reinvestments of distributions to holders of redeemable units	2 777	234	25 863	3 811	157 896	11 826
Redemption of redeemable units	(3 418)	(1 265)	(49 492)	(39 349)	(323 089)	(222 600)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	8 872	7 080	266 205	(8 732)	433 950	117 727
Distributions from net income	(700)	(234)	(10 872)	(3 812)	(38 020)	(12 170)
Distributions from net gains	(2 143)	—	(33 369)	—	(143 349)	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 843)	(234)	(44 241)	(3 812)	(181 369)	(12 170)
NET INCREASE (DECREASE) IN NAV	9 103	12 869	261 515	57 553	449 014	607 287
NAV AT END OF PERIOD	\$ 31 796	\$ 22 693	\$ 471 596	\$ 210 081	\$ 2 073 935	\$ 1 624 921

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting of capital growth and current income by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Consumer Discretionary	20.4	24.8	34.2
Information Technology	17.8	21.2	9.1
Industrials	12.3	13.8	15.9
Energy	11.8	–	5.1
Financials	10.4	9.7	16.3
Materials	9.0	–	–
Telecommunication Services	8.0	–	1.0
Health Care	6.9	8.4	9.7
Consumer Staples	5.1	10.0	6.3
Other Sectors	–	11.7	–
Cash/Other	(1.7)	0.4	2.4

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return			
Index (USD)	+ or - 1.0	+ or - 0.9	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	2 109 274	–	–	2 109 274
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	21 459	–	21 459
Derivatives – assets	–	183	–	183
Derivatives – liabilities	–	(55 645)	–	(55 645)
Total financial instruments	2 109 274	(34 003)	–	2 075 271
% of total portfolio	101.6	(1.6)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 617 667	–	–	1 617 667
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	31 291	–	31 291
Derivatives – assets	–	706	–	706
Derivatives – liabilities	–	(26 008)	–	(26 008)
Total financial instruments	1 617 667	5 989	–	1 623 656
% of total portfolio	99.6	0.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	993 074	–	–	993 074
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	23 129	–	23 129
Derivatives – assets	–	3 647	–	3 647
Derivatives – liabilities	–	(2 967)	–	(2 967)
Total financial instruments	993 074	23 809	–	1 016 883
% of total portfolio	97.7	2.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Advisor Series	1.25%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.02%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	516	468
Series O	594	533
Value of all units	17	15

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	79 839	74 381
Issued number of units	12 943	16 562
Reinvested number of units	7 207	528
Redeemed number of units	(12 878)	(11 632)
Ending number of units	87 111	79 839
Advisor Series		
Opening units	2 419	1 596
Issued number of units	1 122	1 348
Reinvested number of units	256	13
Redeemed number of units	(646)	(538)
Ending number of units	3 151	2 419
Series D		
Opening units	5 777	3 732
Issued number of units	3 535	3 206
Reinvested number of units	638	43
Redeemed number of units	(2 331)	(1 204)
Ending number of units	7 619	5 777
Series F		
Opening units	5 002	4 026
Issued number of units	1 897	2 114
Reinvested number of units	389	39
Redeemed number of units	(1 628)	(1 177)
Ending number of units	5 660	5 002
Series I		
Opening units	1 504	954
Issued number of units	613	636
Reinvested number of units	181	18
Redeemed number of units	(219)	(104)
Ending number of units	2 079	1 504
Series O		
Opening units	13 737	14 609
Issued number of units	18 263	2 051
Reinvested number of units	1 665	295
Redeemed number of units	(3 104)	(3 218)
Ending number of units	30 561	13 737



December 31, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 153	100	773	100
Related-party brokerage commissions*	33	3	6	1
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	114 890	62 904
Fair value of collateral received	117 188	64 162

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Choices Conservative Portfolio	0.4	0.4
RBC Select Choices Balanced Portfolio	1.2	1.4
RBC Select Choices Growth Portfolio	0.6	0.7
RBC Select Choices Aggressive Growth Portfolio	0.5	0.6
RBC Target 2015 Education Fund	–	0.2
RBC Target 2020 Education Fund	0.9	1.1
RBC Target 2025 Education Fund	1.6	1.5
RBC Target 2030 Education Fund	0.3	0.2
Total	5.5	6.1

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private O'Shaughnessy U.S. Value Equity Pool was merged into the RBC O'Shaughnessy U.S. Value Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private O'Shaughnessy U.S. Value Equity Pool (the "Terminated Fund") and the RBC O'Shaughnessy U.S. Value Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	\$199 400
Exchange ratio Series 0	0.93
Units issued by Continuing Fund Series 0	12 525

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or "rollover" basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 623 086	1 017 344
Revaluation of investments at FVTPL	1 835	290
Net assets attributable to holders of redeemable units	1 624 921	1 017 634
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		500 185
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		1 545
Increase (decrease) in net assets attributable to holders of redeemable units		501 730

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. MID-CAP EQUITY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
120 700	Bed Bath & Beyond Inc.	\$ 7 154	\$ 10 681	
177 400	Dick's Sporting Goods Inc.	8 649	10 233	
212 200	Dollar Tree Inc.	8 985	17 351	
75 900	Fossil Group Inc.	6 805	9 765	
518 100	LKQ Corp.	11 454	16 926	
171 700	Nordstrom Inc.	9 906	15 837	
91 400	O'Reilly Automotive Inc.	8 958	20 454	
45 900	Panera Bread Company	7 319	9 321	
138 400	Ross Stores Inc.	8 001	15 156	
227 300	Tractor Supply Co.	11 043	20 815	
303 800	Under Armour Inc., Class A	18 308	23 960	
221 900	V.F. Corporation	9 298	19 309	
200 100	Vitamin Shoppe Inc.	9 472	11 294	
		<u>125 352</u>	<u>201 102</u>	<u>17.3</u>
Consumer Staples				
184 500	Church & Dwight Co. Inc.	10 054	16 893	
141 500	Ingredion Inc.	9 137	13 947	
149 000	McCormick & Co. Inc.	9 729	12 859	
105 400	Pricesmart Inc.	8 397	11 170	
205 700	Treehouse Foods Inc.	11 235	20 451	
186 200	United Natural Foods Inc.	10 106	16 727	
		<u>58 658</u>	<u>92 047</u>	<u>7.9</u>
Energy				
89 500	Concho Resources Inc.	7 774	10 372	
171 000	Continental Resources Inc.	13 630	7 621	
62 200	Core Laboratories N.V.	10 613	8 696	
173 900	FMC Technologies Inc.	7 545	9 463	
173 900	Oceaneering International Inc.	9 195	11 883	
		<u>48 757</u>	<u>48 035</u>	<u>4.2</u>
Financials				
71 100	Affiliated Managers Group Inc.	9 190	17 524	
322 700	Brown & Brown Inc.	8 769	12 338	
252 200	HCC Insurance Holdings Inc.	9 498	15 686	
224 300	PRA Group Inc.	8 117	15 096	
245 700	Raymond James Financial Corp.	9 814	16 354	
138 900	Signature Bank	10 662	20 327	
137 000	T. Rowe Price Group Inc.	9 761	13 666	
		<u>65 811</u>	<u>110 991</u>	<u>9.6</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
92 200	C.R. Bard Inc.	\$ 9 461	\$ 17 844	
257 400	Catamaran Corp.	12 631	15 475	
215 700	Cerner Corp.	8 914	16 204	
63 100	Cooper Co. Inc.	8 673	11 883	
170 600	DaVita HealthCare Partners Inc.	13 202	15 012	
140 700	Henry Schein Inc.	11 956	22 256	
106 600	IDEXX Laboratories Inc.	10 108	18 363	
95 700	Laboratory Corp. of America Holdings	8 321	11 999	
49 400	Mettler-Toledo International Inc.	9 406	17 376	
272 800	Parexel International Corp.	9 334	17 609	
88 800	Perrigo Company Plc.	8 636	17 237	
131 100	Sirona Dental Systems Inc.	8 054	13 307	
117 000	Varian Medical Systems Inc.	8 269	11 756	
127 900	Waters Corp.	11 689	16 743	
		<u>138 654</u>	<u>223 064</u>	<u>19.2</u>
Industrials				
259 350	Ametek Inc.	9 176	15 858	
162 200	Clean Harbors Inc.	9 153	9 055	
330 600	Copart Inc.	12 602	14 015	
195 300	Donaldson Co. Inc.	8 593	8 769	
42 300	Grainger (W.W.) Inc.	8 505	12 526	
78 300	IHS Inc., Class A	7 380	10 360	
149 000	J.B. Hunt Transport Services Inc.	8 439	14 584	
154 300	Landstar System Inc.	8 076	13 002	
101 700	Middleby Corp.	11 771	11 709	
136 000	MSC Industrial Direct Co.	10 853	12 838	
178 600	Pentair Plc.	13 798	13 777	
88 900	Roper Industries Inc.	10 145	16 145	
113 600	Stericycle Inc.	10 872	17 300	
61 500	Valmont Industries	8 521	9 077	
163 100	Verisk Analytics Inc.	8 356	12 137	
241 700	Waste Connections Inc.	8 076	12 353	
246 900	Woodward Inc.	13 992	14 122	
		<u>168 308</u>	<u>217 627</u>	<u>18.8</u>

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
156 200	Ansys Inc.	\$ 11 268	\$ 14 881	
219 900	ARM Holdings Plc. ADR	8 635	11 835	
523 500	Aruba Networks Inc.	9 918	11 057	
227 500	Autodesk Inc.	12 055	15 874	
88 800	F5 Networks Inc.	8 140	13 460	
91 400	Factset Research Systems Inc.	8 964	14 946	
174 700	Fidelity National Information Services Inc.	12 898	12 625	
121 900	IPG Photonics Corp.	7 205	10 610	
106 500	MercadoLibre Inc.	8 982	15 797	
256 300	Open Text Corp.	7 584	17 348	
149 400	Red Hat Inc.	9 744	12 001	
292 800	SynOpsys Inc.	10 117	14 787	
120 300	Teradata Corp.	5 200	6 105	
435 500	Trimble Navigation Ltd.	12 433	13 428	
195 100	Verisign Inc.	8 389	12 920	
136 400	WEX Inc.	10 143	15 676	
		<u>151 675</u>	<u>213 350</u>	18.4
Materials				
85 000	Airgas Inc.	7 733	11 375	
159 100	Aptargroup Inc.	8 371	12 356	
134 800	FMC Corp.	7 548	8 933	
		<u>23 652</u>	<u>32 664</u>	2.8
TOTAL COMMON EQUITIES		<u>\$ 780 867</u>	<u>1 138 880</u>	98.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>20 990</u>	1.8
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$1 159 870</u>	<u>1 159 870</u>	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 138 880	\$ 877 465	\$ 583 995
Cash	27 116	20 995	15 404
Due from investment dealers	24 661	–	1 155
Subscriptions receivable	447	486	914
Unrealized gain on foreign exchange contracts	–	25	–
Dividends receivable, interest accrued and other assets	295	293	146
TOTAL ASSETS	1 191 399	899 264	601 614
LIABILITIES			
Due to investment dealers	31 250	–	2 075
Redemptions payable	65	77	122
Accounts payable and accrued expenses	214	163	118
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	31 529	240	2 315
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 159 870	\$ 899 024	\$ 599 299
Investments at cost	\$ 780 867	\$ 629 544	\$ 564 975
NAV			
SERIES A	\$ 93 871	\$ 80 435	\$ 59 501
ADVISOR SERIES	\$ 1 236	\$ 1 139	\$ 338
SERIES H	\$ 1	\$ –	\$ –
SERIES D	\$ 8 270	\$ 5 323	\$ 3 284
SERIES F	\$ 1 998	\$ 1 268	\$ 684
SERIES I	\$ 3 965	\$ –	\$ –
SERIES O	\$ 1 050 529	\$ 810 859	\$ 535 492
NAV PER UNIT			
SERIES A	\$ 26.51	\$ 23.24	\$ 16.91
ADVISOR SERIES	\$ 26.57	\$ 23.28	\$ 16.94
SERIES H	\$ 26.58	\$ –	\$ –
SERIES D	\$ 28.30	\$ 24.58	\$ 17.73
SERIES F	\$ 30.12	\$ 26.10	\$ 18.78
SERIES I	\$ 30.13	\$ –	\$ –
SERIES O	\$ 30.53	\$ 26.30	\$ 18.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 6 105	\$ 3 764
Interest for distribution purposes	(9)	–
Securities lending revenue (see note 6 in the generic notes)	225	81
Net realized gain (loss) on investments	80 276	21 205
Net gain (loss) on foreign currencies and other net assets	5 551	1 113
Change in unrealized gain (loss) on investments	101 223	228 926
TOTAL INCOME (LOSS)	193 371	255 089
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 639	1 273
Administration fees	340	248
Board of Governors costs	3	3
GST/HST	211	162
Transaction costs	233	133
Withholding tax	692	488
TOTAL EXPENSES	3 118	2 307
INCREASE (DECREASE) IN NAV	\$ 190 253	\$ 252 782
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 13 000	\$ 21 723
ADVISOR SERIES	\$ 154	\$ 206
SERIES H	\$ –	\$ –
SERIES D	\$ 1 086	\$ 1 320
SERIES F	\$ 268	\$ 291
SERIES I	\$ 548	\$ –
SERIES O	\$ 175 197	\$ 229 242
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 3.92	\$ 6.30
ADVISOR SERIES	\$ 3.94	\$ 6.30
SERIES H	\$ 1.44	\$ –
SERIES D	\$ 4.37	\$ 6.82
SERIES F	\$ 4.71	\$ 7.28
SERIES I	\$ 3.09	\$ –
SERIES O	\$ 5.01	\$ 7.53

* Series I launched April 2014. Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 190 253	\$ 252 782
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(80 182)	(20 823)
Change in unrealized loss (gain) on investments	(101 223)	(228 926)
(Increase) decrease in accrued receivables	(24 663)	1 008
Increase (decrease) in accrued payables	31 301	(2 030)
Cost of investments purchased	(312 829)	(156 755)
Proceeds on sales of investments	232 844	113 009
NET CASH PROVIDED BY OPERATING ACTIVITIES	(64 499)	(41 735)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	294 661	169 339
Cash paid on redemption of redeemable units	(222 197)	(122 013)
Distributions paid to holders of redeemable units	(1 844)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 70 620	\$ 47 326
Net increase (decrease) in cash for the year	6 121	5 591
Cash (bank overdraft), beginning of period	20 995	15 404
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 27 116	\$ 20 995
Interest received	\$ (9)	\$ –
Dividends received, net of withholding taxes	\$ 5 411	\$ 3 129

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series I launched April 2014. Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 80 435	\$ 59 501	\$ 1 139	\$ 338	\$ –	\$ –	\$ 5 323	\$ 3 284
INCREASE (DECREASE) IN NAV	13 000	21 723	154	206	–	–	1 086	1 320
Early redemption fees	–	–	–	–	–	–	1	1
Proceeds from redeemable units issued	17 097	12 079	773	830	1	–	4 860	2 553
Reinvestments of distributions to holders of redeemable units	1 416	–	18	–	–	–	129	–
Redemption of redeemable units	(16 543)	(12 868)	(828)	(235)	–	–	(2 998)	(1 835)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 970	(789)	(37)	595	1	–	1 992	719
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	(1 534)	–	(20)	–	–	–	(131)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 534)	–	(20)	–	–	–	(131)	–
NET INCREASE (DECREASE) IN NAV	13 436	20 934	97	801	1	–	2 947	2 039
NAV AT END OF PERIOD	\$ 93 871	\$ 80 435	\$ 1 236	\$ 1 139	\$ 1	\$ –	\$ 8 270	\$ 5 323

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 268	\$ 684	\$ –	\$ –	\$ 810 859	\$ 535 492	\$ 899 024	\$ 599 299
INCREASE (DECREASE) IN NAV	268	291	548	–	175 197	229 242	190 253	252 782
Early redemption fees	–	–	–	–	–	–	1	1
Proceeds from redeemable units issued	937	552	3 892	–	267 062	152 897	294 622	168 911
Reinvestments of distributions to holders of redeemable units	9	–	19	–	18 537	2 150	20 128	2 150
Redemption of redeemable units	(452)	(259)	(428)	–	(200 937)	(106 772)	(222 186)	(121 969)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	494	293	3 483	–	84 662	48 275	92 565	49 093
Distributions from net income	–	–	–	–	(3 247)	(2 150)	(3 247)	(2 150)
Distributions from net gains	(32)	–	(66)	–	(16 942)	–	(18 725)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(32)	–	(66)	–	(20 189)	(2 150)	(21 972)	(2 150)
NET INCREASE (DECREASE) IN NAV	730	584	3 965	–	239 670	275 367	260 846	299 725
NAV AT END OF PERIOD	\$ 1 998	\$ 1 268	\$ 3 965	\$ –	\$ 1 050 529	\$ 810 859	\$ 1 159 870	\$ 899 024

* Series I launched April 2014. Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in U.S. mid-cap equities and common-stock equivalents, allowing broad exposure to growth opportunities in U.S. equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Health Care	19.2	17.2	17.0
Industrials	18.8	14.8	15.6
Information Technology	18.4	18.8	19.1
Consumer Discretionary	17.3	17.7	17.5
Financials	9.6	9.4	8.5
Consumer Staples	7.9	7.9	8.3
Energy	4.2	6.1	5.6
Materials	2.8	5.7	5.9
Cash/Other	1.8	2.4	2.5

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.8	98.8	99.7
Total	99.8	98.8	99.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell Midcap Growth Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 138 880	–	–	1 138 880
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 138 880	–	–	1 138 880
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	877 465	–	–	877 465
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	25	–	25
Derivatives – liabilities	–	–	–	–
Total financial instruments	877 465	25	–	877 490
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	583 995	–	–	583 995
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	583 995	–	–	583 995
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series H	0.10%
Series D	0.10%
Series F	0.10%
Series I	0.10%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor Series	58	57
Series H	42	–
Series I	38	–
Series O	294	288
Value of all units	13	9

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	3 460	3 518
Issued number of units	713	588
Reinvested number of units	53	–
Redeemed number of units	(685)	(646)
Ending number of units	3 541	3 460
Advisor Series		
Opening units	49	20
Issued number of units	31	41
Reinvested number of units	1	–
Redeemed number of units	(34)	(12)
Ending number of units	47	49
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	217	185
Issued number of units	188	116
Reinvested number of units	5	–
Redeemed number of units	(118)	(84)
Ending number of units	292	217



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	49	36
Issued number of units	33	25
Reinvested number of units	–	–
Redeemed number of units	(16)	(12)
Ending number of units	66	49
Series I		
Opening units	–	–
Issued number of units	146	–
Reinvested number of units	1	–
Redeemed number of units	(15)	–
Ending number of units	132	–
Series O		
Opening units	30 827	28 480
Issued number of units	9 885	7 088
Reinvested number of units	612	83
Redeemed number of units	(6 916)	(4 824)
Ending number of units	34 408	30 827

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	233	100	133	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	168	72	94	71

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	129 932	174 361
Fair value of collateral received	132 530	177 848

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Fund	2.9	3.5
RBC Global Balanced Fund	0.6	0.7
RBC Select Balanced Portfolio	38.3	40.3
RBC Select Balanced Class	–	0.2
RBC Select Growth Portfolio	16.5	17.4
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	5.5	5.7
RBC Select Aggressive Growth Class	–	–
RBC Target 2015 Education Fund	–	0.2
RBC Target 2020 Education Fund	0.9	1.2
RBC Target 2025 Education Fund	2.0	2.1
RBC Target 2030 Education Fund	0.6	0.3
RBC U.S. Equity Fund	13.4	18.1
RBC U.S. Equity Currency Neutral Fund	0.2	0.2
Total	80.9	89.9

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private U.S. Mid-Cap Equity Pool was merged into the RBC U.S. Mid-Cap Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private U.S. Mid-Cap Equity Pool (the “Terminated Fund”) and the RBC U.S. Mid-Cap Equity Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$102 669
Exchange ratio Series I	3.48
Units issued by Continuing Fund Series I	132
Exchange ratio Series O	3.50
Units issued by Continuing Fund Series O	3 689

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.



December 31, 2014

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	898 891	599 024
Revaluation of investments at FVTPL	133	275
Net assets attributable to holders of redeemable units	899 024	599 299
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		252 924
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(142)
Increase (decrease) in net assets attributable to holders of redeemable units		252 782



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC U.S. MID-CAP EQUITY CURRENCY NEUTRAL FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
1 220	Bed Bath & Beyond Inc.	\$ 70	\$ 108	
1 770	Dick's Sporting Goods Inc.	81	102	
2 130	Dollar Tree Inc.	85	174	
760	Fossil Group Inc.	62	98	
5 150	LKQ Corp.	106	168	
1 730	Nordstrom Inc.	98	160	
910	O'Reilly Automotive Inc.	82	204	
460	Panera Bread Company	77	93	
1 390	Ross Stores Inc.	76	152	
2 320	Tractor Supply Co.	104	212	
3 060	Under Armour Inc., Class A	77	241	
2 250	V.F. Corporation	87	196	
2 000	Vitamin Shoppe Inc.	110	113	
		1 115	2 021	17.4
Consumer Staples				
1 860	Church & Dwight Co. Inc.	95	170	
1 430	Ingredion Inc.	89	141	
1 510	McCormick & Co. Inc.	96	130	
1 070	Pricesmart Inc.	80	113	
2 090	Treehouse Foods Inc.	106	208	
1 900	United Natural Foods Inc.	98	171	
		564	933	8.1
Energy				
890	Concho Resources Inc.	70	103	
1 710	Continental Resources Inc.	58	76	
610	Core Laboratories N.V.	63	85	
1 740	FMC Technologies Inc.	70	96	
1 740	Oceaneering International Inc.	81	120	
		342	480	4.1
Financials				
730	Affiliated Managers Group Inc.	81	180	
3 280	Brown & Brown Inc.	85	125	
2 580	HCC Insurance Holdings Inc.	92	160	
2 280	PRA Group Inc.	73	153	
2 460	Raymond James Financial Corp.	92	164	
1 410	Signature Bank	98	206	
1 400	T. Rowe Price Group Inc.	95	140	
		616	1 128	9.7
Health Care				
930	C.R. Bard Inc.	88	180	
2 590	Catamaran Corp.	127	156	
2 170	Cerner Corp.	83	163	
630	Cooper Co. Inc.	86	119	
1 710	DaVita HealthCare Partners Inc.	132	150	
1 420	Henry Schein Inc.	111	225	
1 070	IDEXX Laboratories Inc.	96	184	
970	Laboratory Corp. of America Holdings	81	122	
510	Mettler-Toledo International Inc.	90	179	
2 790	Parexel International Corp.	87	180	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
900	Perrigo Company Plc.	\$ 71	\$ 175	
1 320	Sirona Dental Systems Inc.	75	134	
1 160	Varian Medical Systems Inc.	79	117	
1 280	Waters Corp.	112	168	
		1 318	2 252	19.4
Industrials				
2 630	Ametek Inc.	81	161	
1 650	Clean Harbors Inc.	92	92	
3 350	Copart Inc.	136	142	
1 970	Donaldson Co. Inc.	63	88	
430	Grainger (W.W.) Inc.	81	127	
790	IHS Inc., Class A	69	105	
1 510	J.B. Hunt Transport Services Inc.	75	148	
1 560	Landstar System Inc.	78	131	
1 040	Middleby Corp.	120	120	
1 370	MSC Industrial Direct Co.	106	129	
1 810	Pentair Plc.	145	140	
900	Roper Industries Inc.	97	163	
1 170	Stericycle Inc.	106	178	
620	Valmont Industries	82	92	
1 670	Verisk Analytics Inc.	80	124	
2 410	Waste Connections Inc.	74	123	
2 480	Woodward Inc.	141	142	
		1 626	2 205	19.0
Information Technology				
1 580	Ansys Inc.	109	151	
2 180	ARM Holdings Plc. ADR	80	117	
5 270	Aruba Networks Inc.	106	111	
2 270	Autodesk Inc.	120	158	
900	F5 Networks Inc.	79	136	
920	Factset Research Systems Inc.	87	150	
1 780	Fidelity National Information Services Inc.	131	129	
1 220	IPG Photonics Corp.	68	106	
1 070	MercadoLibre Inc.	86	159	
1 490	Red Hat Inc.	97	120	
2 580	Open Text Corp.	68	175	
3 020	SynOpsys Inc.	101	153	
1 220	Teradata Corp.	76	62	
4 350	Trimble Navigation Ltd.	117	134	
1 970	Verisign Inc.	82	130	
1 380	WEX Inc.	96	159	
		1 503	2 150	18.6

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
860	Airgas Inc.	\$ 74	\$ 115	
1 620	Aptargroup Inc.	80	126	
1 350	FMC Corp.	69	89	
		223	330	2.9
TOTAL COMMON EQUITIES		7 307	11 499	99.2
TOTAL INVESTMENTS		7 307	11 499	99.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(312)	(2.7)
TOTAL PORTFOLIO		\$ 7 307	11 187	96.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			406	3.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 11 593		100.0

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 875 Sold USD 1 674 @ 1.1199	08-Jan-15	\$ (70)
Bought CAD 130 Sold USD 116 @ 1.1229	12-Jan-15	(5)
Bought CAD 714 Sold USD 633 @ 1.1288	22-Jan-15	(21)
Bought CAD 100 Sold USD 86 @ 1.1625	05-Feb-15	(1)
Bought CAD 261 Sold USD 229 @ 1.1398	05-Feb-15	(5)
Bought CAD 70 Sold USD 62 @ 1.1309	06-Feb-15	(2)
Bought CAD 181 Sold USD 160 @ 1.1268	09-Feb-15	(6)
Bought CAD 895 Sold USD 794 @ 1.1270	09-Feb-15	(28)
Bought CAD 2 206 Sold USD 1 944 @ 1.1348	11-Feb-15	(55)
Bought USD 172 Sold CAD 200 @ 1.1642	11-Feb-15	(1)
Bought CAD 150 Sold USD 134 @ 1.1172	13-Feb-15	(6)
Bought CAD 1 282 Sold USD 1 134 @ 1.1306	19-Feb-15	(37)
Bought CAD 275 Sold USD 237 @ 1.1610	20-Feb-15	–
Bought CAD 586 Sold USD 518 @ 1.1302	20-Feb-15	(17)
Bought CAD 220 Sold USD 195 @ 1.1307	25-Feb-15	(6)
Bought CAD 1 702 Sold USD 1 502 @ 1.1330	26-Feb-15	(45)
Bought CAD 167 Sold USD 146 @ 1.1477	11-Mar-15	(2)
Bought CAD 130 Sold USD 114 @ 1.1452	12-Mar-15	(2)
Bought USD 34 Sold CAD 40 @ 1.1672	17-Mar-15	–
Bought CAD 337 Sold USD 292 @ 1.1525	25-Mar-15	(3)
Bought USD 33 Sold CAD 39 @ 1.1645	26-Mar-15	–
Bought CAD 100 Sold USD 86 @ 1.1632	09-Apr-15	–
Bought CAD 210 Sold USD 181 @ 1.1633	13-Apr-15	–
		\$ (312)
TOTAL FOREIGN EXCHANGE		\$ (312)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 11 499	\$ 12 167	\$ 10 112
Cash	466	122	99
Due from investment dealers	254	–	207
Subscriptions receivable	22	2	1
Unrealized gain on foreign exchange contracts	–	5	8
Dividends receivable, interest accrued and other assets	3	4	3
TOTAL ASSETS	12 244	12 300	10 430
LIABILITIES			
Due to investment dealers	317	–	27
Redemptions payable	–	4	32
Unrealized loss on foreign exchange contracts	312	204	22
Accounts payable and accrued expenses	22	21	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	651	229	100
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 11 593	\$ 12 071	\$ 10 330
Investments at cost	\$ 7 307	\$ 8 431	\$ 9 729
NAV			
SERIES A	\$ 10 826	\$ 11 192	\$ 9 650
ADVISOR SERIES	\$ 246	\$ 248	\$ 172
SERIES D	\$ 315	\$ 554	\$ 403
SERIES F	\$ 206	\$ 77	\$ 105
NAV PER UNIT			
SERIES A	\$ 11.96	\$ 11.22	\$ 8.64
ADVISOR SERIES	\$ 12.01	\$ 11.26	\$ 8.67
SERIES D	\$ 12.75	\$ 11.86	\$ 9.05
SERIES F	\$ 13.15	\$ 12.20	\$ 9.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 65	\$ 55
Securities lending revenue (see note 6 in the generic notes)	3	1
Net realized gain (loss) on investments	1 341	411
Net gain (loss) on foreign currencies and other net assets	(788)	(482)
Change in unrealized gain (loss) on investments	343	3 168
TOTAL INCOME (LOSS)	964	3 153
EXPENSES (see notes – Fund Specific Information)		
Management fees	197	191
Administration fees	18	16
Board of Governors costs	3	3
GST/HST	20	20
Transaction costs	2	2
Withholding tax	9	7
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	246	239
INCREASE (DECREASE) IN NAV	\$ 718	\$ 2 914
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 670	\$ 2 712
ADVISOR SERIES	\$ 16	\$ 54
SERIES D	\$ 20	\$ 129
SERIES F	\$ 12	\$ 19
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.70	\$ 2.60
ADVISOR SERIES	\$ 0.71	\$ 2.61
SERIES D	\$ 0.83	\$ 2.84
SERIES F	\$ 0.91	\$ 2.94

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 718	\$ 2 914
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 339)	(400)
Change in unrealized loss (gain) on investments	(343)	(3 168)
(Increase) decrease in accrued receivables	(253)	206
Increase (decrease) in accrued payables	318	(25)
Cost of investments purchased	(1 336)	(482)
Proceeds on sales of investments	3 799	2 180
NET CASH PROVIDED BY OPERATING ACTIVITIES	1 564	1 225
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 593	1 560
Cash paid on redemption of redeemable units	(2 813)	(2 762)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 220)	\$ (1 202)
Net increase (decrease) in cash for the year	344	23
Cash (bank overdraft), beginning of period	122	99
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 466	\$ 122
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 57	\$ 48

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 192	\$ 9 650	\$ 248	\$ 172	\$ 554	\$ 403
INCREASE (DECREASE) IN NAV	670	2 712	16	54	20	129
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	1 291	1 071	46	69	118	387
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(2 327)	(2 241)	(64)	(47)	(377)	(365)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 036)	(1 170)	(18)	22	(259)	22
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(366)	1 542	(2)	76	(239)	151
NAV AT END OF PERIOD	\$ 10 826	\$ 11 192	\$ 246	\$ 248	\$ 315	\$ 554

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77	\$ 105	\$ 12 071	\$ 10 330
INCREASE (DECREASE) IN NAV	12	19	718	2 914
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	158	34	1 613	1 561
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(41)	(81)	(2 809)	(2 734)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	117	(47)	(1 196)	(1 173)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	129	(28)	(478)	1 741
NAV AT END OF PERIOD	\$ 206	\$ 77	\$ 11 593	\$ 12 071

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital appreciation, primarily through investing in mid-capitalized equity securities of U.S. companies while minimizing the exposure to fluctuations between the U.S. and Canadian dollar exchange rates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Health Care	19.4	17.7	17.0
Industrials	19.0	15.3	15.7
Information Technology	18.6	19.3	19.2
Consumer Discretionary	17.4	18.3	17.6
Financials	9.7	9.8	8.6
Consumer Staples	8.1	8.1	8.3
Other Sectors	7.0	12.2	11.5
Cash/Other	0.8	(0.7)	2.1

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell Midcap Growth Index (USD)	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	11 499	–	–	11 499
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(312)	–	(312)
Total financial instruments	11 499	(312)	–	11 187
% of total portfolio	102.8	(2.8)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	12 167	–	–	12 167
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(204)	–	(204)
Total financial instruments	12 167	(199)	–	11 968
% of total portfolio	101.7	(1.7)	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	10 112	–	–	10 112
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	8	–	8
Derivatives – liabilities	–	(22)	–	(22)
Total financial instruments	10 112	(14)	–	10 098
% of total portfolio	100.1	(0.1)	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	205 201	205 201
Advisor Series	109	109
Series D	911	911
Series F	103	103
Value of all units	2 469	2 316

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	2 688
Non-capital losses	284
Non-capital losses expire in:	
2033	173
2031	20
2028	91

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	997	1 117
Issued number of units	115	108
Reinvested number of units	–	–
Redeemed number of units	(207)	(228)
Ending number of units	905	997
Advisor Series		
Opening units	22	20
Issued number of units	4	7
Reinvested number of units	–	–
Redeemed number of units	(6)	(5)
Ending number of units	20	22
Series D		
Opening units	47	45
Issued number of units	10	35
Reinvested number of units	–	–
Redeemed number of units	(32)	(33)
Ending number of units	25	47
Series F		
Opening units	6	11
Issued number of units	13	3
Reinvested number of units	–	–
Redeemed number of units	(3)	(8)
Ending number of units	16	6

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	2	100	2	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	735	1 709
Fair value of collateral received	750	1 743

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as
previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	12 069	10 325
Revaluation of investments at FVTPL	2	5
Net assets attributable to holders of redeemable units	12 071	10 330

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	2 917
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(3)
Increase (decrease) in net assets attributable to holders of redeemable units	2 914

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. MID-CAP VALUE EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
81 624	Ascena Retail Group Inc.	\$ 1 420	\$ 1 191	
70 530	Best Buy Co. Inc.	3 003	3 194	
75 100	Brunswick Corp.	3 532	4 472	
104 753	Jarden Corp.	3 819	5 825	
128 340	Newell Rubbermaid Inc.	3 814	5 677	
58 050	Penske Auto Group Inc.	2 846	3 312	
101 150	Taylor Morrison Home Corp.	2 128	2 220	
70 566	Tenneco Automotive Inc.	3 736	4 641	
		<u>24 298</u>	<u>30 532</u>	12.1
Energy				
16 790	Concho Resources Inc.	2 062	1 946	
36 581	Gulfport Energy Corp.	1 912	1 774	
20 068	Helmerich & Payne	1 756	1 572	
53 030	Range Resources Corp.	3 976	3 293	
39 550	RSP Permian Inc.	1 061	1 155	
39 883	Tesoro Petroleum Corp.	3 126	3 446	
		<u>13 893</u>	<u>13 186</u>	5.2
Financials				
50 540	American Financial Group Inc.	2 452	3 565	
72 805	Amtrust Financial Services Inc.	3 443	4 758	
25 300	Arthur J. Gallagher & Co.	1 315	1 384	
92 350	CIT Group Inc.	4 651	5 130	
124 200	Columbia Property Trust Inc. Real Estate Investment Trust	3 465	3 658	
158 247	Compass Diversified Holdings	2 997	2 988	
249 966	Fifth Third Bancorp	5 176	5 917	
33 330	First Republic Bank	1 673	2 018	
164 360	Hartford Financial Services Inc.	4 722	7 961	
66 130	HCC Insurance Holdings Inc.	2 688	4 113	
474 300	Huntington Bancshares	4 241	5 797	
35 450	LaSalle Hotel Properties	1 200	1 667	
71 220	Lincoln National Corp.	3 821	4 772	
200 900	National General Holdings Corp.	3 563	4 344	
22 285	Reinsurance Group of America Inc.	1 432	2 269	
69 200	Starwood Property Trust Inc.	1 860	1 868	
149 300	Sterling Bancorp	2 323	2 494	
46 610	UnumProvident Corp.	1 597	1 889	
39 500	XL Group Plc.	1 444	1 577	
		<u>54 063</u>	<u>68 169</u>	27.0
Health Care				
85 010	Mylan Laboratories Inc.	4 203	5 567	
15 952	Teleflex Inc.	1 637	2 128	
42 100	Universal Health Services Inc., Class B	4 111	5 440	
		<u>9 951</u>	<u>13 135</u>	5.2

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
63 910	Carlisle Co. Inc.	\$ 5 816	\$ 6 702	
39 470	Fluor Corp.	2 901	2 780	
7 316	Kirby Corp.	715	686	
63 834	Miller (Herman) Inc.	2 114	2 183	
95 500	MRC Global Inc.	2 470	1 681	
10 120	Parker Hannifin Corp.	1 340	1 516	
77 767	Primoris Services Corp.	1 986	2 100	
22 600	Regal-Beloit Corp.	1 866	1 975	
56 930	Ryder System Inc.	5 072	6 141	
26 107	Spirit Airlines Inc.	1 495	2 292	
36 600	Stanley Black & Decker Inc.	3 425	4 084	
161 150	Swift Transportation Co., Class A	3 821	5 357	
33 000	Triumph Group Inc.	2 431	2 578	
27 892	United Rentals Inc.	2 716	3 308	
60 970	Waste Connections Inc.	2 945	3 116	
		<u>41 113</u>	<u>46 499</u>	18.4
Information Technology				
77 657	AOL Inc.	3 450	4 166	
39 880	Arrow Electronics Inc.	2 166	2 683	
39 250	Coherent Inc.	2 557	2 769	
71 500	Freescale Semiconductor Inc.	1 641	2 096	
67 827	NXP Semiconductor N.V.	4 097	6 020	
217 659	RF Micro Devices Inc.	2 191	4 189	
21 600	Seagate Technology	1 385	1 669	
52 610	Skyworks Solutions Inc.	2 187	4 444	
		<u>19 674</u>	<u>28 036</u>	11.1
Materials				
31 350	Ashland Inc.	3 392	4 362	
52 450	Avery Dennison Corp.	2 844	3 161	
24 810	Carpenter Technology	1 424	1 420	
57 852	Crown Holdings Inc.	2 397	3 421	
72 250	Cytec Industries Inc.	3 333	3 876	
209 000	Ferro Corp.	3 000	3 147	
19 650	Packaging Corp. of America	1 419	1 782	
27 170	Reliance Steel & Aluminum Co.	2 067	1 934	
		<u>19 876</u>	<u>23 103</u>	9.2
Utilities				
94 580	Calpine Corp.	2 212	2 432	
114 600	CMS Energy Corp.	3 417	4 627	
23 630	Edison International	1 222	1 797	
36 300	NorthWestern Corp.	1 558	2 385	
36 500	Portland General Electric Co.	1 334	1 605	
75 462	The Laclede Group Inc.	3 935	4 662	
		<u>13 678</u>	<u>17 508</u>	6.9
TOTAL COMMON EQUITIES		<u>\$ 196 546</u>	<u>240 168</u>	95.1
CASH			<u>12 469</u>	4.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>55</u>	-
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 252 692</u>	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 240 168	\$ 227 360	\$ 156 264
Cash	12 469	5 143	5 668
Due from investment dealers	2 727	1 333	–
Subscriptions receivable	487	92	–
Dividends receivable, interest accrued and other assets	265	122	132
TOTAL ASSETS	256 116	234 050	162 064
LIABILITIES			
Due to investment dealers	2 951	1 320	–
Redemptions payable	371	17	3
Accounts payable and accrued expenses	102	53	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 424	1 390	19
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 252 692	\$ 232 660	\$ 162 045
Investments at cost	\$ 196 546	\$ 173 797	\$ 148 287
NAV			
SERIES A	\$ 17 106	\$ 7 507	\$ 457
ADVISOR SERIES	\$ 18 183	\$ 8 903	\$ 40
SERIES D	\$ 6 713	\$ 1 734	\$ 54
SERIES F	\$ 6 341	\$ 4 050	\$ 54
SERIES O	\$ 204 349	\$ 210 466	\$ 161 440
NAV PER UNIT			
SERIES A	\$ 12.61	\$ 13.08	\$ 10.25
ADVISOR SERIES	\$ 12.63	\$ 13.09	\$ 10.26
SERIES D	\$ 13.04	\$ 13.31	\$ 10.33
SERIES F	\$ 13.19	\$ 13.39	\$ 10.36
SERIES O	\$ 13.29	\$ 13.44	\$ 10.38

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 070	\$ 2 373
Other income (loss)	–	27
Net realized gain (loss) on investments	68 497	21 993
Net gain (loss) on foreign currencies and other net assets	748	575
Change in unrealized gain (loss) on investments	(9 941)	45 586
TOTAL INCOME (LOSS)	62 374	70 554
EXPENSES (see notes – Fund Specific Information)		
Management fees	559	150
Administration fees	240	192
Board of Governors costs	3	3
GST/HST	78	38
Transaction costs	633	346
Withholding tax	504	425
TOTAL EXPENSES	2 017	1 154
INCREASE (DECREASE) IN NAV	\$ 60 357	\$ 69 400
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 846	\$ 1 124
ADVISOR SERIES	\$ 3 093	\$ 1 111
SERIES D	\$ 876	\$ 261
SERIES F	\$ 1 402	\$ 460
SERIES O	\$ 52 140	\$ 66 444
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 3.43	\$ 4.08
ADVISOR SERIES	\$ 3.44	\$ 4.06
SERIES D	\$ 3.62	\$ 4.25
SERIES F	\$ 3.69	\$ 4.26
SERIES O	\$ 3.81	\$ 4.49

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 60 357	\$ 69 400
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(68 497)	(21 993)
Change in unrealized loss (gain) on investments	9 941	(45 586)
(Increase) decrease in accrued receivables	(1 537)	(1 323)
Increase (decrease) in accrued payables	1 680	1 357
Cost of investments purchased	(341 161)	(194 229)
Proceeds on sales of investments	386 909	190 712
NET CASH PROVIDED BY OPERATING ACTIVITIES	47 692	(1 662)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	39 622	23 110
Cash paid on redemption of redeemable units	(78 237)	(21 685)
Distributions paid to holders of redeemable units	(1 751)	(288)
NET CASH USED IN FINANCING ACTIVITIES	\$ (40 366)	\$ 1 137
Net increase (decrease) in cash for the year	7 326	(525)
Cash (bank overdraft), beginning of period	5 143	5 668
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 12 469	\$ 5 143
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 2 423	\$ 1 985

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 507	\$ 457	\$ 8 903	\$ 40	\$ 1 734	\$ 54	\$ 4 050	\$ 54
INCREASE (DECREASE) IN NAV	2 846	1 124	3 093	1 111	876	261	1 402	460
Early redemption fees	1	—	—	—	—	—	—	—
Proceeds from redeemable units issued	12 277	7 552	13 379	9 251	8 200	2 519	3 523	3 880
Reinvestments of distributions to holders of redeemable units	3 866	628	3 597	599	1 528	142	1 220	244
Redemption of redeemable units	(5 428)	(1 614)	(6 403)	(1 301)	(4 071)	(1 098)	(2 393)	(268)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	10 716	6 566	10 573	8 549	5 657	1 563	2 350	3 856
Distributions from net income	—	—	—	—	—	—	—	—
Distributions from net gains	(3 963)	(640)	(4 386)	(797)	(1 554)	(144)	(1 461)	(320)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 963)	(640)	(4 386)	(797)	(1 554)	(144)	(1 461)	(320)
NET INCREASE (DECREASE) IN NAV	9 599	7 050	9 280	8 863	4 979	1 680	2 291	3 996
NAV AT END OF PERIOD	\$ 17 106	\$ 7 507	\$ 18 183	\$ 8 903	\$ 6 713	\$ 1 734	\$ 6 341	\$ 4 050

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 210 466	\$ 161 440	\$ 232 660	\$ 162 045
INCREASE (DECREASE) IN NAV	52 140	66 444	60 357	69 400
Early redemption fees	—	—	1	—
Proceeds from redeemable units issued	2 638	—	40 017	23 202
Reinvestments of distributions to holders of redeemable units	46 539	19 530	56 750	21 143
Redemption of redeemable units	(60 297)	(17 418)	(78 592)	(21 699)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(11 120)	2 112	18 176	22 646
Distributions from net income	(1 326)	(2 720)	(1 326)	(2 720)
Distributions from net gains	(45 811)	(16 810)	(57 175)	(18 711)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(47 137)	(19 530)	(58 501)	(21 431)
NET INCREASE (DECREASE) IN NAV	(6 117)	49 026	20 032	70 615
NAV AT END OF PERIOD	\$ 204 349	\$ 210 466	\$ 252 692	\$ 232 660

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. mid-cap companies that are deemed to be undervalued in order to provide broad exposure to economic growth opportunities in the equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	27.0	19.0	18.2
Industrials	18.4	10.8	19.7
Consumer Discretionary	12.1	11.2	9.9
Information Technology	11.1	19.4	7.6
Materials	9.2	8.8	13.3
Utilities	6.9	–	–
Energy	5.2	14.0	12.6
Health Care	5.2	8.8	7.1
Other Sectors	–	5.7	5.9
United States Equity Funds	–	–	2.1
Cash/Other	4.9	2.3	3.6

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	100.0	100.0	100.0
Total	100.0	100.0	100.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 35-month (December 31, 2013 – 23-month, January 1, 2013 – 11-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell Midcap Value Index (CAD)	+ or - 1.1	+ or - 1.1	+ or - n/a

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	240 168	–	–	240 168
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	240 168	–	–	240 168
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	227 360	–	–	227 360
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	227 360	–	–	227 360
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	156 264	–	–	156 264
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 264	–	–	156 264
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.10%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor Series	72	55
Series D	72	55
Series F	72	55
Series O	73	56
Value of all units	4	3

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	574	45
Issued number of units	850	611
Reinvested number of units	308	49
Redeemed number of units	(376)	(131)
Ending number of units	1 356	574
Advisor Series		
Opening units	680	4
Issued number of units	899	726
Reinvested number of units	286	47
Redeemed number of units	(426)	(97)
Ending number of units	1 439	680
Series D		
Opening units	130	5
Issued number of units	546	202
Reinvested number of units	118	11
Redeemed number of units	(279)	(88)
Ending number of units	515	130
Series F		
Opening units	302	5
Issued number of units	237	298
Reinvested number of units	93	19
Redeemed number of units	(151)	(20)
Ending number of units	481	302



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	15 665	15 550
Issued number of units	175	–
Reinvested number of units	3 515	1 482
Redeemed number of units	(3 984)	(1 367)
Ending number of units	15 371	15 665

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	633	100	346	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	388	61	160	46

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Fund	13.6	16.5
RBC Global Balanced Fund	2.8	3.3
RBC U.S. Equity Fund	62.8	69.9
RBC U.S. Equity Currency Neutral Fund	0.7	0.8
Total	79.9	90.5

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	232 619	161 942
Revaluation of investments at FVTPL	41	103
Net assets attributable to holders of redeemable units	232 660	162 045
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		69 462
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(62)
Increase (decrease) in net assets attributable to holders of redeemable units		69 400



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC U.S. SMALL-CAP CORE EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
18 800	Core-Mark Holding Co. Inc.	\$ 845	\$ 1 353	
32 300	Destination Maternity Corp.	965	599	
332 930	Destination XL Group Inc.	1 640	2 112	
38 160	Drew Industries Inc.	1 396	2 264	
88 216	Fox Factory Holding Corp.	1 556	1 663	
48 390	Grand Canyon Education Inc.	1 557	2 623	
36 240	Helen Of Troy Ltd.	1 791	2 739	
38 300	Kona Grill Inc.	767	1 027	
89 800	Libbey Inc.	1 935	3 293	
40 400	Malibu Boats Inc.	864	904	
67 300	Performance Sports Group Ltd.	1 225	1 410	
155 400	Smith & Wesson Holding Corp.	1 861	1 710	
16 200	SodaStream International Ltd.	790	379	
43 725	Steven Madden Ltd.	1 428	1 617	
94 226	Universal Electronics Inc.	2 241	7 119	
34 300	Vera Bradley Inc.	809	812	
163 300	Zagg Inc.	1 139	1 288	
		22 809	32 912	22.8
Energy				
12 440	Geospace Technologies Corp.	935	383	
42 670	Gulfport Energy Corp.	1 982	2 069	
162 900	Ring Energy Inc.	2 623	1 987	
60 300	RSP Permian Inc.	1 740	1 761	
		7 280	6 200	4.3
Financials				
50 000	Amerisafe Inc.	1 725	2 461	
27 200	Amtrust Financial Services Inc.	1 398	1 778	
7 600	Bancfirst Corp.	462	560	
32 000	Chemical Financial Corp.	920	1 139	
23 200	Community Bank System Inc.	768	1 028	
178 500	Compass Diversified Holdings	3 105	3 370	
68 100	FXCM Inc., Class A	1 120	1 311	
179 600	Gramercy Property Trust Inc. Real Estate Investment Trust	1 138	1 440	
37 270	LaSalle Hotel Properties	1 194	1 752	
35 660	ProAssurance Corp.	1 702	1 871	
60 000	Safeguard Scientifics Inc.	1 155	1 382	
		14 687	18 092	12.6
Health Care				
11 000	Analogic Corp.	976	1 081	
51 900	Bio-Reference Laboratories Inc.	1 534	1 937	
215 900	BioScrip Inc.	1 899	1 753	
20 200	Hanger Orthopedic Group Inc.	810	514	
31 050	Masimo Corp.	741	950	
38 900	U.S. Physical Therapy Inc.	1 208	1 896	
56 820	West Pharmaceutical Services Inc.	1 973	3 512	
		9 141	11 643	8.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
217 440	ACCO Brands Corp.	\$ 1 798	\$ 2 276	
54 000	Astronics Corp.	2 189	3 470	
61 740	AZZ Inc.	2 263	3 366	
107 150	Columbus McKinnon Corp.	2 213	3 491	
50 570	Ducommun Inc.	1 178	1 487	
52 660	EnerSys	2 834	3 776	
60 300	GP Strategies Corp.	1 679	2 377	
13 200	Graham Corp.	431	441	
35 800	Hillenbrand Inc.	1 203	1 435	
60 790	Insteel Industries Inc.	970	1 665	
75 440	Interface Inc.	1 274	1 444	
20 900	Mistras Group Inc.	525	445	
27 830	Old Dominion Freight Line Inc.	1 155	2 510	
44 800	Patrick Industries Inc.	1 650	2 289	
66 400	Primoris Services Corp.	1 597	1 793	
32 480	Sun Hydraulics Corp.	930	1 486	
51 100	The Greenbrier Co. Inc.	1 294	3 192	
64 100	The KEYW Holding Corp.	1 228	773	
		26 411	37 716	26.2
Information Technology				
43 250	Interactive Intelligence Group	2 169	2 407	
31 060	InterDigital Inc.	1 097	1 909	
23 700	InvenSense Inc.	526	448	
64 550	NIC Inc.	1 208	1 349	
53 200	Synaptics Inc.	3 724	4 255	
83 400	Synchronoss Technologies Inc.	2 897	4 056	
86 160	Take-Two Interactive Software Inc.	1 327	2 806	
51 700	Tessco Technologies Inc.	1 378	1 742	
35 200	Tyler Technologies Inc.	2 466	4 476	
		16 792	23 448	16.3
Materials				
77 500	FutureFuel Corp.	1 178	1 172	
54 500	Glatfelter (P.H.) Co.	1 487	1 619	
41 370	Koppers Holdings Inc.	1 712	1 249	
35 100	Landec Corp.	489	563	
177 000	Omnova Solutions Inc.	1 439	1 678	
45 410	Universal Stainless & Alloy	1 895	1 327	
		8 200	7 608	5.3
Utilities				
32 800	The Laclede Group Inc.	1 746	2 026	
		1 746	2 026	1.4
Other				
10 300	iShares Russell 2000 Fund	1 176	1 431	
		1 176	1 431	1.0
TOTAL COMMON EQUITIES		\$ 108 242	141 076	98.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 848	2.0
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 143 924	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 141 076	\$ 118 916	\$ 40 004
Cash	2 028	7 201	1 780
Due from investment dealers	2 120	–	–
Subscriptions receivable	76	404	2
Dividends receivable, interest accrued and other assets	178	106	13
TOTAL ASSETS	145 478	126 627	41 799
LIABILITIES			
Due to investment dealers	1 364	1 856	139
Redemptions payable	137	14	–
Accounts payable and accrued expenses	53	46	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 554	1 916	143
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 143 924	\$ 124 711	\$ 41 656
Investments at cost	\$ 108 242	\$ 92 680	\$ 38 016
NAV			
SERIES A	\$ 10 148	\$ 11 186	\$ 462
ADVISOR SERIES	\$ 4 513	\$ 4 624	\$ 23
SERIES D	\$ 4 893	\$ 6 254	\$ 139
SERIES F	\$ 7 467	\$ 5 292	\$ 32
SERIES O	\$ 116 903	\$ 97 355	\$ 41 000
NAV PER UNIT			
SERIES A	\$ 16.15	\$ 14.62	\$ 10.18
ADVISOR SERIES	\$ 16.16	\$ 14.63	\$ 10.19
SERIES D	\$ 16.56	\$ 14.85	\$ 10.25
SERIES F	\$ 16.67	\$ 14.92	\$ 10.27
SERIES O	\$ 16.72	\$ 14.95	\$ 10.26

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 902	\$ 710
Other income (loss)	–	7
Securities lending revenue (see note 6 in the generic notes)	99	13
Net realized gain (loss) on investments	9 714	2 459
Net gain (loss) on foreign currencies and other net assets	373	47
Change in unrealized gain (loss) on investments	6 598	24 248
TOTAL INCOME (LOSS)	18 686	27 484
EXPENSES (see notes – Fund Specific Information)		
Management fees	401	154
Administration fees	136	75
Board of Governors costs	3	3
GST/HST	59	24
Transaction costs	114	104
Withholding tax	229	131
TOTAL EXPENSES	942	491
INCREASE (DECREASE) IN NAV	\$ 17 744	\$ 26 993
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 067	\$ 1 607
ADVISOR SERIES	\$ 514	\$ 416
SERIES D	\$ 546	\$ 872
SERIES F	\$ 884	\$ 323
SERIES O	\$ 14 733	\$ 23 775
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.71	\$ 4.11
ADVISOR SERIES	\$ 1.72	\$ 3.69
SERIES D	\$ 1.88	\$ 4.24
SERIES F	\$ 1.93	\$ 3.82
SERIES O	\$ 2.09	\$ 5.05

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 17 744	\$ 26 993
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(9 714)	(2 459)
Change in unrealized loss (gain) on investments	(6 598)	(24 248)
(Increase) decrease in accrued receivables	(2 192)	(93)
Increase (decrease) in accrued payables	(485)	1 759
Cost of investments purchased	(53 911)	(68 460)
Proceeds on sales of investments	48 063	16 255
NET CASH PROVIDED BY OPERATING ACTIVITIES	(7 093)	(50 253)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	46 333	67 106
Cash paid on redemption of redeemable units	(43 852)	(11 268)
Distributions paid to holders of redeemable units	(561)	(164)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 920	\$ 55 674
Net increase (decrease) in cash for the year	(5 173)	5 421
Cash (bank overdraft), beginning of period	7 201	1 780
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2 028	\$ 7 201
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 1 601	\$ 493

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 11 186	\$ 462	\$ 4 624	\$ 23	\$ 6 254	\$ 139	\$ 5 292	\$ 32
INCREASE (DECREASE) IN NAV	1 067	1 607	514	416	546	872	884	323
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	5 042	12 820	1 427	4 830	5 776	7 992	3 581	5 176
Reinvestments of distributions to holders of redeemable units	158	81	67	32	80	45	113	25
Redemption of redeemable units	(7 141)	(3 701)	(2 044)	(643)	(7 683)	(2 749)	(2 278)	(235)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 941)	9 200	(550)	4 219	(1 827)	5 288	1 416	4 966
Distributions from net income	—	—	—	—	—	—	(5)	(1)
Distributions from net gains	(164)	(83)	(75)	(34)	(80)	(45)	(120)	(28)
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(164)	(83)	(75)	(34)	(80)	(45)	(125)	(29)
NET INCREASE (DECREASE) IN NAV	(1 038)	10 724	(111)	4 601	(1 361)	6 115	2 175	5 260
NAV AT END OF PERIOD	\$ 10 148	\$ 11 186	\$ 4 513	\$ 4 624	\$ 4 893	\$ 6 254	\$ 7 467	\$ 5 292

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 97 355	\$ 41 000	\$ 124 711	\$ 41 656
INCREASE (DECREASE) IN NAV	14 733	23 775	17 744	26 993
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	30 179	36 690	46 005	67 508
Reinvestments of distributions to holders of redeemable units	2 299	1 095	2 717	1 278
Redemption of redeemable units	(24 829)	(3 954)	(43 975)	(11 282)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	7 649	33 831	4 747	57 504
Distributions from net income	(989)	(580)	(994)	(581)
Distributions from net gains	(1 845)	(671)	(2 284)	(861)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2 834)	(1 251)	(3 278)	(1 442)
NET INCREASE (DECREASE) IN NAV	19 548	56 355	19 213	83 055
NAV AT END OF PERIOD	\$ 116 903	\$ 97 355	\$ 143 924	\$ 124 711

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. small-cap companies in order to provide broad exposure to economic growth opportunities in the equity markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Industrials	26.2	24.8	22.8
Consumer Discretionary	22.8	20.1	22.6
Information Technology	16.3	20.0	17.4
Financials	12.6	8.6	11.2
Health Care	8.1	6.7	6.2
Materials	5.3	6.1	8.1
Energy	4.3	4.8	6.9
Other Sectors	2.4	4.3	–
Consumer Staples	–	–	0.4
Utilities	–	–	0.4
Cash/Other	2.0	4.6	4.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	100.0	99.8	100.0
Total	100.0	99.8	100.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 35-month (December 31, 2013 – 23-month, January 1, 2013 – 11-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 2000 Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - n/a

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	141 076	–	–	141 076
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	141 076	–	–	141 076
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	118 916	–	–	118 916
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	118 916	–	–	118 916
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	40 004	–	–	40 004
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	40 004	–	–	40 004
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.10%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%
Series O	0.10%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Advisor Series	53	52
Series D	53	52
Series F	53	52
Series O	55	53
Value of all units	4	3

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	765	45
Issued number of units	335	995
Reinvested number of units	10	6
Redeemed number of units	(482)	(281)
Ending number of units	628	765
Advisor Series		
Opening units	316	2
Issued number of units	95	358
Reinvested number of units	4	2
Redeemed number of units	(136)	(46)
Ending number of units	279	316
Series D		
Opening units	421	14
Issued number of units	378	610
Reinvested number of units	5	3
Redeemed number of units	(508)	(206)
Ending number of units	296	421
Series F		
Opening units	355	3
Issued number of units	235	367
Reinvested number of units	7	2
Redeemed number of units	(149)	(17)
Ending number of units	448	355



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	6 513	3 997
Issued number of units	1 952	2 748
Reinvested number of units	140	74
Redeemed number of units	(1 612)	(306)
Ending number of units	6 993	6 513

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	114	100	104	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	78	68	53	51

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	19 798	8 742
Fair value of collateral received	20 194	8 916

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Fund	5.9	9.2
RBC Global Balanced Fund	1.3	2.0
RBC U.S. Equity Fund	26.9	34.2
RBC U.S. Equity Currency Neutral Fund	0.3	0.4
Total	34.4	45.8

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	124 627	41 203
Revaluation of investments at FVTPL	84	453
Net assets attributable to holders of redeemable units	124 711	41 656
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		27 362
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(369)
Increase (decrease) in net assets attributable to holders of redeemable units		26 993

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC O'SHAUGHNESSY U.S. GROWTH FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
6 669	America's Car-Mart Inc.	\$ 391	\$ 414	
11 892	Brown Shoe Co. Inc.	380	444	
43 284	Build-A-Bear Workshop Inc.	681	1 010	
26 877	Burlington Stores Inc.	1 276	1 476	
8 254	Cato Corp., Class A	371	404	
16 641	Cavco Industries Inc.	1 415	1 533	
8 806	China Lodging Group Ltd. ADR	273	269	
12 054	Columbia Sportswear Co.	562	624	
44 591	Core-Mark Holding Co. Inc.	2 497	3 208	
12 134	Del Frisco's Restaurant Group Inc.	354	335	
134 779	Denny's Corp.	1 349	1 614	
2 540	DineEquity Inc.	285	306	
21 241	Escalade Inc.	366	372	
8 836	Finish Line, Class A	289	250	
16 881	FTD Co. Inc.	677	683	
6 272	G-III Apparel Group Ltd.	468	736	
10 434	Gentherm Inc.	392	444	
24 611	Helen Of Troy Ltd.	1 763	1 860	
9 274	Interval Leisure Group Inc.	297	225	
93 443	Marcus Corp.	1 821	2 009	
10 189	Marriott Vacations Worldwide Corp.	753	883	
43 969	McClatchy Co., Class A	310	170	
14 595	MDC Partners Inc.	325	385	
3 674	Nathan's Famous Inc.	326	341	
36 763	Nautilus Inc.	495	648	
7 771	Papa John's International Inc.	411	504	
16 761	Skechers U.S.A. Inc., Class A	811	1 076	
12 105	Sonic Corp.	228	383	
24 329	Standard Motor Products Inc.	968	1 077	
7 718	Strattec Security Corp.	605	740	
34 709	Texas Roadhouse Inc., Class A	1 230	1 361	
21 269	Tower International Inc.	806	631	
4 115	Universal Electronics Inc.	253	311	
24 773	Zumiez Inc.	939	1 112	
		24 367	27 838	18.0
Consumer Staples				
63 245	Cal-Maine Foods Inc.	2 707	2 868	
44 434	Calavo Growers Inc.	2 227	2 442	
57 863	John B. Sanfilippo & Son Inc.	2 166	3 059	
49 655	Liberator Medical Holdings Inc.	252	169	
59 222	MGP Ingredients Inc.	842	1 091	
42 480	Pilgrim's Pride Corp.	1 109	1 618	
12 147	Sanderson Farms Inc.	1 016	1 186	
19 198	Spectrum Brands Holdings Inc.	1 802	2 134	
40 727	SUPERVALU Inc.	422	459	
14 766	The Andersons Inc.	845	912	
65 196	The Pantry Inc.	1 830	2 807	
39 620	Vector Group Ltd.	912	981	
		16 130	19 726	12.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy				
58 429	Abraxas Petroleum Corp.	\$ 303	\$ 201	
43 347	Green Plains Inc.	1 538	1 249	
40 884	Matrix Service Co.	1 382	1 060	
39 399	North American Energy Partners Inc.	320	144	
87 470	Panhandle Oil and Gas Inc., Class A	2 290	2 369	
13 335	REX American Resources Corp.	1 311	960	
52 887	RPC Inc.	1 287	802	
22 245	Tesco Corp.	445	331	
34 074	Westmoreland Coal Co.	828	1 315	
		9 704	8 431	5.4
Financials				
11 306	American Equity Investment Life Holding Co.	233	383	
5 932	Argo Group International Holdings Ltd.	386	382	
4 085	Bank of Marin Bancorp	219	250	
39 718	BankFinancial Corp.	530	547	
123 825	Beneficial Mutual Bancorp Inc.	1 841	1 765	
265 688	BGC Partners Inc., Class A	2 201	2 824	
39 632	Bridge Capital Holdings	1 014	1 030	
89 216	Calamos Asset Management Inc., Class A	1 258	1 381	
7 109	Citizens & Northern Corp.	162	171	
16 631	CVB Financial Corp.	291	310	
5 429	Erie Indemnity Co., Class A	492	573	
13 502	FBL Financial Group Inc.	817	910	
27 706	Federated National Holding Co.	695	778	
32 849	First Bancorp	681	705	
21 439	First Defiance Financial Corp.	778	848	
10 197	First Interstate Bancsystem Inc., Class A	250	330	
20 110	FirstService Corp	1 220	1 188	
20 292	Flagstar Bancorp Inc.	478	371	
12 434	Global Indemnity Plc.	397	410	
36 465	Great Southern Bancorp Inc.	1 510	1 681	
15 822	Hanmi Financial Corp.	435	401	
5 435	HCI Group Inc.	273	273	
31 974	HFF Inc., Class A	1 029	1 334	
10 732	Hilltop Holdings Inc.	281	249	
19 409	IRSA Inversiones y Representaciones S.A. ADR	347	347	
10 343	Mercury General Corp.	604	681	
12 587	Montpelier Re Holdings Ltd.	478	524	
15 329	OneBeacon Insurance Group Ltd., Class A	288	289	
23 174	Pinnacle Financial Partners Inc.	860	1 065	
23 933	Piper Jaffray Cos	1 391	1 615	
11 888	Preferred Bank	351	385	
2 988	Safety Insurance Group Inc.	204	222	
7 446	Simmons First National Corp., Class A	284	351	
62 801	Symetra Financial Corp.	1 377	1 683	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
3 374	The Navigators Group Inc.	\$ 282	\$ 287	
14 683	United Community Banks Inc.	251	323	
170 343	United Community Financial Corp.	956	1 063	
95 397	United Insurance Holdings Corp.	1 537	2 433	
11 766	Western Alliance Bancorp	198	380	
3 539	WSFS Financial Corp.	253	316	
15 150	Yadkin Financial Corp.	346	345	
		<u>27 478</u>	<u>31 403</u>	20.2
Health Care				
8 205	Almost Family Inc.	298	276	
18 901	Chemed Corp.	2 165	2 320	
17 750	CONMED Corp.	925	927	
12 638	Corvel Corp.	553	546	
25 562	Cross Country Healthcare Inc.	285	371	
25 116	Emergent Biosolutions Inc.	716	795	
111 267	Extencicare Inc.	906	723	
15 925	Greatbatch Inc.	668	912	
8 272	ICU Medical Inc.	743	787	
30 275	Kindred Healthcare Inc.	856	639	
8 912	Masimo Corp.	294	273	
30 592	Omniceil Inc.	1 102	1 177	
24 317	Select Medical Holdings Corp.	407	407	
31 281	The Ensign Group Inc	1 281	1 613	
28 398	Triple-S Management Corp., Class B	781	789	
6 731	U.S. Physical Therapy Inc.	275	328	
		<u>12 255</u>	<u>12 883</u>	8.3
Industrials				
52 387	ACCO Brands Corp.	452	548	
11 770	Aceto Corp.	207	297	
26 260	Apogee Enterprises Inc.	1 289	1 293	
46 086	Argan Inc.	1 589	1 803	
3 453	Circor International Inc.	234	242	
13 996	Conrad Industries Inc.	608	569	
42 407	CRA International Inc.	1 331	1 494	
96 928	Douglas Dynamics Inc.	2 131	2 413	
45 361	Echo Global Logistics Inc.	1 281	1 539	
2 758	EnPro Industries Inc.	220	201	
4 924	G&K Services Inc.	239	405	
7 007	GP Strategies Corp.	253	276	
6 164	Grupo Aeroportuario del Centro Norte S.A.B. de C.V. ADR	269	260	
40 460	Heartland Express Inc.	945	1 270	
30 510	Hurco Co. Inc.	1 216	1 208	
10 691	Huron Consulting Group Inc.	656	849	
27 552	JetBlue Airways Corp.	257	508	
32 318	John Bean Technologies Corp.	1 053	1 235	
100 685	Knight Transportation Inc.	2 683	3 937	
5 009	Korn/Ferry International	154	167	
24 899	Marten Transport Ltd.	656	632	
5 486	Matson Inc.	215	220	
14 711	Navigant Consulting Inc.	278	263	
9 734	NCI Building Systems Inc.	215	209	
48 392	NN Inc.	903	1 156	
13 175	P.A.M. Transportation Services Inc.	391	794	
23 881	Steelcase Inc.	474	498	
2 654	Tennant Co.	210	223	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
40 754	The Greenbrier Co. Inc.	\$ 2 159	\$ 2 546	
52 102	Wabash National Corp.	796	748	
		<u>23 364</u>	<u>27 803</u>	17.9
Information Technology				
32 621	Amkor Technology Inc.	404	269	
27 835	Avid Technology Inc.	460	460	
4 649	Blackbaud Inc.	205	233	
51 135	Booz Allen Hamilton Holding Corp.	1 160	1 576	
144 708	China Digital TV Holding Co. Ltd. ADR	724	514	
17 438	comScore Inc.	727	941	
5 108	Comtech Telecommunications Corp.	217	187	
13 460	Dolby Laboratories Inc.	645	674	
23 071	DSP Group Inc.	287	291	
27 919	DTS Inc.	963	997	
16 377	Electronics for Imaging Inc.	447	815	
42 858	Entegris Inc.	599	658	
6 774	iGate Corp.	258	311	
41 126	Integrated Device Technology Inc.	641	936	
16 759	Integrated Silicon Solutions Inc.	273	323	
37 507	Ituran Location and Control Ltd.	984	959	
94 383	Kofax Ltd.	857	771	
47 320	Lattice Semiconductor Corp.	406	379	
95 160	Magic Software Enterprises Ltd.	883	658	
127 419	Micrel Inc.	1 694	2 148	
30 356	MKS Instruments Inc.	1 205	1 291	
60 741	Netscout Systems Inc.	2 615	2 579	
3 783	NVE Corp.	287	311	
11 536	Orbotech Ltd.	205	198	
12 073	Perficient Inc.	288	261	
60 351	Pericom Semiconductor Corp.	871	949	
6 303	Plexus Corp.	283	302	
18 904	Progress Software Corp.	568	593	
196 040	Quantum Corp.-DLT & Storage Systems Group	395	401	
5 522	Reis Inc.	161	168	
30 344	Silicon Motion Technology Corp. ADR	842	834	
4 839	Synaptics Inc.	303	387	
9 718	Teletech Holdings Inc.	256	267	
10 726	Tessera Technologies Inc.	430	446	
57 068	The Hackett Group Inc.	583	583	
18 981	Ultra Clean Holdings Inc.	306	205	
114 278	Wi-Lan Inc.	472	398	
18 366	WNS Holdings Ltd. ADR	455	440	
		<u>23 359</u>	<u>24 713</u>	15.9
Materials				
11 057	Clearwater Paper Corp.	669	881	
15 494	Globe Specialty Metals Inc.	345	310	
3 148	Kaiser Aluminum Corp.	261	261	
9 086	Myers Industries Inc.	220	186	
34 132	Neenah Paper Inc.	1 935	2 390	
14 236	Tronox Ltd.	452	395	
16 727	Wausau-Mosinee Paper Corp.	239	221	
		<u>4 121</u>	<u>4 644</u>	3.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
5 380	Atlantic Tele-Network Inc.	\$ 393	\$ 422	
59 786	Consolidated Communications Holdings Inc.	1 573	1 933	
		1 966	2 355	1.5
TOTAL COMMON EQUITIES				
		142 744	159 796	102.9
SHORT-TERM INVESTMENTS*				
		861	863	0.6
TOTAL INVESTMENTS				
		143 605	160 659	103.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	44	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(5 295)	(3.4)
TOTAL PORTFOLIO				
		\$ 143 605	155 408	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(152)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 155 256		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 486 Sold CAD 1 690 @ 1.1376	06-Jan-15	\$ 36
Bought USD 128 Sold CAD 145 @ 1.1317	16-Jan-15	4
Bought USD 74 Sold CAD 86 @ 1.1550	04-Mar-15	1
Bought CAD 1 970 Sold USD 1 690 @ 1.1657	24-Mar-15	3
Bought USD 100 Sold CAD 116 @ 1.1599	24-Mar-15	–
		\$ 44

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 850 Sold USD 1 640 @ 1.1280	06-Jan-15	\$ (55)
Bought CAD 10 795 Sold USD 9 841 @ 1.0970	06-Jan-15	(638)
Bought CAD 3 670 Sold USD 3 207 @ 1.1443	06-Jan-15	(56)
Bought USD 309 Sold CAD 361 @ 1.1668	06-Jan-15	(2)
Bought USD 40 Sold CAD 46 @ 1.1640	06-Jan-15	(1)
Bought CAD 23 459 Sold USD 21 096 @ 1.1120	16-Jan-15	(1 057)
Bought CAD 3 170 Sold USD 2 836 @ 1.1177	16-Jan-15	(126)
Bought CAD 2 700 Sold USD 2 399 @ 1.1257	26-Jan-15	(88)
Bought CAD 38 080 Sold USD 33 973 @ 1.1209	26-Jan-15	(1 411)
Bought USD 2 298 Sold CAD 2 678 @ 1.1654	26-Jan-15	(7)
Bought CAD 19 287 Sold USD 17 053 @ 1.1310	04-Feb-15	(540)
Bought CAD 1 630 Sold USD 1 437 @ 1.1344	17-Feb-15	(41)
Bought CAD 13 960 Sold USD 12 438 @ 1.1223	17-Feb-15	(506)
Bought CAD 2 400 Sold USD 2 131 @ 1.1263	17-Feb-15	(78)
Bought CAD 2 560 Sold USD 2 204 @ 1.1616	17-Feb-15	(3)
Bought USD 64 Sold CAD 75 @ 1.1657	4-Mar-15	(1)
Bought CAD 7 746 Sold USD 6 663 @ 1.1625	10-Mar-15	(7)
Bought CAD 17 612 Sold USD 15 577 @ 1.1306	16-Mar-15	(515)
Bought CAD 6 940 Sold USD 6 089 @ 1.1397	24-Mar-15	(147)
Bought CAD 1 485 Sold USD 1 290 @ 1.1513	01-Apr-15	(16)
		\$ (5 295)
TOTAL FOREIGN EXCHANGE		\$ (5 251)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 160 659	\$ 191 352	\$ 148 449
Cash	83	1	47
Due from investment dealers	39	–	–
Subscriptions receivable	28	119	26
Unrealized gain on foreign exchange contracts	44	159	531
Dividends receivable, interest accrued and other assets	76	217	18
TOTAL ASSETS	160 929	191 848	149 071
LIABILITIES			
Redemptions payable	168	76	163
Unrealized loss on foreign exchange contracts	5 295	2 412	396
Accounts payable and accrued expenses	210	237	187
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 673	2 725	746
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 155 256	\$ 189 123	\$ 148 325
Investments at cost	\$ 143 605	\$ 151 471	\$ 136 052
NAV			
SERIES A	\$ 142 978	\$ 174 322	\$ 139 087
SERIES D	\$ 8 142	\$ 9 979	\$ 5 376
SERIES F	\$ 4 135	\$ 4 821	\$ 3 861
SERIES O	\$ 1	\$ 1	\$ 1
NAV PER UNIT			
SERIES A	\$ 13.84	\$ 14.51	\$ 10.14
SERIES D	\$ 14.18	\$ 14.82	\$ 10.32
SERIES F	\$ 15.12	\$ 15.75	\$ 10.94
SERIES O	\$ 15.48	\$ 15.98	\$ 10.99

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 464	\$ 2 627
Interest for distribution purposes	1	(2)
Securities lending revenue (see note 6 in the generic notes)	34	46
Net realized gain (loss) on investments	29 081	41 993
Net gain (loss) on foreign currencies and other net assets	(11 222)	(7 072)
Change in unrealized gain (loss) on investments	(25 825)	25 096
TOTAL INCOME (LOSS)	(5 467)	62 688
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 068	2 030
Administration fees	248	243
Board of Governors costs	3	3
GST/HST	237	238
Transaction costs	293	282
Withholding tax	367	257
TOTAL EXPENSES	3 216	3 053
INCREASE (DECREASE) IN NAV	\$ (8 683)	\$ 59 635
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (8 011)	\$ 55 601
SERIES D	\$ (485)	\$ 2 502
SERIES F	\$ (187)	\$ 1 532
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ (0.71)	\$ 4.43
SERIES D	\$ (0.69)	\$ 4.56
SERIES F	\$ (0.69)	\$ 4.87
SERIES O	\$ (0.56)	\$ 5.04

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (8 683)	\$ 59 635
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(28 923)	(41 989)
Change in unrealized loss (gain) on investments	25 825	(25 096)
(Increase) decrease in accrued receivables	102	(199)
Increase (decrease) in accrued payables	(27)	50
Cost of investments purchased	(653 202)	(708 576)
Proceeds on sales of investments	689 991	735 146
NET CASH PROVIDED BY OPERATING ACTIVITIES	25 083	18 971
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	12 982	10 777
Cash paid on redemption of redeemable units	(37 983)	(29 794)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (25 001)	\$ (19 017)
Net increase (decrease) in cash for the year	82	(46)
Cash (bank overdraft), beginning of period	1	47
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 83	\$ 1
Interest received	\$ 1	\$ (2)
Dividends received, net of withholding taxes	\$ 2 238	\$ 2 171

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Series F	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 174 322	\$ 139 087	\$ 9 979	\$ 5 376	\$ 4 821	\$ 3 861
INCREASE (DECREASE) IN NAV	(8 011)	55 601	(485)	2 502	(187)	1 532
Early redemption fees	—	—	—	1	—	—
Proceeds from redeemable units issued	7 556	5 029	4 744	5 339	565	502
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(30 889)	(25 395)	(6 096)	(3 239)	(1 064)	(1 074)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(23 333)	(20 366)	(1 352)	2 101	(499)	(572)
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(31 344)	35 235	(1 837)	4 603	(686)	960
NAV AT END OF PERIOD	\$ 142 978	\$ 174 322	\$ 8 142	\$ 9 979	\$ 4 135	\$ 4 821

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 189 123	\$ 148 325
INCREASE (DECREASE) IN NAV	—	—	(8 683)	59 635
Early redemption fees	—	—	—	1
Proceeds from redeemable units issued	26	—	12 891	10 870
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(26)	—	(38 075)	(29 708)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	—	—	(25 184)	(18 837)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	—	—	(33 867)	40 798
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 155 256	\$ 189 123

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	20.2	20.7	24.8
Consumer Discretionary	18.0	17.7	23.3
Industrials	17.9	29.2	17.9
Information Technology	15.9	12.3	9.3
Consumer Staples	12.7	4.6	4.4
Health Care	8.3	4.1	9.2
Energy	5.4	–	–
Materials	–	6.7	7.0
Other Sectors	4.5	4.6	2.9
Cash/Other	(2.9)	0.1	1.2

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 2000 Index (USD)	+ or - 0.9	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	159 796	–	–	159 796
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	863	–	863
Derivatives – assets	–	44	–	44
Derivatives – liabilities	–	(5 295)	–	(5 295)
Total financial instruments	159 796	(4 388)	–	155 408
% of total portfolio	102.8	(2.8)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	188 886	–	–	188 886
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 466	–	2 466
Derivatives – assets	–	159	–	159
Derivatives – liabilities	–	(2 412)	–	(2 412)
Total financial instruments	188 886	213	–	189 099
% of total portfolio	99.9	0.1	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	146 604	–	–	146 604
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 845	–	1 845
Derivatives – assets	–	531	–	531
Derivatives – liabilities	–	(396)	–	(396)
Total financial instruments	146 604	1 980	–	148 584
% of total portfolio	98.7	1.3	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.25%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Series D	0.10%
Series F	0.10%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	47	47
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	256 250
Non-capital losses	2 349
Non-capital losses expire in:	
2029	989
2028	1 360

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	12 015	13 719
Issued number of units	545	420
Reinvested number of units	–	–
Redeemed number of units	(2 231)	(2 124)
Ending number of units	10 329	12 015
Series D		
Opening units	674	521
Issued number of units	332	415
Reinvested number of units	–	–
Redeemed number of units	(432)	(262)
Ending number of units	574	674
Series F		
Opening units	306	353
Issued number of units	37	37
Reinvested number of units	–	–
Redeemed number of units	(70)	(84)
Ending number of units	273	306
Series O		
Opening units	–	–
Issued number of units	2	–
Reinvested number of units	–	–
Redeemed number of units	(2)	–
Ending number of units	–	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	293	100	282	100
Related-party brokerage commissions*	11	4	3	1
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	16 725	12 693
Fair value of collateral received	17 060	12 946

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	188 967	147 149
Revaluation of investments at FVTPL	156	1 176
Net assets attributable to holders of redeemable units	189 123	148 325

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	60 655
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(1 020)
Increase (decrease) in net assets attributable to holders of redeemable units	59 635

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC O'SHAUGHNESSY U.S. GROWTH FUND II

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
2 123	Burlington Stores Inc.	\$ 96	\$ 117	
5 821	Cato Corp., Class A	254	285	
3 810	Columbia Sportswear Co.	175	197	
9 561	Core-Mark Holding Co. Inc.	600	688	
1 325	Cracker Barrel Old Country Store Inc.	107	217	
25 372	Denny's Corp.	289	304	
2 491	DeVry Inc.	121	137	
2 287	Dillard's Inc.	294	333	
831	DineEquity Inc.	98	100	
7 651	Escalade Inc.	137	134	
2 635	Famous Dave's of America Inc.	88	80	
6 057	Finish Line, Class A	190	171	
8 156	Foot Locker Inc.	474	533	
1 619	G-III Apparel Group Ltd.	124	190	
1 278	Garmin Ltd.	80	78	
3 652	Gentherm Inc.	145	155	
51	Graham Holdings Co.	52	51	
3 870	Hanesbrands Inc.	222	502	
1 491	Helen Of Troy Ltd.	97	113	
2 583	HSN Inc.	225	228	
7 462	Hyatt Hotels Corp., Class A	492	522	
7 329	Jack in the Box Inc.	281	681	
1 561	John Wiley & Sons Inc., Class A	99	107	
3 706	Lear Corp.	334	422	
7 280	Leggett & Platt Inc.	332	360	
2 164	Liberty Ventures, Class A	164	95	
7 345	Marcus Corp.	136	158	
4 145	Marriott Vacations Worldwide Corp.	335	359	
932	Nathan's Famous Inc.	84	87	
3 077	New Oriental Education & Technology Group Inc. ADR	110	73	
984	Papa John's International Inc.	62	64	
17 019	Restaurant Brands International Inc.	525	772	
7 002	Royal Caribbean Cruises Ltd.	445	671	
8 320	Smith & Wesson Holding Corp.	123	92	
5 916	Sonic Corp.	110	187	
4 195	Standard Motor Products Inc.	143	186	
4 181	TAL Education Group ADR	91	136	
899	Texas Roadhouse Inc., Class A	34	35	
6 626	Tower International Inc.	254	197	
4 699	Visteon Corp.	508	584	
		8 530	10 401	20.6
Consumer Staples				
17 282	Cal-Maine Foods Inc.	751	784	
5 220	Calavo Growers Inc.	260	287	
1 189	Caseys General Stores Inc.	122	125	
1 549	Coca-Cola Bottling Co. Consolidated	141	158	
8 134	Farmer Bros Co.	276	278	
8 240	Gruma S.A.B. de C.V. ADR	397	398	
8 311	Industrias Bachoco S.A.B. de C.V. ADR	499	484	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
1 091	Ingredion Inc.	\$ 92	\$ 108	
16 571	John B. Sanfilippo & Son Inc.	679	876	
593	Molson Coors Brewing Co., Class B	53	51	
8 565	Pilgrim's Pride Corp.	262	326	
2 300	Sanderson Farms Inc.	191	225	
1 011	Spectrum Brands Holdings Inc.	101	112	
3 242	Tyson Foods Inc.	127	151	
5 972	Vector Group Ltd.	139	148	
		4 090	4 511	8.9
Energy				
2 396	Green Plains Inc.	118	69	
2 673	Helmerich & Payne	279	209	
11 523	Matrix Service Co.	395	299	
11 350	Panhandle Oil and Gas Inc., Class A	365	308	
2 187	Patterson-UTI Energy Inc.	82	43	
13 580	RPC Inc.	335	206	
5 945	Targa Resources Corp.	609	732	
4 950	Tesco Corp.	111	74	
		2 294	1 940	3.8
Financials				
2 663	Argo Group International Holdings Ltd.	159	172	
2 618	Erie Indemnity Co., Class A	251	276	
2 771	FBL Financial Group Inc.	181	187	
1 504	First American Financial Corp.	58	59	
2 035	First Defiance Financial Corp.	77	81	
6 325	Great Southern Bancorp Inc.	272	292	
6 358	HFF Inc., Class A	229	265	
2 162	Mercury General Corp.	139	142	
1 920	Piper Jaffray Cos	117	130	
4 806	Safeguard Scientifics Inc.	112	111	
624	Safety Insurance Group Inc.	45	46	
49 311	United Community Financial Corp.	279	308	
5 581	W.R. Berkley Corp.	321	332	
		2 240	2 401	4.8
Health Care				
4 043	Anika Therapeutics Inc.	175	191	
3 478	Centene Corp.	377	420	
1 316	Charles River Laboratories International	90	97	
3 154	Chemed Corp.	359	387	
11 323	Concord Medical Services Holdings Ltd. ADR	97	84	
5 041	Corvel Corp.	225	218	
6 994	Depomed Inc.	106	131	
5 191	ExamWorks Group Inc.	160	251	
13 105	Extendicare Inc.	115	85	
1 987	Health Net Inc.	115	124	
1 280	Hospira Inc.	72	91	
780	Jazz Pharmaceuticals Plc.	89	148	
7 911	LifePoint Hospitals Inc.	615	661	
3 598	Masimo Corp.	113	110	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
8 051	Natus Medical Inc.	\$ 317	\$ 337	
2 067	Patterson Co. Inc.	118	116	
1 685	Salix Pharmaceuticals Ltd.	137	225	
16 329	Select Medical Holdings Corp.	271	273	
3 730	Team Health Holdings Inc.	254	249	
7 113	Triple-S Management Corp., Class B	195	198	
2 354	U.S. Physical Therapy Inc.	106	115	
985	United Therapeutics Corp.	112	148	
2 983	Universal Health Services Inc., Class B	366	385	
8 962	Vascular Solutions Inc.	251	283	
13 134	VCA Antech Inc.	633	744	
3 204	WuXi PharmaTech Cayman Inc. ADR	113	125	
		5 581	6 196	12.3
Industrials				
5 236	AAON Inc.	86	136	
5 269	Aceto Corp.	102	133	
2 814	Acuity Brands Inc.	402	458	
2 486	ArcBest Corp.	114	134	
8 789	Avis Budget Group Inc.	358	677	
4 362	Bunzl Plc. ADR	133	137	
1 030	C.H. Robinson Worldwide Inc.	83	90	
3 685	Cintas Corp.	311	336	
3 912	Conrad Industries Inc.	167	159	
3 531	CRA International Inc.	129	124	
1 840	Curtiss-Wright Corp.	127	151	
15 728	Douglas Dynamics Inc.	385	392	
1 950	Embraer S.A. ADR	84	84	
2 785	Engility Holdings Inc.	141	138	
12 811	Exelis Inc.	256	261	
404	G&K Services Inc.	32	33	
3 617	Grupo Aeroportuario del Pacifico S.A.B. de C.V. ADR	278	266	
22 979	Hawaiian Holdings Inc.	357	695	
4 539	Heartland Express Inc.	114	142	
5 877	HNI Corp.	329	349	
5 063	Huntington Ingalls Industries Inc.	502	662	
2 562	Hurco Co. Inc.	94	101	
4 345	Huron Consulting Group Inc.	304	345	
7 550	JetBlue Airways Corp.	105	139	
2 106	Kirby Corp.	279	198	
22 146	Knight Transportation Inc.	649	866	
3 469	Landstar System Inc.	296	292	
12 073	Multi-Color Corp.	683	777	
14 577	NN Inc.	330	348	
5 354	Old Dominion Freight Line Inc.	439	483	
1 890	Republic Services Inc.	83	88	
7 060	Robert Half International Inc.	436	479	
7 057	Ryder System Inc.	672	761	
1 743	Saia Inc.	107	112	
2 687	Spirit Airlines Inc.	115	236	
9 304	The Greenbrier Co. Inc.	464	581	
19 019	Trinity Industries	778	619	
3 154	Tutor Perini Corp.	101	88	
3 496	United Rentals Inc.	357	415	
10 581	US Ecology Inc.	417	493	
1 546	VSE Corp.	106	118	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
1 849	WABCO Holdings Inc.	\$ 217	\$ 225	
5 861	West Corp.	208	225	
		11 730	13 546	26.8
Information Technology				
7 601	American Software Inc., Class A	92	80	
27 112	Amkor Technology Inc.	322	224	
2 384	Aspen Technology Inc.	126	97	
9 645	Booz Allen Hamilton Holding Corp.	267	297	
4 964	Callidus Software Inc.	65	94	
6 220	CDW Corp.	221	254	
1 408	Computer Sciences Corp.	99	103	
3 737	CSG Systems International Inc.	124	109	
2 784	Electronics for Imaging Inc.	88	139	
1 969	Envestnet Inc.	94	112	
1 415	ePlus Inc.	119	124	
1 909	Factset Research Systems Inc.	305	312	
903	Gartner Inc.	86	88	
5 402	Harris Corp.	426	451	
3 353	IAC/InterActiveCorp.	272	237	
13 182	Integrated Device Technology Inc.	193	300	
12 148	Ituran Location and Control Ltd.	214	310	
14 794	Logitech International S.A.	255	231	
7 902	Manhattan Associates Inc.	208	374	
14 563	Marvell Technology Group Ltd.	242	245	
3 108	Maxim Integrated Products	115	115	
1 237	MKS Instruments Inc.	52	53	
5 744	Newport Corp.	136	128	
2 014	Open Text Corp.	108	136	
5 760	PTC Inc.	237	245	
4 973	Sanmina Corp.	121	136	
4 647	Silicon Motion Technology Corp. ADR	82	128	
36 195	Siliconware Precision Industries Co. ADR	310	317	
18 518	Skyworks Solutions Inc.	776	1 564	
6 507	Take-Two Interactive Software Inc.	179	212	
17 877	The Hackett Group Inc.	184	183	
15 920	Ultra Clean Holdings Inc.	195	172	
7 488	VASCO Data Security International Inc.	117	245	
1 938	Verint Systems Inc.	100	131	
1 838	Verisign Inc.	121	122	
3 923	Zebra Technologies Corp.	309	353	
		6 960	8 421	16.7
Materials				
1 228	A. Schulman Inc.	56	58	
8 638	Ball Corp.	601	684	
1 821	Century Aluminum Company	52	52	
2 932	Eagle Materials Inc.	319	259	
18 955	Graphic Packaging Holding Co.	264	300	
3 838	Huntsman Corp.	114	102	
1 567	International Flavors & Fragrances Inc.	177	184	
1 320	NewMarket Corp.	566	619	
1 749	Packaging Corp. of America	86	159	
1 801	PolyOne Corp.	77	79	
3 258	Steel Dynamics Inc.	86	75	
		2 398	2 571	5.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
12 081	Consolidated Communications Holdings Inc.	\$ 354	\$ 391	
45 083	Frontier Communications Corp.	327	349	
9 195	Hellenic Telecommunications Organization S.A. ADR	87	57	
17 560	Spark New Zealand Ltd. ADR	241	244	
56 508	Windstream Holdings Inc.	686	541	
		<u>1 695</u>	<u>1 582</u>	<u>3.1</u>
TOTAL COMMON EQUITIES				
		45 518	51 569	102.1
SHORT-TERM INVESTMENTS*				
		946	949	1.9
TOTAL INVESTMENTS				
		46 464	52 518	104.0
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	15	-
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		-	(1 770)	(3.5)
TOTAL PORTFOLIO				
		<u>\$ 46 464</u>	<u>50 763</u>	<u>100.5</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(263)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 50 500</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 0.08% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 334 Sold CAD 380 @ 1.1376	06-Jan-15	\$ 9
Bought USD 164 Sold CAD 185 @ 1.1309	26-Jan-15	5
Bought CAD 640 Sold USD 549 @ 1.1657	24-Mar-15	1
Bought USD 70 Sold CAD 81 @ 1.1599	24-Mar-15	-
		<u>\$ 15</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 12 539 Sold USD 11 431 @ 1.0970	06-Jan-15	\$ (741)
Bought CAD 770 Sold USD 683 @ 1.1280	06-Jan-15	(23)
Bought CAD 929 Sold USD 812 @ 1.1443	06-Jan-15	(14)
Bought USD 50 Sold CAD 58 @ 1.1668	06-Jan-15	(1)
Bought CAD 1 240 Sold USD 1 109 @ 1.1177	16-Jan-15	(49)
Bought CAD 6 420 Sold USD 5 773 @ 1.1120	16-Jan-15	(289)
Bought CAD 1 080 Sold USD 959 @ 1.1257	26-Jan-15	(35)
Bought CAD 419 Sold USD 372 @ 1.1255	26-Jan-15	(14)
Bought CAD 5 222 Sold USD 4 659 @ 1.1209	26-Jan-15	(193)
Bought USD 916 Sold CAD 1 068 @ 1.1654	26-Jan-15	(3)
Bought CAD 3 639 Sold USD 3 242 @ 1.1223	17-Feb-15	(132)
Bought CAD 370 Sold USD 326 @ 1.1344	17-Feb-15	(9)
Bought CAD 690 Sold USD 613 @ 1.1263	17-Feb-15	(22)
Bought CAD 800 Sold USD 689 @ 1.1616	17-Feb-15	(1)
Bought USD 25 Sold CAD 29 @ 1.1657	04-Mar-15	(1)
Bought CAD 5 388 Sold USD 4 635 @ 1.1625	10-Mar-15	(5)
Bought CAD 1 504 Sold USD 1 329 @ 1.1317	16-Mar-15	(43)
Bought CAD 7 930 Sold USD 6 958 @ 1.1397	24-Mar-15	(168)
Bought CAD 2 401 Sold USD 2 085 @ 1.1513	01-Apr-15	(27)
		<u>\$ (1 770)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (1 755)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 52 518	\$ 61 874	\$ 40 914
Cash	9	96	61
Due from investment dealers	121	50	362
Subscriptions receivable	9	188	43
Unrealized gain on foreign exchange contracts	15	2	159
Dividends receivable, interest accrued and other assets	40	62	12
TOTAL ASSETS	52 712	62 272	41 551
LIABILITIES			
Due to investment dealers	264	126	318
Redemptions payable	83	96	129
Unrealized loss on foreign exchange contracts	1 770	927	40
Accounts payable and accrued expenses	95	104	69
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 212	1 253	556
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 50 500	\$ 61 019	\$ 40 995
Investments at cost	\$ 46 464	\$ 49 303	\$ 38 014
NAV			
SERIES A	\$ 43 478	\$ 51 597	\$ 33 028
ADVISOR SERIES	\$ 1 337	\$ 1 667	\$ 1 228
SERIES D	\$ 3 320	\$ 4 500	\$ 1 576
SERIES F	\$ 2 365	\$ 3 255	\$ 5 163
NAV PER UNIT			
SERIES A	\$ 9.11	\$ 9.17	\$ 6.50
ADVISOR SERIES	\$ 9.17	\$ 9.23	\$ 6.54
SERIES D	\$ 9.68	\$ 9.65	\$ 6.78
SERIES F	\$ 9.87	\$ 9.81	\$ 6.88

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 875	\$ 752
Interest for distribution purposes	(1)	4
Securities lending revenue (see note 6 in the generic notes)	16	8
Net realized gain (loss) on investments	11 032	11 197
Net gain (loss) on foreign currencies and other net assets	(3 722)	(1 881)
Change in unrealized gain (loss) on investments	(7 347)	8 627
TOTAL INCOME (LOSS)	853	18 707
EXPENSES (see notes – Fund Specific Information)		
Management fees	968	883
Administration fees	81	72
Board of Governors costs	3	3
GST/HST	110	103
Transaction costs	58	56
Withholding tax	100	73
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	1 317	1 190
INCREASE (DECREASE) IN NAV	\$ (464)	\$ 17 517
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (451)	\$ 14 547
ADVISOR SERIES	\$ (17)	\$ 520
SERIES D	\$ 1	\$ 960
SERIES F	\$ 3	\$ 1 490
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (0.08)	\$ 2.69
ADVISOR SERIES	\$ (0.09)	\$ 2.70
SERIES D	\$ (0.01)	\$ 2.88
SERIES F	\$ 0.02	\$ 2.94

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (464)	\$ 17 517
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(11 032)	(11 197)
Change in unrealized loss (gain) on investments	7 347	(8 627)
(Increase) decrease in accrued receivables	(49)	262
Increase (decrease) in accrued payables	129	(157)
Cost of investments purchased	(160 323)	(275 438)
Proceeds on sales of investments	174 194	275 346
NET CASH PROVIDED BY OPERATING ACTIVITIES	9 802	(2 294)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	7 960	19 633
Cash paid on redemption of redeemable units	(17 849)	(17 304)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (9 889)	\$ 2 329
Net increase (decrease) in cash for the year	(87)	35
Cash (bank overdraft), beginning of period	96	61
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 9	\$ 96
Interest received	\$ (1)	\$ 4
Dividends received, net of withholding taxes	\$ 797	\$ 629

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 51 597	\$ 33 028	\$ 1 667	\$ 1 228	\$ 4 500	\$ 1 576
INCREASE (DECREASE) IN NAV	(451)	14 547	(17)	520	1	960
Early redemption fees	—	—	—	—	2	1
Proceeds from redeemable units issued	5 055	14 634	149	567	2 420	3 456
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(12 723)	(10 612)	(462)	(648)	(3 603)	(1 493)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(7 668)	4 022	(313)	(81)	(1 181)	1 964
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(8 119)	18 569	(330)	439	(1 180)	2 924
NAV AT END OF PERIOD	\$ 43 478	\$ 51 597	\$ 1 337	\$ 1 667	\$ 3 320	\$ 4 500

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 255	\$ 5 163	\$ 61 019	\$ 40 995
INCREASE (DECREASE) IN NAV	3	1 490	(464)	17 517
Early redemption fees	—	—	2	1
Proceeds from redeemable units issued	157	1 121	7 781	19 778
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(1 050)	(4 519)	(17 838)	(17 272)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(893)	(3 398)	(10 055)	2 507
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(890)	(1 908)	(10 519)	20 024
NAV AT END OF PERIOD	\$ 2 365	\$ 3 255	\$ 50 500	\$ 61 019

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Industrials	26.8	32.9	20.6
Consumer Discretionary	20.6	25.0	31.1
Information Technology	16.7	15.3	12.3
Health Care	12.3	10.6	9.1
Consumer Staples	8.9	4.0	4.3
Other Sectors	6.9	6.2	6.3
Materials	5.1	5.9	13.7
Financials	4.8	–	–
Cash/Other	(2.1)	0.1	2.6

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 2500 Index (USD)	+ or - 0.9	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	51 569	–	–	51 569
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	949	–	949
Derivatives – assets	–	15	–	15
Derivatives – liabilities	–	(1 770)	–	(1 770)
Total financial instruments	51 569	(806)	–	50 763
% of total portfolio	101.6	(1.6)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	60 973	–	–	60 973
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	901	–	901
Derivatives – assets	–	2	–	2
Derivatives – liabilities	–	(927)	–	(927)
Total financial instruments	60 973	(24)	–	60 949
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	39 933	–	–	39 933
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	981	–	981
Derivatives – assets	–	159	–	159
Derivatives – liabilities	–	(40)	–	(40)
Total financial instruments	39 933	1 100	–	41 033
% of total portfolio	97.3	2.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.10%
Series D	0.10%
Series F	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	434
Non-capital losses	514
Non-capital losses expire in:	
2031	370
2029	144

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	5 625	5 080
Issued number of units	562	1 926
Reinvested number of units	–	–
Redeemed number of units	(1 416)	(1 381)
Ending number of units	4 771	5 625

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Advisor Series		
Opening units	181	188
Issued number of units	16	75
Reinvested number of units	–	–
Redeemed number of units	(51)	(82)
Ending number of units	146	181
Series D		
Opening units	466	232
Issued number of units	255	421
Reinvested number of units	–	–
Redeemed number of units	(378)	(187)
Ending number of units	343	466
Series F		
Opening units	332	751
Issued number of units	16	132
Reinvested number of units	–	–
Redeemed number of units	(108)	(551)
Ending number of units	240	332

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	58	100	56	100
Related-party brokerage commissions*	3	5	1	2
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	6 357	4 111
Fair value of collateral received	6 485	4 193

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	60 985	40 844
Revaluation of investments at FVTPL	34	151
Net assets attributable to holders of redeemable units	61 019	40 995
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		17 634
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(117)
Increase (decrease) in net assets attributable to holders of redeemable units		17 517

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC LIFE SCIENCE AND TECHNOLOGY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Biotechnology				
24 200	Acorda Therapeutics Inc.	\$ 1 082	\$ 1 149	
3 400	Alexion Pharmaceuticals Inc.	735	731	
11 900	Alkermes Plc.	692	810	
16 200	AMAG Pharmaceuticals Inc.	684	802	
10 000	Amgen Inc.	1 382	1 851	
5 300	Biogen Idec Inc.	2 072	2 092	
10 900	BioMarin Pharmaceuticals Inc.	940	1 145	
4 600	Bluebird Bio Inc.	224	490	
11 700	Celgene Corp.	1 160	1 521	
18 900	Esperion Therapeutics Inc.	648	888	
32 000	Exact Sciences Corp.	944	1 020	
15 500	Gilead Sciences Inc.	1 728	1 697	
5 700	Incyte Corporation Ltd.	407	484	
10 200	Isis Pharmaceuticals Inc.	552	732	
9 300	Kite Pharma Inc.	363	623	
6 000	MacroGenics Inc.	213	244	
41 700	Merrimack Pharmaceuticals Inc.	431	548	
55 900	Neurocrine Biosciences Inc.	1 212	1 451	
15 400	NPS Pharmaceuticals Inc.	569	640	
16 200	Ophthotech Corp.	783	845	
12 500	Otonomy Inc.	540	484	
11 700	PTC Therapeutics Inc.	642	704	
5 400	Receptos Inc.	538	769	
800	Regeneron Pharmaceutical	325	381	
9 200	TESARO Inc.	386	398	
4 600	Vertex Pharmaceuticals Inc.	571	635	
		19 823	23 134	15.2
Communications Equipment				
64 400	Cisco Systems Inc.	1 875	2 081	
13 200	F5 Networks Inc.	1 777	2 001	
12 500	Palo Alto Networks Inc.	1 192	1 780	
		4 844	5 862	3.8
Electronic Equipment and Instruments				
18 000	Keysight Technologies Inc.	716	707	
		716	707	0.5
Food and Staples Retailing				
15 900	Diplomat Pharmacy Inc.	343	506	
		343	506	0.3
Health Care Equipment and Supplies				
14 300	Abbott Laboratories	769	748	
7 300	C.R. Bard Inc.	1 285	1 412	
11 600	DexCom Inc.	717	741	
5 800	Edwards Lifesciences Corp.	533	857	
29 900	Medtronic Inc.	2 160	2 507	
32 800	NuVasive Inc.	1 660	1 796	
26 900	Steris Corp.	1 793	2 027	
17 000	Stryker Corp.	1 724	1 862	
		10 641	11 950	7.8

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care Providers and Services				
16 500	Acadia Healthcare Co. Inc., Class A	\$ 1 159	\$ 1 173	
20 300	Aetna Inc.	2 004	2 095	
13 900	AmerisourceBergen Corp.	1 348	1 456	
10 000	Anthem Inc.	1 201	1 461	
12 200	Centene Corp.	1 502	1 472	
11 900	Cigna Corp.	1 377	1 423	
10 700	Community Health Systems Inc.	678	670	
21 000	HCA Holdings Inc.	1 794	1 791	
13 500	Henry Schein Inc.	2 009	2 135	
9 000	Humana Inc.	1 450	1 502	
24 300	Molina Healthcare Inc.	1 438	1 512	
25 500	UnitedHealth Group Incorporated	2 437	2 995	
11 800	Universal Health Services Inc., Class B	1 507	1 525	
		19 904	21 210	13.9
Health Care Technology				
15 300	Cerner Corp.	944	1 148	
		944	1 148	0.8
Internet Software and Services				
16 300	Alibaba Group Holding Ltd. ADR	1 729	1 968	
22 000	Facebook Inc., Class A	1 998	1 994	
2 400	Google Inc., Class A	1 501	1 480	
19 500	Yahoo! Inc.	886	1 144	
		6 114	6 586	4.3
IT Services				
14 500	Accenture Plc., Class A	1 440	1 505	
7 400	MasterCard Inc.	735	741	
4 900	Visa Inc., Class A	1 303	1 493	
		3 478	3 739	2.4
Pharmaceuticals				
14 900	AbbVie Inc.	941	1 133	
5 900	Actavis Plc.	1 601	1 766	
26 800	Bristol-Myers Squibb Co.	1 483	1 838	
24 200	Hospira Inc.	1 651	1 722	
19 800	Medicines Co.	574	637	
27 800	Mylan Laboratories Inc.	1 552	1 821	
5 200	Perrigo Company Plc.	1 014	1 009	
30 500	Pfizer Inc.	1 104	1 104	
8 800	Valeant Pharmaceuticals International Inc.	1 421	1 463	
64 000	XenoPort Inc.	670	652	
16 700	Zoetis Inc.	682	834	
7 200	ZS Pharma Inc.	333	348	
		13 026	14 327	9.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Semiconductors and Semiconductor Equipment				
16 100	Avago Technologies Ltd.	\$ 1 349	\$ 1 882	
38 000	Broadcom Corp.	1 713	1 913	
48 700	Integrated Device Technology Inc.	972	1 109	
44 400	Intel Corp.	1 510	1 872	
63 800	Intersil Corp.	1 009	1 073	
19 800	Lam Research Corp.	1 544	1 825	
65 400	Micron Technology Inc.	2 153	2 660	
31 400	Monolithic Power Systems Inc.	1 639	1 815	
73 400	Nvidia Corp.	1 653	1 710	
20 000	NXP Semiconductor N.V.	1 484	1 775	
81 000	RF Micro Devices Inc.	1 386	1 559	
24 000	Skyworks Solutions Inc.	1 363	2 027	
31 100	Texas Instruments Inc.	1 708	1 932	
		<u>19 483</u>	<u>23 152</u>	15.2
Software				
44 300	Barracuda Networks Inc.	1 504	1 845	
58 400	Fortinet Inc.	1 747	2 080	
90 100	Microsoft Corp.	4 306	4 862	
15 100	NetSuite Inc.	1 873	1 913	
40 700	Oracle Corporation	2 069	2 126	
18 900	ServiceNow Inc.	1 470	1 490	
19 600	Tableau Software Inc.	1 865	1 930	
57 300	The Rubicon Project Inc.	1 050	1 074	
		<u>15 884</u>	<u>17 320</u>	11.4
Technology Hardware, Storage and Peripherals				
67 400	Apple Inc.	6 320	8 643	
55 900	EMC Corp.	1 890	1 932	
66 000	Hewlett-Packard Co.	2 470	3 078	
83 600	Qlogic Corp.	1 242	1 294	
12 400	Sandisk Corp.	1 457	1 412	
34 000	Seagate Technology	2 426	2 627	
18 700	Western Digital Corp.	2 335	2 405	
		<u>18 140</u>	<u>21 391</u>	14.0
TOTAL COMMON EQUITIES		<u>133 340</u>	<u>151 032</u>	99.0
SHORT-TERM INVESTMENTS*		<u>2 241</u>	<u>2 250</u>	1.5
TOTAL INVESTMENTS		<u>\$ 135 581</u>	<u>153 282</u>	100.5
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(774)</u>	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 152 508</u>	<u>152 508</u>	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.18% to 1.00% and mature between January 2, 2015 and January 20, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 153 282	\$ 106 618	\$ 77 254
Cash	11	8	24
Due from investment dealers	–	2 448	–
Subscriptions receivable	511	221	9
Unrealized gain on foreign exchange contracts	–	–	3
Dividends receivable, interest accrued and other assets	56	43	9
TOTAL ASSETS	153 860	109 338	77 299
LIABILITIES			
Due to investment dealers	671	1 051	–
Redemptions payable	410	59	59
Unrealized loss on foreign exchange contracts	–	–	66
Accounts payable and accrued expenses	271	187	141
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 352	1 297	266
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 152 508	\$ 108 041	\$ 77 033
Investments at cost	\$ 135 581	\$ 87 589	\$ 68 891
NAV			
SERIES A	\$ 122 288	\$ 98 869	\$ 74 012
SERIES D	\$ 27 704	\$ 8 930	\$ 2 993
SERIES F	\$ 2 516	\$ 242	\$ 28
NAV PER UNIT			
SERIES A	\$ 11.57	\$ 9.12	\$ 6.12
SERIES D	\$ 12.44	\$ 9.71	\$ 6.45
SERIES F	\$ 13.97	\$ 10.87	\$ 7.20

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 894	\$ 817
Interest for distribution purposes	6	5
Securities lending revenue (see note 6 in the generic notes)	43	11
Net realized gain (loss) on investments	32 693	26 597
Net gain (loss) on foreign currencies and other net assets	(327)	(307)
Change in unrealized gain (loss) on investments	(1 328)	10 729
TOTAL INCOME (LOSS)	32 981	37 852
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 208	1 577
Administration fees	183	127
Board of Governors costs	3	3
GST/HST	238	174
Transaction costs	351	208
Withholding tax	223	96
TOTAL EXPENSES	3 206	2 185
INCREASE (DECREASE) IN NAV	\$ 29 775	\$ 35 667
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 25 766	\$ 33 749
SERIES D	\$ 3 938	\$ 1 871
SERIES F	\$ 71	\$ 47
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 2.34	\$ 3.00
SERIES D	\$ 2.61	\$ 3.26
SERIES F	\$ 2.91	\$ 3.67

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 29 775	\$ 35 667
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(32 675)	(26 513)
Change in unrealized loss (gain) on investments	1 328	(10 729)
(Increase) decrease in accrued receivables	2 435	(2 482)
Increase (decrease) in accrued payables	(296)	1 097
Cost of investments purchased	(959 874)	(365 543)
Proceeds on sales of investments	944 557	373 358
NET CASH PROVIDED BY OPERATING ACTIVITIES	(14 750)	4 855
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	56 659	10 858
Cash paid on redemption of redeemable units	(41 906)	(15 729)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 14 753	\$ (4 871)
Net increase (decrease) in cash for the year	3	(16)
Cash (bank overdraft), beginning of period	8	24
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 11	\$ 8
Interest received	\$ 6	\$ 5
Dividends received, net of withholding taxes	\$ 1 658	\$ 687

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Series D		Series F		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 98 869	\$ 74 012	\$ 8 930	\$ 2 993	\$ 242	\$ 28	\$ 108 041	\$ 77 033
INCREASE (DECREASE) IN NAV	25 766	33 749	3 938	1 871	71	47	29 775	35 667
Early redemption fees	–	–	3	1	–	–	3	1
Proceeds from redeemable units issued	18 343	5 050	35 327	5 851	3 279	169	56 949	11 070
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(20 690)	(13 942)	(20 494)	(1 786)	(1 076)	(2)	(42 260)	(15 730)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2 347)	(8 892)	14 836	4 066	2 203	167	14 692	(4 659)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	23 419	24 857	18 774	5 937	2 274	214	44 467	31 008
NAV AT END OF PERIOD	\$ 122 288	\$ 98 869	\$ 27 704	\$ 8 930	\$ 2 516	\$ 242	\$ 152 508	\$ 108 041

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies whose businesses relate to life sciences and technology and are expected to benefit from scientific and technological advances.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Biotechnology	15.2	16.2	16.7
Semiconductor Equipment and Products	15.2	12.8	15.4
Technology Hardware, Storage and Peripherals	14.0	–	–
Health Care Providers and Services	13.9	5.2	–
Software	11.4	6.1	16.2
Pharmaceuticals	9.4	8.6	5.0
Health Care Equipment and Supplies	7.8	6.5	7.3
Other Sectors	7.8	11.8	9.1
Internet Software and Services	4.3	9.9	9.2
Computers and Peripherals	–	11.2	10.4
Life Sciences Tools and Services	–	5.2	–
IT Services	–	4.0	–
Communications Equipment	–	–	9.1
Cash/Other	1.0	2.5	1.6

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.7	99.8	85.0
Total	99.7	99.8	85.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.2	+ or - 1.1	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	151 032	–	–	151 032
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 250	–	2 250
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	151 032	2 250	–	153 282
% of total portfolio	98.5	1.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	105 263	–	–	105 263
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 355	–	1 355
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	105 263	1 355	–	106 618
% of total portfolio	98.7	1.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	75 765	–	–	75 765
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 489	–	1 489
Derivatives – assets	–	3	–	3
Derivatives – liabilities	–	(66)	–	(66)
Total financial instruments	75 765	1 426	–	77 191
% of total portfolio	98.2	1.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Series D	0.10%
Series F	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	627 174
Non-capital losses	13 401
Non-capital losses expire in:	
2028	1 205
2027	2 297
2026	4 177
2015	5 722

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	10 839	12 097
Issued number of units	1 790	665
Reinvested number of units	–	–
Redeemed number of units	(2 061)	(1 923)
Ending number of units	10 568	10 839
Series D		
Opening units	919	464
Issued number of units	3 204	681
Reinvested number of units	–	–
Redeemed number of units	(1 897)	(226)
Ending number of units	2 226	919
Series F		
Opening units	22	4
Issued number of units	250	18
Reinvested number of units	–	–
Redeemed number of units	(92)	–
Ending number of units	180	22

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	351	100	208	100
Related-party brokerage commissions*	4	1	8	4
Commission arrangements†	24	7	29	14

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	5 706	11 318
Fair value of collateral received	5 820	11 544

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as
previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	108 017	76 934
Revaluation of investments at FVTPL	24	99
Net assets attributable to holders of redeemable units	108 041	77 033

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	35 742
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(75)
Increase (decrease) in net assets attributable to holders of redeemable units	35 667

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC INTERNATIONAL DIVIDEND GROWTH FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Belgium				
4 500	InBev N.V.	\$ 444	\$ 588	
9 642	KBC Groep N.V.	475	625	
		919	1 213	6.8
Finland				
8 100	Sampo OYJ	361	441	
		361	441	2.5
France				
4 400	Ingenico S.A.	449	538	
840	Kering S.A.	195	188	
7 700	Safran S.A.	564	552	
1 700	Sanofi	209	180	
12 200	Total S.A.	780	725	
3 905	Valeo S.A.	437	565	
2 800	Vinci S.A.	148	178	
		2 782	2 926	16.3
Germany				
2 334	Allianz SE	329	452	
4 094	Bayer AG	395	651	
1 400	Bayerische Motoren Werke (BMW) AG	191	176	
23 000	Deutsche Telekom AG	422	429	
9 600	ProSiebenSat.1 Media AG	424	466	
2 300	SAP SE	182	187	
2 100	Siemens AG	291	274	
		2 234	2 635	14.7
Hong Kong				
17 500	Cheung Kong (Holdings) Ltd.	349	340	
44 900	Shenzhen International Group Holdings Ltd.	172	172	
50 800	Techtronic Industries Co.	194	189	
		715	701	3.9
Italy				
174 500	Intesa Sanpaolo S.p.A.	575	588	
		575	588	3.3
Japan				
13 600	Bridgestone Corp.	496	548	
15 900	Itochu Corp.	189	197	
11 900	KDDI Corporation	760	869	
17 200	Sumitomo Mitsui Financial Group Inc.	755	722	
10 700	Toyota Motor Corp.	688	775	
		2 888	3 111	17.4
Netherlands				
3 100	Airbus Group N.V.	176	178	
		176	178	1.0
Singapore				
30 500	DBS Group Holdings Ltd.	427	549	
		427	549	3.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
3 400	Assa Abloy AB	\$ 190	\$ 209	
17 775	Svenska Cellulosa AB	446	445	
		636	654	3.7
Switzerland				
526	Roche Holdings AG Genusscheine	134	166	
		134	166	0.9
United Kingdom				
25 768	Ashtead Group Plc.	429	532	
81 500	Booker Group Plc.	173	241	
18 100	easyJet Plc.	539	544	
125 800	Legal & General Group Plc.	493	564	
28 200	Prudential Corporation Plc.	537	757	
14 946	Rio Tinto Plc.	777	800	
8 712	Shire Plc.	442	718	
		3 390	4 156	23.2
TOTAL INTERNATIONAL EQUITIES		15 237	17 318	96.8
SHORT-TERM INVESTMENTS*		560	560	3.1
TOTAL INVESTMENTS		15 797	17 878	99.9
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	203	1.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(158)	(0.9)
TOTAL PORTFOLIO		\$ 15 797	17 923	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(21)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 17 902	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 15, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 168 Sold SEK 7 521 @ 0.1553	08-Jan-15	\$ 48
Bought CAD 15 Sold SEK 102 @ 0.1494	08-Jan-15	–
Bought CAD 77 Sold SEK 505 @ 0.1518	08-Jan-15	1
Bought CAD 22 Sold HKD 148 @ 0.1501	14-Jan-15	–
Bought CAD 41 Sold CHF 34 @ 1.2133	14-Jan-15	2
Bought CAD 69 Sold CHF 59 @ 1.1778	14-Jan-15	1
Bought CAD 157 Sold EUR 109 @ 1.4432	21-Jan-15	4
Bought CAD 33 Sold EUR 23 @ 1.4213	23-Jan-15	–
Bought CAD 38 Sold AUD 40 @ 0.9508	23-Jan-15	–
Bought CAD 45 Sold JPY 4 542 @ 0.0099	23-Jan-15	1
Bought CAD 71 Sold EUR 50 @ 1.4112	23-Jan-15	–
Bought CAD 719 Sold JPY 67 875 @ 0.0106	23-Jan-15	61
Bought CAD 728 Sold EUR 515 @ 1.4134	23-Jan-15	3
Bought CAD 843 Sold EUR 591 @ 1.4263	23-Jan-15	13
Bought USD 633 Sold CAD 719 @ 1.1363	23-Jan-15	16
Bought CAD 136 Sold GBP 75 @ 1.8148	04-Feb-15	–
Bought CAD 179 Sold EUR 125 @ 1.4325	04-Feb-15	3
Bought CAD 27 Sold EUR 19 @ 1.4165	04-Feb-15	–
Bought CAD 27 Sold GBP 15 @ 1.8176	04-Feb-15	–
Bought CAD 293 Sold GBP 161 @ 1.8207	04-Feb-15	1
Bought CAD 35 Sold GBP 19 @ 1.8319	04-Feb-15	–
Bought CAD 36 Sold GBP 20 @ 1.8136	04-Feb-15	–
Bought CAD 42 Sold GBP 23 @ 1.8238	04-Feb-15	–
Bought CAD 43 Sold EUR 30 @ 1.4193	04-Feb-15	–
Bought CAD 80 Sold EUR 56 @ 1.4248	04-Feb-15	1
Bought GBP 123 Sold CAD 220 @ 1.7873	04-Feb-15	3
Bought GBP 21 Sold CAD 37 @ 1.7765	04-Feb-15	1
Bought GBP 75 Sold CAD 134 @ 1.7856	04-Feb-15	2
Bought CAD 1 026 Sold EUR 716 @ 1.4328	05-Feb-15	18
Bought CAD 17 Sold JPY 1 657 @ 0.0100	06-Feb-15	–
Bought CAD 39 Sold JPY 4 000 @ 0.0098	06-Feb-15	–
Bought CAD 42 Sold EUR 29 @ 1.4420	06-Feb-15	1
Bought CAD 49 Sold JPY 5 000 @ 0.0098	06-Feb-15	–
Bought CAD 66 Sold HKD 442 @ 0.1501	06-Feb-15	–
Bought CAD 71 Sold EUR 50 @ 1.4272	06-Feb-15	1
Bought USD 7 Sold CAD 8 @ 1.1414	06-Feb-15	–
Bought CAD 51 Sold EUR 36 @ 1.4160	09-Feb-15	–
Bought ILS 98 Sold CAD 28 @ 0.2871	09-Feb-15	1
Bought JPY 4 800 Sold CAD 46 @ 0.0096	18-Feb-15	1
Bought NZD 28 Sold CAD 25 @ 0.8837	04-Mar-15	1
Bought CAD 19 Sold SGD 22 @ 0.8784	06-Mar-15	–
Bought ILS 229 Sold CAD 66 @ 0.2878	09-Mar-15	2
Bought CAD 652 Sold EUR 452 @ 1.4433	12-Mar-15	16
Bought CAD 50 Sold JPY 4 990 @ 0.0099	16-Mar-15	1
		\$ 203

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought SEK 1 053 Sold CAD 163 @ 0.1544	08-Jan-15	\$ (6)
Bought SEK 1 086 Sold CAD 168 @ 0.1545	08-Jan-15	(6)
Bought SEK 5 243 Sold CAD 810 @ 0.1545	08-Jan-15	(29)
Bought CAD 59 Sold HKD 396 @ 0.1495	14-Jan-15	–
Bought CHF 147 Sold CAD 172 @ 1.1708	14-Jan-15	–
Bought CHF 20 Sold CAD 24 @ 1.1818	14-Jan-15	–
Bought CHF 30 Sold CAD 35 @ 1.1816	14-Jan-15	–
Bought CHF 402 Sold CAD 477 @ 1.1869	14-Jan-15	(7)
Bought DKK 130 Sold CAD 25 @ 0.1902	20-Jan-15	–
Bought DKK 284 Sold CAD 55 @ 0.1924	20-Jan-15	(1)
Bought DKK 573 Sold CAD 110 @ 0.1925	20-Jan-15	(2)
Bought CAD 18 Sold JPY 1 900 @ 0.0096	21-Jan-15	–
Bought CHF 212 Sold CAD 252 @ 1.1878	21-Jan-15	(4)
Bought CHF 30 Sold CAD 35 @ 1.1792	21-Jan-15	–
Bought CHF 410 Sold CAD 484 @ 1.1809	21-Jan-15	(5)
Bought AUD 1 212 Sold CAD 1 193 @ 0.9840	23-Jan-15	(44)
Bought AUD 30 Sold CAD 30 @ 0.9837	23-Jan-15	(1)
Bought AUD 42 Sold CAD 41 @ 0.9703	23-Jan-15	(1)
Bought EUR 103 Sold CAD 149 @ 1.4508	23-Jan-15	(5)
Bought EUR 515 Sold CAD 743 @ 1.4432	23-Jan-15	(19)
Bought CAD 37 Sold GBP 21 @ 1.7687	04-Feb-15	(1)
Bought CAD 372 Sold GBP 206 @ 1.8054	04-Feb-15	(1)
Bought CAD 91 Sold EUR 65 @ 1.4065	04-Feb-15	–
Bought EUR 113 Sold CAD 159 @ 1.4080	04-Feb-15	–
Bought EUR 182 Sold CAD 260 @ 1.4307	04-Feb-15	(4)
Bought GBP 126 Sold CAD 230 @ 1.8244	04-Feb-15	(2)
Bought EUR 3 Sold CAD 4 @ 1.4577	05-Feb-15	–
Bought EUR 50 Sold CAD 72 @ 1.4410	05-Feb-15	(2)
Bought EUR 60 Sold CAD 86 @ 1.4311	05-Feb-15	(1)
Bought CHF 107 Sold CAD 127 @ 1.1830	06-Feb-15	(1)
Bought NOK 145 Sold CAD 23 @ 0.1596	06-Feb-15	(1)
Bought NOK 589 Sold CAD 94 @ 0.1601	06-Feb-15	(3)
Bought AUD 28 Sold CAD 28 @ 0.9828	18-Feb-15	(1)
Bought JPY 14 637 Sold CAD 142 @ 0.0097	18-Feb-15	–
Bought JPY 68 772 Sold CAD 668 @ 0.0097	18-Feb-15	–
Bought AUD 120 Sold CAD 116 @ 0.9698	20-Feb-15	(3)
Bought CAD 223 Sold SGD 258 @ 0.8650	06-Mar-15	(3)
Bought CAD 52 Sold SGD 60 @ 0.8648	06-Mar-15	(1)
Bought SGD 47 Sold CAD 42 @ 0.8932	06-Mar-15	(1)
Bought DKK 481 Sold CAD 94 @ 0.1953	12-Mar-15	(3)
		\$ (158)
TOTAL FOREIGN EXCHANGE		\$ 45

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 17 878	\$ 62 509	\$ 61 868
Cash	4	3	157
Due from investment dealers	–	–	662
Subscriptions receivable	–	18	–
Unrealized gain on foreign exchange contracts	203	301	270
Dividends receivable, interest accrued and other assets	5	18	49
TOTAL ASSETS	18 090	62 849	63 006
LIABILITIES			
Redemptions payable	–	200	323
Unrealized loss on foreign exchange contracts	158	788	829
Accounts payable and accrued expenses	30	31	28
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	188	1 019	1 180
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 17 902	\$ 61 830	\$ 61 826
Investments at cost	\$ 15 797	\$ 46 890	\$ 52 761
NAV			
ADVISOR SERIES	\$ 12 005	\$ 13 763	\$ 12 618
SERIES F	\$ 5 897	\$ 4 972	\$ 4 617
SERIES O	\$ –	\$ 43 095	\$ 44 591
NAV PER UNIT			
ADVISOR SERIES	\$ 9.10	\$ 9.40	\$ 7.18
SERIES F	\$ 9.19	\$ 9.45	\$ 7.22
SERIES O	\$ 9.14	\$ 9.43	\$ 7.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 253	\$ 1 784
Interest for distribution purposes	12	7
Securities lending revenue (see note 6 in the generic notes)	48	55
Net realized gain (loss) on investments	12 326	12 037
Net gain (loss) on foreign currencies and other net assets	(88)	(1 346)
Change in unrealized gain (loss) on investments	(13 006)	6 584
TOTAL INCOME (LOSS)	1 545	19 121
EXPENSES (see notes – Fund Specific Information)		
Management fees	285	272
Administration fees	33	35
Board of Governors costs	3	3
GST/HST	33	33
Transaction costs	237	304
Withholding tax	185	210
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	773	857
INCREASE (DECREASE) IN NAV	\$ 772	\$ 18 264
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	\$ (79)	\$ 3 602
SERIES F	\$ 7	\$ 1 343
SERIES O	\$ 844	\$ 13 319
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
ADVISOR SERIES	\$ 0.14	\$ 2.24
SERIES F	\$ 0.28	\$ 2.35
SERIES O	\$ 0.17	\$ 2.41

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 772	\$ 18 264
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(12 326)	(12 037)
Change in unrealized loss (gain) on investments	13 006	(6 584)
(Increase) decrease in accrued receivables	13	693
Increase (decrease) in accrued payables	(1)	3
Cost of investments purchased	(104 210)	(118 615)
Proceeds on sales of investments	147 629	136 523
NET CASH PROVIDED BY OPERATING ACTIVITIES	44 883	18 247
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	5 974	4 291
Cash paid on redemption of redeemable units	(50 788)	(22 673)
Distributions paid to holders of redeemable units	(68)	(19)
NET CASH USED IN FINANCING ACTIVITIES	\$ (44 882)	\$ (18 401)
Net increase (decrease) in cash for the year	1	(154)
Cash (bank overdraft), beginning of period	3	157
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 3
Interest received	\$ 12	\$ 7
Dividends received, net of withholding taxes	\$ 2 082	\$ 1 605

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Advisor Series		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 763	\$ 12 618	\$ 4 972	\$ 4 617	\$ 43 095	\$ 44 591	\$ 61 830	\$ 61 826
INCREASE (DECREASE) IN NAV	(79)	3 602	7	1 343	844	13 319	772	18 264
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	1 593	893	2 187	706	2 176	2 710	5 956	4 309
Reinvestments of distributions to holders of redeemable units	303	101	146	73	1 343	1 257	1 792	1 431
Redemption of redeemable units	(3 249)	(3 344)	(1 224)	(1 681)	(46 115)	(17 525)	(50 588)	(22 550)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 353)	(2 350)	1 109	(902)	(42 596)	(13 558)	(42 840)	(16 810)
Distributions from net income	(326)	(107)	(191)	(86)	(1 343)	(1 257)	(1 860)	(1 450)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(326)	(107)	(191)	(86)	(1 343)	(1 257)	(1 860)	(1 450)
NET INCREASE (DECREASE) IN NAV	(1 758)	1 145	925	355	(43 095)	(1 496)	(43 928)	4
NAV AT END OF PERIOD	\$ 12 005	\$ 13 763	\$ 5 897	\$ 4 972	\$ —	\$ 43 095	\$ 17 902	\$ 61 830

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of major companies domiciled in developed countries outside of North America.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United Kingdom	23.2	25.1	31.1
Japan	17.4	11.6	8.4
France	16.3	16.0	12.2
Germany	14.7	10.6	12.8
Other Countries	10.8	17.8	15.5
Belgium	6.8	6.6	5.6
Hong Kong	3.9	–	–
Sweden	3.7	6.8	7.5
Switzerland	–	5.8	6.7
Cash/Other	3.2	(0.3)	0.2

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	30.1	34.3	29.0
Pound sterling	21.2	22.0	31.8
Japanese yen	17.3	17.4	19.5
Swiss franc	9.2	8.9	8.8
Australian dollar	7.4	7.4	–
United States dollar	4.2	–	–
Hong Kong dollar	3.1	3.0	3.1
Swedish krona	3.0	3.3	3.2
Singapore dollar	1.6	1.5	1.9
Danish krone	1.5	1.2	1.2
Norwegian krone	0.6	0.7	0.7
Israeli new shekel	–	0.3	0.7
Other currencies	0.6	–	–
Total	99.8	100.0	99.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (CAD)	+ or - 1.0	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	17 318	–	17 318
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	560	–	560
Derivatives – assets	–	203	–	203
Derivatives – liabilities	–	(158)	–	(158)
Total financial instruments	–	17 923	–	17 923
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	651	61 388	–	62 039
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	470	–	470
Derivatives – assets	–	301	–	301
Derivatives – liabilities	–	(788)	–	(788)
Total financial instruments	651	61 371	–	62 022
% of total portfolio	1.0	99.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 542	60 200	–	61 742
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	126	–	126
Derivatives – assets	–	270	–	270
Derivatives – liabilities	–	(829)	–	(829)
Total financial instruments	1 542	59 767	–	61 309
% of total portfolio	2.5	97.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	1.85%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Advisor Series	0.15%
Series F	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	54	–
Value of all units	–	–

Please see the generic notes at the back of the financial statements.

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	54 610
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	1 464	1 757
Issued number of units	171	110
Reinvested number of units	32	13
Redeemed number of units	(348)	(416)
Ending number of units	1 319	1 464
Series F		
Opening units	526	640
Issued number of units	229	88
Reinvested number of units	16	9
Redeemed number of units	(130)	(211)
Ending number of units	641	526
Series O		
Opening units	4 571	6 199
Issued number of units	232	345
Reinvested number of units	143	157
Redeemed number of units	(4 946)	(2 130)
Ending number of units	–	4 571

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	237	100	304	100
Related-party brokerage commissions*	2	1	9	3
Commission arrangements [†]	–	–	1	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	1 351	3 004
Fair value of collateral received	1 378	3 064

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC DS Balanced Global Portfolio	–	24.4
RBC DS Growth Global Portfolio	–	27.7
RBC DS All Equity Global Portfolio	–	17.7
Total	–	69.8

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	61 830	61 826
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	61 830	61 826

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	18 264
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	18 264

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC INTERNATIONAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
447 659	AMP Ltd.	\$ 2 279	\$ 2 316	
88 202	BHP Billiton Ltd.	3 306	2 423	
255 512	Brambles Ltd.	2 299	2 558	
32 526	CSL Ltd.	2 251	2 654	
104 378	Lend Lease Corporation Limited	1 231	1 615	
1 210 000	Medibank Pvt Ltd.	2 527	2 766	
152 562	Oil Search Ltd.	1 278	1 137	
209 298	QBE Insurance Group Ltd.	2 286	2 208	
64 663	Westpac Banking Corporation	2 151	2 021	
		<u>19 608</u>	<u>19 698</u>	<u>7.7</u>
Belgium				
54 020	InBev N.V.	6 513	7 063	
2 887	UCB S.A.	271	255	
		<u>6 784</u>	<u>7 318</u>	<u>2.8</u>
Denmark				
54 576	Christian Hansen Holding A/S	1 839	2 809	
132 321	Novo Nordisk A/S	5 151	6 503	
45 027	Novozymes A/S	2 219	2 202	
		<u>9 209</u>	<u>11 514</u>	<u>4.5</u>
Finland				
33 327	Kone OYJ	1 718	1 763	
306 437	Nokia OYJ	2 591	2 816	
77 778	Sampo OYJ	2 982	4 230	
		<u>7 291</u>	<u>8 809</u>	<u>3.4</u>
France				
17 708	Christian Dior S.A.	3 485	3 521	
35 288	Christian Dior S.A., Rights	—	414	
35 991	Safran S.A.	2 130	2 580	
52 600	Zodiac S.A.	1 325	2 057	
		<u>6 940</u>	<u>8 572</u>	<u>3.3</u>
Germany				
28 661	Bayer AG	3 449	4 558	
15 194	Brenntag AG	688	992	
8 790	Continental AG	1 152	2 159	
35 363	GEA Group AG	1 124	1 811	
31 560	Henkel KGaA, Preferred Non-Voting	2 604	3 944	
64 804	SAP SE	5 105	5 264	
25 017	Symrise AG	1 522	1 753	
		<u>15 644</u>	<u>20 481</u>	<u>8.0</u>
Hong Kong				
403 400	AIA Group Ltd.	2 159	2 585	
33 600	Jardine Matheson Holdings Ltd.	2 016	2 372	
537 300	Samsonite International S.A.	1 716	1 850	
118 000	Standard Chartered Plc.	2 027	2 040	
184 800	Tencent Holdings Ltd.	2 798	3 106	
		<u>10 716</u>	<u>11 953</u>	<u>4.7</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Ireland				
45 675	Kerry Group Plc.	\$ 3 722	\$ 3 690	
38 072	Paddy Power Plc.	1 927	3 643	
27 244	Ryanair Holdings Plc. ADR	948	2 256	
		<u>6 597</u>	<u>9 589</u>	<u>3.7</u>
Italy				
83 981	Azimut Holding S.p.A.	892	2 120	
5 650	Luxtottica Group S.p.A.	354	360	
		<u>1 246</u>	<u>2 480</u>	<u>1.0</u>
Japan				
68 600	Asahi Breweries Ltd.	2 341	2 466	
234 200	Asahi Kasei Corp.	1 736	2 482	
59 100	Bridgestone Corp.	1 995	2 381	
143 000	Casio Computer Co., Ltd.	2 268	2 541	
37 900	Daikin Industries Ltd.	2 441	2 824	
32 100	Denso Corp.	1 655	1 738	
98 800	Fuji Heavy Industries Ltd.	3 106	4 062	
575 000	NEC Corp.	2 316	1 941	
84 900	Olympus Optical Co. Ltd.	3 127	3 455	
8 000	Oriental Land Co. Ltd.	1 667	2 143	
24 000	Rinnai Corp.	2 055	1 874	
55 400	Seiko Epson Corp.	2 249	2 693	
42 100	SoftBank Corp.	3 109	2 911	
121 300	Sumitomo Electric Industries Ltd.	1 842	1 760	
71 200	Sumitomo Mitsui Financial Group Inc.	3 008	2 991	
178 100	The Dai-ichi Life Insurance Co. Ltd.	2 825	3 141	
70 200	Tokio Marine Holdings, Inc.	2 398	2 649	
205 000	Toray Industries Inc.	1 829	1 903	
59 600	Toyota Motor Corp.	3 242	4 315	
369 600	Yahoo! Japan Corp.	1 852	1 539	
		<u>47 061</u>	<u>51 809</u>	<u>20.2</u>
Netherlands				
254 284	Elsevier N.V.	4 876	7 055	
237 628	ING Groep N.V.	2 615	3 567	
923 967	Koninklijke KPN N.V.	3 667	3 389	
96 849	SBM Offshore N.V.	1 982	1 323	
		<u>13 140</u>	<u>15 334</u>	<u>6.0</u>
Norway				
157 802	DnB ASA	2 324	2 704	
		<u>2 324</u>	<u>2 704</u>	<u>1.1</u>
Spain				
51 642	ACS Actividades Construcción y Servicios S.A.	1 977	2 091	
265 908	Banco de Sabadell S.A.	969	817	
15 982	Grifols S.A.	929	741	
18 904	Red Electrica de Espana	1 698	1 936	
		<u>5 573</u>	<u>5 585</u>	<u>2.2</u>
Sweden				
138 376	Swedbank AB	3 171	3 989	
		<u>3 171</u>	<u>3 989</u>	<u>1.6</u>

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
26 231	Aryzta AG	\$ 1 763	\$ 2 342	
56 674	Novartis AG	4 701	6 107	
20 313	Roche Holdings AG Genussscheine	5 920	6 394	
10 049	Straumann Holding AG	2 224	2 933	
		<u>14 608</u>	<u>17 776</u>	<u>6.9</u>
United Kingdom				
219 470	Aberdeen Asset Management Plc.	1 525	1 704	
32 110	Aggreko Plc.	1 012	870	
31 956	Aveva Group Plc.	1 047	758	
78 065	Babcock International Group	1 254	1 486	
39 422	Berkeley Group Holdings Plc.	1 631	1 761	
65 077	British American Tobacco Plc.	4 188	4 097	
612 370	BT Group Plc.	2 653	4 425	
127 349	Capita Plc.	2 729	2 481	
305 861	Daily Mail & General Trust Plc.	4 234	4 543	
126 647	Diageo Plc.	3 546	4 215	
188 777	Drax Group Plc.	2 139	1 571	
62 457	Hargreaves Lansdown Plc.	988	1 135	
22 403	Liberty Global Plc.	1 257	1 307	
74 491	London Stock Exchange Group Plc.	1 330	2 978	
675 636	Moneysupermarket.com Group Plc.	2 433	2 839	
74 541	Petrofac Limited	1 918	943	
111 469	Playtech Plc.	1 272	1 382	
57 080	Rio Tinto Plc.	3 586	3 057	
128 373	Royal Dutch Shell Plc., A Shares	5 268	4 971	
22 497	Shire Plc.	1 581	1 853	
31 399	SuperGroup Plc.	914	504	
158 883	Unilever Plc.	7 579	7 500	
		<u>54 084</u>	<u>56 380</u>	<u>22.0</u>
TOTAL INTERNATIONAL EQUITIES		<u>223 996</u>	<u>253 991</u>	<u>99.1</u>
SHORT-TERM INVESTMENTS*		<u>2 941</u>	<u>2 941</u>	<u>1.1</u>
TOTAL INVESTMENTS		<u>226 937</u>	<u>256 932</u>	<u>100.2</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	417	0.2
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(770)	(0.3)
TOTAL PORTFOLIO		<u>\$ 226 937</u>	<u>256 579</u>	<u>100.1</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(188)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 256 391</u>		<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.19% to 1.23% and mature between January 2, 2015 and January 19, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 169 Sold CAD 305 @ 1.8053	02-Jan-15	\$ 1
Bought ILS 2 159 Sold CAD 632 @ 0.2925	07-Jan-15	13
Bought CAD 54 Sold USD 46 @ 1.1637	08-Jan-15	–
Bought CAD 598 Sold JPY 58 391 @ 0.0102	08-Jan-15	33
Bought GBP 1 350 Sold CAD 2 420 @ 1.7924	08-Jan-15	26
Bought GBP 224 Sold CAD 404 @ 1.8038	08-Jan-15	2
Bought GBP 235 Sold CAD 424 @ 1.8054	08-Jan-15	1
Bought JPY 35 000 Sold CAD 336 @ 0.0096	08-Jan-15	4
Bought CAD 349 Sold JPY 33 745 @ 0.0103	14-Jan-15	22
Bought CAD 902 Sold EUR 635 @ 1.4198	15-Jan-15	9
Bought JPY 34 160 Sold CAD 329 @ 0.0096	15-Jan-15	3
Bought CAD 1 066 Sold DKK 5 614 @ 0.1898	16-Jan-15	5
Bought CAD 755 Sold SEK 4 947 @ 0.1526	16-Jan-15	18
Bought CAD 1 376 Sold EUR 974 @ 1.4131	21-Jan-15	6
Bought CAD 284 Sold EUR 200 @ 1.4189	21-Jan-15	2
Bought CAD 426 Sold EUR 300 @ 1.4212	21-Jan-15	4
Bought CAD 710 Sold EUR 500 @ 1.4196	21-Jan-15	6
Bought CAD 820 Sold EUR 580 @ 1.4137	21-Jan-15	4
Bought CAD 34 Sold EUR 24 @ 1.4187	23-Jan-15	–
Bought JPY 90 000 Sold CAD 872 @ 0.0097	23-Jan-15	1
Bought CAD 141 Sold EUR 100 @ 1.4109	26-Jan-15	–
Bought CAD 93 Sold JPY 8 962 @ 0.0104	26-Jan-15	6
Bought HKD 5 252 Sold CAD 776 @ 0.1478	27-Jan-15	11
Bought CAD 263 Sold EUR 181 @ 1.4550	28-Jan-15	9
Bought CAD 677 Sold DKK 3 539 @ 0.1914	29-Jan-15	9
Bought CAD 624 Sold AUD 650 @ 0.9607	03-Feb-15	9
Bought CAD 34 Sold DKK 178 @ 0.1906	09-Feb-15	–
Bought CAD 52 Sold DKK 270 @ 0.1915	09-Feb-15	1
Bought CAD 180 Sold EUR 126 @ 1.4310	10-Feb-15	3
Bought CAD 218 Sold EUR 154 @ 1.4169	10-Feb-15	1
Bought CAD 26 Sold SGD 30 @ 0.8780	10-Feb-15	–
Bought CAD 424 Sold EUR 300 @ 1.4120	10-Feb-15	1
Bought SGD 1 113 Sold CAD 966 @ 0.8677	10-Feb-15	10
Bought SGD 1 286 Sold CAD 1 116 @ 0.8679	10-Feb-15	12
Bought SGD 145 Sold CAD 126 @ 0.8681	10-Feb-15	1
Bought CAD 156 Sold DKK 825 @ 0.1896	11-Feb-15	–
Bought CAD 176 Sold DKK 928 @ 0.1900	11-Feb-15	1
Bought CAD 760 Sold DKK 3 987 @ 0.1905	11-Feb-15	6
Bought CAD 774 Sold EUR 550 @ 1.4079	11-Feb-15	–
Bought NZD 371 Sold CAD 327 @ 0.8814	11-Feb-15	8
Bought CAD 3 289 Sold AUD 3 400 @ 0.9674	13-Feb-15	71
Bought CAD 183 Sold DKK 960 @ 0.1904	19-Feb-15	1
Bought CAD 416 Sold DKK 2 197 @ 0.1894	19-Feb-15	1
Bought CAD 944 Sold DKK 4 923 @ 0.1917	20-Feb-15	13
Bought CAD 273 Sold NOK 1 754 @ 0.1559	23-Feb-15	–
Bought CAD 97 Sold JPY 9 900 @ 0.0098	25-Feb-15	1
Bought CAD 974 Sold JPY 100 000 @ 0.0097	25-Feb-15	3
Bought CAD 1 310 Sold DKK 6 871 @ 0.1907	27-Feb-15	11
Bought JPY 61 070 Sold CAD 587 @ 0.0096	02-Mar-15	7
Bought CAD 381 Sold DKK 2 000 @ 0.1906	04-Mar-15	3
Bought CAD 821 Sold DKK 4 192 @ 0.1959	04-Mar-15	28
Bought SGD 1 093 Sold CAD 949 @ 0.8680	04-Mar-15	10
Bought SGD 100 Sold CAD 87 @ 0.8682	04-Mar-15	1
Bought EUR 206 Sold CAD 289 @ 1.4028	09-Mar-15	1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought SGD 250 Sold CAD 216 @ 0.8649	10-Mar-15	\$ 3
Bought SGD 460 Sold CAD 398 @ 0.8655	10-Mar-15	5
Bought CAD 389 Sold NOK 2 478 @ 0.1570	13-Mar-15	3
Bought CAD 106 Sold NOK 679 @ 0.1567	18-Mar-15	1
Bought CAD 109 Sold NOK 700 @ 0.1562	18-Mar-15	–
Bought CAD 113 Sold NOK 725 @ 0.1560	18-Mar-15	–
Bought CAD 65 Sold NOK 412 @ 0.1569	18-Mar-15	–
Bought CAD 341 Sold EUR 240 @ 1.4225	19-Mar-15	3
Bought GBP 161 Sold CAD 289 @ 1.7942	19-Mar-15	3

\$ 417

Contracts	Maturity Date	Unrealized Loss
Bought CAD 156 Sold GBP 87 @ 1.7954	08-Jan-15	\$ (1)
Bought CAD 270 Sold GBP 150 @ 1.8025	08-Jan-15	(1)
Bought CAD 349 Sold USD 310 @ 1.1244	08-Jan-15	(12)
Bought CAD 682 Sold USD 609 @ 1.1199	08-Jan-15	(26)
Bought EUR 21 Sold CAD 30 @ 1.4215	08-Jan-15	–
Bought GBP 195 Sold CAD 355 @ 1.8181	08-Jan-15	(1)
Bought GBP 330 Sold CAD 598 @ 1.8119	08-Jan-15	–
Bought JPY 31 514 Sold CAD 312 @ 0.0099	08-Jan-15	(7)
Bought CAD 423 Sold USD 370 @ 1.1442	13-Jan-15	(7)
Bought CAD 279 Sold USD 250 @ 1.1174	14-Jan-15	(11)
Bought CHF 230 Sold CAD 276 @ 1.1991	14-Jan-15	(7)
Bought JPY 100 000 Sold CAD 970 @ 0.0097	14-Jan-15	–
Bought JPY 52 000 Sold CAD 505 @ 0.0097	14-Jan-15	(1)
Bought CHF 1 309 Sold CAD 1 559 @ 1.1908	15-Jan-15	(28)
Bought CHF 2 596 Sold CAD 3 045 @ 1.1729	15-Jan-15	(10)
Bought CHF 50 Sold CAD 59 @ 1.1721	15-Jan-15	–
Bought EUR 101 Sold CAD 145 @ 1.4341	15-Jan-15	(3)
Bought JPY 209 447 Sold CAD 2 168 @ 0.0104	15-Jan-15	(136)
Bought CAD 161 Sold USD 144 @ 1.1175	16-Jan-15	(6)
Bought SEK 14 388 Sold CAD 2 264 @ 0.1573	16-Jan-15	(119)
Bought SEK 2 000 Sold CAD 315 @ 0.1573	16-Jan-15	(17)
Bought SEK 3 158 Sold CAD 488 @ 0.1546	16-Jan-15	(17)
Bought EUR 1 081 Sold CAD 1 532 @ 1.4168	21-Jan-15	(11)
Bought EUR 15 Sold CAD 21 @ 1.4309	21-Jan-15	(1)
Bought EUR 344 Sold CAD 484 @ 1.4073	21-Jan-15	(1)
Bought EUR 948 Sold CAD 1 352 @ 1.4265	21-Jan-15	(19)
Bought CAD 1 331 Sold JPY 140 000 @ 0.0095	23-Jan-15	(27)
Bought CAD 68 Sold USD 60 @ 1.1253	23-Jan-15	(2)
Bought JPY 24 683 Sold CAD 260 @ 0.0106	23-Jan-15	(21)
Bought CAD 282 Sold GBP 156 @ 1.8099	26-Jan-15	(1)
Bought CAD 830 Sold GBP 469 @ 1.7701	26-Jan-15	(19)
Bought CAD 370 Sold USD 325 @ 1.1383	27-Jan-15	(8)
Bought CAD 379 Sold HKD 2 612 @ 0.1452	27-Jan-15	(12)
Bought CAD 38 Sold HKD 259 @ 0.1473	27-Jan-15	(1)
Bought CAD 619 Sold HKD 4 271 @ 0.1450	27-Jan-15	(21)
Bought CAD 720 Sold HKD 4 899 @ 0.1470	27-Jan-15	(14)
Bought ILS 1 660 Sold CAD 497 @ 0.2992	27-Jan-15	(2)
Bought ILS 600 Sold CAD 179 @ 0.2986	27-Jan-15	(1)
Bought CAD 132 Sold USD 117 @ 1.1251	30-Jan-15	(4)
Bought CAD 160 Sold GBP 89 @ 1.7933	02-Feb-15	(2)
Bought CAD 20 Sold GBP 11 @ 1.7853	02-Feb-15	–

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought GBP 130 Sold CAD 236 @ 1.8177	02-Feb-15	\$ (1)
Bought GBP 74 Sold CAD 135 @ 1.8176	02-Feb-15	–
Bought AUD 476 Sold CAD 469 @ 0.9843	03-Feb-15	(18)
Bought SEK 3 055 Sold CAD 473 @ 0.1548	04-Feb-15	(17)
Bought CAD 552 Sold USD 484 @ 1.1398	05-Feb-15	(11)
Bought JPY 8 882 Sold CAD 88 @ 0.0099	05-Feb-15	(2)
Bought CAD 69 Sold DKK 370 @ 0.1875	11-Feb-15	(1)
Bought CAD 965 Sold USD 850 @ 1.1348	11-Feb-15	(24)
Bought AUD 2 210 Sold CAD 2 122 @ 0.9603	13-Feb-15	(31)
Bought AUD 307 Sold CAD 295 @ 0.9594	13-Feb-15	(4)
Bought AUD 397 Sold CAD 380 @ 0.9572	13-Feb-15	(4)
Bought AUD 65 Sold CAD 62 @ 0.9477	13-Feb-15	–
Bought CAD 156 Sold DKK 833 @ 0.1876	19-Feb-15	(1)
Bought CAD 162 Sold JPY 16 907 @ 0.0096	20-Feb-15	(2)
Bought CAD 243 Sold USD 215 @ 1.1302	20-Feb-15	(7)
Bought CAD 423 Sold DKK 2 255 @ 0.1876	20-Feb-15	(3)
Bought CAD 197 Sold EUR 140 @ 1.4071	24-Feb-15	–
Bought CAD 554 Sold USD 490 @ 1.1307	25-Feb-15	(16)
Bought CHF 923 Sold CAD 1 083 @ 1.1738	25-Feb-15	(2)
Bought SEK 492 Sold CAD 75 @ 0.1520	26-Feb-15	(1)
Bought CAD 604 Sold GBP 338 @ 1.7865	02-Mar-15	(9)
Bought CAD 118 Sold GBP 66 @ 1.7871	03-Mar-15	(2)
Bought CAD 657 Sold HKD 4 472 @ 0.1469	03-Mar-15	(14)
Bought CAD 219 Sold JPY 22 800 @ 0.0096	05-Mar-15	(3)
Bought CAD 684 Sold USD 600 @ 1.1407	05-Mar-15	(14)
Bought SEK 1 163 Sold CAD 175 @ 0.1503	06-Mar-15	(1)
Bought SEK 2 800 Sold CAD 420 @ 0.1499	06-Mar-15	(2)
Bought GBP 663 Sold CAD 1 204 @ 1.8160	11-Mar-15	(2)
Bought USD 40 Sold CAD 47 @ 1.1672	17-Mar-15	–
Bought GBP 137 Sold CAD 249 @ 1.8153	19-Mar-15	–
Bought SEK 1 300 Sold CAD 196 @ 0.1504	20-Mar-15	(1)

\$ (770)

TOTAL FOREIGN EXCHANGE

\$ (353)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 256 932	\$ 181 660	\$ 102 888
Cash	110	322	327
Due from investment dealers	–	329	126
Subscriptions receivable	101	232	139
Unrealized gain on foreign exchange contracts	417	730	302
Dividends receivable, interest accrued and other assets	277	223	141
TOTAL ASSETS	257 837	183 496	103 923
LIABILITIES			
Due to investment dealers	306	355	614
Redemptions payable	70	98	79
Unrealized loss on foreign exchange contracts	770	1 102	539
Accounts payable and accrued expenses	300	262	175
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 446	1 817	1 407
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 256 391	\$ 181 679	\$ 102 516
Investments at cost	\$ 226 937	\$ 137 532	\$ 87 812
NAV			
SERIES A	\$ 120 626	\$ 124 714	\$ 87 471
ADVISOR SERIES	\$ 1 638	\$ 1 353	\$ 523
SERIES H	\$ 1	\$ –	\$ –
SERIES D	\$ 37 444	\$ 25 776	\$ 9 300
SERIES F	\$ 1 784	\$ 1 907	\$ 1 196
SERIES I	\$ 1	\$ –	\$ –
SERIES O	\$ 94 897	\$ 27 929	\$ 4 026
NAV PER UNIT			
SERIES A	\$ 16.04	\$ 15.96	\$ 12.32
ADVISOR SERIES	\$ 15.91	\$ 15.83	\$ 12.21
SERIES H	\$ 15.92	\$ –	\$ –
SERIES D	\$ 16.37	\$ 16.23	\$ 12.48
SERIES F	\$ 17.76	\$ 17.63	\$ 13.57
SERIES I	\$ 17.88	\$ –	\$ –
SERIES O	\$ 16.91	\$ 16.66	\$ 12.73

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 434	\$ 3 628
Interest for distribution purposes	61	45
Other income (loss)	–	20
Securities lending revenue (see note 6 in the generic notes)	89	68
Net realized gain (loss) on investments	16 832	8 840
Net gain (loss) on foreign currencies and other net assets	(169)	(2 238)
Change in unrealized gain (loss) on investments	(14 114)	28 917
TOTAL INCOME (LOSS)	8 133	39 280
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 703	2 108
Administration fees	321	239
Board of Governors costs	3	3
GST/HST	307	244
Transaction costs	911	414
Withholding tax	652	308
TOTAL EXPENSES	4 897	3 316
INCREASE (DECREASE) IN NAV	\$ 3 236	\$ 35 964
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 565	\$ 27 152
ADVISOR SERIES	\$ (3)	\$ 223
SERIES H	\$ –	\$ –
SERIES D	\$ 429	\$ 4 155
SERIES F	\$ 21	\$ 394
SERIES I	\$ –	\$ –
SERIES O	\$ 2 224	\$ 4 040
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 0.11	\$ 3.74
ADVISOR SERIES	\$ 0.12	\$ 3.62
SERIES H	\$ 0.04	\$ –
SERIES D	\$ 0.26	\$ 3.85
SERIES F	\$ 0.34	\$ 4.32
SERIES I	\$ 0.13	\$ –
SERIES O	\$ 0.46	\$ 4.00

* Series H and Series I launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 236	\$ 35 964
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(16 832)	(8 840)
Change in unrealized loss (gain) on investments	14 114	(28 917)
(Increase) decrease in accrued receivables	275	(285)
Increase (decrease) in accrued payables	(11)	(172)
Cost of investments purchased	(402 790)	(218 337)
Proceeds on sales of investments	330 217	177 457
NET CASH PROVIDED BY OPERATING ACTIVITIES	(71 791)	(43 130)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	110 250	66 593
Cash paid on redemption of redeemable units	(38 462)	(23 425)
Distributions paid to holders of redeemable units	(209)	(43)
NET CASH USED IN FINANCING ACTIVITIES	\$ 71 579	\$ 43 125
Net increase (decrease) in cash for the year	(212)	(5)
Cash (bank overdraft), beginning of period	322	327
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 110	\$ 322
Interest received	\$ 59	\$ 46
Dividends received, net of withholding taxes	\$ 4 730	\$ 3 257

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 124 714	\$ 87 471	\$ 1 353	\$ 523	\$ –	\$ –	\$ 25 776	\$ 9 300
INCREASE (DECREASE) IN NAV	565	27 152	(3)	223	–	–	429	4 155
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	17 543	25 198	935	971	1	–	16 840	14 585
Reinvestments of distributions to holders of redeemable units	–	250	–	3	–	–	229	172
Redemption of redeemable units	(22 196)	(15 104)	(647)	(364)	–	–	(5 580)	(2 249)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4 653)	10 344	288	610	1	–	11 489	12 508
Distributions from net income	–	(253)	–	(3)	–	–	(250)	(187)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	(253)	–	(3)	–	–	(250)	(187)
NET INCREASE (DECREASE) IN NAV	(4 088)	37 243	285	830	1	–	11 668	16 476
NAV AT END OF PERIOD	\$ 120 626	\$ 124 714	\$ 1 638	\$ 1 353	\$ 1	\$ –	\$ 37 444	\$ 25 776

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 907	\$ 1 196	\$ –	\$ –	\$ 27 929	\$ 4 026	\$ 181 679	\$ 102 516
INCREASE (DECREASE) IN NAV	21	394	–	–	2 224	4 040	3 236	35 964
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	728	515	1	–	74 071	25 417	110 119	66 686
Reinvestments of distributions to holders of redeemable units	8	7	–	–	989	357	1 226	789
Redemption of redeemable units	(861)	(184)	–	–	(9 150)	(5 543)	(38 434)	(23 444)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(125)	338	1	–	65 910	20 231	72 911	44 031
Distributions from net income	(19)	(21)	–	–	(1 166)	(368)	(1 435)	(832)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(19)	(21)	–	–	(1 166)	(368)	(1 435)	(832)
NET INCREASE (DECREASE) IN NAV	(123)	711	1	–	66 968	23 903	74 712	79 163
NAV AT END OF PERIOD	\$ 1 784	\$ 1 907	\$ 1	\$ –	\$ 94 897	\$ 27 929	\$ 256 391	\$ 181 679

* Series H and Series I launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies outside North America, providing exposure to economies that may be at different stages of the business cycle or offer growth opportunities unavailable in U.S. and Canadian markets. The Fund focuses on companies that are primarily in Europe, Australasia and the Far East.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United Kingdom	22.0	28.1	23.9
Japan	20.2	21.4	17.2
Other Countries	12.0	11.2	19.2
Germany	8.0	8.7	12.7
Australia	7.7	6.5	6.3
Switzerland	6.9	6.5	5.7
Netherlands	6.0	5.9	5.5
Hong Kong	4.7	3.9	–
Denmark	4.5	–	–
Ireland	3.7	2.2	3.9
Finland	3.4	–	–
France	–	4.8	4.4
Cash/Other	0.9	0.8	1.2

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	30.3	18.6	18.8
Japanese yen	21.2	14.5	15.2
Pound sterling	21.1	16.7	16.0
Swiss franc	9.3	5.4	5.5
Australian dollar	7.5	5.4	6.2
Hong Kong dollar	3.1	2.2	2.3
Swedish krona	2.9	2.2	2.4
Danish krone	1.5	0.9	0.8
Singapore dollar	1.5	1.0	1.3
Norwegian krone	0.6	0.7	0.9
Israeli new shekel	0.5	–	–
Other currencies	0.3	0.3	0.7
Total	99.8	67.9	70.1

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 0.8	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts)

(see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	6 329	247 662	–	253 991
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 941	–	2 941
Derivatives – assets	–	417	–	417
Derivatives – liabilities	–	(770)	–	(770)
Total financial instruments	6 329	250 250	–	256 579
% of total portfolio	2.5	97.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 362	178 773	–	180 135
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 525	–	1 525
Derivatives – assets	–	730	–	730
Derivatives – liabilities	–	(1 102)	–	(1 102)
Total financial instruments	1 362	179 926	–	181 288
% of total portfolio	0.8	99.2	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 009	100 318	–	101 327
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 561	–	1 561
Derivatives – assets	–	302	–	302
Derivatives – liabilities	–	(539)	–	(539)
Total financial instruments	1 009	101 642	–	102 651
% of total portfolio	1.0	99.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	64	–
Series I	57	–
Value of all units	2	–

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	80 409
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	7 814	7 100
Issued number of units	1 096	1 775
Reinvested number of units	–	16
Redeemed number of units	(1 389)	(1 077)
Ending number of units	7 521	7 814
Advisor Series		
Opening units	85	43
Issued number of units	59	68
Reinvested number of units	–	–
Redeemed number of units	(41)	(26)
Ending number of units	103	85
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	1 588	745
Issued number of units	1 030	986
Reinvested number of units	14	11
Redeemed number of units	(344)	(154)
Ending number of units	2 288	1 588



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	108	88
Issued number of units	41	32
Reinvested number of units	–	–
Redeemed number of units	(49)	(12)
Ending number of units	100	108
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series O		
Opening units	1 676	316
Issued number of units	4 422	1 698
Reinvested number of units	58	22
Redeemed number of units	(545)	(360)
Ending number of units	5 611	1 676

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	911	100	414	100
Related-party brokerage commissions*	44	5	11	3
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	22 839	6 358
Fair value of collateral received	23 296	6 485

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC International Equity Currency		
Neutral Fund	8.1	–
Phillips, Hager & North LifeTime 2015 Fund	0.2	0.2
Phillips, Hager & North LifeTime 2020 Fund	0.4	0.4
Phillips, Hager & North LifeTime 2025 Fund	0.5	0.4
Phillips, Hager & North LifeTime 2030 Fund	0.4	0.4
Phillips, Hager & North LifeTime 2035 Fund	0.6	0.6
Phillips, Hager & North LifeTime 2040 Fund	0.6	0.6
Phillips, Hager & North LifeTime 2045 Fund	1.4	1.1
Phillips, Hager & North LifeTime 2050 Fund	–	–
Total	12.2	3.7

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	181 679	102 515
Revaluation of investments at FVTPL	–	1
Net assets attributable to holders of redeemable units	181 679	102 516

Comprehensive income

	December 31 2013
Comprehensive income as reported under Canadian GAAP	35 965
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(1)
Increase (decrease) in net assets attributable to holders of redeemable units	35 964



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC INTERNATIONAL EQUITY CURRENCY NEUTRAL FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 228 148	RBC International Equity Fund*	\$ 20 674	\$ 20 771	98.7
TOTAL MUTUAL FUND UNITS		20 674	20 771	98.7
TOTAL INVESTMENTS		20 674	20 771	98.7
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	230	1.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(39)	(0.2)
TOTAL PORTFOLIO		\$ 20 674	20 962	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			79	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 21 041	100.0

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 136 Sold SEK 883 @ 0.1545	08-Jan-15	\$ 5
Bought CAD 15 Sold SEK 100 @ 0.1530	08-Jan-15	–
Bought CAD 24 Sold SEK 160 @ 0.1526	08-Jan-15	1
Bought CAD 25 Sold SEK 159 @ 0.1543	08-Jan-15	1
Bought CAD 31 Sold SEK 200 @ 0.1526	08-Jan-15	1
Bought CAD 33 Sold SEK 216 @ 0.1544	08-Jan-15	1
Bought CAD 59 Sold SEK 385 @ 0.1544	08-Jan-15	2
Bought CAD 64 Sold SEK 415 @ 0.1553	08-Jan-15	3
Bought CAD 23 Sold CHF 20 @ 1.1723	14-Jan-15	–
Bought CAD 232 Sold HKD 1 544 @ 0.1500	14-Jan-15	–
Bought CAD 24 Sold CHF 20 @ 1.1775	14-Jan-15	–
Bought CAD 240 Sold CHF 202 @ 1.1869	14-Jan-15	5
Bought CAD 85 Sold HKD 564 @ 0.1501	14-Jan-15	–
Bought CAD 99 Sold CHF 84 @ 1.1816	14-Jan-15	1
Bought CAD 195 Sold GBP 108 @ 1.8153	16-Jan-15	–
Bought CAD 31 Sold GBP 17 @ 1.8142	16-Jan-15	–
Bought CAD 668 Sold GBP 368 @ 1.8149	16-Jan-15	1
Bought CAD 728 Sold GBP 401 @ 1.8154	16-Jan-15	2
Bought CAD 73 Sold GBP 40 @ 1.8157	16-Jan-15	–
Bought GBP 24 Sold CAD 43 @ 1.8106	16-Jan-15	–
Bought CAD 1 Sold DKK 6 @ 0.1925	20-Jan-15	–
Bought CAD 23 Sold DKK 120 @ 0.1891	20-Jan-15	–
Bought CAD 44 Sold DKK 231 @ 0.1924	20-Jan-15	1
Bought CAD 67 Sold DKK 346 @ 0.1924	20-Jan-15	1
Bought CAD 1 228 Sold JPY 124 249 @ 0.0099	21-Jan-15	23
Bought CAD 147 Sold CHF 123 @ 1.1874	21-Jan-15	2
Bought CAD 24 Sold CHF 20 @ 1.1805	21-Jan-15	–
Bought CAD 26 Sold CHF 22 @ 1.1768	21-Jan-15	–
Bought CAD 366 Sold EUR 254 @ 1.4432	21-Jan-15	9
Bought CAD 38 Sold CHF 32 @ 1.1778	21-Jan-15	–

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 445 Sold CHF 375 @ 1.1873	21-Jan-15	\$ 8
Bought CAD 825 Sold JPY 84 940 @ 0.0097	21-Jan-15	–
Bought CAD 83 Sold CHF 70 @ 1.1809	21-Jan-15	1
Bought CAD 178 Sold AUD 184 @ 0.9715	23-Jan-15	4
Bought CAD 192 Sold AUD 198 @ 0.9703	23-Jan-15	6
Bought CAD 44 Sold NOK 274 @ 0.1598	23-Jan-15	1
Bought CAD 78 Sold EUR 55 @ 1.4263	23-Jan-15	1
Bought CAD 863 Sold EUR 610 @ 1.4155	23-Jan-15	6
Bought CAD 98 Sold AUD 100 @ 0.9840	23-Jan-15	4
Bought CAD 82 Sold GBP 45 @ 1.8164	02-Feb-15	–
Bought CAD 1 113 Sold GBP 611 @ 1.8207	04-Feb-15	6
Bought CAD 150 Sold EUR 105 @ 1.4325	04-Feb-15	3
Bought CAD 161 Sold EUR 114 @ 1.4080	04-Feb-15	–
Bought CAD 27 Sold GBP 15 @ 1.8218	04-Feb-15	–
Bought CAD 324 Sold GBP 178 @ 1.8218	04-Feb-15	2
Bought CAD 33 Sold GBP 18 @ 1.8144	04-Feb-15	–
Bought CAD 40 Sold DKK 209 @ 0.1928	04-Feb-15	1
Bought CAD 410 Sold GBP 225 @ 1.8212	04-Feb-15	2
Bought CAD 624 Sold GBP 344 @ 1.8147	04-Feb-15	1
Bought CAD 91 Sold GBP 50 @ 1.8189	04-Feb-15	–
Bought CAD 98 Sold EUR 68 @ 1.4421	04-Feb-15	2
Bought GBP 33 Sold CAD 60 @ 1.8054	04-Feb-15	–
Bought CAD 101 Sold EUR 70 @ 1.4410	05-Feb-15	2
Bought CAD 107 Sold EUR 75 @ 1.4270	05-Feb-15	1
Bought CAD 726 Sold EUR 507 @ 1.4328	05-Feb-15	13
Bought CAD 113 Sold JPY 11 500 @ 0.0098	06-Feb-15	1
Bought CAD 14 Sold NOK 87 @ 0.1596	06-Feb-15	–
Bought CAD 154 Sold HKD 1 023 @ 0.1501	06-Feb-15	–
Bought CAD 158 Sold SEK 1 033 @ 0.1532	06-Feb-15	4
Bought CAD 20 Sold CHF 17 @ 1.1835	06-Feb-15	–
Bought CAD 204 Sold CHF 173 @ 1.1802	06-Feb-15	2
Bought CAD 221 Sold EUR 153 @ 1.4420	06-Feb-15	5
Bought CAD 267 Sold JPY 27 058 @ 0.0099	06-Feb-15	5
Bought CAD 32 Sold CHF 27 @ 1.1718	06-Feb-15	–
Bought CAD 43 Sold JPY 4 445 @ 0.0097	06-Feb-15	–
Bought CAD 48 Sold NOK 297 @ 0.1601	06-Feb-15	1
Bought CAD 51 Sold SEK 333 @ 0.1533	06-Feb-15	1
Bought CAD 54 Sold JPY 5 500 @ 0.0099	06-Feb-15	1
Bought CAD 56 Sold SEK 363 @ 0.1544	06-Feb-15	2
Bought CAD 600 Sold CHF 509 @ 1.1803	06-Feb-15	5
Bought CAD 85 Sold EUR 60 @ 1.4194	06-Feb-15	1
Bought CAD 927 Sold EUR 654 @ 1.4173	06-Feb-15	6
Bought CAD 98 Sold CHF 83 @ 1.1830	06-Feb-15	1
Bought CAD 1 874 Sold EUR 1 323 @ 1.4164	09-Feb-15	12
Bought CAD 16 Sold ILS 55 @ 0.2984	09-Feb-15	–
Bought CAD 185 Sold EUR 130 @ 1.4220	09-Feb-15	2
Bought CAD 42 Sold EUR 30 @ 1.4151	09-Feb-15	–
Bought CAD 56 Sold EUR 40 @ 1.4080	09-Feb-15	–
Bought CAD 71 Sold EUR 50 @ 1.4246	09-Feb-15	1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 84 Sold EUR 59 @ 1.4164	09-Feb-15	\$ 1
Bought CAD 127 Sold JPY 13 020 @ 0.0097	18-Feb-15	–
Bought CAD 23 Sold AUD 23 @ 0.9826	18-Feb-15	1
Bought CAD 406 Sold JPY 41 723 @ 0.0097	18-Feb-15	–
Bought CAD 61 Sold JPY 6 100 @ 0.0099	18-Feb-15	1
Bought CAD 63 Sold AUD 64 @ 0.9828	18-Feb-15	2
Bought CAD 131 Sold AUD 137 @ 0.9534	20-Feb-15	1
Bought CAD 376 Sold AUD 388 @ 0.9698	20-Feb-15	9
Bought CAD 19 Sold NOK 119 @ 0.1601	10-Mar-15	1
Bought CAD 19 Sold NOK 122 @ 0.1600	10-Mar-15	1
Bought CAD 5 Sold NOK 30 @ 0.1601	10-Mar-15	–
Bought CAD 15 Sold DKK 79 @ 0.1948	12-Mar-15	–
Bought CAD 433 Sold EUR 300 @ 1.4435	12-Mar-15	10
Bought CAD 47 Sold DKK 243 @ 0.1953	12-Mar-15	1
Bought CAD 577 Sold EUR 400 @ 1.4433	12-Mar-15	14
Bought CAD 85 Sold DKK 436 @ 0.1941	12-Mar-15	2
Bought CAD 61 Sold HKD 404 @ 0.1503	16-Mar-15	–
Bought CAD 64 Sold HKD 423 @ 0.1503	16-Mar-15	–
Bought CAD 693 Sold JPY 70 084 @ 0.0099	16-Mar-15	12
Bought CAD 83 Sold HKD 549 @ 0.1505	16-Mar-15	–
Bought CAD 34 Sold SGD 38 @ 0.8870	17-Mar-15	–
Bought CAD 495 Sold AUD 523 @ 0.9466	20-Mar-15	1
		\$ 230

Contracts	Maturity Date	Unrealized Loss
Bought CAD 68 Sold JPY 7 000 @ 0.0097	14-Jan-15	\$ –
Bought CHF 35 Sold CAD 41 @ 1.1696	14-Jan-15	–
Bought CHF 59 Sold CAD 72 @ 1.2133	14-Jan-15	(3)
Bought CAD 36 Sold GBP 20 @ 1.7921	16-Jan-15	(1)
Bought CAD 36 Sold GBP 20 @ 1.7981	16-Jan-15	(1)
Bought CAD 69 Sold GBP 38 @ 1.8048	16-Jan-15	(1)
Bought CAD 955 Sold JPY 98 421 @ 0.0097	21-Jan-15	–
Bought CAD 47 Sold AUD 50 @ 0.9385	23-Jan-15	–
Bought CAD 27 Sold GBP 15 @ 1.7852	04-Feb-15	–
Bought CAD 34 Sold GBP 19 @ 1.7983	04-Feb-15	–
Bought CAD 44 Sold GBP 25 @ 1.7687	04-Feb-15	(1)
Bought CAD 69 Sold GBP 39 @ 1.7765	04-Feb-15	(1)
Bought EUR 28 Sold CAD 39 @ 1.4074	04-Feb-15	–
Bought EUR 69 Sold CAD 99 @ 1.4307	04-Feb-15	(2)
Bought GBP 25 Sold CAD 45 @ 1.8136	04-Feb-15	–
Bought GBP 46 Sold CAD 84 @ 1.8319	04-Feb-15	(1)
Bought GBP 50 Sold CAD 91 @ 1.8235	04-Feb-15	(1)
Bought EUR 123 Sold CAD 179 @ 1.4577	05-Feb-15	(6)
Bought EUR 55 Sold CAD 78 @ 1.4172	05-Feb-15	(1)
Bought EUR 65 Sold CAD 93 @ 1.4311	05-Feb-15	(2)
Bought EUR 70 Sold CAD 100 @ 1.4248	05-Feb-15	(1)
Bought CHF 23 Sold CAD 27 @ 1.1900	06-Feb-15	–
Bought EUR 120 Sold CAD 174 @ 1.4507	06-Feb-15	(5)
Bought JPY 10 000 Sold CAD 99 @ 0.0099	06-Feb-15	(2)
Bought JPY 10 200 Sold CAD 102 @ 0.0100	06-Feb-15	(3)
Bought JPY 17 500 Sold CAD 170 @ 0.0097	06-Feb-15	–
Bought CAD 20 Sold ILS 66 @ 0.2975	09-Feb-15	–
Bought CAD 43 Sold ILS 148 @ 0.2873	09-Feb-15	(2)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 60 Sold CAD 85 @ 1.4233	09-Feb-15	\$ (1)
Bought CAD 10 Sold NZD 11 @ 0.8814	12-Feb-15	–
Bought CAD 15 Sold NZD 17 @ 0.8818	12-Feb-15	–
Bought CAD 28 Sold JPY 2 900 @ 0.0096	18-Feb-15	–
Bought CAD 101 Sold SGD 117 @ 0.8648	06-Mar-15	(1)
Bought CAD 104 Sold SGD 120 @ 0.8648	06-Mar-15	(1)
Bought CAD 16 Sold SGD 19 @ 0.8652	06-Mar-15	–
Bought CAD 5 Sold SGD 6 @ 0.8651	06-Mar-15	–
Bought CAD 50 Sold SGD 58 @ 0.8650	06-Mar-15	(1)
Bought CAD 36 Sold ILS 125 @ 0.2875	09-Mar-15	(1)
		\$ (39)

TOTAL FOREIGN EXCHANGE

\$ 191

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
	2014
<i>(see note 2 and note 8 in the generic notes)</i>	
ASSETS	
Investments at fair value	\$ 20 771
Cash	31
Subscriptions receivable	52
Unrealized gain on foreign exchange contracts	230
TOTAL ASSETS	21 084
LIABILITIES	
Unrealized loss on foreign exchange contracts	39
Accounts payable and accrued expenses	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	43
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 21 041
Investments at cost	\$ 20 674
NAV	
SERIES A	\$ 923
ADVISOR SERIES	\$ 1
SERIES H	\$ 1
SERIES D	\$ 139
SERIES F	\$ 1
SERIES I	\$ 1
SERIES O	\$ 19 975
NAV PER UNIT	
SERIES A	\$ 10.46
ADVISOR SERIES	\$ 10.46
SERIES H	\$ 10.46
SERIES D	\$ 10.51
SERIES F	\$ 10.46
SERIES I	\$ 10.46
SERIES O	\$ 10.52

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Other income received from underlying funds	\$ 258
Net realized gain (loss) on investments	5
Net gain (loss) on foreign currencies and other net assets	509
Change in unrealized gain (loss) on investments	288
TOTAL INCOME (LOSS)	1 060
EXPENSES (see notes – Fund Specific Information)	
Management fees	8
Administration fees	6
Board of Governors costs	1
GST/HST	1
Expenses reimbursed by manager	(1)
TOTAL EXPENSES	15
INCREASE (DECREASE) IN NAV	\$ 1 045
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 31
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ 4
SERIES F	\$ –
SERIES I	\$ –
SERIES O	\$ 1 010
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT	
SERIES A	\$ 0.55
ADVISOR SERIES	\$ 1.26
SERIES H	\$ 1.27
SERIES D	\$ 0.57
SERIES F	\$ 1.34
SERIES I	\$ 1.35
SERIES O	\$ 0.74

* Fund launched April 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 1 045
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(5)
Change in unrealized loss (gain) on investments	(288)
(Increase) decrease in accrued receivables	–
Increase (decrease) in accrued payables	4
Cost of investments purchased	(21 513)
Proceeds on sales of investments	844
NET CASH PROVIDED BY OPERATING ACTIVITIES	(19 913)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	21 746
Cash paid on redemption of redeemable units	(1 137)
Distributions paid to holders of redeemable units	(665)
NET CASH USED IN FINANCING ACTIVITIES	\$ 19 944
Net increase (decrease) in cash for the year	31
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 31
Interest received	\$ –
Dividends received, net of withholding taxes	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched April 2014.



Statement of Changes in NAV *(in \$000s)*

For the period ended December 31 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	31	—	—	4
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1 200	1	1	152
Reinvestments of distributions to holders of redeemable units	21	—	—	4
Redemption of redeemable units	(304)	—	—	(17)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	917	1	1	139
Distributions from net income	(3)	—	—	(1)
Distributions from net gains	(22)	—	—	(3)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(25)	—	—	(4)
NET INCREASE (DECREASE) IN NAV	923	1	1	139
NAV AT END OF PERIOD	\$ 923	\$ 1	\$ 1	\$ 139

For the period ended December 31 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	—	—	1 010	1 045
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1	1	20 442	21 798
Reinvestments of distributions to holders of redeemable units	—	—	79	104
Redemption of redeemable units	—	—	(816)	(1 137)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1	1	19 705	20 765
Distributions from net income	—	—	(254)	(258)
Distributions from net gains	—	—	(486)	(511)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(740)	(769)
NET INCREASE (DECREASE) IN NAV	1	1	19 975	21 041
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 19 975	\$ 21 041

* Fund launched April 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in units of other mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the “underlying funds”), emphasizing mutual funds that invest in equity securities of companies outside of North America in order to provide exposure to economies that offer different business cycles and growth opportunities than North American markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in other mutual funds. The Fund’s exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
International Equity Funds	98.7
Cash/Other	1.3

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using an 8-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI EAFE Net Index 100% CAD Hedged	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	-	-	-	-
Mutual fund units	20 771	-	-	20 771
Fixed-income and debt securities	-	-	-	-
Short-term investments	-	-	-	-
Derivatives – assets	-	230	-	230
Derivatives – liabilities	-	(39)	-	(39)
Total financial instruments	20 771	191	-	20 962
% of total portfolio	99.1	0.9	-	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%



December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	103
Advisor Series	103
Series H	103
Series D	103
Series F	104
Series I	104
Series O	155 051
Value of all units	1 637

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014	
	NAV	Ownership
RBC International Equity Fund	98.7	8.1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	115
Reinvested number of units	2
Redeemed number of units	(29)
Ending number of units	88

For the period ended December 31
(see note 2 in the generic notes) 2014

Advisor Series	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series H	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series D	
Opening units	–
Issued number of units	15
Reinvested number of units	–
Redeemed number of units	(2)
Ending number of units	13
Series F	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series O	
Opening units	–
Issued number of units	1 970
Reinvested number of units	7
Redeemed number of units	(77)
Ending number of units	1 900

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC INTERNATIONAL INDEX CURRENCY NEUTRAL FUND

December 31, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
27 000	Bank of Montreal	\$ 26 963	\$ 26 963	
31 000	Bank of Nova Scotia	30 966	30 966	
6 000	Caisse Centrale Desjardins	5 992	5 992	
26 500	Canadian Imperial Bank of Commerce	26 468	26 468	
143 250	Government of Canada Treasury Bills	142 913	142 913	
14 000	Honda Canada Finance Inc.	13 971	13 971	
9 000	HSBC Bank Canada	8 992	8 992	
25 250	National Bank of Canada	25 220	25 220	
13 000	Sumitomo Mitsui Financial Group Inc.	12 957	12 957	
27 000	Toronto-Dominion Bank	26 968	26 968	
10 500	Wells Fargo Financial Canada Corp.	10 466	10 466	
TOTAL SHORT-TERM INVESTMENTS		331 876	331 876	96.6
TOTAL INVESTMENTS		331 876	331 876	96.6
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	12 515	3.6
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(1 939)	(0.6)
TOTAL PORTFOLIO		\$ 331 876	342 452	99.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 161	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 343 613	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.87% to 1.23% and mature between January 5, 2015 and May 14, 2015.

SCHEDULE A

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Gain
79	Amsterdam Index Future, January 2015 Contracts at EUR 392.68 per contract	\$ 9 025 \$ 717
547	France CAC 40 Index Future, January 2015 Contracts at EUR 4 007.50 per contract	31 887 2 073
91	German Dax Index Future, March 2015 Contracts at EUR 9 402.00 per contract	31 113 1 412
92	Hang Seng Stock Index Future, January 2015 Contracts at HKD 23 246.83 per contract	16 030 277
57	S&P/MIB Index Future, March 2015 Contracts at EUR 17 980.00 per contract	7 454 436
83	Spain IBEX 35 Index Future, January 2015 Contracts at EUR 9 963.89 per contract	12 005 328
598	Swedish OMX Index Future, January 2015 Contracts at SEK 1 398.36 per contract	12 764 609
304	Swiss Market Index Future, March 2015 Contracts at CHF 8 585.50 per contract	31 613 1 142
346	The Dow Jones Euro STOXX 50 Future, March 2015 Contracts at EUR 3 030.30 per contract	15 220 499
204	The S&P ASX 200 Index Future, March 2015 Contracts at AUD 5 122.95 per contract	24 994 1 258
616	United Kingdom New FTSE 100 Future, March 2015 Contracts at GBP 6 185.13 per contract	69 616 3 764
	\$ 261 721	\$ 12 515

SCHEDULE A (cont.)

Futures Contracts

Number of Contracts	Contracted Value	Unrealized Loss
530	Japanese TOPIX Index Future, March 2015 Contracts at JPY 1 445.21 per contract	\$ 73 187 \$ (1 939)
	\$ 73 187	\$ (1 939)
TOTAL FUTURES	\$ 334 908	\$ 10 576

\$143 250 Government of Canada Treasury Bills are held as collateral by counterparties with respect to the above futures contracts.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 331 876	\$ 294 900	\$ 208 283
Cash	847	695	217
Subscriptions receivable	153	302	101
Unrealized gain on futures contracts	12 515	13 080	4 200
Futures contracts margin receivable	238	6 837	3 952
Dividends receivable, interest accrued and other assets	306	534	646
TOTAL ASSETS	345 935	316 348	217 399
LIABILITIES			
Redemptions payable	164	187	150
Unrealized loss on futures contracts	1 939	–	721
Accounts payable and accrued expenses	219	185	127
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 322	372	998
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 343 613	\$ 315 976	\$ 216 401
Investments at cost	\$ 331 876	\$ 295 108	\$ 208 504
NAV			
SERIES A	\$ 343 613	\$ 315 976	\$ 216 401
NAV PER UNIT			
SERIES A	\$ 10.17	\$ 9.68	\$ 7.70

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 3 114	\$ 3 165
Net gain (loss) from futures contracts	15 868	59 031
Other income (loss)	–	(572)
Securities lending revenue (see note 6 in the generic notes)	40	19
Change in unrealized gain (loss) on investments	208	13
TOTAL INCOME (LOSS)	19 230	61 656
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 663	1 342
Administration fees	465	376
Board of Governors costs	3	3
GST/HST	228	187
TOTAL EXPENSES	2 359	1 908
INCREASE (DECREASE) IN NAV	\$ 16 871	\$ 59 748
INCREASE (DECREASE) IN NAV SERIES A	\$ 16 871	\$ 59 748
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	\$ 0.50	\$ 1.97

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 16 871	\$ 59 748
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	–	–
Change in unrealized loss (gain) on investments	(208)	(13)
(Increase) decrease in accrued receivables	793	(9 489)
Increase (decrease) in accrued payables	1 973	58
Cost of investments purchased	(1 967 976)	(1 485 111)
Proceeds on sales of investments	1 931 208	1 398 507
NET CASH PROVIDED BY OPERATING ACTIVITIES	(17 339)	(36 300)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	60 470	75 925
Cash paid on redemption of redeemable units	(49 578)	(36 262)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 10 892	\$ 39 663
Net increase (decrease) in cash for the year	(6 447)	3 363
Cash (bank overdraft), beginning of period	7 532	4 169
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1 085	\$ 7 532
Interest received	\$ 3 744	\$ 3 277
Dividends received, net of withholding taxes	\$ (402)	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 315 976	\$ 216 401
INCREASE (DECREASE) IN NAV	16 871	59 748
Early redemption fees	–	1
Proceeds from redeemable units issued	60 321	76 126
Reinvestments of distributions to holders of redeemable units	–	–
Redemption of redeemable units	(49 555)	(36 300)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	10 766	39 827
Distributions from net income	–	–
Distributions from net gains	–	–
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–
NET INCREASE (DECREASE) IN NAV	27 637	99 575
NAV AT END OF PERIOD	\$ 343 613	\$ 315 976

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by tracking the performance of the Morgan Stanley Capital International – Europe, Australasia and Far East Total Return Index (“MSCI EAFE Index”) (in local currencies).

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund’s credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
R-1 (H)	81.0	83.6	76.9
R-1 (M)	19.0	16.4	23.1
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Japan	21.9	21.6	19.4
United Kingdom	20.8	21.9	22.9
France	9.5	10.0	11.6
Switzerland	9.4	8.8	8.7
Germany	9.3	9.5	10.5
Australia	7.5	7.4	9.1
Hong Kong	4.8	4.4	5.1
Other Countries	4.5	3.3	0.2
Sweden	3.8	2.7	3.4
Spain	3.6	3.7	3.5
Netherlands	2.7	2.2	2.9
Italy	2.2	4.4	2.6

Interest rate risk (%)

The table below summarizes the Fund’s exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
0 – 1 month	60.7	43.4	38.0
1 – 3 months	31.4	52.4	54.8
4 – 6 months	7.9	4.2	7.2
7 – 12 months	–	–	–
Total	100.0	100.0	100.0

Due to the short-term nature of the Fund’s investments, the Fund has minimal sensitivity to changes in interest rates.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (local currency)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	331 876	–	331 876
Derivatives – assets	12 515	–	–	12 515
Derivatives – liabilities	(1 939)	–	–	(1 939)
Total financial instruments	10 576	331 876	–	342 452
% of total portfolio	3.1	96.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	12 556	–	12 556
Short-term investments	–	282 344	–	282 344
Derivatives – assets	13 080	–	–	13 080
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 080	294 900	–	307 980
% of total portfolio	4.2	95.8	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	24 153	–	24 153
Short-term investments	–	184 130	–	184 130
Derivatives – assets	4 200	–	–	4 200
Derivatives – liabilities	(721)	–	–	(721)
Total financial instruments	3 479	208 283	–	211 762
% of total portfolio	1.6	98.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.14%
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Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	–
Non-capital losses	40 279
Non-capital losses expire in:	
2031	35 047
2028	5 232

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	32 642	28 112
Issued number of units	6 204	8 687
Reinvested number of units	–	–
Redeemed number of units	(5 073)	(4 157)
Ending number of units	33 773	32 642

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	90 912	72 311
Fair value of collateral received	92 730	73 758

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	315 973	216 399
Revaluation of investments at FVTPL	3	2
Net assets attributable to holders of redeemable units	315 976	216 401
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		59 747
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		1
Increase (decrease) in net assets attributable to holders of redeemable units		59 748



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC O'SHAUGHNESSY INTERNATIONAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
255 145	Challenger Ltd.	\$ 1 572	\$ 1 566	
420 096	Collection House Ltd.	849	825	
272 601	CSR Limited	805	1 001	
938 036	Fortescue Metals Group Ltd.	2 863	2 393	
495 707	Leighton Holdings Ltd.	10 112	10 487	
464 823	Orica Ltd.	9 571	8 275	
2 231 788	Telstra Corp. Ltd.	6 674	12 588	
168 151	Thorn Group Ltd.	477	494	
140 435	Woodside Petroleum Ltd.	5 562	5 046	
		38 485	42 675	9.0
Austria				
19 089	Flughafen Wien AG	1 958	2 079	
		1 958	2 079	0.4
Belgium				
241 820	Belgacom S.A.	8 918	10 194	
20 167	Mobistar S.A.	543	556	
		9 461	10 750	2.3
Denmark				
2 020	A P Moller - Maersk A/S	4 551	4 668	
41 158	Schouw & Co.	2 384	2 246	
154 004	TDC A/S	1 596	1 365	
14 208	TrygVesta A/S	1 855	1 844	
		10 386	10 123	2.1
Finland				
52 085	Fortum OYJ	1 475	1 314	
95 322	Tietoenator OYJ	2 951	2 870	
188 099	UPM-Kymmene OYJ	2 114	3 581	
		6 540	7 765	1.6
France				
24 420	Cegid Group	1 184	1 034	
46 437	Credit Agricole S.A.	796	696	
83 910	Electricite de France S.A.	2 911	2 684	
672 072	France Telecom S.A.	10 654	13 279	
445 568	GDF Suez	12 629	12 071	
51 248	Lagardere S.C.A.	1 960	1 551	
20 704	Montupet	904	1 924	
25 274	Norbert Dentressangle S.A.	4 392	4 328	
53 789	Rallye S.A.	3 049	2 190	
7 508	Stef S.A.	655	475	
130 251	Total S.A.	7 557	7 753	
13 505	Valeo S.A.	1 276	1 952	
67 761	Vivendi S.A.	1 957	1 960	
		49 924	51 897	11.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Germany				
139 136	Adler Modemaerkte AG	\$ 2 358	\$ 2 629	
23 786	Cewe Stiftung & Co. KGaA	1 989	1 723	
13 682	Continental AG	2 832	3 360	
192 178	Deutsche Telekom AG	2 498	3 587	
189 915	E.ON SE	4 868	3 786	
105 441	Elmos Semiconductor AG	2 236	2 360	
69 656	Indus Holding AG	3 825	3 729	
9 088	KUKA AG	604	751	
11 180	Porsche AG	1 235	1 055	
100 283	Sixt SE	4 233	4 550	
30 703	Wacker Neuson SE	787	725	
		27 465	28 255	6.0
Ireland				
2 253 429	Total Produce Plc.	2 757	3 390	
		2 757	3 390	0.7
Israel				
6 449 580	Bezeq Israeli Telecommunication Corporation Ltd.	8 589	13 291	
61 686	Delek Automotive Systems Ltd.	729	637	
1 054	Delek Group Ltd.	393	307	
32 213	Kerur Holdings Ltd.	734	578	
		10 445	14 813	3.1
Italy				
230 711	ACEA S.p.A.	2 662	2 895	
1 137 006	Ascopiave S.p.A.	3 761	2 902	
50 834	ASTM S.p.A.	966	682	
214 292	Cementir S.p.A.	1 204	1 505	
491 448	ENI S.p.A.	13 872	10 001	
11 137	Italmobiliare S.p.A.	478	294	
70 011	La Doria S.p.A.	662	795	
137 780	Unipol Gruppo Finanziario S.p.A.	792	790	
71 496	Vittoria Assicurazioni S.p.A.	1 152	861	
		25 549	20 725	4.4
Japan				
36 000	Ajinomoto Co. Inc.	774	779	
65 700	Alpine Electronics Inc.	957	1 253	
67 300	Amuse Inc.	2 132	2 266	
93 800	Asahi Broadcasting Corp.	830	824	
77 700	Axial Retailing Inc.	1 913	1 970	
176 000	Bic Camera Inc.	1 807	2 345	
147 800	Canon Sales Co. Inc.	3 107	2 910	
35 100	Chori Co. Ltd.	592	634	
70 700	CKD Corp.	840	781	
349 600	CONEXIO Corp.	4 058	3 791	
8 500	Daito Trust Construction Co. Ltd.	1 045	1 120	
214 000	Denki Kogyo Co. Ltd.	1 551	1 099	
71 400	Elematec Corp.	1 515	1 982	
564 000	Fuji Kiko Co. Ltd.	3 155	3 063	
34 900	Fuji Photo Film Co.	1 253	1 237	
146 000	Fujikura Ltd.	744	698	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
119 300	Fujitsu Frontech Ltd.	\$ 1 845	\$ 1 761	
81 600	Fukuda Denshi Co. Ltd.	5 153	4 797	
142 400	Heiwado Co. Ltd.	2 930	3 193	
62 000	Hoshizaki Electric Co. Ltd.	3 352	3 471	
86 900	Hoya Corp.	2 684	3 415	
35 800	Idemitsu Kosan Co. Ltd.	863	687	
107 100	Inabata & Co. Ltd.	1 161	1 118	
582 500	Itochu Enex Co. Ltd.	4 473	4 771	
281 000	J-Oil Mills Inc.	1 056	1 059	
22 300	Japan Airlines Co. Ltd.	763	768	
141 000	Kaken Pharmaceutical Co. Ltd.	3 508	3 168	
222 300	Kasai Kogyo Co. Ltd.	2 010	2 276	
383 500	Kasumi Co. Ltd.	3 936	3 752	
476 000	KNT-CT Holdings Co. Ltd.	1 008	696	
64 100	Kohnan Shoji Co. Ltd.	826	837	
45 800	Konoike Transport Co. Ltd.	1 055	1 089	
30 100	Kose Corp.	1 438	1 367	
54 800	Kyowa Exeo Corporation	808	679	
286 000	Kyudenko Corp.	2 435	3 676	
56 400	Macnica Inc.	1 843	1 829	
376 000	Marudai Food Co. Ltd.	1 629	1 500	
156 000	Meisei Industrial Co. Ltd.	1 058	1 118	
78 600	Mirait Holdings Corp.	1 011	1 036	
109 000	Mitsubishi Belting Co. Ltd.	918	931	
494 000	Morinaga Milk Industry Co. Ltd.	2 065	1 984	
773 000	Nagoya Railroad Co. Ltd.	3 289	3 344	
60 200	Nippon Gas Co. Ltd.	1 331	1 577	
55 900	Nippon Telegraph & Telephone Corp.	3 747	3 318	
11 700	Nitori Co. Ltd.	777	730	
207 000	NOF Corp.	1 427	1 520	
148 700	NOK Corp.	4 154	4 397	
169 000	Okamoto Industries Inc.	695	701	
33 100	Omron Corp.	1 339	1 720	
19 900	Otsuka Holdings Co. Ltd.	800	693	
145 000	Rengo Co. Ltd.	854	694	
105 100	Ryoyo Electro Corp.	1 408	1 300	
644 000	San-Ai Oil Co. Ltd.	5 008	5 013	
187 000	Showa Sangyo Co. Ltd.	742	871	
22 500	Sogo Medical Co. Ltd.	1 208	1 325	
39 500	Star Micronics Co. Ltd.	641	583	
147 800	Takasago Thermal Engineering Co. Ltd.	2 075	2 200	
15 400	TDK Corp.	771	1 054	
25 500	Tocalo Co. Ltd.	578	508	
591 100	TOKAI Holdings Corp.	3 051	3 124	
58 300	Toyo Seikan Group Holdings Ltd.	1 202	841	
38 200	Transcosmos Inc.	794	732	
158 000	Uchida Yoko Co. Ltd.	654	578	
178 000	Yurtec Corp.	1 165	1 202	
		113 811	115 755	24.4
Netherlands				
46 976	BinckBank N.V.	632	464	
		632	464	0.1

Holdings	Security	Cost	Fair Value	% of Net Assets
New Zealand				
2 841 459	Air New Zealand Ltd.	\$ 3 656	\$ 6 341	
98 160	Freightways Ltd.	485	515	
399 217	Infratil Ltd.	1 042	1 085	
80 639	Mainfreight Ltd.	1 075	1 160	
1 082 198	Mighty River Power Ltd.	2 695	2 916	
5 587 338	Spark New Zealand Ltd.	13 262	15 736	
		22 215	27 753	5.9
Norway				
50 577	Atea ASA	683	606	
488 107	Austevoll Seafood ASA	3 555	3 515	
27 753	Bakkafrost P/F	815	724	
611 419	Borregaard ASA	4 308	5 254	
94 021	Leroy Seafood Group ASA	3 776	3 987	
45 332	Oslo Bors VPS Holding ASA	662	535	
97 504	Salmar ASA	2 016	1 928	
237 966	StatoilHydro ASA	6 074	4 868	
82 678	Telenor ASA	2 026	1 943	
35 085	Yara International ASA	1 582	1 815	
		25 497	25 175	5.3
Portugal				
1 019 600	Energias de Portugal S.A.	4 815	4 593	
1 018 022	Portucel S.A.	5 183	4 386	
994 166	Sonae SGPS S.A.	1 993	1 422	
		11 991	10 401	2.2
Singapore				
291 000	ComfortDelGro Corporation Ltd.	659	662	
90 000	Great Eastern Holdings Ltd.	1 827	1 889	
		2 486	2 551	0.5
Spain				
148 747	Endesa S.A.	5 096	3 460	
56 772	Gas Natural SDG S.A.	1 900	1 657	
23 972	Grupo Catalana Occidente S.A.	1 068	803	
254 022	Iberdrola S.A.	1 385	1 989	
172 076	Papeles y Cartones de Europa S.A.	1 188	920	
46 127	Red Eléctrica de Espana	4 250	4 724	
		14 887	13 553	2.9
Sweden				
25 227	Boliden AB	477	468	
41 544	Clas Ohlson AB	954	836	
423 011	Dios Fastigheter AB	3 901	3 629	
65 492	Duni AB	1 028	1 127	
99 708	Loomis AB	3 274	3 346	
91 257	NCC AB	3 497	3 338	
448 513	Telia AB	3 554	3 350	
		16 685	16 094	3.4
Switzerland				
53 913	Ascom Holding AG	1 198	956	
9 081	Autoneum Holding AG	1 983	1 780	
4 723	Zurich Insurance Group AG	1 683	1 715	
		4 864	4 451	0.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
637 225	Antofagasta Plc.	\$ 9 023	\$ 8 626	
236 573	Aviva Plc.	2 297	2 065	
83 602	Awilco Drilling Plc.	2 183	1 013	
289 798	BAE Systems Plc.	1 343	2 462	
1 973 461	Centrica Plc.	11 449	9 931	
771 520	Chesnara Plc.	4 504	4 730	
235 757	Direct Line Insurance Group Plc.	1 306	1 239	
54 526	Go-Ahead Group Plc.	2 110	2 415	
119 663	GVC Holdings Plc.	1 057	1 046	
39 690	Imperial Tobacco Group Plc.	1 664	2 030	
1 278 035	J Sainsbury Plc.	6 607	5 670	
12 742	Next Plc.	1 578	1 570	
551 651	Renew Holdings Plc.	2 368	2 873	
134 924	SSE Plc.	3 685	3 961	
592 244	Tesco Plc.	2 376	2 006	
608 496	Vodafone Group Plc.	2 204	2 424	
64 090	Vp Plc.	785	723	
248 196	WH Smith Plc.	3 665	6 030	
14 425	Wolseley Plc.	920	958	
		<u>61 124</u>	<u>61 772</u>	<u>13.1</u>
TOTAL INTERNATIONAL EQUITIES		457 162	470 441	99.3
SHORT-TERM INVESTMENTS*		4 050	4 055	0.9
TOTAL INVESTMENTS		<u>\$ 461 212</u>	<u>474 496</u>	<u>100.2</u>
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE				
TO HOLDERS OF REDEEMABLE UNITS			(1 043)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS				
OF REDEEMABLE UNITS			<u>\$ 473 453</u>	<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 474 496	\$ 467 455	\$ 374 111
Cash	–	72	433
Subscriptions receivable	148	437	105
Dividends receivable, interest accrued and other assets	275	271	343
TOTAL ASSETS	474 919	468 235	374 992
LIABILITIES			
Redemptions payable	581	291	945
Accounts payable and accrued expenses	885	805	659
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 466	1 096	1 604
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 473 453	\$ 467 139	\$ 373 388
Investments at cost	\$ 461 212	\$ 388 758	\$ 389 409
NAV			
SERIES A	\$ 403 941	\$ 407 485	\$ 330 243
ADVISOR SERIES	\$ 6 193	\$ 5 350	\$ 4 469
SERIES D	\$ 19 646	\$ 12 508	\$ 7 326
SERIES F	\$ 13 703	\$ 12 870	\$ 11 108
SERIES I	\$ 14 023	\$ 13 510	\$ 10 232
SERIES O	\$ 15 947	\$ 15 416	\$ 10 010
NAV PER UNIT			
SERIES A	\$ 9.28	\$ 9.18	\$ 6.77
ADVISOR SERIES	\$ 9.16	\$ 9.08	\$ 6.69
SERIES D	\$ 9.39	\$ 9.26	\$ 6.79
SERIES F	\$ 8.67	\$ 8.59	\$ 6.33
SERIES I	\$ 10.17	\$ 10.05	\$ 7.40
SERIES O	\$ 8.32	\$ 8.25	\$ 6.05

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 25 642	\$ 17 338
Interest for distribution purposes	78	58
Other income (loss)	–	(22)
Securities lending revenue (see note 6 in the generic notes)	631	459
Net realized gain (loss) on investments	70 312	31 658
Net gain (loss) on foreign currencies and other net assets	(128)	28
Change in unrealized gain (loss) on investments	(65 413)	93 995
TOTAL INCOME (LOSS)	31 122	143 514
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 490	7 000
Administration fees	927	757
Board of Governors costs	3	3
GST/HST	903	772
Transaction costs	721	542
Withholding tax	3 263	2 008
TOTAL EXPENSES	14 307	11 082
INCREASE (DECREASE) IN NAV	\$ 16 815	\$ 132 432
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 14 472	\$ 115 864
ADVISOR SERIES	\$ 3	\$ 1 500
SERIES D	\$ 360	\$ 3 043
SERIES F	\$ 509	\$ 3 850
SERIES I	\$ 689	\$ 4 028
SERIES O	\$ 782	\$ 4 147
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.31	\$ 2.55
ADVISOR SERIES	\$ 0.31	\$ 2.51
SERIES D	\$ 0.40	\$ 2.64
SERIES F	\$ 0.40	\$ 2.47
SERIES I	\$ 0.48	\$ 2.93
SERIES O	\$ 0.48	\$ 2.46

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 16 815	\$ 132 432
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(70 312)	(31 658)
Change in unrealized loss (gain) on investments	65 413	(93 995)
(Increase) decrease in accrued receivables	(4)	72
Increase (decrease) in accrued payables	80	146
Cost of investments purchased	(2 832 318)	(1 995 772)
Proceeds on sales of investments	2 830 176	2 028 081
NET CASH PROVIDED BY OPERATING ACTIVITIES	9 850	39 306
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	86 679	34 383
Cash paid on redemption of redeemable units	(96 347)	(73 893)
Distributions paid to holders of redeemable units	(254)	(157)
NET CASH USED IN FINANCING ACTIVITIES	\$ (9 922)	\$ (39 667)
Net increase (decrease) in cash for the year	(72)	(361)
Cash (bank overdraft), beginning of period	72	433
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 72
Interest received	\$ 78	\$ 58
Dividends received, net of withholding taxes	\$ 22 375	\$ 15 380

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 407 485	\$ 330 243	\$ 5 350	\$ 4 469	\$ 12 508	\$ 7 326	\$ 12 870	\$ 11 108
INCREASE (DECREASE) IN NAV	14 472	115 864	3	1 500	360	3 043	509	3 850
Early redemption fees	1	–	–	–	1	–	–	2
Proceeds from redeemable units issued	54 451	23 303	4 923	692	14 972	4 627	5 373	2 356
Reinvestments of distributions to holders of redeemable units	9 702	5 962	149	73	566	230	412	259
Redemption of redeemable units	(72 362)	(61 850)	(4 067)	(1 304)	(8 180)	(2 481)	(4 933)	(4 378)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(8 208)	(32 585)	1 005	(539)	7 359	2 376	852	(1 761)
Distributions from net income	(9 808)	(6 037)	(165)	(80)	(581)	(237)	(528)	(327)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 808)	(6 037)	(165)	(80)	(581)	(237)	(528)	(327)
NET INCREASE (DECREASE) IN NAV	(3 544)	77 242	843	881	7 138	5 182	833	1 762
NAV AT END OF PERIOD	\$ 403 941	\$ 407 485	\$ 6 193	\$ 5 350	\$ 19 646	\$ 12 508	\$ 13 703	\$ 12 870

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 510	\$ 10 232	\$ 15 416	\$ 10 010	\$ 467 139	\$ 373 388
INCREASE (DECREASE) IN NAV	689	4 028	782	4 147	16 815	132 432
Early redemption fees	–	–	–	–	2	2
Proceeds from redeemable units issued	1 324	–	5 347	3 737	86 390	34 715
Reinvestments of distributions to holders of redeemable units	518	366	769	464	12 116	7 354
Redemption of redeemable units	(1 500)	(750)	(5 597)	(2 478)	(96 639)	(73 241)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	342	(384)	519	1 723	1 869	(31 170)
Distributions from net income	(518)	(366)	(770)	(464)	(12 370)	(7 511)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(518)	(366)	(770)	(464)	(12 370)	(7 511)
NET INCREASE (DECREASE) IN NAV	513	3 278	531	5 406	6 314	93 751
NAV AT END OF PERIOD	\$ 14 023	\$ 13 510	\$ 15 947	\$ 15 416	\$ 473 453	\$ 467 139

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns composed of capital growth and current income from investments outside North America.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Japan	24.4	27.0	24.6
United Kingdom	13.1	12.5	17.3
France	11.0	16.0	9.7
Other Countries	10.8	15.8	18.7
Australia	9.0	3.9	5.4
Germany	6.0	9.3	12.2
New Zealand	5.9	–	–
Norway	5.3	–	–
Italy	4.4	6.5	6.7
Sweden	3.4	–	–
Israel	3.1	4.5	–
Spain	2.9	3.1	–
Greece	–	–	3.9
Cash/Other	0.7	1.4	1.5

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	31.5	40.8	41.0
Japanese yen	24.4	27.0	24.6
Pound sterling	12.8	12.5	17.3
Australian dollar	9.0	3.9	5.3
New Zealand dollar	5.9	2.9	3.5
Norwegian krone	5.5	2.2	2.3
Swedish krona	3.4	0.7	1.1
Israeli new shekel	3.1	4.5	–
Danish krone	2.1	1.5	–
Swiss franc	0.9	2.3	2.2
Singapore dollar	–	0.2	1.1
Other currencies	0.8	–	0.2
Total	99.4	98.5	98.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by

approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return Net Index (CAD)	+ or - 0.9	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	470 441	–	470 441
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 055	–	4 055
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	474 496	–	474 496
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	460 353	–	460 353
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 102	–	7 102
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	467 455	–	467 455
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	367 633	–	367 633
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 478	–	6 478
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	374 111	–	374 111
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%
Series I	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	742	706
Value of all units	6	6

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	569 090
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	44 377	48 812
Issued number of units	5 581	2 882
Reinvested number of units	1 041	664
Redeemed number of units	(7 478)	(7 981)
Ending number of units	43 521	44 377
Advisor Series		
Opening units	589	668
Issued number of units	504	82
Reinvested number of units	16	8
Redeemed number of units	(433)	(169)
Ending number of units	676	589
Series D		
Opening units	1 351	1 078
Issued number of units	1 515	552
Reinvested number of units	60	25
Redeemed number of units	(834)	(304)
Ending number of units	2 092	1 351
Series F		
Opening units	1 498	1 755
Issued number of units	582	307
Reinvested number of units	47	31
Redeemed number of units	(547)	(595)
Ending number of units	1 580	1 498



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	1 344	1 383
Issued number of units	121	1
Reinvested number of units	51	37
Redeemed number of units	(137)	(77)
Ending number of units	1 379	1 344
Series O		
Opening units	1 868	1 655
Issued number of units	608	507
Reinvested number of units	92	58
Redeemed number of units	(651)	(352)
Ending number of units	1 917	1 868

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	721	100	542	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	83 973	48 302
Fair value of collateral received	85 652	49 268

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	467 139	373 388
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	467 139	373 388
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		132 432
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		132 432



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EUROPEAN DIVIDEND FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EUROPEAN EQUITIES				
Denmark				
20 032	Novozymes A/S	\$ 1 051	\$ 980	
		1 051	980	1.8
Finland				
14 039	Kone OYJ	731	743	
110 844	Nokia OYJ	981	1 019	
28 531	Sampo OYJ	1 509	1 552	
		3 221	3 314	6.2
France				
8 760	Gaztransport Et Technigaz S.A.	592	602	
13 284	Sanofi	1 508	1 407	
5 373	Schneider Electric SE	476	455	
14 438	Total S.A.	984	859	
		3 560	3 323	6.3
Germany				
5 373	Bayerische Motoren Werke (BMW) AG	662	674	
13 163	Deutsche Post AG	440	498	
26 862	Freenet AG	750	888	
9 186	ProSiebenSat.1 Media AG	406	446	
		2 258	2 506	4.7
Ireland				
6 716	Ryanair Holdings Plc. ADR	376	556	
		376	556	1.1
Italy				
20 164	Banca Generali S.p.A.	579	652	
		579	652	1.2
Netherlands				
81 220	Elsevier N.V.	1 985	2 253	
76 686	ING Groep N.V.	1 143	1 151	
55 196	Unilever N.V.	2 401	2 508	
		5 529	5 912	11.1
Norway				
6 716	TGS Nopec Geophysical Co. ASA	211	169	
		211	169	0.3
Portugal				
84 270	CTT-Correios de Portugal S.A.	916	946	
		916	946	1.8
Spain				
17 723	ACS Actividades Construcción y Servicios S.A.	772	718	
33 177	Gas Natural SDG S.A.	1 052	968	
11 996	Red Electrica de Espana	1 045	1 229	
		2 869	2 915	5.5
Sweden				
87 673	Nordbanken Holding AB	1 247	1 179	
57 163	Swedbank AB	1 569	1 648	
		2 816	2 827	5.3

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
18 805	Novartis AG	\$ 1 745	\$ 2 026	
5 910	Roche Holdings AG Genussscheine	1 801	1 860	
		3 546	3 886	7.3
United Kingdom				
82 248	Aberdeen Asset Management Plc.	621	638	
14 419	AstraZeneca Plc.	1 075	1 183	
78 737	Aviva Plc.	711	687	
25 755	Babcock International Group	523	490	
82 420	BAE Systems Plc.	661	700	
11 668	Berkeley Group Holdings Plc.	506	521	
33 274	British American Tobacco Plc.	2 109	2 095	
223 074	BT Group Plc.	1 459	1 612	
66 773	Capita Plc.	1 390	1 301	
68 704	Daily Mail & General Trust Plc.	996	1 020	
57 064	GlaxoSmithKline Plc.	1 441	1 422	
23 159	Imperial Tobacco Group Plc.	1 080	1 184	
19 818	Indivior Plc.	54	54	
19 424	London Stock Exchange Group Plc.	725	777	
48 236	Micro Focus International Plc.	835	938	
214 021	Moneysupermarket.com Group Plc.	756	899	
61 768	Playtech Plc.	747	766	
19 818	Reckitt Benckiser Plc.	1 868	1 865	
19 939	Rio Tinto Plc.	1 224	1 068	
31 686	Royal Dutch Shell Plc., A Shares	1 347	1 227	
143 656	Segro Plc. Real Estate Investment Trust	941	956	
32 625	Sky Plc.	505	529	
103 484	The Sage Group Plc.	747	868	
300 733	Vodafone Group Plc.	1 107	1 198	
132 812	Wilmington Group Plc.	491	521	
		23 919	24 519	46.1
TOTAL EUROPEAN EQUITIES		50 851	52 505	98.7
SHORT-TERM INVESTMENTS*		1 078	1 078	2.0
TOTAL INVESTMENTS		51 929	53 583	100.7
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	64	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(181)	(0.3)
TOTAL PORTFOLIO		\$ 51 929	53 466	100.5
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(292)	(0.5)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 53 174	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 97 Sold CAD 176 @ 1.8053	02-Jan-15	\$ 1
Bought CAD 45 Sold GBP 25 @ 1.8125	08-Jan-15	–
Bought GBP 110 Sold CAD 198 @ 1.8038	08-Jan-15	1
Bought GBP 519 Sold CAD 930 @ 1.7924	08-Jan-15	10
Bought CAD 312 Sold EUR 215 @ 1.4497	15-Jan-15	9
Bought CAD 320 Sold EUR 227 @ 1.4096	15-Jan-15	1
Bought CAD 4 Sold SEK 25 @ 0.1507	16-Jan-15	–
Bought CAD 616 Sold SEK 4 035 @ 0.1526	16-Jan-15	14
Bought CAD 228 Sold EUR 161 @ 1.4137	21-Jan-15	1
Bought CAD 17 Sold SEK 110 @ 0.1548	04-Feb-15	1
Bought CAD 192 Sold EUR 136 @ 1.4120	10-Feb-15	1
Bought CAD 15 Sold EUR 11 @ 1.4079	11-Feb-15	–
Bought CHF 60 Sold CAD 70 @ 1.1706	18-Feb-15	–
Bought CAD 1 055 Sold DKK 5 570 @ 0.1894	19-Feb-15	2
Bought DKK 275 Sold CAD 52 @ 0.1876	19-Feb-15	–
Bought CAD 274 Sold SEK 1 806 @ 0.1520	26-Feb-15	5
Bought EUR 28 Sold CAD 39 @ 1.4026	05-Mar-15	–
Bought CAD 528 Sold EUR 370 @ 1.4282	09-Mar-15	7
Bought CAD 680 Sold GBP 374 @ 1.8189	09-Mar-15	2
Bought CAD 1 090 Sold GBP 600 @ 1.8164	11-Mar-15	2
Bought CAD 3 658 Sold GBP 2 014 @ 1.8160	11-Mar-15	7
		<u>\$ 64</u>

Contracts	Maturity Date	Unrealized Loss
Bought EUR 136 Sold CAD 192 @ 1.4103	02-Jan-15	\$ (1)
Bought EUR 10 Sold CAD 15 @ 1.4062	05-Jan-15	–
Bought CAD 201 Sold GBP 112 @ 1.7954	08-Jan-15	(2)
Bought CAD 254 Sold GBP 141 @ 1.8021	08-Jan-15	(1)
Bought CAD 779 Sold GBP 432 @ 1.8025	08-Jan-15	(4)
Bought GBP 94 Sold CAD 170 @ 1.8119	08-Jan-15	–
Bought CHF 268 Sold CAD 321 @ 1.1991	14-Jan-15	(8)
Bought CHF 110 Sold CAD 129 @ 1.1708	15-Jan-15	–
Bought CHF 112 Sold CAD 133 @ 1.1908	15-Jan-15	(2)
Bought CHF 115 Sold CAD 135 @ 1.1768	15-Jan-15	(1)
Bought CHF 120 Sold CAD 141 @ 1.1729	15-Jan-15	–
Bought CHF 330 Sold CAD 386 @ 1.1724	15-Jan-15	(1)
Bought CHF 40 Sold CAD 48 @ 1.2012	15-Jan-15	(1)
Bought CHF 60 Sold CAD 71 @ 1.1825	15-Jan-15	(1)
Bought CHF 90 Sold CAD 106 @ 1.1809	15-Jan-15	(1)
Bought EUR 100 Sold CAD 144 @ 1.4424	15-Jan-15	(4)
Bought EUR 200 Sold CAD 285 @ 1.4262	15-Jan-15	(4)
Bought DKK 225 Sold CAD 44 @ 0.1939	16-Jan-15	(1)
Bought DKK 25 Sold CAD 5 @ 0.1898	16-Jan-15	–
Bought SEK 171 Sold CAD 27 @ 0.1573	16-Jan-15	(1)
Bought SEK 800 Sold CAD 122 @ 0.1526	16-Jan-15	(3)
Bought EUR 103 Sold CAD 146 @ 1.4196	21-Jan-15	(1)
Bought EUR 104 Sold CAD 148 @ 1.4131	21-Jan-15	(1)
Bought EUR 136 Sold CAD 193 @ 1.4212	21-Jan-15	(2)
Bought EUR 140 Sold CAD 197 @ 1.4073	21-Jan-15	(1)
Bought EUR 236 Sold CAD 341 @ 1.4432	21-Jan-15	(9)
Bought EUR 53 Sold CAD 77 @ 1.4489	22-Jan-15	(2)
Bought CAD 107 Sold GBP 59 @ 1.8099	26-Jan-15	–
Bought EUR 181 Sold CAD 263 @ 1.4550	28-Jan-15	(9)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CHF 68 Sold CAD 81 @ 1.1856	29-Jan-15	\$ (1)
Bought EUR 207 Sold CAD 296 @ 1.4321	29-Jan-15	(5)
Bought CAD 322 Sold USD 284 @ 1.1328	30-Jan-15	(8)
Bought CAD 161 Sold GBP 90 @ 1.7853	02-Feb-15	(2)
Bought CAD 292 Sold GBP 163 @ 1.7871	02-Feb-15	(4)
Bought GBP 100 Sold CAD 182 @ 1.8177	02-Feb-15	(1)
Bought CAD 48 Sold USD 42 @ 1.1398	05-Feb-15	(1)
Bought EUR 225 Sold CAD 319 @ 1.4162	05-Feb-15	(2)
Bought CAD 6 Sold USD 5 @ 1.1305	06-Feb-15	–
Bought NOK 400 Sold CAD 65 @ 0.1625	09-Feb-15	(3)
Bought EUR 897 Sold CAD 1 283 @ 1.4300	10-Feb-15	(20)
Bought DKK 247 Sold CAD 47 @ 0.1905	11-Feb-15	–
Bought CHF 1 403 Sold CAD 1 647 @ 1.1737	18-Feb-15	(4)
Bought DKK 390 Sold CAD 74 @ 0.1906	19-Feb-15	(1)
Bought DKK 45 Sold CAD 9 @ 0.1904	19-Feb-15	–
Bought DKK 500 Sold CAD 95 @ 0.1905	19-Feb-15	(1)
Bought DKK 715 Sold CAD 137 @ 0.1916	19-Feb-15	(2)
Bought DKK 19 Sold CAD 4 @ 0.1917	20-Feb-15	–
Bought NOK 300 Sold CAD 50 @ 0.1669	23-Feb-15	(3)
Bought NOK 62 Sold CAD 10 @ 0.1669	23-Feb-15	(1)
Bought CAD 68 Sold USD 60 @ 1.1417	25-Feb-15	(1)
Bought CHF 100 Sold CAD 118 @ 1.1821	25-Feb-15	(1)
Bought CHF 140 Sold CAD 164 @ 1.1738	25-Feb-15	–
Bought CAD 230 Sold GBP 129 @ 1.7859	26-Feb-15	(3)
Bought CAD 104 Sold GBP 58 @ 1.7865	02-Mar-15	(1)
Bought CAD 586 Sold GBP 327 @ 1.7938	03-Mar-15	(6)
Bought DKK 4 390 Sold CAD 860 @ 0.1959	04-Mar-15	(30)
Bought EUR 212 Sold CAD 300 @ 1.4151	05-Mar-15	(1)
Bought SEK 2 010 Sold CAD 302 @ 0.1503	06-Mar-15	(2)
Bought SEK 300 Sold CAD 45 @ 0.1499	06-Mar-15	–
Bought CAD 20 Sold USD 18 @ 1.1452	12-Mar-15	–
Bought NOK 373 Sold CAD 58 @ 0.1565	13-Mar-15	–
Bought NOK 1 150 Sold CAD 180 @ 0.1562	18-Mar-15	(1)
Bought CAD 175 Sold GBP 97 @ 1.8072	19-Mar-15	(1)
Bought EUR 872 Sold CAD 1 240 @ 1.4225	19-Mar-15	(12)
Bought GBP 205 Sold CAD 372 @ 1.8153	19-Mar-15	(1)
Bought GBP 80 Sold CAD 146 @ 1.8246	19-Mar-15	(1)
Bought SEK 207 Sold CAD 31 @ 0.1504	20-Mar-15	–
Bought CAD 7 Sold USD 6 @ 1.1633	13-Apr-15	–
		<u>\$ (181)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (117)</u>

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 53 583	\$ 2 891	\$ 2 097
Cash	–	24	17
Subscriptions receivable	17	–	–
Unrealized gain on foreign exchange contracts	64	5	3
Dividends receivable, interest accrued and other assets	110	5	4
TOTAL ASSETS	53 774	2 925	2 121
LIABILITIES			
Due to investment dealers	382	–	–
Redemptions payable	25	–	–
Unrealized loss on foreign exchange contracts	181	18	5
Accounts payable and accrued expenses	12	–	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	600	18	5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 53 174	\$ 2 907	\$ 2 116
Investments at cost	\$ 51 929	\$ 2 136	\$ 1 975
NAV			
SERIES A	\$ 3 667	\$ –	\$ –
ADVISOR SERIES	\$ 75	\$ –	\$ –
SERIES H	\$ 1	\$ –	\$ –
SERIES D	\$ 535	\$ –	\$ –
SERIES F	\$ 726	\$ –	\$ –
SERIES I	\$ 197	\$ –	\$ –
SERIES O	\$ 47 973	\$ 2 907	\$ 2 116
NAV PER UNIT			
SERIES A	\$ 10.16	\$ –	\$ –
ADVISOR SERIES	\$ 10.16	\$ –	\$ –
SERIES H	\$ 10.15	\$ –	\$ –
SERIES D	\$ 10.17	\$ –	\$ –
SERIES F	\$ 10.19	\$ –	\$ –
SERIES I	\$ 10.20	\$ –	\$ –
SERIES O	\$ 10.44	\$ 10.02	\$ 10.05

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 563	\$ 116
Interest for distribution purposes	6	–
Other income (loss)	–	1
Securities lending revenue (see note 6 in the generic notes)	3	3
Net realized gain (loss) on investments	(12)	73
Net gain (loss) on foreign currencies and other net assets	(80)	(3)
Change in unrealized gain (loss) on investments	795	622
TOTAL INCOME (LOSS)	1 275	812
EXPENSES (see notes – Fund Specific Information)		
Management fees	18	–
Administration fees	10	2
Board of Governors costs	1	–
GST/HST	3	–
Transaction costs	171	3
Withholding tax	39	16
Expenses reimbursed by manager	(1)	–
TOTAL EXPENSES	241	21
INCREASE (DECREASE) IN NAV	\$ 1 034	\$ 791
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (8)	\$ –
ADVISOR SERIES	\$ –	\$ –
SERIES H	\$ –	\$ –
SERIES D	\$ 2	\$ –
SERIES F	\$ (13)	\$ –
SERIES I	\$ (4)	\$ –
SERIES O	\$ 1 057	\$ 791
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ –	\$ –
ADVISOR SERIES	\$ –	\$ –
SERIES H	\$ 0.04	\$ –
SERIES D	\$ 0.03	\$ –
SERIES F	\$ 0.03	\$ –
SERIES I	\$ 0.04	\$ –
SERIES O	\$ 0.58	\$ 3.76

* Although Series O units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until August 2014. Series A, Advisor Series, Series H, Series D, Series F and Series I units of the Fund were also launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 034	\$ 791
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	12	(73)
Change in unrealized loss (gain) on investments	(795)	(622)
(Increase) decrease in accrued receivables	(105)	(1)
Increase (decrease) in accrued payables	394	–
Cost of investments purchased	(222 594)	(710)
Proceeds on sales of investments	172 789	622
NET CASH PROVIDED BY OPERATING ACTIVITIES	(49 265)	7
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	51 026	–
Cash paid on redemption of redeemable units	(1 785)	–
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 49 241	\$ –
Net increase (decrease) in cash for the year	(24)	7
Cash (bank overdraft), beginning of period	24	17
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 24
Interest received	\$ 6	\$ –
Dividends received, net of withholding taxes	\$ 419	\$ 100

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Although Series O units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until August 2014. Series A, Advisor Series, Series H, Series D, Series F and Series I units of the Fund were also launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	(8)	–	–	–	–	–	2	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	3 865	–	75	–	1	–	653	–
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	1	–
Redemption of redeemable units	(190)	–	–	–	–	–	(120)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 675	–	75	–	1	–	534	–
Distributions from net income	–	–	–	–	–	–	(1)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	(1)	–
NET INCREASE (DECREASE) IN NAV	3 667	–	75	–	1	–	535	–
NAV AT END OF PERIOD	\$ 3 667	\$ –	\$ 75	\$ –	\$ 1	\$ –	\$ 535	\$ –

For the periods ended December 31 (see note 2 in the generic notes)*†	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –	\$ 2 907	\$ 2 116	\$ 2 907	\$ 2 116
INCREASE (DECREASE) IN NAV	(13)	–	(4)	–	1 057	791	1 034	791
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	739	–	201	–	45 509	–	51 043	–
Reinvestments of distributions to holders of redeemable units	1	–	–	–	410	796	412	796
Redemption of redeemable units	–	–	–	–	(1 500)	–	(1 810)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	740	–	201	–	44 419	796	49 645	796
Distributions from net income	(1)	–	–	–	(410)	(796)	(412)	(796)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	–	–	–	(410)	(796)	(412)	(796)
NET INCREASE (DECREASE) IN NAV	726	–	197	–	45 066	791	50 267	791
NAV AT END OF PERIOD	\$ 726	\$ –	\$ 197	\$ –	\$ 47 973	\$ 2 907	\$ 53 174	\$ 2 907

* Although Series O units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until August 2014. Series A, Advisor Series, Series H, Series D, Series F and Series I units of the Fund were also launched August 2014.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting of regular dividend income and modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United Kingdom	46.1	42.7	39.7
Netherlands	11.1	–	–
Switzerland	7.3	9.7	9.6
France	6.3	10.2	11.5
Other European Countries	6.2	17.1	14.5
Finland	6.2	–	–
Spain	5.5	–	–
Sweden	5.3	4.4	7.8
Germany	4.7	11.4	11.0
Italy	–	3.9	5.0
Cash/Other	1.3	0.6	0.9

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	46.0	39.4	39.7
Pound sterling	31.9	32.9	32.8
Swiss franc	14.0	11.3	11.6
Swedish krona	4.6	4.5	5.0
Danish krone	2.3	1.6	1.7
Norwegian krone	1.0	1.1	1.8
Other currencies	0.1	–	0.1
Total	99.9	90.8	92.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.9%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 26-month (December 31, 2013 – 14-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
MSCI Europe Total Return Net Index (CAD)	+ or - 0.9	+ or - 0.8

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	556	51 949	–	52 505
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 078	–	1 078
Derivatives – assets	–	64	–	64
Derivatives – liabilities	–	(181)	–	(181)
Total financial instruments	556	52 910	–	53 466
% of total portfolio	1.0	99.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	40	2 851	–	2 891
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(18)	–	(18)
Total financial instruments	40	2 838	–	2 878
% of total portfolio	1.4	98.6	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	27	2 070	–	2 097
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	3	–	3
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	27	2 068	–	2 095
% of total portfolio	1.3	98.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.05%

Please see the generic notes at the back of the financial statements.

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	100	–
Advisor Series	100	–
Series H	100	–
Series D	100	–
Series F	100	–
Series I	100	–
Series O	292 603	290 102
Value of all units	3 061	2 907

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	–	–
Issued number of units	380	–
Reinvested number of units	–	–
Redeemed number of units	(19)	–
Ending number of units	361	–

Advisor Series		
Opening units	–	–
Issued number of units	7	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	7	–

Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	–	–
Issued number of units	65	–
Reinvested number of units	–	–
Redeemed number of units	(12)	–
Ending number of units	53	–
Series F		
Opening units	–	–
Issued number of units	71	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	71	–
Series I		
Opening units	–	–
Issued number of units	19	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	19	–
Series O		
Opening units	290	211
Issued number of units	4 407	–
Reinvested number of units	39	79
Redeemed number of units	(140)	–
Ending number of units	4 596	290

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	171	100	6	100
Related-party brokerage commissions*	11	6	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	2 008	13
Fair value of collateral received	2 048	14

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Growth & Income Fund	84.1	–

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	2 907	2 116
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	2 907	2 116
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		791
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		791



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EUROPEAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EUROPEAN EQUITIES				
Belgium				
1 182 296	InBev N.V.	\$ 144 201	\$ 154 586	
67 174	UCB S.A.	6 310	5 935	
		150 511	160 521	4.1
Denmark				
1 274 769	Christian Hansen Holding A/S	43 972	65 614	
2 899 962	Novo Nordisk A/S	140 433	142 515	
1 047 535	Novozymes A/S	51 748	51 230	
		236 153	259 359	6.6
Finland				
836 818	Kone OYJ	42 984	44 263	
6 866 106	Nokia OYJ	59 127	63 089	
2 048 049	Sampo OYJ	108 563	111 391	
		210 674	218 743	5.5
France				
360 283	Christian Dior S.A.	69 588	71 634	
720 464	Christian Dior S.A., Rights	—	8 460	
832 767	Safran S.A.	49 131	59 690	
1 215 893	Zodiac S.A.	31 252	47 560	
		149 971	187 344	4.7
Germany				
680 387	Bayer AG	101 146	108 201	
353 753	Brenntag AG	15 548	23 104	
200 909	Continental AG	47 824	49 338	
1 090 150	GEA Group AG	44 378	55 814	
782 610	Henkel KGaA, Preferred Non-Voting	93 328	97 810	
1 595 817	SAP SE	126 086	129 619	
616 111	Symrise AG	37 639	43 171	
		465 949	507 057	12.8
Ireland				
1 031 503	Kerry Group Plc.	83 785	83 344	
975 275	Paddy Power Plc.	54 188	93 309	
692 330	Ryanair Holdings Plc. ADR	24 829	57 326	
		162 802	233 979	5.9
Italy				
2 029 084	Azimut Holding S.p.A.	53 874	51 213	
130 404	Luxottica Group S.p.A.	8 174	8 305	
		62 048	59 518	1.5
Netherlands				
5 850 478	Elsevier N.V.	142 098	162 319	
5 211 360	ING Groep N.V.	77 505	78 223	
19 798 326	Koninklijke KPN N.V.	75 264	72 624	
1 922 744	SBM Offshore N.V.	32 487	26 272	
		327 354	339 438	8.6
Norway				
3 644 947	DnB ASA	54 650	62 464	
		54 650	62 464	1.6
Spain				
1 130 182	ACS Actividades Construccion y Servicios S.A.	54 234	45 766	
6 389 596	Banco de Sabadell S.A.	23 048	19 642	

Holdings	Security	Cost	Fair Value	% of Net Assets
Spain (cont.)				
318 236	Grifols S.A.	\$ 18 229	\$ 14 753	
447 644	Red Electrica de Espana	40 299	45 845	
		135 810	126 006	3.2
Sweden				
3 109 962	Swedbank AB	87 254	89 646	
		87 254	89 646	2.3
Switzerland				
615 548	Aryzta AG	60 234	54 958	
1 226 817	Novartis AG	103 888	132 189	
490 693	Roche Holdings AG Genussscheine	154 760	154 461	
244 353	Straumann Holding AG	53 129	71 324	
		372 011	412 932	10.5
United Kingdom				
5 104 637	Aberdeen Asset Management Plc.	35 702	39 628	
637 178	Aggreko Plc.	19 949	17 263	
578 614	Aveva Group Plc.	20 789	13 731	
1 937 126	Babcock International Group	33 201	36 869	
707 291	Berkeley Group Holdings Plc.	28 273	31 595	
1 796 242	British American Tobacco Plc.	115 104	113 090	
14 245 939	BT Group Plc.	97 247	102 948	
2 993 625	Capita Plc.	64 037	58 318	
7 267 348	Daily Mail & General Trust Plc.	96 620	107 942	
2 890 081	Diageo Plc.	95 343	96 188	
3 964 193	Drax Group Plc.	44 095	32 980	
1 548 623	Hargreaves Lansdown Plc.	23 951	28 152	
510 674	Liberty Global Plc.	28 644	29 787	
1 853 531	London Stock Exchange Group Plc.	64 446	74 097	
7 904 906	Moneysupermarket.com Group Plc.	24 508	33 219	
1 540 543	Petrofac Limited	33 624	19 498	
2 613 371	Playtech Plc.	29 607	32 399	
1 072 338	Rio Tinto Plc.	61 571	57 430	
2 853 038	Royal Dutch Shell Plc., A Shares	124 306	110 475	
513 037	Shire Plc.	36 118	42 260	
722 054	SuperGroup Plc.	13 883	11 590	
3 485 863	Unilever Plc.	166 515	164 539	
		1 257 533	1 253 998	31.8
TOTAL EUROPEAN EQUITIES		3 672 720	3 911 005	99.1
SHORT-TERM INVESTMENTS*		40 291	40 291	1.0
TOTAL INVESTMENTS		3 713 011	3 951 296	100.1
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	12 685	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(9 496)	(0.2)
TOTAL PORTFOLIO		\$3 713 011	3 954 485	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(5 904)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$3 948 581	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.88% to 1.23% and mature between January 2, 2015 and January 30, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 2 694 Sold CAD 4 864 @ 1.8053	02-Jan-15	\$ 14
Bought CAD 23 642 Sold EUR 16 425 @ 1.4394	08-Jan-15	549
Bought GBP 37 370 Sold CAD 66 981 @ 1.7924	08-Jan-15	692
Bought GBP 5 000 Sold CAD 9 019 @ 1.8038	08-Jan-15	36
Bought GBP 8 000 Sold CAD 14 443 @ 1.8054	08-Jan-15	44
Bought CAD 11 493 Sold NOK 70 391 @ 0.1633	09-Jan-15	520
Bought CAD 1 038 Sold EUR 724 @ 1.4341	15-Jan-15	20
Bought CAD 1 555 Sold EUR 1 095 @ 1.4198	15-Jan-15	15
Bought CAD 300 Sold CHF 252 @ 1.1885	15-Jan-15	5
Bought CAD 4 563 Sold CHF 3 800 @ 1.2008	15-Jan-15	120
Bought CAD 4 625 Sold CHF 3 950 @ 1.1708	15-Jan-15	7
Bought CAD 4 784 Sold EUR 3 373 @ 1.4184	15-Jan-15	41
Bought CAD 7 088 Sold EUR 5 000 @ 1.4176	15-Jan-15	56
Bought CAD 7 967 Sold CHF 6 691 @ 1.1908	15-Jan-15	145
Bought CAD 14 879 Sold DKK 76 729 @ 0.1939	16-Jan-15	388
Bought CAD 15 875 Sold DKK 83 644 @ 0.1898	16-Jan-15	79
Bought CAD 17 724 Sold SEK 116 120 @ 0.1526	16-Jan-15	413
Bought CAD 12 776 Sold EUR 9 000 @ 1.4196	21-Jan-15	116
Bought CAD 12 929 Sold EUR 9 145 @ 1.4137	21-Jan-15	65
Bought CAD 14 189 Sold EUR 10 000 @ 1.4189	21-Jan-15	122
Bought CAD 14 212 Sold EUR 10 000 @ 1.4212	21-Jan-15	145
Bought CAD 17 253 Sold EUR 12 210 @ 1.4131	21-Jan-15	78
Bought CAD 41 070 Sold EUR 28 458 @ 1.4432	21-Jan-15	1 039
Bought CAD 26 198 Sold EUR 18 082 @ 1.4489	22-Jan-15	761
Bought CAD 18 405 Sold EUR 12 700 @ 1.4492	26-Jan-15	537
Bought CAD 25 618 Sold EUR 17 607 @ 1.4550	28-Jan-15	844
Bought CAD 10 355 Sold EUR 7 231 @ 1.4321	29-Jan-15	180
Bought CAD 13 487 Sold DKK 70 478 @ 0.1914	29-Jan-15	171
Bought CAD 16 974 Sold EUR 12 000 @ 1.4145	29-Jan-15	89
Bought GBP 6 325 Sold CAD 11 292 @ 1.7853	02-Feb-15	167
Bought CAD 44 324 Sold EUR 31 350 @ 1.4139	05-Feb-15	201
Bought CAD 6 373 Sold EUR 4 500 @ 1.4162	05-Feb-15	39
Bought CAD 3 395 Sold DKK 17 731 @ 0.1915	09-Feb-15	43
Bought CAD 4 785 Sold DKK 25 104 @ 0.1906	09-Feb-15	40
Bought CAD 10 463 Sold EUR 7 410 @ 1.4120	10-Feb-15	32
Bought CAD 22 822 Sold EUR 15 950 @ 1.4308	10-Feb-15	370
Bought CAD 5 002 Sold EUR 3 530 @ 1.4169	10-Feb-15	33
Bought CAD 5 365 Sold EUR 3 752 @ 1.4300	10-Feb-15	84
Bought CAD 1 784 Sold EUR 1 250 @ 1.4272	11-Feb-15	24
Bought CAD 13 101 Sold DKK 68 762 @ 0.1905	11-Feb-15	103
Bought CAD 3 871 Sold DKK 20 375 @ 0.1900	11-Feb-15	20
Bought CAD 3 982 Sold DKK 21 000 @ 0.1896	11-Feb-15	13
Bought CAD 32 283 Sold EUR 22 773 @ 1.4176	11-Feb-15	226
Bought CAD 8 604 Sold EUR 6 000 @ 1.4341	11-Feb-15	158
Bought USD 4 754 Sold CAD 5 395 @ 1.1348	11-Feb-15	133
Bought CAD 11 699 Sold DKK 61 765 @ 0.1894	19-Feb-15	22
Bought CAD 12 678 Sold DKK 66 584 @ 0.1904	19-Feb-15	89
Bought CAD 11 418 Sold DKK 59 560 @ 0.1917	20-Feb-15	157
Bought CAD 281 Sold NOK 1 683 @ 0.1669	23-Feb-15	19
Bought CAD 3 411 Sold NOK 20 442 @ 0.1669	23-Feb-15	225
Bought CAD 487 Sold NOK 2 917 @ 0.1669	23-Feb-15	32
Bought CAD 6 353 Sold NOK 40 745 @ 0.1559	23-Feb-15	4
Bought CAD 11 598 Sold EUR 8 200 @ 1.4144	24-Feb-15	50
Bought CAD 1 757 Sold CHF 1 500 @ 1.1714	25-Feb-15	-
Bought CAD 29 136 Sold EUR 20 000 @ 1.4568	25-Feb-15	971

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 10 800 Sold CAD 19 481 @ 1.8038	26-Feb-15	\$ 91
Bought CAD 28 591 Sold DKK 149 951 @ 0.1907	27-Feb-15	234
Bought CAD 24 855 Sold DKK 126 867 @ 0.1959	04-Mar-15	860
Bought CAD 3 785 Sold DKK 20 000 @ 0.1893	04-Mar-15	3
Bought CAD 7 623 Sold DKK 40 000 @ 0.1906	04-Mar-15	57
Bought CAD 12 760 Sold EUR 9 000 @ 1.4177	05-Mar-15	82
Bought CAD 17 256 Sold GBP 9 500 @ 1.8164	11-Mar-15	37
Bought CAD 40 169 Sold GBP 22 120 @ 1.8160	11-Mar-15	76
Bought CAD 13 186 Sold NOK 84 000 @ 0.1570	13-Mar-15	98
Bought CAD 5 886 Sold NOK 37 603 @ 0.1565	13-Mar-15	27
Bought CAD 1 512 Sold NOK 9 636 @ 0.1569	18-Mar-15	10
Bought CAD 341 Sold NOK 2 172 @ 0.1569	18-Mar-15	2
Bought CAD 5 508 Sold NOK 35 250 @ 0.1562	18-Mar-15	16
Bought CAD 915 Sold NOK 5 839 @ 0.1567	18-Mar-15	6
Bought CAD 56 396 Sold EUR 39 646 @ 1.4225	19-Mar-15	527
Bought CAD 5 359 Sold GBP 2 949 @ 1.8172	20-Mar-15	13
		\$ 12 685

Contracts	Maturity Date	Unrealized Loss
Bought EUR 7 411 Sold CAD 10 452 @ 1.4103	02-Jan-15	\$ (33)
Bought EUR 564 Sold CAD 794 @ 1.4062	05-Jan-15	-
Bought CAD 13 708 Sold USD 12 240 @ 1.1199	08-Jan-15	(513)
Bought CAD 7 571 Sold GBP 4 200 @ 1.8025	08-Jan-15	(35)
Bought CAD 8 227 Sold USD 7 317 @ 1.1244	08-Jan-15	(274)
Bought EUR 514 Sold CAD 731 @ 1.4215	08-Jan-15	(8)
Bought GBP 2 000 Sold CAD 3 636 @ 1.8181	08-Jan-15	(14)
Bought NOK 70 391 Sold CAD 11 924 @ 0.1694	09-Jan-15	(951)
Bought CAD 3 800 Sold USD 3 400 @ 1.1178	13-Jan-15	(150)
Bought CAD 9 457 Sold USD 8 265 @ 1.1442	13-Jan-15	(147)
Bought CHF 5 391 Sold CAD 6 319 @ 1.1721	15-Jan-15	(17)
Bought CHF 7 460 Sold CAD 8 746 @ 1.1724	15-Jan-15	(25)
Bought SEK 15 850 Sold CAD 2 494 @ 0.1573	16-Jan-15	(131)
Bought SEK 21 090 Sold CAD 3 217 @ 0.1525	16-Jan-15	(73)
Bought SEK 45 000 Sold CAD 7 080 @ 0.1573	16-Jan-15	(372)
Bought SEK 59 825 Sold CAD 9 248 @ 0.1546	16-Jan-15	(330)
Bought SEK 942 Sold CAD 142 @ 0.1507	16-Jan-15	(1)
Bought EUR 10 225 Sold CAD 14 631 @ 1.4309	21-Jan-15	(247)
Bought EUR 16 393 Sold CAD 23 069 @ 1.4073	21-Jan-15	(9)
Bought CAD 7 806 Sold USD 6 915 @ 1.1288	22-Jan-15	(231)
Bought CAD 20 887 Sold GBP 11 800 @ 1.7701	26-Jan-15	(488)
Bought CAD 9 050 Sold GBP 5 000 @ 1.8099	26-Jan-15	(7)
Bought CAD 8 017 Sold USD 7 000 @ 1.1453	27-Jan-15	(120)
Bought CAD 8 326 Sold USD 7 315 @ 1.1383	27-Jan-15	(177)
Bought CAD 809 Sold USD 718 @ 1.1267	27-Jan-15	(26)
Bought CAD 3 942 Sold GBP 2 198 @ 1.7933	02-Feb-15	(40)
Bought CAD 36 686 Sold GBP 20 528 @ 1.7871	02-Feb-15	(502)
Bought GBP 1 292 Sold CAD 2 348 @ 1.8176	02-Feb-15	(8)
Bought GBP 3 000 Sold CAD 5 453 @ 1.8177	02-Feb-15	(18)
Bought SEK 32 900 Sold CAD 5 094 @ 0.1548	04-Feb-15	(187)
Bought SEK 33 181 Sold CAD 5 137 @ 0.1548	04-Feb-15	(188)
Bought SEK 82 699 Sold CAD 12 658 @ 0.1531	04-Feb-15	(322)
Bought CAD 3 091 Sold USD 2 700 @ 1.1447	05-Feb-15	(49)
Bought CAD 7 122 Sold USD 6 248 @ 1.1398	05-Feb-15	(143)
Bought CAD 2 016 Sold DKK 10 750 @ 0.1875	11-Feb-15	(16)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought DKK 18 566 Sold CAD 3 535 @ 0.1904	11-Feb-15	\$ (26)
Bought EUR 3 500 Sold CAD 4 928 @ 1.4079	11-Feb-15	(1)
Bought CAD 31 441 Sold GBP 17 723 @ 1.7740	18-Feb-15	(673)
Bought CAD 5 707 Sold USD 5 048 @ 1.1306	19-Feb-15	(164)
Bought CAD 9 977 Sold DKK 53 180 @ 0.1876	19-Feb-15	(77)
Bought CAD 14 318 Sold DKK 76 305 @ 0.1876	20-Feb-15	(109)
Bought CAD 300 Sold USD 265 @ 1.1302	20-Feb-15	(9)
Bought CAD 10 956 Sold EUR 7 786 @ 1.4071	24-Feb-15	(8)
Bought CAD 3 197 Sold USD 2 800 @ 1.1417	25-Feb-15	(60)
Bought CAD 6 797 Sold USD 6 011 @ 1.1307	25-Feb-15	(195)
Bought CHF 4 320 Sold CAD 5 071 @ 1.1738	25-Feb-15	(12)
Bought CAD 82 661 Sold GBP 46 286 @ 1.7859	26-Feb-15	(1 218)
Bought SEK 21 367 Sold CAD 3 248 @ 0.1520	26-Feb-15	(59)
Bought CAD 6 090 Sold GBP 3 409 @ 1.7865	02-Mar-15	(88)
Bought CAD 20 528 Sold GBP 11 444 @ 1.7938	03-Mar-15	(212)
Bought CAD 3 858 Sold GBP 2 159 @ 1.7871	03-Mar-15	(55)
Bought CAD 200 Sold USD 175 @ 1.1409	04-Mar-15	(4)
Bought CAD 42 357 Sold EUR 30 200 @ 1.4026	05-Mar-15	(182)
Bought SEK 13 599 Sold CAD 2 044 @ 0.1503	06-Mar-15	(14)
Bought SEK 63 967 Sold CAD 9 591 @ 0.1499	06-Mar-15	(42)
Bought CAD 25 724 Sold GBP 14 319 @ 1.7965	09-Mar-15	(229)
Bought CAD 31 222 Sold EUR 22 257 @ 1.4028	09-Mar-15	(133)
Bought CAD 2 892 Sold GBP 1 600 @ 1.8072	19-Mar-15	(9)
Bought GBP 2 930 Sold CAD 5 319 @ 1.8153	19-Mar-15	(8)
Bought SEK 51 682 Sold CAD 7 774 @ 0.1504	20-Mar-15	(57)
		<u>\$ (9 496)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 3 189</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 3 951 296	\$ 3 038 033	\$ 2 169 004
Cash	4 632	147	93
Due from investment dealers	–	57	–
Subscriptions receivable	1 082	574	1 014
Unrealized gain on foreign exchange contracts	12 685	3 410	1 942
Dividends receivable, interest accrued and other assets	5 431	4 600	3 097
TOTAL ASSETS	3 975 126	3 046 821	2 175 150
LIABILITIES			
Due to investment dealers	16 091	–	–
Redemptions payable	309	139	4 723
Unrealized loss on foreign exchange contracts	9 496	26 823	11 926
Accounts payable and accrued expenses	649	552	402
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	26 545	27 514	17 051
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 3 948 581	\$ 3 019 307	\$ 2 158 099
Investments at cost	\$ 3 713 011	\$ 2 095 848	\$ 1 847 458
NAV			
SERIES A	\$ 258 306	\$ 262 203	\$ 189 468
ADVISOR SERIES	\$ 5 469	\$ 2 946	\$ 191
SERIES D	\$ 15 966	\$ 15 483	\$ 7 042
SERIES F	\$ 8 937	\$ 1 651	\$ 330
SERIES O	\$ 3 659 903	\$ 2 737 024	\$ 1 961 068
NAV PER UNIT			
SERIES A	\$ 19.22	\$ 21.05	\$ 15.45
ADVISOR SERIES	\$ 19.47	\$ 21.28	\$ 15.60
SERIES D	\$ 19.41	\$ 21.16	\$ 15.49
SERIES F	\$ 20.64	\$ 22.47	\$ 16.37
SERIES O	\$ 19.59	\$ 21.36	\$ 15.66

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 88 085	\$ 71 471
Interest for distribution purposes	697	381
Other income (loss)	–	957
Securities lending revenue (see note 6 in the generic notes)	2 040	2 457
Net realized gain (loss) on investments	361 873	282 604
Net gain (loss) on foreign currencies and other net assets	3 881	(67 991)
Change in unrealized gain (loss) on investments	(331 508)	607 210
TOTAL INCOME (LOSS)	125 068	897 089
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 353	4 167
Administration fees	1 237	931
Board of Governors costs	3	3
GST/HST	682	532
Transaction costs	15 185	8 014
Withholding tax	12 075	8 632
TOTAL EXPENSES	34 535	22 279
INCREASE (DECREASE) IN NAV	\$ 90 533	\$ 874 810
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 46	\$ 68 702
ADVISOR SERIES	\$ (67)	\$ 324
SERIES D	\$ 98	\$ 3 446
SERIES F	\$ (20)	\$ 229
SERIES O	\$ 90 476	\$ 802 109
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.12	\$ 5.63
ADVISOR SERIES	\$ 0.11	\$ 5.70
SERIES D	\$ 0.33	\$ 5.85
SERIES F	\$ 0.40	\$ 6.25
SERIES O	\$ 0.59	\$ 6.17

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 90 533	\$ 874 810
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(361 873)	(282 604)
Change in unrealized loss (gain) on investments	331 508	(607 210)
(Increase) decrease in accrued receivables	(774)	(1 560)
Increase (decrease) in accrued payables	16 188	150
Cost of investments purchased	(5 728 582)	(2 467 872)
Proceeds on sales of investments	4 819 082	2 502 086
NET CASH PROVIDED BY OPERATING ACTIVITIES	(833 918)	17 800
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 473 302	565 315
Cash paid on redemption of redeemable units	(603 164)	(583 050)
Distributions paid to holders of redeemable units	(31 735)	(11)
NET CASH USED IN FINANCING ACTIVITIES	\$ 838 403	\$ (17 746)
Net increase (decrease) in cash for the year	4 485	54
Cash (bank overdraft), beginning of period	147	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4 632	\$ 147
Interest received	\$ 720	\$ 360
Dividends received, net of withholding taxes	\$ 75 156	\$ 62 314

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 262 203	\$ 189 468	\$ 2 946	\$ 191	\$ 15 483	\$ 7 042	\$ 1 651	\$ 330
INCREASE (DECREASE) IN NAV	46	68 702	(67)	324	98	3 446	(20)	229
Early redemption fees	–	–	–	–	1	2	–	–
Proceeds from redeemable units issued	44 412	34 617	4 379	2 600	9 363	8 756	11 384	1 170
Reinvestments of distributions to holders of redeemable units	22 781	550	286	3	1 510	126	244	9
Redemption of redeemable units	(47 925)	(30 576)	(1 571)	(169)	(8 953)	(3 761)	(3 410)	(77)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	19 268	4 591	3 094	2 434	1 921	5 123	8 218	1 102
Distributions from net income	(719)	(558)	(15)	(3)	(157)	(128)	(95)	(10)
Distributions from net gains	(22 492)	–	(489)	–	(1 379)	–	(817)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(23 211)	(558)	(504)	(3)	(1 536)	(128)	(912)	(10)
NET INCREASE (DECREASE) IN NAV	(3 897)	72 735	2 523	2 755	483	8 441	7 286	1 321
NAV AT END OF PERIOD	\$ 258 306	\$ 262 203	\$ 5 469	\$ 2 946	\$ 15 966	\$ 15 483	\$ 8 937	\$ 1 651

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 737 024	\$ 1 961 068	\$ 3 019 307	\$ 2 158 099
INCREASE (DECREASE) IN NAV	90 476	802 109	90 533	874 810
Early redemption fees	–	–	1	2
Proceeds from redeemable units issued	1 404 272	517 732	1 473 810	564 875
Reinvestments of distributions to holders of redeemable units	350 381	59 128	375 202	59 816
Redemption of redeemable units	(541 476)	(543 885)	(603 335)	(578 468)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 213 177	32 975	1 245 678	46 225
Distributions from net income	(67 732)	(59 128)	(68 718)	(59 827)
Distributions from net gains	(313 042)	–	(338 219)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(380 774)	(59 128)	(406 937)	(59 827)
NET INCREASE (DECREASE) IN NAV	922 879	775 956	929 274	861 208
NAV AT END OF PERIOD	\$ 3 659 903	\$ 2 737 024	\$ 3 948 581	\$ 3 019 307

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in European stocks.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United Kingdom	31.8	38.7	31.7
Germany	12.8	13.9	20.7
Other Countries	12.7	15.3	17.1
Switzerland	10.5	9.8	10.1
Netherlands	8.6	9.3	6.8
Denmark	6.6	–	–
Ireland	5.9	3.6	5.2
Finland	5.5	–	–
France	4.7	7.8	7.1
Cash/Other	0.9	1.6	1.3

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	34.4	27.6	28.8
Pound sterling	23.8	24.7	24.2
Swiss franc	10.5	8.0	8.4
Swedish krona	3.5	3.2	3.7
Danish krone	1.6	1.3	1.3
Norwegian krone	0.6	0.9	1.4
United States dollar	0.1	–	–
Total	74.5	65.7	67.8

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI Europe Total Return			
Net Index (CAD)	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	87 113	3 823 892	–	3 911 005
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	40 291	–	40 291
Derivatives – assets	–	12 685	–	12 685
Derivatives – liabilities	–	(9 496)	–	(9 496)
Total financial instruments	87 113	3 867 372	–	3 954 485
% of total portfolio	2.2	97.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	40 151	2 932 814	–	2 972 965
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	65 068	–	65 068
Derivatives – assets	–	3 410	–	3 410
Derivatives – liabilities	–	(26 823)	–	(26 823)
Total financial instruments	40 151	2 974 469	–	3 014 620
% of total portfolio	1.3	98.7	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	32 808	2 095 716	–	2 128 524
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	40 480	–	40 480
Derivatives – assets	–	1 942	–	1 942
Derivatives – liabilities	–	(11 926)	–	(11 926)
Total financial instruments	32 808	2 126 212	–	2 159 020
% of total portfolio	1.5	98.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	12 459	12 259
Issued number of units	2 082	1 887
Reinvested number of units	1 176	27
Redeemed number of units	(2 276)	(1 714)
Ending number of units	13 441	12 459
Advisor Series		
Opening units	138	12
Issued number of units	202	135
Reinvested number of units	15	–
Redeemed number of units	(74)	(9)
Ending number of units	281	138
Series D		
Opening units	732	455
Issued number of units	435	477
Reinvested number of units	77	6
Redeemed number of units	(422)	(206)
Ending number of units	822	732
Series F		
Opening units	73	20
Issued number of units	500	57
Reinvested number of units	12	–
Redeemed number of units	(152)	(4)
Ending number of units	433	73
Series O		
Opening units	128 123	125 229
Issued number of units	65 757	28 822
Reinvested number of units	17 623	2 852
Redeemed number of units	(24 722)	(28 780)
Ending number of units	186 781	128 123

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	15 185	100	8 014	100
Related-party brokerage commissions*	1 080	7	291	4
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	384 447	172 130
Fair value of collateral received	392 136	175 572

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	8.8	9.0
RBC Select Very Conservative Class	–	0.1
RBC Select Conservative Portfolio	31.2	34.5
RBC Select Conservative Class	–	0.2
RBC Select Balanced Portfolio	26.8	27.3
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	11.7	13.1
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	3.0	3.4
RBC Select Aggressive Growth Class	–	–
RBC Target 2015 Education Fund	–	0.2
RBC Target 2020 Education Fund	0.8	1.0
RBC Target 2025 Education Fund	1.4	1.5
RBC Target 2030 Education Fund	0.4	0.2
Total	84.1	90.6

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private European Equity Pool was merged into the RBC European Equity Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private European Equity Pool (the “Terminated Fund”) and the RBC European Equity Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$269 940
Exchange ratio Series F	0.43
Units issued by Continuing Fund Series F	38
Exchange ratio Series O	0.46
Units issued by Continuing Fund Series O	12 516

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	3 019 307	2 158 059
Revaluation of investments at FVTPL	–	40
Net assets attributable to holders of redeemable units	3 019 307	2 158 099
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		874 850
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(40)
Increase (decrease) in net assets attributable to holders of redeemable units		874 810

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC ASIAN EQUITY FUND

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
15 670 293	RBC Asia Pacific ex-Japan Equity Fund*	\$ 162 506	\$ 162 137	
10 578 290	RBC Japanese Equity Fund*	106 373	106 678	
TOTAL MUTUAL FUND UNITS		268 879	268 815	99.8
SHORT-TERM INVESTMENTS†		2 652	2 652	1.0
TOTAL INVESTMENTS		271 531	271 467	100.8
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	120	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(69)	–
TOTAL PORTFOLIO		\$ 271 531	271 518	100.8
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(2 040)	(0.8)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 269 478	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.92% to 1.00% and mature between January 2, 2015 and January 29, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 070 Sold JPY 110 000 @ 0.0097	21-Jan-15	\$ 2
Bought JPY 170 000 Sold CAD 1 639 @ 0.0096	21-Jan-15	12
Bought CAD 437 Sold AUD 450 @ 0.9707	23-Jan-15	10
Bought IDR 3 350 282 Sold CAD 309 @ 0.0001	26-Jan-15	3
Bought CAD 342 Sold MYR 1 000 @ 0.3416	29-Jan-15	10
Bought MYR 1 442 Sold CAD 472 @ 0.3271	29-Jan-15	6
Bought CAD 814 Sold JPY 83 646 @ 0.0097	06-Feb-15	2
Bought CAD 263 Sold TWD 7 100 @ 0.0371	12-Feb-15	2
Bought CAD 3 525 Sold TWD 94 720 @ 0.0372	12-Feb-15	41
Bought CAD 566 Sold INR 31 000 @ 0.0183	12-Feb-15	1
Bought NZD 201 Sold CAD 177 @ 0.8814	12-Feb-15	4
Bought TWD 39 351 Sold CAD 1 444 @ 0.0367	05-Mar-15	5
Bought SGD 389 Sold CAD 337 @ 0.8651	06-Mar-15	5
Bought TWD 69 000 Sold CAD 2 534 @ 0.0367	12-Mar-15	6
Bought CAD 502 Sold JPY 50 800 @ 0.0099	16-Mar-15	8
Bought THB 7 935 Sold CAD 277 @ 0.0349	16-Mar-15	2
Bought KRW 266 264 Sold CAD 282 @ 0.0011	17-Mar-15	1
		\$ 120

Contracts	Maturity Date	Unrealized Loss
Bought CAD 45 Sold USD 40 @ 1.1217	13-Jan-15	\$ (2)
Bought HKD 2 060 Sold CAD 309 @ 0.1501	14-Jan-15	–
Bought CAD 675 Sold JPY 70 000 @ 0.0096	21-Jan-15	(4)
Bought JPY 8 085 Sold CAD 79 @ 0.0097	21-Jan-15	–
Bought AUD 712 Sold CAD 692 @ 0.9714	23-Jan-15	(17)
Bought CAD 173 Sold THB 5 000 @ 0.0346	29-Jan-15	(4)
Bought JPY 50 000 Sold CAD 494 @ 0.0099	06-Feb-15	(8)
Bought CAD 813 Sold PHP 32 169 @ 0.0253	10-Feb-15	(21)
Bought INR 47 300 Sold CAD 869 @ 0.0184	12-Feb-15	(6)
Bought CAD 253 Sold IDR 2 780 000 @ 0.0001	05-Mar-15	(4)
Bought CAD 173 Sold SGD 200 @ 0.8650	06-Mar-15	(2)
Bought PHP 37 153 Sold CAD 963 @ 0.0259	18-Mar-15	(1)
		\$ (69)
TOTAL FOREIGN EXCHANGE		\$ 51

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 271 467	\$ 1 220 697	\$ 957 939
Cash	81	5 021	4 174
Due from investment dealers	–	8 111	4 414
Subscriptions receivable	307	137	84
Unrealized gain on foreign exchange contracts	120	8 398	6 155
Dividends receivable, interest accrued and other assets	–	424	420
TOTAL ASSETS	271 975	1 242 788	973 186
LIABILITIES			
Due to investment dealers	2 200	7 143	11 581
Redemptions payable	109	67	5 609
Unrealized loss on foreign exchange contracts	69	2 562	1 568
Accounts payable and accrued expenses	119	147	129
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 497	9 919	18 887
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 269 478	\$ 1 232 869	\$ 954 299
Investments at cost	\$ 271 531	\$ 1 017 859	\$ 858 867
NAV			
SERIES A	\$ 56 922	\$ 63 284	\$ 57 926
ADVISOR SERIES	\$ 280	\$ 260	\$ 63
SERIES D	\$ 5 578	\$ 5 512	\$ 3 675
SERIES F	\$ 675	\$ 285	\$ 175
SERIES O	\$ 206 023	\$ 1 163 528	\$ 892 460
NAV PER UNIT			
SERIES A	\$ 8.62	\$ 8.50	\$ 7.14
ADVISOR SERIES	\$ 8.65	\$ 8.53	\$ 7.16
SERIES D	\$ 8.69	\$ 8.57	\$ 7.20
SERIES F	\$ 9.41	\$ 9.23	\$ 7.76
SERIES O	\$ 8.56	\$ 8.63	\$ 7.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 474	\$ 30 786
Interest for distribution purposes	71	312
Other income received from underlying funds	4 427	–
Securities lending revenue (see note 6 in the generic notes)	47	121
Capital gains received from underlying funds	3 346	–
Net realized gain (loss) on investments	202 027	82 171
Net gain (loss) on foreign currencies and other net assets	(15 373)	9 525
Change in unrealized gain (loss) on investments	(208 687)	105 015
TOTAL INCOME (LOSS)	(8 668)	227 930
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 162	1 179
Administration fees	156	338
Board of Governors costs	3	3
GST/HST	131	156
Transaction costs	2 776	3 639
Withholding tax	655	1 777
TOTAL EXPENSES	4 883	7 092
INCREASE (DECREASE) IN NAV	\$ (13 551)	\$ 220 838
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 939	\$ 10 769
ADVISOR SERIES	\$ 5	\$ 23
SERIES D	\$ 157	\$ 821
SERIES F	\$ 13	\$ 47
SERIES O	\$ (14 665)	\$ 209 178
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (0.74)	\$ 1.39
ADVISOR SERIES	\$ (0.75)	\$ 1.39
SERIES D	\$ (0.66)	\$ 1.49
SERIES F	\$ (0.65)	\$ 1.63
SERIES O	\$ (0.18)	\$ 1.61

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (13 551)	\$ 220 838
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(202 027)	(82 171)
Change in unrealized loss (gain) on investments	208 687	(105 015)
(Increase) decrease in accrued receivables	8 535	(3 701)
Increase (decrease) in accrued payables	(4 971)	(4 420)
Cost of investments purchased	(1 428 961)	(1 740 897)
Proceeds on sales of investments	2 377 316	1 664 076
NET CASH PROVIDED BY OPERATING ACTIVITIES	945 028	(51 290)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	354 755	263 224
Cash paid on redemption of redeemable units	(1 294 771)	(211 083)
Distributions paid to holders of redeemable units	(9 952)	(4)
NET CASH USED IN FINANCING ACTIVITIES	\$ (949 968)	\$ 52 137
Net increase (decrease) in cash for the year	(4 940)	847
Cash (bank overdraft), beginning of period	5 021	4 174
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 81	\$ 5 021
Interest received	\$ 78	\$ 312
Dividends received, net of withholding taxes	\$ 5 236	\$ 29 005

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 63 284	\$ 57 926	\$ 260	\$ 63	\$ 5 512	\$ 3 675	\$ 285	\$ 175
INCREASE (DECREASE) IN NAV	939	10 769	5	23	157	821	13	47
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	3 302	5 665	116	481	2 115	2 409	848	278
Reinvestments of distributions to holders of redeemable units	178	165	1	1	73	62	6	4
Redemption of redeemable units	(10 600)	(11 074)	(101)	(307)	(2 204)	(1 391)	(471)	(215)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(7 120)	(5 244)	16	175	(16)	1 080	383	67
Distributions from net income	(181)	(167)	(1)	(1)	(75)	(64)	(6)	(4)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(181)	(167)	(1)	(1)	(75)	(64)	(6)	(4)
NET INCREASE (DECREASE) IN NAV	(6 362)	5 358	20	197	66	1 837	390	110
NAV AT END OF PERIOD	\$ 56 922	\$ 63 284	\$ 280	\$ 260	\$ 5 578	\$ 5 512	\$ 675	\$ 285

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 163 528	\$ 892 460	\$ 1 232 869	\$ 954 299
INCREASE (DECREASE) IN NAV	(14 665)	209 178	(13 551)	220 838
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	348 544	254 444	354 925	263 277
Reinvestments of distributions to holders of redeemable units	13	26 729	271	26 961
Redemption of redeemable units	(1 281 437)	(192 554)	(1 294 813)	(205 541)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(932 880)	88 619	(939 617)	84 697
Distributions from net income	(9 960)	(26 729)	(10 223)	(26 965)
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 960)	(26 729)	(10 223)	(26 965)
NET INCREASE (DECREASE) IN NAV	(957 505)	271 068	(963 391)	278 570
NAV AT END OF PERIOD	\$ 206 023	\$ 1 163 528	\$ 269 478	\$ 1 232 869

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns by investing in equity securities of companies located in or having a principal business interest in Asian markets such as Japan, Hong Kong, Taiwan, South Korea, Singapore, China and Australia, either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM (called “underlying funds”).

Financial instrument risk and capital management (see note 4 in the generic notes)

During 2014, the Fund began investing primarily in other mutual funds. As at December 31, 2014, the Fund’s exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Asian Equity Funds	99.8	–	–
Japan	–	42.0	38.5
Australia	–	15.1	17.7
China	–	10.7	11.4
South Korea	–	10.4	9.5
Hong Kong	–	7.8	7.7
Taiwan	–	7.6	7.2
Other Countries	–	4.2	6.7
Cash/Other	0.2	2.2	1.3

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Japanese yen	39.3	29.8	28.3
Hong Kong dollar	15.3	12.3	13.7
Australian dollar	13.9	11.1	11.9
United States dollar	12.4	–	–
South Korean won	8.5	7.2	7.8
New Taiwan dollar	5.5	5.2	5.3
Malaysian ringgit	2.1	1.6	1.8
Singapore dollar	2.0	2.2	2.7
Indian rupee	1.6	–	–
Thailand baht	1.4	0.8	1.3
Philippine peso	0.8	–	–
Indonesian rupiah	–	1.0	1.4
Other currencies	(2.2)	0.5	0.4
Total	100.0	71.7	74.6

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI AC Pacific Free Total Return Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	268 815	–	–	268 815
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 652	–	2 652
Derivatives – assets	–	120	–	120
Derivatives – liabilities	–	(69)	–	(69)
Total financial instruments	268 815	2 703	–	271 518
% of total portfolio	99.0	1.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	12 469	1 193 461	–	1 205 930
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 767	–	14 767
Derivatives – assets	–	8 398	–	8 398
Derivatives – liabilities	–	(2 562)	–	(2 562)
Total financial instruments	12 469	1 214 064	–	1 226 533
% of total portfolio	1.0	99.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	943 004	–	943 004
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 935	–	14 935
Derivatives – assets	–	6 155	–	6 155
Derivatives – liabilities	–	(1 568)	–	(1 568)
Total financial instruments	–	962 526	–	962 526
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.05%
Advisor Series	0.05%
Series D	0.05%
Series F	0.05%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	63	–
Value of all units	1	–

Please see the generic notes at the back of the financial statements.

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Asia Pacific ex-Japan Equity Fund	60.2	14.9	–	–
RBC Japanese Equity Fund	39.6	15.3	–	–

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	118 482
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	7 445	8 111
Issued number of units	390	729
Reinvested number of units	21	20
Redeemed number of units	(1 254)	(1 415)
Ending number of units	6 602	7 445
Advisor Series		
Opening units	30	9
Issued number of units	14	61
Reinvested number of units	–	–
Redeemed number of units	(12)	(40)
Ending number of units	32	30
Series D		
Opening units	643	511
Issued number of units	248	302
Reinvested number of units	8	7
Redeemed number of units	(257)	(177)
Ending number of units	642	643



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	31	22
Issued number of units	90	34
Reinvested number of units	1	–
Redeemed number of units	(50)	(25)
Ending number of units	72	31
Series O		
Opening units	134 860	123 264
Issued number of units	40 565	31 689
Reinvested number of units	1	3 167
Redeemed number of units	(151 371)	(23 260)
Ending number of units	24 055	134 860

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	2 776	100	3 639	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	–	114 172
Fair value of collateral received	–	116 455

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	–	5.4
RBC Select Very Conservative Class	–	0.1
RBC Select Conservative Portfolio	–	35.2
RBC Select Conservative Class	–	0.2
RBC Select Balanced Portfolio	–	32.5
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	–	13.7
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	–	3.5
RBC Select Aggressive Growth Class	–	–
RBC Target 2015 Education Fund	–	0.2
RBC Target 2020 Education Fund	–	1.1
RBC Target 2025 Education Fund	–	1.9
RBC Target 2030 Education Fund	–	0.3
Total	–	94.2

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 232 868	954 299
Revaluation of investments at FVTPL	1	–
Net assets attributable to holders of redeemable units	1 232 869	954 299
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		220 837
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		1
Increase (decrease) in net assets attributable to holders of redeemable units		220 838



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC ASIA PACIFIC EX-JAPAN EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
ASIAN EQUITIES				
Australia				
1 126 721	Amtcor Ltd.	\$ 11 735	\$ 14 402	
2 772 559	AMP Ltd.	15 000	14 346	
3 725 844	Ashley Services Group Ltd.	6 348	5 608	
575 570	BHP Billiton Ltd.	21 183	15 810	
2 440 442	BlueScope Steel Ltd.	14 806	12 832	
1 717 411	Brambles Ltd.	16 356	17 188	
324 242	CSL Ltd.	23 834	26 462	
9 924 457	Drillsearch Energy Ltd.	14 668	7 582	
1 913 044	Estia Health Ltd.	10 685	8 601	
3 041 161	G8 Education Ltd.	14 487	11 936	
1 944 692	Greencross Ltd.	17 012	14 611	
899 420	James Hardie Industries Plc., Subscription Receipts	10 950	11 155	
625 411	Lend Lease Corporation Limited	7 747	9 678	
354 719	Macquarie Group Ltd.	20 454	19 434	
11 176 279	Medibank Pvt Ltd.	23 341	25 548	
1 595 442	Oil Search Ltd.	14 019	11 886	
1 100 550	QBE Insurance Group Ltd.	12 004	11 610	
5 208 333	Spotless Group Holdings Ltd.	9 738	9 373	
10 818 222	Transpacific Industries Group Ltd.	10 690	8 809	
4 171 958	Veda Group Ltd.	9 498	8 998	
1 245 636	Westpac Banking Corporation	42 282	38 923	
736 569	WorleyParsons Ltd.	13 065	7 010	
		339 902	311 802	28.7
China				
135 300	Alibaba Group Holding Ltd. ADR	13 939	16 338	
5 340 000	ANTA Sports Products Ltd.	10 179	10 906	
97 563	Baidu.com Inc. ADR	19 090	25 840	
22 879 000	China Construction Bank Corp.	17 298	21 711	
1 998 000	China Mengniu Dairy Co. Ltd.	8 848	9 558	
15 148 000	Hilong Holding Ltd.	8 704	4 078	
4 724 000	Jintian Pharmaceutical Group Ltd.	2 023	1 871	
25 755 602	Sino Gas & Energy Holdings Ltd.	5 390	4 585	
311 300	Vipshop Holdings Ltd. ADR	7 226	7 060	
		92 697	101 947	9.4
Hong Kong				
5 682 000	AIA Group Ltd.	30 315	36 410	
4 769 000	Clear Media Ltd.	5 072	5 776	
3 418 000	Haier Electronics Group Co. Ltd.	9 748	9 394	
1 390 000	Hong Kong Electric Holdings Ltd.	13 327	15 613	
239 500	Jardine Matheson Holdings Ltd.	15 932	16 908	
8 672 000	Kerry Logistics Network Ltd.	14 567	15 917	
14 750 000	Nexteer Automotive Group Ltd.	11 348	14 637	
4 800 000	PAX Global Technology Ltd.	5 464	5 712	
5 320 200	Samsonite International S.A.	17 764	18 317	
17 608 000	Skyworth Digital Holdings Ltd.	10 538	11 070	
928 450	Standard Chartered Plc.	16 146	16 054	
2 786 000	Techtronic Industries Co.	8 962	10 384	
1 986 900	Tencent Holdings Ltd.	32 489	33 400	
		191 672	209 592	19.3

Holdings	Security	Cost	Fair Value	% of Net Assets
India				
2 207 866	Bharti Infratel Ltd.*, Participation Notes	\$ 8 930	\$ 13 659	
422 357	Colgate-Palmolive India Ltd.*, Participation Notes	14 655	13 880	
2 462 865	Havells India Ltd.*, Participation Notes	10 608	12 432	
361 200	HDFC Bank Ltd. ADR	16 287	21 305	
1 736 000	ICICI Bank Ltd. ADR	16 817	23 295	
58 801	Page Industries Ltd.*, Participation Notes	10 555	12 687	
304 884	Strides Arcolab Ltd.*, Participation Notes	3 549	5 387	
266 600	Tata Motors Limited ADR	10 711	13 100	
215 515	Tech Mahindra Ltd.*, Participation Notes	7 483	10 265	
		99 595	126 010	11.6
Indonesia				
182 760 900	PT Arwana Citramulia Tbk	16 524	14 845	
14 672 600	PT Matahari Department Store Tbk	19 704	20 541	
609 615 600	PT Panin Financial Tbk	14 838	17 059	
50 834 000	PT Surya Citra Media Tbk	16 325	16 667	
		67 391	69 112	6.4
Philippines				
18 579 800	Melco Crown Philippines Resorts Corp.	6 748	6 529	
2 000 370	Metropolitan Bank & Trust Co.	4 223	4 285	
20 000 000	SSI Group Inc.	3 860	5 148	
		14 831	15 962	1.5
South Korea				
629 749	Eugene Technology Co. Ltd.	10 786	10 713	
130 499	Fila Korea Ltd.	15 401	15 403	
122 117	Hyundai Motor Co.	27 852	21 672	
13 554	POSCO	4 598	3 967	
29 500	Samsung Electronics Co. Ltd.	41 677	41 205	
43 618	SK Energy Co. Ltd.	4 556	3 903	
		104 870	96 863	8.9
Taiwan				
1 871 000	Delta Electronics Inc.	13 003	12 845	
150 800	Largan Precision Co. Ltd.	12 525	13 115	
547 000	St Shine Optical Co. Ltd.	13 483	10 368	
4 205 910	Standard Foods Corp.	11 621	10 824	
1 884 000	Taiwan Semiconductor Manufacturing Co. Ltd.	8 379	9 643	
1 181 000	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	25 675	30 707	
		84 686	87 502	8.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Thailand				
17 292 900	MC Group PCL	\$ 10 038	\$ 7 905	
6 687 000	MK Restaurants Group PCL	12 854	13 793	
37 189 200	PCS Machine Group Holding PCL	11 743	11 250	
2 834 300	Siam Commercial Bank Public Company Ltd. (Foreign)	18 461	18 136	
		53 096	51 084	4.7
	TOTAL ASIAN EQUITIES	1 048 740	1 069 874	98.6
	SHORT-TERM INVESTMENTS†	8 433	8 433	0.8
	TOTAL INVESTMENTS	1 057 173	1 078 307	99.4
	UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)	–	5 210	0.5
	UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)	–	(2 845)	(0.3)
	TOTAL PORTFOLIO	\$1 057 173	1 080 672	99.6
	OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		4 590	0.4
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$1 085 262	100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 814 Sold HKD 5 428 @ 0.1499	02-Jan-15	\$ –
Bought USD 10 150 Sold CAD 11 607 @ 1.1435	13-Jan-15	187
Bought CAD 16 940 Sold INR 920 000 @ 0.0184	22-Jan-15	84
Bought INR 264 785 Sold CAD 4 818 @ 0.0182	22-Jan-15	34
Bought USD 800 Sold CAD 903 @ 1.1288	22-Jan-15	27
Bought CAD 6 620 Sold HKD 44 025 @ 0.1504	27-Jan-15	20
Bought HKD 1 664 Sold CAD 242 @ 0.1452	27-Jan-15	8
Bought HKD 13 305 Sold CAD 1 951 @ 0.1466	27-Jan-15	43
Bought HKD 17 200 Sold CAD 2 497 @ 0.1452	27-Jan-15	81
Bought HKD 18 832 Sold CAD 2 769 @ 0.1470	27-Jan-15	54
Bought HKD 32 044 Sold CAD 4 736 @ 0.1478	27-Jan-15	67
Bought HKD 35 298 Sold CAD 5 161 @ 0.1462	27-Jan-15	130
Bought HKD 46 248 Sold CAD 6 785 @ 0.1467	27-Jan-15	147
Bought HKD 7 000 Sold CAD 1 028 @ 0.1468	27-Jan-15	21
Bought HKD 9 800 Sold CAD 1 440 @ 0.1470	27-Jan-15	29
Bought THB 102 000 Sold CAD 3 529 @ 0.0346	29-Jan-15	69
Bought THB 77 495 Sold CAD 2 649 @ 0.0342	29-Jan-15	85
Bought TWD 72 000 Sold CAD 2 626 @ 0.0365	30-Jan-15	21
Bought CAD 10 279 Sold AUD 10 700 @ 0.9607	03-Feb-15	148
Bought CAD 2 234 Sold AUD 2 271 @ 0.9836	03-Feb-15	83
Bought CAD 4 378 Sold AUD 4 500 @ 0.9728	03-Feb-15	117
Bought CAD 9 156 Sold AUD 9 505 @ 0.9633	03-Feb-15	156
Bought NZD 1 233 Sold CAD 1 087 @ 0.8814	05-Feb-15	27
Bought CAD 133 Sold SGD 152 @ 0.8780	10-Feb-15	–
Bought CAD 3 506 Sold PHP 135 000 @ 0.0260	10-Feb-15	5
Bought CAD 713 Sold SGD 800 @ 0.8919	10-Feb-15	12

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought KRW 28 187 291 Sold CAD 28 937 @ 0.0010	10-Feb-15	\$ 970
Bought MYR 60 083 Sold CAD 19 634 @ 0.3268	10-Feb-15	247
Bought PHP 121 915 Sold CAD 3 082 @ 0.0253	10-Feb-15	80
Bought SGD 11 739 Sold CAD 10 184 @ 0.8675	10-Feb-15	111
Bought SGD 6 570 Sold CAD 5 702 @ 0.8679	10-Feb-15	60
Bought SGD 800 Sold CAD 694 @ 0.8678	10-Feb-15	7
Bought SGD 9 850 Sold CAD 8 547 @ 0.8677	10-Feb-15	92
Bought NZD 3 373 Sold CAD 2 973 @ 0.8814	11-Feb-15	74
Bought CAD 11 600 Sold INR 635 000 @ 0.0183	12-Feb-15	12
Bought CAD 12 939 Sold AUD 13 375 @ 0.9674	12-Feb-15	280
Bought CAD 2 202 Sold INR 120 000 @ 0.0183	12-Feb-15	12
Bought CAD 6 614 Sold INR 362 000 @ 0.0183	12-Feb-15	8
Bought CAD 915 Sold INR 50 000 @ 0.0183	12-Feb-15	3
Bought INR 130 000 Sold CAD 2 344 @ 0.0180	12-Feb-15	29
Bought INR 213 000 Sold CAD 3 869 @ 0.0182	12-Feb-15	18
Bought INR 218 588 Sold CAD 3 961 @ 0.0181	12-Feb-15	28
Bought CAD 1 954 Sold AUD 2 000 @ 0.9769	13-Feb-15	61
Bought CAD 12 019 Sold AUD 12 525 @ 0.9596	13-Feb-15	165
Bought CAD 3 270 Sold AUD 3 345 @ 0.9777	13-Feb-15	105
Bought CAD 13 233 Sold AUD 13 794 @ 0.9593	19-Feb-15	182
Bought CAD 4 513 Sold AUD 4 633 @ 0.9741	19-Feb-15	130
Bought CAD 17 285 Sold INR 941 594 @ 0.0184	24-Feb-15	127
Bought CAD 1 520 Sold AUD 1 600 @ 0.9497	02-Mar-15	6
Bought CAD 7 698 Sold AUD 8 031 @ 0.9585	02-Mar-15	103
Bought CAD 1 653 Sold HKD 11 000 @ 0.1503	03-Mar-15	3
Bought CAD 6 375 Sold HKD 42 400 @ 0.1504	03-Mar-15	15
Bought HKD 15 000 Sold CAD 2 246 @ 0.1497	03-Mar-15	4
Bought HKD 2 253 Sold CAD 337 @ 0.1497	03-Mar-15	1
Bought HKD 22 700 Sold CAD 3 405 @ 0.1500	03-Mar-15	1
Bought HKD 34 000 Sold CAD 5 029 @ 0.1479	03-Mar-15	72
Bought HKD 60 930 Sold CAD 9 083 @ 0.1491	03-Mar-15	58
Bought HKD 76 868 Sold CAD 11 286 @ 0.1468	03-Mar-15	245
Bought HKD 19 260 Sold CAD 2 887 @ 0.1499	04-Mar-15	2
Bought SGD 1 500 Sold CAD 1 303 @ 0.8685	04-Mar-15	13
Bought SGD 2 000 Sold CAD 1 736 @ 0.8682	04-Mar-15	18
Bought SGD 2 263 Sold CAD 1 964 @ 0.8680	04-Mar-15	21
Bought TWD 186 942 Sold CAD 6 858 @ 0.0367	05-Mar-15	22
Bought SGD 2 365 Sold CAD 2 046 @ 0.8652	10-Mar-15	29
Bought SGD 2 800 Sold CAD 2 423 @ 0.8655	10-Mar-15	33
Bought TWD 371 140 Sold CAD 13 630 @ 0.0367	12-Mar-15	34
Bought KRW 21 996 000 Sold CAD 23 261 @ 0.0011	17-Mar-15	59
Bought KRW 7 293 727 Sold CAD 7 719 @ 0.0011	17-Mar-15	14
Bought CAD 1 440 Sold PHP 55 547 @ 0.0259	18-Mar-15	1

\$ 5 210

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 110 Sold HKD 734 @ 0.1498	05-Jan-15	\$ -
Bought CAD 337 Sold HKD 2 253 @ 0.1495	05-Jan-15	(1)
Bought CAD 1 364 Sold USD 1 200 @ 1.1368	13-Jan-15	(30)
Bought CAD 10 376 Sold USD 9 205 @ 1.1272	13-Jan-15	(321)
Bought INR 110 000 Sold CAD 2 021 @ 0.0184	22-Jan-15	(5)
Bought CAD 1 092 Sold THB 32 000 @ 0.0341	26-Jan-15	(37)
Bought CAD 13 881 Sold IDR 150 465 180 @ 0.0001	26-Jan-15	(146)
Bought CAD 1 893 Sold HKD 13 000 @ 0.1456	27-Jan-15	(55)
Bought CAD 3 481 Sold HKD 23 500 @ 0.1481	27-Jan-15	(42)
Bought HKD 5 430 Sold CAD 814 @ 0.1500	27-Jan-15	(1)
Bought CAD 1 376 Sold THB 40 000 @ 0.0344	29-Jan-15	(35)
Bought CAD 1 628 Sold MYR 5 000 @ 0.3256	29-Jan-15	(28)
Bought CAD 1 753 Sold THB 50 000 @ 0.0351	29-Jan-15	(12)
Bought CAD 21 180 Sold THB 612 842 @ 0.0346	29-Jan-15	(442)
Bought CAD 753 Sold THB 21 850 @ 0.0345	29-Jan-15	(18)
Bought MYR 38 000 Sold CAD 12 979 @ 0.3416	29-Jan-15	(393)
Bought AUD 1 000 Sold CAD 976 @ 0.9755	03-Feb-15	(29)
Bought AUD 2 000 Sold CAD 1 896 @ 0.9482	03-Feb-15	(3)
Bought AUD 2 120 Sold CAD 2 054 @ 0.9690	03-Feb-15	(47)
Bought AUD 290 Sold CAD 276 @ 0.9532	03-Feb-15	(2)
Bought AUD 3 500 Sold CAD 3 331 @ 0.9516	03-Feb-15	(17)
Bought CAD 2 362 Sold AUD 2 500 @ 0.9449	03-Feb-15	(5)
Bought CAD 1 291 Sold PHP 51 000 @ 0.0253	10-Feb-15	(32)
Bought CAD 2 481 Sold KRW 2 350 000 @ 0.0011	10-Feb-15	(11)
Bought CAD 3 168 Sold KRW 3 000 000 @ 0.0011	10-Feb-15	(15)
Bought CAD 1 632 Sold INR 90 000 @ 0.0181	12-Feb-15	(11)
Bought CAD 2 280 Sold INR 125 000 @ 0.0182	12-Feb-15	(1)
Bought CAD 3 638 Sold INR 200 000 @ 0.0182	12-Feb-15	(11)
Bought CAD 7 731 Sold INR 425 000 @ 0.0182	12-Feb-15	(25)
Bought INR 30 000 Sold CAD 550 @ 0.0183	12-Feb-15	(2)
Bought TWD 362 018 Sold CAD 13 471 @ 0.0372	12-Feb-15	(157)
Bought AUD 2 000 Sold CAD 1 902 @ 0.9510	13-Feb-15	(9)
Bought AUD 3 200 Sold CAD 3 033 @ 0.9477	13-Feb-15	(4)
Bought AUD 147 Sold CAD 141 @ 0.9591	19-Feb-15	(2)
Bought CAD 1 885 Sold AUD 2 000 @ 0.9424	19-Feb-15	(7)
Bought AUD 4 500 Sold CAD 4 264 @ 0.9475	02-Mar-15	(8)
Bought CAD 3 936 Sold HKD 26 343 @ 0.1494	03-Mar-15	(16)
Bought CAD 9 287 Sold HKD 63 000 @ 0.1474	03-Mar-15	(164)
Bought HKD 10 000 Sold CAD 1 505 @ 0.1505	03-Mar-15	(5)
Bought HKD 7 350 Sold CAD 1 103 @ 0.1501	04-Mar-15	(1)
Bought CAD 20 312 Sold IDR 223 117 145 @ 0.0001	05-Mar-15	(337)
Bought CAD 4 178 Sold THB 120 015 @ 0.0348	16-Mar-15	(51)
Bought CAD 5 109 Sold IDR 58 496 563 @ 0.0001	17-Mar-15	(297)
Bought MYR 17 735 Sold CAD 5 862 @ 0.3305	24-Mar-15	(10)
		\$ (2 845)
TOTAL FOREIGN EXCHANGE		\$ 2 365

All counterparties have a credit rating of at least A.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
	2014
<i>(see note 2 and note 8 in the generic notes)</i>	
ASSETS	
Investments at fair value	\$ 1 078 307
Cash	3 874
Due from investment dealers	2 842
Subscriptions receivable	1 328
Unrealized gain on foreign exchange contracts	5 210
Dividends receivable, interest accrued and other assets	1 225
TOTAL ASSETS	1 092 786
LIABILITIES	
Due to investment dealers	4 644
Redemptions payable	9
Unrealized loss on foreign exchange contracts	2 845
Accounts payable and accrued expenses	26
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7 524
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 085 262
Investments at cost	\$ 1 057 173
NAV	
SERIES A	\$ 1 271
ADVISOR SERIES	\$ 23
SERIES H	\$ 1
SERIES D	\$ 352
SERIES F	\$ 160
SERIES I	\$ 1
SERIES O	\$ 1 083 454
NAV PER UNIT	
SERIES A	\$ 10.34
ADVISOR SERIES	\$ 10.39
SERIES H	\$ 10.30
SERIES D	\$ 10.39
SERIES F	\$ 10.45
SERIES I	\$ 10.31
SERIES O	\$ 10.35

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 20 619
Interest for distribution purposes	5 741
Securities lending revenue (see note 6 in the generic notes)	154
Net realized gain (loss) on investments	19 046
Net gain (loss) on foreign currencies and other net assets	(2 522)
Change in unrealized gain (loss) on investments	23 499
TOTAL INCOME (LOSS)	66 537
EXPENSES (see notes – Fund Specific Information)	
Management fees	12
Administration fees	154
Board of Governors costs	1
GST/HST	18
Transaction costs	4 744
Withholding tax	964
TOTAL EXPENSES	5 893
INCREASE (DECREASE) IN NAV	\$ 60 644
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 23
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ 2
SERIES F	\$ 1
SERIES I	\$ –
SERIES O	\$ 60 618
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.47
ADVISOR SERIES	\$ 0.58
SERIES H	\$ 1.15
SERIES D	\$ 0.52
SERIES F	\$ 0.53
SERIES I	\$ 1.25
SERIES O	\$ 0.69

* Fund launched March 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 60 644
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(19 046)
Change in unrealized loss (gain) on investments	(23 499)
(Increase) decrease in accrued receivables	(4 067)
Increase (decrease) in accrued payables	4 670
Cost of investments purchased	(2 960 370)
Proceeds on sales of investments	1 922 243
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1 019 425)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	1 069 493
Cash paid on redemption of redeemable units	(46 191)
Distributions paid to holders of redeemable units	(3)
NET CASH USED IN FINANCING ACTIVITIES	\$ 1 023 299
Net increase (decrease) in cash for the year	3 874
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 3 874
Interest received	\$ 179
Dividends received, net of withholding taxes	\$ 23 993

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched March 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	23	—	—	2
Early redemption fees	1	—	—	—
Proceeds from redeemable units issued	1 463	23	1	490
Reinvestments of distributions to holders of redeemable units	14	—	—	5
Redemption of redeemable units	(213)	—	—	(140)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 265	23	1	355
Distributions from net income	(6)	—	—	(2)
Distributions from net gains	(11)	—	—	(3)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(17)	—	—	(5)
NET INCREASE (DECREASE) IN NAV	1 271	23	1	352
NAV AT END OF PERIOD	\$ 1 271	\$ 23	\$ 1	\$ 352

For the period ended December 31 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	1	—	60 618	60 644
Early redemption fees	—	—	—	1
Proceeds from redeemable units issued	159	1	1 068 684	1 070 821
Reinvestments of distributions to holders of redeemable units	2	—	31 345	31 366
Redemption of redeemable units	—	—	(45 848)	(46 201)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	161	1	1 054 181	1 055 987
Distributions from net income	(1)	—	(22 824)	(22 833)
Distributions from net gains	(1)	—	(8 521)	(8 536)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2)	—	(31 345)	(31 369)
NET INCREASE (DECREASE) IN NAV	160	1	1 083 454	1 085 262
NAV AT END OF PERIOD	\$ 160	\$ 1	\$ 1 083 454	\$ 1 085 262

* Fund launched March 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies located or having a principal business interest in Asian markets such as Hong Kong, South Korea, China, Taiwan, Australia, New Zealand, Singapore, India, Malaysia, Thailand, the Philippines and Indonesia. The Fund does not invest in Japan.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 6.3% of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
Australia	28.7
Hong Kong	19.3
India	11.6
China	9.4
South Korea	8.9
Taiwan	8.1
Indonesia	6.4
Other Countries	6.2
Cash/Other	1.4

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
Hong Kong dollar	25.1
Australian dollar	22.9
United States dollar	20.6
South Korean won	13.9
New Taiwan dollar	8.9
Malaysian ringgit	3.4
Singapore dollar	3.2
Indonesian rupiah	2.7
Thailand baht	2.3
Philippine peso	1.2
Other currencies	(4.5)
Total	99.7

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 9-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI AC Asia Pacific Ex Japan Net Index (CAD)	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	171 794	898 080	–	1 069 874
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 433	–	8 433
Derivatives – assets	–	5 210	–	5 210
Derivatives – liabilities	–	(2 845)	–	(2 845)
Total financial instruments	171 794	908 878	–	1 080 672
% of total portfolio	15.9	84.1	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	101
Advisor Series	101
Series H	102
Series D	101
Series F	101
Series I	103
Value of all units	6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) **2014**

Series A	
Opening units	–
Issued number of units	143
Reinvested number of units	1
Redeemed number of units	(21)
Ending number of units	123

Advisor Series	
Opening units	–
Issued number of units	2
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	2

Series H	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series D	
Opening units	–
Issued number of units	47
Reinvested number of units	–
Redeemed number of units	(13)
Ending number of units	34

Series F	
Opening units	–
Issued number of units	15
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	15

Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–



December 31, 2014

For the period ended December 31
(see note 2 in the generic notes) **2014**

Series 0

Opening units	–
Issued number of units	106 026
Reinvested number of units	3 048
Redeemed number of units	(4 360)
Ending number of units	104 714

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	4 744	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	69 097
Fair value of collateral received	70 479

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014
RBC Select Very Conservative Portfolio	5.5
RBC Select Conservative Portfolio	31.7
RBC Select Balanced Portfolio	30.3
RBC Select Growth Portfolio	11.7
RBC Select Aggressive Growth Portfolio	2.9
RBC Target 2020 Education Fund	0.8
RBC Target 2025 Education Fund	1.6
RBC Target 2030 Education Fund	0.5
RBC Asian Equity Fund	14.9
Total	99.9

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC JAPANESE EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
70 500	Aisin Seiki Co. Ltd.	\$ 2 751	\$ 2 943	
237 400	Bridgestone Corp.	9 214	9 566	
630 700	Casio Computer Co., Ltd.	8 576	11 209	
80 000	Denso Corp.	4 176	4 332	
560 000	Fuji Heavy Industries Ltd.	17 142	23 022	
550 000	Isuzu Motors Ltd.	7 792	7 783	
450 000	Mazda Motor Corp.	13 650	12 556	
150 000	NAMCO BANDAI Holdings Inc.	3 764	3 690	
110 000	Nitori Co. Ltd.	6 937	6 866	
32 900	Oriental Land Co. Ltd.	5 608	8 815	
127 000	Rinnai Corp.	11 448	9 914	
44 200	Ryohin Keikaku Co. Ltd.	5 792	6 329	
571 000	Sekisui Chemical Co. Ltd.	6 823	7 981	
400 000	Sony Corp.	9 996	9 485	
650 300	Sumitomo Electric Industries Ltd.	10 458	9 436	
270 000	Suzuki Motor Co. Ltd.	8 228	9 400	
275 000	Toyo Tire & Rubber Co. Ltd.	5 421	6 270	
599 900	Toyota Motor Corp.	37 578	43 433	
		<u>175 354</u>	<u>193 030</u>	27.6
Consumer Staples				
295 800	Asahi Breweries Ltd.	9 245	10 632	
305 000	Calbee Inc.	11 311	12 206	
63 000	Cosmos Pharmaceutical Corp.	8 430	10 000	
232 000	Ezaki Glico Co. Ltd.	7 676	9 422	
350 000	Japan Tobacco Inc.	11 037	11 192	
181 000	Nissin Foods Holdings Co. Ltd.	10 471	10 023	
210 100	QP Corporation-Japan	3 751	4 550	
120 000	Welcia Holdings Co. Ltd.	4 370	4 128	
		<u>66 291</u>	<u>72 153</u>	10.3
Energy				
122 000	Nippon Gas Co. Ltd.	4 096	3 197	
		<u>4 096</u>	<u>3 197</u>	0.5
Financials				
1 059	Global One Real Estate Investment Corp. Real Estate Investment Trust	3 618	4 672	
7 000	Japan Hotel Real Estate Investment Trust Investment Corp.	4 176	5 217	
4 411 100	Mitsubishi UFJ Financial Group Inc.	27 768	28 157	
330 000	Mitsui Fudosan Co. Ltd.	10 182	10 281	
8 381 100	Mizuho Financial Group Inc.	18 430	16 322	
492 800	Sumitomo Mitsui Financial Group Inc.	23 030	20 699	
1 035 000	T&D Holdings Inc.	14 341	14 415	
606 000	The Dai-ichi Life Insurance Co. Ltd.	9 645	10 687	
236 000	Tokio Marine Holdings, Inc.	7 861	8 905	
		<u>119 051</u>	<u>119 355</u>	17.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
74 000	Asahi Intecc Co. Ltd.	\$ 3 085	\$ 4 190	
250 000	Daiken Medical Co. Ltd.	2 681	2 700	
350 000	Kaken Pharmaceutical Co. Ltd.	8 345	7 863	
38 700	Mani Inc.	2 085	2 675	
119 700	Nakanishi Inc.	4 655	5 904	
330 000	NanoCarrier Co. Ltd.	4 578	4 623	
330 000	Olympus Optical Co. Ltd.	11 993	13 430	
94 000	PeptiDream Inc.	10 999	9 492	
70 400	FINDEX Inc.	3 153	4 535	
		<u>51 574</u>	<u>55 412</u>	7.9
Industrials				
204 000	Daikin Industries Ltd.	12 924	15 197	
161 000	Hoshizaki Electric Co. Ltd.	8 743	9 014	
1 000 000	Kawasaki Kisen Kaisha Ltd.	2 477	3 104	
330 000	Minebea Co. Ltd.	4 651	5 662	
492 200	Mitsubishi Corp.	10 373	10 465	
520 000	Mitsui & Co.	8 966	8 091	
723 000	Miura Co. Ltd.	9 306	8 500	
100 000	Nidec Corp.	7 724	7 504	
110 000	Sato Corp.	3 212	2 905	
32 600	SMC Corp.	9 731	9 932	
900 000	Taisei Corp.	5 493	5 931	
		<u>83 600</u>	<u>86 305</u>	12.3
Information Technology				
402 800	Broadleaf Co. Ltd.	7 032	6 582	
177 000	Hamamatsu Photonics K.K.	9 893	9 789	
16 000	Keyence Corp.	8 635	8 283	
80 000	Murata Manufacturing Co. Ltd.	9 727	10 142	
2 560 000	NEC Corp.	10 149	8 643	
79 500	Nintendo Co. Ltd.	9 439	9 639	
2 500 000	Oki Electric Industry Co. Ltd.	5 743	5 537	
490 700	Seiko Epson Corp.	20 391	23 855	
2 414 600	Yahoo! Japan Corp.	12 272	10 054	
		<u>93 281</u>	<u>92 524</u>	13.2
Materials				
570 000	Asahi Kasei Corp.	4 611	6 041	
279 000	Kansai Paint Co. Ltd.	4 663	5 022	
260 000	Nissan Chemical Industries, Ltd.	5 255	5 478	
2 983 000	Nippon Steel & Sumitomo Metal Corp.	9 275	8 597	
110 000	Nitto Denko Corp.	5 610	7 140	
1 050 000	Toray Industries Inc.	9 143	9 746	
		<u>38 557</u>	<u>42 024</u>	6.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
452 700	SoftBank Corp.	\$ 37 523	\$ 31 306	
		37 523	31 306	4.5
TOTAL COMMON EQUITIES				
		669 327	695 306	99.4
SHORT-TERM INVESTMENTS*				
		5 517	5 517	0.8
TOTAL INVESTMENTS				
		674 844	700 823	100.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	834	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(1 544)	(0.2)
TOTAL PORTFOLIO				
		\$ 674 844	700 113	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(921)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 699 192		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 16, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 295 270 Sold CAD 2 850 @ 0.0097	06-Jan-15	\$ 14
Bought CAD 2 635 Sold JPY 271 238 @ 0.0097	14-Jan-15	3
Bought CAD 5 482 Sold JPY 563 315 @ 0.0097	14-Jan-15	17
Bought CAD 9 435 Sold JPY 950 341 @ 0.0099	14-Jan-15	214
Bought CAD 948 Sold JPY 95 000 @ 0.0100	14-Jan-15	26
Bought JPY 250 763 Sold CAD 2 429 @ 0.0097	14-Jan-15	4
Bought JPY 383 383 Sold CAD 3 615 @ 0.0094	14-Jan-15	105
Bought JPY 4 600 Sold CAD 44 @ 0.0095	14-Jan-15	1
Bought JPY 857 770 Sold CAD 8 222 @ 0.0096	14-Jan-15	100
Bought JPY 864 000 Sold CAD 8 329 @ 0.0096	14-Jan-15	54
Bought JPY 182 617 Sold CAD 1 757 @ 0.0096	15-Jan-15	15
Bought JPY 199 237 Sold CAD 1 931 @ 0.0097	23-Jan-15	3
Bought JPY 185 000 Sold CAD 1 784 @ 0.0096	26-Jan-15	11
Bought CAD 9 313 Sold JPY 954 673 @ 0.0098	27-Jan-15	46
Bought CAD 266 Sold JPY 27 277 @ 0.0097	29-Jan-15	1
Bought JPY 1 940 000 Sold CAD 18 613 @ 0.0096	29-Jan-15	220
		\$ 834

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 16 483 Sold JPY 1 722 057 @ 0.0096	14-Jan-15	\$ (225)
Bought CAD 4 414 Sold JPY 455 000 @ 0.0097	14-Jan-15	–
Bought JPY 1 400 000 Sold CAD 13 863 @ 0.0099	14-Jan-15	(279)
Bought JPY 180 000 Sold CAD 1 861 @ 0.0103	14-Jan-15	(114)
Bought JPY 411 779 Sold CAD 4 078 @ 0.0099	14-Jan-15	(83)
Bought CAD 1 045 Sold JPY 108 000 @ 0.0097	15-Jan-15	(3)
Bought CAD 1 899 Sold JPY 196 000 @ 0.0097	15-Jan-15	(3)
Bought JPY 179 700 Sold CAD 1 815 @ 0.0101	15-Jan-15	(71)
Bought CAD 1 094 Sold JPY 115 000 @ 0.0095	23-Jan-15	(23)
Bought JPY 114 982 Sold CAD 1 199 @ 0.0104	26-Jan-15	(83)
Bought CAD 2 852 Sold JPY 295 270 @ 0.0097	27-Jan-15	(14)
Bought JPY 110 000 Sold CAD 1 070 @ 0.0097	27-Jan-15	(2)
Bought JPY 328 039 Sold CAD 3 253 @ 0.0099	27-Jan-15	(69)
Bought JPY 362 604 Sold CAD 3 826 @ 0.0106	27-Jan-15	(306)
Bought CAD 6 464 Sold JPY 669 000 @ 0.0097	29-Jan-15	(30)
Bought CAD 9 748 Sold JPY 1 026 000 @ 0.0095	29-Jan-15	(212)
Bought CAD 2 066 Sold JPY 215 334 @ 0.0096	05-Mar-15	(27)
		\$ (1 544)
		\$ (710)

TOTAL FOREIGN EXCHANGE

All counterparties have a credit rating of at least A.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
(see note 2 and note 8 in the generic notes)	2014
ASSETS	
Investments at fair value	\$ 700 823
Cash	1
Subscriptions receivable	1 308
Unrealized gain on foreign exchange contracts	834
Dividends receivable, interest accrued and other assets	657
TOTAL ASSETS	703 623
LIABILITIES	
Due to investment dealers	2 864
Redemptions payable	9
Unrealized loss on foreign exchange contracts	1 544
Accounts payable and accrued expenses	14
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 431
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 699 192
Investments at cost	\$ 674 844
NAV	
SERIES A	\$ 711
ADVISOR SERIES	\$ 4
SERIES H	\$ 1
SERIES D	\$ 311
SERIES F	\$ 1
SERIES I	\$ 1
SERIES O	\$ 698 163
NAV PER UNIT	
SERIES A	\$ 10.00
ADVISOR SERIES	\$ 10.02
SERIES H	\$ 10.03
SERIES D	\$ 10.06
SERIES F	\$ 10.07
SERIES I	\$ 10.07
SERIES O	\$ 10.08

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 8 344
Interest for distribution purposes	140
Securities lending revenue (see note 6 in the generic notes)	135
Net realized gain (loss) on investments	18 629
Net gain (loss) on foreign currencies and other net assets	(459)
Change in unrealized gain (loss) on investments	25 269
TOTAL INCOME (LOSS)	52 058
EXPENSES (see notes – Fund Specific Information)	
Management fees	8
Administration fees	102
Board of Governors costs	1
GST/HST	12
Transaction costs	1 791
Withholding tax	1 153
TOTAL EXPENSES	3 067
INCREASE (DECREASE) IN NAV	\$ 48 991
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 26
ADVISOR SERIES	\$ –
SERIES H	\$ –
SERIES D	\$ 6
SERIES F	\$ –
SERIES I	\$ –
SERIES O	\$ 48 959
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.56
ADVISOR SERIES	\$ 0.89
SERIES H	\$ 1.17
SERIES D	\$ 0.64
SERIES F	\$ 1.25
SERIES I	\$ 1.26
SERIES O	\$ 0.80

* Fund launched March 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 48 991
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(18 629)
Change in unrealized loss (gain) on investments	(25 269)
(Increase) decrease in accrued receivables	(657)
Increase (decrease) in accrued payables	2 878
Cost of investments purchased	(2 165 024)
Proceeds on sales of investments	1 508 809
NET CASH PROVIDED BY OPERATING ACTIVITIES	(648 901)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	720 722
Cash paid on redemption of redeemable units	(71 821)
Distributions paid to holders of redeemable units	1
NET CASH USED IN FINANCING ACTIVITIES	\$ 648 902
Net increase (decrease) in cash for the year	1
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1
Interest received	\$ 139
Dividends received, net of withholding taxes	\$ 6 534

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched March 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	26	—	—	6
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	868	4	1	561
Reinvestments of distributions to holders of redeemable units	13	—	—	7
Redemption of redeemable units	(183)	—	—	(257)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	698	4	1	311
Distributions from net income	—	—	—	—
Distributions from net gains	(13)	—	—	(6)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(13)	—	—	(6)
NET INCREASE (DECREASE) IN NAV	711	4	1	311
NAV AT END OF PERIOD	\$ 711	\$ 4	\$ 1	\$ 311

For the period ended December 31 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	—	—	48 959	48 991
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	1	1	720 594	722 030
Reinvestments of distributions to holders of redeemable units	—	—	20 663	20 683
Redemption of redeemable units	—	—	(71 390)	(71 830)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1	1	669 867	670 883
Distributions from net income	—	—	(6 910)	(6 910)
Distributions from net gains	—	—	(13 753)	(13 772)
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(20 663)	(20 682)
NET INCREASE (DECREASE) IN NAV	1	1	698 163	699 192
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 698 163	\$ 699 192

* Fund launched March 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of Japanese companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	2014
Consumer Discretionary	27.6
Financials	17.1
Information Technology	13.2
Industrials	12.3
Consumer Staples	10.3
Health Care	7.9
Materials	6.0
Other Sectors	5.0
Cash/Other	0.6

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	2014
Japanese yen	99.9
Total	99.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 9-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI Japan Net Index (CAD)	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	695 306	–	695 306
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	5 517	–	5 517
Derivatives – assets	–	834	–	834
Derivatives – liabilities	–	(1 544)	–	(1 544)
Total financial instruments	–	700 113	–	700 113
% of total portfolio	–	100.0	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%



December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	102
Advisor Series	102
Series H	102
Series D	102
Series F	102
Series I	103
Value of all units	6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series A	
Opening units	–
Issued number of units	88
Reinvested number of units	1
Redeemed number of units	(18)
Ending number of units	71

Advisor Series

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Series H

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

For the period ended December 31
(see note 2 in the generic notes)

	2014
Series D	
Opening units	–
Issued number of units	56
Reinvested number of units	1
Redeemed number of units	(26)
Ending number of units	31
Series F	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series I	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series O	
Opening units	–
Issued number of units	74 230
Reinvested number of units	2 010
Redeemed number of units	(7 009)
Ending number of units	69 231

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	1 791	100
Related-party brokerage commissions*	–	–
Commission arrangements [†]	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	54 250
Fair value of collateral received	55 335



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014
RBC Select Very Conservative Portfolio	6.0
RBC Select Conservative Portfolio	33.5
RBC Select Balanced Portfolio	26.6
RBC Select Growth Portfolio	12.4
RBC Select Aggressive Growth Portfolio	3.1
RBC Target 2020 Education Fund	0.8
RBC Target 2025 Education Fund	1.7
RBC Target 2030 Education Fund	0.5
RBC Asian Equity Fund	15.3
Total	99.9

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EMERGING MARKETS DIVIDEND FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
241 200	AES Tiete S.A. Preference	\$ 2 288	\$ 1 910	
250 799	Banco do Brasil S.A.	2 976	2 607	
358 146	Cia Energetica de Minas Gerais Preference	2 547	2 057	
56 000	Embraer S.A. ADR	2 377	2 398	
235 092	Ez Tec Empreendimentos e Participacoes S.A.	2 874	2 261	
405 489	Itau Unibanco Holding S.A. Preference	6 233	6 133	
614 968	Petroleo Brasileiro S.A.	5 091	2 693	
178 100	Porto Seguro S.A.	2 784	2 366	
534 898	Vale S.A. Preference	6 665	4 496	
		33 835	26 921	9.2
China				
15 031 838	Bank of China Ltd.	7 354	9 802	
9 692 069	China Construction Bank Corp.	7 635	9 197	
2 596 500	China Minsheng Banking Corp., Ltd.	3 008	3 944	
564 181	China Mobile (Hong Kong) Ltd.	6 304	7 696	
5 185 239	China Petroleum & Chemical Corp.	4 815	4 879	
2 489 500	China Railway Construction Corp Ltd.	3 008	3 672	
929 000	China Shenhua Energy Co. Ltd. 'H'	2 944	3 185	
1 166 000	China Vanke Co. Ltd.	2 828	3 000	
2 891 435	CNOOC Ltd.	5 292	4 542	
780 000	Dongfeng Motor Group Co. Ltd.	1 423	1 268	
467 500	Great Wall Motor Co. Ltd.	2 424	3 072	
2 529 174	Huaneng Power International Inc. 'H'	2 902	3 970	
3 001 822	Petrochina Co.	3 836	3 871	
796 000	Sinopharm Group Co.	3 298	3 254	
		57 071	65 352	22.3
Colombia				
110 054	Banco Davivienda S.A. Preference	1 487	1 512	
		1 487	1 512	0.5
Egypt				
363 121	Commercial International Bank GDR	2 757	2 773	
		2 757	2 773	0.9
Hong Kong				
3 673 333	Skyworth Digital Holdings Ltd.	2 053	2 309	
2 362 000	Wasion Group Holdings Ltd.	2 578	2 547	
		4 631	4 856	1.7
India				
116 336	Aurobindo Pharma Ltd.	1 756	2 426	
102 460	Bank of Baroda	1 692	2 086	
136 677	Ceat Ltd.	1 383	2 154	
58 547	Dr Reddy's Laboratories Ltd.	2 953	3 477	
127 286	HCL Technologies Ltd.	3 962	3 735	
192 873	Indiabulls Housing Finance Ltd.	1 032	1 622	
131 928	Infosys Technologies Ltd. ADR	4 164	4 822	
115 255	Kaveri Seed Co. Ltd.	1 956	1 628	
350 843	Oil & Natural Gas Corp Ltd.	2 133	2 194	

Holdings	Security	Cost	Fair Value	% of Net Assets
India (cont.)				
369 011	Rural Electrification Corp Ltd.	\$ 1 701	\$ 2 263	
62 215	Tata Motors Limited ADR	2 263	3 057	
471 874	United Phosphorus Ltd.	2 136	2 999	
		27 131	32 463	11.1
Indonesia				
20 572 146	PT Bank Bukopin Tbk	1 349	1 446	
3 217 000	PT Indofood Sukses Makmur Tbk	2 088	2 038	
16 003 000	PT Surya Semesta Internusa Tbk	1 507	1 595	
9 396 772	PT Telekomunikasi Indonesia Persero Tbk	2 099	2 509	
		7 043	7 588	2.6
Malaysia				
1 770 600	Berjaya Auto Berhad	2 051	1 934	
		2 051	1 934	0.7
Mexico				
536 343	Credito Real S.A.B. de C.V.	1 553	1 335	
712 400	Fibra Uno Administracion S.A. de C.V. Real Estate Investment Trust	2 677	2 439	
1 066 017	Grupo Mexico S.A.B. de C.V.	3 740	3 587	
863 000	TF Administradora Industrial S. de R.L. de C.V. Real Estate Investment	2 075	2 094	
		10 045	9 455	3.2
Pakistan				
468 633	Lucky Cement Pakistan*, Participation Notes	2 140	2 710	
660 661	Pakistan Petroleum Ltd.*, Participation Notes	1 654	1 344	
		3 794	4 054	1.4
Peru				
21 410	Credicorp Ltd.	3 650	3 984	
		3 650	3 984	1.4
Philippines				
21 516 217	Vista Land & Lifescapes Inc.	3 117	4 018	
		3 117	4 018	1.4
Poland				
50 930	KGHM Polska Miedz S.A.	2 174	1 804	
		2 174	1 804	0.6
Qatar				
101 781	The Commercial Bank of Qatar QSC	2 155	2 202	
		2 155	2 202	0.8
Russia				
610 859	Gazprom OAO ADR	4 991	3 267	
73 652	LUKOIL ADR	4 438	3 386	
116 687	MMC Norilsk Nickel OJSC ADR	2 186	1 939	
260 440	Sberbank of Russia ADR	2 500	1 222	
		14 115	9 814	3.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
South Africa				
116 907	Astral Foods Ltd.	\$ 1 520	\$ 2 050	
267 224	Hyprop Investments Ltd. Real Estate Investment Trust	2 223	2 607	
212 804	Lewis Group Ltd.	1 384	1 571	
40 525	Naspers Ltd.	4 861	6 090	
		<u>9 988</u>	<u>12 318</u>	<u>4.2</u>
South Korea				
60 438	Dongbu Insurance Co. Ltd.	3 345	3 506	
6 365	Dongwon F&B Co. Ltd.	1 871	1 964	
84 125	Golfzon Co. Ltd.	2 363	2 238	
55 973	Hynix Semiconductor Inc.	2 579	2 779	
23 774	Hyundai Motor Co.	5 380	4 219	
7 061	Hyundai Motor Co., Preferred	909	937	
200 300	Industrial Bank of Korea	2 917	2 977	
60 360	Korea Electric Power Corp.	3 004	2 702	
273 172	Korean Reinsurance Co.	3 111	3 106	
20 584	KT&G Corp.	1 756	1 660	
66 650	LG.Philips LCD Co. Ltd.	2 311	2 349	
83 976	Pyeong Hwa Automotive Co. Ltd.	1 905	1 594	
8 431	Samsung Electronics Co. Ltd.	11 592	11 776	
54 199	Shinhan Financial Group Co. Ltd.	2 554	2 531	
10 934	SK Telecom Co. Ltd.	2 544	3 107	
131 198	Sungwoo Hitech Co. Ltd.	2 323	1 615	
		<u>50 464</u>	<u>49 060</u>	<u>16.7</u>
Taiwan				
1 300 000	Advanced Semiconductor Engineering Inc.	1 675	1 794	
119 000	Asustek Computer Inc.	1 418	1 508	
127 000	Catcher Technology Co. Ltd.	1 344	1 139	
481 000	Chicony Electronics Co. Ltd.	1 647	1 556	
934 750	Coretronic Corp.	1 625	1 473	
722 224	Gigabyte Technology Co. Ltd.	968	974	
1 177 093	Hon Hai Precision Industry Co. Ltd.	3 615	3 776	
770 000	Inotera Memories Inc.	1 288	1 404	
2 278 000	King's Town Bank	2 448	2 742	
21 000	Largan Precision Co. Ltd.	1 459	1 826	
143 717	MediaTek Inc.	2 216	2 427	
261 000	Novatek Microelectronics Corp.	1 385	1 694	
648 000	Pegatron Corp.	1 248	1 721	
862 000	Siliconware Precision Industries Co.	1 267	1 509	
1 808 111	Taiwan Semiconductor Manufacturing Co. Ltd.	7 377	9 254	
		<u>30 980</u>	<u>34 797</u>	<u>11.9</u>
Thailand				
542 370	Delta Electronics Thailand PCL	1 040	1 345	
409 292	Electricity Generating Public - F	1 909	2 411	
3 433 148	GFPT PCL	1 620	2 141	
1 447 041	PTT Global Chemical PCL	3 290	2 609	
1 404 400	The Bangchak Petroleum PCL	1 631	1 563	
		<u>9 490</u>	<u>10 069</u>	<u>3.4</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
Turkey				
1 273 417	Türkiye İş Bankası	\$ 3 599	\$ 4 254	
2 547 939	Türkiye Sinai Kalkınma Bankası A.S.	2 235	2 547	
		<u>5 834</u>	<u>6 801</u>	<u>2.3</u>
TOTAL EQUITIES			<u>281 812</u>	<u>99.6</u>
SHORT-TERM INVESTMENTS†			<u>200</u>	<u>0.1</u>
TOTAL INVESTMENTS		<u>\$ 282 012</u>	<u>291 975</u>	<u>99.7</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>973</u>	<u>0.3</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$ 292 948</u>	<u>100.0</u>

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	March 4 2013
ASSETS			
Investments at fair value	\$ 291 975	\$ 97 423	\$ –
Cash	461	2 552	150
Due from investment dealers	340	2 148	–
Subscriptions receivable	78	120	–
Dividends receivable, interest accrued and other assets	978	24	–
TOTAL ASSETS	293 832	102 267	150
LIABILITIES			
Due to investment dealers	596	3 035	–
Redemptions payable	179	1	–
Unrealized loss on foreign exchange contracts	–	2	–
Accounts payable and accrued expenses	109	30	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	884	3 068	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 292 948	\$ 99 199	\$ 150
Investments at cost	\$ 282 012	\$ 93 586	\$ –
NAV			
SERIES A	\$ 11 639	\$ 3 361	\$ 1
ADVISOR SERIES	\$ 1 656	\$ 408	\$ 1
SERIES D	\$ 1 636	\$ 696	\$ 1
SERIES F	\$ 8 435	\$ 602	\$ 1
SERIES O	\$ 269 582	\$ 94 132	\$ 146
NAV PER UNIT			
SERIES A	\$ 11.26	\$ 10.68	\$ 10.00
ADVISOR SERIES	\$ 11.28	\$ 10.68	\$ 10.00
SERIES D	\$ 11.30	\$ 10.70	\$ 10.00
SERIES F	\$ 11.38	\$ 10.71	\$ 10.00
SERIES O	\$ 11.04	\$ 10.43	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 8 157	\$ 1 075
Interest for distribution purposes	858	–
Other income (loss)	–	199
Securities lending revenue (see note 6 in the generic notes)	17	1
Net realized gain (loss) on investments	3 607	(393)
Net gain (loss) on foreign currencies and other net assets	(354)	(104)
Change in unrealized gain (loss) on investments	6 128	3 835
TOTAL INCOME (LOSS)	18 413	4 613
EXPENSES (see notes – Fund Specific Information)		
Management fees	210	15
Administration fees	518	94
Board of Governors costs	3	1
GST/HST	77	14
Transaction costs	986	295
Withholding tax	806	109
TOTAL EXPENSES	2 600	528
INCREASE (DECREASE) IN NAV	\$ 15 813	\$ 4 085
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 476	\$ 61
ADVISOR SERIES	\$ 66	\$ 4
SERIES D	\$ 63	\$ 13
SERIES F	\$ 156	\$ 8
SERIES O	\$ 15 052	\$ 3 999
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.67	\$ 0.38
ADVISOR SERIES	\$ 0.66	\$ 0.35
SERIES D	\$ 0.79	\$ 0.43
SERIES F	\$ 0.72	\$ 0.44
SERIES O	\$ 0.89	\$ 0.59

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 15 813	\$ 4 085
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(3 937)	393
Change in unrealized loss (gain) on investments	(6 128)	(3 835)
(Increase) decrease in accrued receivables	854	(2 172)
Increase (decrease) in accrued payables	(2 360)	3 065
Cost of investments purchased	(373 723)	(148 946)
Proceeds on sales of investments	189 234	54 967
NET CASH PROVIDED BY OPERATING ACTIVITIES	(180 247)	(92 443)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	198 704	96 033
Cash paid on redemption of redeemable units	(19 972)	(975)
Distributions paid to holders of redeemable units	(576)	(63)
NET CASH USED IN FINANCING ACTIVITIES	\$ 178 156	\$ 94 995
Net increase (decrease) in cash for the year	(2 091)	2 552
Cash (bank overdraft), beginning of period	2 552	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 461	\$ 2 552
Interest received	\$ (8)	\$ –
Dividends received, net of withholding taxes	\$ 7 263	\$ 1 141

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 361	\$ —	\$ 408	\$ —	\$ 696	\$ —	\$ 602	\$ —
INCREASE (DECREASE) IN NAV	476	61	66	4	63	13	156	8
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	9 648	3 412	1 674	410	1 603	741	8 147	739
Reinvestments of distributions to holders of redeemable units	199	2	31	—	40	1	119	1
Redemption of redeemable units	(1 826)	(111)	(491)	(6)	(726)	(58)	(436)	(145)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	8 021	3 303	1 214	404	917	684	7 830	595
Distributions from net income	(104)	(3)	(15)	—	(24)	(1)	(73)	(1)
Distributions from net gains	(115)	—	(17)	—	(16)	—	(80)	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(219)	(3)	(32)	—	(40)	(1)	(153)	(1)
NET INCREASE (DECREASE) IN NAV	8 278	3 361	1 248	408	940	696	7 833	602
NAV AT END OF PERIOD	\$ 11 639	\$ 3 361	\$ 1 656	\$ 408	\$ 1 636	\$ 696	\$ 8 435	\$ 602

For the periods ended December 31 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 94 132	\$ —	\$ 99 199	\$ —
INCREASE (DECREASE) IN NAV	15 052	3 999	15 813	4 085
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	177 590	90 851	198 662	96 153
Reinvestments of distributions to holders of redeemable units	8 525	834	8 914	838
Redemption of redeemable units	(16 671)	(656)	(20 150)	(976)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	169 444	91 029	187 426	96 015
Distributions from net income	(6 353)	(896)	(6 569)	(901)
Distributions from net gains	(2 693)	—	(2 921)	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9 046)	(896)	(9 490)	(901)
NET INCREASE (DECREASE) IN NAV	175 450	94 132	193 749	99 199
NAV AT END OF PERIOD	\$ 269 582	\$ 94 132	\$ 292 948	\$ 99 199

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting of dividend income and capital growth by investing in equity securities of companies that are located or active in emerging markets and that offer above-average dividend yields.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.4% (December 31, 2013 – 8.8%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
China	22.3	17.5
South Korea	16.7	13.9
Taiwan	11.9	13.1
Other Countries	11.7	13.8
India	11.1	8.8
Brazil	9.2	9.3
South Africa	4.2	4.4
Thailand	3.4	3.9
Russia	3.3	9.7
Mexico	3.2	–
Indonesia	2.6	–
Hong Kong	–	3.8
Cash/Other	0.4	1.8

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013
Hong Kong dollar	24.0	21.3
South Korean won	16.8	13.9
New Taiwan dollar	12.1	13.4
United States dollar	10.5	20.7
Indian rupee	8.4	–
Brazilian real	8.2	9.1
South African rand	4.2	4.4
Thailand baht	3.5	3.4
Mexican peso	3.3	2.4
Indonesian rupiah	2.6	1.6
Turkish new lira	2.3	2.1
Philippine peso	1.4	0.8
Qatari rial	0.8	–
Malaysian ringgit	0.7	1.9
Polish zloty	0.6	1.0
Colombian peso	0.5	–
Czech koruna	–	1.9
Russian rouble	–	1.0
Chilean peso	–	0.7
Total	99.9	99.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 18-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
MSCI Emerging Markets Total		
Return Net Index (CAD)	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	49 751	242 024	–	291 775
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	200	–	200
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	49 751	242 224	–	291 975
% of total portfolio	17.0	83.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	13 623	83 800	–	97 423
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(2)	–	(2)
Total financial instruments	13 623	83 798	–	97 421
% of total portfolio	13.9	86.1	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Please see the generic notes at the back of the financial statements.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series O	0.25%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	100	98
Advisor Series	100	98
Series D	101	98
Series F	101	98
Series O	–	14 772
Value of all units	5	158

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	315	–
Issued number of units	864	326
Reinvested number of units	18	–
Redeemed number of units	(163)	(11)
Ending number of units	1 034	315
Advisor Series		
Opening units	38	–
Issued number of units	149	39
Reinvested number of units	3	–
Redeemed number of units	(43)	(1)
Ending number of units	147	38



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	65	–
Issued number of units	142	70
Reinvested number of units	4	–
Redeemed number of units	(66)	(5)
Ending number of units	145	65
Series F		
Opening units	56	–
Issued number of units	712	70
Reinvested number of units	11	–
Redeemed number of units	(38)	(14)
Ending number of units	741	56
Series O		
Opening units	9 026	–
Issued number of units	16 107	9 007
Reinvested number of units	776	82
Redeemed number of units	(1 481)	(63)
Ending number of units	24 428	9 026

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	986	100	295	100
Related-party brokerage commissions*	1	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	6 374	1 458
Fair value of collateral received	6 502	1 488

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Balanced Fund	6.9	18.5
RBC Global Balanced Fund	0.7	1.9
RBC Balanced Growth & Income Fund	24.2	22.5
RBC Select Balanced Portfolio	28.0	27.2
RBC Select Balanced Class	–	0.1
RBC Select Growth Portfolio	19.4	10.2
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	5.0	1.8
RBC Select Aggressive Growth Class	–	–
Total	84.2	82.2

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	March 4 2013
Net assets		
Net assets as reported under Canadian GAAP	99 149	150
Revaluation of investments at FVTPL	50	–
Net assets attributable to holders of redeemable units	99 199	150

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	4 035
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	50
Increase (decrease) in net assets attributable to holders of redeemable units	4 085



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EMERGING MARKETS EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
2 855 000	Banco Bradesco S.A. ADR	\$ 48 196	\$ 44 348	
2 272 800	Cia. Hering	35 415	20 115	
1 435 000	Natura Cosméticos S.A.	25 276	19 977	
1 265 000	Totvs S.A.	22 954	19 351	
1 500 000	WEG S.A.	16 339	20 061	
		148 180	123 852	6.6
Chile				
2 200 000	Cia Cervecerias Unidas S.A.	27 607	24 177	
5 943 568	Embotelladora Andina S.A.	29 636	19 536	
		57 243	43 713	2.3
China				
235 000	Alibaba Group Holding Ltd. ADR	22 773	28 378	
122 000	Baidu.com Inc. ADR	15 500	32 312	
7 300 000	China Merchants Holdings Co. Ltd.	22 619	28 487	
1 800 000	China Merchants Holdings International Co. Ltd.*, Preferred	7 678	7 386	
3 200 000	China Mobile (Hong Kong) Ltd.	33 609	43 653	
6 949 362	China Resources Land Ltd.	13 290	21 218	
15 500 000	Guangdong Investments Ltd.	10 549	23 427	
25 500 000	Lenovo Group Limited	33 492	38 680	
7 861 000	Real Gold Mining Ltd.	12 722	–	
		172 232	223 541	11.9
Hong Kong				
6 200 000	AIA Group Ltd.	25 498	39 729	
2 650 000	Cheung Kong (Holdings) Ltd.	47 015	51 560	
8 899 900	Samsonite International S.A.	21 276	30 642	
		93 789	121 931	6.5
India				
1 826 357	Cummins India Ltd.	18 204	29 279	
55 335	Eicher Motors Ltd.	7 259	15 233	
1 390 000	HCL Technologies Ltd.	17 424	40 785	
486 485	Hero Motocorp Ltd.	16 416	27 733	
4 000 000	Housing Development Finance Corp.	58 470	83 335	
1 600 000	Lupin Ltd.	28 715	44 118	
		146 488	240 483	12.8
Indonesia				
34 000 000	PT Astra International Tbk	22 731	23 558	
18 500 000	PT Bank Central Asia Tbk	19 606	22 799	
170 000 000	PT Kalbe Farma Tbk	25 293	29 118	
		67 630	75 475	4.0
Ireland				
3 430 869	Dragon Oil Plc.	29 091	33 391	
		29 091	33 391	1.8
Macau				
4 300 000	Wynn Macau Ltd.	11 297	13 937	
		11 297	13 937	0.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Malaysia				
17 500 000	Axiata Group Berhad	\$ 39 264	\$ 40 922	
5 000 000	Public Bank Berhad	22 277	30 348	
		61 541	71 270	3.8
Mexico				
3 830 539	Grupo Financiero Banorte S.A.B. de C.V.	22 034	24 493	
415 000	Grupo Televisa S.A. ADR	16 283	16 410	
7 200 000	Kimberly-Clark de Mexico S.A.	20 871	18 194	
		59 188	59 097	3.1
Nigeria				
86 567 918	Guaranty Trust Bank Plc.	12 422	13 709	
		12 422	13 709	0.7
Peru				
244 000	Credicorp Ltd.	30 858	45 399	
		30 858	45 399	2.4
Philippines				
1 819 999	SM Investments Corp.	20 160	38 206	
		20 160	38 206	2.0
Poland				
350 000	Bank Pekao S.A.	17 440	20 436	
		17 440	20 436	1.1
Russia				
320 000	Magnit PJSC GDR	21 590	16 802	
		21 590	16 802	0.9
Singapore				
6 000 000	SembCorp Industries Ltd.	24 068	23 345	
		24 068	23 345	1.2
South Africa				
4 000 000	Clicks Group Ltd.	24 418	32 492	
900 000	Mr. Price Group Ltd.	11 891	21 152	
360 000	Naspers Ltd.	20 370	54 103	
2 800 000	Sanlam Ltd.	19 266	19 574	
640 000	South African Breweries Plc.	27 606	38 720	
		103 551	166 041	8.8
South Korea				
385 000	Halla Visteon Climate Control Corp.	18 335	19 706	
244 447	Hyundai Motor Co., Preferred	26 786	32 427	
46 000	Samsung Electronics Co. Ltd.	41 292	64 251	
100 000	Samsung Fire & Marine Insurance Co. Ltd.	20 140	29 813	
16 745	Samsung Fire & Marine Insurance Co. Ltd. Preference	1 962	2 959	
500 000	Shinhan Financial Group Co. Ltd.	18 886	23 349	
231 000	Woongjin Coway Company Ltd.	13 685	20 464	
		141 086	192 969	10.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Taiwan				
1 650 000	Airtac International Group	\$ 17 276	\$ 17 203	
2 700 000	Delta Electronics Inc.	17 013	18 536	
2 050 000	Giant Manufacturing Co. Ltd.	14 925	21 047	
11 827 000	Standard Foods Corp.	29 294	30 438	
15 000 000	Taiwan Semiconductor Manufacturing Co. Ltd.	40 077	76 774	
12 000 000	Uni-President Enterprises Corp.	21 524	22 047	
		<u>140 109</u>	<u>186 045</u>	9.9
Thailand				
7 400 000	Central Pattana PCL	9 548	11 794	
11 887 500	TISCO Financial Group PCL	14 570	17 806	
		<u>24 118</u>	<u>29 600</u>	1.6
Turkey				
7 200 000	ENKA Insaat ve Sanayi A.S.	18 056	18 876	
		<u>18 056</u>	<u>18 876</u>	1.0
United Arab Emirates				
3 400 000	First Gulf Bank PJSC	16 709	18 144	
		<u>16 709</u>	<u>18 144</u>	1.0
United Kingdom				
1 025 000	Hikma Pharmaceuticals Plc.	12 294	36 537	
		<u>12 294</u>	<u>36 537</u>	1.9
TOTAL EQUITIES		<u>1 429 140</u>	<u>1 812 799</u>	96.2
SHORT-TERM INVESTMENTS†		<u>3 000</u>	<u>3 000</u>	0.2
TOTAL INVESTMENTS		<u>1 432 140</u>	<u>1 815 799</u>	96.4
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		<u>-</u>	<u>1</u>	<u>-</u>
TOTAL PORTFOLIO		<u>\$1 432 140</u>	<u>1 815 800</u>	96.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>67 176</u>	3.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$1 882 976</u>	100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 276 Sold CAD 320 @ 1.1598	02-Jan-15	\$ 1
		<u>\$ 1</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 1</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 815 799	\$ 1 508 725	\$ 1 470 312
Cash	63 759	16 312	4 350
Due from investment dealers	31	–	4 263
Subscriptions receivable	880	2 037	1 591
Unrealized gain on foreign exchange contracts	1	–	4
Dividends receivable, interest accrued and other assets	3 367	594	434
TOTAL ASSETS	1 883 837	1 527 668	1 480 954
LIABILITIES			
Due to investment dealers	–	–	3 041
Redemptions payable	134	138	2 478
Unrealized loss on foreign exchange contracts	–	1	–
Accounts payable and accrued expenses	727	544	464
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	861	683	5 983
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 882 976	\$ 1 526 985	\$ 1 474 971
Investments at cost	\$ 1 432 140	\$ 1 298 652	\$ 1 296 022
NAV			
SERIES A	\$ 110 209	\$ 93 340	\$ 69 217
ADVISOR SERIES	\$ 9 308	\$ 3 870	\$ 1 143
SERIES D	\$ 19 721	\$ 13 121	\$ 8 197
SERIES F	\$ 14 802	\$ 3 400	\$ 1 219
SERIES I	\$ 1 863	\$ 256	\$ 1
SERIES O	\$ 1 727 073	\$ 1 412 998	\$ 1 395 194
NAV PER UNIT			
SERIES A	\$ 13.10	\$ 11.50	\$ 10.97
ADVISOR SERIES	\$ 13.08	\$ 11.48	\$ 10.96
SERIES D	\$ 13.25	\$ 11.61	\$ 11.07
SERIES F	\$ 13.33	\$ 11.63	\$ 11.06
SERIES I	\$ 13.48	\$ 11.70	\$ 11.10
SERIES O	\$ 13.37	\$ 11.72	\$ 11.19

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 40 502	\$ 39 206
Interest for distribution purposes	7 301	(2)
Securities lending revenue (see note 6 in the generic notes)	86	335
Net realized gain (loss) on investments	44 234	41 102
Net gain (loss) on foreign currencies and other net assets	751	491
Change in unrealized gain (loss) on investments	173 588	35 778
TOTAL INCOME (LOSS)	266 462	116 910
EXPENSES (see notes – Fund Specific Information)		
Management fees	2 217	1 723
Administration fees	4 292	3 927
Board of Governors costs	3	3
GST/HST	658	588
Transaction costs	3 524	3 811
Withholding tax	3 637	3 490
TOTAL EXPENSES	14 331	13 542
INCREASE (DECREASE) IN NAV	\$ 252 131	\$ 103 368
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 13 093	\$ 3 943
ADVISOR SERIES	\$ 787	\$ 122
SERIES D	\$ 2 217	\$ 613
SERIES F	\$ 873	\$ 142
SERIES I	\$ 51	\$ 10
SERIES O	\$ 235 110	\$ 98 538
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.63	\$ 0.51
ADVISOR SERIES	\$ 1.63	\$ 0.51
SERIES D	\$ 1.76	\$ 0.63
SERIES F	\$ 1.80	\$ 0.68
SERIES I	\$ 1.83	\$ 0.71
SERIES O	\$ 1.95	\$ 0.78

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 252 131	\$ 103 368
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(44 234)	(41 102)
Change in unrealized loss (gain) on investments	(173 588)	(35 778)
(Increase) decrease in accrued receivables	(2 804)	4 103
Increase (decrease) in accrued payables	183	(2 961)
Cost of investments purchased	(1 310 574)	(816 298)
Proceeds on sales of investments	1 221 320	854 770
NET CASH PROVIDED BY OPERATING ACTIVITIES	(57 566)	66 102
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	463 290	373 193
Cash paid on redemption of redeemable units	(353 097)	(423 812)
Distributions paid to holders of redeemable units	(5 180)	(3 521)
NET CASH USED IN FINANCING ACTIVITIES	\$ 105 013	\$ (54 140)
Net increase (decrease) in cash for the year	47 447	11 962
Cash (bank overdraft), beginning of period	16 312	4 350
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 63 759	\$ 16 312
Interest received	\$ (1)	\$ (4)
Dividends received, net of withholding taxes	\$ 41 394	\$ 35 558

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 93 340	\$ 69 217	\$ 3 870	\$ 1 143	\$ 13 121	\$ 8 197	\$ 3 400	\$ 1 219
INCREASE (DECREASE) IN NAV	13 093	3 943	787	122	2 217	613	873	142
Early redemption fees	–	–	–	–	–	1	–	–
Proceeds from redeemable units issued	24 687	36 398	6 030	3 227	8 677	7 986	12 586	3 304
Reinvestments of distributions to holders of redeemable units	42	–	3	–	159	99	74	29
Redemption of redeemable units	(20 911)	(16 218)	(1 378)	(622)	(4 293)	(3 675)	(2 046)	(1 265)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 818	20 180	4 655	2 605	4 543	4 411	10 614	2 068
Distributions from net income	(42)	–	(4)	–	(160)	(100)	(85)	(29)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(42)	–	(4)	–	(160)	(100)	(85)	(29)
NET INCREASE (DECREASE) IN NAV	16 869	24 123	5 438	2 727	6 600	4 924	11 402	2 181
NAV AT END OF PERIOD	\$ 110 209	\$ 93 340	\$ 9 308	\$ 3 870	\$ 19 721	\$ 13 121	\$ 14 802	\$ 3 400

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 256	\$ 1	\$ 1 412 998	\$ 1 395 194	\$ 1 526 985	\$ 1 474 971
INCREASE (DECREASE) IN NAV	51	10	235 110	98 538	252 131	103 368
Early redemption fees	–	–	–	–	–	1
Proceeds from redeemable units issued	1 557	247	408 596	322 477	462 133	373 639
Reinvestments of distributions to holders of redeemable units	8	–	28 549	25 997	28 835	26 125
Redemption of redeemable units	–	–	(324 465)	(399 693)	(353 093)	(421 473)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 565	247	112 680	(51 219)	137 875	(21 708)
Distributions from net income	(9)	(2)	(33 715)	(29 515)	(34 015)	(29 646)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(9)	(2)	(33 715)	(29 515)	(34 015)	(29 646)
NET INCREASE (DECREASE) IN NAV	1 607	255	314 075	17 804	355 991	52 014
NAV AT END OF PERIOD	\$ 1 863	\$ 256	\$ 1 727 073	\$ 1 412 998	\$ 1 882 976	\$ 1 526 985

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies located or active in emerging markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.4% (December 31, 2013 – 1.6%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Other Countries	16.2	18.2	18.0
India	12.8	8.5	7.5
China	11.9	12.7	6.5
South Korea	10.2	11.5	13.1
Taiwan	9.9	8.0	6.7
South Africa	8.8	11.0	9.4
Brazil	6.6	6.6	9.6
Hong Kong	6.5	8.0	9.0
Indonesia	4.0	–	3.0
Malaysia	3.8	–	–
Mexico	3.1	2.7	5.4
Peru	2.4	–	–
Chile	–	4.1	4.6
Russia	–	2.9	3.4
Ireland	–	2.3	–
Thailand	–	2.0	–
Canada	–	–	3.4
Cash/Other	3.8	1.5	0.4

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Hong Kong dollar	15.9	19.1	14.6
United States dollar	12.8	12.5	18.7
Indian rupee	12.8	8.4	7.5
South Korean won	10.3	11.5	13.1
New Taiwan dollar	10.2	8.3	6.7
South African rand	8.8	10.9	9.4
Brazilian real	4.2	3.1	5.7
Indonesian rupiah	4.0	2.1	3.0
Malaysian ringgit	3.8	4.1	2.6
Pound sterling	3.7	4.4	3.7
Chilean peso	2.3	4.2	4.7
Mexican peso	2.3	2.7	3.0
Philippine peso	2.0	1.7	2.0
Thailand baht	1.6	2.0	2.3
Singapore dollar	1.2	–	–
Polish zloty	1.1	1.5	–
Turkish new lira	1.0	2.1	1.6
UAE dirham	1.0	–	–
Nigeria naira	0.7	0.8	1.0
Other currencies	–	–	0.4
Total	99.7	99.4	100.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI Emerging Markets Total			
Return Net Index (CAD)	+ or - 0.8	+ or - 0.8	+ or - 0.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	332 751	1 480 048	–	1 812 799
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 000	–	3 000
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	332 751	1 483 049	–	1 815 800
% of total portfolio	18.3	81.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	264 675	1 240 279	–	1 504 954
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 771	–	3 771
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	264 675	1 244 049	–	1 508 724
% of total portfolio	17.5	82.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	419 517	1 048 807	–	1 468 324
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 988	–	1 988
Derivatives – assets	–	4	–	4
Derivatives – liabilities	–	–	–	–
Total financial instruments	419 517	1 050 799	–	1 470 316
% of total portfolio	28.5	71.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series I	0.25%
Series O	0.25%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series I	104	103
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	53 030
Non-capital losses	–



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	8 119	6 307
Issued number of units	2 015	3 273
Reinvested number of units	3	–
Redeemed number of units	(1 721)	(1 461)
Ending number of units	8 416	8 119
Advisor Series		
Opening units	337	104
Issued number of units	487	289
Reinvested number of units	–	–
Redeemed number of units	(112)	(56)
Ending number of units	712	337
Series D		
Opening units	1 130	741
Issued number of units	692	708
Reinvested number of units	12	9
Redeemed number of units	(345)	(328)
Ending number of units	1 489	1 130
Series F		
Opening units	292	110
Issued number of units	977	291
Reinvested number of units	6	3
Redeemed number of units	(164)	(112)
Ending number of units	1 111	292
Series I		
Opening units	22	–
Issued number of units	115	22
Reinvested number of units	1	–
Redeemed number of units	–	–
Ending number of units	138	22
Series O		
Opening units	120 577	124 730
Issued number of units	32 383	28 394
Reinvested number of units	2 153	2 252
Redeemed number of units	(25 959)	(34 799)
Ending number of units	129 154	120 577

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	3 524	100	3 811	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014		December 31 2013	
Fair value of securities loaned	67 453		54 014	
Fair value of collateral received	68 802		55 094	

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014		December 31 2013	
RBC Balanced Fund	14.3		17.7	
RBC Global Balanced Fund	1.6		2.0	
RBC Select Balanced Portfolio	26.4		28.3	
RBC Select Balanced Class	–		0.1	
RBC Select Growth Portfolio	12.2		14.9	
RBC Select Growth Class	–		–	
RBC Select Aggressive Growth Portfolio	3.1		3.4	
RBC Select Aggressive Growth Class	–		–	
RBC Select Choices Balanced Portfolio	0.9		0.9	
RBC Select Choices Growth Portfolio	0.9		0.9	
RBC Select Choices Aggressive Growth Portfolio	0.9		0.8	
RBC Target 2015 Education Fund	–		0.1	
RBC Target 2020 Education Fund	0.6		0.7	
RBC Target 2025 Education Fund	1.1		1.1	
RBC Target 2030 Education Fund	0.3		0.1	
Phillips, Hager & North Balanced Fund	1.5		–	
Phillips, Hager & North Balanced Pension Trust	2.7		–	
RBC Emerging Markets Equity Class	2.7		2.3	
Total	69.2		73.3	

Please see the generic notes at the back of the financial statements.



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 525 833	1 474 575
Revaluation of investments at FVTPL	1 152	396
Net assets attributable to holders of redeemable units	1 526 985	1 474 971
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		102 612
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		756
Increase (decrease) in net assets attributable to holders of redeemable units		103 368

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC EMERGING MARKETS SMALL-CAP EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
259 800	Cia. Hering	\$ 3 191	\$ 2 299	
105 500	Porto Seguro S.A.	1 354	1 402	
118 200	Totvs S.A.	2 113	1 809	
187 500	Wilson Sons Ltd. BDR	2 800	2 622	
		9 458	8 132	4.0
Chile				
1 686 392	Inversiones Aguas Metropolitanas S.A.	2 957	3 036	
22 000	Inversiones Aguas Metropolitanas S.A. ADR	872	793	
1 300 000	Parque Arauco S.A.	2 746	2 893	
985 450	Sonda S.A.	2 706	2 724	
		9 281	9 446	4.7
China				
783 000	Asia Satellite Telecommunications Holdings Ltd.	3 186	3 175	
4 106 000	CITIC Telecom International Holdings Ltd.	1 410	1 784	
150 000	Hollysys Automation Technologies Ltd.	3 308	4 257	
147 710	WuXi PharmaTech Cayman Inc. ADR	4 799	5 778	
		12 703	14 994	7.4
Georgia				
100 000	Bank of Georgia Holdings Plc.	3 946	3 737	
		3 946	3 737	1.9
Hong Kong				
3 900 000	Pacific Basin Shipping Ltd.	2 620	1 813	
1 150 100	Samsonite International S.A.	3 623	3 960	
4 972 000	Sino Biopharmaceutical Ltd.	4 462	5 205	
4 375 000	Tao Heung Holdings Ltd.	3 075	2 372	
		13 780	13 350	6.6
India				
335 111	Cummins India Ltd.	3 425	5 372	
99 997	eClerx Services Ltd.	2 278	2 408	
630 166	Godrej Industries Ltd.	3 356	3 394	
248 114	Ipca Laboratories Ltd.	3 558	3 521	
807 010	Marico Ltd.	3 428	4 816	
256 524	Pidilite Industries Ltd.	1 491	2 555	
138 112	Sundaram Finance Ltd.	1 763	3 283	
678 222	Tube Investments of India Ltd.	2 754	4 441	
		22 053	29 790	14.8
Indonesia				
73 945 900	PT Ace Hardware Indonesia Tbk	5 892	5 431	
3 119 900	PT Bank Tabungan Pensiunan Nasional Tbk	1 318	1 153	
70 398 900	PT Pakuwon Jati Tbk	2 674	3 389	
		9 884	9 973	5.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Malaysia				
5 280 700	CapitaMalls Malaysia Real Estate Investment Trust	\$ 2 816	\$ 2 511	
344 800	LPI Capital Berhad	1 901	2 068	
3 141 100	Oldtown Berhad	2 415	1 558	
		7 132	6 137	3.0
Mexico				
916 500	Corp Inmobiliaria Vesta S.A.B. de C.V.	2 107	2 113	
882 643	Grupo Herdez S.A.B. de C.V.	2 798	2 463	
685 900	Grupo Sports World S.A.B. de C.V.	1 074	1 382	
		5 979	5 958	3.0
Nigeria				
12 500 000	Guaranty Trust Bank Plc.	2 412	1 980	
		2 412	1 980	1.0
Oman				
1 172 680	BankMuscat SAOG	2 104	2 036	
		2 104	2 036	1.0
Peru				
406 496	Grana y Montero S.A.	1 531	1 151	
		1 531	1 151	0.6
Philippines				
1 729 320	Security Bank Corp.	5 370	6 805	
1 260 000	Security Bank Corp., Preferred, 3.900%	3	3	
		5 373	6 808	3.4
South Africa				
420 000	Clicks Group Ltd.	2 647	3 412	
920 000	Consolidated Infrastructure Group Ltd.	2 959	2 669	
550 000	Howden Africa Holdings Ltd.	2 662	2 333	
430 000	Hyprop Investments Ltd. Real Estate Investment Trust	3 692	4 195	
290 000	Oceana Group Ltd.	2 526	3 044	
		14 486	15 653	7.8
South Korea				
2 800	Amorepacific Corp. Preference	1 179	3 186	
401 549	DGB Financial Group Inc.	6 045	4 795	
18 846	LS Industrial Systems Co. Ltd.	1 169	1 189	
85 000	Naturalendo Tech Co. Ltd.	4 345	4 085	
19 000	Woongjin Coway Company Ltd.	1 314	1 683	
		14 052	14 938	7.4
Taiwan				
580 000	Airtac International Group	5 770	6 047	
1 638 000	Chroma ATE Inc.	4 279	4 921	
300 000	Giant Manufacturing Co. Ltd.	2 335	3 080	
135 000	Ginko International Co. Ltd.	2 308	1 655	
660 000	Lumax International Corp Ltd.	1 608	1 568	
1 005 000	Pacific Hospital Supply Co. Ltd.	3 072	2 577	
1 685 955	Standard Foods Corp.	4 512	4 339	
563 000	Yungtay Engineering Co. Ltd.	1 380	1 635	
		25 264	25 822	12.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Thailand				
1 450 000	Aeon Thana Sinsap Thailand PCL, Subscription Receipts	\$ 4 806	\$ 5 545	
2 524 700	Delta Electronics Thailand PCL	4 881	6 261	
1 242 300	MK Restaurants Group PCL	2 411	2 562	
176 900	Siam City Cement PCL	2 509	2 710	
		<u>14 607</u>	<u>17 078</u>	8.5
Turkey				
28 311	Turk Traktor ve Ziraat Makineleri AS	925	1 081	
		<u>925</u>	<u>1 081</u>	0.5
United Arab Emirates				
3 286 018	Aramex PJSC*, Participation Notes	3 243	3 201	
		<u>3 243</u>	<u>3 201</u>	1.6
United Kingdom				
100 000	Al Noor Hospitals Group Plc.	1 689	1 794	
94 500	Hikma Pharmaceuticals Plc.	2 145	3 369	
		<u>3 834</u>	<u>5 163</u>	2.6
TOTAL EQUITIES		<u>182 047</u>	<u>196 428</u>	97.6
SHORT-TERM INVESTMENTS†		<u>200</u>	<u>200</u>	0.1
TOTAL INVESTMENTS		<u>\$ 182 247</u>	<u>196 628</u>	97.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4 570</u>	2.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 201 198</u>		100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	March 4 2013
ASSETS			
Investments at fair value	\$ 196 628	\$ 60 762	\$ –
Cash	5 794	2 498	150
Due from investment dealers	717	–	–
Subscriptions receivable	18	32	–
Dividends receivable, interest accrued and other assets	180	37	–
TOTAL ASSETS	203 337	63 329	150
LIABILITIES			
Due to investment dealers	2 035	–	–
Redemptions payable	40	2	–
Accounts payable and accrued expenses	64	17	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			
	2 139	19	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")			
	\$ 201 198	\$ 63 310	\$ 150
Investments at cost	\$ 182 247	\$ 58 836	\$ –
NAV			
SERIES A	\$ 1 509	\$ 492	\$ 1
ADVISOR SERIES	\$ 4 402	\$ 230	\$ 1
SERIES D	\$ 1 008	\$ 242	\$ 1
SERIES F	\$ 430	\$ 26	\$ 1
SERIES O	\$ 193 849	\$ 62 320	\$ 146
NAV PER UNIT			
SERIES A	\$ 11.51	\$ 10.14	\$ 10.00
ADVISOR SERIES	\$ 11.50	\$ 10.14	\$ 10.00
SERIES D	\$ 11.60	\$ 10.17	\$ 10.00
SERIES F	\$ 11.67	\$ 10.19	\$ 10.00
SERIES O	\$ 11.72	\$ 10.24	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 774	\$ 629
Interest for distribution purposes	643	(4)
Other income (loss)	–	(548)
Securities lending revenue (see note 6 in the generic notes)	8	1
Net realized gain (loss) on investments	1 610	(116)
Net gain (loss) on foreign currencies and other net assets	397	54
Change in unrealized gain (loss) on investments	12 455	1 926
TOTAL INCOME (LOSS)	17 887	1 942
EXPENSES (see notes – Fund Specific Information)		
Management fees	45	3
Administration fees	333	81
Board of Governors costs	3	1
GST/HST	39	11
Transaction costs	468	160
Withholding tax	268	74
TOTAL EXPENSES	1 156	330
INCREASE (DECREASE) IN NAV	\$ 16 731	\$ 1 612
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 85	\$ 7
ADVISOR SERIES	\$ 99	\$ 5
SERIES D	\$ 66	\$ 3
SERIES F	\$ 10	\$ –
SERIES O	\$ 16 471	\$ 1 597
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.25	\$ 0.12
ADVISOR SERIES	\$ 0.91	\$ 0.12
SERIES D	\$ 1.32	\$ 0.17
SERIES F	\$ 1.07	\$ 0.18
SERIES O	\$ 1.47	\$ 0.26

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 16 731	\$ 1 612
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(1 699)	116
Change in unrealized loss (gain) on investments	(12 455)	(1 926)
(Increase) decrease in accrued receivables	(860)	(37)
Increase (decrease) in accrued payables	2 082	17
Cost of investments purchased	(203 173)	(91 656)
Proceeds on sales of investments	81 461	32 704
NET CASH PROVIDED BY OPERATING ACTIVITIES	(117 913)	(59 170)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	123 169	62 219
Cash paid on redemption of redeemable units	(1 695)	(551)
Distributions paid to holders of redeemable units	(265)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 121 209	\$ 61 668
Net increase (decrease) in cash for the year	3 296	2 498
Cash (bank overdraft), beginning of period	2 498	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5 794	\$ 2 498
Interest received	\$ 34	\$ (4)
Dividends received, net of withholding taxes	\$ 2 972	\$ (30)

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 492	\$ –	\$ 230	\$ –	\$ 242	\$ –	\$ 26	\$ –
INCREASE (DECREASE) IN NAV	85	7	99	5	66	3	10	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	1 417	499	4 189	228	892	281	396	26
Reinvestments of distributions to holders of redeemable units	13	–	39	–	12	–	4	–
Redemption of redeemable units	(485)	(14)	(116)	(3)	(191)	(42)	(1)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	945	485	4 112	225	713	239	399	26
Distributions from net income	–	–	–	–	(4)	–	(1)	–
Distributions from net gains	(13)	–	(39)	–	(9)	–	(4)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(13)	–	(39)	–	(13)	–	(5)	–
NET INCREASE (DECREASE) IN NAV	1 017	492	4 172	230	766	242	404	26
NAV AT END OF PERIOD	\$ 1 509	\$ 492	\$ 4 402	\$ 230	\$ 1 008	\$ 242	\$ 430	\$ 26

For the periods ended December 31 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 62 320	\$ –	\$ 63 310	\$ –
INCREASE (DECREASE) IN NAV	16 471	1 597	16 731	1 612
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	116 261	61 217	123 155	62 251
Reinvestments of distributions to holders of redeemable units	3 946	–	4 014	–
Redemption of redeemable units	(940)	(494)	(1 733)	(553)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	119 267	60 723	125 436	61 698
Distributions from net income	(2 509)	–	(2 514)	–
Distributions from net gains	(1 700)	–	(1 765)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(4 209)	–	(4 279)	–
NET INCREASE (DECREASE) IN NAV	131 529	62 320	137 888	63 310
NAV AT END OF PERIOD	\$ 193 849	\$ 62 320	\$ 201 198	\$ 63 310

* Series O launched June 2013. Series A, Advisor Series, Series D and Series F launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of small-cap companies located or active in emerging markets.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests primarily in an exchange traded fund. The Fund's exposure to financial instrument risk is based on the underlying exchange traded fund's asset mix.

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.6% (December 31, 2013 – 9.9%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013
India	14.8	8.5
Taiwan	12.8	12.6
Other Countries	9.2	10.0
Thailand	8.5	5.8
South Africa	7.8	7.0
China	7.4	9.6
South Korea	7.4	9.3
Hong Kong	6.6	7.1
Indonesia	5.0	2.9
Chile	4.7	4.7
Brazil	4.0	6.7
Philippines	3.4	–
Mexico	3.0	5.1
Malaysia	3.0	4.0
United Kingdom	–	2.7
Cash/Other	2.4	4.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013
Indian rupee	14.8	–
New Taiwan dollar	12.9	12.7
United States dollar	9.4	19.6
Hong Kong dollar	9.1	12.7
Thailand baht	8.5	5.8
South African rand	7.8	7.0
South Korean won	7.1	9.3
Indonesian rupiah	5.0	2.9
Pound sterling	4.4	2.7
Chilean peso	4.3	3.7
Brazilian real	4.0	6.9
Philippine peso	3.4	2.6
Malaysian ringgit	3.1	4.0
Mexican peso	3.0	5.1
Omani rial	1.0	1.5
Nigeria naira	1.0	–
Peruvian nuevo sol	0.6	1.0
Turkish new lira	0.5	2.2
Total	99.9	99.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 18-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
MSCI Emerging Markets Small Cap Total		
Return Net Index (CAD)	+ or - 0.8	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	33 929	162 499	–	196 428
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	200	–	200
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	33 929	162 699	–	196 628
% of total portfolio	17.3	82.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	13 725	47 037	–	60 762
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	13 725	47 037	–	60 762
% of total portfolio	22.4	77.6	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Please see the generic notes at the back of the financial statements.

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.35%
Advisor Series	0.35%
Series D	0.35%
Series F	0.35%
Series O	0.25%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	101	100
Advisor Series	101	100
Series D	101	100
Series F	101	100
Series O	–	14 600
Value of all units	5	154

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	48	–
Issued number of units	127	49
Reinvested number of units	1	–
Redeemed number of units	(45)	(1)
Ending number of units	131	48
Advisor Series		
Opening units	23	–
Issued number of units	367	23
Reinvested number of units	3	–
Redeemed number of units	(10)	–
Ending number of units	383	23



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	24	–
Issued number of units	79	28
Reinvested number of units	1	–
Redeemed number of units	(17)	(4)
Ending number of units	87	24
Series F		
Opening units	3	–
Issued number of units	34	3
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	37	3
Series O		
Opening units	6 088	–
Issued number of units	10 199	6 137
Reinvested number of units	339	–
Redeemed number of units	(81)	(49)
Ending number of units	16 545	6 088

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31		December 31	
	2014		2013	
	\$	%	\$	%
Total transaction costs	468	100	160	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31	December 31
	2014	2013
Fair value of securities loaned	4 222	522
Fair value of collateral received	4 306	532

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31	December 31
	2014	2013
RBC Balanced Fund	10.4	28.1
RBC Global Balanced Fund	1.1	2.9
RBC Select Balanced Portfolio	41.6	42.9
RBC Select Balanced Class	–	0.2
RBC Select Growth Portfolio	28.6	16.1
RBC Select Growth Class	–	–
RBC Select Aggressive Growth Portfolio	7.3	2.8
RBC Select Aggressive Growth Class	–	–
Total	89.0	93.0

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31	March 4
	2013	2013
Net assets		
Net assets as reported under Canadian GAAP	63 166	150
Revaluation of investments at FVTPL	144	–
Net assets attributable to holders of redeemable units	63 310	150

	December 31
	2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	1 468
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	144
Increase (decrease) in net assets attributable to holders of redeemable units	1 612



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL DIVIDEND GROWTH FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
352 900	InBev N.V.	\$ 38 200	\$ 46 142	
425 958	KBC Groep N.V.	24 043	27 619	
		62 243	73 761	4.8
Finland				
271 900	Sampo OYJ	13 525	14 788	
		13 525	14 788	1.0
France				
130 900	Ingenico S.A.	14 106	16 020	
33 500	Kering S.A.	7 610	7 479	
306 200	Safran S.A.	20 518	21 948	
638 100	Total S.A.	40 358	37 981	
191 000	Valeo S.A.	24 881	27 612	
		107 473	111 040	7.2
Germany				
58 247	Allianz SE	9 656	11 269	
180 800	Bayer AG	27 150	28 752	
59 500	Bayerische Motoren Werke (BMW) AG	7 836	7 468	
408 400	ProSiebenSat.1 Media AG	18 702	19 825	
		63 344	67 314	4.3
Hong Kong				
1 880 500	Shenzhou International Group Holdings Ltd.	7 219	7 200	
2 126 500	Techtronic Industries Co.	8 121	7 926	
		15 340	15 126	1.0
Israel				
71 400	NICE Systems Ltd. ADR	4 230	4 202	
		4 230	4 202	0.3
Italy				
5 461 100	Intesa Sanpaolo S.p.A.	18 372	18 405	
		18 372	18 405	1.2
Japan				
772 000	Bridgestone Corp.	28 657	31 107	
372 600	KDDI Corporation	24 436	27 196	
721 800	Sumitomo Mitsui Financial Group Inc.	31 671	30 317	
693 400	Toyota Motor Corp.	45 112	50 202	
		129 876	138 822	8.9
Netherlands				
202 200	Airbus Group N.V.	12 632	11 614	
		12 632	11 614	0.7
Singapore				
130 800	Avago Technologies Ltd.	6 937	15 286	
886 000	DBS Group Holdings Ltd.	13 330	15 936	
		20 267	31 222	2.0
Sweden				
869 620	Svenska Cellulosa AB	22 186	21 781	
		22 186	21 781	1.4
Switzerland				
44 953	Roche Holdings AG Genussscheine	12 911	14 150	
		12 911	14 150	0.9

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
1 121 207	Ashtead Group Plc.	\$ 20 121	\$ 23 134	
506 100	easyJet Plc.	15 039	15 217	
7 081 500	Legal & General Group Plc.	28 454	31 767	
1 442 800	Prudential Corporation Plc.	31 252	38 754	
1 125 401	Rio Tinto Plc.	60 074	60 271	
286 400	Shire Plc.	20 641	23 591	
		175 581	192 734	12.4
United States				
484 700	AbbVie Inc.	26 694	36 851	
132 200	American Tower Corp. Real Estate Investment Trust	15 259	15 186	
237 800	Apple Inc.	22 028	30 495	
1 023 600	Blackstone Group LP	36 100	40 184	
236 800	Comcast Corp., Class A	14 559	15 959	
503 877	CVS Health Corp.	40 573	56 380	
304 100	Edison International	22 351	23 129	
258 600	Expedia Inc.	24 013	25 646	
251 000	Halliburton Co.	12 794	11 463	
159 100	Harman International Industries Inc.	17 457	19 720	
328 300	Honeywell International Inc.	33 454	38 119	
768 900	Intel Corp.	28 850	32 418	
216 600	LyondellBasell Industries N.V.	20 241	19 978	
450 400	Medtronic Inc.	32 990	37 780	
819 800	Microsoft Corp.	39 702	44 241	
1 120 900	Navient Corp.	23 181	28 142	
310 900	Pinnacle Foods Inc.	11 675	12 750	
731 100	Seagate Technology	44 360	56 485	
80 900	Starbucks Corp.	6 465	7 712	
365 232	Union Pacific Corp.	31 785	50 550	
176 900	United Parcel Service Inc.	22 475	22 848	
462 300	UnitedHealth Group Incorporated	37 689	54 295	
996 100	Verizon Communications Inc.	52 987	54 120	
281 200	Waddell & Reed Financial Inc.	14 825	16 276	
379 300	Wells Fargo & Company	17 340	24 158	
749 600	Williams Companies Inc.	36 794	39 138	
		686 641	814 023	52.4
TOTAL GLOBAL EQUITIES		1 344 621	1 528 982	98.5
SHORT-TERM INVESTMENTS*		17 892	17 892	1.2
TOTAL INVESTMENTS		1 362 513	1 546 874	99.7
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	7 709	0.5
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(3 976)	(0.3)
TOTAL PORTFOLIO		\$1 362 513	1 550 607	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 162	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$1 552 769	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 3 677 Sold SEK 24 220 @ 0.1518	08-Jan-15	\$ 66
Bought CAD 3 978 Sold SEK 25 920 @ 0.1535	08-Jan-15	114
Bought CAD 530 Sold SEK 3 411 @ 0.1553	08-Jan-15	21
Bought CAD 6 295 Sold USD 5 400 @ 1.1658	08-Jan-15	21
Bought USD 7 800 Sold CAD 8 904 @ 1.1415	08-Jan-15	158
Bought CAD 3 404 Sold USD 2 926 @ 1.1633	13-Jan-15	4
Bought USD 10 050 Sold CAD 11 460 @ 1.1403	13-Jan-15	217
Bought USD 10 405 Sold CAD 11 671 @ 1.1217	13-Jan-15	419
Bought USD 15 900 Sold CAD 17 983 @ 1.1310	13-Jan-15	494
Bought USD 418 Sold CAD 482 @ 1.1537	13-Jan-15	3
Bought USD 5 000 Sold CAD 5 801 @ 1.1601	13-Jan-15	10
Bought CAD 4 686 Sold CHF 3 979 @ 1.1778	14-Jan-15	35
Bought CAD 935 Sold HKD 6 231 @ 0.1501	14-Jan-15	2
Bought CAD 8 812 Sold EUR 6 106 @ 1.4432	21-Jan-15	223
Bought AUD 2 300 Sold CAD 2 160 @ 0.9393	23-Jan-15	19
Bought CAD 1 728 Sold AUD 1 800 @ 0.9602	23-Jan-15	23
Bought CAD 10 604 Sold EUR 7 435 @ 1.4263	23-Jan-15	145
Bought CAD 11 406 Sold EUR 7 997 @ 1.4263	23-Jan-15	156
Bought CAD 5 685 Sold EUR 4 000 @ 1.4213	23-Jan-15	58
Bought CAD 5 693 Sold EUR 3 996 @ 1.4248	23-Jan-15	72
Bought CAD 5 759 Sold JPY 543 454 @ 0.0106	23-Jan-15	484
Bought CAD 8 191 Sold JPY 824 589 @ 0.0099	23-Jan-15	188
Bought USD 5 873 Sold CAD 6 632 @ 1.1293	23-Jan-15	194
Bought USD 7 447 Sold CAD 8 475 @ 1.1380	23-Jan-15	181
Bought CAD 14 010 Sold GBP 7 695 @ 1.8207	04-Feb-15	70
Bought CAD 2 867 Sold GBP 1 580 @ 1.8148	04-Feb-15	5
Bought CAD 2 922 Sold GBP 1 604 @ 1.8218	04-Feb-15	16
Bought CAD 3 402 Sold GBP 1 865 @ 1.8244	04-Feb-15	24
Bought CAD 36 764 Sold GBP 20 192 @ 1.8207	04-Feb-15	184
Bought CAD 42 086 Sold EUR 29 380 @ 1.4325	04-Feb-15	737
Bought EUR 5 832 Sold CAD 8 203 @ 1.4065	04-Feb-15	5
Bought EUR 65 Sold CAD 91 @ 1.4065	04-Feb-15	-
Bought GBP 1 396 Sold CAD 2 495 @ 1.7872	04-Feb-15	34
Bought GBP 1 844 Sold CAD 3 316 @ 1.7981	04-Feb-15	25
Bought GBP 3 749 Sold CAD 6 694 @ 1.7856	04-Feb-15	98
Bought GBP 6 478 Sold CAD 11 578 @ 1.7873	04-Feb-15	158
Bought CAD 25 962 Sold EUR 18 120 @ 1.4328	05-Feb-15	459
Bought CAD 3 399 Sold EUR 2 400 @ 1.4162	05-Feb-15	21
Bought CAD 1 293 Sold NOK 7 785 @ 0.1661	06-Feb-15	80
Bought CAD 1 298 Sold EUR 900 @ 1.4420	06-Feb-15	31
Bought CAD 11 162 Sold USD 9 585 @ 1.1645	06-Feb-15	18
Bought CAD 5 305 Sold JPY 530 788 @ 0.0100	06-Feb-15	151
Bought JPY 115 931 Sold CAD 1 119 @ 0.0097	06-Feb-15	7
Bought JPY 389 000 Sold CAD 3 748 @ 0.0096	06-Feb-15	29
Bought JPY 82 250 Sold CAD 789 @ 0.0096	06-Feb-15	10
Bought USD 1 800 Sold CAD 2 093 @ 1.1625	06-Feb-15	-
Bought USD 19 791 Sold CAD 22 362 @ 1.1299	06-Feb-15	650
Bought USD 509 Sold CAD 576 @ 1.1315	06-Feb-15	16
Bought USD 6 997 Sold CAD 7 986 @ 1.1414	06-Feb-15	150
Bought CAD 2 832 Sold EUR 2 000 @ 1.4160	09-Feb-15	17
Bought CAD 47 148 Sold EUR 33 287 @ 1.4164	09-Feb-15	293
Bought CAD 6 454 Sold EUR 4 530 @ 1.4246	09-Feb-15	77
Bought ILS 2 744 Sold CAD 788 @ 0.2871	09-Feb-15	30
Bought ILS 2 744 Sold CAD 788 @ 0.2873	09-Feb-15	30

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 300 Sold CAD 1 502 @ 1.1551	13-Feb-15	\$ 10
Bought USD 10 871 Sold CAD 12 439 @ 1.1442	13-Feb-15	203
Bought USD 23 200 Sold CAD 26 979 @ 1.1629	13-Feb-15	-
Bought CAD 2 977 Sold JPY 300 000 @ 0.0099	18-Feb-15	63
Bought NZD 294 Sold CAD 259 @ 0.8821	04-Mar-15	6
Bought CAD 454 Sold SGD 517 @ 0.8774	06-Mar-15	-
Bought ILS 2 744 Sold CAD 790 @ 0.2878	09-Mar-15	29
Bought CAD 20 632 Sold EUR 14 295 @ 1.4433	12-Mar-15	492
Bought CAD 8 167 Sold EUR 5 740 @ 1.4228	12-Mar-15	80
Bought CAD 4 504 Sold JPY 453 648 @ 0.0099	16-Mar-15	94
		\$ 7 709

Contracts	Maturity Date	Unrealized Loss
Bought CAD 428 Sold SEK 2 870 @ 0.1490	08-Jan-15	\$ -
Bought SEK 10 474 Sold CAD 1 599 @ 0.1526	08-Jan-15	(38)
Bought SEK 13 264 Sold CAD 2 034 @ 0.1533	08-Jan-15	(57)
Bought SEK 5 772 Sold CAD 862 @ 0.1494	08-Jan-15	(2)
Bought CAD 7 300 Sold USD 6 500 @ 1.1230	13-Jan-15	(254)
Bought CAD 7 496 Sold USD 6 530 @ 1.1479	13-Jan-15	(93)
Bought USD 285 Sold CAD 331 @ 1.1628	13-Jan-15	-
Bought CAD 2 513 Sold HKD 16 810 @ 0.1495	14-Jan-15	(6)
Bought CHF 2 000 Sold CAD 2 342 @ 1.1708	14-Jan-15	(4)
Bought CHF 2 200 Sold CAD 2 611 @ 1.1869	14-Jan-15	(39)
Bought CHF 2 407 Sold CAD 2 844 @ 1.1816	14-Jan-15	(30)
Bought CHF 3 629 Sold CAD 4 292 @ 1.1827	14-Jan-15	(50)
Bought CHF 492 Sold CAD 582 @ 1.1836	14-Jan-15	(7)
Bought CHF 86 Sold CAD 101 @ 1.1780	14-Jan-15	(1)
Bought HKD 1 600 Sold CAD 240 @ 0.1503	14-Jan-15	(1)
Bought HKD 20 000 Sold CAD 3 002 @ 0.1501	14-Jan-15	(5)
Bought HKD 5 073 Sold CAD 761 @ 0.1501	14-Jan-15	(1)
Bought HKD 994 Sold CAD 149 @ 0.1500	14-Jan-15	-
Bought DKK 11 500 Sold CAD 2 212 @ 0.1924	20-Jan-15	(40)
Bought DKK 2 633 Sold CAD 507 @ 0.1925	20-Jan-15	(9)
Bought DKK 8 133 Sold CAD 1 564 @ 0.1924	20-Jan-15	(28)
Bought CHF 1 100 Sold CAD 1 306 @ 1.1874	21-Jan-15	(20)
Bought CHF 2 000 Sold CAD 2 358 @ 1.1792	21-Jan-15	(20)
Bought CHF 5 185 Sold CAD 6 156 @ 1.1873	21-Jan-15	(93)
Bought CHF 8 381 Sold CAD 9 955 @ 1.1878	21-Jan-15	(154)
Bought CHF 8 500 Sold CAD 10 038 @ 1.1809	21-Jan-15	(98)
Bought CHF 87 Sold CAD 103 @ 1.1854	21-Jan-15	(1)
Bought AUD 13 986 Sold CAD 13 762 @ 0.9840	23-Jan-15	(511)
Bought AUD 168 Sold CAD 163 @ 0.9715	23-Jan-15	(4)
Bought AUD 5 000 Sold CAD 4 852 @ 0.9703	23-Jan-15	(114)
Bought EUR 16 690 Sold CAD 24 214 @ 1.4508	23-Jan-15	(734)
Bought CAD 1 784 Sold GBP 1 000 @ 1.7839	04-Feb-15	(28)
Bought CAD 1 983 Sold GBP 1 100 @ 1.8030	04-Feb-15	(10)
Bought CAD 12 188 Sold GBP 6 751 @ 1.8054	04-Feb-15	(42)
Bought CAD 3 361 Sold GBP 1 861 @ 1.8059	04-Feb-15	(11)
Bought CAD 5 419 Sold GBP 3 000 @ 1.8063	04-Feb-15	(16)
Bought CAD 8 953 Sold GBP 5 040 @ 1.7765	04-Feb-15	(177)
Bought EUR 12 602 Sold CAD 17 956 @ 1.4248	04-Feb-15	(220)
Bought EUR 4 457 Sold CAD 6 377 @ 1.4307	04-Feb-15	(104)
Bought EUR 4 900 Sold CAD 6 899 @ 1.4080	04-Feb-15	(3)

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought EUR 3 260 Sold CAD 4 752 @ 1.4577	05-Feb-15	\$ (164)
Bought EUR 5 000 Sold CAD 7 156 @ 1.4311	05-Feb-15	(118)
Bought CAD 4 118 Sold JPY 427 000 @ 0.0096	06-Feb-15	(28)
Bought CHF 2 100 Sold CAD 2 484 @ 1.1830	06-Feb-15	(27)
Bought HKD 6 870 Sold CAD 1 031 @ 0.1501	06-Feb-15	(1)
Bought NOK 26 866 Sold CAD 4 287 @ 0.1596	06-Feb-15	(100)
Bought NOK 6 165 Sold CAD 987 @ 0.1601	06-Feb-15	(26)
Bought CAD 24 510 Sold USD 21 100 @ 1.1616	13-Feb-15	(27)
Bought AUD 200 Sold CAD 194 @ 0.9701	18-Feb-15	(5)
Bought AUD 3 300 Sold CAD 3 243 @ 0.9828	18-Feb-15	(121)
Bought AUD 2 135 Sold CAD 2 036 @ 0.9534	20-Feb-15	(16)
Bought AUD 935 Sold CAD 907 @ 0.9698	20-Feb-15	(22)
Bought CAD 11 Sold SGD 13 @ 0.8648	06-Mar-15	–
Bought CAD 2 637 Sold SGD 3 049 @ 0.8650	06-Mar-15	(37)
Bought CAD 3 525 Sold SGD 4 076 @ 0.8648	06-Mar-15	(51)
Bought DKK 16 133 Sold CAD 3 151 @ 0.1953	12-Mar-15	(99)
Bought DKK 3 350 Sold CAD 653 @ 0.1949	12-Mar-15	(19)
Bought DKK 4 000 Sold CAD 779 @ 0.1948	12-Mar-15	(22)
Bought CAD 6 581 Sold JPY 680 000 @ 0.0097	16-Mar-15	(29)
Bought HKD 5 900 Sold CAD 886 @ 0.1503	16-Mar-15	(1)
Bought AUD 20 507 Sold CAD 19 412 @ 0.9466	20-Mar-15	(38)
		<u>\$ (3 976)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 3 733</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 546 874	\$ 877 329	\$ 603 491
Cash	18	76	551
Due from investment dealers	–	–	6 020
Subscriptions receivable	2 230	303	125
Unrealized gain on foreign exchange contracts	7 709	3 123	1 160
Dividends receivable, interest accrued and other assets	884	369	510
TOTAL ASSETS	1 557 715	881 200	611 857
LIABILITIES			
Due to investment dealers	–	6 298	–
Redemptions payable	348	204	147
Unrealized loss on foreign exchange contracts	3 976	9 075	3 810
Accounts payable and accrued expenses	622	432	302
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4 946	16 009	4 259
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 552 769	\$ 865 191	\$ 607 598
Investments at cost	\$ 1 362 513	\$ 694 352	\$ 534 103
NAV			
SERIES A	\$ 251 698	\$ 207 143	\$ 148 837
ADVISOR SERIES	\$ 26 567	\$ 14 769	\$ 6 430
SERIES T5	\$ 1 107	\$ 691	\$ 2
SERIES T8	\$ 1 664	\$ 1 027	\$ 396
SERIES H	\$ 1 564	\$ –	\$ –
SERIES D	\$ 12 482	\$ 6 521	\$ 2 434
SERIES F	\$ 6 324	\$ 2 273	\$ 897
SERIES I	\$ 2 786	\$ 247	\$ 1
SERIES O	\$ 1 248 577	\$ 632 520	\$ 448 601
NAV PER UNIT			
SERIES A	\$ 12.23	\$ 11.94	\$ 8.81
ADVISOR SERIES	\$ 12.37	\$ 12.06	\$ 8.89
SERIES T5	\$ 11.45	\$ 11.39	\$ 8.75
SERIES T8	\$ 8.97	\$ 8.85	\$ 6.99
SERIES H	\$ 12.35	\$ –	\$ –
SERIES D	\$ 12.45	\$ 12.10	\$ 8.89
SERIES F	\$ 13.26	\$ 12.89	\$ 9.46
SERIES I	\$ 12.62	\$ 12.35	\$ 8.95
SERIES O	\$ 12.40	\$ 12.24	\$ 9.01

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 35 308	\$ 20 313
Interest for distribution purposes	230	88
Securities lending revenue (see note 6 in the generic notes)	462	353
Net realized gain (loss) on investments	181 083	125 775
Net gain (loss) on foreign currencies and other net assets	976	(9 207)
Change in unrealized gain (loss) on investments	(43 014)	110 287
TOTAL INCOME (LOSS)	175 045	247 609
EXPENSES (see notes – Fund Specific Information)		
Management fees	4 894	3 483
Administration fees	688	478
Board of Governors costs	3	3
GST/HST	557	399
Transaction costs	4 245	2 633
Withholding tax	3 702	2 743
TOTAL EXPENSES	14 089	9 739
INCREASE (DECREASE) IN NAV	\$ 160 956	\$ 237 870
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 28 508	\$ 53 909
ADVISOR SERIES	\$ 2 612	\$ 3 112
SERIES T5	\$ 111	\$ 81
SERIES T8	\$ 174	\$ 227
SERIES H	\$ 59	\$ –
SERIES D	\$ 1 216	\$ 1 234
SERIES F	\$ 526	\$ 496
SERIES I	\$ 209	\$ 11
SERIES O	\$ 127 541	\$ 178 800
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 1.80	\$ 3.18
ADVISOR SERIES	\$ 1.78	\$ 3.22
SERIES T5	\$ 1.67	\$ 3.03
SERIES T8	\$ 1.29	\$ 2.43
SERIES H	\$ 0.48	\$ –
SERIES D	\$ 1.92	\$ 3.33
SERIES F	\$ 2.00	\$ 3.57
SERIES I	\$ 1.67	\$ 3.40
SERIES O	\$ 1.93	\$ 3.53

* Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 160 956	\$ 237 870
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(181 027)	(125 768)
Change in unrealized loss (gain) on investments	43 014	(110 287)
(Increase) decrease in accrued receivables	(515)	6 161
Increase (decrease) in accrued payables	(6 108)	6 428
Cost of investments purchased	(3 277 077)	(1 458 295)
Proceeds on sales of investments	2 735 860	1 423 814
NET CASH PROVIDED BY OPERATING ACTIVITIES	(524 897)	(20 077)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 069 655	118 090
Cash paid on redemption of redeemable units	(488 579)	(98 446)
Distributions paid to holders of redeemable units	(56 237)	(42)
NET CASH USED IN FINANCING ACTIVITIES	\$ 524 839	\$ 19 602
Net increase (decrease) in cash for the year	(58)	(475)
Cash (bank overdraft), beginning of period	76	551
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 18	\$ 76
Interest received	\$ 170	\$ 85
Dividends received, net of withholding taxes	\$ 31 150	\$ 17 715

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series T5		Series T8	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 207 143	\$ 148 837	\$ 14 769	\$ 6 430	\$ 691	\$ 2	\$ 1 027	\$ 396
INCREASE (DECREASE) IN NAV	28 508	53 909	2 612	3 112	111	81	174	227
Early redemption fees	–	–	–	–	–	–	1	–
Proceeds from redeemable units issued	53 280	32 415	11 871	6 345	753	628	1 517	575
Reinvestments of distributions to holders of redeemable units	23 716	513	2 336	35	109	7	107	30
Redemption of redeemable units	(36 976)	(28 013)	(2 547)	(1 116)	(433)	(16)	(994)	(147)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	40 020	4 915	11 660	5 264	429	619	631	458
Distributions from net income	(2 331)	(518)	(188)	(37)	(7)	(1)	(10)	(2)
Distributions from net gains	(21 642)	–	(2 286)	–	(117)	–	(158)	–
Distributions from capital	–	–	–	–	–	(10)	–	(52)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(23 973)	(518)	(2 474)	(37)	(124)	(11)	(168)	(54)
NET INCREASE (DECREASE) IN NAV	44 555	58 306	11 798	8 339	416	689	637	631
NAV AT END OF PERIOD	\$ 251 698	\$ 207 143	\$ 26 567	\$ 14 769	\$ 1 107	\$ 691	\$ 1 664	\$ 1 027

For the periods ended December 31 (see note 2 in the generic notes)*	Series H		Series D		Series F		Series I	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ 6 521	\$ 2 434	\$ 2 273	\$ 897	\$ 247	\$ 1
INCREASE (DECREASE) IN NAV	59	–	1 216	1 234	526	496	209	11
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	1 505	–	8 384	4 258	5 738	1 282	2 720	235
Reinvestments of distributions to holders of redeemable units	137	–	1 197	48	452	18	201	–
Redemption of redeemable units	–	–	(3 632)	(1 404)	(2 073)	(396)	(318)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 642	–	5 949	2 902	4 117	904	2 603	235
Distributions from net income	(3)	–	(153)	(49)	(68)	(24)	(29)	–
Distributions from net gains	(134)	–	(1 051)	–	(524)	–	(244)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(137)	–	(1 204)	(49)	(592)	(24)	(273)	–
NET INCREASE (DECREASE) IN NAV	1 564	–	5 961	4 087	4 051	1 376	2 539	246
NAV AT END OF PERIOD	\$ 1 564	\$ –	\$ 12 482	\$ 6 521	\$ 6 324	\$ 2 273	\$ 2 786	\$ 247

The accompanying notes are an integral part of these financial statements.



Statements of Changes in NAV (cont.) (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 632 520	\$ 448 601	\$ 865 191	\$ 607 598
INCREASE (DECREASE) IN NAV	127 541	178 800	160 956	237 870
Early redemption fees	–	–	1	–
Proceeds from redeemable units issued	985 814	72 530	1 071 582	118 268
Reinvestments of distributions to holders of redeemable units	74 066	13 791	102 321	14 442
Redemption of redeemable units	(441 751)	(67 411)	(488 724)	(98 503)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	618 129	18 910	685 180	34 207
Distributions from net income	(22 663)	(13 791)	(25 452)	(14 422)
Distributions from net gains	(106 950)	–	(133 106)	–
Distributions from capital	–	–	–	(62)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(129 613)	(13 791)	(158 558)	(14 484)
NET INCREASE (DECREASE) IN NAV	616 057	183 919	687 578	257 593
NAV AT END OF PERIOD	\$ 1 248 577	\$ 632 520	\$ 1 552 769	\$ 865 191

* Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of a diversified mix of companies operating in various countries around the world across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United States	52.4	36.8	42.0
United Kingdom	12.4	15.3	17.4
Japan	8.9	–	–
France	7.2	9.6	6.4
Other Countries	6.5	15.2	17.2
Belgium	4.8	5.4	4.5
Germany	4.3	7.5	6.4
Singapore	2.0	4.9	–
Sweden	–	4.7	–
Switzerland	–	–	5.1
Cash/Other	1.5	0.6	1.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	59.4	55.6	52.4
Euro	11.2	12.9	12.5
Pound sterling	8.0	9.3	13.3
Japanese yen	7.0	7.3	8.3
Swiss franc	3.5	3.6	3.9
Australian dollar	2.8	2.9	–
Swedish krona	1.1	1.6	1.5
Hong Kong dollar	1.1	1.3	1.1
Singapore dollar	0.6	0.6	0.8
Danish krone	0.6	–	–
Other currencies	0.5	0.8	0.6
Total	95.8	95.9	94.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Total Return			
Net Index (CAD)	+ or - 1.1	+ or - 1.2	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	833 511	695 471	–	1 528 982
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	17 892	–	17 892
Derivatives – assets	–	7 709	–	7 709
Derivatives – liabilities	–	(3 976)	–	(3 976)
Total financial instruments	833 511	717 096	–	1 550 607
% of total portfolio	53.8	46.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	353 572	506 701	–	860 273
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	17 056	–	17 056
Derivatives – assets	–	3 123	–	3 123
Derivatives – liabilities	–	(9 075)	–	(9 075)
Total financial instruments	353 572	517 805	–	871 377
% of total portfolio	40.6	59.4	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	272 439	328 873	–	601 312
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 179	–	2 179
Derivatives – assets	–	1 160	–	1 160
Derivatives – liabilities	–	(3 810)	–	(3 810)
Total financial instruments	272 439	328 402	–	600 841
% of total portfolio	45.3	54.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series T5	1.85%
Series T8	1.85%
Series H	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series T5	0.15%
Series T8	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

Please see the generic notes at the back of the financial statements.

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series T5	69	61
Series H	86	–
Series I	128	114
Series O	659	577
Value of all units	12	9

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	17 348	16 900
Issued number of units	4 259	3 154
Reinvested number of units	1 915	44
Redeemed number of units	(2 941)	(2 750)
Ending number of units	20 581	17 348
Advisor Series		
Opening units	1 225	723
Issued number of units	935	606
Reinvested number of units	187	3
Redeemed number of units	(199)	(107)
Ending number of units	2 148	1 225
Series T5		
Opening units	61	–
Issued number of units	63	62
Reinvested number of units	9	1
Redeemed number of units	(36)	(2)
Ending number of units	97	61
Series T8		
Opening units	116	57
Issued number of units	166	74
Reinvested number of units	12	4
Redeemed number of units	(109)	(19)
Ending number of units	185	116



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series H		
Opening units	–	–
Issued number of units	116	–
Reinvested number of units	11	–
Redeemed number of units	–	–
Ending number of units	127	–
Series D		
Opening units	539	274
Issued number of units	655	397
Reinvested number of units	95	4
Redeemed number of units	(286)	(136)
Ending number of units	1 003	539
Series F		
Opening units	176	95
Issued number of units	417	113
Reinvested number of units	34	1
Redeemed number of units	(150)	(33)
Ending number of units	477	176
Series I		
Opening units	20	–
Issued number of units	209	20
Reinvested number of units	16	–
Redeemed number of units	(24)	–
Ending number of units	221	20
Series O		
Opening units	51 672	49 789
Issued number of units	77 516	6 975
Reinvested number of units	5 899	1 152
Redeemed number of units	(34 401)	(6 244)
Ending number of units	100 686	51 672

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	4 245	100	2 633	100
Related-party brokerage commissions*	64	2	96	4
Commission arrangements†	70	2	118	4

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	46 556	61 034
Fair value of collateral received	47 487	62 255

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	6.9	–
RBC Select Conservative Portfolio	13.1	–
RBC Select Balanced Portfolio	23.8	41.4
RBC Select Balanced Class	–	0.2
RBC Select Growth Portfolio	–	25.8
RBC Select Growth Class	–	0.1
RBC Select Aggressive Growth Portfolio	–	5.1
RBC Select Aggressive Growth Class	–	–
Total	43.8	72.6

Fund merger (000s)

At the close of business on June 27, 2014, the RBC Private Global Dividend Growth Pool was merged into the RBC Global Dividend Growth Fund. The purchase method of accounting was adopted for the fund merger. Under this method, the Continuing Fund is identified as the acquiring fund and the Terminated Fund is the acquired fund. This identification was based on aspects of the Continuing Fund such as investment objectives, portfolio composition and asset size of the Fund.

Details of the RBC Private Global Dividend Growth Pool (the “Terminated Fund”) and the RBC Global Dividend Growth Fund (the “Continuing Fund”) are as follows:

Net assets acquired by Continuing Fund	\$459 099
Exchange ratio Series I	0.89
Units issued by Continuing Fund Series I	175
Exchange ratio Series O	0.93
Units issued by Continuing Fund Series O	35 967

The Continuing Fund identified above acquired all of the assets and assumed all of the liabilities of the Terminated Fund at their fair market value, in return for the issuance by the Continuing Fund of its units equal in value to the net assets transferred from the Terminated Fund. As a result, the



December 31, 2014

unitholders of the Terminated Fund became unitholders of the Continuing Fund. After the merger, the Terminated Fund was wound up.

As at June 27, 2014, all of the investments of the Terminated Fund were disposed of at their fair market value to the Continuing Fund.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger. All comparative information in these financial statements is that of the Continuing Fund only.

Under the tax reorganization rules in the *Income Tax Act* (Canada), the merger took place on a tax-deferred or “rollover” basis, and both the Terminated Fund and the Continuing Fund are deemed to have a taxation year-end as at June 27, 2014. Those investments with unrealized losses were deemed to have been disposed of at their fair market value and investments with unrealized gains were deemed to be disposed of at their fair market value or at their elected amount. The Fund has no tax liability as at June 27, 2014. All capital and non-capital loss carryforwards expired as a result of the fund merger.

None of the costs related to the merger have been charged to the funds or to the unitholders.

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	865 145	607 105
Revaluation of investments at FVTPL	46	493
Net assets attributable to holders of redeemable units	865 191	607 598
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		238 317
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(447)
Increase (decrease) in net assets attributable to holders of redeemable units		237 870



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
75 910	InBev N.V.	\$ 8 827	\$ 9 925	
		8 827	9 925	3.1
Canada				
169 865	Enbridge Inc.	8 510	10 148	
		8 510	10 148	3.2
France				
97 678	Safran S.A.	7 042	7 000	
		7 042	7 000	2.2
Germany				
10 298	Continental AG	2 660	2 529	
216 559	Deutsche Post AG	8 161	8 191	
83 646	Drillisch AG	3 197	3 477	
		14 018	14 197	4.5
Hong Kong				
961 684	AIA Group Ltd.	5 190	6 162	
		5 190	6 162	2.0
India				
111 500	HDFC Bank Ltd. ADR	5 804	6 577	
		5 804	6 577	2.1
Japan				
46 448	Santen Pharmaceutical Co. Ltd.	2 546	2 905	
9 603	SMC Corp.	2 714	2 926	
131 107	Toyota Motor Corp.	8 144	9 492	
		13 404	15 323	4.9
Netherlands				
50 797	ASML Holding N.V.	5 151	6 377	
		5 151	6 377	2.0
South Africa				
49 126	Naspers Ltd.	6 305	7 383	
		6 305	7 383	2.3
Sweden				
167 906	Svenska Cellulosa AB	4 900	4 206	
		4 900	4 206	1.3
Switzerland				
59 655	Aryzta AG	5 503	5 326	
8 641	Partners Group Holding AG	2 816	2 921	
28 434	Roche Holdings AG Genussscheine	9 271	8 950	
158 287	UBS Group AG	3 597	3 161	
		21 187	20 358	6.4
Taiwan				
367 047	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	8 108	9 544	
		8 108	9 544	3.0

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
112 519	Admiral Group Plc.	\$ 2 430	\$ 2 682	
47 855	Liberty Global Plc.	2 227	2 791	
3 155 586	Lloyds TSB Group Plc.	4 546	4 312	
45 689	Rio Tinto Plc.	2 683	2 447	
379 661	St James's Place Plc.	5 484	5 562	
		17 370	17 794	5.6
United States				
13 649	Amazon.com, Inc.	5 395	4 921	
28 179	Ameriprise Financial Inc.	3 459	4 330	
56 572	Amgen Inc.	7 868	10 469	
30 807	Anadarko Petroleum Corp.	2 974	2 953	
74 271	Baxter International Inc.	5 674	6 324	
230 097	Blackstone Group LP	8 571	9 033	
74 440	Citigroup Inc.	4 045	4 681	
166 578	Cognizant Technology Solutions Corp., Class A	8 631	10 191	
85 581	Danaher Corp.	7 266	8 522	
57 100	Discovery Communications Inc.	3 742	2 285	
72 434	EOG Resources Inc.	7 697	7 748	
78 118	Estée Lauder Companies Inc., Class A	6 150	6 916	
146 085	First Republic Bank	8 132	8 846	
9 050	Google Inc., Class A	7 997	5 580	
23 669	Grainger (W.W.) Inc.	6 545	7 009	
39 700	Incyte Corporation Ltd.	2 246	3 372	
40 900	International Flavors & Fragrances Inc.	4 662	4 815	
138 685	Invesco Ltd.	5 435	6 368	
211 353	ITC Holdings Corp.	8 360	9 928	
37 130	JPMorgan Chase & Co.	2 438	2 700	
50 795	Kansas City Southern Industries Inc.	5 703	7 201	
45 710	LyondellBasell Industries N.V.	4 638	4 216	
63 200	MEDNAX Inc.	4 056	4 856	
63 310	Occidental Petroleum Corp.	6 616	5 928	
37 751	Praxair Inc.	5 484	5 684	
52 621	SynOpsys Inc.	2 325	2 658	
122 960	TJX Companies Inc.	8 273	9 797	
77 788	UnitedHealth Group Incorporated	7 176	9 136	
		161 558	176 467	55.9
TOTAL GLOBAL EQUITIES				
		287 374	311 461	98.5
SHORT-TERM INVESTMENTS*				
		4 373	4 373	1.4
TOTAL INVESTMENTS				
		\$ 291 747	315 834	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			129	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			\$ 315 963	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.22% and mature between January 2, 2015 and January 30, 2015.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
	2014
<i>(see note 2 and note 8 in the generic notes)</i>	
ASSETS	
Investments at fair value	\$ 315 834
Cash	8
Subscriptions receivable	8
Dividends receivable, interest accrued and other assets	126
TOTAL ASSETS	315 976
LIABILITIES	
Accounts payable and accrued expenses	13
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	13
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 315 963
Investments at cost	\$ 291 747
NAV	
SERIES A	\$ 3 325
ADVISOR SERIES	\$ 44
SERIES H	\$ 403
SERIES D	\$ 167
SERIES F	\$ 359
SERIES I	\$ 1
SERIES O	\$ 311 664
NAV PER UNIT	
SERIES A	\$ 10.68
ADVISOR SERIES	\$ 10.68
SERIES H	\$ 10.71
SERIES D	\$ 10.73
SERIES F	\$ 10.74
SERIES I	\$ 10.73
SERIES O	\$ 10.75

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 4 473
Interest for distribution purposes	21
Securities lending revenue (see note 6 in the generic notes)	6
Net realized gain (loss) on investments	(185)
Net gain (loss) on foreign currencies and other net assets	(89)
Change in unrealized gain (loss) on investments	24 087
TOTAL INCOME (LOSS)	28 313
EXPENSES (see notes – Fund Specific Information)	
Management fees	28
Administration fees	49
Board of Governors costs	1
GST/HST	8
Transaction costs	665
Withholding tax	615
TOTAL EXPENSES	1 366
INCREASE (DECREASE) IN NAV	\$ 26 947
INCREASE (DECREASE) IN NAV	
SERIES A	\$ 209
ADVISOR SERIES	\$ 4
SERIES H	\$ –
SERIES D	\$ 13
SERIES F	\$ 24
SERIES I	\$ –
SERIES O	\$ 26 698
INCREASE (DECREASE) IN NAV	
PER REDEEMABLE UNIT	
SERIES A	\$ 0.77
ADVISOR SERIES	\$ 0.77
SERIES H	\$ 0.74
SERIES D	\$ 0.85
SERIES F	\$ 0.89
SERIES I	\$ 0.93
SERIES O	\$ 0.99

* Fund launched March 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 26 947
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	185
Change in unrealized loss (gain) on investments	(24 087)
(Increase) decrease in accrued receivables	(126)
Increase (decrease) in accrued payables	13
Cost of investments purchased	(735 382)
Proceeds on sales of investments	443 450
NET CASH PROVIDED BY OPERATING ACTIVITIES	(289 000)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	318 054
Cash paid on redemption of redeemable units	(29 046)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 289 008
Net increase (decrease) in cash for the year	8
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 8
Interest received	\$ 19
Dividends received, net of withholding taxes	\$ 3 733

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched March 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	Series A 2014	Advisor Series 2014	Series H 2014	Series D 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	208	4	—	13
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	3 618	40	403	256
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(501)	—	—	(102)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	3 117	40	403	154
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	3 325	44	403	167
NAV AT END OF PERIOD	\$ 3 325	\$ 44	\$ 403	\$ 167

For the period ended December 31 (see note 2 in the generic notes)*	Series F 2014	Series I 2014	Series O 2014	Total 2014
NAV AT BEGINNING OF PERIOD	\$ —	\$ —	\$ —	\$ —
INCREASE (DECREASE) IN NAV	24	—	26 698	26 947
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	335	1	313 409	318 062
Reinvestments of distributions to holders of redeemable units	1	—	3 725	3 726
Redemption of redeemable units	—	—	(28 443)	(29 046)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	336	1	288 691	292 742
Distributions from net income	(1)	—	(3 725)	(3 726)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	—	(3 725)	(3 726)
NET INCREASE (DECREASE) IN NAV	359	1	311 664	315 963
NAV AT END OF PERIOD	\$ 359	\$ 1	\$ 311 664	\$ 315 963

* Fund launched March 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of a diversified mix of companies operating around the world and across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
United States	55.9
Other Countries	11.9
Switzerland	6.4
United Kingdom	5.6
Japan	4.9
Germany	4.5
Canada	3.2
Belgium	3.1
Taiwan	3.0
Cash/Other	1.5

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
United States dollar	61.9
Euro	11.9
Swiss franc	6.4
Japanese yen	4.9
Pound sterling	4.8
South African rand	2.3
Hong Kong dollar	2.0
Swedish krona	1.3
Total	95.5

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 9-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI World Total Return Net Index (CAD)	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	205 527	105 934	–	311 461
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 373	–	4 373
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	205 527	110 307	–	315 834
% of total portfolio	65.1	34.9	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	101
Value of all units	6

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	December 31 (see note 2 in the generic notes)	
	2014	2013
Series A		
Opening units	–	–
Issued number of units	360	–
Reinvested number of units	–	–
Redeemed number of units	(49)	–
Ending number of units	311	–

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	–	–
Issued number of units	4	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	4	–
Series H		
Opening units	–	–
Issued number of units	38	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	38	–
Series D		
Opening units	–	–
Issued number of units	26	–
Reinvested number of units	–	–
Redeemed number of units	(10)	–
Ending number of units	16	–
Series F		
Opening units	–	–
Issued number of units	33	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	33	–
Series I		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series O		
Opening units	500	–
Issued number of units	31 416	500
Reinvested number of units	345	–
Redeemed number of units	(2 757)	–
Ending number of units	29 504	500

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	665	100
Related-party brokerage commissions*	40	6
Commission arrangements [†]	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Please see the generic notes at the back of the financial statements.



December 31, 2014

Securities lending revenue (\$000s)
(see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	6 957
Fair value of collateral received	7 096

Investments by other related investment funds (%)
(see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014
RBC Select Growth Portfolio	70.2
RBC Select Aggressive Growth Portfolio	12.5
Total	82.7

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL EQUITY FOCUS FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
287 645	InBev N.V.	\$ 35 138	\$ 37 610	
		35 138	37 610	3.6
Canada				
660 394	Enbridge Inc.	34 302	39 452	
		34 302	39 452	3.8
France				
391 915	Safran S.A.	27 471	28 092	
		27 471	28 092	2.7
Germany				
853 819	Deutsche Post AG	31 633	32 293	
264 228	Drillisch AG	10 404	10 982	
		42 037	43 275	4.1
Hong Kong				
3 596 042	AIA Group Ltd.	20 717	23 043	
		20 717	23 043	2.2
India				
542 100	HDFC Bank Ltd. ADR	28 482	31 976	
		28 482	31 976	3.0
Japan				
527 118	Toyota Motor Corp.	33 228	38 164	
		33 228	38 164	3.6
Netherlands				
265 031	ASML Holding N.V.	27 152	33 269	
		27 152	33 269	3.2
South Africa				
212 936	Naspers Ltd.	25 701	32 001	
		25 701	32 001	3.0
Switzerland				
203 157	Aryzta AG	19 782	18 139	
108 041	Roche Holdings AG Genussscheine	34 744	34 009	
		54 526	52 148	5.0
Taiwan				
1 477 037	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	33 513	38 405	
		33 513	38 405	3.6
United Kingdom				
9 364 102	Lloyds TSB Group Plc.	13 046	12 797	
1 448 865	St James's Place Plc.	20 151	21 224	
		33 197	34 021	3.2

Holdings	Security	Cost	Fair Value	% of Net Assets	
United States					
47 033	Amazon.com, Inc.	\$ 16 196	\$ 16 958		
204 692	Amgen Inc.	28 676	37 881		
336 260	Baxter International Inc.	26 937	28 632		
939 332	Blackstone Group LP	32 231	36 876		
330 916	Citigroup Inc.	18 266	20 809		
579 000	Cognizant Technology Solutions Corp., Class A	28 835	35 423		
338 724	Danaher Corp.	28 209	33 729		
308 388	EOG Resources Inc.	32 858	32 987		
270 793	Estée Lauder Companies Inc., Class A	22 023	23 973		
598 915	First Republic Bank	32 796	36 266		
37 162	Google Inc., Class A	22 877	22 911		
110 039	Grainger (W.W.) Inc.	30 278	32 586		
181 000	Incyte Corporation Ltd.	9 723	15 374		
502 792	Invesco Ltd.	20 785	23 085		
757 642	ITC Holdings Corp.	30 437	35 588		
201 112	Kansas City Southern Industries Inc.	24 562	28 513		
151 901	LyondellBasell Industries N.V.	16 861	14 011		
206 563	MEDNAX Inc.	12 815	15 870		
157 873	Occidental Petroleum Corp.	16 711	14 782		
174 699	Praxair Inc.	25 087	26 304		
498 674	TJX Companies Inc.	32 594	39 732		
326 062	UnitedHealth Group Incorporated	30 783	38 295		
		540 540	610 585	58.0	
TOTAL GLOBAL EQUITIES		936 004	1 042 041	99.0	
SHORT-TERM INVESTMENTS*		9 377	9 377	0.9	
TOTAL INVESTMENTS		\$ 945 381	1 051 418	99.9	
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				1 394	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				\$1 052 812	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	December 30 2013
ASSETS			
Investments at fair value	\$ 1 051 418	\$ 4 889	\$ –
Cash	66	4 974	5 000
Subscriptions receivable	1 030	–	–
Dividends receivable, interest accrued and other assets	377	–	–
TOTAL ASSETS	1 052 891	9 863	5 000
LIABILITIES			
Due to investment dealers	–	4 889	–
Distributions payable	55	–	–
Accounts payable and accrued expenses	24	–	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	79	4 889	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 052 812	\$ 4 974	\$ 5 000
Investments at cost	\$ 945 381	\$ 4 884	\$ –
NAV			
SERIES A	\$ 964	\$ –	\$ –
ADVISOR SERIES	\$ 152	\$ –	\$ –
SERIES H	\$ 203	\$ –	\$ –
SERIES D	\$ 338	\$ –	\$ –
SERIES F	\$ 426	\$ –	\$ –
SERIES I	\$ 1	\$ –	\$ –
SERIES O	\$ 1 050 728	\$ 4 974	\$ 5 000
NAV PER UNIT			
SERIES A	\$ 11.17	\$ –	\$ –
ADVISOR SERIES	\$ 11.17	\$ –	\$ –
SERIES H	\$ 11.19	\$ –	\$ –
SERIES D	\$ 11.20	\$ –	\$ –
SERIES F	\$ 11.21	\$ –	\$ –
SERIES I	\$ 11.18	\$ –	\$ –
SERIES O	\$ 11.34	\$ 9.95	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 572	\$ –
Interest for distribution purposes	79	–
Securities lending revenue (see note 6 in the generic notes)	16	–
Net realized gain (loss) on investments	(11 791)	–
Net gain (loss) on foreign currencies and other net assets	(419)	(21)
Change in unrealized gain (loss) on investments	106 032	–
TOTAL INCOME (LOSS)	104 489	(21)
EXPENSES (see notes – Fund Specific Information)		
Management fees	10	–
Administration fees	85	–
Board of Governors costs	3	–
GST/HST	10	–
Transaction costs	1 620	5
Withholding tax	969	–
TOTAL EXPENSES	2 697	5
INCREASE (DECREASE) IN NAV	\$ 101 792	\$ (26)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 70	\$ –
ADVISOR SERIES	\$ 12	\$ –
SERIES H	\$ 2	\$ –
SERIES D	\$ 27	\$ –
SERIES F	\$ 34	\$ –
SERIES I	\$ –	\$ –
SERIES O	\$ 101 647	\$ (26)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.97	\$ –
ADVISOR SERIES	\$ 0.92	\$ –
SERIES H	\$ 0.62	\$ –
SERIES D	\$ 1.05	\$ –
SERIES F	\$ 0.95	\$ –
SERIES I	\$ 1.32	\$ –
SERIES O	\$ 2.53	\$ (0.06)

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 101 792	\$ (26)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	11 791	–
Change in unrealized loss (gain) on investments	(106 032)	–
(Increase) decrease in accrued receivables	(377)	–
Increase (decrease) in accrued payables	(4 865)	4 889
Cost of investments purchased	(1 690 727)	(4 889)
Proceeds on sales of investments	738 439	–
NET CASH PROVIDED BY OPERATING ACTIVITIES	(949 979)	(26)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	981 009	5 000
Cash paid on redemption of redeemable units	(35 938)	–
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 945 071	\$ 5 000
Net increase (decrease) in cash for the year	(4 908)	4 974
Cash (bank overdraft), beginning of period	4 974	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 66	\$ 4 974
Interest received	\$ 76	\$ –
Dividends received, net of withholding taxes	\$ 9 229	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –
INCREASE (DECREASE) IN NAV	70	–	12	–	2	–	27	–
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	953	–	142	–	201	–	421	–
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	1	–
Redemption of redeemable units	(59)	–	(2)	–	–	–	(110)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	894	–	140	–	201	–	312	–
Distributions from net income	–	–	–	–	–	–	(1)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	(1)	–
NET INCREASE (DECREASE) IN NAV	964	–	152	–	203	–	338	–
NAV AT END OF PERIOD	\$ 964	\$ –	\$ 152	\$ –	\$ 203	\$ –	\$ 338	\$ –

For the periods ended December 31 (see note 2 in the generic notes)*†	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ –	\$ –	\$ –	\$ –	\$ 4 974	\$ –	\$ 4 974	\$ –
INCREASE (DECREASE) IN NAV	34	–	–	–	101 647	(26)	101 792	(26)
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	392	–	1	–	979 929	5 000	982 039	5 000
Reinvestments of distributions to holders of redeemable units	2	–	–	–	9 587	–	9 590	–
Redemption of redeemable units	–	–	–	–	(35 767)	–	(35 938)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	394	–	1	–	953 749	5 000	955 691	5 000
Distributions from net income	(2)	–	–	–	(9 642)	–	(9 645)	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2)	–	–	–	(9 642)	–	(9 645)	–
NET INCREASE (DECREASE) IN NAV	426	–	1	–	1 045 754	4 974	1 047 838	4 974
NAV AT END OF PERIOD	\$ 426	\$ –	\$ 1	\$ –	\$ 1 050 728	\$ 4 974	\$ 1 052 812	\$ 4 974

* Although Series O units of the Fund were created in December 2013, units were not offered for sale under a Simplified Prospectus until April 2014. Series A, Advisor Series, Series H, Series D and Series F units of the Fund were also launched April 2014.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of a diversified mix of companies operating around the world and across a range of sectors.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
United States	58.0
Other Countries	10.9
Switzerland	5.0
Germany	4.1
Canada	3.8
Japan	3.6
Belgium	3.6
Taiwan	3.6
United Kingdom	3.2
Netherlands	3.2
Cash/Other	1.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
United States dollar	64.7
Euro	13.5
Swiss franc	5.0
Japanese yen	3.6
Pound sterling	3.2
South African rand	3.0
Hong Kong dollar	2.2
Total	95.2

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 11-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI World Total Return Net	
Index (CAD)	+ or - 1.1

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2013, no comparative disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	720 418	321 623	-	1 042 041
Mutual fund units	-	-	-	-
Fixed-income and debt securities	-	-	-	-
Short-term investments	-	9 377	-	9 377
Derivatives – assets	-	-	-	-
Derivatives – liabilities	-	-	-	-
Total financial instruments	720 418	331 000	-	1 051 418
% of total portfolio	68.5	31.5	-	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	4 889	-	-	4 889
Mutual fund units	-	-	-	-
Fixed-income and debt securities	-	-	-	-
Short-term investments	-	-	-	-
Derivatives – assets	-	-	-	-
Derivatives – liabilities	-	-	-	-
Total financial instruments	4 889	-	-	4 889
% of total portfolio	100.0	-	-	100.0

For the period ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series A	100
Advisor Series	100
Series H	100
Series D	100
Series F	100
Series I	101
Value of all units	7

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	12 139
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series A

Opening units	–
Issued number of units	92
Reinvested number of units	–
Redeemed number of units	(6)
Ending number of units	86

Advisor Series

Opening units	–
Issued number of units	14
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	14

Series H

Opening units	–
Issued number of units	18
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	18

Series D

Opening units	–
Issued number of units	41
Reinvested number of units	–
Redeemed number of units	(11)
Ending number of units	30

Series F

Opening units	–
Issued number of units	38
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	38

Series I

Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–

Please see the generic notes at the back of the financial statements.



December 31, 2014

For the period ended December 31
(see note 2 in the generic notes)

	2014
Series 0	
Opening units	500
Issued number of units	94 636
Reinvested number of units	846
Redeemed number of units	(3 308)
Ending number of units	92 674

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	1 620	100
Related-party brokerage commissions*	82	5
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	25 066
Fair value of collateral received	25 567

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014
RBC Select Balanced Portfolio	36.0
RBC Select Growth Portfolio	21.7
RBC Select Aggressive Growth Portfolio	3.5
Phillips, Hager & North Balanced Fund	14.3
Phillips, Hager & North Balanced Pension Trust	17.5
Phillips, Hager & North PRisM Balanced Fund	5.6
Total	98.6

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	December 30 2013
Net assets		
Net assets as reported under Canadian GAAP	4 938	5 000
Revaluation of investments at FVTPL	36	–
Net assets attributable to holders of redeemable units	4 974	5 000
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(62)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		36
Increase (decrease) in net assets attributable to holders of redeemable units		(26)

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC QUBE GLOBAL EQUITY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
291 600	Federation Centres Ltd. Real Estate Investment Trust	\$ 660	\$ 789	
27 700	Flight Centre Travel Group Ltd.	1 269	852	
222 900	Fortescue Metals Group Ltd.	1 107	569	
202 300	Qantas Airways Ltd.	455	457	
4 900	Rio Tinto Limited	302	267	
413 200	Stockland Real Estate Investment Trust	1 595	1 604	
62 600	Suncorp-Metway Limited	863	831	
43 400	Woodside Petroleum Ltd.	1 678	1 559	
		7 929	6 928	1.9
Belgium				
14 900	Belgacom S.A.	571	628	
6 800	Delhaize-Le Lion	450	575	
		1 021	1 203	0.3
Canada				
7 900	H&R Real Estate Investment Trust	170	173	
50 500	Kinross Gold Corp.	193	165	
25 500	Magna International Inc., Class A	2 958	3 210	
31 300	National Bank of Canada	1 663	1 548	
102 000	Royal Bank of Canada*	8 233	8 185	
		13 217	13 281	3.6
Denmark				
1 700	A P Moller - Maersk A/S	3 507	3 928	
16 700	Coloplast A/S	1 488	1 624	
18 800	Novo Nordisk A/S	938	924	
4 800	Vestas Wind Systems A/S	197	203	
		6 130	6 679	1.8
France				
387 500	Credit Agricole S.A.	5 918	5 811	
134 500	Electricite de France S.A.	4 652	4 302	
153 700	GDF Suez	4 161	4 164	
40 800	Natixis	274	313	
63 000	Société Générale	3 719	3 063	
100 800	Suez Environnement SA	1 750	2 040	
85 500	Total S.A.	5 165	5 089	
		25 639	24 782	6.8
Germany				
238 300	E.ON SE	4 742	4 751	
16 100	ProSiebenSat.1 Media AG	754	782	
2 700	Volkswagen AG	646	682	
		6 142	6 215	1.7
Hong Kong				
21 000	Cheung Kong (Holdings) Ltd.	404	409	
110 000	Henderson Land Development	831	888	
16 800	Hutchison Whampoa Ltd.	215	223	
16 600	Sun Hung Kai Properties Ltd.	277	292	
113 600	Wheelock & Co. Ltd.	541	613	
		2 268	2 425	0.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Israel				
776 000	Bezeq Israeli Telecommunication Corporation Ltd.	\$ 1 505	\$ 1 599	
18 000	Teva Pharmaceutical Industries Ltd.	954	1 199	
		2 459	2 798	0.8
Italy				
112 400	Enel S.p.A.	603	582	
164 400	Fiat Chrysler Automobiles N.V.	2 357	2 219	
		2 960	2 801	0.8
Japan				
195 300	Asahi Kasei Corp.	1 557	2 070	
14 400	Astellas Pharma Inc.	238	233	
55 300	Coca-Cola West Co. Ltd.	1 143	886	
3 600	Daito Trust Construction Co. Ltd.	384	474	
252 300	Fuji Electric Holdings Co. Ltd.	1 085	1 169	
64 700	Fujitsu Ltd.	495	401	
136 100	Inpex Corp.	1 895	1 760	
92 200	Itochu Corp.	1 210	1 143	
55 400	Japan Airlines Co. Ltd.	1 548	1 908	
70 500	Kajima Corp.	379	337	
21 100	KAO Corp.	919	967	
34 100	Kawasaki Heavy Industries Ltd.	139	180	
56 500	Kinden Corp.	609	663	
38 800	Mitsubishi Electric Corp.	483	535	
68 200	Mitsubishi Motors Corp.	820	724	
160 000	Mitsui & Co.	2 560	2 490	
31 900	Nexon Co. Ltd.	345	345	
107 600	Nippon Telegraph & Telephone Corp.	6 380	6 386	
33 100	NOK Corp.	833	979	
6 000	NTT DoCoMo Inc.	100	102	
48 400	Otsuka Holdings Co. Ltd.	1 868	1 686	
371 900	Panasonic Corp.	4 751	5 089	
25 900	Seiko Epson Corp.	925	1 259	
23 700	Sekisui Chemical Co. Ltd.	303	331	
263 500	Sharp Corp.	718	677	
91 300	Yamazaki Baking Co. Ltd.	1 095	1 309	
		32 782	34 103	9.3
Macau				
256 900	MGM China Holdings Ltd.	860	754	
		860	754	0.2
Netherlands				
131 900	Elsevier N.V.	2 790	3 659	
89 200	ING Groep N.V.	1 122	1 339	
3 900	Koninklijke Boskalis Westminster N.V.	250	248	
		4 162	5 246	1.4
Norway				
190 100	Norsk Hydro ASA	1 078	1 244	
80 100	StatoilHydro ASA	2 320	1 638	
13 700	Yara International ASA	665	709	
		4 063	3 591	1.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Spain				
69 800	Gas Natural SDG S.A.	\$ 1 698	\$ 2 037	
405 100	Iberdrola S.A.	3 166	3 172	
		4 864	5 209	1.4
Sweden				
10 300	Hennes & Mauritz AB, Series B	481	497	
		481	497	0.1
Switzerland				
5 000	Novartis AG	531	539	
21 000	Roche Holdings AG Genussscheine	6 372	6 610	
11 200	Swiss Re AG	1 080	1 092	
		7 983	8 241	2.3
United Kingdom				
85 500	3i Group Plc.	602	693	
4 200	AstraZeneca Plc.	219	345	
275 600	Aviva Plc.	2 399	2 406	
21 500	BHP Billiton Plc.	664	535	
64 800	BP Plc.	505	478	
488 800	BT Group Plc.	2 972	3 532	
334 300	Centrica Plc.	2 081	1 682	
690 700	Direct Line Insurance Group Plc.	3 428	3 630	
65 200	easyJet Plc.	1 412	1 960	
2 000	Indivior Plc.	5	5	
503 500	ITV Plc.	1 464	1 951	
310 800	J Sainsbury Plc.	1 783	1 379	
2 557 700	Lloyds TSB Group Plc.	3 186	3 495	
42 600	Marks & Spencer Group Plc.	352	366	
22 900	Next Plc.	1 953	2 822	
2 000	Reckitt Benckiser Plc.	148	188	
900	Royal Dutch Shell Plc.	30	35	
247 400	Segro Plc. Real Estate Investment Trust	1 573	1 647	
129 000	The Royal Bank of Scotland Group Plc.	848	912	
		25 624	28 061	7.7
United States				
18 574	AbbVie Inc.	932	1 412	
16 600	Aetna Inc.	1 585	1 713	
8 000	Allstate Corp.	626	653	
190 100	Altria Group Inc.	9 278	10 882	
276 192	American Capital Agency Corp. Real Estate Investment Trust	6 953	7 005	
98 100	American International Group Inc.	5 917	6 384	
5 300	Amgen Inc.	981	981	
290 200	Annaly Mortgage Management Inc.	3 689	3 645	
50 696	Anthem Inc.	5 095	7 404	
62 745	Apple Inc.	6 288	8 046	
95 369	Archer Daniels Midland Co.	3 879	5 762	
2 300	Autozone Inc.	1 296	1 655	
23 300	Ball Corp.	1 635	1 845	
7 624	Best Buy Co. Inc.	221	345	
55 203	Bunge Ltd.	5 180	5 828	
19 700	Cardinal Health Inc.	1 536	1 848	
66 400	Caterpillar Inc.	7 405	7 059	
6 100	Cigna Corp.	645	729	
76 300	Cisco Systems Inc.	2 351	2 466	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
14 500	CIT Group Inc.	\$ 762	\$ 805	
11 900	Clorox Company	1 334	1 440	
37 600	Comcast Corp., Class A	2 335	2 534	
95 161	Computer Sciences Corp.	5 648	6 971	
114 797	ConocoPhillips	8 544	9 211	
28 300	Dr Pepper Snapple Group Inc.	2 009	2 357	
15 500	Edwards Lifesciences Corp.	2 287	2 294	
10 800	Electronic Arts Inc.	541	590	
14 800	Eli Lilly & Co.	1 165	1 186	
4 300	EOG Resources Inc.	484	460	
3 200	Expedia Inc.	310	317	
57 400	General Dynamics Corp.	8 569	9 179	
23 200	Gilead Sciences Inc.	2 642	2 541	
150 283	Hewlett-Packard Co.	5 119	7 009	
4 500	Home Depot Inc.	467	549	
7 500	Illinois Tool Works Inc.	708	825	
195 883	Intel Corp.	6 762	8 259	
2 400	Johnson & Johnson	288	292	
38 000	Kimberly-Clark Corp.	4 907	5 098	
12 200	Kohls Corp.	695	865	
39 522	Lockheed Martin Corporation	5 743	8 843	
61 937	LyondellBasell Industries N.V.	5 546	5 713	
25 400	Marriott International Inc., Class A	1 999	2 303	
9 850	MasterCard Inc.	766	986	
73 200	McGraw Hill Financial Inc.	6 386	7 565	
40 800	Micron Technology Inc.	1 297	1 660	
197 988	Microsoft Corp.	9 091	10 685	
25 000	Morgan Stanley	820	1 127	
59 585	Nabors Industries Ltd.	1 222	899	
12 100	PartnerRe Ltd.	1 402	1 603	
146 600	Pfizer Inc.	4 885	5 305	
29 800	Philip Morris International Inc.	2 836	2 820	
1 100	PPG Industries Inc.	242	295	
8 200	Reynolds American Inc.	604	612	
1 800	Sherwin-Williams Co.	428	550	
141 400	Southwest Airlines	4 220	6 950	
14 100	The Goldman Sachs Group Inc.	3 019	3 175	
85 942	The Kroger Co.	3 611	6 411	
7 800	Union Pacific Corp.	1 021	1 080	
11 200	UnitedHealth Group Incorporated	1 240	1 315	
38 800	Verisign Inc.	2 373	2 569	
22 500	Verizon Communications Inc.	1 256	1 222	
		181 075	212 132	58.1
TOTAL GLOBAL EQUITIES		\$ 329 659	364 946	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			408	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 365 354	100.0

* Investment in related party (see note 7 in the generic notes).

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	June 27 2013
ASSETS			
Investments at fair value	\$ 364 946	\$ 236 271	\$ –
Cash	74	81	4 000
Subscriptions receivable	–	63	–
Dividends receivable, interest accrued and other assets	565	150	–
TOTAL ASSETS	365 585	236 565	4 000
LIABILITIES			
Redemptions payable	–	74	–
Distributions payable	223	9	–
Accounts payable and accrued expenses	8	4	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	231	87	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 365 354	\$ 236 478	\$ 4 000
Investments at cost	\$ 329 659	\$ 216 372	\$ –
NAV			
SERIES 0	\$ 365 354	\$ 236 478	\$ 4 000
NAV PER UNIT			
SERIES 0	\$ 12.56	\$ 11.68	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 667	\$ 1 098
Interest for distribution purposes	30	1
Other income (loss)	2	12
Securities lending revenue (see note 6 in the generic notes)	134	9
Net realized gain (loss) on investments	21 229	2 373
Net gain (loss) on foreign currencies and other net assets	(83)	(56)
Change in unrealized gain (loss) on investments	15 388	19 899
TOTAL INCOME (LOSS)	47 367	23 336
EXPENSES (see notes – Fund Specific Information)		
Administration fees	58	11
Board of Governors costs	3	1
GST/HST	6	1
Transaction costs	321	255
Withholding tax	1 090	126
TOTAL EXPENSES	1 478	394
INCREASE (DECREASE) IN NAV	\$ 45 889	\$ 22 942
INCREASE (DECREASE) IN NAV SERIES O	\$ 45 889	\$ 22 942
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 2.01	\$ 2.30

* Fund launched June 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 45 889	\$ 22 942
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(21 229)	(2 373)
Change in unrealized loss (gain) on investments	(15 388)	(19 899)
(Increase) decrease in accrued receivables	(415)	(150)
Increase (decrease) in accrued payables	4	4
Cost of investments purchased	(452 281)	(304 582)
Proceeds on sales of investments	360 223	90 583
NET CASH PROVIDED BY OPERATING ACTIVITIES	(83 197)	(213 475)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	120 495	227 204
Cash paid on redemption of redeemable units	(37 296)	(13 648)
Distributions paid to holders of redeemable units	(9)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 83 190	\$ 213 556
Net increase (decrease) in cash for the year	(7)	81
Cash (bank overdraft), beginning of period	81	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 74	\$ 81
Interest received	\$ 30	\$ 1
Dividends received, net of withholding taxes	\$ 9 164	\$ 834

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched June 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*†	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 236 478	\$ —
INCREASE (DECREASE) IN NAV	45 889	22 942
Early redemption fees	—	—
Proceeds from redeemable units issued	120 432	227 267
Reinvestments of distributions to holders of redeemable units	30 559	3 334
Redemption of redeemable units	(37 222)	(13 722)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	113 769	216 879
Distributions from net income	(9 408)	(948)
Distributions from net gains	(21 374)	(2 395)
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(30 782)	(3 343)
NET INCREASE (DECREASE) IN NAV	128 876	236 478
NAV AT END OF PERIOD	\$ 365 354	\$ 236 478

* Fund launched June 2013.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies throughout the world using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013
Investment mix		
United States	58.1	56.5
Japan	9.3	10.7
United Kingdom	7.7	10.0
France	6.8	7.4
Other Countries	6.7	10.5
Canada	3.6	–
Switzerland	2.3	–
Australia	1.9	2.1
Denmark	1.8	–
Germany	1.7	–
Netherlands	–	2.7
Cash/Other	0.1	0.1

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013
United States dollar	58.1	56.6
Euro	12.4	14.3
Japanese yen	9.3	10.7
Pound sterling	7.7	10.0
Swiss franc	2.3	1.5
Australian dollar	1.9	2.1
Danish krone	1.8	1.5
Norwegian krone	1.0	–
Hong Kong dollar	0.9	1.3
Swedish krona	–	0.7
Other currencies	0.9	0.7
Total	96.3	99.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 18-month (December 31, 2013 – 6-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
MSCI World Total Return Net Index (CAD)	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014 and December 31, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	225 413	139 533	–	364 946
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	225 413	139 533	–	364 946
% of total portfolio	61.8	38.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	134 981	101 290	–	236 271
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	134 981	101 290	–	236 271
% of total portfolio	57.1	42.9	–	100.0

For the periods ended December 31, 2014 and December 31, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
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**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	49	45
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series O		
Opening units	20 247	–
Issued number of units	9 300	21 182
Reinvested number of units	2 433	285
Redeemed number of units	(2 897)	(1 220)
Ending number of units	29 083	20 247

Please see the generic notes at the back of the financial statements.

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	321	100	255	100
Related-party brokerage commissions*	2	1	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	18 577	5 565
Fair value of collateral received	18 949	5 676

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
Phillips, Hager & North Balanced Fund	13.8	–
Phillips, Hager & North Balanced Pension Trust	49.5	70.3
Total	63.3	70.3

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	June 27 2013
Net assets		
Net assets as reported under Canadian GAAP	236 464	4 000
Revaluation of investments at FVTPL	14	–
Net assets attributable to holders of redeemable units	236 478	4 000

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	22 928
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	14
Increase (decrease) in net assets attributable to holders of redeemable units	22 942



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC QUBE LOW VOLATILITY GLOBAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
400	AGL Energy Ltd.	\$ 7	\$ 5	
556 300	Telstra Corp. Ltd.	2 928	3 138	
2 000	Woodside Petroleum Ltd.	87	72	
		<u>3 022</u>	<u>3 215</u>	2.0
Belgium				
5 700	Belgacom S.A.	191	240	
13 900	Groupe Bruxelles Lambert S.A.	1 435	1 378	
		<u>1 626</u>	<u>1 618</u>	1.0
Canada				
5 600	Bank of Montreal	355	460	
3 800	BCE Inc.	194	203	
3 000	Dollarama Inc.	128	178	
21 700	Franco-Nevada Corp.	1 325	1 241	
20 000	H&R Real Estate Investment Trust	453	436	
35 300	Royal Bank of Canada*	2 798	2 833	
1 600	Shaw Communications Inc., Class B	51	50	
53 300	Toronto-Dominion Bank	2 622	2 960	
		<u>7 926</u>	<u>8 361</u>	5.2
Finland				
4 300	Elisa OYJ	96	136	
5 400	Sampo OYJ	291	294	
		<u>387</u>	<u>430</u>	0.3
France				
500	Air Liquide S.A.	70	72	
12 200	Dassault Systèmes S.A.	820	864	
1 800	L'Oréal S.A.	311	350	
600	Unibail-Rodamco SE Real Estate Investment Trust	179	179	
		<u>1 380</u>	<u>1 465</u>	0.9
Germany				
5 900	Bayer AG	885	938	
1 600	Deutsche Post AG	63	61	
10 200	E.ON SE	207	203	
10 100	Fresenius Medical Care AG & Co. KGaA	753	874	
		<u>1 908</u>	<u>2 076</u>	1.3
Hong Kong				
251 800	Cheung Kong Infrastructure Holdings Ltd.	1 705	2 151	
323 600	CLP Holdings Ltd.	2 755	3 256	
55 000	Hang Seng Bank Ltd.	982	1 062	
157 740	Hong Kong & China Gas Co. Ltd.	363	418	
40 900	Hong Kong Electric Holdings Ltd.	413	459	
		<u>6 218</u>	<u>7 346</u>	4.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Ireland				
8 400	Kerry Group Plc.	\$ 509	\$ 679	
		<u>509</u>	<u>679</u>	0.4
Israel				
52 400	Bank Hapoalim Ltd.	319	286	
57 600	Mizrahi Tefahot Bank Ltd.	704	700	
9 700	NICE Systems Ltd.	397	570	
18 100	Teva Pharmaceutical Industries Ltd.	769	1 205	
		<u>2 189</u>	<u>2 761</u>	1.7
Italy				
57 600	Snam Rete Gas S.p.A.	357	331	
205 300	Terna Rete Elettrica Nazionale S.p.A.	1 151	1 083	
		<u>1 508</u>	<u>1 414</u>	0.9
Japan				
17 800	ABC-Mart Inc.	793	1 001	
7 700	Benesse Corporation	328	265	
9 800	Canon Inc.	336	362	
12 300	Eisai Co. Ltd.	520	553	
1 300	FamilyMart Co. Ltd.	56	57	
200	Fujirebio Inc.	10	10	
6 000	Japan Airlines Co. Ltd.	164	207	
300	Japan Retail Fund Investment Corp. Real Estate Investment Trust	684	737	
20 400	Kamigumi Co. Ltd.	158	211	
1 700	KAO Corp.	78	78	
4 900	Kurita Water Industries Ltd.	113	119	
55 800	McDonald's Holdings Co Japan Ltd.	1 562	1 419	
200	Nippon Prologis REIT Inc. Real Estate Investment Trust	504	505	
3 700	Nippon Telegraph & Telephone Corp.	222	220	
1 300	Nissin Foods Holdings Co. Ltd.	71	72	
252 200	NTT DoCoMo Inc.	4 289	4 267	
6 600	Oriental Land Co. Ltd.	1 075	1 768	
14 100	Osaka Gas Co. Ltd.	62	61	
9 400	Otsuka Holdings Co. Ltd.	312	327	
9 100	Takeda Pharmaceutical Co. Ltd.	434	438	
150 100	Tanabe Seiyaku Co. Ltd.	2 465	2 556	
42 500	Tokyo Gas Co. Ltd.	243	266	
200	United Urban Investment Corp. Real Estate Investment Trust	362	366	
26 100	USS Co. Ltd.	292	466	
		<u>15 133</u>	<u>16 331</u>	10.3
Netherlands				
21 700	Elsevier N.V.	449	602	
12 200	Unilever N.V.	507	554	
1 500	Wolters Kluwer N.V.	46	53	
		<u>1 002</u>	<u>1 209</u>	0.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Singapore				
12 900	Singapore Airlines Ltd.	\$ 114	\$ 131	
31 100	Singapore Exchange Ltd.	191	212	
685 700	Singapore Press Holdings Ltd.	2 494	2 529	
325 600	Singapore Telecommunications Ltd.	976	1 110	
		3 775	3 982	2.5
Spain				
700	Gas Natural SDG S.A.	23	20	
135 700	Iberdrola S.A.	1 089	1 063	
		1 112	1 083	0.7
Sweden				
12 200	Telia AB	93	91	
		93	91	0.1
Switzerland				
100	Lindt & Spruengli AG	516	574	
33 700	Nestlé S.A.	2 613	2 854	
14 500	Novartis AG	1 145	1 562	
5 000	Swiss Prime Site AG	429	426	
1 100	Swiss Re AG	97	107	
2 500	Swisscom AG	1 134	1 526	
		5 934	7 049	4.4
United Kingdom				
2 400	Associated British Foods Plc.	61	136	
21 600	BT Group Plc.	157	156	
151 300	Centrica Plc.	906	761	
11 500	GlaxoSmithKline Plc.	320	287	
500	HSBC Holdings Plc. (U.K. Reg.)	5	5	
73 700	National Grid Plc.	978	1 215	
6 600	Next Plc.	575	813	
1 400	Randgold Resources Ltd.	106	110	
8 400	Royal Dutch Shell Plc.	361	326	
23 800	Segro Plc. Real Estate Investment Trust	160	158	
29 600	Smith & Nephew Plc.	485	620	
6 100	SSE Plc.	164	179	
		4 278	4 766	3.0
United States				
15 210	3M Co.	2 087	2 905	
20 047	American Water Works Co. Inc.	1 097	1 241	
3 168	AmerisourceBergen Corp.	207	332	
4 030	Anthem Inc.	449	589	
14 405	Archer Daniels Midland Co.	711	870	
26 005	AT&T Inc.	954	1 015	
1 942	Automatic Data Processing Inc.	152	188	
1 793	AvalonBay Communities Inc. Real Estate Investment Trust	328	340	
144	Ball Corp.	12	12	
13 727	Becton Dickinson & Co.	1 647	2 219	
13 877	Berkshire Hathaway Inc., Class B	1 702	2 421	
1 546	Boston Properties Inc.	228	231	
11 350	Bunge Ltd.	965	1 198	
19 025	Church & Dwight Co. Inc.	1 557	1 742	
33 726	Cintas Corp.	2 214	3 075	
1 117	Clorox Company	109	135	
23 117	Colgate-Palmolive Company	1 514	1 858	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
13 408	Consolidated Edison Inc.	\$ 915	\$ 1 028	
4 690	Costco Wholesale Corp.	546	772	
510	CVS Health Corp.	58	57	
4 523	Danaher Corp.	419	450	
6 653	Discover Financial Services	473	506	
1 347	Dominion Resources Inc.	105	120	
1 469	Dr Pepper Snapple Group Inc.	109	122	
8 590	DTE Energy Company	571	862	
26 803	Duke Energy Corp.	2 289	2 601	
2 448	Entergy Corp.	189	249	
3 151	Equity Residential Properties Trust	252	263	
3 095	Express Scripts Holding Co.	244	304	
6 156	Exxon Mobil Corp.	602	662	
1 174	Federal Realty Investment Trust	175	182	
14 895	General Mills Inc.	733	923	
4 847	HCP Inc. Real Estate Investment Trust	249	248	
1 522	Health Care Real Estate Investment Trust Inc.	128	134	
17 855	Henry Schein Inc.	2 256	2 824	
4 206	Home Depot Inc.	330	513	
12 133	Honeywell International Inc.	1 248	1 409	
23 018	Hormel Foods Corp.	1 228	1 393	
5 803	Host Marriott Corp.	151	160	
6 169	International Business Machines	1 135	1 150	
31 814	Johnson & Johnson	3 039	3 865	
2 781	Kimberly-Clark Corp.	326	373	
2 720	Kimco Realty Corp.	79	79	
744	Liberty Property Trust	30	33	
47 076	Marsh & McLennan Companies Inc.	3 009	3 131	
30 953	McDonald's Corp.	3 294	3 370	
2 423	Merck & Co. Inc.	137	160	
784	NextEra Energy Inc.	63	97	
12 176	Patterson Co. Inc.	493	680	
39 898	PepsiCo Inc.	3 759	4 383	
54 010	Pfizer Inc.	1 646	1 955	
6 298	Philip Morris International Inc.	606	596	
2 465	Plum Creek Timber Company Inc.	116	123	
47 199	PPL Corporation	1 641	1 992	
14 839	Praxair Inc.	2 162	2 235	
23 959	Procter & Gamble Co.	2 154	2 536	
949	Public Storage Inc. Real Estate Investment Trust	200	204	
5 316	SCANA Corp.	253	373	
24 158	Sempra Energy	2 741	3 125	
7 849	Simon Property Group Inc.	1 601	1 663	
7 384	SL Green Realty Corp. Real Estate Investment Trust	897	1 021	
82 288	Southern Co.	3 874	4 695	
1 165	Stericycle Inc.	165	177	
7 707	Sysco Corp.	365	355	
25 591	Texas Instruments Inc.	1 320	1 590	
31 266	The Coca-Cola Co.	1 452	1 534	
10 779	The Hershey Co.	1 047	1 301	
4 500	The Walt Disney Company	496	492	
46 032	Torchmark Corp.	2 559	2 897	
3 621	U.S. Bancorp	165	189	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
27 101	Verizon Communications Inc.	\$ 1 489	\$ 1 472	
9 955	Vornado Realty Trust	1 183	1 362	
43 230	Wal-Mart Stores, Inc.	3 552	4 314	
50 949	Wisconsin Energy Corp.	2 353	3 121	
10 094	Xcel Energy Inc.	320	421	
7 175	Zimmer Holdings Inc.	753	945	
		<u>79 677</u>	<u>94 162</u>	59.1
TOTAL GLOBAL EQUITIES		<u>137 677</u>	<u>158 038</u>	99.2
SHORT-TERM INVESTMENTS†		<u>2 520</u>	<u>2 520</u>	1.6
TOTAL INVESTMENTS		<u>140 197</u>	<u>160 558</u>	100.8
UNREALIZED GAIN ON FOREIGN EXCHANGE				
CONTRACTS (SCHEDULE A)		<u>—</u>	<u>1</u>	<u>—</u>
TOTAL PORTFOLIO		<u>\$ 140 197</u>	<u>160 559</u>	100.8
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE				
TO HOLDERS OF REDEEMABLE UNITS			<u>(1 261)</u>	<u>(0.8)</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 159 298</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 001 Sold CAD 1 163 @ 1.1617	02-Jan-15	\$ —
Bought HKD 154 Sold CAD 23 @ 0.1495	05-Jan-15	—
Bought USD 569 Sold CAD 660 @ 1.1599	05-Jan-15	1
		<u>\$ 1</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 1</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 160 558	\$ 79 385	\$ 3 088
Cash	6	1	–
Subscriptions receivable	1 044	312	–
Unrealized gain on foreign exchange contracts	1	–	–
Dividends receivable, interest accrued and other assets	206	123	5
TOTAL ASSETS	161 815	79 821	3 093
LIABILITIES			
Bank overdraft	–	–	83
Due to investment dealers	2 258	303	–
Redemptions payable	186	38	–
Unrealized loss on foreign exchange contracts	–	1	1
Accounts payable and accrued expenses	73	21	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 517	363	84
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 159 298	\$ 79 458	\$ 3 009
Investments at cost	\$ 140 197	\$ 72 415	\$ 3 085
NAV			
SERIES A	\$ 24 317	\$ 6 633	\$ 1
ADVISOR SERIES	\$ 3 409	\$ 1 908	\$ 1
SERIES H	\$ 16	\$ 1	\$ –
SERIES D	\$ 14 227	\$ 3 798	\$ 1
SERIES F	\$ 3 751	\$ 3 028	\$ 1
SERIES I	\$ 1 278	\$ 1	\$ –
SERIES O	\$ 112 300	\$ 64 089	\$ 3 005
NAV PER UNIT			
SERIES A	\$ 14.48	\$ 12.32	\$ 9.99
ADVISOR SERIES	\$ 14.48	\$ 12.32	\$ 9.99
SERIES H	\$ 14.51	\$ 12.32	\$ –
SERIES D	\$ 14.62	\$ 12.38	\$ 9.99
SERIES F	\$ 14.60	\$ 12.42	\$ 10.00
SERIES I	\$ 14.78	\$ 12.40	\$ –
SERIES O	\$ 14.66	\$ 12.42	\$ 10.00

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 139	\$ 1 151
Interest for distribution purposes	6	4
Other income (loss)	7	3
Securities lending revenue (see note 6 in the generic notes)	24	8
Net realized gain (loss) on investments	7 166	352
Net gain (loss) on foreign currencies and other net assets	(4)	91
Change in unrealized gain (loss) on investments	13 393	6 967
TOTAL INCOME (LOSS)	23 731	8 576
EXPENSES (see notes – Fund Specific Information)		
Management fees	432	73
Administration fees	58	15
Board of Governors costs	3	3
GST/HST	46	4
Transaction costs	73	58
Withholding tax	367	122
TOTAL EXPENSES	979	275
INCREASE (DECREASE) IN NAV	\$ 22 752	\$ 8 301
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 824	\$ 366
ADVISOR SERIES	\$ 485	\$ 107
SERIES H	\$ 2	\$ –
SERIES D	\$ 1 461	\$ 237
SERIES F	\$ 611	\$ 236
SERIES I	\$ 80	\$ –
SERIES O	\$ 17 289	\$ 7 355
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	\$ 2.53	\$ 1.34
ADVISOR SERIES	\$ 2.60	\$ 1.33
SERIES H	\$ 2.46	\$ 0.47
SERIES D	\$ 2.67	\$ 1.54
SERIES F	\$ 2.82	\$ 1.38
SERIES I	\$ 2.27	\$ 0.53
SERIES O	\$ 2.93	\$ 2.43

* Series H and Series I launched August 2013.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 22 752	\$ 8 301
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 166)	(352)
Change in unrealized loss (gain) on investments	(13 393)	(6 967)
(Increase) decrease in accrued receivables	(83)	(118)
Increase (decrease) in accrued payables	2 007	324
Cost of investments purchased	(295 960)	(180 079)
Proceeds on sales of investments	235 344	111 101
NET CASH PROVIDED BY OPERATING ACTIVITIES	(56 499)	(67 790)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	100 700	73 662
Cash paid on redemption of redeemable units	(43 625)	(5 735)
Distributions paid to holders of redeemable units	(571)	(53)
NET CASH USED IN FINANCING ACTIVITIES	\$ 56 504	\$ 67 874
Net increase (decrease) in cash for the year	5	84
Cash (bank overdraft), beginning of period	1	(83)
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6	\$ 1
Interest received	\$ 6	\$ 4
Dividends received, net of withholding taxes	\$ 2 696	\$ 914

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H and Series I launched August 2013.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 633	\$ 1	\$ 1 908	\$ 1	\$ 1	\$ -	\$ 3 798	\$ 1
INCREASE (DECREASE) IN NAV	2 824	366	485	107	2	-	1 461	237
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	18 089	6 660	1 524	1 891	13	1	10 942	3 977
Reinvestments of distributions to holders of redeemable units	448	45	70	14	-	-	309	36
Redemption of redeemable units	(3 210)	(392)	(507)	(91)	-	-	(1 968)	(417)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	15 327	6 313	1 087	1 814	13	1	9 283	3 596
Distributions from net income	(39)	(5)	(7)	(2)	-	-	(78)	(13)
Distributions from net gains	(428)	(42)	(64)	(12)	-	-	(237)	(23)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(467)	(47)	(71)	(14)	-	-	(315)	(36)
NET INCREASE (DECREASE) IN NAV	17 684	6 632	1 501	1 907	15	1	10 429	3 797
NAV AT END OF PERIOD	\$ 24 317	\$ 6 633	\$ 3 409	\$ 1 908	\$ 16	\$ 1	\$ 14 227	\$ 3 798

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 028	\$ 1	\$ 1	\$ -	\$ 64 089	\$ 3 005	\$ 79 458	\$ 3 009
INCREASE (DECREASE) IN NAV	611	236	80	-	17 289	7 355	22 752	8 301
Early redemption fees	-	-	-	-	-	-	-	-
Proceeds from redeemable units issued	1 943	3 061	1 197	1	67 724	58 383	101 432	73 974
Reinvestments of distributions to holders of redeemable units	98	28	27	-	3 434	1 159	4 386	1 282
Redemption of redeemable units	(1 824)	(269)	-	-	(36 264)	(4 604)	(43 773)	(5 773)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	217	2 820	1 224	1	34 894	54 938	62 045	69 483
Distributions from net income	(43)	(10)	(3)	-	(1 986)	(806)	(2 156)	(836)
Distributions from net gains	(62)	(19)	(24)	-	(1 986)	(403)	(2 801)	(499)
Distributions from capital	-	-	-	-	-	-	-	-
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(105)	(29)	(27)	-	(3 972)	(1 209)	(4 957)	(1 335)
NET INCREASE (DECREASE) IN NAV	723	3 027	1 277	1	48 211	61 084	79 840	76 449
NAV AT END OF PERIOD	\$ 3 751	\$ 3 028	\$ 1 278	\$ 1	\$ 112 300	\$ 64 089	\$ 159 298	\$ 79 458

* Series H and Series I launched August 2013.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of global companies using a quantitative approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United States	59.1	56.0	45.4
Japan	10.3	9.6	12.2
Other Countries	8.1	15.5	12.3
Canada	5.2	6.0	7.5
Hong Kong	4.6	–	–
Switzerland	4.4	6.2	6.7
United Kingdom	3.0	4.1	4.7
Singapore	2.5	1.7	4.8
Australia	2.0	–	–
Cash/Other	0.8	0.9	6.4

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	59.3	56.2	45.5
Japanese yen	10.3	9.6	12.1
Euro	6.3	7.6	6.8
Hong Kong dollar	4.6	5.2	4.4
Swiss franc	4.4	6.1	6.7
Pound sterling	3.0	4.2	4.7
Singapore dollar	2.5	1.6	4.8
Australian dollar	2.0	1.2	–
Israeli new shekel	1.7	1.2	0.5
Swedish krona	0.1	–	–
Other currencies	–	0.7	0.6
Total	94.2	93.6	86.1

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 24-month (December 31, 2013 – 12-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013
MSCI World Total Return Net Index (CAD)	+ or - 0.6	+ or - 0.7

Due to the fact that the Fund was in existence for less than six months prior to January 1, 2013, no disclosure is provided because there is insufficient data, and any resulting calculation of the impact on net assets of the Fund using historical correlation between the Fund's return and a broad-based index could be materially misleading.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	102 523	55 515	–	158 038
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 520	–	2 520
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	102 523	58 036	–	160 559
% of total portfolio	63.9	36.1	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	49 275	29 502	–	78 777
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	608	–	608
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	49 275	30 109	–	79 384
% of total portfolio	62.1	37.9	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	1 592	1 224	–	2 816
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	272	–	272
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(1)	–	(1)
Total financial instruments	1 592	1 495	–	3 087
% of total portfolio	51.6	48.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.70%
Series D	1.10%
Series F	0.85%
Series I	0.70%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.15%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	103	101
Advisor Series	103	101
Series H	89	87
Series D	104	101
Series F	105	101
Series I	88	87
Series O	–	306 528
Value of all units	9	3 814

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	538	–
Issued number of units	1 351	568
Reinvested number of units	31	4
Redeemed number of units	(241)	(34)
Ending number of units	1 679	538
Advisor Series		
Opening units	155	–
Issued number of units	113	162
Reinvested number of units	5	1
Redeemed number of units	(38)	(8)
Ending number of units	235	155
Series H		
Opening units	–	–
Issued number of units	1	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	1	–



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series D		
Opening units	307	–
Issued number of units	791	339
Reinvested number of units	21	3
Redeemed number of units	(146)	(35)
Ending number of units	973	307
Series F		
Opening units	244	–
Issued number of units	138	265
Reinvested number of units	7	2
Redeemed number of units	(132)	(23)
Ending number of units	257	244
Series I		
Opening units	–	–
Issued number of units	84	–
Reinvested number of units	2	–
Redeemed number of units	–	–
Ending number of units	86	–
Series O		
Opening units	5 160	301
Issued number of units	4 993	5 156
Reinvested number of units	234	94
Redeemed number of units	(2 728)	(391)
Ending number of units	7 659	5 160

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	73	100	58	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	9 915	3 605
Fair value of collateral received	10 113	3 677

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	79 451	3 009
Revaluation of investments at FVTPL	7	–
Net assets attributable to holders of redeemable units	79 458	3 009
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		8 294
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		7
Increase (decrease) in net assets attributable to holders of redeemable units		8 301

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC JANTZI GLOBAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
5 439	BHP Billiton Ltd.	\$ 202	\$ 149	
22 000	Brambles Ltd.	201	219	
2 117	CSL Ltd.	147	172	
6 160	Westpac Banking Corporation	213	191	
		763	731	3.0
Belgium				
2 417	InBev N.V.	292	316	
		292	316	1.3
Denmark				
4 973	Christian Hansen Holding A/S	156	256	
6 762	Novo Nordisk A/S	218	332	
		374	588	2.4
Finland				
4 037	Sampo OYJ	117	220	
		117	220	0.9
Germany				
1 824	Brenntag AG	79	119	
525	Continental AG	80	129	
3 446	Fuchs Petrolub SE Preference	146	161	
3 641	GEA Group AG	109	186	
2 153	Henkel KGaA, Preferred Non-Voting	193	269	
3 125	SAP SE	199	254	
		806	1 118	4.5
Hong Kong				
24 000	Hong Kong Electric Holdings Ltd.	238	270	
7 300	Standard Chartered Plc.	125	126	
		363	396	1.6
Ireland				
2 338	Paddy Power Plc.	184	224	
		184	224	0.9
Italy				
4 055	Azimut Holding S.p.A.	42	102	
		42	102	0.4
Japan				
4 100	Asahi Breweries Ltd.	142	147	
18 000	Asahi Kasei Corp.	127	191	
7 200	Casio Computer Co., Ltd.	130	128	
40 000	NEC Corp.	165	135	
700	Oriental Land Co. Ltd.	147	188	
4 000	Seiko Epson Corp.	190	194	
3 000	SoftBank Corp.	251	207	
10 400	Sumitomo Electric Industries Ltd.	150	151	
4 800	Sumitomo Mitsui Financial Group Inc.	174	202	
7 000	The Dai-ichi Life Insurance Co. Ltd.	113	123	
4 700	Tokio Marine Holdings, Inc.	161	177	
2 200	Toyota Motor Corp.	117	159	
27 100	Yahoo! Japan Corp.	136	113	
		2 003	2 115	8.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
9 603	Elsevier N.V.	\$ 226	\$ 266	
11 392	ING Groep N.V.	149	171	
67 668	Koninklijke KPN N.V.	272	248	
6 780	SBM Offshore N.V.	144	93	
		791	778	3.1
Norway				
8 687	DnB ASA	108	149	
		108	149	0.6
Spain				
3 028	ACS Actividades Construccion y Servicios S.A.	109	123	
2 106	Grifols S.A.	121	98	
		230	221	0.9
Sweden				
5 944	Swedbank AB	109	171	
		109	171	0.7
Switzerland				
2 151	Novartis AG	148	232	
1 139	Roche Holdings AG Genussscheine	290	359	
659	Schindler Holding AG	81	111	
		519	702	2.8
United Kingdom				
16 251	Aberdeen Asset Management Plc.	76	126	
3 460	Aggreko Plc.	109	94	
4 590	Berkeley Group Holdings Plc.	174	205	
36 162	BT Group Plc.	124	261	
6 860	Capita Plc.	145	134	
18 688	Daily Mail & General Trust Plc.	222	278	
5 064	Diageo Plc.	123	169	
5 102	London Stock Exchange Group Plc.	139	204	
4 991	Petrofac Limited	114	63	
12 467	Playtech Plc.	160	155	
3 120	Rio Tinto Plc.	190	167	
1 656	Shire Plc.	116	136	
		1 692	1 992	8.1
United States				
1 600	AbbVie Inc.	120	122	
1 300	Advance Auto Parts Inc.	211	241	
4 200	Aetna Inc.	374	433	
5 800	Allstate Corp.	457	473	
400	AmerisourceBergen Corp.	40	42	
2 700	Anthem Inc.	349	394	
5 760	Apple Inc.	656	739	
7 200	Archer Daniels Midland Co.	435	435	
1 500	Best Buy Co. Inc.	59	68	
1 500	C.H. Robinson Worldwide Inc.	126	131	
900	Centene Corp.	94	109	
2 000	Cintas Corp.	167	182	
17 900	Cisco Systems Inc.	529	578	
3 300	Citigroup Inc.	188	208	
2 100	Clorox Company	235	254	
7 600	Comcast Corp., Class A	468	512	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 100	CVS Health Corp.	\$ 98	\$ 123	
500	Devon Energy Corporation	36	36	
1 500	Dr Pepper Snapple Group Inc.	114	125	
1 900	Edwards Lifesciences Corp.	277	281	
4 200	Electronic Arts Inc.	203	229	
2 600	Eli Lilly & Co.	205	208	
4 300	Entergy Corp.	379	437	
4 300	EOG Resources Inc.	448	460	
1 700	Equity Residential Properties Trust	147	142	
3 000	Express Scripts Holding Co.	289	295	
3 300	Gilead Sciences Inc.	378	361	
900	Health Net Inc.	51	56	
1 000	Hess Corp.	94	86	
2 400	Illinois Tool Works Inc.	250	264	
6 800	Intel Corp.	253	287	
5 400	Kimberly-Clark Corp.	694	725	
2 500	Lincoln National Corp.	171	168	
700	LyondellBasell Industries N.V.	66	65	
2 000	Marriott International Inc., Class A	173	181	
500	MasterCard Inc.	51	50	
6 700	Micron Technology Inc.	227	273	
12 500	Microsoft Corp.	553	675	
2 700	Mondelez International Inc.	118	114	
1 900	Moody's Corp.	205	211	
9 100	Morgan Stanley	361	410	
1 000	National Oilwell Varco Inc.	77	76	
2 700	Nordstrom Inc.	218	249	
1 500	PepsiCo Inc.	157	165	
2 100	Pfizer Inc.	74	76	
6 000	Pulte Corp.	150	150	
1 000	Science Applications International Corp.	59	58	
300	Simon Property Group Inc.	61	64	
10 100	Southwest Airlines	366	496	
900	Superior Energy Services	22	21	
2 600	The Goldman Sachs Group Inc.	546	585	
300	The Kroger Co.	17	22	
4 700	Union Pacific Corp.	598	651	
3 000	UnitedHealth Group Incorporated	320	352	
4 900	Valero Energy Corp.	274	282	
1 200	Verizon Communications Inc.	67	65	
400	Visa Inc., Class A	105	122	
1 500	Wells Fargo & Company	97	96	
		13 557	14 713	59.5
	TOTAL GLOBAL EQUITIES	21 950	24 536	99.3
	SHORT-TERM INVESTMENTS*	217	217	0.9
	TOTAL INVESTMENTS	22 167	24 753	100.2
	UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		60	0.2
	UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		(100)	(0.4)
	TOTAL PORTFOLIO	\$ 22 167	24 713	100.0
	OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		(1)	-
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	\$ 24 712	100.0	

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 18 Sold JPY 1 800 @ 0.0102	08-Jan-15	\$ 1
Bought CAD 74 Sold GBP 41 @ 1.8119	08-Jan-15	-
Bought GBP 10 Sold CAD 18 @ 1.8021	08-Jan-15	-
Bought GBP 4 Sold CAD 6 @ 1.8054	08-Jan-15	-
Bought CAD 44 Sold NOK 272 @ 0.1633	09-Jan-15	2
Bought CAD 10 Sold JPY 1 000 @ 0.0103	13-Jan-15	1
Bought CAD 28 Sold CHF 23 @ 1.1991	14-Jan-15	1
Bought CAD 97 Sold JPY 9 367 @ 0.0103	14-Jan-15	7
Bought CAD 10 Sold CHF 8 @ 1.2018	15-Jan-15	-
Bought CAD 16 Sold CHF 13 @ 1.1708	15-Jan-15	-
Bought CAD 22 Sold JPY 2 090 @ 0.0104	15-Jan-15	1
Bought CAD 25 Sold CHF 21 @ 1.1729	15-Jan-15	-
Bought CAD 6 Sold CHF 5 @ 1.1724	15-Jan-15	-
Bought CAD 6 Sold JPY 600 @ 0.0101	15-Jan-15	-
Bought CAD 7 Sold CHF 6 @ 1.1712	15-Jan-15	-
Bought CAD 8 Sold CHF 7 @ 1.1768	15-Jan-15	-
Bought CAD 13 Sold SEK 81 @ 0.1573	16-Jan-15	1
Bought CAD 199 Sold GBP 109 @ 1.8214	16-Jan-15	1
Bought CAD 2 Sold SEK 12 @ 0.1507	16-Jan-15	1
Bought CAD 2 Sold SEK 15 @ 0.1523	16-Jan-15	1
Bought CAD 2 Sold SEK 15 @ 0.1525	16-Jan-15	1
Bought CAD 31 Sold DKK 162 @ 0.1939	16-Jan-15	1
Bought CAD 5 Sold DKK 25 @ 0.1907	16-Jan-15	1
Bought CAD 537 Sold USD 461 @ 1.1649	20-Jan-15	1
Bought USD 15 Sold CAD 17 @ 1.1418	20-Jan-15	-
Bought USD 451 Sold CAD 517 @ 1.1470	20-Jan-15	8
Bought CAD 138 Sold EUR 98 @ 1.4131	21-Jan-15	1
Bought CAD 21 Sold EUR 15 @ 1.4196	21-Jan-15	-
Bought CAD 74 Sold EUR 51 @ 1.4432	21-Jan-15	2
Bought CAD 51 Sold EUR 35 @ 1.4489	22-Jan-15	1
Bought USD 25 Sold CAD 28 @ 1.1334	22-Jan-15	1
Bought CAD 38 Sold JPY 3 640 @ 0.0106	23-Jan-15	3
Bought CAD 20 Sold JPY 1 900 @ 0.0104	26-Jan-15	1
Bought CAD 3 Sold JPY 300 @ 0.0101	26-Jan-15	-
Bought CAD 51 Sold EUR 36 @ 1.4266	26-Jan-15	1
Bought CAD 30 Sold JPY 2 830 @ 0.0105	27-Jan-15	2
Bought HKD 171 Sold CAD 25 @ 0.1478	27-Jan-15	-
Bought HKD 4 Sold CAD 1 @ 0.1481	27-Jan-15	-
Bought USD 13 Sold CAD 15 @ 1.1269	27-Jan-15	-
Bought USD 5 Sold CAD 6 @ 1.1257	27-Jan-15	-
Bought CAD 6 Sold EUR 4 @ 1.4550	28-Jan-15	-
Bought USD 40 Sold CAD 46 @ 1.1546	28-Jan-15	-
Bought CAD 14 Sold DKK 72 @ 0.1914	29-Jan-15	-
Bought CAD 16 Sold AUD 16 @ 0.9826	03-Feb-15	1
Bought CAD 30 Sold AUD 31 @ 0.9607	03-Feb-15	-
Bought CAD 49 Sold AUD 50 @ 0.9836	03-Feb-15	2
Bought CAD 4 Sold SEK 23 @ 0.1548	04-Feb-15	-
Bought CAD 34 Sold JPY 3 427 @ 0.0099	05-Feb-15	1
Bought USD 69 Sold CAD 79 @ 1.1398	05-Feb-15	2
Bought CAD 13 Sold DKK 69 @ 0.1915	09-Feb-15	-
Bought USD 12 Sold CAD 14 @ 1.1467	09-Feb-15	-
Bought CAD 11 Sold EUR 8 @ 1.4300	10-Feb-15	-
Bought CAD 7 Sold DKK 38 @ 0.1904	11-Feb-15	-
Bought CAD 9 Sold DKK 48 @ 0.1905	11-Feb-15	-
Bought USD 18 Sold CAD 20 @ 1.1370	11-Feb-15	-

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 29 Sold CAD 33 @ 1.1451	11-Feb-15	\$ 1
Bought CAD 152 Sold EUR 106 @ 1.4325	12-Feb-15	3
Bought CAD 109 Sold JPY 11 128 @ 0.0098	13-Feb-15	1
Bought CAD 26 Sold DKK 139 @ 0.1904	19-Feb-15	–
Bought CAD 32 Sold AUD 33 @ 0.9593	19-Feb-15	–
Bought CAD 6 Sold AUD 6 @ 0.9741	19-Feb-15	–
Bought NOK 226 Sold CAD 35 @ 0.1538	19-Feb-15	–
Bought CAD 5 Sold DKK 28 @ 0.1906	20-Feb-15	–
Bought USD 19 Sold CAD 22 @ 1.1456	20-Feb-15	–
Bought CAD 1 Sold NOK 5 @ 0.1560	23-Feb-15	–
Bought CAD 10 Sold NOK 59 @ 0.1669	23-Feb-15	1
Bought CAD 4 Sold NOK 21 @ 0.1669	23-Feb-15	–
Bought CAD 57 Sold EUR 39 @ 1.4568	25-Feb-15	3
Bought CAD 57 Sold JPY 5 819 @ 0.0098	25-Feb-15	1
Bought CAD 81 Sold CHF 69 @ 1.1738	25-Feb-15	–
Bought JPY 1 400 Sold CAD 13 @ 0.0096	25-Feb-15	–
Bought CAD 12 Sold SEK 79 @ 0.1520	26-Feb-15	–
Bought CAD 9 Sold SEK 60 @ 0.1520	26-Feb-15	–
Bought CAD 14 Sold DKK 72 @ 0.1907	27-Feb-15	–
Bought USD 30 Sold CAD 34 @ 1.1260	27-Feb-15	1
Bought CAD 27 Sold AUD 28 @ 0.9585	02-Mar-15	–
Bought CAD 28 Sold AUD 30 @ 0.9594	02-Mar-15	–
Bought CAD 180 Sold USD 154 @ 1.1661	03-Mar-15	–
Bought USD 18 Sold CAD 21 @ 1.1424	03-Mar-15	–
Bought USD 26 Sold CAD 30 @ 1.1420	03-Mar-15	1
Bought CAD 10 Sold DKK 52 @ 0.1959	04-Mar-15	–
Bought CAD 4 Sold EUR 3 @ 1.4151	05-Mar-15	–
Bought CAD 12 Sold NOK 74 @ 0.1565	13-Mar-15	–
Bought CAD 4 Sold NOK 25 @ 0.1570	13-Mar-15	–
Bought CAD 18 Sold USD 15 @ 1.1672	17-Mar-15	–
Bought CAD 1 Sold NOK 7 @ 0.1567	18-Mar-15	–
Bought CAD 18 Sold JPY 1 856 @ 0.0099	18-Mar-15	–
Bought CAD 3 Sold NOK 18 @ 0.1569	18-Mar-15	–
Bought CAD 4 Sold NOK 23 @ 0.1560	18-Mar-15	–
Bought CAD 4 Sold NOK 28 @ 0.1562	18-Mar-15	–
Bought CAD 71 Sold EUR 50 @ 1.4225	19-Mar-15	1
Bought CAD 5 Sold GBP 3 @ 1.8172	20-Mar-15	–
Bought CAD 47 Sold USD 40 @ 1.1652	26-Mar-15	–
Bought CAD 196 Sold USD 168 @ 1.1658	30-Mar-15	–
Bought CAD 101 Sold USD 87 @ 1.1665	07-Apr-15	–
		\$ 60

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 18 Sold USD 16 @ 1.1199	08-Jan-15	\$ (1)
Bought CAD 80 Sold USD 70 @ 1.1415	08-Jan-15	(1)
Bought CAD 9 Sold GBP 5 @ 1.7924	08-Jan-15	–
Bought NOK 17 Sold CAD 3 @ 0.1636	09-Jan-15	–
Bought NOK 255 Sold CAD 43 @ 0.1694	09-Jan-15	(3)
Bought CAD 271 Sold USD 241 @ 1.1229	12-Jan-15	(10)
Bought CAD 45 Sold JPY 4 638 @ 0.0097	13-Jan-15	–
Bought CAD 179 Sold USD 160 @ 1.1175	16-Jan-15	(8)
Bought CAD 3 Sold USD 3 @ 1.1544	20-Jan-15	–
Bought EUR 29 Sold CAD 40 @ 1.4073	21-Jan-15	–
Bought CAD 281 Sold USD 249 @ 1.1288	22-Jan-15	(9)
Bought CAD 10 Sold JPY 1 000 @ 0.0095	23-Jan-15	–
Bought CAD 27 Sold USD 24 @ 1.1253	23-Jan-15	(1)
Bought EUR 5 Sold CAD 7 @ 1.4492	26-Jan-15	–
Bought JPY 2 000 Sold CAD 20 @ 0.0099	26-Jan-15	–
Bought CAD 10 Sold HKD 70 @ 0.1473	27-Jan-15	–
Bought CAD 15 Sold HKD 102 @ 0.1453	27-Jan-15	–
Bought CAD 52 Sold HKD 360 @ 0.1458	27-Jan-15	(1)
Bought CAD 6 Sold HKD 40 @ 0.1456	27-Jan-15	–
Bought CAD 7 Sold HKD 46 @ 0.1452	27-Jan-15	–
Bought CAD 15 Sold USD 13 @ 1.1207	28-Jan-15	(1)
Bought CAD 104 Sold JPY 10 800 @ 0.0096	29-Jan-15	(1)
Bought CAD 100 Sold USD 88 @ 1.1328	30-Jan-15	(4)
Bought CAD 45 Sold GBP 25 @ 1.7853	02-Feb-15	(1)
Bought CAD 9 Sold GBP 5 @ 1.7871	02-Feb-15	–
Bought CAD 42 Sold USD 37 @ 1.1399	03-Feb-15	(1)
Bought CAD 71 Sold USD 63 @ 1.1305	06-Feb-15	(2)
Bought CAD 86 Sold USD 76 @ 1.1268	09-Feb-15	(4)
Bought CAD 38 Sold USD 33 @ 1.1364	10-Feb-15	(1)
Bought CAD 46 Sold USD 40 @ 1.1430	10-Feb-15	(1)
Bought CAD 15 Sold DKK 82 @ 0.1875	11-Feb-15	–
Bought CAD 473 Sold USD 417 @ 1.1348	11-Feb-15	(12)
Bought CAD 32 Sold USD 28 @ 1.1393	12-Feb-15	(1)
Bought CAD 72 Sold USD 64 @ 1.1273	12-Feb-15	(2)
Bought CAD 28 Sold USD 25 @ 1.1172	13-Feb-15	(1)
Bought CAD 5 Sold USD 4 @ 1.1336	17-Feb-15	–
Bought CAD 60 Sold GBP 34 @ 1.7747	18-Feb-15	(1)
Bought CAD 7 Sold DKK 35 @ 0.1876	19-Feb-15	–
Bought CAD 153 Sold USD 135 @ 1.1302	20-Feb-15	(4)
Bought CAD 20 Sold USD 18 @ 1.1387	20-Feb-15	–
Bought DKK 24 Sold CAD 5 @ 0.1917	20-Feb-15	–
Bought CAD 169 Sold USD 149 @ 1.1326	23-Feb-15	(5)
Bought NOK 15 Sold CAD 2 @ 0.1607	23-Feb-15	–
Bought NOK 8 Sold CAD 1 @ 0.1578	23-Feb-15	–
Bought NOK 8 Sold CAD 1 @ 0.1624	23-Feb-15	–
Bought CAD 72 Sold EUR 51 @ 1.4071	24-Feb-15	–
Bought CAD 121 Sold USD 107 @ 1.1307	25-Feb-15	(3)
Bought CAD 162 Sold USD 143 @ 1.1330	26-Feb-15	(4)
Bought CAD 201 Sold GBP 113 @ 1.7865	02-Mar-15	(3)
Bought CAD 26 Sold JPY 2 750 @ 0.0096	02-Mar-15	–
Bought CAD 18 Sold GBP 10 @ 1.7938	03-Mar-15	–
Bought CAD 38 Sold JPY 4 000 @ 0.0096	03-Mar-15	–
Bought CAD 7 Sold HKD 46 @ 0.1469	03-Mar-15	–

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 183 Sold USD 160 @ 1.1409	04-Mar-15	\$ (4)
Bought CAD 2 Sold HKD 17 @ 0.1469	04-Mar-15	–
Bought CAD 22 Sold HKD 148 @ 0.1469	04-Mar-15	–
Bought DKK 30 Sold CAD 6 @ 0.1957	04-Mar-15	–
Bought CAD 229 Sold EUR 163 @ 1.4028	09-Mar-15	(1)
Bought CAD 70 Sold GBP 39 @ 1.7965	09-Mar-15	(1)
Bought CAD 146 Sold USD 128 @ 1.1477	11-Mar-15	(2)
Bought CAD 205 Sold USD 179 @ 1.1452	12-Mar-15	(3)
Bought CAD 29 Sold USD 25 @ 1.1594	16-Mar-15	–
Bought CAD 9 Sold GBP 5 @ 1.7942	19-Mar-15	–
Bought CAD 275 Sold USD 239 @ 1.1525	25-Mar-15	(3)
Bought CAD 10 Sold USD 9 @ 1.1632	09-Apr-15	–
		<u>\$ (100)</u>
TOTAL FOREIGN EXCHANGE		<u>\$ (40)</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 24 753	\$ 20 059	\$ 10 559
Cash	10	5	93
Due from investment dealers	150	1 135	–
Subscriptions receivable	30	41	3
Unrealized gain on foreign exchange contracts	60	26	16
Dividends receivable, interest accrued and other assets	29	31	13
TOTAL ASSETS	25 032	21 297	10 684
LIABILITIES			
Due to investment dealers	151	1 876	–
Redemptions payable	21	29	18
Unrealized loss on foreign exchange contracts	100	68	24
Accounts payable and accrued expenses	48	33	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	320	2 006	61
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 24 712	\$ 19 291	\$ 10 623
Investments at cost	\$ 22 167	\$ 15 834	\$ 9 398
NAV			
SERIES A	\$ 16 994	\$ 13 796	\$ 9 058
ADVISOR SERIES	\$ 3 534	\$ 2 496	\$ 896
SERIES D	\$ 2 723	\$ 2 587	\$ 441
SERIES F	\$ 1 444	\$ 395	\$ 220
SERIES I	\$ 17	\$ 17	\$ 8
NAV PER UNIT			
SERIES A	\$ 10.98	\$ 10.67	\$ 7.87
ADVISOR SERIES	\$ 11.02	\$ 10.70	\$ 7.89
SERIES D	\$ 11.55	\$ 11.11	\$ 8.17
SERIES F	\$ 11.84	\$ 11.36	\$ 8.34
SERIES I	\$ 11.91	\$ 11.39	\$ 8.37

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 449	\$ 350
Interest for distribution purposes	7	7
Other income (loss)	–	7
Securities lending revenue (see note 6 in the generic notes)	3	4
Net realized gain (loss) on investments	4 434	1 588
Net gain (loss) on foreign currencies and other net assets	(133)	(135)
Change in unrealized gain (loss) on investments	(1 637)	3 030
TOTAL INCOME (LOSS)	3 123	4 851
EXPENSES (see notes – Fund Specific Information)		
Management fees	368	257
Administration fees	40	31
Board of Governors costs	3	3
GST/HST	39	27
Transaction costs	59	20
Withholding tax	55	33
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	561	371
INCREASE (DECREASE) IN NAV	\$ 2 562	\$ 4 480
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 1 774	\$ 3 402
ADVISOR SERIES	\$ 340	\$ 532
SERIES D	\$ 300	\$ 454
SERIES F	\$ 145	\$ 89
SERIES I	\$ 3	\$ 3
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 1.30	\$ 2.81
ADVISOR SERIES	\$ 1.30	\$ 2.80
SERIES D	\$ 1.48	\$ 2.95
SERIES F	\$ 1.52	\$ 3.12
SERIES I	\$ 1.58	\$ 3.14

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 2 562	\$ 4 480
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 433)	(1 588)
Change in unrealized loss (gain) on investments	1 637	(3 030)
(Increase) decrease in accrued receivables	987	(1 153)
Increase (decrease) in accrued payables	(1 710)	1 890
Cost of investments purchased	(258 677)	(195 996)
Proceeds on sales of investments	256 777	191 148
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 857)	(4 249)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	7 927	6 882
Cash paid on redemption of redeemable units	(5 007)	(2 720)
Distributions paid to holders of redeemable units	(58)	(1)
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 862	\$ 4 161
Net increase (decrease) in cash for the year	5	(88)
Cash (bank overdraft), beginning of period	5	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10	\$ 5
Interest received	\$ 7	\$ 7
Dividends received, net of withholding taxes	\$ 396	\$ 306

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 796	\$ 9 058	\$ 2 496	\$ 896	\$ 2 587	\$ 441	\$ 395	\$ 220
INCREASE (DECREASE) IN NAV	1 774	3 402	340	532	300	454	145	89
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	4 451	3 369	1 273	1 152	1 136	2 130	1 056	263
Reinvestments of distributions to holders of redeemable units	1 394	9	256	2	222	15	103	2
Redemption of redeemable units	(3 018)	(2 033)	(545)	(84)	(1 299)	(438)	(134)	(176)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 827	1 345	984	1 070	59	1 707	1 025	89
Distributions from net income	–	(9)	–	(2)	–	(15)	–	(3)
Distributions from net gains	(1 403)	–	(286)	–	(223)	–	(121)	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 403)	(9)	(286)	(2)	(223)	(15)	(121)	(3)
NET INCREASE (DECREASE) IN NAV	3 198	4 738	1 038	1 600	136	2 146	1 049	175
NAV AT END OF PERIOD	\$ 16 994	\$ 13 796	\$ 3 534	\$ 2 496	\$ 2 723	\$ 2 587	\$ 1 444	\$ 395

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 17	\$ 8	\$ 19 291	\$ 10 623
INCREASE (DECREASE) IN NAV	3	3	2 562	4 480
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	–	6	7 916	6 920
Reinvestments of distributions to holders of redeemable units	1	–	1 976	28
Redemption of redeemable units	(3)	–	(4 999)	(2 731)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2)	6	4 893	4 217
Distributions from net income	–	–	–	(29)
Distributions from net gains	(1)	–	(2 034)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	–	(2 034)	(29)
NET INCREASE (DECREASE) IN NAV	–	9	5 421	8 668
NAV AT END OF PERIOD	\$ 17	\$ 17	\$ 24 712	\$ 19 291

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide the potential for long-term capital growth to investors seeking exposure to “socially responsible investing.”

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United States	59.5	52.6	46.1
Japan	8.6	7.6	9.9
United Kingdom	8.1	10.7	12.1
Other Countries	7.3	15.1	17.8
Germany	4.5	5.8	5.3
Netherlands	3.1	3.0	3.4
Australia	3.0	–	–
Switzerland	2.8	3.3	4.8
Denmark	2.4	–	–
Cash/Other	0.7	1.9	0.6

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	45.0	38.4	37.7
Euro	8.5	9.1	9.5
Japanese yen	6.0	5.4	7.6
Pound sterling	5.3	8.2	9.1
Australian dollar	2.2	2.9	1.8
Swiss franc	2.1	2.0	3.1
Danish krone	1.8	1.4	1.7
Hong Kong dollar	1.2	0.7	1.2
Norwegian krone	0.6	0.7	0.9
Swedish krona	0.5	1.1	2.0
Total	73.2	69.9	74.6

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 0.7% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Total Return			
Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	14 713	9 823	–	24 536
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	217	–	217
Derivatives – assets	–	60	–	60
Derivatives – liabilities	–	(100)	–	(100)
Total financial instruments	14 713	10 000	–	24 713
% of total portfolio	59.5	40.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	10 152	8 781	–	18 933
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 126	–	1 126
Derivatives – assets	–	26	–	26
Derivatives – liabilities	–	(68)	–	(68)
Total financial instruments	10 152	9 865	–	20 017
% of total portfolio	50.7	49.3	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	5 017	5 542	–	10 559
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	16	–	16
Derivatives – liabilities	–	(24)	–	(24)
Total financial instruments	5 017	5 534	–	10 551
% of total portfolio	47.5	52.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series A	220 620	202 526
Series D	111	102
Series F	113	104
Series I	134	123
Value of all units	2 426	2 165

Please see the generic notes at the back of the financial statements.

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	1 293	1 151
Issued number of units	403	367
Reinvested number of units	126	1
Redeemed number of units	(274)	(226)
Ending number of units	1 548	1 293
Advisor Series		
Opening units	233	114
Issued number of units	115	128
Reinvested number of units	23	–
Redeemed number of units	(50)	(9)
Ending number of units	321	233
Series D		
Opening units	233	54
Issued number of units	98	223
Reinvested number of units	19	1
Redeemed number of units	(114)	(45)
Ending number of units	236	233
Series F		
Opening units	35	26
Issued number of units	89	27
Reinvested number of units	9	–
Redeemed number of units	(11)	(18)
Ending number of units	122	35
Series I		
Opening units	2	1
Issued number of units	–	1
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	1	2



December 31, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	59	100	20	100
Related-party brokerage commissions*	4	7	1	5
Commission arrangements†	6	10	1	5

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	769	672
Fair value of collateral received	784	686

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	19 290	10 622
Revaluation of investments at FVTPL	1	1
Net assets attributable to holders of redeemable units	19 291	10 623

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	4 480
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	–
Increase (decrease) in net assets attributable to holders of redeemable units	4 480

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC O'SHAUGHNESSY GLOBAL EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
24 599	Amalgamated Holdings Ltd.	\$ 255	\$ 250	
305 212	Fortescue Metals Group Ltd.	1 172	779	
		<u>1 427</u>	<u>1 029</u>	1.0
Austria				
31 550	OMV AG	1 128	973	
9 494	Raiffeisen International Bank Holding AG	310	170	
		<u>1 438</u>	<u>1 143</u>	1.1
Belgium				
13 312	Ageas	609	550	
117	Banque Nationale de Belgique	607	552	
22 090	Belgacom S.A.	798	931	
		<u>2 014</u>	<u>2 033</u>	2.0
Canada				
11 985	Alimentation Couche-Tard Inc.	372	584	
15 636	Enbridge Income Fund Holdings Inc.	501	631	
16 682	Encana Corp.	438	270	
44 919	EnerCare Inc.	652	651	
6 303	Genworth MI Canada Inc.	223	233	
30 491	Just Energy Group Inc.	274	185	
8 607	Linamar Corp.	485	611	
9 910	Magna International Inc., Class A	536	1 248	
10 634	Molson Coors Canada Inc., Class B	877	925	
25 981	WSP Global Inc.	911	906	
		<u>5 269</u>	<u>6 244</u>	6.3
Chile				
4 400	Banco de Credito e Inversiones	264	252	
		<u>264</u>	<u>252</u>	0.2
Denmark				
9 841	Topdanmark A/S	363	371	
		<u>363</u>	<u>371</u>	0.4
Finland				
8 225	Neste Oil OYJ	189	233	
11 791	UPM-Kymmene OYJ	149	224	
		<u>338</u>	<u>457</u>	0.5
France				
7 704	Bonduelle S.C.A.	254	217	
244	Burelle S.A.	127	205	
2 006	Casino Guichard Perrachon S.A.	281	214	
23 433	Electricite de France S.A.	879	749	
353	Financiere de L'Odet	539	406	
56 015	France Telecom S.A.	806	1 107	
6 188	NextRadioTV	242	231	
3 987	Norbert Dentressangle S.A.	519	683	
5 277	Rallye S.A.	302	215	
678	Somfy S.A.	270	198	
8 810	Stef S.A.	776	557	
26 367	Total S.A.	1 253	1 569	
		<u>6 248</u>	<u>6 351</u>	6.4

Holdings	Security	Cost	Fair Value	% of Net Assets
Germany				
6 941	Allianz SE	\$ 1 290	\$ 1 343	
45 871	E.ON SE	826	915	
14 948	Indus Holding AG	837	800	
3 193	Muenchener Rueckversicherungs-Gesellschaft AG	690	740	
5 720	RWE AG	232	206	
20 654	Sixt SE	911	937	
		<u>4 786</u>	<u>4 941</u>	5.0
Israel				
23 851	Delek Automotive Systems Ltd.	279	246	
6 972	Elbit Systems Ltd.	432	494	
		<u>711</u>	<u>740</u>	0.7
Italy				
22 589	ACEA S.p.A.	368	283	
285 847	Ascopiave S.p.A.	872	729	
48 107	Cairo Communication S.p.A.	479	328	
39 501	ENI S.p.A.	840	804	
13 308	Industria Macchine Automatiche S.p.A.	729	676	
32 648	Unipol Gruppo Finanziario S.p.A.	212	187	
50 562	UnipolSai S.p.A.	179	158	
15 362	Vittoria Assicurazioni S.p.A.	207	185	
		<u>3 886</u>	<u>3 350</u>	3.4
Japan				
21 000	Ajinomoto Co. Inc.	468	454	
10 700	Arcs Co. Ltd.	256	257	
56 300	Bic Camera Inc.	473	750	
17 200	Brother Industries Ltd.	368	362	
22 800	Canon Sales Co. Inc.	497	449	
21 000	Daicel Chemical Industries Ltd.	290	285	
93 500	Daihatsu Motor Co. Ltd.	1 684	1 419	
2 000	Daito Trust Construction Co. Ltd.	273	264	
43 000	Fujikura Ltd.	234	205	
17 800	Fukuda Denshi Co. Ltd.	835	1 046	
13 200	Heiwa Corp.	295	306	
32 400	Heiwado Co. Ltd.	670	727	
17 600	Inabata & Co. Ltd.	210	184	
26 000	Isuzu Motors Ltd.	396	368	
80 900	Itochu Enex Co. Ltd.	644	663	
28 400	Japan Airlines Co. Ltd.	775	978	
45 100	Kasumi Co. Ltd.	460	441	
23 800	Kirin Brewery Co. Ltd.	364	344	
12 300	Konoike Transport Co. Ltd.	264	293	
9 300	Kose Corp.	429	422	
46 000	Kyudenko Corp.	427	591	
12 000	Mabuchi Motor Co. Ltd.	574	553	
50 900	Mirait Holdings Corp.	650	671	
122 000	Nagoya Railroad Co. Ltd.	572	528	
7 000	Nakanishi Inc.	301	345	
19 400	Nippon Gas Co. Ltd.	481	508	
25 800	Nippon Telegraph & Telephone Corp.	1 312	1 531	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
24 800	Nishimatsuya Chain Co. Ltd.	\$ 272	\$ 234	
14 200	Nissan Chemical Industries, Ltd.	293	299	
5 300	Nitori Co. Ltd.	363	331	
138 900	Resona Holdings Inc.	769	815	
15 400	Riso Kagaku Corp.	243	288	
19 000	Saizeriya Co. Ltd.	307	291	
23 000	San-Ai Oil Co. Ltd.	195	179	
6 500	Seiko Epson Corp.	195	316	
97 500	SKY Perfect JSAT Holdings Inc.	650	668	
19 200	Takasago Thermal Engineering Co. Ltd.	280	286	
63 400	TOKAI Holdings Corp.	330	335	
121 000	Tokyo Gas Co. Ltd.	760	759	
3 000	Tsuruha Holdings Inc.	205	202	
9 100	West Japan Railway Co.	501	500	
35 700	Yamazaki Corp.	312	295	
		19 877	20 742	21.0
Mexico				
22 324	Gruma S.A.B. de C.V.	280	277	
		280	277	0.3
Netherlands				
17 927	Koninklijke Ahold N.V.	342	370	
		342	370	0.4
New Zealand				
111 863	Infratil Ltd.	298	304	
194 090	Mighty River Power Ltd.	504	523	
191 203	Spark New Zealand Ltd.	517	539	
		1 319	1 366	1.4
Norway				
14 220	Bakkafrost P/F	306	371	
25 996	Oslo Bors VPS Holding ASA	354	307	
15 064	Salmar ASA	269	298	
73 911	StatoilHydro ASA	1 827	1 512	
48 079	Veidekke ASA	578	554	
4 779	Yara International ASA	218	247	
		3 552	3 289	3.3
Poland				
12 808	Asseco Poland S.A.	228	213	
19 685	KGHM Polska Miedz S.A.	778	697	
86 992	PGE S.A.	504	534	
		1 510	1 444	1.5
Portugal				
43 217	Portucel S.A.	221	186	
70 598	REN - Redes Energeticas Nacionais SGPS S.A.	308	238	
31 037	Semapa-Sociedade de Investimento e Gestao	465	436	
		994	860	0.9
Russia				
335 433	Gazprom OAO	1 412	835	
27 346	Lukoil OAO	1 641	1 149	
		3 053	1 984	2.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Singapore				
47 000	Great Eastern Holdings Ltd.	\$ 946	\$ 987	
		946	987	1.0
South Africa				
16 099	AVI Ltd.	125	125	
17 613	Kumba Iron Ore Ltd.	497	423	
46 284	Mpact Ltd.	177	171	
43 126	Sanlam Ltd.	286	301	
18 803	Sun International Ltd., Class A	233	242	
44 109	Telkom SA Ltd.	304	308	
		1 622	1 570	1.6
South Korea				
12 309	BS Financial Group Inc.	221	188	
3 859	Halla Holdings Corp.	309	284	
4 548	Hanil Cement Co. Ltd.	605	699	
20 407	Industrial Bank of Korea	303	303	
30 814	Meritz Financial Group Inc.	217	292	
1 995	Samsung Fire & Marine Insurance Co. Ltd.	484	595	
4 583	SK Gas Co. Ltd.	451	468	
3 085	Woongjin Coway Company Ltd.	275	273	
		2 865	3 102	3.1
Spain				
23 989	Endesa S.A.	797	558	
31 610	Telefonica S.A.	522	527	
3 697	Vidrala S.A.	217	197	
		1 536	1 282	1.3
Sweden				
18 920	Bilia AB	613	666	
14 924	Duni AB	234	257	
8 827	Industrial & Financial Systems, IFS AB	279	314	
8 137	Nibe Industrier AB	219	241	
		1 345	1 478	1.5
Switzerland				
1 612	Autoneum Holding AG	376	316	
10 999	Swiss Re AG	990	1 072	
3 705	Zurich Insurance Group AG	1 234	1 345	
		2 600	2 733	2.8
Thailand				
90 400	Glow Energy PCL	282	282	
110 500	PTT PCL	1 230	1 258	
40 100	Thai Farmers Bank - F	311	322	
		1 823	1 862	1.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
17 809	Awilco Drilling Plc.	\$ 474	\$ 216	
209 583	BP Plc.	1 539	1 546	
9 807	Go-Ahead Group Plc.	382	434	
170 034	J Sainsbury Plc.	891	754	
31 543	JD Sports Fashion Plc.	231	289	
10 471	Micro Focus International Plc.	207	204	
52 186	Morrison WM Supermarkets	240	173	
2 049	Next Plc.	251	252	
41 771	Numis Corp Plc.	240	178	
57 374	Vodafone Group Plc.	229	229	
23 131	WH Smith Plc.	466	562	
		5 150	4 837	4.9
United States				
5 000	Aflac Inc.	333	355	
18 353	Alcoa Inc.	244	337	
15 186	Allstate Corp.	1 059	1 239	
8 203	American Equity Investment Life Holding Co.	196	278	
1 805	Ameriprise Financial Inc.	229	277	
9 419	Anthem Inc.	672	1 376	
3 014	Assurant Inc.	196	240	
14 769	AT&T Inc.	551	576	
1 530	Chemed Corp.	187	188	
4 169	Corvel Corp.	216	180	
6 610	CSG Systems International Inc.	234	193	
4 265	Dr Pepper Snapple Group Inc.	345	355	
2 225	DST Systems Inc.	228	243	
4 176	DuPont Fabros Technology Inc. Real Estate Investment Trust	164	161	
2 372	Entergy Corp.	225	241	
4 192	Helen Of Troy Ltd.	323	317	
4 767	Helmerich & Payne	578	373	
11 173	Hess Corp.	1 048	958	
9 284	HollyFrontier Corp.	437	404	
8 641	Insight Enterprises Inc.	254	260	
8 731	Knight Transportation Inc.	227	341	
5 802	Kohls Corp.	343	411	
1 865	L-3 Communications Holdings Inc.	262	273	
2 677	Lockheed Martin Corporation	486	599	
3 628	LyondellBasell Industries N.V.	301	335	
8 550	Marathon Petroleum Corp.	352	896	
11 301	Marriott International Inc., Class A	845	1 024	
3 795	Marriott Vacations Worldwide Corp.	309	329	
2 582	McGraw Hill Financial Inc.	231	267	
2 387	McKesson Corp.	475	576	
4 189	Molson Coors Brewing Co., Class B	347	363	
6 787	Murphy Oil Corp.	447	398	
572	NewMarket Corp.	249	268	
3 496	Northrop Grumman Corp.	256	598	
3 763	Piper Jaffray Cos	239	254	
12 301	RPC Inc.	298	187	
1 455	Sanderson Farms Inc.	147	142	
34 135	Southwest Airlines	706	1 678	
3 013	Stancorp Financial Group	196	245	
11 256	Symetra Financial Corp.	142	302	
3 611	Tesoro Petroleum Corp.	313	312	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
4 913	The Kroger Co.	\$ 352	\$ 367	
10 547	Tyson Foods Inc.	474	491	
1 974	Union Pacific Corp.	257	273	
1 505	United Rentals Inc.	172	178	
25 492	Valero Energy Corp.	616	1 466	
13 889	Vector Group Ltd.	304	344	
9 019	W.R. Berkley Corp.	523	537	
51 391	Windstream Holdings Inc.	632	492	
39 284	Xerox Corp.	309	633	
		18 529	23 130	23.4
TOTAL GLOBAL EQUITIES		94 087	98 224	99.3
SHORT-TERM INVESTMENTS*		794	796	0.8
TOTAL INVESTMENTS		\$ 94 881	99 020	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(127)	(0.1)
		\$ 98 893	100.0	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 99 020	\$ 99 714	\$ 68 745
Cash	10	41	148
Due from investment dealers	–	93	–
Subscriptions receivable	11	325	18
Unrealized gain on foreign exchange contracts	–	1	–
Dividends receivable, interest accrued and other assets	128	62	44
TOTAL ASSETS	99 169	100 236	68 955
LIABILITIES			
Due to investment dealers	–	–	78
Redemptions payable	87	113	61
Accounts payable and accrued expenses	189	173	124
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	276	286	263
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 98 893	\$ 99 950	\$ 68 692
Investments at cost	\$ 94 881	\$ 80 416	\$ 63 035
NAV			
SERIES A	\$ 77 293	\$ 77 642	\$ 55 985
ADVISOR SERIES	\$ 6 039	\$ 6 355	\$ 5 390
SERIES D	\$ 9 057	\$ 8 571	\$ 2 713
SERIES F	\$ 6 503	\$ 7 381	\$ 4 603
SERIES O	\$ 1	\$ 1	\$ 1
NAV PER UNIT			
SERIES A	\$ 7.94	\$ 7.77	\$ 5.58
ADVISOR SERIES	\$ 7.94	\$ 7.77	\$ 5.58
SERIES D	\$ 7.98	\$ 7.82	\$ 5.58
SERIES F	\$ 7.99	\$ 7.84	\$ 5.62
SERIES O	\$ 8.97	\$ 8.78	\$ 6.29

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 594	\$ 2 651
Interest for distribution purposes	8	10
Other income (loss)	–	2
Securities lending revenue (see note 6 in the generic notes)	69	51
Net realized gain (loss) on investments	17 615	13 484
Net gain (loss) on foreign currencies and other net assets	(89)	(12)
Change in unrealized gain (loss) on investments	(15 160)	13 589
TOTAL INCOME (LOSS)	6 037	29 775
EXPENSES (see notes – Fund Specific Information)		
Management fees	1 815	1 419
Administration fees	199	155
Board of Governors costs	3	3
GST/HST	192	154
Transaction costs	136	107
Withholding tax	470	292
TOTAL EXPENSES	2 815	2 130
INCREASE (DECREASE) IN NAV	\$ 3 222	\$ 27 645
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 339	\$ 22 122
ADVISOR SERIES	\$ 199	\$ 1 852
SERIES D	\$ 370	\$ 1 671
SERIES F	\$ 314	\$ 2 000
SERIES O	\$ –	\$ –
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.24	\$ 2.25
ADVISOR SERIES	\$ 0.24	\$ 2.25
SERIES D	\$ 0.31	\$ 2.31
SERIES F	\$ 0.33	\$ 2.35
SERIES O	\$ 0.47	\$ 2.72

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 222	\$ 27 645
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(17 614)	(13 252)
Change in unrealized loss (gain) on investments	15 160	(13 589)
(Increase) decrease in accrued receivables	27	(111)
Increase (decrease) in accrued payables	16	(29)
Cost of investments purchased	(431 234)	(432 292)
Proceeds on sales of investments	434 383	428 163
NET CASH PROVIDED BY OPERATING ACTIVITIES	3 960	(3 465)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	23 875	22 357
Cash paid on redemption of redeemable units	(27 847)	(18 977)
Distributions paid to holders of redeemable units	(19)	(22)
NET CASH USED IN FINANCING ACTIVITIES	\$ (3 991)	\$ 3 358
Net increase (decrease) in cash for the year	(31)	(107)
Cash (bank overdraft), beginning of period	41	148
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10	\$ 41
Interest received	\$ 8	\$ 10
Dividends received, net of withholding taxes	\$ 3 058	\$ 2 343

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D		Series F	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 77 642	\$ 55 985	\$ 6 355	\$ 5 390	\$ 8 571	\$ 2 713	\$ 7 381	\$ 4 603
INCREASE (DECREASE) IN NAV	2 339	22 122	199	1 852	370	1 671	314	2 000
Early redemption fees	—	—	—	—	—	—	—	—
Proceeds from redeemable units issued	13 588	12 889	1 202	923	7 622	6 046	1 149	2 806
Reinvestments of distributions to holders of redeemable units	525	487	46	38	158	70	128	106
Redemption of redeemable units	(16 268)	(13 345)	(1 714)	(1 807)	(7 505)	(1 853)	(2 334)	(2 024)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2 155)	31	(466)	(846)	275	4 263	(1 057)	888
Distributions from net income	(533)	(496)	(49)	(41)	(159)	(76)	(135)	(110)
Distributions from net gains	—	—	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(533)	(496)	(49)	(41)	(159)	(76)	(135)	(110)
NET INCREASE (DECREASE) IN NAV	(349)	21 657	(316)	965	486	5 858	(878)	2 778
NAV AT END OF PERIOD	\$ 77 293	\$ 77 642	\$ 6 039	\$ 6 355	\$ 9 057	\$ 8 571	\$ 6 503	\$ 7 381

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1	\$ 1	\$ 99 950	\$ 68 692
INCREASE (DECREASE) IN NAV	—	—	3 222	27 645
Early redemption fees	—	—	—	—
Proceeds from redeemable units issued	—	—	23 561	22 664
Reinvestments of distributions to holders of redeemable units	—	—	857	701
Redemption of redeemable units	—	—	(27 821)	(19 029)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	—	—	(3 403)	4 336
Distributions from net income	—	—	(876)	(723)
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(876)	(723)
NET INCREASE (DECREASE) IN NAV	—	—	(1 057)	31 258
NAV AT END OF PERIOD	\$ 1	\$ 1	\$ 98 893	\$ 99 950

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns composed of capital growth and current income from investments throughout the world.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United States	23.4	32.8	26.4
Japan	21.0	15.9	13.2
Other Countries	15.7	17.5	19.9
France	6.4	6.3	6.1
Canada	6.3	3.8	2.9
Germany	5.0	7.0	6.6
United Kingdom	4.9	7.3	9.7
Italy	3.4	–	–
Norway	3.3	–	–
South Korea	3.1	–	–
Switzerland	2.8	–	–
Belgium	2.0	–	–
Russia	2.0	–	–
Australia	–	2.3	2.9
Poland	–	2.0	3.2
Austria	–	1.6	3.4
South Africa	–	1.4	4.3
Cash/Other	0.7	2.1	1.4

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	24.8	32.8	29.4
Euro	21.0	24.0	24.5
Japanese yen	21.0	15.9	13.2
Pound sterling	4.7	7.3	9.7
Norwegian krone	3.5	2.4	2.0
South Korean won	3.1	1.2	1.3
Swiss franc	2.8	1.1	1.3
Thailand baht	1.9	0.6	1.6
South African rand	1.6	1.4	4.3
Polish zloty	1.5	2.0	3.2
Swedish krona	1.5	0.4	–
New Zealand dollar	1.4	–	0.7
Russian rouble	1.2	–	–
Australian dollar	1.0	2.3	2.9
Singapore dollar	1.0	–	–
Israeli new shekel	0.7	1.3	–
Turkish new lira	–	1.3	1.5
Mexican peso	–	–	0.8
Other currencies	1.0	–	1.1
Total	93.7	94.0	97.5

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Total Return			
Net Index (CAD)	+ or - 1.1	+ or - 1.3	+ or - 1.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	29 903	68 321	–	98 224
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	796	–	796
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	29 903	69 117	–	99 020
% of total portfolio	30.2	69.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	36 638	61 183	–	97 821
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 893	–	1 893
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	–	–	–
Total financial instruments	36 638	63 077	–	99 715
% of total portfolio	36.7	63.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	21 722	45 995	–	67 717
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 028	–	1 028
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	21 722	47 023	–	68 745
% of total portfolio	31.6	68.4	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.10%
Series F	0.85%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	159	154
Value of all units	1	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	91 550
Non-capital losses	–



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	9 992	10 032
Issued number of units	1 677	1 927
Reinvested number of units	66	64
Redeemed number of units	(2 005)	(2 031)
Ending number of units	9 730	9 992
Advisor Series		
Opening units	818	966
Issued number of units	148	126
Reinvested number of units	6	5
Redeemed number of units	(211)	(279)
Ending number of units	761	818
Series D		
Opening units	1 096	486
Issued number of units	935	871
Reinvested number of units	20	9
Redeemed number of units	(916)	(270)
Ending number of units	1 135	1 096
Series F		
Opening units	941	819
Issued number of units	140	402
Reinvested number of units	16	14
Redeemed number of units	(283)	(294)
Ending number of units	814	941
Series O		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	136	100	107	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	–	–	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	12 875	4 878
Fair value of collateral received	13 133	4 976

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	99 942	68 679
Revaluation of investments at FVTPL	8	13
Net assets attributable to holders of redeemable units	99 950	68 692
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		27 650
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(5)
Increase (decrease) in net assets attributable to holders of redeemable units		27 645

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC QUBE ALL COUNTRY WORLD EQUITY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
7 700	Amtcor Ltd.	\$ 89	\$ 98	
230 200	Fortescue Metals Group Ltd.	1 179	587	
27 900	Metcash Ltd. Common Stock	72	49	
16 100	Suncorp-Metway Limited	224	214	
82 900	TABCORP Holdings Ltd.	330	325	
		1 894	1 273	1.4
Brazil				
24 800	BB Seguridade Participacoes S.A.	386	349	
2 600	Cia Brasileira de Distribuicao Preference	134	112	
30 700	Cia Energetica de Sao Paulo, Class B Preference	394	360	
		914	821	0.9
Canada				
8 200	Magna International Inc., Class A	954	1 032	
19 500	Royal Bank of Canada*	1 589	1 565	
		2 543	2 597	2.8
China				
3 297 900	China Construction Bank Corp.	2 495	3 130	
42 100	China Mobile (Hong Kong) Ltd.	581	574	
1 427 800	GOME Electrical Appliances Holdings Ltd.	294	246	
295 300	Industrial & Commercial Bank of China	197	251	
		3 567	4 201	4.5
Denmark				
100	A P Moller - Maersk A/S	278	231	
8 200	Coloplast A/S	735	797	
6 500	Novo Nordisk A/S	328	319	
1 600	Vestas Wind Systems A/S	66	68	
		1 407	1 415	1.5
Finland				
1 800	UPM-Kymmene OYJ	34	34	
		34	34	-
France				
136 500	Credit Agricole S.A.	2 254	2 047	
11 300	Electricite de France S.A.	443	361	
74 600	GDF Suez	2 086	2 021	
8 300	Natixis	65	64	
23 100	Société Générale	1 500	1 123	
39 400	Suez Environnement SA	855	798	
		7 203	6 414	6.8
Germany				
18 300	Deutsche Lufthansa AG	504	353	
6 500	E.ON SE	131	130	
29 700	ProSiebenSat.1 Media AG	1 418	1 442	
600	RWE AG	26	22	
		2 079	1 947	2.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Hong Kong				
8 500	Cheung Kong (Holdings) Ltd.	\$ 163	\$ 165	
10 600	Henderson Land Development	79	86	
44 100	SJM Holdings Ltd.	114	81	
		356	332	0.3
India				
600	State Bank of India Ltd. GDR	34	34	
18 465	Tata Motors Limited ADR	945	907	
		979	941	1.0
Indonesia				
8 200	PT Matahari Department Store Tbk	11	11	
24 800	PT United Tractors Tbk	51	40	
		62	51	0.1
Israel				
235 800	Bezeq Israeli Telecommunication Corporation Ltd.	465	486	
20 700	Teva Pharmaceutical Industries Ltd.	1 152	1 379	
		1 617	1 865	2.0
Italy				
13 300	Fiat Chrysler Automobiles N.V.	183	180	
		183	180	0.2
Japan				
4 000	Asahi Kasei Corp.	41	42	
8 500	Astellas Pharma Inc.	142	137	
9 300	Dena Co. Ltd.	134	129	
4 200	Fuji Heavy Industries Ltd.	121	173	
143 000	Fujitsu Ltd.	967	886	
39 700	Gree Inc.	399	278	
22 700	Hakuhodo DY Holdings Inc.	246	252	
4 700	Japan Airlines Co. Ltd.	136	162	
16 300	Mitsubishi Motors Corp.	194	173	
123 200	Mitsui & Co.	1 922	1 917	
7 500	Nexon Co. Ltd.	80	81	
5 900	Nippon Meat Packers Inc.	143	150	
14 800	Nippon Telegraph & Telephone Corp.	978	878	
30 200	Otsuka Holdings Co. Ltd.	1 128	1 052	
136 200	Panasonic Corp.	1 709	1 864	
20 200	Seiko Epson Corp.	625	982	
67 000	Sharp Corp.	185	172	
256 100	Showa Denko K.K.	372	366	
4 600	Sony Corp.	107	109	
11 700	Yamazaki Baking Co. Ltd.	157	168	
		9 786	9 971	10.6
Macau				
224 800	MGM China Holdings Ltd.	860	659	
		860	659	0.7
Malaysia				
385 600	Tenaga Nasional Berhad	1 542	1 764	
		1 542	1 764	1.9
Mexico				
1 700	Gruma S.A.B. de C.V.	20	21	
		20	21	-

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
1 200	Elsevier N.V.	\$ 32	\$ 33	
300	Koninklijke Boskalis Westminster N.V.	19	19	
		51	52	0.1
Norway				
20 300	StatoilHydro ASA	598	415	
500	Yara International ASA	27	26	
		625	441	0.5
Qatar				
28 224	Masraf Al Rayan	441	393	
		441	393	0.4
South Africa				
9 300	Pick n Pay Stores Ltd.	53	49	
76 900	Rand Merchant Insurance Holdings Ltd.	316	315	
12 600	Redefine Properties Ltd. Real Estate Investment Trust	12	14	
10 000	RMB Holdings Ltd.	58	64	
38 500	Sasol Ltd.	2 363	1 669	
7 500	The Foschini Group Ltd.	91	100	
		2 893	2 211	2.4
South Korea				
6 425	Korea Electric Power Corp. ADR	156	145	
		156	145	0.2
Spain				
67 400	Iberdrola S.A.	530	528	
		530	528	0.6
Sweden				
800	Electrolux AB	26	27	
8 300	Investor AB, Series B	324	351	
		350	378	0.4
Switzerland				
6 300	Roche Holdings AG Genussscheine	2 024	1 983	
100	Swiss Life Holding	26	27	
2 200	Swiss Re AG	214	215	
		2 264	2 225	2.4
Taiwan				
25 800	Hon Hai Precision Industry Co. Ltd. GDR	167	167	
53 900	Pegatron Corp. GDR	558	716	
		725	883	0.9
United Kingdom				
34 500	BT Group Plc.	249	249	
16 300	Capita Plc.	327	318	
81 100	Direct Line Insurance Group Plc.	416	426	
19 800	easyJet Plc.	602	595	
700	Indivior Plc.	2	2	
12 200	J Sainsbury Plc.	72	54	
3 000	Next Plc.	359	370	
700	Reckitt Benckiser Plc.	62	66	
68 000	The Royal Bank of Scotland Group Plc.	441	481	
		2 530	2 561	2.7

Holdings	Security	Cost	Fair Value	% of Net Assets
United States				
4 587	Aetna Inc.	\$ 434	\$ 473	
53 892	Altria Group Inc.	2 465	3 085	
81 959	American Capital Agency Corp. Real Estate Investment Trust	2 059	2 079	
6 182	American International Group Inc.	379	402	
142	Amgen Inc.	26	26	
62 043	Annaly Mortgage Management Inc.	772	779	
18 044	Anthem Inc.	2 029	2 635	
2 327	Apple Inc.	291	298	
37 935	Archer Daniels Midland Co.	1 832	2 292	
10 351	Ball Corp.	729	820	
7 805	Bunge Ltd.	730	824	
22 880	Caterpillar Inc.	2 591	2 432	
4 417	Cisco Systems Inc.	136	143	
5 296	CIT Group Inc.	277	294	
3 014	Clorox Company	338	365	
1 285	Comcast Corp., Class A	80	87	
35 195	Computer Sciences Corp.	2 308	2 578	
29 851	ConocoPhillips	2 475	2 395	
2 436	Dow Chemical Company	133	129	
10 334	Dr Pepper Snapple Group Inc.	752	861	
8 513	Edwards Lifesciences Corp.	1 228	1 260	
7 246	Electronic Arts Inc.	358	396	
4 695	Eli Lilly & Co.	358	376	
1 101	Everest Re Group Ltd.	191	218	
2 760	Expedia Inc.	265	274	
18 821	Flextronics International Ltd.	186	244	
12 402	General Dynamics Corp.	1 893	1 983	
5 676	Gilead Sciences Inc.	607	622	
39 185	Hewlett-Packard Co.	1 578	1 828	
18 700	Intel Corp.	715	788	
20 915	Kimberly-Clark Corp.	2 715	2 806	
10 775	Lockheed Martin Corporation	1 937	2 411	
24 068	LyondellBasell Industries N.V.	2 472	2 220	
8 616	Marriott International Inc., Class A	750	781	
15 293	McGraw Hill Financial Inc.	1 323	1 580	
7 544	Micron Technology Inc.	286	307	
61 216	Microsoft Corp.	3 130	3 304	
3 838	Nabors Industries Ltd.	81	58	
532	Philip Morris International Inc.	50	50	
118	PPG Industries Inc.	26	32	
3 259	Reynolds American Inc.	240	243	
437	Sherwin-Williams Co.	104	134	
40 147	Southwest Airlines	1 400	1 973	
4 580	The Goldman Sachs Group Inc.	985	1 031	
3 301	UnitedHealth Group Incorporated	358	388	
243	Valero Energy Corp.	14	14	
11 467	Verisign Inc.	710	759	
		44 796	49 077	52.4
TOTAL GLOBAL EQUITIES				
		90 407	93 380	99.8
SHORT-TERM INVESTMENTS†				
		128	128	0.1
TOTAL INVESTMENTS		\$ 90 535	93 508	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			102	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 93 610		100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

The accompanying notes are an integral part of the financial statements.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
	2014
<i>(see note 2 and note 8 in the generic notes)</i>	
ASSETS	
Investments at fair value	\$ 93 508
Cash	89
Dividends receivable, interest accrued and other assets	121
TOTAL ASSETS	93 718
LIABILITIES	
Due to investment dealers	106
Accounts payable and accrued expenses	2
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	108
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 93 610
Investments at cost	\$ 90 535
NAV	
SERIES 0	\$ 93 610
NAV PER UNIT	
SERIES 0	\$ 10.32

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 1 705
Interest for distribution purposes	1
Other income (loss)	1
Securities lending revenue (see note 6 in the generic notes)	16
Net realized gain (loss) on investments	2 457
Net gain (loss) on foreign currencies and other net assets	(24)
Change in unrealized gain (loss) on investments	2 973
TOTAL INCOME (LOSS)	7 129
EXPENSES (see notes – Fund Specific Information)	
Administration fees	12
Board of Governors costs	3
GST/HST	1
Transaction costs	131
Withholding tax	203
TOTAL EXPENSES	350
INCREASE (DECREASE) IN NAV	\$ 6 779
INCREASE (DECREASE) IN NAV SERIES O	\$ 6 779
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 0.96

* Fund launched March 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 6 779
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(2 457)
Change in unrealized loss (gain) on investments	(2 973)
(Increase) decrease in accrued receivables	(121)
Increase (decrease) in accrued payables	108
Cost of investments purchased	(235 019)
Proceeds on sales of investments	146 941
NET CASH PROVIDED BY OPERATING ACTIVITIES	(86 742)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	92 629
Cash paid on redemption of redeemable units	(5 798)
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 86 831
Net increase (decrease) in cash for the year	89
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 89
Interest received	\$ 1
Dividends received, net of withholding taxes	\$ 1 382

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched March 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*†	Series 0 2014
EQUITY/NAV AT BEGINNING OF PERIOD	\$ —
INCREASE (DECREASE) IN NAV	6 779
Early redemption fees	—
Proceeds from redeemable units issued	92 629
Reinvestments of distributions to holders of redeemable units	3 910
Redemption of redeemable units	(5 798)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	90 741
Distributions from net income	(1 416)
Distributions from net gains	(2 494)
Distributions from capital	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(3 910)
NET INCREASE (DECREASE) IN NAV	93 610
NAV AT END OF PERIOD	\$ 93 610

* Fund launched March 2014.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies around the world, including companies located or active in emerging markets, using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
United States	52.4
Other Countries	11.1
Japan	10.6
France	6.8
China	4.5
Canada	2.8
United Kingdom	2.7
Switzerland	2.4
South Africa	2.4
Germany	2.1
Israel	2.0
Cash/Other	0.2

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
United States dollar	54.7
Japanese yen	10.7
Euro	9.8
Hong Kong dollar	5.6
Pound sterling	2.7
South African rand	2.4
Swiss franc	2.4
Israeli new shekel	2.0
Malaysian ringgit	1.9
Danish krone	1.5
Australian dollar	1.4
Brazilian real	0.9
Other currencies	1.4
Total	97.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's

Please see the generic notes at the back of the financial statements.

net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 9-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI ACWI Net Index (CAD)	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	53 568	39 812	–	93 380
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	128	–	128
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	53 568	39 940	–	93 508
% of total portfolio	57.3	42.7	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
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December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series 0	417 435
Value of all units	4 310

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series 0	
Opening units	–
Issued number of units	9 228
Reinvested number of units	379
Redeemed number of units	(540)
Ending number of units	9 067

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	131	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	4 264
Fair value of collateral received	4 350



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
**RBC QUBE LOW VOLATILITY ALL COUNTRY
WORLD EQUITY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
14 600	Aurizon Holdings Ltd.	\$ 77	\$ 63	
85 900	Telstra Corp. Ltd.	456	485	
		533	548	1.7
Belgium				
4 700	Groupe Bruxelles Lambert S.A.	533	466	
		533	466	1.4
Canada				
200	Agnico Eagle Mines Ltd.	6	6	
700	BCE Inc.	34	37	
2 100	Franco-Nevada Corp.	126	121	
1 000	Goldcorp Inc.	24	22	
14 100	H&R Real Estate Investment Trust	323	306	
800	RioCan Real Estate Investment Trust	21	21	
4 700	Royal Bank of Canada*	359	377	
11 700	Toronto-Dominion Bank	610	649	
		1 503	1 539	4.7
China				
61 800	China Mobile (Hong Kong) Ltd.	615	843	
		615	843	2.6
Finland				
300	Sampo OYJ	16	16	
		16	16	0.1
France				
200	L'Oréal S.A.	38	39	
		38	39	0.1
Germany				
100	Beiersdorf AG	11	9	
2 300	Fresenius Medical Care AG & Co. KGaA	173	199	
1 500	Henkel KGaA, Preferred Non-Voting	180	187	
		364	395	1.2
Hong Kong				
600	Cheung Kong (Holdings) Ltd.	12	12	
5 900	Cheung Kong Infrastructure Holdings Ltd.	43	50	
71 000	CLP Holdings Ltd.	620	714	
31 200	Hang Seng Bank Ltd.	555	602	
23 400	Hong Kong Electric Holdings Ltd.	225	263	
22 000	MTR Corp.	92	105	
800	Swire Pacific Ltd. 'A'	10	12	
		1 557	1 758	5.4
Israel				
36 900	Bank Hapoalim Ltd.	231	202	
8 300	Mizrahi Tefahot Bank Ltd.	98	101	
		329	303	0.9
Italy				
10 700	Snam Rete Gas S.p.A.	70	62	
107 000	Terna Rete Elettrica Nazionale S.p.A.	630	565	
		700	627	1.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan				
1 400	Benesse Corporation	\$ 58	\$ 48	
1 400	Canon Inc.	48	52	
2 000	Eisai Co. Ltd.	85	90	
1 000	Fujirebio Inc.	47	50	
200	Hirose Electric Co. Ltd.	31	27	
1 000	Japan Airlines Co. Ltd.	28	34	
2 300	Kurita Water Industries Ltd.	53	56	
7 200	McDonald's Holdings Co Japan Ltd.	219	183	
400	Nippon Telegraph & Telephone Corp.	24	24	
1 430	Nisshin Flour Milling	16	16	
50 500	NTT DoCoMo Inc.	888	854	
1 100	Oriental Land Co. Ltd.	192	295	
12 800	Osaka Gas Co. Ltd.	53	56	
1 000	Otsuka Corp.	44	37	
2 100	Otsuka Holdings Co. Ltd.	70	73	
100	Santen Pharmaceutical Co. Ltd.	5	6	
100	Shimamura Co. Ltd.	10	10	
8 400	Suntory Beverage & Food Ltd.	327	337	
4 500	Takeda Pharmaceutical Co. Ltd.	217	216	
28 700	Tanabe Seiyaku Co. Ltd.	443	489	
16 600	Tokyo Gas Co. Ltd.	93	104	
1 300	Toyo Suisan Kaisha Ltd.	46	49	
900	USS Co. Ltd.	14	16	
1 400	Yamazaki Baking Co. Ltd.	20	20	
		3 031	3 142	9.7
Malaysia				
227 400	Axiata Group Berhad	513	532	
800	Hong Leong Bank Berhad	4	4	
138 200	Maxis Berhad	322	314	
5 800	Public Bank Berhad	40	35	
		879	885	2.7
Netherlands				
3 200	Elsevier N.V.	74	89	
2 700	Unilever N.V.	126	123	
		200	212	0.7
Singapore				
3 600	Singapore Airlines Ltd.	33	36	
16 200	Singapore Exchange Ltd.	98	111	
134 100	Singapore Press Holdings Ltd.	489	495	
3 600	Singapore Telecommunications Ltd.	12	12	
		632	654	2.0
South Korea				
693	KT Corp. ADR	12	11	
		12	11	
Sweden				
200	Industrivarden AB	5	4	
		5	4	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
5 000	Nestlé S.A.	\$ 420	\$ 423	
2 400	Novartis AG	225	259	
100	Roche Holdings AG Genussscheine	33	31	
1 400	Swiss Re AG	132	137	
800	Swisscom AG	523	488	
		<u>1 333</u>	<u>1 338</u>	<u>4.1</u>
Taiwan				
18 937	Chunghwa Telecom Co. Ltd. ADR	649	647	
13 079	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	293	340	
		<u>942</u>	<u>987</u>	<u>3.0</u>
United Kingdom				
3 300	Centrica Plc.	20	17	
8 900	Compass Group Plc.	164	177	
400	GlaxoSmithKline Plc.	12	10	
700	HSBC Holdings Plc. (U.K. Reg.)	8	8	
500	Indivior Plc.	1	1	
1 800	National Grid Plc.	28	30	
300	Next Plc.	36	37	
500	Reckitt Benckiser Plc.	45	47	
500	Reed Elsevier Plc.	8	10	
2 100	Royal Dutch Shell Plc.	88	81	
700	Segro Plc. Real Estate Investment Trust	5	5	
16 500	Smith & Nephew Plc.	282	346	
1 900	SSE Plc.	53	56	
		<u>750</u>	<u>825</u>	<u>2.5</u>
United States				
3 992	3M Co.	615	762	
1 029	Allstate Corp.	75	84	
245	Altria Group Inc.	10	14	
2 821	American Capital Agency Corp. Real Estate Investment Trust	73	72	
5 286	American Water Works Co. Inc.	277	327	
3 659	Annaly Mortgage Management Inc.	48	46	
426	Anthem Inc.	49	62	
918	Archer Daniels Midland Co.	47	55	
3 952	AT&T Inc.	153	154	
698	AvalonBay Communities Inc. Real Estate Investment Trust	122	133	
5 092	Becton Dickinson & Co.	635	823	
1 229	Berkshire Hathaway Inc., Class B	173	214	
2 436	Bunge Ltd.	209	257	
292	Camden Property Trust	24	25	
212	Cardinal Health Inc.	16	20	
1 444	Church & Dwight Co. Inc.	117	132	
2 104	Cintas Corp.	134	192	
1 584	CMS Energy Corp.	55	64	
3 564	Colgate-Palmolive Company	266	286	
2 182	Consolidated Edison Inc.	153	167	
1 872	Costco Wholesale Corp.	239	308	
168	Dr Pepper Snapple Group Inc.	10	14	
1 922	DTE Energy Company	167	193	
6 849	Duke Energy Corp.	581	665	
351	Entergy Corp.	32	36	
709	Equity Residential Properties Trust	57	59	
115	Everest Re Group Ltd.	20	23	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
2 444	Exelon Corp.	\$ 98	\$ 105	
1 132	Express Scripts Holding Co.	89	111	
101	Exxon Mobil Corp.	11	11	
437	Federal Realty Investment Trust	59	68	
6 487	General Mills Inc.	379	402	
1 547	HCP Inc. Real Estate Investment Trust	80	79	
343	Health Care Real Estate Investment Trust Inc.	29	30	
3 171	Henry Schein Inc.	398	502	
2 030	Honeywell International Inc.	208	236	
4 838	Hormel Foods Corp.	255	293	
1 327	Host Marriott Corp.	32	37	
264	International Business Machines	48	49	
579	International Flavors & Fragrances Inc.	61	68	
4 761	Johnson & Johnson	534	578	
573	Kimberly-Clark Corp.	73	77	
164	Liberty Property Trust	7	7	
3 498	Marsh & McLennan Companies Inc.	192	233	
6 889	McDonald's Corp.	752	750	
480	Northeast Utilities	26	30	
6 388	PepsiCo Inc.	614	702	
3 339	Pfizer Inc.	106	121	
2 040	Philip Morris International Inc.	192	193	
9 915	PPL Corporation	368	418	
2 526	Praxair Inc.	361	380	
7 210	Procter & Gamble Co.	670	763	
6 389	Public Service Enterprise Group	285	307	
156	Public Storage Inc. Real Estate Investment Trust	33	34	
1 279	SCANA Corp.	75	90	
2 330	Sempra Energy	258	301	
497	Simon Property Group Inc.	96	105	
943	SL Green Realty Corp. Real Estate Investment Trust	116	130	
17 951	Southern Co.	920	1 024	
75	Stericycle Inc.	10	11	
601	Stryker Corp.	51	66	
11 133	The Coca-Cola Co.	506	546	
4 024	The Hershey Co.	427	486	
9 382	Torchmark Corp.	541	590	
685	Travelers Cos. Inc.	68	84	
523	U.S. Bancorp	24	27	
510	Ventas Inc. Real Estate Investment Trust	42	42	
6 709	Verizon Communications Inc.	349	365	
1 424	Vornado Realty Trust	170	195	
10 660	Wal-Mart Stores, Inc.	928	1 064	
10 281	Wisconsin Energy Corp.	548	630	
10 352	Xcel Energy Inc.	366	432	
		<u>15 812</u>	<u>17 959</u>	<u>55.0</u>
		<u>\$ 29 784</u>	<u>32 551</u>	<u>99.7</u>
TOTAL GLOBAL EQUITIES				
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>89</u>	<u>0.3</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		<u>\$ 32 640</u>	<u>100.0</u>	

* Investment in related party (see note 7 in the generic notes).

The accompanying notes are an integral part of the financial statements.



Statement of Financial Position *(in \$000s except per unit amounts)*

	December 31
<i>(see note 2 and note 8 in the generic notes)</i>	2014
ASSETS	
Investments at fair value	\$ 32 551
Cash	53
Dividends receivable, interest accrued and other assets	36
TOTAL ASSETS	32 640
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 32 640
Investments at cost	\$ 29 784
NAV	
SERIES 0	\$ 32 640
NAV PER UNIT	
SERIES 0	\$ 10.99

The accompanying notes are an integral part of these financial statements.



Statement of Comprehensive Income (in \$000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)*	2014
INCOME (see note 3 in the generic notes)	
Dividends	\$ 632
Other income (loss)	6
Securities lending revenue (see note 6 in the generic notes)	3
Net realized gain (loss) on investments	282
Net gain (loss) on foreign currencies and other net assets	11
Change in unrealized gain (loss) on investments	2 767
TOTAL INCOME (LOSS)	3 701
EXPENSES (see notes – Fund Specific Information)	
Administration fees	4
Board of Governors costs	3
Transaction costs	20
Withholding tax	67
Expenses reimbursed by manager	(3)
TOTAL EXPENSES	91
INCREASE (DECREASE) IN NAV	\$ 3 610
INCREASE (DECREASE) IN NAV SERIES O	\$ 3 610
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 1.27

* Fund launched April 2014.

Statement of Cash Flow (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in NAV	\$ 3 610
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS	
Net realized loss (gain) on investments	(282)
Change in unrealized loss (gain) on investments	(2 767)
(Increase) decrease in accrued receivables	(36)
Increase (decrease) in accrued payables	–
Cost of investments purchased	(53 500)
Proceeds on sales of investments	23 998
NET CASH PROVIDED BY OPERATING ACTIVITIES	(28 977)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issue of redeemable units	29 030
Cash paid on redemption of redeemable units	–
Distributions paid to holders of redeemable units	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 29 030
Net increase (decrease) in cash for the year	53
Cash (bank overdraft), beginning of period	–
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 53
Interest received	\$ –
Dividends received, net of withholding taxes	\$ 535

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Fund launched April 2014.



Statement of Changes in NAV (in \$000s)

For the period ended December 31 (see note 2 in the generic notes)*†	Series 0 2014
EQUITY/NAV AT BEGINNING OF PERIOD	\$ —
INCREASE (DECREASE) IN NAV	3 610
Early redemption fees	—
Proceeds from redeemable units issued	29 030
Reinvestments of distributions to holders of redeemable units	845
Redemption of redeemable units	—
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	29 875
Distributions from net income	(541)
Distributions from net gains	(304)
Distributions from capital	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(845)
NET INCREASE (DECREASE) IN NAV	32 640
NAV AT END OF PERIOD	\$ 32 640

* Fund launched April 2014.

† The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies around the world, including companies located or active in emerging markets, using a quantitative investment approach.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014
Investment mix	
United States	55.0
Japan	9.7
Other Countries	8.0
Hong Kong	5.4
Canada	4.7
Switzerland	4.1
Taiwan	3.0
Malaysia	2.7
China	2.6
United Kingdom	2.5
Singapore	2.0
Cash/Other	0.3

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014
Currency	
United States dollar	58.2
Japanese yen	9.6
Hong Kong dollar	8.0
Euro	5.4
Swiss franc	4.1
Malaysian ringgit	2.7
Pound sterling	2.6
Singapore dollar	2.0
Australian dollar	1.7
Israeli new shekel	0.9
Total	95.2

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using an 8-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014
MSCI ACWI Net Index (CAD)	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	20 496	12 055	–	32 551
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	20 496	12 055	–	32 551
% of total portfolio	63.0	37.0	–	100.0

For the period ended December 31, 2014, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.02%
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December 31, 2014

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014
Units held	
Series 0	410 626
Value of all units	4 513

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the period ended December 31
(see note 2 in the generic notes) 2014

Series 0	
Opening units	–
Issued number of units	2 893
Reinvested number of units	77
Redeemed number of units	–
Ending number of units	2 970

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the period ended:

	December 31 2014	
	\$	%
Total transaction costs	20	100
Related-party brokerage commissions*	–	–
Commission arrangements†	–	–

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014
Fair value of securities loaned	2 134
Fair value of collateral received	2 177



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL ENERGY FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Commercial Services and Supplies				
1 800 000	Ceiba Energy Services Inc.	\$ 1 095	\$ 936	
		1 095	936	0.3
Energy Equipment and Services				
179 400	Canadian Energy Services & Technology Corp.	1 931	1 139	
279 400	Halliburton Co.	13 010	12 759	
33 100	Helmerich & Payne	3 032	2 593	
234 000	North American Energy Partners Inc.	2 012	860	
41 900	Schlumberger Ltd.	3 242	4 157	
		23 227	21 508	7.5
Metals and Mining				
140 465	Altius Minerals Corp.	1 967	1 940	
4 372 000	Mongolia Minerals Corp.* (Private)	3 500	—	
1 471 000	RB Energy Inc.	1 000	—	
		6 467	1 940	0.7
Oil, Gas and Consumable Fuels				
150 700	Anadarko Petroleum Corp.	13 239	14 444	
702 500	Bankers Petroleum Ltd.	2 438	2 290	
466 800	BG Group Plc.	9 431	7 257	
247 600	Cabot Oil & Gas Corp.	9 486	8 518	
369 100	Canadian Natural Resources Ltd.	12 494	13 258	
102 566	Cardinal Energy Ltd.	846	1 386	
240 200	Cenovus Energy Inc.	7 914	5 758	
70 700	Chevron Corp.	7 688	9 214	
53 100	Concho Resources Inc.	5 607	6 154	
96 400	Continental Resources Inc.	3 962	4 296	
180 300	Crew Energy Inc.	1 367	1 067	
197 500	DeeThree Exploration Ltd.	1 864	1 009	
44 500	Diamondback Energy Inc.	4 107	3 091	
107 400	Enbridge Inc.	5 653	6 416	
76 900	EOG Resources Inc.	5 664	8 226	
82 700	EQT Corp.	5 400	7 272	
140 100	Exxon Mobil Corp.	15 085	15 045	
1 855 040	Fission Uranium Corp.	2 324	1 595	
269 700	Gear Energy Ltd.	1 034	674	
267 100	Gran Tierra Energy Inc.	1 628	1 191	
458 560	Ikkuma Resources Corp.	1 345	454	
193 500	Kelt Exploration Ltd.	1 911	1 355	
86 700	Keyera Corp.	5 659	7 029	
155 300	Laricina Energy Ltd.* (Private)	4 650	1 553	
820 760	Leucrotta Exploration Inc.	1 492	1 190	
737 000	NexGen Energy Ltd.	332	280	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	—	47	
61 400	Noble Energy Inc.	4 291	3 383	
45 000	Oryx Petroleum Corp Ltd.	675	265	
128 800	Paramount Resources Ltd., Class A	6 453	3 622	
260 400	Parex Resources Inc.	2 481	1 974	
75 900	Pembina Pipeline Corp.	2 560	3 214	

Holdings	Security	Cost	Fair Value	% of Net Assets
Oil, Gas and Consumable Fuels (cont.)				
64 400	Phillips 66 Company	\$ 5 443	\$ 5 365	
1 110 700	Pine Cliff Energy Ltd.	2 117	1 866	
47 900	Pioneer Natural Resources Co.	9 112	8 284	
98 400	PrairieSky Royalty Ltd.	3 190	3 011	
392 900	Raging River Exploration Inc.	2 276	2 884	
97 100	Range Resources Corp.	7 842	6 030	
48 800	Rice Energy Inc.	1 756	1 187	
79 800	Seven Generations Energy Ltd.	1 436	1 396	
4 179 000	Sintana Energy Inc.	894	376	
513 497	Spartan Energy Corp.	539	1 433	
179 700	Spectra Energy Corp.	7 762	7 579	
517 300	Suncor Energy Inc.	16 883	19 088	
463 400	Tamarack Valley Energy Ltd.	2 782	1 511	
250 000	Total S.A.	18 125	14 880	
489 900	Veresen Inc.	8 060	8 995	
123 840	Whitecap Resources Inc.	1 507	1 417	
72 300	Whiting Petroleum Corp.	6 724	2 772	
253 400	Williams Companies Inc.	13 649	13 230	
		259 177	243 831	85.1
TOTAL GLOBAL EQUITIES		289 966	268 215	93.6
Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
780	Bank of Montreal	\$ 780	\$ 780	
4 530	Bank of Nova Scotia	4 526	4 526	
2 780	Canadian Imperial Bank of Commerce	2 778	2 778	
24	Government of Canada Treasury Bills	24	24	
2 190	National Bank of Canada	2 188	2 188	
6 000	Toronto-Dominion Bank	5 994	5 994	
TOTAL SHORT-TERM INVESTMENTS		16 290	16 290	5.7
TOTAL INVESTMENTS		306 256	284 505	99.3
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	926	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		—	(707)	(0.2)
TOTAL PORTFOLIO		\$ 306 256	284 724	99.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 777	0.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 286 501	100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.92% to 1.23% and mature between January 2, 2015 and January 30, 2015.

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 400 Sold CAD 722 @ 1.8040	02-Jan-15	\$ 3
Bought GBP 450 Sold CAD 812 @ 1.8046	08-Jan-15	3
Bought GBP 785 Sold CAD 1 407 @ 1.7924	08-Jan-15	14
Bought USD 300 Sold CAD 337 @ 1.1229	12-Jan-15	11
Bought CAD 311 Sold JPY 32 000 @ 0.0097	13-Jan-15	–
Bought USD 5 500 Sold CAD 6 385 @ 1.1608	13-Jan-15	6
Bought CAD 281 Sold CHF 240 @ 1.1704	15-Jan-15	–
Bought CAD 293 Sold CHF 250 @ 1.1722	15-Jan-15	1
Bought GBP 300 Sold CAD 543 @ 1.8099	26-Jan-15	–
Bought JPY 96 691 Sold CAD 928 @ 0.0096	26-Jan-15	11
Bought USD 4 590 Sold CAD 5 160 @ 1.1241	28-Jan-15	176
Bought CAD 775 Sold GBP 425 @ 1.8245	02-Feb-15	5
Bought GBP 1 125 Sold CAD 2 011 @ 1.7871	02-Feb-15	28
Bought GBP 670 Sold CAD 1 211 @ 1.8077	02-Feb-15	3
Bought CAD 581 Sold AUD 600 @ 0.9678	03-Feb-15	13
Bought CAD 763 Sold AUD 800 @ 0.9532	03-Feb-15	5
Bought USD 2 347 Sold CAD 2 678 @ 1.1410	05-Feb-15	51
Bought USD 450 Sold CAD 523 @ 1.1625	05-Feb-15	–
Bought USD 6 193 Sold CAD 7 059 @ 1.1398	05-Feb-15	142
Bought USD 173 Sold CAD 196 @ 1.1305	06-Feb-15	6
Bought CAD 393 Sold EUR 275 @ 1.4281	10-Feb-15	6
Bought CAD 425 Sold EUR 300 @ 1.4167	10-Feb-15	3
Bought USD 4 440 Sold CAD 5 048 @ 1.1370	11-Feb-15	115
Bought USD 7 900 Sold CAD 8 965 @ 1.1348	11-Feb-15	222
Bought AUD 400 Sold CAD 377 @ 0.9424	19-Feb-15	1
Bought CAD 285 Sold AUD 300 @ 0.9506	19-Feb-15	1
Bought USD 500 Sold CAD 581 @ 1.1612	26-Feb-15	1
Bought JPY 43 000 Sold CAD 413 @ 0.0096	05-Mar-15	5
Bought USD 200 Sold CAD 228 @ 1.1407	05-Mar-15	5
Bought GBP 3 799 Sold CAD 6 825 @ 1.7965	09-Mar-15	61
Bought GBP 1 523 Sold CAD 2 733 @ 1.7942	19-Mar-15	28
		\$ 926

Contracts	Maturity Date	Unrealized Loss
Bought CAD 307 Sold GBP 170 @ 1.8070	02-Jan-15	\$ (1)
Bought CAD 408 Sold GBP 230 @ 1.7749	02-Jan-15	(8)
Bought CAD 1 352 Sold GBP 750 @ 1.8021	08-Jan-15	(7)
Bought CAD 721 Sold GBP 400 @ 1.8025	08-Jan-15	(3)
Bought GBP 1 000 Sold CAD 1 818 @ 1.8181	08-Jan-15	(7)
Bought GBP 2 401 Sold CAD 4 350 @ 1.8119	08-Jan-15	(2)
Bought CAD 900 Sold USD 800 @ 1.1249	12-Jan-15	(30)
Bought CAD 313 Sold USD 275 @ 1.1381	13-Jan-15	(7)
Bought JPY 141 691 Sold CAD 1 455 @ 0.0103	13-Jan-15	(80)
Bought CAD 233 Sold CHF 200 @ 1.1645	15-Jan-15	(1)
Bought CHF 1 368 Sold CAD 1 604 @ 1.1724	15-Jan-15	(5)
Bought EUR 400 Sold CAD 568 @ 1.4212	21-Jan-15	(6)
Bought EUR 500 Sold CAD 722 @ 1.4432	21-Jan-15	(18)
Bought CAD 1 039 Sold USD 900 @ 1.1546	28-Jan-15	(7)
Bought CAD 1 456 Sold USD 1 265 @ 1.1510	28-Jan-15	(14)
Bought CAD 2 534 Sold USD 2 215 @ 1.1440	28-Jan-15	(41)
Bought EUR 650 Sold CAD 946 @ 1.4550	28-Jan-15	(32)
Bought USD 1 500 Sold CAD 1 745 @ 1.1630	28-Jan-15	(1)
Bought EUR 500 Sold CAD 716 @ 1.4321	29-Jan-15	(12)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 708 Sold GBP 400 @ 1.7694	02-Feb-15	\$ (17)
Bought AUD 2 204 Sold CAD 2 168 @ 0.9837	03-Feb-15	(81)
Bought CAD 451 Sold USD 400 @ 1.1271	05-Feb-15	(14)
Bought CAD 627 Sold USD 550 @ 1.1407	05-Feb-15	(13)
Bought CAD 1 489 Sold USD 1 300 @ 1.1451	11-Feb-15	(23)
Bought CAD 808 Sold USD 713 @ 1.1336	17-Feb-15	(21)
Bought USD 202 Sold CAD 235 @ 1.1637	17-Feb-15	–
Bought USD 651 Sold CAD 759 @ 1.1654	17-Feb-15	(2)
Bought AUD 2 833 Sold CAD 2 718 @ 0.9594	19-Feb-15	(38)
Bought AUD 925 Sold CAD 901 @ 0.9741	19-Feb-15	(26)
Bought EUR 1 200 Sold CAD 1 748 @ 1.4568	25-Feb-15	(58)
Bought SEK 1 832 Sold CAD 278 @ 0.1520	26-Feb-15	(5)
Bought CAD 318 Sold GBP 178 @ 1.7871	03-Mar-15	(4)
Bought AUD 500 Sold CAD 479 @ 0.9583	04-Mar-15	(6)
Bought CAD 1 427 Sold EUR 1 017 @ 1.4028	09-Mar-15	(6)
Bought GBP 10 012 Sold CAD 18 181 @ 1.8160	11-Mar-15	(35)
Bought GBP 848 Sold CAD 1 540 @ 1.8164	11-Mar-15	(3)
Bought NOK 8 438 Sold CAD 1 318 @ 0.1562	18-Mar-15	(4)
Bought NOK 9 238 Sold CAD 1 449 @ 0.1569	18-Mar-15	(10)
Bought CAD 1 615 Sold GBP 900 @ 1.7939	19-Mar-15	(17)
Bought EUR 3 258 Sold CAD 4 634 @ 1.4225	19-Mar-15	(42)
		\$ (707)
TOTAL FOREIGN EXCHANGE		\$ 219

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 284 505	\$ 345 296	\$ 337 306
Cash	8	2	5
Due from investment dealers	–	7 818	158
Subscriptions receivable	501	103	106
Unrealized gain on foreign exchange contracts	926	3 223	68
Dividends receivable, interest accrued and other assets	1 960	151	235
TOTAL ASSETS	287 900	356 593	337 878
LIABILITIES			
Due to investment dealers	–	6 007	1 400
Redemptions payable	179	639	358
Unrealized loss on foreign exchange contracts	707	1 939	279
Accounts payable and accrued expenses	513	589	570
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 399	9 174	2 607
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 286 501	\$ 347 491	\$ 335 271
Investments at cost	\$ 306 256	\$ 306 186	\$ 330 144
NAV			
SERIES A	\$ 244 868	\$ 305 096	\$ 294 761
ADVISOR SERIES	\$ 2 851	\$ 2 516	\$ 2 356
SERIES D	\$ 36 009	\$ 36 815	\$ 35 678
SERIES F	\$ 2 773	\$ 2 992	\$ 2 476
NAV PER UNIT			
SERIES A	\$ 38.52	\$ 46.34	\$ 38.59
ADVISOR SERIES	\$ 38.72	\$ 46.55	\$ 38.74
SERIES D	\$ 41.15	\$ 49.00	\$ 40.45
SERIES F	\$ 44.40	\$ 52.75	\$ 43.43

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 5 234	\$ 4 309
Interest for distribution purposes	141	165
Securities lending revenue (see note 6 in the generic notes)	67	112
Net realized gain (loss) on investments	37 977	28 387
Net gain (loss) on foreign currencies and other net assets	(367)	4 018
Change in unrealized gain (loss) on investments	(61 926)	33 443
TOTAL INCOME (LOSS)	(18 874)	70 434
EXPENSES (see notes – Fund Specific Information)		
Management fees	5 954	5 592
Administration fees	698	652
Board of Governors costs	3	3
GST/HST	625	603
Transaction costs	692	1 127
Withholding tax	421	413
TOTAL EXPENSES	8 393	8 390
INCREASE (DECREASE) IN NAV	\$ (27 267)	\$ 62 044
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (23 532)	\$ 54 354
ADVISOR SERIES	\$ (218)	\$ 459
SERIES D	\$ (3 193)	\$ 6 720
SERIES F	\$ (324)	\$ 511
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (3.89)	\$ 7.75
ADVISOR SERIES	\$ (3.89)	\$ 7.80
SERIES D	\$ (3.65)	\$ 8.54
SERIES F	\$ (3.79)	\$ 9.31

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (29 169)	\$ 63 946
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(36 223)	(28 387)
Change in unrealized loss (gain) on investments	63 828	(35 345)
(Increase) decrease in accrued receivables	6 009	(7 576)
Increase (decrease) in accrued payables	(6 083)	4 626
Cost of investments purchased	(777 730)	(957 230)
Proceeds on sales of investments	813 883	1 009 575
NET CASH PROVIDED BY OPERATING ACTIVITIES	34 515	49 609
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	37 845	16 448
Cash paid on redemption of redeemable units	(71 985)	(66 060)
Distributions paid to holders of redeemable units	(369)	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (34 509)	\$ (49 612)
Net increase (decrease) in cash for the year	6	(3)
Cash (bank overdraft), beginning of period	2	5
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 8	\$ 2
Interest received	\$ 137	\$ 174
Dividends received, net of withholding taxes	\$ 4 754	\$ 3 971

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 305 096	\$ 294 761	\$ 2 516	\$ 2 356	\$ 36 815	\$ 35 678
INCREASE (DECREASE) IN NAV	(23 532)	54 354	(218)	459	(3 193)	6 720
Early redemption fees	–	–	–	–	1	3
Proceeds from redeemable units issued	18 197	10 501	1 304	494	17 640	4 516
Reinvestments of distributions to holders of redeemable units	18 980	–	213	–	2 652	–
Redemption of redeemable units	(54 623)	(54 520)	(749)	(793)	(15 189)	(10 102)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(17 446)	(44 019)	768	(299)	5 104	(5 583)
Distributions from net income	–	–	–	–	–	–
Distributions from net gains	(19 250)	–	(215)	–	(2 717)	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(19 250)	–	(215)	–	(2 717)	–
NET INCREASE (DECREASE) IN NAV	(60 228)	10 335	335	160	(806)	1 137
NAV AT END OF PERIOD	\$ 244 868	\$ 350 096	\$ 2 851	\$ 2 516	\$ 36 009	\$ 36 815

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 2 992	\$ 2 476	\$ 347 419	\$ 335 271
INCREASE (DECREASE) IN NAV	(324)	511	(27 267)	62 044
Early redemption fees	–	–	1	3
Proceeds from redeemable units issued	1 102	934	38 243	16 445
Reinvestments of distributions to holders of redeemable units	179	–	22 024	–
Redemption of redeemable units	(965)	(929)	(71 526)	(66 344)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	316	5	(11 258)	(49 896)
Distributions from net income	–	–	–	–
Distributions from net gains	(211)	–	(22 393)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(211)	–	(22 393)	–
NET INCREASE (DECREASE) IN NAV	(219)	516	(60 918)	12 148
NAV AT END OF PERIOD	\$ 2 773	\$ 2 992	\$ 286 501	\$ 347 419

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in equity securities of companies throughout the world that are involved directly or indirectly in the exploration, development, production or distribution of energy and energy-related products, or activities in the Energy sector.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.5% (December 31, 2013 – 3.4%, January 1, 2013 – 7.4%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Oil, Gas and Consumable Fuels	85.1	82.0	83.9
Energy Equipment and Services	7.5	14.0	8.1
Other Sectors	1.0	–	–
Chemicals	–	1.1	–
Metals and Mining	–	0.3	2.1
Road and Rail	–	0.3	–
Construction and Engineering	–	–	1.1
Independent Power Producers and Energy Traders	–	–	1.0
Cash/Other	6.4	2.3	3.8

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	61.2	58.8	17.3
Pound sterling	15.2	16.0	2.7
Euro	7.7	8.8	–
Australian dollar	1.7	1.8	0.9
Norwegian krone	1.0	1.7	–
Japanese yen	0.8	0.9	–
Swiss franc	–	0.6	–
Swedish krona	–	–	0.6
Brazilian real	–	–	0.5
Other currencies	0.4	–	–
Total	88.0	88.6	22.0

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 0.2%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Index – Energy (CAD)	+ or - 1.2	+ or - 1.3	+ or - 1.3

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	244 525	22 137	1 553	268 215
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	16 290	–	16 290
Derivatives – assets	–	926	–	926
Derivatives – liabilities	–	(707)	–	(707)
Total financial instruments	244 525	38 646	1 553	284 724
% of total portfolio	85.9	13.6	0.5	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	306 855	27 121	7 201	341 177
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 021	–	6 021
Derivatives – assets	–	3 223	–	3 223
Derivatives – liabilities	–	(1 939)	–	(1 939)
Total financial instruments	306 855	34 426	7 201	348 482
% of total portfolio	88.0	9.9	2.1	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	269 893	31 245	21 143	322 281
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	15 025	–	15 025
Derivatives – assets	–	68	–	68
Derivatives – liabilities	–	(279)	–	(279)
Total financial instruments	269 893	46 059	21 143	337 095
% of total portfolio	80.0	13.7	6.3	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	7 201	21 143	21 701
Net purchases	–	3 125	7 682
Net sales	(3 206)	–	–
Net transfers in (out)	–	(10 147)	(7 340)
Realized gains (losses)	(15)	–	–
Unrealized gains (losses)	(2 426)	(6 920)	(900)
Balance at end of period	1 553	7 201	21 143

Transfers out of Level 3 were the result of securities becoming listed and quoted.

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.0% (December 31, 2013 – 0.1%, January 1, 2013 – 0.3%).

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series A		
Opening units	6 584	7 639
Issued number of units	381	252
Reinvested number of units	485	–
Redeemed number of units	(1 093)	(1 307)
Ending number of units	6 357	6 584



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Advisor Series		
Opening units	54	61
Issued number of units	30	12
Reinvested number of units	5	–
Redeemed number of units	(15)	(19)
Ending number of units	74	54
Series D		
Opening units	751	882
Issued number of units	344	101
Reinvested number of units	63	–
Redeemed number of units	(283)	(232)
Ending number of units	875	751
Series F		
Opening units	57	57
Issued number of units	19	20
Reinvested number of units	4	–
Redeemed number of units	(18)	(20)
Ending number of units	62	57

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	692	100	1 127	100
Related-party brokerage commissions*	21	3	48	4
Commission arrangements†	19	3	10	1

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	27 127	33 652
Fair value of collateral received	27 670	34 325

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	347 279	334 504
Revaluation of investments at FVTPL	140	767
Net assets attributable to holders of redeemable units	347 419	335 271
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		62 671
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(627)
Increase (decrease) in net assets attributable to holders of redeemable units		62 044



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL PRECIOUS METALS FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Diversified Metals and Mining				
1 874 700	Almaden Minerals Ltd.	\$ 6 279	\$ 2 136	
1 169 000	Argentex Mining Corp.	1 344	41	
6 000 002	Calibre Mining Corp.	2 679	900	
421 000	HudBay Minerals Inc.	4 146	4 261	
1 145 300	INV Metals Inc.	2 671	263	
2 171 288	Ivanhoe Mines Ltd., Class A	5 862	2 215	
940 412	Ivanhoe Mines Ltd.*, Restricted December 15, 2015	1 646	888	
4 238 600	Panoro Minerals Ltd.	1 780	1 250	
2 830 403	Pershimco Resources Inc.	2 481	467	
1 097 666	RB Energy Inc.	1 424	–	
9 341 700	True Gold Mining Inc.	3 582	2 382	
15 784 100	West Kirkland Mining Inc.	3 964	1 026	
10 000 000	West Kirkland Mining Inc., Warrants @ 0.30 April 17, 2019	–	200	
		<u>37 858</u>	<u>16 029</u>	<u>3.7</u>
Gold				
1 371 850	Agnico Eagle Mines Ltd.	45 519	39 673	
2 351 667	Amarillo Gold Corp.	3 528	153	
1 649 635	Asanko Gold Inc.	4 201	2 969	
17 504 000	Aureus Mining Inc.	19 707	5 601	
7 625 392	B2Gold Corp.	19 768	14 488	
5 000 000	Belo Sun Mining Corp.	5 295	1 025	
2 116 934	Continental Gold Ltd.	14 464	3 916	
1 100 000	Cordoba Minerals Corp.	1 100	143	
2 200 000	Cordoba Minerals Corp.*, Warrants @ 0.75 February 7, 2017	–	7	
1 100 000	CUCO Resources Ltd.* (Private)	3 068	–	
1 171 900	Detour Gold Corp.	11 305	11 121	
3 375 591	Eldorado Gold Corp.	34 527	23 899	
666 129	Franco-Nevada Corp.	29 716	38 109	
1 422 464	Goldcorp Inc.	35 180	30 597	
10 113 300	Goldgroup Mining Inc.	11 315	1 365	
2 860 500	GoldQuest Mining Corp.	3 148	286	
500 000	Kirkland Lake Gold Inc.	2 420	1 675	
4 509 538	Loncor Resources Inc.	6 108	180	
2 173 300	Lydian International Ltd.	3 308	1 043	
5 250 000	Malbex Resources Inc.	2 250	53	
3 059 800	Midway Gold Corp.	2 932	2 417	
2 714 682	Minera IRL Ltd.	3 068	136	
2 167 700	OceanaGold Corp.	5 644	4 379	
1 078 222	Osisko Gold Royalties Ltd.	17 168	17 661	
416 667	Pembroke Mining Corp.* (Private)	750	521	
1 216 500	Pilot Gold Inc.	1 861	1 083	
455 172	Pretium Resources Inc.	3 547	3 054	
3 403 100	Primero Mining Corp.	21 186	15 212	
800 000	Primero Mining Corp., Warrants @ 8.00 July 20, 2015	1 318	112	
937 100	Probe Mines Ltd.	3 067	2 801	
1 600 000	Pure Gold Mining Inc.	400	528	

Holdings	Security	Cost	Fair Value	% of Net Assets
Gold (cont.)				
800 000	Pure Gold Mining Inc.*, Warrants @ 0.50 September 4, 2016	\$ –	\$ 99	
303 900	Randgold Resources Ltd. ADR	28 096	23 801	
6 200 000	Reunion Gold Corp.	10 068	527	
580 700	Richmont Mines Inc.	1 504	2 143	
8 167 092	Rio Alto Mining Ltd.	17 816	23 031	
4 934 600	Romarco Minerals Inc.	4 041	2 418	
769 240	RTG Mining Inc.	1 000	512	
10 000 000	Scorpio Gold Corp.	6 575	1 700	
3 401 600	Semafo Inc.	12 568	10 137	
3 862 400	Silvercrest Mines Inc.	10 082	5 485	
1 350 000	Tanzania Minerals Corp.*, Warrants @ 0.35 December 7, 2015	–	9	
3 967 993	Timmins Gold Corp.	9 255	4 524	
6 755 750	Torex Gold Resources Inc.	11 383	8 310	
1 715 116	Trident Gold Corp.	1 258	9	
1 250 000	Trident Gold Corp.*, Warrants @ 1.00 February 13, 2015	–	–	
9 129 500	Unigold Inc.	1 769	183	
500 000	West African Resources Ltd., Warrants @ 0.40 January 17, 2017	–	8	
		<u>432 283</u>	<u>307 103</u>	<u>70.6</u>
Precious Metals and Minerals				
2 001 000	Castle Resources Inc.	1 029	10	
3 429 000	Dalradian Resources Inc.	2 192	2 537	
714 500	Dalradian Resources Inc., Warrants @ 0.90 February 19, 2015	68	11	
244 300	Dominion Diamond Corp.	4 650	5 099	
1 134 000	Dundee Precious Metals Inc.	10 074	3 107	
2 530 000	ECI Exploration and Mining Inc.* (Private)	2 875	–	
1 150 000	ECI Exploration and Mining Inc.*, Warrants @ 1.80 January 1, 2049	–	–	
115 000	ECI Exploration and Mining Inc.*, Warrants @ 1.80 November 22, 2049	–	–	
348 300	Fresnillo Plc.	5 844	4 809	
805 600	Kennady Diamonds Inc.	3 392	3 706	
1 814 655	Klondex Mines Ltd.	3 229	3 539	
2 546 902	Mandalay Resources Corp.	2 674	2 318	
2 786 968	Mountain Province Diamonds Inc.	12 427	13 517	
1 864 907	Petra Diamonds Ltd.	4 590	6 505	
702 500	Platinum Group Metals Ltd.	1 056	386	
3 521 365	Shear Diamonds Ltd.	2 160	–	
312 000	Stillwater Mining Company	5 795	5 343	
		<u>62 055</u>	<u>50 887</u>	<u>11.7</u>

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Silver				
2 632 200	Fortuna Silver Mines Inc.	\$ 12 156	\$ 13 898	
307 200	MAG Silver Corp.	2 884	2 925	
1 365 347	Silver Wheaton Corp.	30 376	32 263	
395 949	Tahoe Resources Inc.	5 423	6 395	
		<u>50 839</u>	<u>55 481</u>	12.8
TOTAL GLOBAL EQUITIES		<u>583 035</u>	<u>429 500</u>	98.8
SHORT-TERM INVESTMENTS†		<u>6 022</u>	<u>6 022</u>	1.4
TOTAL INVESTMENTS		<u>\$ 589 057</u>	<u>435 522</u>	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>(877)</u>	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			<u>\$ 434 645</u>	100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 28, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 435 522	\$ 468 936	\$ 950 955
Cash	–	15	10
Due from investment dealers	25	6 142	534
Subscriptions receivable	356	563	371
Dividends receivable, interest accrued and other assets	33	211	400
TOTAL ASSETS	435 936	475 867	952 270
LIABILITIES			
Due to investment dealers	–	5 830	4 994
Redemptions payable	543	733	1 215
Accounts payable and accrued expenses	748	759	1 540
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 291	7 322	7 749
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 434 645	\$ 468 545	\$ 944 521
Investments at cost	\$ 589 057	\$ 736 673	\$ 979 767
NAV			
SERIES A	\$ 317 675	\$ 349 250	\$ 701 246
ADVISOR SERIES	\$ 23 348	\$ 25 817	\$ 50 250
SERIES H	\$ 900	\$ –	\$ –
SERIES D	\$ 76 908	\$ 75 419	\$ 139 255
SERIES F	\$ 14 165	\$ 15 791	\$ 48 578
SERIES I	\$ 1 279	\$ 1 925	\$ 5 055
SERIES O	\$ 370	\$ 343	\$ 137
NAV PER UNIT			
SERIES A	\$ 22.16	\$ 22.30	\$ 39.83
ADVISOR SERIES	\$ 22.28	\$ 22.41	\$ 40.00
SERIES H	\$ 22.30	\$ –	\$ –
SERIES D	\$ 23.66	\$ 23.60	\$ 41.78
SERIES F	\$ 25.33	\$ 25.20	\$ 44.48
SERIES I	\$ 25.51	\$ 25.31	\$ 44.54
SERIES O	\$ 23.89	\$ 23.53	\$ 41.13

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 701	\$ 5 608
Interest for distribution purposes	117	173
Securities lending revenue (see note 6 in the generic notes)	121	334
Net realized gain (loss) on investments	(103 784)	(153 478)
Net gain (loss) on foreign currencies and other net assets	(73)	3
Change in unrealized gain (loss) on investments	114 202	(238 925)
TOTAL INCOME (LOSS)	14 284	(386 285)
EXPENSES (see notes – Fund Specific Information)		
Management fees	8 425	9 945
Administration fees	951	1 122
Board of Governors costs	3	3
GST/HST	899	1 114
Transaction costs	1 976	1 839
Withholding tax	31	15
TOTAL EXPENSES	12 285	14 038
INCREASE (DECREASE) IN NAV	\$ 1 999	\$ (400 323)
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 2 119	\$ (297 502)
ADVISOR SERIES	\$ 174	\$ (21 702)
SERIES H	\$ (239)	\$ –
SERIES D	\$ (253)	\$ (59 472)
SERIES F	\$ 113	\$ (19 558)
SERIES I	\$ 91	\$ (1 987)
SERIES O	\$ (6)	\$ (102)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.04	\$ (17.74)
ADVISOR SERIES	\$ 0.05	\$ (17.79)
SERIES H	\$ 0.07	\$ –
SERIES D	\$ 0.29	\$ (18.43)
SERIES F	\$ 0.39	\$ (19.44)
SERIES I	\$ 0.48	\$ (19.47)
SERIES O	\$ 0.63	\$ (18.28)

* Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 999	\$ (400 323)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	103 784	153 478
Change in unrealized loss (gain) on investments	(114 202)	238 925
(Increase) decrease in accrued receivables	6 295	(5 419)
Increase (decrease) in accrued payables	(5 841)	55
Cost of investments purchased	(1 008 332)	(722 762)
Proceeds on sales of investments	1 052 164	812 378
NET CASH PROVIDED BY OPERATING ACTIVITIES	35 867	76 332
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	90 061	88 276
Cash paid on redemption of redeemable units	(125 943)	(164 603)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (35 882)	\$ (76 327)
Net increase (decrease) in cash for the year	(15)	5
Cash (bank overdraft), beginning of period	15	10
CASH (BANK OVERDRAFT), END OF PERIOD	\$ –	\$ 15
Interest received	\$ 116	\$ 179
Dividends received, net of withholding taxes	\$ 3 849	\$ 5 777

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 349 250	\$ 701 246	\$ 25 817	\$ 50 250	\$ –	\$ –	\$ 75 419	\$ 139 255
INCREASE (DECREASE) IN NAV	2 119	(297 502)	174	(21 702)	(239)	–	(253)	(59 472)
Early redemption fees	–	1	–	–	–	–	8	1
Proceeds from redeemable units issued	38 373	50 564	6 823	8 811	1 341	–	39 197	22 454
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(72 067)	(105 059)	(9 466)	(11 542)	(202)	–	(37 463)	(26 819)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(33 694)	(54 494)	(2 643)	(2 731)	1 139	–	1 742	(4 364)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(31 575)	(351 996)	(2 469)	(24 433)	900	–	1 489	(63 836)
NAV AT END OF PERIOD	\$ 317 675	\$ 349 250	\$ 23 348	\$ 25 817	\$ 900	\$ –	\$ 76 908	\$ 75 419

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 15 791	\$ 48 578	\$ 1 925	\$ 5 055	\$ 343	\$ 137	\$ 468 545	\$ 944 521
INCREASE (DECREASE) IN NAV	113	(19 558)	91	(1 987)	(6)	(102)	1 999	(400 323)
Early redemption fees	–	–	–	–	–	–	8	2
Proceeds from redeemable units issued	3 980	6 088	–	60	140	491	89 854	88 468
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(5 719)	(19 317)	(737)	(1 203)	(107)	(183)	(125 761)	(164 123)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 739)	(13 229)	(737)	(1 143)	33	308	(35 899)	(75 653)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(1 626)	(32 787)	(646)	(3 130)	27	206	(33 900)	(475 976)
NAV AT END OF PERIOD	\$ 14 165	\$ 15 791	\$ 1 279	\$ 1 925	\$ 370	\$ 343	\$ 434 645	\$ 468 545

* Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies throughout the world involved directly or indirectly in the exploration, mining and production of precious metals including gold, silver and platinum. The Fund may also invest in bullion, coins, receipts and certificates.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.4% (December 31, 2013 – 1.5%, January 1, 2013 – 2.7%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Gold	70.6	69.9	75.4
Silver	12.8	–	–
Precious Metals and Minerals	11.7	19.8	13.4
Diversified Metals and Mining	3.7	6.3	9.2
Other Sectors	–	2.6	–
Cash/Other	1.2	1.4	2.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	6.7	8.9	3.3
Pound sterling	2.6	3.2	–
Australian dollar	–	1.9	–
South African rand	–	1.1	–
Other currencies	–	–	0.1
Total	9.3	15.1	3.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 0.1% (December 31, 2013 – 0.2%, January 1, 2013 – 0.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Global Gold Index	+ or - 1.0	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	416 662	12 317	521	429 500
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 022	–	6 022
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	416 662	18 339	521	435 522
% of total portfolio	95.7	4.2	0.1	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	426 397	34 507	1 378	462 282
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 654	–	6 654
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	426 397	41 161	1 378	468 936
% of total portfolio	90.9	8.8	0.3	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	899 279	20 414	5 703	925 396
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	25 559	–	25 559
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	899 279	45 973	5 703	950 955
% of total portfolio	94.6	4.8	0.6	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	1 378	5 703	21 569
Net purchases	–	1 000	1 050
Net sales	(850)	–	–
Net transfers in (out)	–	(2 568)	(7 081)
Realized gains (losses)	675	–	–
Unrealized gains (losses)	(682)	(2 757)	(9 835)
Balance at end of period	521	1 378	5 703

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.0% (December 31, 2013 – 0.0%, January 1, 2013 – 0.0%).

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.75%
Advisor Series	1.75%
Series H	1.65%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.19%
Advisor Series	0.15%
Series H	0.02%
Series D	0.15%
Series F	0.15%
Series I	0.02%
Series O	0.02%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	33	–
Series I	24	24
Series O	9	9
Value of all units	2	1

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	308 566
Non-capital losses	23 943
Non-capital losses expire in:	
2034	6 261
2033	4 083
2032	13 599



December 31, 2014

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	15 660	17 608
Issued number of units	1 465	1 825
Reinvested number of units	–	–
Redeemed number of units	(2 789)	(3 773)
Ending number of units	14 336	15 660
Advisor Series		
Opening units	1 152	1 256
Issued number of units	262	322
Reinvested number of units	–	–
Redeemed number of units	(366)	(426)
Ending number of units	1 048	1 152
Series H		
Opening units	–	–
Issued number of units	49	–
Reinvested number of units	–	–
Redeemed number of units	(9)	–
Ending number of units	40	–
Series D		
Opening units	3 195	3 333
Issued number of units	1 427	780
Reinvested number of units	–	–
Redeemed number of units	(1 372)	(918)
Ending number of units	3 250	3 195
Series F		
Opening units	627	1 092
Issued number of units	135	193
Reinvested number of units	–	–
Redeemed number of units	(203)	(658)
Ending number of units	559	627
Series I		
Opening units	76	113
Issued number of units	–	2
Reinvested number of units	–	–
Redeemed number of units	(26)	(39)
Ending number of units	50	76
Series O		
Opening units	15	3
Issued number of units	4	20
Reinvested number of units	–	–
Redeemed number of units	(4)	(8)
Ending number of units	15	15

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 976	100	1 839	100
Related-party brokerage commissions*	125	6	163	9
Commission arrangements [†]	82	4	101	5

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	66 077	39 606
Fair value of collateral received	67 399	40 398

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	465 125	934 651
Revaluation of investments at FVTPL	3 420	9 870
Net assets attributable to holders of redeemable units	468 545	944 521
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(393 873)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(6 450)
Increase (decrease) in net assets attributable to holders of redeemable units		(400 323)

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL RESOURCES FUND**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Chemicals				
23 395	Akzo Nobel N.V.	\$ 1 669	\$ 1 881	
26 500	Celanese Corp.	1 109	1 846	
27 700	Cytec Industries Inc.	1 200	1 486	
79 900	Dow Chemical Company	3 794	4 232	
31 800	Ecolab Inc.	2 818	3 863	
40 700	International Flavors & Fragrances Inc.	3 964	4 792	
13 300	Linde AG	2 739	2 843	
19 800	LyondellBasell Industries N.V.	1 434	1 826	
39 900	Monsanto Co.	4 527	5 536	
2 857 144	One Earth Farms Corp.* (Private)	4 000	1 314	
90 500	Potash Corporation of Saskatchewan Inc.	3 696	3 717	
2 942 400	Potash Ridge Corp.	2 102	500	
25 900	Praxair Inc.	2 918	3 900	
12 300	Sherwin-Williams Co.	2 530	3 760	
		38 500	41 496	22.1
Commercial Services and Supplies				
1 653 067	West Mountain Environmental Corp.	496	397	
		496	397	0.2
Construction Materials				
331 068	Cemex S.A. de CV ADR	4 145	3 919	
22 700	HeidelbergCement AG	1 863	1 859	
		6 008	5 778	3.1
Containers and Packaging				
12 300	Ball Corp.	971	974	
11 200	Packaging Corp. of America	976	1 016	
14 600	Rock-Tenn Company	962	1 034	
55 300	Sealed Air Corp.	2 121	2 725	
36 415	Smurfit Kappa Group Plc.	976	951	
		6 006	6 700	3.6
Energy Equipment and Services				
144 400	Halliburton Co.	6 568	6 595	
11 000	Helmerich & Payne	1 074	862	
		7 642	7 457	4.0
Metals and Mining				
31 900	Agnico Eagle Mines Ltd.	906	923	
73 100	Alcoa Inc.	1 442	1 341	
87 643	Altius Minerals Corp.	1 227	1 210	
143 282	BHP Billiton Plc.	4 892	3 568	
2 928 300	Black Iron Inc.	1 422	146	
418 400	Copper Mountain Mining Corp.	1 243	661	
550 000	CUCO Resources Ltd.* (Private)	1 534	–	
93 200	Detour Gold Corp.	916	884	
124 500	Eldorado Gold Corp.	1 100	881	
110 800	First Quantum Minerals Ltd.	1 959	1 829	
907 200	Glencore Plc.	5 700	4 865	
40 900	Goldcorp Inc.	1 107	880	
349 448	Ivanhoe Mines Ltd.*, Restricted December 15, 2015	612	330	

Holdings	Security	Cost	Fair Value	% of Net Assets
Metals and Mining (cont.)				
498 400	Lundin Mining Corp.	\$ 2 688	\$ 2 851	
3 520 000	Mongolia Minerals Corp.* (Private)	4 400	–	
233 300	Mountain Province Diamonds Inc.	1 190	1 132	
100 000	National Manganese*, Subscription Receipts (Private)	103	–	
76 800	Nucor Corp.	4 021	4 377	
350 000	Rio Alto Mining Ltd.	818	987	
1 096 200	Royal Nickel Corp.	611	351	
416 700	Royal Nickel Corp., Warrants @ 0.80 July 9, 2016	51	38	
48 400	Silver Wheaton Corp.	1 204	1 144	
410 600	Silvercrest Mines Inc.	1 068	583	
59 200	Thyssen Krupp AG	1 844	1 756	
26 100	United States Steel Corp.	972	811	
350 920	Western Areas NL	1 249	1 235	
		44 279	32 783	17.4
Oil, Gas and Consumable Fuels				
73 200	Anadarko Petroleum Corp.	6 067	7 016	
443 500	Bankers Petroleum Ltd.	2 844	1 446	
500 000	Bukit Energy Inc.* (Private)	500	625	
106 000	Cabot Oil & Gas Corp.	4 129	3 646	
59 500	Canadian Natural Resources Ltd.	2 070	2 137	
29 400	Chevron Corp.	3 549	3 832	
32 500	Concho Resources Inc.	3 548	3 766	
55 800	Continental Resources Inc.	2 285	2 487	
114 200	Crew Energy Inc.	1 262	676	
125 400	DeeThree Exploration Ltd.	1 269	641	
41 500	Enbridge Inc.	2 184	2 479	
48 700	EOG Resources Inc.	3 465	5 209	
53 200	EQT Corp.	3 870	4 678	
66 100	Exxon Mobil Corp.	6 144	7 099	
1 049 260	Fission Uranium Corp.	1 302	902	
167 011	Gran Tierra Energy Inc.	994	745	
82 000	Kelt Exploration Ltd.	719	574	
34 900	Keyera Corp.	2 269	2 829	
731 000	NexGen Energy Ltd.	329	278	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	–	47	
16 300	Noble Energy Inc.	1 139	898	
40 515	Paramount Resources Ltd., Class A	1 783	1 139	
47 300	Pembina Pipeline Corp.	1 595	2 003	
22 400	Phillips 66 Company	2 074	1 866	
24 950	Pioneer Natural Resources Co.	4 361	4 315	
60 200	Range Resources Corp.	4 947	3 738	
56 500	Spectra Energy Corp.	2 452	2 383	
203 500	Suncor Energy Inc.	6 564	7 509	
117 100	Tamarack Valley Energy Ltd.	837	382	
110 700	Total S.A.	8 026	6 589	
32 900	Whiting Petroleum Corp.	3 045	1 261	
32 100	Williams Companies Inc.	1 986	1 676	
		87 608	84 871	45.2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Paper and Forest Products				
113 900	Louisiana-Pacific Corp.	\$ 2 006	\$ 2 191	
35 900	West Fraser Timber Co. Ltd.	1 639	2 386	
		3 645	4 577	2.4
TOTAL GLOBAL EQUITIES				
		194 184	184 059	98.0
SHORT-TERM INVESTMENTS†				
		4 634	4 634	2.5
TOTAL INVESTMENTS				
		198 818	188 693	100.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	259	0.1
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(729)	(0.4)
TOTAL PORTFOLIO				
		\$ 198 818	188 223	100.2
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			(298)	(0.2)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
		\$ 187 925		100.0

* Illiquid security.

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 250 Sold GBP 690 @ 1.8119	08-Jan-15	\$ 1
Bought GBP 100 Sold CAD 180 @ 1.8021	08-Jan-15	1
Bought GBP 200 Sold CAD 361 @ 1.8038	08-Jan-15	1
Bought CAD 845 Sold GBP 464 @ 1.8214	16-Jan-15	5
Bought CAD 4 168 Sold USD 3 578 @ 1.1649	20-Jan-15	10
Bought USD 2 803 Sold CAD 3 215 @ 1.1470	20-Jan-15	43
Bought CAD 142 Sold EUR 100 @ 1.4196	21-Jan-15	1
Bought CAD 23 Sold EUR 16 @ 1.4432	21-Jan-15	1
Bought CAD 71 Sold EUR 50 @ 1.4131	21-Jan-15	–
Bought CAD 958 Sold EUR 675 @ 1.4187	23-Jan-15	8
Bought USD 425 Sold CAD 478 @ 1.1253	23-Jan-15	16
Bought USD 2 131 Sold CAD 2 443 @ 1.1463	27-Jan-15	34
Bought USD 346 Sold CAD 390 @ 1.1257	27-Jan-15	13
Bought USD 95 Sold CAD 108 @ 1.1385	27-Jan-15	2
Bought GBP 70 Sold CAD 126 @ 1.7933	02-Feb-15	1
Bought USD 1 100 Sold CAD 1 270 @ 1.1548	02-Feb-15	9
Bought CAD 20 Sold AUD 20 @ 0.9836	03-Feb-15	1
Bought CAD 143 Sold EUR 101 @ 1.4162	05-Feb-15	1
Bought USD 1 835 Sold CAD 2 094 @ 1.1410	05-Feb-15	40
Bought USD 750 Sold CAD 871 @ 1.1610	05-Feb-15	1
Bought USD 231 Sold CAD 261 @ 1.1315	06-Feb-15	7
Bought USD 400 Sold CAD 458 @ 1.1450	06-Feb-15	7
Bought USD 15 Sold CAD 17 @ 1.1348	11-Feb-15	–
Bought CAD 819 Sold EUR 572 @ 1.4325	12-Feb-15	14
Bought USD 300 Sold CAD 342 @ 1.1389	12-Feb-15	7
Bought USD 750 Sold CAD 854 @ 1.1393	12-Feb-15	18
Bought CAD 8 Sold USD 7 @ 1.1648	20-Feb-15	–
Bought CAD 58 Sold EUR 40 @ 1.4568	25-Feb-15	2
Bought CAD 288 Sold AUD 300 @ 0.9585	02-Mar-15	4
Bought CAD 81 Sold AUD 85 @ 0.9586	02-Mar-15	1
Bought CAD 1 390 Sold USD 1 192 @ 1.1661	03-Mar-15	3

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 37 Sold CAD 42 @ 1.1420	03-Mar-15	\$ 1
Bought USD 45 Sold CAD 52 @ 1.1457	03-Mar-15	1
Bought USD 7 Sold CAD 8 @ 1.1424	03-Mar-15	–
Bought CAD 195 Sold EUR 138 @ 1.4151	05-Mar-15	1
Bought CAD 409 Sold USD 350 @ 1.1679	17-Mar-15	1
Bought CAD 128 Sold USD 110 @ 1.1645	26-Mar-15	–
Bought CAD 1 433 Sold USD 1 229 @ 1.1658	30-Mar-15	2
Bought CAD 245 Sold USD 210 @ 1.1664	30-Mar-15	1
		\$ 259

Contracts	Maturity Date	Unrealized Loss
Bought CAD 112 Sold USD 100 @ 1.1229	12-Jan-15	\$ (4)
Bought CAD 501 Sold USD 440 @ 1.1381	13-Jan-15	(11)
Bought CAD 331 Sold USD 287 @ 1.1544	20-Jan-15	(2)
Bought EUR 80 Sold CAD 113 @ 1.4073	21-Jan-15	–
Bought CAD 394 Sold EUR 281 @ 1.4006	23-Jan-15	(2)
Bought CAD 98 Sold EUR 70 @ 1.4064	23-Jan-15	–
Bought CAD 232 Sold USD 200 @ 1.1607	27-Jan-15	–
Bought CAD 1 352 Sold USD 1 203 @ 1.1240	29-Jan-15	(46)
Bought CAD 156 Sold USD 138 @ 1.1328	30-Jan-15	(5)
Bought CAD 10 137 Sold USD 8 897 @ 1.1394	02-Feb-15	(208)
Bought CAD 88 Sold GBP 49 @ 1.7871	02-Feb-15	(1)
Bought GBP 70 Sold CAD 127 @ 1.8176	02-Feb-15	–
Bought AUD 60 Sold CAD 57 @ 0.9532	03-Feb-15	–
Bought CAD 157 Sold USD 138 @ 1.1399	03-Feb-15	(3)
Bought CAD 2 382 Sold USD 2 090 @ 1.1398	05-Feb-15	(48)
Bought CAD 4 206 Sold USD 3 721 @ 1.1305	06-Feb-15	(121)
Bought CAD 85 Sold USD 75 @ 1.1268	09-Feb-15	(3)
Bought CAD 398 Sold USD 350 @ 1.1364	10-Feb-15	(9)
Bought CAD 315 Sold USD 277 @ 1.1370	11-Feb-15	(7)
Bought CAD 478 Sold USD 420 @ 1.1393	11-Feb-15	(10)
Bought EUR 100 Sold CAD 144 @ 1.4413	11-Feb-15	(3)
Bought CAD 115 Sold GBP 65 @ 1.7747	18-Feb-15	(2)
Bought AUD 15 Sold CAD 15 @ 0.9741	19-Feb-15	–
Bought CAD 340 Sold USD 300 @ 1.1326	23-Feb-15	(9)
Bought CAD 14 Sold EUR 10 @ 1.4071	24-Feb-15	–
Bought CAD 4 500 Sold USD 3 972 @ 1.1330	26-Feb-15	(120)
Bought CAD 464 Sold USD 400 @ 1.1612	26-Feb-15	(1)
Bought CAD 588 Sold GBP 329 @ 1.7859	26-Feb-15	(9)
Bought CAD 228 Sold USD 200 @ 1.1393	27-Feb-15	(5)
Bought CAD 682 Sold GBP 382 @ 1.7865	02-Mar-15	(10)
Bought CAD 152 Sold GBP 85 @ 1.7871	03-Mar-15	(2)
Bought CAD 879 Sold USD 770 @ 1.1409	04-Mar-15	(17)
Bought CAD 2 132 Sold EUR 1 520 @ 1.4028	09-Mar-15	(9)
Bought GBP 275 Sold CAD 499 @ 1.8160	11-Mar-15	(1)
Bought CAD 882 Sold USD 770 @ 1.1452	12-Mar-15	(14)
Bought CAD 625 Sold USD 539 @ 1.1594	16-Mar-15	(2)
Bought CAD 405 Sold GBP 226 @ 1.7942	19-Mar-15	(4)
Bought EUR 145 Sold CAD 206 @ 1.4225	19-Mar-15	(2)
Bought CAD 3 916 Sold USD 3 398 @ 1.1525	25-Mar-15	(39)
		\$ (729)
		\$ (470)

TOTAL FOREIGN EXCHANGE

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 188 693	\$ 236 402	\$ 263 430
Cash	94	2	26
Due from investment dealers	–	2 761	1 219
Subscriptions receivable	92	54	217
Unrealized gain on foreign exchange contracts	259	249	64
Dividends receivable, interest accrued and other assets	127	126	150
TOTAL ASSETS	189 265	239 594	265 106
LIABILITIES			
Due to investment dealers	–	1 205	–
Redemptions payable	257	604	474
Unrealized loss on foreign exchange contracts	729	764	150
Accounts payable and accrued expenses	354	420	470
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 340	2 993	1 094
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 187 925	\$ 236 601	\$ 264 012
Investments at cost	\$ 198 818	\$ 223 514	\$ 275 531
NAV			
SERIES A	\$ 152 310	\$ 195 589	\$ 219 608
ADVISOR SERIES	\$ 8 644	\$ 10 143	\$ 12 145
SERIES H	\$ 1	\$ –	\$ –
SERIES D	\$ 23 082	\$ 25 739	\$ 27 338
SERIES F	\$ 2 216	\$ 3 865	\$ 4 118
SERIES I	\$ 1	\$ 1	\$ 1
SERIES O	\$ 1 671	\$ 1 264	\$ 802
NAV PER UNIT			
SERIES A	\$ 30.01	\$ 32.20	\$ 29.89
ADVISOR SERIES	\$ 30.12	\$ 32.29	\$ 29.97
SERIES H	\$ 30.15	\$ –	\$ –
SERIES D	\$ 32.29	\$ 34.30	\$ 31.53
SERIES F	\$ 35.03	\$ 37.10	\$ 34.02
SERIES I	\$ 35.28	\$ 37.27	\$ 34.06
SERIES O	\$ 32.44	\$ 34.03	\$ 30.90

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 595	\$ 2 986
Interest for distribution purposes	48	81
Securities lending revenue (see note 6 in the generic notes)	46	49
Net realized gain (loss) on investments	16 437	(2 272)
Net gain (loss) on foreign currencies and other net assets	(2 595)	(1 395)
Change in unrealized gain (loss) on investments	(22 968)	24 560
TOTAL INCOME (LOSS)	(5 437)	24 009
EXPENSES (see notes – Fund Specific Information)		
Management fees	3 979	4 209
Administration fees	435	463
Board of Governors costs	3	3
GST/HST	442	486
Transaction costs	509	733
Withholding tax	319	283
TOTAL EXPENSES	5 687	6 177
INCREASE (DECREASE) IN NAV	\$ (11 124)	\$ 17 832
INCREASE (DECREASE) IN NAV		
SERIES A	\$ (8 983)	\$ 14 504
ADVISOR SERIES	\$ (527)	\$ 756
SERIES H	\$ –	\$ –
SERIES D	\$ (1 394)	\$ 2 154
SERIES F	\$ (88)	\$ 323
SERIES I	\$ (45)	\$ –
SERIES O	\$ (87)	\$ 95
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ (1.70)	\$ 2.30
ADVISOR SERIES	\$ (1.69)	\$ 2.32
SERIES H	\$ (0.63)	\$ –
SERIES D	\$ (1.45)	\$ 2.77
SERIES F	\$ (1.47)	\$ 3.08
SERIES I	\$ (1.45)	\$ 3.21
SERIES O	\$ (1.01)	\$ 3.14

* Series H launched August 2014.

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (11 124)	\$ 17 832
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(16 437)	2 272
Change in unrealized loss (gain) on investments	22 968	(24 560)
(Increase) decrease in accrued receivables	2 760	(1 518)
Increase (decrease) in accrued payables	(1 271)	1 155
Cost of investments purchased	(409 704)	(597 198)
Proceeds on sales of investments	450 837	646 943
NET CASH PROVIDED BY OPERATING ACTIVITIES	38 029	44 926
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	24 927	21 439
Cash paid on redemption of redeemable units	(62 864)	(66 389)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ (37 937)	\$ (44 950)
Net increase (decrease) in cash for the year	92	(24)
Cash (bank overdraft), beginning of period	2	26
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 94	\$ 2
Interest received	\$ 48	\$ 81
Dividends received, net of withholding taxes	\$ 3 276	\$ 2 728

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

* Series H launched August 2014.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series A		Advisor Series		Series H		Series D	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 195 589	\$ 219 608	\$ 10 143	\$ 12 145	\$ –	\$ –	\$ 25 739	\$ 27 338
INCREASE (DECREASE) IN NAV	(8 983)	14 504	(527)	756	–	–	(1 394)	2 154
Early redemption fees	–	–	–	–	–	–	1	–
Proceeds from redeemable units issued	11 630	14 856	2 407	1 037	1	–	8 824	4 074
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(45 926)	(53 379)	(3 379)	(3 795)	–	–	(10 088)	(7 827)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(34 296)	(38 523)	(972)	(2 758)	1	–	(1 263)	(3 753)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(43 279)	(24 019)	(1 499)	(2 002)	1	–	(2 657)	(1 599)
NAV AT END OF PERIOD	\$ 152 310	\$ 195 589	\$ 8 644	\$ 10 143	\$ 1	\$ –	\$ 23 082	\$ 25 739

For the periods ended December 31 (see note 2 in the generic notes)*	Series F		Series I		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 3 865	\$ 4 118	\$ 1	\$ 1	\$ 1 264	\$ 802	\$ 236 601	\$ 264 012
INCREASE (DECREASE) IN NAV	(88)	323	(45)	–	(87)	95	(11 124)	17 832
Early redemption fees	–	–	–	–	–	–	1	–
Proceeds from redeemable units issued	896	745	248	–	959	564	24 965	21 276
Reinvestments of distributions to holders of redeemable units	–	–	–	–	–	–	–	–
Redemption of redeemable units	(2 457)	(1 321)	(203)	–	(465)	(197)	(62 518)	(66 519)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 561)	(576)	45	–	494	367	(37 552)	(45 243)
Distributions from net income	–	–	–	–	–	–	–	–
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–	–	–	–	–
NET INCREASE (DECREASE) IN NAV	(1 649)	(253)	–	–	407	462	(48 676)	(27 411)
NAV AT END OF PERIOD	\$ 2 216	\$ 3 865	\$ 1	\$ 1	\$ 1 671	\$ 1 264	\$ 187 925	\$ 236 601

* Series H launched August 2014.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies around the world that are directly or indirectly involved in exploring for, developing, producing or distributing natural and other resources.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.2% (December 31, 2013 – 2.0%, January 1, 2013 – 7.4%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Oil, Gas and Consumable Fuels	45.2	52.1	52.8
Chemicals	22.1	20.6	7.9
Metals and Mining	17.4	12.6	26.1
Energy Equipment and Services	4.0	8.5	4.7
Containers and Packaging	3.6	–	–
Construction Materials	3.1	2.1	1.6
Paper and Forest Products	–	1.6	3.6
Other Sectors	2.6	1.5	1.3
Cash/Other	2.0	1.0	2.0

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	44.0	47.1	27.7
Euro	6.0	1.5	–
Pound sterling	3.0	4.4	6.3
Australian dollar	0.5	0.1	1.0
Japanese yen	–	0.7	–
Swedish krona	–	0.5	0.7
Brazilian real	–	–	0.6
Total	53.5	54.3	36.3

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by

approximately 0.5% (December 31, 2013 – 0.5%, January 1, 2013 – 0.4%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Total Return Net Index (CAD)	+ or - 0.8	+ or - 1.3	+ or - 1.8

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	156 243	25 877	1 939	184 059
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 634	–	4 634
Derivatives – assets	–	259	–	259
Derivatives – liabilities	–	(729)	–	(729)
Total financial instruments	156 243	30 041	1 939	188 223
% of total portfolio	83.0	16.0	1.0	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	204 659	26 071	3 539	234 269
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	2 133	–	2 133
Derivatives – assets	–	249	–	249
Derivatives – liabilities	–	(764)	–	(764)
Total financial instruments	204 659	27 689	3 539	235 887
% of total portfolio	86.8	11.7	1.5	100.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	209 544	34 608	14 562	258 714
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	4 716	–	4 716
Derivatives – assets	–	64	–	64
Derivatives – liabilities	–	(150)	–	(150)
Total financial instruments	209 544	39 238	14 562	263 344
% of total portfolio	79.6	14.9	5.5	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

During the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2014	December 31 2013	January 1 2013
Balance at beginning of period	3 539	14 562	20 853
Net purchases	–	–	1 962
Net sales	(82)	–	–
Net transfers in (out)	–	(5 671)	(3 389)
Realized gains (losses)	(60)	–	–
Unrealized gains (losses)	(1 458)	(5 352)	(4 864)
Balance at end of period	1 939	3 539	14 562

Transfers out of Level 3 were the result of securities becoming listed and quoted.

The Fund fair values certain of its Level 3 investments (privately held investments) using prior transaction prices (acquisition cost), although the transaction may not have occurred during the current reporting period. As there may not be a secondary market, and/or there are a limited number of investors, the valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market information may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a non-public investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

Please see the generic notes at the back of the financial statements.

As at December 31, 2014, a 5% increase or decrease in the fair valuations using significant unobservable inputs on Level 3 investments would have increased or decreased the Fund's net assets, respectively, by approximately 0.1% (December 31, 2013 – 0.1%, January 1, 2013 – 0.3%).

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Management fees of the other series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series H	1.75%
Series D	1.00%
Series F	0.75%
Series I	0.60%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series H	0.15%
Series D	0.15%
Series F	0.15%
Series I	0.15%
Series O	0.02%

**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series H	27	–
Series I	31	31
Series O	13	13
Value of all units	2	2



December 31, 2014

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	24 780
Non-capital losses	11 254
Non-capital losses expire in:	
2033	1 990
2032	3 934
2029	1 650
2028	3 680

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	6 075	7 347
Issued number of units	346	485
Reinvested number of units	–	–
Redeemed number of units	(1 346)	(1 757)
Ending number of units	5 075	6 075

Advisor Series

Opening units	314	405
Issued number of units	72	34
Reinvested number of units	–	–
Redeemed number of units	(99)	(125)
Ending number of units	287	314

Series H

Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–

Series D

Opening units	750	867
Issued number of units	244	125
Reinvested number of units	–	–
Redeemed number of units	(279)	(242)
Ending number of units	715	750

Series F

Opening units	104	121
Issued number of units	23	21
Reinvested number of units	–	–
Redeemed number of units	(64)	(38)
Ending number of units	63	104

Please see the generic notes at the back of the financial statements.

For the periods ended December 31 (see note 2 in the generic notes)

	2014	2013
Series I		
Opening units	–	–
Issued number of units	6	–
Reinvested number of units	–	–
Redeemed number of units	(6)	–
Ending number of units	–	–
Series O		
Opening units	37	26
Issued number of units	28	17
Reinvested number of units	–	–
Redeemed number of units	(13)	(6)
Ending number of units	52	37

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	509	100	733	100
Related-party brokerage commissions*	14	3	42	6
Commission arrangements [†]	11	2	17	2

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	17 268	20 866
Fair value of collateral received	17 613	21 284

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Global Resources Class	0.9	0.5



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	236 494	262 960
Revaluation of investments at FVTPL	107	1 052
Net assets attributable to holders of redeemable units	236 601	264 012
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		18 777
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(945)
Increase (decrease) in net assets attributable to holders of redeemable units		17 832

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC GLOBAL TECHNOLOGY FUND

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Communications Equipment				
26 000	Brocade Communications Systems Inc.	\$ 322	\$ 358	
15 900	Ciena Corp.	340	359	
19 100	Cisco Systems Inc.	553	617	
3 300	F5 Networks Inc.	445	500	
14 000	Infinera Corp.	219	239	
22 100	JDS Uniphase Corp.	343	352	
3 600	Palo Alto Networks Inc.	349	513	
4 000	Ubiquiti Networks Inc.	153	138	
		<u>2 724</u>	<u>3 076</u>	<u>8.9</u>
Diversified Telecommunication				
4 000	Cogent Communications Holdings Inc.	163	164	
9 000	Deutsche Telekom AG	163	168	
5 900	Level 3 Communications Inc.	322	338	
10 900	Zayo Group Holdings Inc.	336	388	
		<u>984</u>	<u>1 058</u>	<u>3.0</u>
Electronic Equipment and Instruments				
10 900	CDW Corp.	415	445	
17 100	Corning Inc.	409	456	
3 205	Ingenico S.A.	347	392	
2 300	IPG Photonics Corp.	199	200	
5 800	Keysight Technologies Inc.	231	228	
		<u>1 601</u>	<u>1 721</u>	<u>5.0</u>
Health Care Technology				
6 000	Veeva Systems Inc.	210	184	
		<u>210</u>	<u>184</u>	<u>0.5</u>
Internet and Catalogue Retail				
18 300	Groupon Inc., Class A	167	176	
		<u>167</u>	<u>176</u>	<u>0.5</u>
Internet Software and Services				
4 100	Alibaba Group Holding Ltd. ADR	440	495	
4 100	AOL Inc.	211	220	
6 700	comScore Inc.	331	361	
3 100	eBay Inc.	205	202	
6 000	Facebook Inc., Class A	546	544	
600	Google Inc., Class A	375	370	
2 900	LogMeIn Inc.	162	166	
2 100	MercadoLibre Inc.	321	311	
7 900	Rackspace Hosting Inc.	374	430	
6 600	Verisign Inc.	410	437	
5 900	Yahoo! Inc.	266	346	
		<u>3 641</u>	<u>3 882</u>	<u>11.2</u>

Holdings	Security	Cost	Fair Value	% of Net Assets
IT Services				
2 100	Accenture Plc., Class A	\$ 201	\$ 218	
600	Alliance Data Systems Corp.	196	199	
3 300	Automatic Data Processing Inc.	286	320	
2 800	Cognizant Technology Solutions Corp., Class A	140	171	
8 800	CoreLogic Inc.	323	323	
2 800	Gartner Inc.	248	274	
1 700	MasterCard Inc.	160	170	
3 700	Paychex Inc.	180	198	
5 800	Science Applications International Corp.	282	334	
1 400	Visa Inc., Class A	376	426	
5 700	Wirecard AG	284	289	
		<u>2 676</u>	<u>2 922</u>	<u>8.4</u>
Semiconductors and Semiconductor Equipment				
6 000	Analog Devices Inc.	378	387	
3 500	ARM Holdings Plc. ADR	181	188	
3 700	Avago Technologies Ltd.	294	432	
9 700	Broadcom Corp.	417	488	
11 900	CEVA Inc.	239	251	
11 900	Integrated Device Technology Inc.	236	271	
15 500	Intel Corp.	543	654	
9 700	Intersil Corp.	155	163	
4 400	Lam Research Corp.	330	406	
20 100	Marvell Technology Group Ltd.	327	339	
10 900	Micrel Inc.	168	184	
17 300	Micron Technology Inc.	568	704	
8 300	Monolithic Power Systems Inc.	424	480	
14 100	Nvidia Corp.	320	328	
3 800	NXP Semiconductor N.V.	235	337	
34 600	PMC - Sierra Inc.	335	368	
13 700	RF Micro Devices Inc.	223	264	
5 400	Silicon Laboratories Inc.	278	299	
6 000	Skyworks Solutions Inc.	354	507	
9 900	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	244	257	
5 800	Texas Instruments Inc.	307	360	
		<u>6 556</u>	<u>7 667</u>	<u>22.1</u>
Software				
11 500	Barracuda Networks Inc.	393	479	
4 900	Check Point Software Technologies Ltd.	411	447	
14 200	Fortinet Inc.	409	506	
6 400	Imperva Inc.	348	368	
3 100	Intuit Inc.	298	332	
19 800	Microsoft Corp.	913	1 069	
4 100	NetSuite Inc.	440	519	
3 000	NICE Systems Ltd. ADR	168	177	
9 100	Oracle Corporation	453	475	
8 300	Proofpoint Inc.	380	465	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Software (cont.)				
13 100	Qlik Technologies Inc.	\$ 419	\$ 470	
2 900	Red Hat Inc.	184	233	
3 000	Salesforce.com Inc.	206	207	
3 100	SAP SE ADR	247	251	
4 700	ServiceNow Inc.	344	370	
7 300	SolarWinds Inc.	390	423	
6 800	Symantec Corp.	186	203	
5 300	Tableau Software Inc.	476	522	
19 300	The Rubicon Project Inc.	305	362	
21 000	The Sage Group Plc.	165	176	
4 000	Verint Systems Inc.	269	271	
		<u>7 404</u>	<u>8 325</u>	<u>24.0</u>
Technology Hardware, Storage and Peripherals				
16 700	Apple Inc.	1 549	2 142	
5 100	EMC Corp.	165	176	
13 600	Hewlett-Packard Co.	481	634	
4 400	Sandisk Corp.	503	501	
8 200	Seagate Technology	567	634	
4 400	Western Digital Corp.	477	566	
		<u>3 742</u>	<u>4 653</u>	<u>13.4</u>
Wireless Telecommunication Services				
4 700	KDDI Corporation	313	343	
		<u>313</u>	<u>343</u>	<u>1.0</u>
TOTAL GLOBAL EQUITIES		<u>30 018</u>	<u>34 007</u>	<u>98.0</u>
SHORT-TERM INVESTMENTS*		<u>648</u>	<u>649</u>	<u>1.9</u>
TOTAL INVESTMENTS		<u>30 666</u>	<u>34 656</u>	<u>99.9</u>
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		<u>—</u>	<u>22</u>	<u>0.1</u>
TOTAL PORTFOLIO		<u>\$ 30 666</u>	<u>34 678</u>	<u>100.0</u>
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4</u>	<u>—</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 34 682</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.18% to 1.00% and mature between January 2, 2015 and January 20, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 146 Sold GBP 93 @ 1.5705	02-Feb-15	\$ 1
Bought USD 206 Sold JPY 23 962 @ 0.0086	17-Feb-15	7
Bought USD 62 Sold JPY 7 240 @ 0.0086	17-Feb-15	2
Bought USD 246 Sold EUR 200 @ 1.2291	18-Mar-15	4
Bought USD 470 Sold EUR 383 @ 1.2282	18-Mar-15	8
		<u>\$ 22</u>
TOTAL FOREIGN EXCHANGE		<u>\$ 22</u>

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 34 656	\$ 25 897	\$ 20 594
Cash	6	24	9
Due from investment dealers	–	861	–
Subscriptions receivable	117	103	8
Unrealized gain on foreign exchange contracts	22	18	1
Dividends receivable, interest accrued and other assets	9	9	5
TOTAL ASSETS	34 810	26 912	20 617
LIABILITIES			
Due to investment dealers	–	410	–
Redemptions payable	66	80	44
Unrealized loss on foreign exchange contracts	–	–	18
Accounts payable and accrued expenses	62	45	37
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	128	535	99
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 34 682	\$ 26 377	\$ 20 518
Investments at cost	\$ 30 666	\$ 21 955	\$ 18 862
NAV			
SERIES A	\$ 24 620	\$ 20 088	\$ 15 973
ADVISOR SERIES	\$ 1 378	\$ 1 392	\$ 1 072
SERIES D	\$ 8 217	\$ 4 418	\$ 2 986
SERIES F	\$ 467	\$ 479	\$ 487
NAV PER UNIT			
SERIES A	\$ 3.23	\$ 2.71	\$ 1.93
ADVISOR SERIES	\$ 3.29	\$ 2.76	\$ 1.97
SERIES D	\$ 3.47	\$ 2.88	\$ 2.04
SERIES F	\$ 3.84	\$ 3.19	\$ 2.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 394	\$ 229
Interest for distribution purposes	1	1
Securities lending revenue (see note 6 in the generic notes)	8	3
Net realized gain (loss) on investments	5 569	5 664
Net gain (loss) on foreign currencies and other net assets	141	(57)
Change in unrealized gain (loss) on investments	52	2 245
TOTAL INCOME (LOSS)	6 165	8 085
EXPENSES (see notes – Fund Specific Information)		
Management fees	507	365
Administration fees	59	40
Board of Governors costs	3	3
GST/HST	59	43
Transaction costs	102	69
Withholding tax	45	27
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	772	547
INCREASE (DECREASE) IN NAV	\$ 5 393	\$ 7 538
INCREASE (DECREASE) IN NAV		
SERIES A	\$ 3 842	\$ 5 839
ADVISOR SERIES	\$ 234	\$ 384
SERIES D	\$ 1 233	\$ 1 143
SERIES F	\$ 84	\$ 172
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES A	\$ 0.49	\$ 0.77
ADVISOR SERIES	\$ 0.51	\$ 0.79
SERIES D	\$ 0.58	\$ 0.84
SERIES F	\$ 0.65	\$ 0.93

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 5 393	\$ 7 538
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(5 569)	(5 664)
Change in unrealized loss (gain) on investments	(52)	(2 245)
(Increase) decrease in accrued receivables	861	(865)
Increase (decrease) in accrued payables	(393)	418
Cost of investments purchased	(245 921)	(108 878)
Proceeds on sales of investments	242 779	111 449
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 902)	1 753
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	14 600	4 255
Cash paid on redemption of redeemable units	(11 716)	(5 993)
Distributions paid to holders of redeemable units	–	–
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 884	\$ (1 738)
Net increase (decrease) in cash for the year	(18)	15
Cash (bank overdraft), beginning of period	24	9
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6	\$ 24
Interest received	\$ 1	\$ 1
Dividends received, net of withholding taxes	\$ 349	\$ 198

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series A		Advisor Series		Series D	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 20 088	\$ 15 973	\$ 1 392	\$ 1 072	\$ 4 418	\$ 2 986
INCREASE (DECREASE) IN NAV	3 842	5 839	234	384	1 233	1 143
Early redemption fees	—	—	—	—	1	—
Proceeds from redeemable units issued	5 426	2 407	286	259	8 821	1 529
Reinvestments of distributions to holders of redeemable units	—	—	—	—	—	—
Redemption of redeemable units	(4 736)	(4 131)	(534)	(323)	(6 256)	(1 240)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	690	(1 724)	(248)	(64)	2 566	289
Distributions from net income	—	—	—	—	—	—
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—	—	—
NET INCREASE (DECREASE) IN NAV	4 532	4 115	(14)	320	3 799	1 432
NAV AT END OF PERIOD	\$ 24 620	\$ 20 088	\$ 1 378	\$ 1 392	\$ 8 217	\$ 4 418

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 479	\$ 487	\$ 26 377	\$ 20 518
INCREASE (DECREASE) IN NAV	84	172	5 393	7 538
Early redemption fees	—	—	1	—
Proceeds from redeemable units issued	81	155	14 614	4 350
Reinvestments of distributions to holders of redeemable units	—	—	—	—
Redemption of redeemable units	(177)	(335)	(11 703)	(6 029)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(96)	(180)	2 912	(1 679)
Distributions from net income	—	—	—	—
Distributions from net gains	—	—	—	—
Distributions from capital	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	—	—
NET INCREASE (DECREASE) IN NAV	(12)	(8)	8 305	5 859
NAV AT END OF PERIOD	\$ 467	\$ 479	\$ 34 682	\$ 26 377

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of companies operating in various countries around the world that develop or market technology and telecommunications products and services.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Software	24.0	16.4	20.5
Semiconductors and Semiconductor Equipment	22.1	17.6	24.5
Technology Hardware, Storage and Peripherals	13.4	–	–
Internet Software and Services	11.2	13.7	9.8
Communications Equipment	8.9	7.8	12.7
IT Services	8.4	9.8	9.1
Electronic Equipment and Instruments	5.0	–	–
Computers and Peripherals	–	14.9	11.2
Internet and Catalogue Retail	–	5.6	–
Other Sectors	5.0	12.3	10.0
Cash/Other	2.0	1.9	2.2

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.0	98.7	83.9
Euro	–	1.0	1.1
Japanese yen	–	0.1	–
Other currencies	0.2	–	–
Total	99.2	99.8	85.0

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Index – Information Technology (CAD)	+ or - 1.1	+ or - 1.1	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	32 639	1 368	–	34 007
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	649	–	649
Derivatives – assets	–	22	–	22
Derivatives – liabilities	–	–	–	–
Total financial instruments	32 639	2 039	–	34 678
% of total portfolio	94.1	5.9	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	25 157	740	–	25 897
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	18	–	18
Derivatives – liabilities	–	–	–	–
Total financial instruments	25 157	758	–	25 915
% of total portfolio	97.1	2.9	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	19 842	216	–	20 058
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	536	–	536
Derivatives – assets	–	1	–	1
Derivatives – liabilities	–	(18)	–	(18)
Total financial instruments	19 842	735	–	20 577
% of total portfolio	96.4	3.6	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

Management fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	1.85%
Advisor Series	1.85%
Series D	1.00%
Series F	0.75%

Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series A	0.20%
Advisor Series	0.15%
Series D	0.15%
Series F	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	61 710
Non-capital losses	1 306
Non-capital losses expire in:	
2031	360
2028	110
2026	308
2015	528

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series A		
Opening units	7 422	8 272
Issued number of units	1 851	1 053
Reinvested number of units	–	–
Redeemed number of units	(1 639)	(1 903)
Ending number of units	7 634	7 422
Advisor Series		
Opening units	504	544
Issued number of units	97	113
Reinvested number of units	–	–
Redeemed number of units	(182)	(153)
Ending number of units	419	504
Series D		
Opening units	1 532	1 466
Issued number of units	2 845	598
Reinvested number of units	–	–
Redeemed number of units	(2 009)	(532)
Ending number of units	2 368	1 532
Series F		
Opening units	150	217
Issued number of units	22	63
Reinvested number of units	–	–
Redeemed number of units	(51)	(130)
Ending number of units	121	150

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	102	100	69	100
Related-party brokerage commissions*	2	2	2	3
Commission arrangements [†]	10	10	12	17

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.



December 31, 2014

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	2 031	2 815
Fair value of collateral received	2 071	2 872

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as
previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	26 370	20 499
Revaluation of investments at FVTPL	7	19
Net assets attributable to holders of redeemable units	26 377	20 518

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	7 550
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(12)
Increase (decrease) in net assets attributable to holders of redeemable units	7 538

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE SHORT-TERM INCOME POOL

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS						
2 500	AltaGas Ltd.	4.600	15-Jan-18	\$ 2 712	\$ 2 674	
1 500	AltaGas Ltd.	4.550	17-Jan-19	1 617	1 622	
6 200	American Express Canada Credit Corp.	2.310	29-Mar-18	6 198	6 269	
4 500	Bank of Montreal	2.960	02-Aug-16	4 555	4 593	
15 000	Bank of Montreal	2.240	11-Dec-17	14 994	15 162	
16 200	Bank of Montreal	3.210	13-Sep-18	16 518	16 898	
16 250	Bank of Montreal	2.430	04-Mar-19	16 241	16 487	
10 500	Bank of Nova Scotia	2.598	27-Feb-17	10 578	10 697	
10 000	Bank of Nova Scotia	4.100	08-Jun-17	10 766	10 557	
12 000	Bank of Nova Scotia	2.242	22-Mar-18	12 002	12 114	
9 100	Bank of Nova Scotia	2.750	13-Aug-18	9 099	9 347	
17 000	Bank of Nova Scotia	2.462	14-Mar-19	17 061	17 263	
3 000	Bank of Nova Scotia	2.400	28-Oct-19	2 999	3 023	
1 000	bcIMC Realty Corp.	2.650	29-Jun-17	1 000	1 024	
3 000	bcIMC Realty Corp.	2.790	02-Aug-18	3 075	3 093	
5 500	Bell Canada	3.600	02-Dec-15	5 628	5 593	
5 000	Bell Canada	1.803	22-Apr-16	5 000	5 007	
5 000	Bell Canada	5.410	26-Sep-16	5 395	5 302	
8 300	Bell Canada	4.400	16-Mar-18	8 925	8 883	
5 500	Bell Canada	4.880	26-Apr-18	6 039	5 975	
5 000	Bell Canada	3.500	10-Sep-18	5 029	5 230	
650	BMW Canada Inc.	2.330	23-May-18	650	659	
2 500	BMW Canada Inc.	2.330	26-Sep-18	2 499	2 529	
7 050	Caisse Centrale Desjardins	2.795	19-Nov-18	7 111	7 239	
4 200	Caisse Centrale Desjardins	2.443	17-Jul-19	4 200	4 250	
2 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	2 000	2 057	
3 000	Canadian Credit Card Trust	1.596	24-Sep-15	3 000	3 004	
4 000	Canadian Imperial Bank of Commerce	1.608	06-Feb-15	4 000	4 001	
18 000	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	18 170	18 320	
8 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	8 027	8 108	
9 800	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	9 785	9 890	
7 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	6 994	7 075	
3 000	Canadian Imperial Bank of Commerce	4.110	30-Apr-20	3 000	3 023	
2 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	1 996	1 994	
3 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	3 022	3 097	
2 250	Canadian Tire Corp. Ltd.	4.950	01-Jun-15	2 398	2 280	
1 800	Canadian Western Bank	2.378	14-Sep-15	1 812	1 809	
2 000	Canadian Western Bank	2.104	26-Jun-17	2 000	2 004	
6 300	Canadian Western Bank	2.531	22-Mar-18	6 345	6 373	
3 000	Canadian Western Bank	3.077	14-Jan-19	3 024	3 088	
4 000	Cards II Trust	3.333	15-May-16	4 161	4 095	
2 000	Choice Properties LP	3.000	20-Sep-19	1 996	2 032	
3 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	3 042	3 124	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 516	
1 800	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 800	1 817	
2 800	Emera Inc.	2.960	13-Dec-16	2 799	2 858	
3 000	Enbridge Inc.	5.170	19-May-16	3 332	3 136	
5 100	Enbridge Income Fund Holdings Inc.	1.950	21-Nov-16	5 100	5 102	
2 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	2 000	2 039	
2 900	EPCOR Utilities Inc.	5.800	31-Jan-18	3 322	3 238	
4 000	First Capital Realty Inc.	4.950	30-Nov-18	4 270	4 358	
1 000	Ford Auto Securitization Trust	2.347	15-Apr-17	1 000	1 005	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS (cont.)						
1 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	\$ 1 588	\$ 1 586	
7 500	Ford Credit Canada Ltd.	3.320	19-Dec-17	7 618	7 722	
5 200	Ford Credit Canada Ltd.	2.939	19-Feb-19	5 214	5 287	
2 400	GE Capital Canada Funding Co.	1.547	01-Jun-15	2 400	2 402	
8 000	GE Capital Canada Funding Co.	5.100	01-Jun-16	8 584	8 389	
3 000	GE Capital Canada Funding Co.	2.420	31-May-18	2 986	3 049	
4 600	Genesis Trust II	2.295	15-Feb-17	4 600	4 660	
4 500	Genesis Trust II	2.433	15-May-19	4 507	4 567	
1 500	George Weston Ltd.	3.780	25-Oct-16	1 500	1 550	
2 500	Glacier Credit Card Trust	2.568	20-Sep-19	2 500	2 537	
3 600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	3 959	3 920	
3 000	Great-West Lifeco Inc.	6.140	21-Mar-18	3 438	3 385	
1 620	Greater Toronto Airports Authority	4.700	15-Feb-16	1 752	1 678	
2 500	Greater Toronto Airports Authority	4.850	01-Jun-17	2 740	2 693	
1 700	Greater Toronto Airports Authority	5.260	17-Apr-18	1 901	1 890	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 989	2 053	
7 000	HSBC Bank Canada	1.814	21-Jan-16	6 999	7 021	
7 500	HSBC Bank Canada	2.901	13-Jan-17	7 602	7 672	
3 500	HSBC Bank Canada	3.558	04-Oct-17	3 645	3 656	
11 500	HSBC Bank Canada	2.491	13-May-19	11 549	11 671	
4 000	Hydro One Inc.	5.180	18-Oct-17	4 620	4 381	
1 500	Inter Pipeline Ltd.	3.839	30-Jul-18	1 586	1 579	
1 655	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 161	219	
1 000	Loblaw Companies Ltd.	7.100	01-Jun-16	1 175	1 074	
8 000	Loblaw Companies Ltd.	3.748	12-Mar-19	8 214	8 450	
2 500	Manulife Bank of Canada	1.836	12-Mar-16	2 499	2 506	
4 500	Manulife Bank of Canada	2.383	17-Oct-16	4 510	4 546	
3 000	Manulife Financial Corporation	5.505	26-Jun-18	3 341	3 337	
2 700	Master Credit Card Trust	3.502	21-May-16	2 767	2 769	
2 500	Master Credit Card Trust	2.626	21-Jan-17	2 500	2 548	
800	Master Credit Card Trust II	2.723	21-Nov-18	800	821	
1 100	Molson Coors Capital Finance ULC	5.000	22-Sep-15	1 163	1 125	
7 000	National Bank of Canada	2.702	15-Dec-16	7 044	7 132	
6 000	National Bank of Canada	2.019	13-Apr-17	6 004	6 035	
8 000	National Bank of Canada	2.689	21-Aug-17	8 113	8 177	
12 700	National Bank of Canada	1.951	11-Dec-17	12 700	12 716	
9 000	National Bank of Canada	2.794	09-Aug-18	9 062	9 249	
3 500	OMERS Realty Corp.	2.498	05-Jun-18	3 564	3 571	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 045	2 071	
6 500	Rogers Communications Inc.	5.800	26-May-16	7 249	6 852	
1 500	Rogers Communications Inc.	3.000	06-Jun-17	1 499	1 538	
1 500	Rogers Communications Inc.	2.800	13-Mar-19	1 500	1 528	
9 000	Royal Bank of Canada*	2.680	08-Dec-16	9 022	9 167	
10 000	Royal Bank of Canada*	3.660	25-Jan-17	10 548	10 387	
4 000	Royal Bank of Canada*	2.580	13-Apr-17	3 997	4 074	
3 150	Royal Bank of Canada*	2.364	21-Sep-17	3 150	3 193	
3 200	Royal Bank of Canada*	2.260	12-Mar-18	3 199	3 232	
9 500	Royal Bank of Canada*	2.820	12-Jul-18	9 537	9 775	
15 000	Royal Bank of Canada*	2.770	11-Dec-18	15 161	15 398	
2 000	Royal Bank of Canada*	2.980	07-May-19	2 045	2 074	
2 000	Shaw Communications Inc.	5.700	02-Mar-17	2 139	2 158	
2 600	Shaw Communications Inc.	5.650	01-Oct-19	2 939	2 951	
2 000	Sun Life Financial Inc.	5.700	02-Jul-19	2 298	2 293	
2 000	Sun Life Financial Inc.	4.380	02-Mar-22	2 126	2 102	
5 100	Sun Life Financial Inc.	4.800	23-Nov-35	5 205	5 232	
3 250	TELUS Corp.	3.650	25-May-16	3 293	3 334	
2 000	TELUS Corp.	4.950	15-Mar-17	2 171	2 133	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE BONDS (cont.)						
2 000	Teranet Holdings LP	3.531	16-Dec-15	\$ 2 037	\$ 2 030	
900	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	951	938	
3 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	3 491	3 582	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 569	
2 000	Thomson Reuters Corp.	5.700	15-Jul-15	2 219	2 042	
2 000	Thomson Reuters Corp.	3.309	12-Nov-21	2 000	2 031	
2 500	Toronto-Dominion Bank	2.433	15-Aug-17	2 500	2 540	
14 000	Toronto-Dominion Bank	2.171	02-Apr-18	14 043	14 108	
19 800	Toronto-Dominion Bank	2.447	02-Apr-19	19 879	20 088	
3 500	Toyota Credit Canada Inc.	2.750	18-Jul-18	3 500	3 595	
4 500	Toyota Credit Canada Inc.	2.480	19-Nov-19	4 527	4 553	
2 000	TransCanada PipeLines Ltd.	4.650	03-Oct-16	2 179	2 101	
2 650	TransCanada PipeLines Ltd.	5.100	11-Jan-17	2 967	2 826	
1 500	Union Gas Ltd.	4.640	30-Jun-16	1 616	1 565	
1 200	VW Credit Canada Inc.	2.200	11-Oct-16	1 199	1 211	
4 000	VW Credit Canada Inc.	2.500	01-Oct-19	3 998	4 049	
8 250	Wells Fargo Canada Corp.	2.774	09-Feb-17	8 326	8 427	
3 500	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 526	3 592	
2 000	Westcoast Energy Inc.	3.280	15-Jan-16	2 037	2 031	
500	WTH Car Rental ULC	4.143	20-Mar-15	500	502	
				631 798	634 428	58.3
FEDERAL BONDS						
52 200	Canada Housing Trust No. 1	2.050	15-Jun-17	53 156	53 218	
23 000	Canada Housing Trust No. 1	1.700	15-Dec-17	22 961	23 249	
10 200	Canada Housing Trust No. 1	2.050	15-Jun-18	10 099	10 416	
10 000	Canada Housing Trust No. 1	2.350	15-Dec-18	10 090	10 329	
10 000	Canada Housing Trust No. 1	3.350	15-Dec-20	10 664	10 862	
19 350	Government of Canada	1.500	01-Feb-17	19 529	19 544	
7 200	Government of Canada	1.500	01-Sep-17	7 182	7 281	
15 675	Government of Canada	1.250	01-Sep-18	15 212	15 716	
				148 893	150 615	13.9
PROVINCIAL BONDS						
2 000	Cadillac Fairview Finance Trust	3.240	25-Jan-16	2 035	2 041	
17 400	Financement-Québec	4.250	01-Dec-15	18 441	17 891	
4 500	Municipal Finance Authority of British Columbia	3.000	01-Jun-16	4 643	4 616	
18 900	Province of Alberta	1.600	15-Jun-18	18 707	18 997	
10 000	Province of British Columbia	2.250	01-Mar-19	10 178	10 280	
12 055	Province of Manitoba	4.300	01-Mar-16	13 360	12 497	
2 600	Province of New Brunswick	4.300	03-Dec-15	2 618	2 676	
15 165	Province of Ontario	3.150	08-Sep-15	15 883	15 379	
14 300	Province of Ontario	4.300	08-Mar-17	15 791	15 226	
26 000	Province of Ontario	1.900	08-Sep-17	26 081	26 364	
7 800	Province of Ontario	1.435	28-Aug-18	7 799	7 849	
14 000	Province of Ontario	2.100	08-Sep-18	13 856	14 282	
28 000	Province of Ontario	2.100	08-Sep-19	27 917	28 436	
11 200	Province of Ontario Coupon Strip	0.000	02-Jun-16	10 675	11 011	
9 900	Province of Quebec	5.000	01-Dec-15	10 376	10 247	
14 400	Province of Quebec	4.500	01-Dec-17	16 005	15 659	
5 000	Province of Quebec	4.500	01-Dec-18	5 547	5 548	
				219 912	218 999	20.1
TOTAL BONDS				1 000 603	1 004 042	92.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES						
2 835	Canadian Mortgage Pools	2.170	01-Sep-15	\$ 2 820	\$ 2 846	
TOTAL MORTGAGE-BACKED SECURITIES				<u>2 820</u>	<u>2 846</u>	0.3
SHORT-TERM INVESTMENTS[†]						
16 000	Bank of Montreal			15 987	15 987	
13 000	Bank of Nova Scotia			12 986	12 986	
18 819	Canadian Imperial Bank of Commerce			18 803	18 803	
10 600	National Bank of Canada			10 589	10 589	
16 400	Toronto-Dominion Bank			16 383	16 383	
TOTAL SHORT-TERM INVESTMENTS				<u>74 748</u>	<u>74 748</u>	6.9
TOTAL INVESTMENTS				<u>\$ 1 078 171</u>	<u>1 081 636</u>	99.5
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>5 811</u>	0.5
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					<u>\$ 1 087 447</u>	100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 081 636	\$ 833 704	\$ 767 409
Cash	16	11	19
Subscriptions receivable	1 341	721	659
Dividends receivable, interest accrued and other assets	5 977	4 778	4 804
TOTAL ASSETS	1 088 970	839 214	772 891
LIABILITIES			
Redemptions payable	1 467	1 816	205
Accounts payable and accrued expenses	56	42	37
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 523	1 858	242
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 087 447	\$ 837 356	\$ 772 649
Investments at cost	\$ 1 078 171	\$ 836 635	\$ 765 993
NAV			
SERIES F	\$ 13 408	\$ 12 619	\$ 7 599
SERIES O	\$ 1 074 039	\$ 824 737	\$ 765 050
NAV PER UNIT			
SERIES F	\$ 104.02	\$ 103.54	\$ 104.54
SERIES O	\$ 104.23	\$ 103.74	\$ 104.76

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 27 296	\$ 23 998
Securities lending revenue (see note 6 in the generic notes)	61	47
Net realized gain (loss) on investments	(2 594)	(2 526)
Change in unrealized gain (loss) on investments	6 396	(4 347)
TOTAL INCOME (LOSS)	31 159	17 172
EXPENSES (see notes – Fund Specific Information)		
Management fees	47	35
Administration fees	488	389
Board of Governors costs	3	3
GST/HST	50	42
TOTAL EXPENSES	588	469
INCREASE (DECREASE) IN NAV	\$ 30 571	\$ 16 703
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 377	\$ 170
SERIES O	\$ 30 194	\$ 16 533
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 2.88	\$ 1.81
SERIES O	\$ 3.26	\$ 2.23

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 30 571	\$ 16 703
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	2 594	2 527
Change in unrealized loss (gain) on investments	(6 396)	4 347
(Increase) decrease in accrued receivables	(1 199)	26
Increase (decrease) in accrued payables	14	5
Cost of investments purchased	(1 943 559)	(1 173 928)
Proceeds on sales of investments	1 699 429	1 100 759
NET CASH PROVIDED BY OPERATING ACTIVITIES	(218 546)	(49 561)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	531 589	363 416
Cash paid on redemption of redeemable units	(287 266)	(291 183)
Distributions paid to holders of redeemable units	(25 772)	(22 680)
NET CASH USED IN FINANCING ACTIVITIES	\$ 218 551	\$ 49 553
Net increase (decrease) in cash for the year	5	(8)
Cash (bank overdraft), beginning of period	11	19
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 16	\$ 11
Interest received	\$ 26 097	\$ 24 024
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 12 619	\$ 7 599	\$ 824 737	\$ 765 050	\$ 837 356	\$ 772 649
INCREASE (DECREASE) IN NAV	377	170	30 194	16 533	30 571	16 703
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	5 237	11 457	526 972	352 021	532 209	363 478
Reinvestments of distributions to holders of redeemable units	61	89	847	896	908	985
Redemption of redeemable units	(4 569)	(6 440)	(282 348)	(286 354)	(286 917)	(292 794)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	729	5 106	245 471	66 563	246 200	71 669
Distributions from net income	(317)	(256)	(26 363)	(23 409)	(26 680)	(23 665)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(317)	(256)	(26 363)	(23 409)	(26 680)	(23 665)
NET INCREASE (DECREASE) IN NAV	789	5 020	249 302	59 687	250 091	64 707
NAV AT END OF PERIOD	\$ 13 408	\$ 12 619	\$ 1 074 039	\$ 824 737	\$ 1 087 447	\$ 837 356

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive level of monthly income by investing primarily in short-term, high-quality fixed-income securities issued or guaranteed by Canadian federal, provincial or municipal governments or corporations, asset-backed securities and corporate bonds.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	20.8	25.5	22.4
AA	48.2	44.1	39.3
A	20.2	18.5	27.7
BBB	10.8	11.9	10.6
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Corporate Bonds	58.3	57.0	57.5
Provincial Bonds	20.1	22.7	25.6
Federal Bonds	13.9	17.2	14.7
Mortgage-Backed Securities	0.3	0.4	0.5
Cash/Other	7.4	2.7	1.7

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	10.9	9.9	6.1
1 – 5 years	87.1	89.4	93.7
5 – 10 years	2.0	0.7	0.2
> 10 years	–	–	–
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.5% (December 31, 2013 – 2.6%, January 1, 2013 – 2.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 006 888	–	1 006 888
Short-term investments	–	74 748	–	74 748
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	1 081 636	–	1 081 636
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	814 911	–	814 911
Short-term investments	–	18 793	–	18 793
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	833 704	–	833 704
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	759 692	–	759 692
Short-term investments	–	7 717	–	7 717
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	767 409	–	767 409
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.35%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	16 798
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	122	73
Issued number of units	50	110
Reinvested number of units	1	1
Redeemed number of units	(44)	(62)
Ending number of units	129	122
Series O		
Opening units	7 950	7 303
Issued number of units	5 054	3 381
Reinvested number of units	8	9
Redeemed number of units	(2 708)	(2 743)
Ending number of units	10 304	7 950

Please see the generic notes at the back of the financial statements.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	136 979	102 721
Fair value of collateral received	139 719	104 776

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	836 560	771 819
Revaluation of investments at FVTPL	796	830
Net assets attributable to holders of redeemable units	837 356	772 649
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		16 737
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(34)
Increase (decrease) in net assets attributable to holders of redeemable units		16 703



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE CANADIAN BOND POOL

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
29 235 440	RBC Private Corporate Bond Pool*	\$ 314 793	\$ 329 872	
TOTAL MUTUAL FUND UNITS		314 793	329 872	20.7

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
CORPORATE						
500	407 International Inc.	5.750	14-Feb-36	\$ 521	\$ 622	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 094	2 584	
594	Alliance Pipeline LP	7.217	31-Dec-25	649	717	
1 500	AltaGas Ltd.	3.720	28-Sep-21	1 500	1 568	
1 600	American Express Canada Credit Corp.	2.310	29-Mar-18	1 599	1 618	
1 400	Bank of Montreal	2.390	12-Jul-17	1 400	1 421	
7 725	Bank of Montreal	2.430	04-Mar-19	7 714	7 838	
2 500	Bank of Montreal	4.870	22-Apr-20	2 534	2 523	
2 400	Bank of Montreal	2.840	04-Jun-20	2 390	2 467	
1 275	Bank of Montreal	5.100	21-Apr-21	1 368	1 328	
5 500	Bank of Nova Scotia	2.598	27-Feb-17	5 520	5 603	
1 350	Bank of Nova Scotia	4.100	08-Jun-17	1 458	1 425	
3 000	Bank of Nova Scotia	2.370	11-Jan-18	2 999	3 042	
2 000	Bank of Nova Scotia	2.242	22-Mar-18	2 000	2 019	
5 000	Bank of Nova Scotia	2.750	13-Aug-18	4 999	5 136	
1 500	Bank of Nova Scotia	2.400	28-Oct-19	1 500	1 512	
1 750	Bank of Nova Scotia	6.650	22-Jan-21	1 750	1 836	
500	BC Tel	10.650	19-Jun-21	768	720	
500	BC Tel	9.650	08-Apr-22	624	709	
1 500	bclMC Realty Corp.	2.790	02-Aug-18	1 534	1 546	
2 600	Bell Canada	4.400	16-Mar-18	2 803	2 783	
2 000	Bell Canada	4.880	26-Apr-18	2 161	2 173	
1 000	Bell Canada	4.950	19-May-21	1 127	1 125	
1 500	Bell Canada	3.350	22-Mar-23	1 497	1 519	
2 000	Bell Canada	6.100	16-Mar-35	2 228	2 433	
5 000	Bell Canada	4.750	29-Sep-44	4 955	5 146	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 029	
9 900	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	9 890	9 991	
1 000	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	1 051	1 352	
527	Canadian Utilities Ltd.	6.800	13-Aug-19	579	636	
1 000	Canadian Western Bank	2.531	22-Mar-18	1 000	1 012	
1 000	Canadian Western Bank	3.077	14-Jan-19	1 016	1 029	
2 500	Capital Desjardins Inc.	5.187	05-May-20	2 866	2 826	
1 000	Capital Power LP	4.600	01-Dec-15	1 045	1 024	
3 000	Choice Properties LP	3.600	20-Sep-21	3 079	3 087	
1 000	Emera Inc.	2.960	13-Dec-16	1 018	1 021	
1 500	Enbridge Gas Distribution Inc.	4.500	23-Nov-43	1 499	1 673	
1 500	Enbridge Inc.	4.770	02-Sep-19	1 508	1 648	
500	Enbridge Pipelines Inc.	4.490	12-Nov-19	500	552	
700	Encana Corp.	5.800	18-Jan-18	742	772	
1 000	EPCOR Utilities Inc.	5.800	31-Jan-18	1 134	1 116	
2 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	1 999	2 059	
4 100	FortisAlberta Inc.	6.220	31-Oct-34	4 708	5 528	
3 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	2 581	3 285	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 000	Genesis Trust II	2.295	15-Feb-17	\$ 1 000	\$ 1 013	
1 900	Great-West Lifeco Inc.	6.140	21-Mar-18	1 971	2 144	
2 500	Great-West Lifeco Inc.	6.740	24-Nov-31	2 780	3 351	
4 000	Greater Toronto Airports Authority	4.850	01-Jun-17	4 198	4 309	
2 000	Greater Toronto Airports Authority	3.040	21-Sep-22	2 000	2 080	
2 500	Greater Toronto Airports Authority	6.470	02-Feb-34	2 775	3 459	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 977	2 053	
3 000	HSBC Bank Canada	2.908	29-Sep-21	3 051	3 062	
1 500	HSBC Bank Canada	4.800	10-Apr-22	1 418	1 591	
500	Hydro One Inc.	5.180	18-Oct-17	574	548	
1 527	Hydro One Inc.	6.930	01-Jun-32	1 769	2 176	
2 000	Inter Pipeline Ltd.	4.967	02-Feb-21	2 228	2 237	
1 500	Loblaw Companies Ltd.	3.748	12-Mar-19	1 500	1 584	
2 500	Loblaw Companies Ltd.	5.220	18-Jun-20	2 851	2 820	
1 500	Loblaw Companies Ltd.	5.900	18-Jan-36	1 741	1 758	
4 000	Master Credit Card Trust	2.626	21-Jan-17	4 097	4 076	
1 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	1 059	1 022	
3 000	National Bank of Canada	2.689	21-Aug-17	3 028	3 066	
2 000	National Bank of Canada	2.794	09-Aug-18	2 035	2 055	
1 054	Nova Gas Transmission Ltd.	9.900	16-Dec-24	1 407	1 611	
2 000	OMERS Realty Corp.	2.498	05-Jun-18	2 000	2 040	
1 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	1 010	1 035	
2 000	Reliance LP	4.574	15-Mar-17	2 024	2 084	
3 000	Rogers Communications Inc.	5.380	04-Nov-19	3 069	3 384	
1 000	Rogers Communications Inc.	5.340	22-Mar-21	1 142	1 142	
3 000	Rogers Communications Inc.	6.110	25-Aug-40	3 605	3 612	
2 000	Royal Bank of Canada*	3.660	25-Jan-17	1 999	2 077	
3 000	Royal Bank of Canada*	2.580	13-Apr-17	3 000	3 056	
2 000	Royal Bank of Canada*	2.820	12-Jul-18	2 000	2 058	
2 500	Royal Bank of Canada*	2.770	11-Dec-18	2 533	2 566	
2 000	Royal Bank of Canada*	4.930	16-Jul-25	1 999	2 354	
4 500	Shaw Communications Inc.	5.650	01-Oct-19	5 055	5 108	
2 000	Sun Life Financial Inc.	5.700	02-Jul-19	2 339	2 293	
3 000	TCHC Issuer Trust	4.877	11-May-37	3 000	3 535	
1 000	TELUS Corp.	5.050	04-Dec-19	1 010	1 120	
2 000	TELUS Corp.	5.050	23-Jul-20	1 995	2 250	
800	TELUS Corp.	3.350	15-Mar-23	799	812	
2 000	TELUS Corp.	4.400	01-Apr-43	2 031	1 965	
2 000	Teranet Holdings LP	3.531	16-Dec-15	2 000	2 030	
733	Terasen Gas Inc.	5.900	26-Feb-35	737	955	
2 800	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	2 828	2 919	
660	Thomson Reuters Corp.	3.309	12-Nov-21	660	670	
1 000	Toronto Hydro Corp.	4.490	12-Nov-19	1 000	1 109	
5 000	Toronto-Dominion Bank	2.433	15-Aug-17	5 000	5 080	
3 755	Toronto-Dominion Bank	2.171	02-Apr-18	3 767	3 784	
600	Toronto-Dominion Bank	2.447	02-Apr-19	603	609	
3 000	Toronto-Dominion Bank	2.563	24-Jun-20	3 000	3 040	
4 000	Toronto-Dominion Bank	3.226	24-Jul-24	4 000	4 112	
951	Toronto-Dominion Bank	9.150	26-May-25	1 178	1 453	
2 000	Toronto-Dominion Bank	5.763	18-Dec-06	2 127	2 206	
1 054	TransCanada Pipelines Ltd.	11.900	20-Aug-15	1 587	1 119	
1 000	TransCanada Pipelines Ltd.	7.310	15-Jan-27	1 061	1 319	
2 000	Union Gas Ltd.	5.350	27-Apr-18	1 989	2 219	
3 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	3 019	3 064	
2 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	2 038	2 067	
3 900	Wells Fargo Canada Corp.	3.040	29-Jan-21	3 986	4 014	
3 000	Westcoast Energy Inc.	3.120	05-Dec-22	2 995	3 031	
				224 553	234 359	14.7

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
30 000	Canada Housing Trust No. 1	1.850	15-Dec-16	\$ 30 257	\$ 30 408	
5 000	Canada Housing Trust No. 1	2.050	15-Jun-17	5 084	5 098	
32 800	Canada Housing Trust No. 1	3.350	15-Dec-20	33 151	35 627	
7 000	Canada Housing Trust No. 1	2.650	15-Mar-22	7 091	7 310	
15 000	Canada Housing Trust No. 1	2.350	15-Sep-23	14 470	15 214	
25 000	Government of Canada	1.000	01-Nov-15	24 998	24 999	
10 000	Government of Canada	1.500	01-Feb-17	10 092	10 100	
55 000	Government of Canada	1.500	01-Sep-17	55 353	55 620	
17 500	Government of Canada	1.250	01-Sep-18	16 947	17 545	
17 400	Government of Canada	1.750	01-Mar-19	17 433	17 758	
30 000	Government of Canada	1.750	01-Sep-19	30 087	30 559	
22 000	Government of Canada	3.500	01-Jun-20	24 504	24 423	
18 050	Government of Canada	2.750	01-Jun-22	19 168	19 492	
6 140	Government of Canada	2.500	01-Jun-24	6 268	6 518	
10 640	Government of Canada	5.750	01-Jun-29	14 388	15 469	
17 475	Government of Canada	5.750	01-Jun-33	25 608	26 733	
6 890	Government of Canada	4.000	01-Jun-41	8 390	9 143	
18 100	Government of Canada	3.500	01-Dec-45	21 437	22 723	
2 000	Labrador-Island Link Funding Trust	3.760	01-Jun-33	2 037	2 296	
				366 763	377 035	23.7
PROVINCIAL/MUNICIPAL						
10 000	Cadillac Fairview Finance Trust	3.640	09-May-18	9 999	10 651	
1 000	CDP Financial Inc.	4.600	15-Jul-20	998	1 130	
2 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	2 003	2 342	
2 500	Province of Manitoba	6.500	22-Sep-17	2 695	2 844	
4 000	Province of Manitoba	4.600	05-Mar-38	3 910	4 890	
9 000	Province of New Brunswick	4.400	03-Jun-19	9 984	10 032	
5 500	Province of New Brunswick	4.800	03-Jun-41	5 534	6 852	
2 100	Province of Newfoundland	6.150	17-Apr-28	2 272	2 833	
1 000	Province of Nova Scotia	6.600	01-Dec-31	1 015	1 453	
1 000	Province of Nova Scotia	4.900	01-Jun-35	1 010	1 241	
7 000	Province of Ontario	3.150	08-Sep-15	7 298	7 099	
20 000	Province of Ontario	4.300	08-Mar-17	19 712	21 295	
12 700	Province of Ontario	1.900	08-Sep-17	12 575	12 878	
18 500	Province of Ontario	2.100	08-Sep-18	18 438	18 872	
12 700	Province of Ontario	4.400	02-Jun-19	14 089	14 159	
16 190	Province of Ontario	4.000	02-Jun-21	16 978	18 013	
30 200	Province of Ontario	3.150	02-Jun-22	30 950	31 946	
28 000	Province of Ontario	2.850	02-Jun-23	27 540	28 828	
33 000	Province of Ontario	3.500	02-Jun-24	34 081	35 463	
13 000	Province of Ontario	8.000	02-Dec-26	15 689	19 759	
11 000	Province of Ontario	6.500	08-Mar-29	14 296	15 470	
7 450	Province of Ontario	5.600	02-Jun-35	9 789	10 092	
11 000	Province of Ontario	4.700	02-Jun-37	10 994	13 523	
17 705	Province of Ontario	4.600	02-Jun-39	18 239	21 638	
26 375	Province of Ontario	4.650	02-Jun-41	29 402	32 751	
14 890	Province of Ontario	3.500	02-Jun-43	14 733	15 504	
56 750	Province of Ontario	3.450	02-Jun-45	53 838	58 744	
3 000	Province of Prince Edward Island	4.650	19-Nov-37	3 033	3 584	
9 000	Province of Quebec	5.000	01-Dec-15	9 432	9 315	
33 000	Province of Quebec	4.500	01-Dec-17	33 282	35 885	
13 500	Province of Quebec	4.500	01-Dec-19	14 526	15 198	
11 170	Province of Quebec	4.500	01-Dec-20	12 553	12 714	
9 375	Province of Quebec	3.500	01-Dec-22	9 751	10 113	
12 600	Province of Quebec	3.000	01-Sep-23	12 401	13 065	
37 900	Province of Quebec	3.750	01-Sep-24	40 367	41 358	
3 000	Province of Quebec	5.750	01-Dec-36	3 422	4 137	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
6 000	Province of Quebec	5.000	01-Dec-38	\$ 6 913	\$ 7 637	
12 000	Province of Quebec	5.000	01-Dec-41	13 022	15 505	
9 875	Province of Quebec	4.250	01-Dec-43	10 396	11 520	
5 000	Province of Quebec	3.500	01-Dec-45	4 849	5 155	
2 000	Province of Saskatchewan	5.600	05-Sep-35	1 989	2 755	
				563 997	608 243	38.2
TOTAL CANADIAN BONDS				1 155 313	1 219 637	76.6
FOREIGN BONDS						
SUPRANATIONAL						
1 000	Inter-American Development Bank CAD	4.400	26-Jan-26	997	1 151	
TOTAL FOREIGN BONDS				997	1 151	0.1
TOTAL BONDS				1 156 310	1 220 788	76.7
SHORT-TERM INVESTMENTS†				43 241	43 241	2.7
TOTAL INVESTMENTS				\$ 1 514 344	1 593 901	100.1
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(1 915)	(0.1)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 591 986	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.91% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 593 901	\$ 1 084 915	\$ 921 922
Cash	–	–	2
Subscriptions receivable	2 106	1 819	947
Futures contracts margin receivable	821	251	–
Dividends receivable, interest accrued and other assets	6 618	5 101	4 322
TOTAL ASSETS	1 603 446	1 092 086	927 193
LIABILITIES			
Bank overdraft	767	77	–
Due to investment dealers	10 134	–	–
Redemptions payable	492	656	582
Unrealized loss on futures contracts	–	244	–
Accounts payable and accrued expenses	67	49	46
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	11 460	1 026	628
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 591 986	\$ 1 091 060	\$ 926 565
Investments at cost	\$ 1 514 344	\$ 1 069 109	\$ 860 732
NAV			
SERIES F	\$ 48 981	\$ 48 769	\$ 52 421
SERIES O	\$ 1 543 005	\$ 1 042 291	\$ 874 144
NAV PER UNIT			
SERIES F	\$ 124.36	\$ 118.14	\$ 123.79
SERIES O	\$ 124.62	\$ 118.35	\$ 123.97

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 34 798	\$ 28 678
Net gain (loss) from futures contracts	851	(510)
Other income received from underlying funds	10 882	7 227
Securities lending revenue (see note 6 in the generic notes)	160	98
Net realized gain (loss) on investments	2 800	5
Net gain (loss) on foreign currencies and other net assets	5	4
Change in unrealized gain (loss) on investments	63 751	(45 384)
TOTAL INCOME (LOSS)	113 247	(9 882)
EXPENSES (see notes – Fund Specific Information)		
Management fees	196	195
Administration fees	409	309
Board of Governors costs	3	3
GST/HST	58	52
TOTAL EXPENSES	666	559
INCREASE (DECREASE) IN NAV	\$ 112 581	\$ (10 441)
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 4 008	\$ (859)
SERIES O	\$ 108 573	\$ (9 582)
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 9.94	\$ (1.80)
SERIES O	\$ 10.42	\$ (1.25)

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 112 581	\$ (10 441)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(2 800)	(5)
Change in unrealized loss (gain) on investments	(63 751)	45 384
(Increase) decrease in accrued receivables	(1 517)	(779)
Increase (decrease) in accrued payables	9 908	247
Cost of investments purchased	(1 984 460)	(1 301 984)
Proceeds on sales of investments	1 542 025	1 093 612
NET CASH PROVIDED BY OPERATING ACTIVITIES	(388 014)	(173 966)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	700 075	431 111
Cash paid on redemption of redeemable units	(267 175)	(222 894)
Distributions paid to holders of redeemable units	(45 006)	(34 079)
NET CASH USED IN FINANCING ACTIVITIES	\$ 387 894	\$ 174 138
Net increase (decrease) in cash for the year	(120)	172
Cash (bank overdraft), beginning of period	174	2
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 54	\$ 174
Interest received	\$ 33 281	\$ 27 899
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 48 769	\$ 52 421	\$ 1 042 291	\$ 874 144	\$ 1 091 060	\$ 926 565
INCREASE (DECREASE) IN NAV	4 008	(859)	108 573	(9 582)	112 581	(10 441)
Early redemption fees	1	1	–	–	1	1
Proceeds from redeemable units issued	10 960	17 571	689 402	414 412	700 362	431 983
Reinvestments of distributions to holders of redeemable units	333	385	423	515	756	900
Redemption of redeemable units	(13 594)	(19 252)	(253 418)	(203 717)	(267 012)	(222 969)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(2 300)	(1 295)	436 407	211 210	434 107	209 915
Distributions from net income	(1 496)	(1 498)	(44 266)	(33 481)	(45 762)	(34 979)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 496)	(1 498)	(44 266)	(33 481)	(45 762)	(34 979)
NET INCREASE (DECREASE) IN NAV	212	(3 652)	500 714	168 147	500 926	164 495
NAV AT END OF PERIOD	\$ 48 981	\$ 48 769	\$ 1 543 005	\$ 1 042 291	\$ 1 591 986	\$ 1 091 060

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of interest income and moderate capital growth. The Fund invests primarily in high-quality fixed-income securities issued by Canadian governments and corporations and may invest up to 30% of the portfolio in foreign securities.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	25.6	26.1	31.5
AA	37.8	35.7	31.9
A	23.5	24.4	26.9
BBB	12.6	12.9	9.6
BB	0.3	0.4	0.1
B	0.2	0.5	–
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Provincial/Municipal	38.2	35.9	35.8
Corporate	35.4	38.0	33.8
Federal	23.7	23.2	28.8
Supranational	0.1	0.1	0.1
Cash/Other	2.6	2.8	1.5

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	3.7	5.3	2.5
1 – 5 years	39.5	40.2	43.0
5 – 10 years	27.0	27.2	25.9
> 10 years	29.8	27.3	28.6
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 7.3% (December 31, 2013 –

6.6%, January 1, 2013 – 7.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	329 872	–	–	329 872
Fixed-income	–	–	–	–
and debt securities	–	1 220 788	–	1 220 788
Short-term investments	–	43 241	–	43 241
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	329 872	1 264 029	–	1 593 901
% of total portfolio	20.7	79.3	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	211 086	–	–	211 086
Fixed-income	–	–	–	–
and debt securities	–	849 519	–	849 519
Short-term investments	–	24 310	–	24 310
Derivatives – assets	–	–	–	–
Derivatives – liabilities	(244)	–	–	(244)
Total financial instruments	210 842	873 829	–	1 084 671
% of total portfolio	19.5	80.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	156 266	–	–	156 266
Fixed-income	–	–	–	–
and debt securities	–	756 761	–	756 761
Short-term investments	–	8 895	–	8 895
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 266	765 656	–	921 922
% of total portfolio	17.0	83.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.40%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.03%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Private Canadian Corporate Bond Pool	20.7	17.0	19.3	14.6

	January 1, 2013	
	NAV	Ownership
RBC Private Canadian Corporate Bond Pool	16.9	11.9

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	49
Non-capital losses	–

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	413	423
Issued number of units	90	146
Reinvested number of units	3	3
Redeemed number of units	(112)	(159)
Ending number of units	394	413
Series O		
Opening units	8 807	7 051
Issued number of units	5 644	3 431
Reinvested number of units	3	4
Redeemed number of units	(2 073)	(1 679)
Ending number of units	12 381	8 807

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	311 052	177 415
Fair value of collateral received	317 367	180 963

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 090 337	925 980
Revaluation of investments at FVTPL	723	585
Net assets attributable to holders of redeemable units	1 091 060	926 565
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		(10 579)
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		138
Increase (decrease) in net assets attributable to holders of redeemable units		(10 441)



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE CANADIAN CORPORATE BOND POOL

December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS						
4 000	407 International Inc.	3.870	24-Nov-17	\$ 3 953	\$ 4 220	
2 500	407 International Inc.	3.350	16-May-24	2 498	2 614	
8 000	407 International Inc.	5.750	14-Feb-36	8 549	9 950	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 554	
945	Aéroports de Montréal	6.950	16-Apr-32	1 152	1 232	
13 000	Aéroports de Montréal	5.670	16-Oct-37	14 198	16 799	
7 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	6 994	7 110	
532	Alliance Pipeline LP	6.765	31-Dec-25	532	629	
2 226	Alliance Pipeline LP	7.217	31-Dec-25	2 226	2 686	
5 000	AltaGas Ltd.	4.600	15-Jan-18	5 384	5 347	
4 000	AltaGas Ltd.	4.550	17-Jan-19	4 326	4 325	
7 123	AltaGas Ltd.	3.720	28-Sep-21	7 202	7 444	
3 500	AltaGas Ltd.	3.570	12-Jun-23	3 497	3 569	
7 000	AltaGas Ltd.	4.400	15-Mar-24	6 996	7 495	
7 000	AltaLink Investments LP	3.265	05-Jun-20	7 082	7 251	
5 000	AltaLink LP	3.668	06-Nov-23	5 000	5 357	
1 000	AltaLink LP	4.872	15-Nov-40	1 000	1 181	
3 000	AltaLink LP	4.462	08-Nov-41	3 000	3 341	
5 500	American Express Canada Credit Corp.	2.310	29-Mar-18	5 494	5 561	
5 000	Aon Finance NS 1 ULC	4.760	08-Mar-18	4 998	5 322	
3 000	Bank of Montreal	2.390	12-Jul-17	3 004	3 046	
15 000	Bank of Montreal	2.240	11-Dec-17	15 005	15 162	
18 000	Bank of Montreal	6.020	02-May-18	20 531	20 352	
22 250	Bank of Montreal	3.210	13-Sep-18	22 826	23 208	
10 750	Bank of Montreal	2.430	04-Mar-19	10 760	10 907	
13 900	Bank of Montreal	2.840	04-Jun-20	13 934	14 289	
2 400	Bank of Montreal	5.100	21-Apr-21	2 375	2 499	
5 000	Bank of Montreal	3.400	23-Apr-21	5 216	5 278	
16 500	Bank of Nova Scotia	2.598	27-Feb-17	16 696	16 810	
4 000	Bank of Nova Scotia	4.100	08-Jun-17	4 303	4 223	
18 000	Bank of Nova Scotia	2.370	11-Jan-18	18 259	18 251	
7 350	Bank of Nova Scotia	2.242	22-Mar-18	7 348	7 420	
14 500	Bank of Nova Scotia	2.462	14-Mar-19	14 509	14 724	
10 500	Bank of Nova Scotia	2.400	28-Oct-19	10 498	10 582	
13 000	Bank of Nova Scotia	3.270	11-Jan-21	13 247	13 624	
5 000	Bank of Nova Scotia	6.650	22-Jan-21	4 999	5 245	
1 000	BC Tel	10.650	19-Jun-21	1 537	1 440	
4 125	BC Tel	9.650	08-Apr-22	5 567	5 848	
6 000	bclMC Realty Corp.	2.960	07-Mar-19	5 998	6 215	
10 050	Bell Canada	5.410	26-Sep-16	10 163	10 657	
17 120	Bell Canada	4.400	16-Mar-18	18 055	18 322	
10 000	Bell Canada	4.880	26-Apr-18	10 944	10 863	
5 000	Bell Canada	3.500	10-Sep-18	4 997	5 230	
4 000	Bell Canada	3.540	12-Jun-20	4 000	4 186	
1 000	Bell Canada	3.250	17-Jun-20	1 031	1 032	
4 000	Bell Canada	4.950	19-May-21	3 985	4 501	
7 500	Bell Canada	3.350	22-Mar-23	7 394	7 595	
19 105	Bell Canada	6.100	16-Mar-35	19 981	23 238	
9 000	Bell Canada	4.750	29-Sep-44	8 919	9 263	
1 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	1 267	1 608	
1 650	Brookfield Power Corp.	5.840	05-Nov-36	1 671	1 812	
5 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	5 791	5 912	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
2 000	Brookfield Renewable Power Inc.	5.140	13-Oct-20	\$ 1 999	\$ 2 218	
9 000	Caisse Centrale Desjardins	3.502	05-Oct-17	9 032	9 400	
3 000	Caisse Centrale Desjardins	2.795	19-Nov-18	3 000	3 080	
8 000	Caisse Centrale Desjardins	2.443	17-Jul-19	8 000	8 095	
3 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	3 000	3 086	
4 850	Calloway Real Estate Investment Trust	3.730	22-Jul-22	4 864	4 942	
4 800	Calloway Real Estate Investment Trust	3.985	30-May-23	4 740	4 938	
3 800	Cameco Corp.	5.670	02-Sep-19	4 108	4 250	
8 700	Canadian Imperial Bank of Commerce	2.650	08-Nov-16	8 817	8 854	
25 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	25 084	25 338	
21 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	21 584	21 697	
1 300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	1 299	1 314	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 986	
2 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	2 000	2 011	
3 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	2 992	3 457	
8 530	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 624	8 805	
6 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	6 042	6 326	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 895	
3 200	Canadian Western Bank	3.049	18-Jan-17	3 200	3 272	
5 000	Canadian Western Bank	2.104	26-Jun-17	5 000	5 010	
7 300	Canadian Western Bank	2.531	22-Mar-18	7 318	7 384	
16 700	Canadian Western Bank	3.077	14-Jan-19	16 946	17 192	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 521	
10 500	Capital Power LP	4.600	01-Dec-15	10 761	10 752	
8 000	Choice Properties LP	3.000	20-Sep-19	7 994	8 129	
13 100	Choice Properties LP	3.600	20-Sep-21	13 181	13 480	
5 100	Corus Entertainment Inc.	4.250	11-Feb-20	5 084	4 930	
9 545	Crombie Real Estate Investment Trust	3.986	31-Oct-18	9 640	9 938	
5 000	Daimler Canada Finance Inc.	3.280	15-Sep-16	5 000	5 131	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 516	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 514	
5 000	Dollarama Inc.	3.095	05-Nov-18	5 000	5 104	
7 500	Emera Inc.	2.960	13-Dec-16	7 497	7 655	
5 212	Emera Inc.	4.830	02-Dec-19	5 732	5 750	
2 000	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	1 994	2 039	
12 430	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	13 081	14 997	
3 000	Enbridge Gas Distribution Inc.	4.000	22-Aug-44	2 990	3 087	
1 000	Enbridge Inc.	5.570	14-Nov-35	1 125	1 120	
3 000	Enbridge Inc. USD	4.500	10-Jun-44	3 002	3 021	
4 000	Enbridge Income Fund Holdings Inc.	2.920	14-Dec-17	3 999	4 078	
3 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	3 497	3 863	
5 000	Encana Corp.	5.800	18-Jan-18	5 228	5 515	
4 000	EnerCare Solutions Inc.	4.300	30-Nov-17	3 997	4 163	
2 600	EnerCare Solutions Inc.	4.600	03-Feb-20	2 731	2 732	
5 000	Enmax Corp.	3.805	05-Dec-24	5 000	5 071	
9 360	EPCOR Utilities Inc.	5.800	31-Jan-18	10 341	10 450	
15 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	15 636	16 897	
1 200	First Capital Realty Inc.	4.950	30-Nov-18	1 300	1 307	
11 300	First Capital Realty Inc.	4.430	31-Jan-22	11 403	12 152	
2 000	First Capital Realty Inc.	4.790	30-Aug-24	2 137	2 175	
1 619	Ford Auto Securitization Trust	2.482	15-Nov-16	1 619	1 626	
3 000	Ford Auto Securitization Trust	2.347	15-Apr-17	3 000	3 016	
3 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	3 631	3 700	
12 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	12 165	12 356	
10 000	Ford Credit Canada Ltd.	2.939	19-Feb-19	10 043	10 166	
6 500	FortisAlberta Inc.	6.220	31-Oct-34	8 295	8 764	
3 000	FortisAlberta Inc.	4.110	29-Sep-44	2 999	3 173	
4 800	GE Capital Canada Funding Co.	5.530	17-Aug-17	4 708	5 256	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
15 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	\$ 17 347	\$ 17 322	
6 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	6 342	8 384	
7 000	Genworth MI Canada Inc.	5.680	15-Jun-20	7 169	7 964	
2 000	George Weston Ltd.	3.780	25-Oct-16	2 000	2 067	
6 000	George Weston Ltd.	4.115	17-Jun-24	6 000	6 238	
8 000	Glacier Credit Card Trust	2.568	20-Sep-19	8 000	8 117	
7 800	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	8 390	8 494	
8 000	Great-West Lifeco Inc.	6.140	21-Mar-18	9 301	9 027	
5 000	Great-West Lifeco Inc.	4.650	13-Aug-20	5 597	5 575	
18 000	Great-West Lifeco Inc.	6.740	24-Nov-31	22 614	24 124	
13 700	Greater Toronto Airports Authority	7.100	04-Jun-31	17 752	19 594	
3 300	Greater Toronto Airports Authority	6.980	15-Oct-32	4 561	4 722	
19 050	Greater Toronto Airports Authority	6.470	02-Feb-34	23 845	26 357	
2 400	H&R Real Estate Investment Trust	5.902	03-Feb-17	2 624	2 580	
9 100	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 051	9 341	
12 000	HSBC Bank Canada	3.558	04-Oct-17	12 102	12 535	
17 000	HSBC Bank Canada	2.491	13-May-19	17 018	17 253	
11 500	HSBC Bank Canada	2.938	14-Jan-20	11 515	11 849	
5 000	HSBC Bank Canada	2.908	29-Sep-21	5 000	5 104	
1 500	HSBC Canada Asset Trust Securities	5.149	29-Dec-49	1 489	1 524	
7 269	Hydro One Inc.	6.930	01-Jun-32	8 705	10 359	
29 500	Hydro One Inc.	5.360	20-May-36	35 448	36 683	
2 500	Hydro One Inc.	4.170	06-Jun-44	2 497	2 674	
3 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	3 500	3 684	
3 000	Inter Pipeline Ltd.	3.448	20-Jul-20	3 000	3 109	
3 000	Inter Pipeline Ltd.	4.967	02-Feb-21	3 006	3 356	
5 000	Inter Pipeline Ltd.	4.637	30-May-44	5 000	5 114	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 281	
500	Loblaw Companies Ltd.	5.220	18-Jun-20	500	564	
9 000	Loblaw Companies Ltd.	4.860	12-Sep-23	9 699	10 018	
3 800	Loblaw Companies Ltd.	6.450	09-Feb-28	4 151	4 636	
12 050	Loblaw Companies Ltd.	6.050	09-Jun-34	12 506	14 275	
20 050	Loblaw Companies Ltd.	5.900	18-Jan-36	20 821	23 497	
2 000	Manulife Bank of Canada	2.383	17-Oct-16	2 000	2 020	
10 000	Manulife Financial Corporation	5.059	15-Dec-41	9 720	11 081	
3 000	Molson Coors Capital Finance ULC	5.000	22-Sep-15	2 993	3 067	
7 500	National Bank of Canada	2.702	15-Dec-16	7 522	7 641	
15 000	National Bank of Canada	2.019	13-Apr-17	15 000	15 087	
4 000	National Bank of Canada	2.689	21-Aug-17	4 000	4 088	
9 000	National Bank of Canada	1.951	11-Dec-17	9 000	9 011	
7 700	National Bank of Canada	2.794	09-Aug-18	7 738	7 913	
10 540	NBC Capital Trust	5.329	30-Jun-56	10 439	11 043	
2 400	North West Redwater Partnership	3.200	22-Jul-24	2 396	2 447	
3 946	Nova Gas Transmission Ltd.	9.900	16-Dec-24	5 117	6 030	
3 000	Nova Scotia Power Inc.	4.150	06-Mar-42	2 997	3 119	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 344	
1 500	Pembina Pipeline Corp.	3.770	24-Oct-22	1 500	1 563	
1 000	Pembina Pipeline Corp.	4.750	30-Apr-43	998	1 013	
7 500	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	7 721	7 766	
22 000	Province of Ontario	3.500	02-Jun-24	23 075	23 642	
21 000	Province of Ontario	3.450	02-Jun-45	20 738	21 738	
11 350	RBC Capital Trust*	4.870	31-Dec-15	10 685	11 676	
4 000	Reliance LP	4.574	15-Mar-17	4 000	4 168	
11 000	Reliance LP	5.187	15-Mar-19	11 797	11 800	
6 000	Rogers Communications Inc.	5.800	26-May-16	6 766	6 325	
13 000	Rogers Communications Inc.	5.380	04-Nov-19	13 810	14 666	
7 500	Rogers Communications Inc.	4.700	29-Sep-20	7 387	8 287	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
7 500	Rogers Communications Inc.	5.340	22-Mar-21	\$ 8 193	\$ 8 568	
5 000	Rogers Communications Inc.	4.000	13-Mar-24	4 985	5 223	
10 000	Rogers Communications Inc.	6.110	25-Aug-40	11 465	12 040	
5 000	Royal Bank of Canada*	3.660	25-Jan-17	4 998	5 194	
6 000	Royal Bank of Canada*	2.580	13-Apr-17	5 999	6 111	
17 000	Royal Bank of Canada*	2.364	21-Sep-17	17 063	17 230	
7 200	Royal Bank of Canada*	2.260	12-Mar-18	7 228	7 271	
18 800	Royal Bank of Canada*	2.820	12-Jul-18	18 874	19 343	
5 500	Royal Bank of Canada*	2.770	11-Dec-18	5 608	5 646	
12 100	Royal Bank of Canada*	2.350	09-Dec-19	12 098	12 159	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 652	
5 750	Scotiabank Capital Trust	7.802	30-Jun-08	6 292	6 972	
7 750	Shaw Communications Inc.	5.700	02-Mar-17	7 818	8 360	
11 500	Shaw Communications Inc.	5.650	01-Oct-19	12 363	13 054	
8 000	Shaw Communications Inc.	4.350	31-Jan-24	8 012	8 506	
10 500	Shaw Communications Inc.	6.750	09-Nov-39	11 672	13 034	
2 000	Sun Life Capital Trust II	5.863	31-Dec-08	2 000	2 305	
6 450	Sun Life Financial Inc.	5.700	02-Jul-19	6 572	7 396	
12 850	Sun Life Financial Inc.	4.800	23-Nov-35	12 777	13 183	
7 720	Sun Life Financial Inc.	5.400	29-May-42	7 712	8 997	
2 500	Suncor Energy Inc.	3.100	26-Nov-21	2 492	2 532	
8 000	Suncor Energy Inc.	5.390	26-Mar-37	7 151	9 171	
10 130	TELUS Corp.	4.950	15-Mar-17	10 739	10 806	
6 000	TELUS Corp.	5.050	04-Dec-19	5 965	6 721	
3 000	TELUS Corp.	5.050	23-Jul-20	2 992	3 375	
2 800	TELUS Corp.	3.600	26-Jan-21	2 792	2 939	
16 000	TELUS Corp.	4.400	01-Apr-43	15 744	15 718	
2 500	Teranet Holdings LP	3.531	16-Dec-15	2 500	2 538	
3 240	Teranet Holdings LP	5.754	17-Dec-40	3 187	3 658	
13 000	Terasen Gas Inc.	5.900	26-Feb-35	14 599	16 935	
1 500	Terasen Gas Inc.	5.550	25-Sep-36	1 531	1 894	
750	The Manufacturers Life Insurance Co.	4.210	18-Nov-21	792	782	
2 150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	2 150	2 200	
4 650	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	4 650	4 741	
7 500	Thomson Reuters Corp.	4.350	30-Sep-20	7 490	8 119	
7 000	Thomson Reuters Corp.	3.309	12-Nov-21	7 000	7 108	
33 000	Toronto-Dominion Bank	4.779	14-Dec-16	31 959	34 763	
8 000	Toronto-Dominion Bank	2.171	02-Apr-18	8 011	8 062	
19 450	Toronto-Dominion Bank	2.447	02-Apr-19	19 525	19 733	
18 000	Toronto-Dominion Bank	2.563	24-Jun-20	18 180	18 239	
21 750	Toronto-Dominion Bank	3.226	24-Jul-24	22 240	22 360	
2 500	Toronto Hydro Corp.	4.490	12-Nov-19	2 499	2 772	
2 000	Toronto Hydro Corp.	4.080	16-Sep-44	1 999	2 098	
6 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	5 999	6 097	
5 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	4 999	5 059	
3 946	TransCanada PipeLines Ltd.	11.900	20-Aug-15	5 858	4 191	
2 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	2 000	2 107	
13 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	15 753	16 269	
1 000	Union Gas Ltd.	4.850	25-Apr-22	998	1 146	
4 000	Union Gas Ltd.	8.650	10-Nov-25	5 602	5 917	
2 000	Union Gas Ltd.	5.460	11-Sep-36	2 000	2 458	
2 000	Union Gas Ltd.	6.050	02-Sep-38	1 996	2 671	
2 000	Union Gas Ltd.	5.200	23-Jul-40	1 990	2 421	
8 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	8 000	8 171	
3 300	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 317	3 387	
16 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	16 076	16 537	
5 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	4 998	5 146	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	\$ 1 996	\$ 2 248	
8 000	Westcoast Energy Inc.	3.120	05-Dec-22	8 053	8 082	
7 500	Westcoast Energy Inc.	6.750	15-Dec-27	8 456	9 711	
TOTAL CANADIAN BONDS				1 737 558	1 818 105	93.8
FOREIGN BONDS						
United Kingdom						
6 000	Ineos Finance Plc. USD	8.375	15-Feb-19	6 902	7 433	
				6 902	7 433	0.4
United States						
2 500	Ball Corp.	5.750	15-May-21	2 757	3 057	
4 245	Beazer Homes USA Inc.	6.625	15-Apr-18	4 769	5 178	
10 338	Everest Reinsurance Holdings Inc.	6.600	15-May-37	11 297	12 341	
7 560	Fidelity National Information Services Inc.	5.000	15-Mar-22	8 162	9 325	
9 500	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	9 651	11 479	
2 500	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 736	331	
4 165	Liberty Mutual Group Inc.	7.000	15-Mar-37	4 506	4 984	
4 000	Lincoln National Corp.	6.050	20-Apr-67	4 484	4 670	
7 500	Reynolds Group Issuer Inc.	7.875	15-Aug-19	8 536	9 204	
5 000	United Rentals North America Inc.	5.750	15-Jul-18	5 451	6 085	
				61 349	66 654	3.4
TOTAL FOREIGN BONDS				68 251	74 087	3.8
SHORT-TERM INVESTMENTS†				30 223	30 223	1.6
TOTAL INVESTMENTS				1 836 032	1 922 415	99.2
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				-	662	-
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				-	(1 746)	(0.1)
TOTAL PORTFOLIO				\$ 1 836 032	1 921 331	99.1
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					17 989	0.9
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					\$ 1 939 320	100.0

* Investment in related party (see note 7 in the generic notes).

† Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.

**SCHEDULE A
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Gain
Bought USD 16 387 Sold CAD 18 412 @ 1.1236	21-Jan-15	\$ 635
Bought USD 550 Sold CAD 622 @ 1.1315	06-Feb-15	17
Bought CAD 3 370 Sold USD 2 891 @ 1.1655	19-Mar-15	5
Bought CAD 2 937 Sold USD 2 522 @ 1.1645	26-Mar-15	1
Bought CAD 2 827 Sold USD 2 425 @ 1.1658	30-Mar-15	4
		\$ 662
Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 537 Sold USD 3 158 @ 1.1199	08-Jan-15	\$ (132)
Bought CAD 6 092 Sold USD 5 425 @ 1.1229	12-Jan-15	(212)
Bought CAD 1 718 Sold USD 1 537 @ 1.1178	13-Jan-15	(68)
Bought CAD 2 346 Sold USD 2 100 @ 1.1174	14-Jan-15	(95)
Bought CAD 510 Sold USD 450 @ 1.1344	20-Jan-15	(14)
Bought CAD 18 992 Sold USD 16 387 @ 1.1590	21-Jan-15	(54)
Bought CAD 8 063 Sold USD 7 143 @ 1.1288	22-Jan-15	(239)
Bought CAD 923 Sold USD 820 @ 1.1253	23-Jan-15	(30)

**SCHEDULE A (cont.)
Foreign Exchange Contracts**

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 388 Sold USD 2 991 @ 1.1328	30-Jan-15	\$ (89)
Bought CAD 1 049 Sold USD 920 @ 1.1407	05-Feb-15	(20)
Bought CAD 11 917 Sold USD 10 455 @ 1.1398	05-Feb-15	(239)
Bought CAD 1 947 Sold USD 1 700 @ 1.1450	06-Feb-15	(30)
Bought CAD 673 Sold USD 595 @ 1.1305	06-Feb-15	(19)
Bought CAD 4 727 Sold USD 4 160 @ 1.1364	10-Feb-15	(110)
Bought CAD 136 Sold USD 120 @ 1.1348	11-Feb-15	(3)
Bought CAD 7 145 Sold USD 6 320 @ 1.1306	19-Feb-15	(205)
Bought CAD 559 Sold USD 495 @ 1.1302	20-Feb-15	(16)
Bought CAD 5 278 Sold USD 4 668 @ 1.1307	25-Feb-15	(152)
Bought CAD 459 Sold USD 400 @ 1.1477	11-Mar-15	(6)
Bought CAD 2 223 Sold USD 1 917 @ 1.1594	16-Mar-15	(8)
Bought USD 100 Sold CAD 117 @ 1.1672	17-Mar-15	-
Bought CAD 4 975 Sold USD 4 277 @ 1.1633	13-Apr-15	(5)
		\$ (1 746)
TOTAL FOREIGN EXCHANGE		\$ (1 084)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 922 415	\$ 1 436 055	\$ 1 297 606
Cash	4	60	7
Subscriptions receivable	1 410	690	1 331
Unrealized gain on foreign exchange contracts	662	209	220
Dividends receivable, interest accrued and other assets	17 320	13 306	10 872
TOTAL ASSETS	1 941 811	1 450 320	1 310 036
LIABILITIES			
Redemptions payable	666	431	1 005
Unrealized loss on foreign exchange contracts	1 746	1 272	313
Accounts payable and accrued expenses	79	60	55
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 491	1 763	1 373
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 939 320	\$ 1 448 557	\$ 1 308 663
Investments at cost	\$ 1 836 032	\$ 1 402 923	\$ 1 218 507
NAV			
SERIES F	\$ 42 717	\$ 36 346	\$ 35 527
SERIES O	\$ 1 896 603	\$ 1 412 211	\$ 1 273 136
NAV PER UNIT			
SERIES F	\$ 11.32	\$ 10.93	\$ 11.26
SERIES O	\$ 11.28	\$ 10.89	\$ 11.22

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ 68 952	\$ 58 992
Securities lending revenue (see note 6 in the generic notes)	43	41
Net realized gain (loss) on investments	7 730	6 154
Net gain (loss) on foreign currencies and other net assets	(4 650)	(341)
Change in unrealized gain (loss) on investments	53 230	(46 937)
TOTAL INCOME (LOSS)	125 305	17 909
EXPENSES (see notes – Fund Specific Information)		
Management fees	196	182
Administration fees	516	422
Board of Governors costs	3	3
GST/HST	74	68
TOTAL EXPENSES	789	675
INCREASE (DECREASE) IN NAV	\$ 124 516	\$ 17 234
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 2 723	\$ 62
SERIES O	\$ 121 793	\$ 17 172
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.76	\$ 0.07
SERIES O	\$ 0.83	\$ 0.14

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 124 516	\$ 17 234
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 730)	(6 154)
Change in unrealized loss (gain) on investments	(53 230)	46 937
(Increase) decrease in accrued receivables	(4 014)	(2 434)
Increase (decrease) in accrued payables	19	5
Cost of investments purchased	(2 247 598)	(1 472 493)
Proceeds on sales of investments	1 822 219	1 294 231
NET CASH PROVIDED BY OPERATING ACTIVITIES	(365 818)	(122 674)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	652 848	440 634
Cash paid on redemption of redeemable units	(221 470)	(261 883)
Distributions paid to holders of redeemable units	(65 616)	(56 024)
NET CASH USED IN FINANCING ACTIVITIES	\$ 365 762	\$ 122 727
Net increase (decrease) in cash for the year	(56)	53
Cash (bank overdraft), beginning of period	60	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4	\$ 60
Interest received	\$ 64 938	\$ 56 558
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 36 346	\$ 35 527	\$ 1 412 211	\$ 1 273 136	\$ 1 448 557	\$ 1 308 663
INCREASE (DECREASE) IN NAV	2 723	62	121 793	17 172	124 516	17 234
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	17 241	18 713	636 327	421 280	653 568	439 993
Reinvestments of distributions to holders of redeemable units	462	430	1 777	1 607	2 239	2 037
Redemption of redeemable units	(12 695)	(17 068)	(209 010)	(244 241)	(221 705)	(261 309)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 008	2 075	429 094	178 646	434 102	180 721
Distributions from net income	(1 360)	(1 318)	(66 495)	(56 743)	(67 855)	(58 061)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 360)	(1 318)	(66 495)	(56 743)	(67 855)	(58 061)
NET INCREASE (DECREASE) IN NAV	6 371	819	484 392	139 075	490 763	139 894
NAV AT END OF PERIOD	\$ 42 717	\$ 36 346	\$ 1 896 603	\$ 1 412 211	\$ 1 939 320	\$ 1 448 557

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting primarily of interest income and moderate capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	0.7	1.6	1.6
AA	31.3	24.8	24.9
A	27.9	30.5	40.9
BBB	37.9	38.3	32.1
BB	1.4	2.1	0.5
B	0.8	2.7	–
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Canadian Bonds	93.8	91.5	96.7
Foreign Bonds	3.8	6.5	1.9
Cash/Other	2.4	2.0	1.4

Interest rate risk (%)

The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	2.6	1.2	0.7
1 – 5 years	51.4	51.4	53.4
5 – 10 years	21.6	25.9	22.4
> 10 years	24.4	21.5	23.5
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 5.9% (December 31, 2013 – 5.3%, January 1, 2013 – 5.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 892 192	–	1 892 192
Short-term investments	–	30 223	–	30 223
Derivatives – assets	–	662	–	662
Derivatives – liabilities	–	(1 746)	–	(1 746)
Total financial instruments	–	1 921 331	–	1 921 331
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 419 121	–	1 419 121
Short-term investments	–	16 934	–	16 934
Derivatives – assets	–	209	–	209
Derivatives – liabilities	–	(1 272)	–	(1 272)
Total financial instruments	–	1 434 992	–	1 434 992
% of total portfolio	–	100.0	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 289 799	–	1 289 799
Short-term investments	–	7 807	–	7 807
Derivatives – assets	–	220	–	220
Derivatives – liabilities	–	(313)	–	(313)
Total financial instruments	–	1 297 513	–	1 297 513
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.05%
Series O	0.03%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	25 095
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	3 325	3 156
Issued number of units	1 537	1 682
Reinvested number of units	41	39
Redeemed number of units	(1 131)	(1 552)
Ending number of units	3 772	3 325
Series O		
Opening units	129 647	113 503
Issued number of units	57 001	38 069
Reinvested number of units	159	145
Redeemed number of units	(18 718)	(22 070)
Ending number of units	168 089	129 647

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	65 563	49 599
Fair value of collateral received	66 874	50 591

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Private Canadian Bond Pool	17.0	14.6

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 445 339	1 305 698
Revaluation of investments at FVTPL	3 218	2 965
Net assets attributable to holders of redeemable units	1 448 557	1 308 663
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		16 981
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		253
Increase (decrease) in net assets attributable to holders of redeemable units		17 234

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE INCOME POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
33 000	Magna International Inc., Class A	\$ 1 624	\$ 4 154	
31 896	Quebecor Inc., Class B	565	1 019	
46 325	Shaw Communications Inc., Class B	903	1 452	
		3 092	6 625	2.7
Consumer Staples				
31 101	Loblaw Companies Ltd.	1 235	1 934	
26 700	Maple Leaf Foods Inc.	282	520	
		1 517	2 454	1.0
Energy				
35 686	AltaGas Ltd.	1 073	1 547	
45 857	ARC Resources Ltd.	1 124	1 154	
74 670	Bonavista Energy Corp.	1 596	545	
98 892	Canadian Natural Resources Ltd.	3 574	3 552	
50 000	Cardinal Energy Ltd.	698	676	
69 341	Cenovus Energy Inc.	2 166	1 662	
57 483	Crescent Point Energy Corp.	2 314	1 547	
88 669	Enbridge Inc.	3 003	5 297	
81 100	Encana Corp.	1 763	1 311	
37 600	Gibson Energy Inc.	778	1 022	
46 100	Husky Energy Inc.	1 241	1 268	
18 500	Keyera Corp.	766	1 500	
139 864	Pengrowth Energy Corp.	1 325	512	
15 000	Secure Energy Services Inc.	287	255	
126 000	Suncor Energy Inc.	4 338	4 649	
86 939	TransCanada Corp.	3 628	4 964	
66 900	Trinidad Drilling Ltd.	600	348	
33 024	Veresen Inc.	463	606	
19 738	Vermilion Energy Inc.	922	1 125	
		31 659	33 540	13.5
Financials				
75 800	Bank of Montreal	3 896	6 229	
131 549	Bank of Nova Scotia	6 310	8 723	
33 079	Brookfield Asset Management Inc., Class A	861	1 926	
128 600	Brookfield Property Partners LP	2 038	3 401	
71 412	Canadian Imperial Bank of Commerce	5 013	7 130	
21 632	Canadian Real Estate Investment Trust	623	991	
123 062	Chartwell Retirement Residences Real Estate Investment Trust	818	1 466	
40 400	CI Financial Corp.	698	1 305	
46 700	Great-West Lifeco Inc.	1 124	1 569	
20 000	H&R Real Estate Investment Trust	421	435	
194 051	Manulife Financial Corporation	3 199	4 304	
14 600	Manulife Financial Corporation, Subscription Receipts	314	323	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
39 800	Power Corporation of Canada	\$ 1 139	\$ 1 264	
88 800	Sun Life Financial Inc.	2 403	3 722	
141 020	Toronto-Dominion Bank	4 332	7 828	
		33 189	50 616	20.4
Health Care				
70 000	Leisureworld Senior Care Corp.	943	979	
		943	979	0.4
Industrials				
25 800	Black Diamond Group Ltd.	360	329	
42 900	CAE Inc.	449	647	
45 000	Canadian National Railway Co.	1 465	3 601	
6 600	Canadian Pacific Railway Ltd.	501	1 477	
75 500	Newalta Inc.	1 055	1 332	
52 010	Russel Metals Inc.	1 050	1 347	
		4 880	8 733	3.5
Materials				
40 400	Agnico Eagle Mines Ltd.	1 400	1 168	
25 747	Agrium Inc.	2 204	2 832	
92 900	Goldcorp Inc.	3 353	1 998	
47 400	Potash Corporation of Saskatchewan Inc.	2 219	1 947	
78 400	Teck Resources Ltd., Class B	2 841	1 245	
		12 017	9 190	3.7
Telecommunication Services				
41 661	BCE Inc.	1 111	2 220	
37 288	Rogers Communications Inc., Class B	1 325	1 684	
43 800	TELUS Corp.	1 001	1 835	
		3 437	5 739	2.3
Utilities				
109 900	Algonquin Power & Utilities Corp.	493	1 059	
15 000	Atco Ltd., Class I, Non-Voting	711	715	
2 600	Brookfield Infrastructure Partners LP	110	126	
25 638	Brookfield Renewable Energy Partners LP	415	920	
31 058	Canadian Utilities Ltd., Class A	694	1 271	
67 746	Emera Inc.	2 138	2 618	
36 000	Fortis Inc.	1 036	1 403	
165 000	TransAlta Renewables Inc.	1 919	1 894	
		7 516	10 006	4.0
TOTAL EQUITIES				
		98 250	127 882	51.5

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
1 500	407 International Inc.	5.750	14-Feb-36	\$ 1 541	\$ 1 866	
2 000	Alimentation Couche Tard Inc.	2.861	01-Nov-17	1 993	2 031	
2 000	AltaGas Ltd.	4.600	15-Jan-18	2 153	2 139	
2 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 999	2 021	
2 000	Bank of Montreal	3.210	13-Sep-18	2 080	2 086	
3 500	Bank of Nova Scotia	2.462	14-Mar-19	3 500	3 554	
2 000	Bell Canada	4.400	16-Mar-18	2 143	2 140	
3 000	Bell Canada	3.540	12-Jun-20	2 962	3 140	
2 000	Bell Canada	6.100	16-Mar-35	2 279	2 433	
2 000	Calloway Real Estate Investment Trust	3.985	30-May-23	2 005	2 058	
3 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	2 996	3 041	
2 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	2 000	2 064	
2 000	Canadian Western Bank	3.049	18-Jan-17	2 000	2 045	
2 000	Capital Power LP	4.600	01-Dec-15	2 027	2 048	
2 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	2 007	2 253	
2 000	First Capital Realty Inc.	4.430	31-Jan-22	1 971	2 151	
2 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	1 999	2 059	
2 000	Genesis Trust II	2.433	15-May-19	2 011	2 030	
2 000	Genworth MI Canada Inc.	5.680	15-Jun-20	1 999	2 275	
2 000	Great-West Lifeco Inc.	4.650	13-Aug-20	2 000	2 230	
2 400	Greater Toronto Airports Authority	6.980	15-Oct-32	3 351	3 434	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 957	2 053	
2 000	HSBC Bank Canada	3.558	04-Oct-17	2 011	2 089	
2 000	Hydro One Inc.	4.170	06-Jun-44	2 059	2 139	
2 000	Inter Pipeline Ltd.	4.967	02-Feb-21	2 048	2 237	
2 410	Loblaw Companies Ltd.	6.450	09-Feb-28	2 503	2 940	
1 260	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	1 215	1 321	
3 000	NBC Capital Trust	5.329	30-Jun-56	3 064	3 143	
1 000	North West Redwater Partnership	3.200	22-Jul-24	998	1 020	
1 000	Nova Scotia Power Inc.	4.500	20-Jul-43	994	1 101	
2 000	Pembina Pipeline Corp.	4.890	29-Mar-21	2 092	2 229	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 069	2 071	
2 000	Reliance LP	4.574	15-Mar-17	2 027	2 084	
2 000	Rogers Communications Inc.	5.340	22-Mar-21	2 033	2 285	
3 000	Rogers Communications Inc.	6.110	25-Aug-40	3 362	3 612	
4 000	Royal Bank of Canada*	2.820	12-Jul-18	3 999	4 116	
2 000	Shaw Communications Inc.	5.650	01-Oct-19	2 064	2 270	
3 000	Sun Life Financial Inc.	5.700	02-Jul-19	3 275	3 440	
2 000	TELUS Corp.	5.050	04-Dec-19	2 016	2 240	
920	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	920	942	
2 000	Thomson Reuters Corp.	4.350	30-Sep-20	2 035	2 165	
2 500	Toronto-Dominion Bank	2.447	02-Apr-19	2 500	2 536	
2 000	Toronto-Dominion Bank	5.763	18-Dec-06	2 266	2 206	
2 000	TransCanada Pipelines Ltd.	5.650	20-Jun-29	2 041	2 375	
2 000	Union Gas Ltd.	6.050	02-Sep-38	2 214	2 671	
2 000	Westcoast Energy Inc.	3.120	05-Dec-22	1 999	2 020	
TOTAL BONDS				100 777	106 403	42.8

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
2 500	Bank of Nova Scotia	\$ 2 497	\$ 2 497	
6 210	Canadian Imperial Bank of Commerce	6 205	6 205	
4 000	Toronto-Dominion Bank	3 996	3 996	
TOTAL SHORT-TERM INVESTMENTS		12 698	12 698	5.1
TOTAL INVESTMENTS		<u>\$ 211 725</u>	246 983	99.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 466	0.6
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 248 449</u>	100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 246 983	\$ 285 258	\$ 287 447
Cash	14	3	11
Due from investment dealers	–	–	2 182
Subscriptions receivable	142	23	74
Dividends receivable, interest accrued and other assets	1 442	1 678	1 847
TOTAL ASSETS	248 581	286 962	291 561
LIABILITIES			
Redemptions payable	102	65	73
Accounts payable and accrued expenses	30	33	36
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	132	98	109
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 248 449	\$ 286 864	\$ 291 452
Investments at cost	\$ 211 725	\$ 255 234	\$ 268 044
NAV			
SERIES T	\$ 104 136	\$ 82 036	\$ 82 755
SERIES F	\$ 40 362	\$ 44 772	\$ 51 029
SERIES O	\$ 103 951	\$ 160 056	\$ 157 668
NAV PER UNIT			
SERIES T	\$ 178.63	\$ 170.36	\$ 162.31
SERIES F	\$ 188.89	\$ 179.30	\$ 170.54
SERIES O	\$ 188.24	\$ 178.97	\$ 170.07

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 149	\$ 5 171
Interest for distribution purposes	4 441	5 702
Other income (loss)	104	97
Securities lending revenue (see note 6 in the generic notes)	22	30
Net realized gain (loss) on investments	7 798	4 118
Net gain (loss) on foreign currencies and other net assets	(2)	(1)
Change in unrealized gain (loss) on investments	5 234	10 621
TOTAL INCOME (LOSS)	21 746	25 738
EXPENSES (see notes – Fund Specific Information)		
Management fees	212	247
Administration fees	116	138
Board of Governors costs	3	3
GST/HST	29	35
Transaction costs	63	39
TOTAL EXPENSES	423	462
INCREASE (DECREASE) IN NAV	\$ 21 323	\$ 25 276
INCREASE (DECREASE) IN NAV		
SERIES T	\$ 7 266	\$ 7 407
SERIES F	\$ 3 571	\$ 4 049
SERIES O	\$ 10 486	\$ 13 820
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES T	\$ 15.79	\$ 14.45
SERIES F	\$ 15.61	\$ 14.27
SERIES O	\$ 16.50	\$ 15.18

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 21 323	\$ 25 276
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(7 798)	(4 118)
Change in unrealized loss (gain) on investments	(5 234)	(10 621)
(Increase) decrease in accrued receivables	236	2 351
Increase (decrease) in accrued payables	(3)	(3)
Cost of investments purchased	(350 269)	(397 212)
Proceeds on sales of investments	401 576	414 140
NET CASH PROVIDED BY OPERATING ACTIVITIES	59 831	29 813
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	61 646	58 842
Cash paid on redemption of redeemable units	(112 571)	(78 130)
Distributions paid to holders of redeemable units	(8 895)	(10 533)
NET CASH USED IN FINANCING ACTIVITIES	\$ (59 820)	\$ (29 821)
Net increase (decrease) in cash for the year	11	(8)
Cash (bank overdraft), beginning of period	3	11
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 14	\$ 3
Interest received	\$ 4 577	\$ 5 774
Dividends received, net of withholding taxes	\$ 4 354	\$ 5 366

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series T		Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 82 036	\$ 82 755	\$ 44 772	\$ 51 029	\$ 160 056	\$ 157 668	\$ 286 864	\$ 291 452
INCREASE (DECREASE) IN NAV	7 266	7 407	3 571	4 049	10 486	13 820	21 323	25 276
Early redemption fees	–	–	–	–	–	–	–	–
Proceeds from redeemable units issued	38 187	25 989	2 278	2 976	21 300	29 826	61 765	58 791
Reinvestments of distributions to holders of redeemable units	–	–	154	239	50	153	204	392
Redemption of redeemable units	(19 653)	(30 718)	(9 121)	(11 936)	(83 834)	(35 468)	(112 608)	(78 122)
NET INCREASE (DECREASE) FROM								
REDEEMABLE UNIT TRANSACTIONS	18 534	(4 729)	(6 689)	(8 721)	(62 484)	(5 489)	(50 639)	(18 939)
Distributions from net income	(3 182)	(3 188)	(1 292)	(1 585)	(4 107)	(5 943)	(8 581)	(10 716)
Distributions from net gains	–	–	–	–	–	–	–	–
Distributions from capital	(518)	(209)	–	–	–	–	(518)	(209)
TOTAL DISTRIBUTIONS TO HOLDERS								
OF REDEEMABLE UNITS	(3 700)	(3 397)	(1 292)	(1 585)	(4 107)	(5 943)	(9 099)	(10 925)
NET INCREASE (DECREASE) IN NAV	22 100	(719)	(4 410)	(6 257)	(56 105)	2 388	(38 415)	(4 588)
NAV AT END OF PERIOD	\$ 104 136	\$ 82 036	\$ 40 362	\$ 44 772	\$ 103 951	\$ 160 056	\$ 248 449	\$ 286 864

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive monthly income stream through relatively tax-efficient distributions of dividend income, interest income and capital gains, and to provide the potential for modest capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 42.8% (December 31, 2013 – 43.2%, January 1, 2013 – 43.5%) of the net assets of the Fund. The table below summarizes the Fund's credit risk exposure grouped by credit ratings as at:

Rating	December 31 2014	December 31 2013	January 1 2013
AAA	1.9	4.6	7.7
AA	18.4	17.5	20.5
A	18.5	26.3	31.8
BBB	61.2	51.6	40.0
Total	100.0	100.0	100.0

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Bonds	42.8	43.2	43.9
Financials	20.4	23.1	21.6
Energy	13.5	15.8	13.1
Other Equities	6.4	7.1	8.3
Utilities	4.0	–	–
Materials	3.7	4.5	6.0
Industrials	3.5	4.0	3.2
Cash/Other	5.7	2.3	3.9

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 42.8% (December 31, 2013 – 43.2%, January 1, 2013 – 43.5%) of the net assets of the Fund. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity as at:

Term to maturity	December 31 2014	December 31 2013	January 1 2013
Less than 1 year	1.9	–	–
1 – 5 years	51.5	56.0	59.4
5 – 10 years	25.4	27.7	25.1
> 10 years	21.2	16.3	15.5
Total	100.0	100.0	100.0

As at December 31, 2014, had prevailing interest rates risen or lowered by 1%, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 2.4% (December 31, 2013 – 2.3%, January 1, 2013 – 2.3%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite Total Return Index	+ or - 0.5	+ or - 0.4	+ or - 0.4

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	127 882	–	–	127 882
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	106 403	–	106 403
Short-term investments	–	12 698	–	12 698
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	127 882	119 101	–	246 983
% of total portfolio	51.8	48.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	156 147	–	–	156 147
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	124 075	–	124 075
Short-term investments	–	5 036	–	5 036
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	156 147	129 111	–	285 258
% of total portfolio	54.8	45.2	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	152 117	–	–	152 117
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	128 082	–	128 082
Short-term investments	–	7 248	–	7 248
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	152 117	135 330	–	287 447
% of total portfolio	52.9	47.1	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O and Series T units. Series O and Series T unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.50%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series T	0.04%
Series F	0.05%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	1 155
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series T		
Opening units	482	510
Issued number of units	212	158
Reinvested number of units	–	–
Redeemed number of units	(111)	(186)
Ending number of units	583	482
Series F		
Opening units	250	299
Issued number of units	12	18
Reinvested number of units	1	1
Redeemed number of units	(49)	(68)
Ending number of units	214	250



December 31, 2014

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series 0		
Opening units	894	927
Issued number of units	114	171
Reinvested number of units	–	1
Redeemed number of units	(456)	(205)
Ending number of units	552	894

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	63	100	39	100
Related-party brokerage commissions*	10	16	4	10
Commission arrangements†	2	3	3	8

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as “soft dollars”) for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	7 663	23 150
Fair value of collateral received	7 816	23 613

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	286 521	290 890
Revaluation of investments at FVTPL	343	562
Net assets attributable to holders of redeemable units	286 864	291 452
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		25 495
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(219)
Increase (decrease) in net assets attributable to holders of redeemable units		25 276



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE CANADIAN DIVIDEND POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
224 759	Magna International Inc., Class A	\$ 10 994	\$ 28 295	
286 655	Quebecor Inc., Class B	7 813	9 156	
845 971	Shaw Communications Inc., Class B	18 361	26 521	
401 834	Thomson Corp.	15 405	18 834	
		<u>52 573</u>	<u>82 806</u>	5.2
Consumer Staples				
362 916	Alimentation Couche-Tard Inc.	10 787	17 670	
440 107	Loblaw Companies Ltd.	19 811	27 361	
413 533	Maple Leaf Foods Inc.	5 140	8 051	
		<u>35 738</u>	<u>53 082</u>	3.4
Energy				
175 922	AltaGas Ltd.	5 622	7 624	
382 443	ARC Resources Ltd.	8 132	9 622	
621 315	Bonavista Energy Corp.	11 495	4 537	
1 080 276	Canadian Natural Resources Ltd.	39 702	38 805	
624 217	Cenovus Energy Inc.	18 804	14 963	
1 048 774	Enbridge Inc.	36 075	62 654	
650 424	Encana Corp.	14 153	10 517	
149 667	Gibson Energy Inc.	4 507	4 069	
813 641	Husky Energy Inc.	23 959	22 375	
574 183	Imperial Oil Ltd.	21 614	28 738	
58 035	Keyera Corp.	4 779	4 705	
144 330	Pembina Pipeline Corp.	5 233	6 111	
1 254 527	Pengrowth Energy Corp.	9 598	4 592	
480 777	PrairieSky Royalty Ltd.	16 424	14 712	
162 765	ShawCor Ltd.	7 719	6 901	
1 202 808	Suncor Energy Inc.	42 550	44 384	
742 557	TransCanada Corp.	29 513	42 400	
208 739	Veresen Inc.	3 624	3 832	
		<u>303 503</u>	<u>331 541</u>	21.0
Financials				
207 713	Allied Properties Real Estate Investment Trust	6 680	7 777	
671 438	Bank of Montreal	37 205	55 179	
1 289 153	Bank of Nova Scotia	63 926	85 484	
939 527	Brookfield Asset Management Inc., Class A	28 689	54 699	
53 794	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	1 327	1 254	
709 370	Brookfield Property Partners LP	12 667	18 762	
185 521	Calloway Real Estate Investment Trust	4 602	5 065	
541 067	Canadian Imperial Bank of Commerce	39 715	54 020	
161 728	Canadian Real Estate Investment Trust	5 436	7 406	
85 247	Canadian Western Bank	2 654	2 792	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
670 451	Chartwell Retirement Residences Real Estate Investment Trust	\$ 5 741	\$ 7 985	
575 357	CI Financial Corp.	12 831	18 578	
21 143	Fairfax Financial Holdings Ltd.	7 987	12 871	
308 004	First Capital Realty Inc.	5 274	5 747	
85 796	Industrial Alliance Insurance & Financial Services Inc.	3 608	3 812	
180 915	Intact Financial Corp.	9 671	15 170	
1 724 649	Manulife Financial Corporation	30 946	38 253	
124 651	Manulife Financial Corporation, Subscription Receipts	2 673	2 760	
163 554	National Bank of Canada	6 444	8 086	
220 295	Onex Corporation	8 249	14 861	
876 423	Power Corporation of Canada	22 726	27 835	
116 162	RioCan Real Estate Investment Trust	2 979	3 070	
1 276 103	Royal Bank of Canada*	66 845	102 395	
586 179	Sun Life Financial Inc.	18 225	24 573	
1 791 661	Toronto-Dominion Bank	61 623	99 455	
		<u>468 723</u>	<u>677 889</u>	42.9
Industrials				
728 166	Canadian National Railway Co.	23 565	58 268	
119 608	Canadian Pacific Railway Ltd.	9 308	26 762	
311 804	Finning International Inc.	6 913	7 867	
97 653	Russel Metals Inc.	2 172	2 529	
		<u>41 958</u>	<u>95 426</u>	6.0
Information Technology				
107 134	DH Corp.	2 421	3 929	
		<u>2 421</u>	<u>3 929</u>	0.3
Materials				
93 759	Agrium Inc.	8 953	10 313	
2 466 950	iShares S&P/TSX Global Gold Index Fund	41 568	22 474	
489 094	Potash Corporation of Saskatchewan Inc.	19 694	20 087	
240 750	Teck Resources Ltd., Class B	6 960	3 823	
		<u>77 175</u>	<u>56 697</u>	3.6
Telecommunication Services				
370 057	BCE Inc.	10 252	19 717	
333 706	Rogers Communications Inc., Class B	12 937	15 074	
646 478	TELUS Corp.	17 895	27 081	
		<u>41 084</u>	<u>61 872</u>	3.9

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
385 321	Atco Ltd., Class I, Non-Voting	\$ 10 325	\$ 18 364	
78 276	Brookfield Infrastructure Partners LP	3 001	3 808	
358 979	Brookfield Renewable Energy Partners LP	8 806	12 887	
28 653	Brookfield Renewable Power Fund, Preferred Series I, 5.250%	717	714	
156 567	Canadian Utilities Ltd., Class A	6 006	6 405	
220 067	Capital Power Corp.	5 811	5 722	
73 146	Emera Inc.	2 152	2 826	
273 363	Fortis Inc.	8 201	10 650	
391 675	Northland Power Inc.	6 333	5 989	
267 740	TransAlta Corp.	3 732	2 817	
		<u>55 084</u>	<u>70 182</u>	4.4
Other				
733 551	iShares S&P/TSX 60 Index Fund	12 993	15 749	
		<u>12 993</u>	<u>15 749</u>	1.0
TOTAL EQUITIES		<u>1 091 252</u>	<u>1 449 173</u>	91.7
Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS[†]				
9 000	Bank of Montreal	8 993	8 993	
6 305	Bank of Nova Scotia	6 347	6 348	
27 164	Canadian Imperial Bank of Commerce	27 139	27 139	
59 000	National Bank of Canada	58 939	58 939	
25 000	Toronto-Dominion Bank	24 974	24 974	
TOTAL SHORT-TERM INVESTMENTS		<u>126 392</u>	<u>126 393</u>	8.0
TOTAL INVESTMENTS		<u>\$1 217 644</u>	<u>1 575 566</u>	99.7
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4 493</u>	0.3
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$1 580 059</u>	100.0

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and are grouped by issuer, earn interest at rates ranging from 0.08% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 1 575 566	\$ 1 156 067	\$ 943 609
Cash	117	222	162
Subscriptions receivable	1 454	1 153	782
Dividends receivable, interest accrued and other assets	3 387	2 763	2 922
TOTAL ASSETS	1 580 524	1 160 205	947 475
LIABILITIES			
Due to investment dealers	—	3 860	3 545
Redemptions payable	350	408	556
Accounts payable and accrued expenses	115	86	72
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	465	4 354	4 173
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 1 580 059	\$ 1 155 851	\$ 943 302
Investments at cost	\$ 1 217 644	\$ 904 696	\$ 812 730
NAV			
SERIES F	\$ 38 814	\$ 40 430	\$ 34 813
SERIES O	\$ 1 541 245	\$ 1 115 421	\$ 908 489
NAV PER UNIT			
SERIES F	\$ 40.35	\$ 36.62	\$ 32.18
SERIES O	\$ 40.86	\$ 37.05	\$ 32.56

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 36 958	\$ 30 780
Interest for distribution purposes	1 642	887
Other income (loss)	932	621
Securities lending revenue (see note 6 in the generic notes)	112	84
Net realized gain (loss) on investments	23 732	17 019
Net gain (loss) on foreign currencies and other net assets	(6)	(14)
Change in unrealized gain (loss) on investments	106 551	120 492
TOTAL INCOME (LOSS)	169 921	169 869
EXPENSES (see notes – Fund Specific Information)		
Management fees	220	206
Administration fees	840	627
Board of Governors costs	3	3
GST/HST	99	82
Transaction costs	358	285
TOTAL EXPENSES	1 520	1 203
INCREASE (DECREASE) IN NAV	\$ 168 401	\$ 168 666
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 4 818	\$ 5 814
SERIES O	\$ 163 583	\$ 162 852
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 4.61	\$ 5.40
SERIES O	\$ 4.90	\$ 5.69

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 168 401	\$ 168 666
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(23 732)	(17 019)
Change in unrealized loss (gain) on investments	(106 551)	(120 492)
(Increase) decrease in accrued receivables	(624)	159
Increase (decrease) in accrued payables	(3 831)	329
Cost of investments purchased	(2 841 608)	(1 860 999)
Proceeds on sales of investments	2 552 392	1 786 052
NET CASH PROVIDED BY OPERATING ACTIVITIES	(255 553)	(43 304)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	541 404	324 267
Cash paid on redemption of redeemable units	(256 511)	(256 681)
Distributions paid to holders of redeemable units	(29 445)	(24 222)
NET CASH USED IN FINANCING ACTIVITIES	\$ 255 448	\$ 43 364
Net increase (decrease) in cash for the year	(105)	60
Cash (bank overdraft), beginning of period	222	162
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 117	\$ 222
Interest received	\$ 1 615	\$ 868
Dividends received, net of withholding taxes	\$ 37 293	\$ 31 579

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 40 430	\$ 34 813	\$ 1 115 421	\$ 908 489	\$ 1 155 851	\$ 943 302
INCREASE (DECREASE) IN NAV	4 818	5 814	163 583	162 852	168 401	168 666
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	6 062	10 685	535 643	313 953	541 705	324 638
Reinvestments of distributions to holders of redeemable units	212	215	8 137	6 935	8 349	7 150
Redemption of redeemable units	(11 839)	(10 184)	(244 614)	(246 349)	(256 453)	(256 533)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(5 565)	716	299 166	74 539	293 601	75 255
Distributions from net income	(869)	(913)	(36 925)	(30 459)	(37 794)	(31 372)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(869)	(913)	(36 925)	(30 459)	(37 794)	(31 372)
NET INCREASE (DECREASE) IN NAV	(1 616)	5 617	425 824	206 932	424 208	212 549
NAV AT END OF PERIOD	\$ 38 814	\$ 40 430	\$ 1 541 245	\$ 1 115 421	\$ 1 580 059	\$ 1 155 851

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term returns consisting of regular dividend income, which benefits from the preferential tax treatment given to dividends from Canadian companies, and modest long-term capital growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 0.5%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	42.9	45.3	42.4
Energy	21.0	21.5	21.9
Industrials	6.0	6.0	5.5
Consumer Discretionary	5.2	–	–
Other Sectors	4.7	16.4	14.9
Utilities	4.4	–	–
Telecommunication Services	3.9	–	–
Materials	3.6	5.0	6.6
Cash/Other	8.3	5.8	8.7

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.7	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	1 449 173	–	–	1 449 173
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	126 393	–	126 393
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 449 173	126 393	–	1 575 566
% of total portfolio	92.0	8.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	1 088 939	–	–	1 088 939
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	1 748	–	1 748
Short-term investments	–	65 380	–	65 380
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	1 088 939	67 128	–	1 156 067
% of total portfolio	94.2	5.8	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	860 651	–	–	860 651
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	82 958	–	82 958
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	860 651	82 958	–	943 609
% of total portfolio	91.2	8.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.06%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	38
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series F		
Opening units	1 104	1 082
Issued number of units	155	315
Reinvested number of units	5	6
Redeemed number of units	(302)	(299)
Ending number of units	962	1 104
Series O		
Opening units	30 105	27 898
Issued number of units	13 501	9 161
Reinvested number of units	204	203
Redeemed number of units	(6 090)	(7 157)
Ending number of units	37 720	30 105

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	358	100	285	100
Related-party brokerage commissions*	57	16	43	15
Commission arrangements†	22	6	18	6

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	104 352	89 295
Fair value of collateral received	106 439	91 081

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Canadian Dividend Class	6.7	6.2

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	1 155 506	941 963
Revaluation of investments at FVTPL	345	1 339
Net assets attributable to holders of redeemable units	1 155 851	943 302
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		169 660
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(994)
Increase (decrease) in net assets attributable to holders of redeemable units		168 666

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE CANADIAN GROWTH AND INCOME EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
82 310	Magna International Inc., Class A	\$ 9 318	\$ 10 362	
337 480	Shaw Communications Inc., Class B	8 402	10 580	
		17 720	20 942	8.0
Energy				
215 710	AltaGas Ltd.	8 544	9 350	
208 230	ARC Resources Ltd.	5 162	5 240	
405 450	Crescent Point Energy Corp.	14 562	10 911	
180 650	Enbridge Inc.	7 314	10 792	
238 610	Pembina Pipeline Corp.	11 607	10 103	
103 740	Vermilion Energy Inc.	5 195	5 913	
485 930	Whitecap Resources Inc.	7 305	5 559	
		59 689	57 868	22.1
Financials				
138 900	Allied Properties Real Estate Investment Trust	3 736	5 200	
151 290	Bank of Nova Scotia	7 738	10 032	
101 030	Canadian Imperial Bank of Commerce	7 678	10 087	
277 810	Cominar Real Estate Investment Trust	5 448	5 170	
323 400	Great-West Lifeco Inc.	9 698	10 863	
119 050	Intact Financial Corp.	9 613	9 982	
466 600	Manulife Financial Corporation	6 329	10 349	
202 880	National Bank of Canada	7 311	10 030	
126 890	Royal Bank of Canada*	7 283	10 182	
186 320	Toronto-Dominion Bank	7 352	10 343	
		72 186	92 238	35.2
Industrials				
44 750	Canadian Pacific Railway Ltd.	10 441	10 013	
147 930	Russel Metals Inc.	4 940	3 831	
145 780	WSP Global Inc.	5 205	5 082	
		20 586	18 926	7.2
Information Technology				
15 043	Constellation Software Inc.	1 885	5 196	
282 170	DH Corp.	8 107	10 347	
		9 992	15 543	5.9
Materials				
247 990	Chemtrade Logistics Income Fund	4 893	5 133	
263 900	Potash Corporation of Saskatchewan Inc.	10 218	10 838	
		15 111	15 971	6.1

Holdings	Security	Cost	Fair Value	% of Net Assets	
Telecommunication Services					
190 420	BCE Inc.	\$ 7 595	\$ 10 146		
243 000	TELUS Corp.	8 629	10 179		
		16 224	20 325	7.8	
Utilities					
275 120	Canadian Utilities Ltd., Class A	9 233	11 255		
133 045	Emera Inc.	4 097	5 141		
		13 330	16 396	6.3	
TOTAL CANADIAN EQUITIES			224 838	258 209	98.6
SHORT-TERM INVESTMENTS[†]			3 005	3 005	1.2
TOTAL INVESTMENTS			\$ 227 843	261 214	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 261 829	100.0	

* Investment in related party (see note 7 in the generic notes).

[†] Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.90% to 1.20% and mature between February 5, 2015 and May 21, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 261 214	\$ 233 774	\$ 216 087
Cash	43	44	274
Due from investment dealers	–	–	1 411
Subscriptions receivable	254	7	540
Dividends receivable, interest accrued and other assets	789	841	826
TOTAL ASSETS	262 300	234 666	219 138
LIABILITIES			
Due to investment dealers	134	–	585
Redemptions payable	312	2	74
Accounts payable and accrued expenses	25	25	24
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	471	27	683
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 261 829	\$ 234 639	\$ 218 455
Investments at cost	\$ 227 843	\$ 196 389	\$ 198 082
NAV			
SERIES F	\$ 5 630	\$ 6 454	\$ 8 069
SERIES O	\$ 256 199	\$ 228 185	\$ 210 386
NAV PER UNIT			
SERIES F	\$ 21.66	\$ 20.76	\$ 18.65
SERIES O	\$ 21.67	\$ 20.75	\$ 18.64

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 8 738	\$ 7 699
Interest for distribution purposes	20	26
Other income (loss)	531	471
Securities lending revenue (see note 6 in the generic notes)	66	69
Net realized gain (loss) on investments	14 721	4 658
Net gain (loss) on foreign currencies and other net assets	(1)	(2)
Change in unrealized gain (loss) on investments	(4 014)	19 380
TOTAL INCOME (LOSS)	20 061	32 301
EXPENSES (see notes – Fund Specific Information)		
Management fees	45	58
Administration fees	228	200
Board of Governors costs	3	3
GST/HST	22	22
Transaction costs	160	226
TOTAL EXPENSES	458	509
INCREASE (DECREASE) IN NAV	\$ 19 603	\$ 31 792
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 442	\$ 990
SERIES O	\$ 19 161	\$ 30 802
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 1.51	\$ 2.64
SERIES O	\$ 1.69	\$ 2.79

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 19 603	\$ 31 792
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(14 721)	(4 658)
Change in unrealized loss (gain) on investments	4 014	(19 380)
(Increase) decrease in accrued receivables	52	1 396
Increase (decrease) in accrued payables	134	(584)
Cost of investments purchased	(171 510)	(183 309)
Proceeds on sales of investments	154 777	189 660
NET CASH PROVIDED BY OPERATING ACTIVITIES	(7 651)	14 917
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	54 441	41 762
Cash paid on redemption of redeemable units	(38 801)	(50 597)
Distributions paid to holders of redeemable units	(7 990)	(6 312)
NET CASH USED IN FINANCING ACTIVITIES	\$ 7 650	\$ (15 147)
Net increase (decrease) in cash for the year	(1)	(230)
Cash (bank overdraft), beginning of period	44	274
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 43	\$ 44
Interest received	\$ 20	\$ 27
Dividends received, net of withholding taxes	\$ 9 322	\$ 8 153

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 454	\$ 8 069	\$ 228 185	\$ 210 386	\$ 234 639	\$ 218 455
INCREASE (DECREASE) IN NAV	442	990	19 161	30 802	19 603	31 792
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	223	2 841	54 465	38 388	54 688	41 229
Reinvestments of distributions to holders of redeemable units	66	49	1 399	1 289	1 465	1 338
Redemption of redeemable units	(1 377)	(5 288)	(37 734)	(45 237)	(39 111)	(50 525)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 088)	(2 398)	18 130	(5 560)	17 042	(7 958)
Distributions from net income	(178)	(207)	(9 277)	(7 443)	(9 455)	(7 650)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(178)	(207)	(9 277)	(7 443)	(9 455)	(7 650)
NET INCREASE (DECREASE) IN NAV	(824)	(1 615)	28 014	17 799	27 190	16 184
NAV AT END OF PERIOD	\$ 5 630	\$ 6 454	\$ 256 199	\$ 228 185	\$ 261 829	\$ 234 639

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide a competitive current income stream relative to that generally available in the broad Canadian equity market, and the potential for long-term capital growth through capital appreciation.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	35.2	39.3	41.4
Energy	22.1	30.2	25.4
Consumer Discretionary	8.0	5.9	4.2
Telecommunication Services	7.8	7.6	3.8
Industrials	7.2	1.8	8.1
Utilities	6.3	5.4	7.9
Materials	6.1	2.1	7.3
Information Technology	5.9	–	–
Cash/Other	1.4	7.7	1.9

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.7	+ or - 0.6	+ or - 0.7

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	258 209	–	–	258 209
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 005	–	3 005
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	258 209	3 005	–	261 214
% of total portfolio	98.8	1.2	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	230 612	–	–	230 612
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 162	–	3 162
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	230 612	3 162	–	233 774
% of total portfolio	98.6	1.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	214 285	–	–	214 285
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 802	–	1 802
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	214 285	1 802	–	216 087
% of total portfolio	99.2	0.8	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.09%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	7 900
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	311	433
Issued number of units	11	150
Reinvested number of units	3	3
Redeemed number of units	(65)	(275)
Ending number of units	260	311
Series O		
Opening units	10 994	11 289
Issued number of units	2 511	1 991
Reinvested number of units	64	67
Redeemed number of units	(1 748)	(2 353)
Ending number of units	11 821	10 994

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	160	100	226	100
Related-party brokerage commissions*	18	11	27	12
Commission arrangements†	108	68	25	11

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	58 882	46 170
Fair value of collateral received	60 060	47 094

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	234 565	218 027
Revaluation of investments at FVTPL	74	428
Net assets attributable to holders of redeemable units	234 639	218 455
December 31 2013		
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		32 146
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(354)
Increase (decrease) in net assets attributable to holders of redeemable units		31 792

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE CANADIAN EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
154 000	Dollarama Inc.	\$ 7 098	\$ 9 148	
263 355	Hudson's Bay Co.	4 427	6 468	
144 094	Linamar Corp.	8 209	10 223	
441 566	Magna International Inc., Class A	50 178	55 589	
369 854	Quebecor Inc., Class B	9 967	11 813	
524 934	Shaw Communications Inc., Class B	13 780	16 457	
458 288	Thomson Corp.	18 811	21 480	
		<u>112 470</u>	<u>131 178</u>	5.4
Consumer Staples				
624 346	Alimentation Couche-Tard Inc.	18 605	30 399	
287 145	Loblaw Companies Ltd.	14 863	17 852	
846 267	Maple Leaf Foods Inc.	16 028	16 477	
		<u>49 496</u>	<u>64 728</u>	2.6
Energy				
361 863	AltaGas Ltd.	16 427	15 683	
776 708	ARC Resources Ltd.	23 603	19 542	
733 819	Cameco Corp.	15 096	13 979	
2 036 063	Canadian Natural Resources Ltd.	91 025	73 135	
872 608	Cenovus Energy Inc.	28 412	20 915	
341 589	Crescent Point Energy Corp.	14 825	9 191	
1 334 508	Enbridge Inc.	68 642	79 723	
1 242 217	Encana Corp.	30 292	20 086	
470 700	Gibson Energy Inc.	13 411	12 797	
1 058 170	Husky Energy Inc.	33 880	29 099	
200 000	Keyera Corp.	17 561	16 213	
669 600	Pembina Pipeline Corp.	28 388	28 350	
352 115	PrairieSky Royalty Ltd.	13 305	10 775	
2 327 665	Suncor Energy Inc.	97 512	85 891	
1 053 993	TransCanada Corp.	58 347	60 183	
975 000	Veresen Inc.	15 933	17 901	
110 000	Vermilion Energy Inc.	7 252	6 270	
		<u>573 911</u>	<u>519 733</u>	21.2
Financials				
712 397	Bank of Montreal	55 901	58 545	
1 608 863	Bank of Nova Scotia	109 368	106 684	
680 602	Brookfield Asset Management Inc., Class A	34 816	39 625	
1 040 341	Brookfield Property Partners LP	22 619	27 517	
787 400	Canaccord Genuity Group Inc.	5 954	6 150	
535 324	Canadian Imperial Bank of Commerce	54 398	53 447	
908 499	Chartwell Retirement Residences Real Estate Investment Trust	9 693	10 820	
547 850	CI Financial Corp.	18 435	17 690	
450 000	Dream Office Real Estate Investment Trust	11 878	11 318	
1 320 517	Element Financial Corp.	18 374	18 672	
15 935	Fairfax Financial Holdings Ltd.	8 046	9 701	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
730 551	GMP Capital Inc.	\$ 5 848	\$ 4 639	
171 754	Intact Financial Corp.	13 019	14 402	
3 330 791	Manulife Financial Corporation	71 742	73 877	
146 500	Manulife Financial Corporation, Subscription Receipts	3 150	3 244	
201 214	Onex Corporation	12 811	13 574	
694 646	Power Corporation of Canada	21 668	22 062	
1 828 299	Royal Bank of Canada*	138 013	146 703	
738 492	Sun Life Financial Inc.	28 324	30 958	
2 240 408	Toronto-Dominion Bank	120 674	124 365	
909 100	Tricon Capital Group Inc.	7 109	7 927	
		<u>771 840</u>	<u>801 920</u>	32.8
Health Care				
201 883	Catamaran Corp.	10 349	12 137	
75 076	Valeant Pharmaceuticals International Inc.	9 512	12 487	
		<u>19 861</u>	<u>24 624</u>	1.0
Industrials				
530 000	Black Diamond Group Ltd.	14 731	6 752	
2 069 279	Bombardier Inc., Class B	8 697	8 588	
1 318 866	CAE Inc.	17 912	19 888	
1 133 941	Canadian National Railway Co.	80 229	90 738	
233 595	Canadian Pacific Railway Ltd.	47 763	52 267	
908 579	Finning International Inc.	27 212	22 923	
732 000	Newalta Inc.	12 256	12 912	
352 272	Progressive Waste Solutions Ltd.	9 589	12 305	
375 000	Russel Metals Inc.	12 046	9 713	
181 987	SNC-Lavalin Group Inc.	9 248	8 064	
541 529	WestJet Airlines Ltd.	14 539	18 065	
		<u>254 222</u>	<u>262 215</u>	10.7
Information Technology				
610 967	Blackberry Ltd.	7 360	7 784	
756 900	Celestica Inc.	8 521	10 332	
694 873	CGI Group Inc., Class A	25 645	30 776	
158 569	DH Corp.	5 211	5 815	
201 750	Open Text Corp.	10 252	13 640	
		<u>56 989</u>	<u>68 347</u>	2.8
Materials				
352 036	Agnico Eagle Mines Ltd.	14 040	10 181	
318 852	Agrium Inc.	31 160	35 074	
1 685 377	B2Gold Corp.	4 350	3 202	
386 884	Barrick Gold Corp.	7 729	4 844	
356 667	Continental Gold Ltd.	1 252	660	
264 037	Detour Gold Corp.	3 359	2 506	
235 058	Dundee Precious Metals Inc.	1 312	644	
1 164 505	Eldorado Gold Corp.	10 240	8 245	
964 066	First Quantum Minerals Ltd.	22 925	15 917	
173 625	Franco-Nevada Corp.	10 479	9 933	
806 008	Goldcorp Inc.	24 586	17 337	
204 665	Mountain Province Diamonds Inc.	1 158	993	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
223 800	Mountain Province Diamonds Inc.†, Restricted February 16, 2015	\$ 1 119	\$ 1 039	
499 967	New Gold Inc.	3 441	2 490	
166 751	Osisko Gold Royalties Ltd.	2 511	2 731	
1 031 327	Potash Corporation of Saskatchewan Inc.	39 789	42 357	
492 837	Primero Mining Corp.	3 435	2 203	
828 600	Rio Alto Mining Ltd.	2 357	2 337	
768 943	Semafo Inc.	3 660	2 291	
433 825	Silver Wheaton Corp.	11 492	10 251	
133 408	Tahoe Resources Inc.	3 304	2 155	
1 113 271	Teck Resources Ltd., Class B	26 913	17 679	
1 955 955	Torex Gold Resources Inc.	3 204	2 406	
		<u>233 815</u>	<u>197 475</u>	8.1
Telecommunication Services				
561 876	BCE Inc.	27 397	29 937	
384 941	Rogers Communications Inc., Class B	16 481	17 388	
1 101 615	TELUS Corp.	41 764	46 147	
		<u>85 642</u>	<u>93 472</u>	3.8
Utilities				
1 320 300	Algonquin Power & Utilities Corp.	11 147	12 728	
353 100	Emera Inc.	11 706	13 644	
301 755	Fortis Inc.	9 984	11 756	
		<u>32 837</u>	<u>38 128</u>	1.6
TOTAL CANADIAN EQUITIES		<u>2 191 083</u>	<u>2 201 820</u>	90.0
Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
15 534 818	RBC Canadian Small & Mid-Cap Resources Fund*	\$ 186 733	\$ 122 306	
TOTAL MUTUAL FUND UNITS		<u>186 733</u>	<u>122 306</u>	5.0
SHORT-TERM INVESTMENTS‡		<u>120 329</u>	<u>120 329</u>	4.9
TOTAL INVESTMENTS		<u>\$2 498 145</u>	<u>2 444 455</u>	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>2 996</u>	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$2 447 451</u>	100.0

* Investment in related party (see note 7 in the generic notes).

† Illiquid security.

‡ Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 30, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 2 444 455	\$ 318 930	\$ 288 506
Cash	275	24	13
Due from investment dealers	350	–	–
Subscriptions receivable	433	226	92
Dividends receivable, interest accrued and other assets	5 089	630	740
TOTAL ASSETS	2 450 602	319 810	289 351
LIABILITIES			
Due to investment dealers	2 965	600	694
Redemptions payable	35	66	80
Accounts payable and accrued expenses	151	27	25
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	3 151	693	799
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 2 447 451	\$ 319 117	\$ 288 552
Investments at cost	\$ 2 498 145	\$ 266 188	\$ 257 224
NAV			
SERIES F	\$ 15 774	\$ 16 297	\$ 16 320
SERIES O	\$ 2 431 677	\$ 302 820	\$ 272 232
NAV PER UNIT			
SERIES F	\$ 23.29	\$ 21.69	\$ 19.51
SERIES O	\$ 23.41	\$ 21.71	\$ 19.53

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 29 621	\$ 8 172
Interest for distribution purposes	411	154
Other income (loss)	368	182
Other income received from underlying funds	3 045	84
Securities lending revenue (see note 6 in the generic notes)	82	43
Capital gains received from underlying funds	8 771	137
Net realized gain (loss) on investments	35 875	15 706
Net gain (loss) on foreign currencies and other net assets	(12)	–
Change in unrealized gain (loss) on investments	(106 432)	21 460
TOTAL INCOME (LOSS)	(28 271)	45 938
EXPENSES (see notes – Fund Specific Information)		
Management fees	91	90
Administration fees	700	184
Board of Governors costs	3	3
GST/HST	77	27
Transaction costs	1 570	295
TOTAL EXPENSES	2 441	599
INCREASE (DECREASE) IN NAV	\$ (30 712)	\$ 45 339
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 1 844	\$ 2 336
SERIES O	\$ (32 556)	\$ 43 003
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ (1.25)	\$ 3.01
SERIES O	\$ (0.63)	\$ 3.16

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ (30 712)	\$ 45 339
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(35 875)	(15 706)
Change in unrealized loss (gain) on investments	106 432	(21 460)
(Increase) decrease in accrued receivables	(4 809)	110
Increase (decrease) in accrued payables	2 489	(92)
Cost of investments purchased	(3 987 180)	(586 652)
Proceeds on sales of investments	1 791 098	593 394
NET CASH PROVIDED BY OPERATING ACTIVITIES	(2 158 557)	14 933
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	2 344 367	69 196
Cash paid on redemption of redeemable units	(171 319)	(73 857)
Distributions paid to holders of redeemable units	(14 240)	(10 261)
NET CASH USED IN FINANCING ACTIVITIES	\$ 2 158 808	\$ (14 922)
Net increase (decrease) in cash for the year	251	11
Cash (bank overdraft), beginning of period	24	13
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 275	\$ 24
Interest received	\$ 360	\$ 152
Dividends received, net of withholding taxes	\$ 25 581	\$ 8 466

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 16 297	\$ 16 320	\$ 302 820	\$ 272 232	\$ 319 117	\$ 288 552
INCREASE (DECREASE) IN NAV	1 844	2 336	(32 556)	43 003	(30 712)	45 339
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	3 042	1 864	2 341 532	67 466	2 344 574	69 330
Reinvestments of distributions to holders of redeemable units	165	143	62 619	2 584	62 784	2 727
Redemption of redeemable units	(4 945)	(3 772)	(166 343)	(70 071)	(171 288)	(73 843)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 738)	(1 765)	2 237 808	(21)	2 236 070	(1 786)
Distributions from net income	(293)	(355)	(25 823)	(7 967)	(26 116)	(8 322)
Distributions from net gains	(336)	(239)	(50 572)	(4 427)	(50 908)	(4 666)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(629)	(594)	(76 395)	(12 394)	(77 024)	(12 988)
NET INCREASE (DECREASE) IN NAV	(523)	(23)	2 128 857	30 588	2 128 334	30 565
NAV AT END OF PERIOD	\$ 15 774	\$ 16 297	\$ 2 431 677	\$ 302 820	\$ 2 447 451	\$ 319 117

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily consisting of capital appreciation by investing in equity securities of major Canadian companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	32.8	34.9	33.8
Energy	21.2	24.5	28.8
Industrials	10.7	7.0	6.5
Materials	8.1	8.9	16.6
Other Sectors	8.0	14.8	11.4
Consumer Discretionary	5.4	–	–
Telecommunication Services	3.8	–	–
Cash/Other	10.0	9.9	2.9

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	2 200 781	1 039	–	2 201 820
Mutual fund units	122 306	–	–	122 306
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	120 329	–	120 329
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	2 323 087	121 368	–	2 444 455
% of total portfolio	95.0	5.0	–	100.0

Please see the generic notes at the back of the financial statements.

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	287 530	–	–	287 530
Mutual fund units	20 896	–	–	20 896
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	10 504	–	10 504
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	308 426	10 504	–	318 930
% of total portfolio	96.7	3.3	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	280 005	–	–	280 005
Mutual fund units	–	–	–	–
Fixed-income				
and debt securities	–	–	–	–
Short-term investments	–	8 501	–	8 501
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	280 005	8 501	–	288 506
% of total portfolio	97.1	2.9	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.06%



December 31, 2014

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	5.0	29.8	6.5	4.0

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	751	836
Issued number of units	129	92
Reinvested number of units	7	7
Redeemed number of units	(210)	(184)
Ending number of units	677	751
Series O		
Opening units	13 950	13 940
Issued number of units	94 166	3 303
Reinvested number of units	2 696	125
Redeemed number of units	(6 952)	(3 418)
Ending number of units	103 860	13 950

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 570	100	295	100
Related-party brokerage commissions*	216	14	31	11
Commission arrangements†	96	6	22	7

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	181 744	27 998
Fair value of collateral received	185 379	28 558

Investments by other related investment funds (%) (see note 7 in the generic notes)

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Select Very Conservative Portfolio	7.4	–
RBC Select Conservative Portfolio	26.4	–
RBC Select Balanced Portfolio	31.6	–
RBC Select Growth Portfolio	13.2	–
RBC Select Aggressive Growth Portfolio	3.2	–
RBC Canadian Equity Class	0.6	3.3
Total	82.4	3.3



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	319 012	288 031
Revaluation of investments at FVTPL	105	521
Net assets attributable to holders of redeemable units	319 117	288 552
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		45 755
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(416)
Increase (decrease) in net assets attributable to holders of redeemable units		45 339

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE CANADIAN GROWTH EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
46 400	AutoCanada Inc.	\$ 3 346	\$ 2 065	
120 200	BRP Inc.	3 551	2 910	
110 200	Dollarama Inc.	3 786	6 546	
113 900	Gildan Activewear Inc., Class A	4 842	7 483	
156 900	Imax Corp.	3 723	5 626	
40 404	Magna International Inc., Class A	2 237	5 086	
		21 485	29 716	13.5
Consumer Staples				
154 095	Alimentation Couche-Tard Inc.	1 890	7 503	
88 900	Loblaw Companies Ltd.	4 284	5 527	
197 800	Maple Leaf Foods Inc.	2 479	3 851	
		8 653	16 881	7.7
Energy				
423 100	Canadian Energy Services & Technology Corp.	2 688	2 687	
240 453	Canadian Natural Resources Ltd.	8 870	8 638	
117 700	Enbridge Inc.	5 303	7 031	
269 300	MEG Energy Corp.	8 141	5 265	
258 100	Nuvista Energy Ltd.	2 559	1 913	
147 100	Paramount Resources Ltd., Class A	5 052	4 136	
91 100	Pembina Pipeline Corp.	4 022	3 857	
113 600	Seven Generations Energy Ltd.	2 534	1 987	
		39 169	35 514	16.2
Financials				
137 900	Bank of Montreal	11 552	11 333	
168 088	Bank of Nova Scotia	9 324	11 146	
102 300	CI Financial Corp.	3 405	3 303	
315 600	Element Financial Corp.	3 236	4 463	
109 000	IGM Financial Inc.	5 517	5 048	
75 752	Intact Financial Corp.	4 695	6 352	
321 900	Manulife Financial Corporation	4 862	7 140	
243 538	Toronto-Dominion Bank	8 159	13 519	
		50 750	62 304	28.4
Health Care				
134 039	Catamaran Corp.	5 889	8 058	
		5 889	8 058	3.7
Industrials				
923 200	Bombardier Inc., Class B	3 911	3 831	
294 700	CAE Inc.	4 082	4 444	
64 348	Canadian National Railway Co.	2 144	5 149	
		10 137	13 424	6.1
Information Technology				
170 421	CGI Group Inc., Class A	5 189	7 548	
14 700	Constellation Software Inc.	1 940	5 078	
110 700	Open Text Corp.	4 601	7 484	
		11 730	20 110	9.1

Holdings	Security	Cost	Fair Value	% of Net Assets	
Materials					
305 400	First Quantum Minerals Ltd.	\$ 6 003	\$ 5 042		
160 373	Goldcorp Inc.	5 885	3 450		
411 000	HudBay Minerals Inc.	4 111	4 159		
578 600	New Gold Inc.	4 901	2 881		
146 800	Silver Wheaton Corp.	3 149	3 469		
91 900	West Fraser Timber Co. Ltd.	4 763	6 109		
		28 812	25 110	11.4	
TOTAL CANADIAN EQUITIES			176 625	211 117	96.1
SHORT-TERM INVESTMENTS*			8 132	8 132	3.7
TOTAL INVESTMENTS			\$ 184 757	219 249	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				371	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				\$ 219 620	100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.87% to 0.99% and mature between January 7, 2015 and February 26, 2015.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 219 249	\$ 187 746	\$ 146 537
Cash	5	17	3 651
Subscriptions receivable	287	116	133
Dividends receivable, interest accrued and other assets	192	154	460
TOTAL ASSETS	219 733	188 033	150 781
LIABILITIES			
Redemptions payable	97	23	33
Accounts payable and accrued expenses	16	14	10
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	113	37	43
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 219 620	\$ 187 996	\$ 150 738
Investments at cost	\$ 184 757	\$ 156 091	\$ 129 119
NAV			
SERIES F	\$ 7 007	\$ 7 536	\$ 5 681
SERIES O	\$ 212 613	\$ 180 460	\$ 145 057
NAV PER UNIT			
SERIES F	\$ 213.33	\$ 197.77	\$ 167.79
SERIES O	\$ 215.22	\$ 199.48	\$ 169.23

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 546	\$ 2 960
Interest for distribution purposes	64	59
Securities lending revenue (see note 6 in the generic notes)	19	25
Net realized gain (loss) on investments	12 251	14 070
Net gain (loss) on foreign currencies and other net assets	(1)	(2)
Change in unrealized gain (loss) on investments	2 837	14 237
TOTAL INCOME (LOSS)	18 716	31 349
EXPENSES (see notes – Fund Specific Information)		
Management fees	56	48
Administration fees	109	87
Board of Governors costs	3	3
GST/HST	17	14
Transaction costs	197	365
TOTAL EXPENSES	382	517
INCREASE (DECREASE) IN NAV	\$ 18 334	\$ 30 832
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 638	\$ 1 155
SERIES O	\$ 17 696	\$ 29 677
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 16.75	\$ 32.06
SERIES O	\$ 18.75	\$ 34.01

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 18 334	\$ 30 832
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(12 251)	(14 070)
Change in unrealized loss (gain) on investments	(2 837)	(14 237)
(Increase) decrease in accrued receivables	(38)	306
Increase (decrease) in accrued payables	2	4
Cost of investments purchased	(155 952)	(214 648)
Proceeds on sales of investments	139 537	201 746
NET CASH PROVIDED BY OPERATING ACTIVITIES	(13 205)	(10 067)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	53 237	44 121
Cash paid on redemption of redeemable units	(36 808)	(34 844)
Distributions paid to holders of redeemable units	(3 236)	(2 844)
NET CASH USED IN FINANCING ACTIVITIES	\$ 13 193	\$ 6 433
Net increase (decrease) in cash for the year	(12)	(3 634)
Cash (bank overdraft), beginning of period	17	3 651
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5	\$ 17
Interest received	\$ 62	\$ 55
Dividends received, net of withholding taxes	\$ 3 510	\$ 3 270

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 7 536	\$ 5 681	\$ 180 460	\$ 145 057	\$ 187 996	\$ 150 738
INCREASE (DECREASE) IN NAV	638	1 155	17 696	29 677	18 334	30 832
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	123	2 284	53 285	41 820	53 408	44 104
Reinvestments of distributions to holders of redeemable units	14	16	205	179	219	195
Redemption of redeemable units	(1 245)	(1 538)	(35 637)	(33 296)	(36 882)	(34 834)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 108)	762	17 853	8 703	16 745	9 465
Distributions from net income	(59)	(62)	(3 396)	(2 977)	(3 455)	(3 039)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(59)	(62)	(3 396)	(2 977)	(3 455)	(3 039)
NET INCREASE (DECREASE) IN NAV	(529)	1 855	32 153	35 403	31 624	37 258
NAV AT END OF PERIOD	\$ 7 007	\$ 7 536	\$ 212 613	\$ 180 460	\$ 219 620	\$ 187 996

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in common stock and equivalent securities of Canadian corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	28.4	28.7	27.6
Energy	16.2	22.3	21.6
Consumer Discretionary	13.5	13.0	–
Materials	11.4	10.3	19.1
Information Technology	9.1	–	–
Consumer Staples	7.7	6.9	–
Industrials	6.1	5.7	7.9
Health Care	3.7	–	–
Other Sectors	–	9.5	14.6
Telecommunication Services	–	–	6.4
Cash/Other	3.9	3.6	2.8

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX Capped Composite			
Total Return Index	+ or - 0.9	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	211 117	–	–	211 117
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	8 132	–	8 132
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	211 117	8 132	–	219 249
% of total portfolio	96.3	3.7	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	181 164	–	–	181 164
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	6 582	–	6 582
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	181 164	6 582	–	187 746
% of total portfolio	96.5	3.5	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	146 537	–	–	146 537
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	146 537	–	–	146 537
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	1 883
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	38	34
Issued number of units	1	13
Reinvested number of units	–	–
Redeemed number of units	(6)	(9)
Ending number of units	33	38
Series O		
Opening units	905	857
Issued number of units	249	230
Reinvested number of units	1	1
Redeemed number of units	(167)	(183)
Ending number of units	988	905

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	197	100	365	100
Related-party brokerage commissions*	23	12	84	23
Commission arrangements†	5	3	5	1

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014		December 31 2013	
Fair value of securities loaned	18 828		44 280	
Fair value of collateral received	19 205		45 166	

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	187 914	150 521
Revaluation of investments at FVTPL	82	217
Net assets attributable to holders of redeemable units	187 996	150 738
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		30 967
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(135)
Increase (decrease) in net assets attributable to holders of redeemable units		30 832

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE CANADIAN MID-CAP EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
91 921	Cineplex Inc.	\$ 3 846	\$ 4 121	
227 700	DHX Media Ltd.	2 205	2 211	
30 433	Gildan Activewear Inc., Class A	1 755	1 999	
116 500	Hudson's Bay Co.	2 795	2 861	
76 386	Linamar Corp.	2 663	5 420	
113 736	Quebecor Inc., Class B	2 814	3 633	
		<u>16 078</u>	<u>20 245</u>	6.9
Consumer Staples				
50 733	Empire Co. Ltd., Class A	3 823	4 445	
54 911	George Weston Ltd.	4 869	5 510	
136 600	Maple Leaf Foods Inc.	2 594	2 660	
		<u>11 286</u>	<u>12 615</u>	4.3
Energy				
140 556	AltaGas Ltd.	5 338	6 092	
404 683	Bankers Petroleum Ltd.	2 613	1 319	
194 278	Canadian Energy Services & Technology Corp.	1 312	1 233	
215 400	Canadian Oil Sands Ltd.	2 437	2 244	
66 498	Enbridge Income Fund Holdings Inc.	2 255	2 683	
187 282	Enerplus Corp.	3 954	2 096	
133 839	Gibson Energy Inc.	3 589	3 639	
268 886	Gran Tierra Energy Inc.	1 379	1 199	
176 835	Kelt Exploration Ltd.	1 705	1 238	
57 452	Keyera Corp.	4 282	4 658	
107 722	MEG Energy Corp.	3 836	2 106	
207 426	Nuvista Energy Ltd.	2 267	1 537	
154 919	Paramount Resources Ltd., Class A	7 403	4 356	
109 586	Parex Resources Inc.	1 360	831	
54 093	Pason Systems Inc.	934	1 184	
119 509	Peyto Exploration & Development Corp.	2 523	4 000	
129 730	PrairieSky Royalty Ltd.	4 516	3 970	
341 637	Precision Drilling Corp.	3 777	2 412	
316 455	Raging River Exploration Inc.	1 803	2 323	
63 233	ShawCor Ltd.	2 249	2 681	
589 953	Spartan Energy Corp.	1 532	1 646	
397 330	Veresen Inc.	6 321	7 295	
56 615	Vermilion Energy Inc.	3 034	3 227	
331 002	Whitecap Resources Inc.	4 227	3 787	
		<u>74 646</u>	<u>67 756</u>	22.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
115 701	Allied Properties Real Estate Investment Trust	\$ 3 894	\$ 4 332	
65 146	Boardwalk Real Estate Investment Trust	4 103	4 009	
272 171	Brookfield Property Partners LP	4 664	7 199	
134 686	Canadian Real Estate Investment Trust	4 851	6 167	
106 998	Canadian Western Bank	3 419	3 504	
118 943	Chartwell Retirement Residences Real Estate Investment Trust	1 130	1 417	
48 204	CI Financial Corp.	1 187	1 557	
292 476	Element Financial Corp.	3 577	4 136	
86 962	Granite Real Estate Investment Trust	3 348	3 588	
327 346	H&R Real Estate Investment Trust	7 237	7 113	
85 282	Home Capital Group Inc.	2 995	4 093	
84 339	IGM Financial Inc.	3 807	3 906	
116 451	Industrial Alliance Insurance & Financial Services Inc.	4 696	5 174	
97 544	Onex Corporation	4 327	6 580	
		<u>53 235</u>	<u>62 775</u>	21.3
Industrials				
361 609	Air Canada	2 926	4 292	
151 200	ATS Automation Tooling Systems	2 286	2 344	
303 851	CAE Inc.	3 988	4 582	
174 859	Finning International Inc.	4 673	4 412	
105 345	Newalta Inc.	2 078	1 858	
136 952	Progressive Waste Solutions Ltd.	3 666	4 784	
117 480	Russel Metals Inc.	3 163	3 043	
140 039	Stantec Inc.	4 662	4 471	
123 282	TransForce Inc.	3 384	3 648	
128 899	WestJet Airlines Ltd.	2 783	4 300	
		<u>33 609</u>	<u>37 734</u>	12.8
Information Technology				
479 932	Blackberry Ltd.	4 576	6 114	
166 872	Descartes Systems Group Inc.	2 072	2 879	
83 596	DH Corp.	2 278	3 065	
258 991	Redknee Solutions Inc.	1 344	969	
		<u>10 270</u>	<u>13 027</u>	4.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
1 081 719	B2Gold Corp.	\$ 2 730	\$ 2 055	
26 396	CCL Industries, Class B	1 995	3 322	
242 683	Detour Gold Corp.	2 259	2 303	
109 587	Dominion Diamond Corp.	2 054	2 287	
635 147	Eldorado Gold Corp.	4 667	4 497	
328 860	HudBay Minerals Inc.	3 561	3 328	
835 020	Lundin Mining Corp.	4 084	4 776	
74 051	Methanex Corp.	4 973	3 952	
109 392	Norbord Inc.	2 734	2 826	
96 996	Osisko Gold Royalties Ltd.	1 466	1 589	
1 089 551	Rio Alto Mining Ltd.	3 095	3 073	
787 644	Silvercrest Mines Inc.	1 790	1 118	
79 460	Tahoe Resources Inc.	1 939	1 283	
1 476 047	Torex Gold Resources Inc.	2 436	1 816	
133 391	West Fraser Timber Co. Ltd.	5 997	8 867	
		<u>45 780</u>	<u>47 092</u>	15.9
Utilities				
295 991	Algonquin Power & Utilities Corp.	2 654	2 853	
89 600	Brookfield Renewable Energy Partners LP	3 131	3 217	
261 170	Canadian Utilities Ltd., Class A	9 679	10 684	
115 044	Capital Power Corp.	2 935	2 991	
166 342	Emera Inc.	5 148	6 427	
		<u>23 547</u>	<u>26 172</u>	8.9
TOTAL CANADIAN EQUITIES		<u>268 451</u>	<u>287 416</u>	97.4
SHORT-TERM INVESTMENTS*		<u>7 428</u>	<u>7 428</u>	2.5
TOTAL INVESTMENTS		<u>\$ 275 879</u>	<u>294 844</u>	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>450</u>	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 295 294</u>	<u>100.0</u>	

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 1.00% to 1.23% and mature between January 2, 2015 and January 20, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 294 844	\$ 222 468	\$ 185 106
Cash	34	2	7
Due from investment dealers	996	–	665
Subscriptions receivable	589	212	95
Dividends receivable, interest accrued and other assets	656	438	404
TOTAL ASSETS	297 119	223 120	186 277
LIABILITIES			
Due to investment dealers	1 768	1 020	371
Redemptions payable	26	31	150
Accounts payable and accrued expenses	31	24	18
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 825	1 075	539
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 295 294	\$ 222 045	\$ 185 738
Investments at cost	\$ 275 879	\$ 194 916	\$ 171 408
NAV			
SERIES F	\$ 3 662	\$ 6 592	\$ 5 603
SERIES O	\$ 291 632	\$ 215 453	\$ 180 135
NAV PER UNIT			
SERIES F	\$ 22.50	\$ 22.50	\$ 20.45
SERIES O	\$ 22.74	\$ 22.70	\$ 20.63

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 709	\$ 4 224
Interest for distribution purposes	118	76
Other income (loss)	890	451
Securities lending revenue (see note 6 in the generic notes)	54	83
Net realized gain (loss) on investments	22 543	8 240
Net gain (loss) on foreign currencies and other net assets	(38)	1
Change in unrealized gain (loss) on investments	(8 587)	13 854
TOTAL INCOME (LOSS)	19 689	26 929
EXPENSES (see notes – Fund Specific Information)		
Management fees	33	34
Administration fees	271	203
Board of Governors costs	3	3
GST/HST	28	23
Transaction costs	620	458
TOTAL EXPENSES	955	721
INCREASE (DECREASE) IN NAV	\$ 18 734	\$ 26 208
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 611	\$ 771
SERIES O	\$ 18 123	\$ 25 437
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 1.60	\$ 2.69
SERIES O	\$ 1.73	\$ 2.85

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 18 734	\$ 26 208
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(22 543)	(8 214)
Change in unrealized loss (gain) on investments	8 587	(13 854)
(Increase) decrease in accrued receivables	(1 214)	631
Increase (decrease) in accrued payables	755	655
Cost of investments purchased	(807 029)	(572 314)
Proceeds on sales of investments	748 609	557 020
NET CASH PROVIDED BY OPERATING ACTIVITIES	(54 101)	(9 868)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	131 019	58 506
Cash paid on redemption of redeemable units	(58 436)	(43 509)
Distributions paid to holders of redeemable units	(18 450)	(5 134)
NET CASH USED IN FINANCING ACTIVITIES	\$ 54 133	\$ 9 863
Net increase (decrease) in cash for the year	32	(5)
Cash (bank overdraft), beginning of period	2	7
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 34	\$ 2
Interest received	\$ 116	\$ 80
Dividends received, net of withholding taxes	\$ 5 382	\$ 4 637

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 592	\$ 5 603	\$ 215 453	\$ 180 135	\$ 222 045	\$ 185 738
INCREASE (DECREASE) IN NAV	611	771	18 123	25 437	18 734	26 208
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	1 058	2 062	130 338	56 561	131 396	58 623
Reinvestments of distributions to holders of redeemable units	43	12	4 635	1 512	4 678	1 524
Redemption of redeemable units	(4 315)	(1 690)	(54 116)	(41 700)	(58 431)	(43 390)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(3 214)	384	80 857	16 373	77 643	16 757
Distributions from net income	(88)	(102)	(5 329)	(4 415)	(5 417)	(4 517)
Distributions from net gains	(239)	(64)	(17 472)	(2 077)	(17 711)	(2 141)
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(327)	(166)	(22 801)	(6 492)	(23 128)	(6 658)
NET INCREASE (DECREASE) IN NAV	(2 930)	989	76 179	35 318	73 249	36 307
NAV AT END OF PERIOD	\$ 3 662	\$ 6 592	\$ 291 632	\$ 215 453	\$ 295 294	\$ 222 045

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by focusing on equity securities of mid-sized Canadian companies that offer above-average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.0%) of the net assets of the Fund.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Energy	22.9	28.6	24.7
Financials	21.3	20.2	21.0
Materials	15.9	15.7	19.7
Industrials	12.8	8.5	8.3
Utilities	8.9	5.5	6.7
Consumer Discretionary	6.9	6.1	8.5
Information Technology	4.4	5.2	3.7
Consumer Staples	4.3	7.7	2.9
Telecommunication Services	–	1.0	–
Cash/Other	2.6	1.5	4.5

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P/TSX MidCap Index	+ or - 1.0	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Please see the generic notes at the back of the financial statements.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	287 416	–	–	287 416
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 428	–	7 428
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	287 416	7 428	–	294 844
% of total portfolio	97.5	2.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	215 958	2 821	–	218 779
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	3 689	–	3 689
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	215 958	6 510	–	222 468
% of total portfolio	97.1	2.9	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	177 281	32	–	177 313
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	7 793	–	7 793
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	177 281	7 825	–	185 106
% of total portfolio	95.8	4.2	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.55%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series F		
Opening units	293	274
Issued number of units	43	97
Reinvested number of units	2	1
Redeemed number of units	(175)	(79)
Ending number of units	163	293
Series O		
Opening units	9 490	8 732
Issued number of units	5 322	2 620
Reinvested number of units	202	69
Redeemed number of units	(2 188)	(1 931)
Ending number of units	12 826	9 490

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	620	100	458	100
Related-party brokerage commissions*	43	7	47	10
Commission arrangements†	13	2	16	3

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	39 628	43 500
Fair value of collateral received	40 420	44 370

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Canadian Mid-Cap Equity Class	3.6	3.3

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	221 875	185 210
Revaluation of investments at FVTPL	170	528
Net assets attributable to holders of redeemable units	222 045	185 738
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		26 566
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(358)
Increase (decrease) in net assets attributable to holders of redeemable units		26 208

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE U.S. EQUITY POOL**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
35 900	Advance Auto Parts Inc.	\$ 6 585	\$ 6 645	
69 700	Bed Bath & Beyond Inc.	5 287	6 168	
143 600	Best Buy Co. Inc.	5 603	6 503	
149 000	Comcast Corp., Class A	9 016	10 042	
101 700	Home Depot Inc.	10 058	12 400	
152 600	Lennar Corp.	7 435	7 944	
129 100	Macy's Inc.	9 067	9 862	
36 100	Nike Inc.	3 177	4 031	
99 700	Nordstrom Inc.	7 783	9 196	
75 800	Ross Stores Inc.	7 619	8 301	
83 100	Starbucks Corp.	7 962	7 922	
104 700	TJX Companies Inc.	7 138	8 342	
99 600	V.F. Corporation	7 666	8 667	
55 700	Viacom Inc.	4 830	4 870	
		99 226	110 893	13.7
Consumer Staples				
188 900	Altria Group Inc.	8 655	10 813	
72 700	Costco Wholesale Corp.	10 259	11 973	
109 300	CVS Health Corp.	9 149	12 230	
60 100	Kimberly-Clark Corp.	7 770	8 064	
80 300	Kraft Foods Group Inc.	5 808	5 846	
60 900	PepsiCo Inc.	5 770	6 690	
103 800	Procter & Gamble Co.	9 168	10 988	
138 600	The Kroger Co.	7 094	10 339	
85 000	Wal-Mart Stores, Inc.	7 966	8 482	
		71 639	85 425	10.6
Energy				
106 700	ConocoPhillips	8 622	8 561	
85 600	EOG Resources Inc.	8 927	9 156	
172 300	Exxon Mobil Corp.	17 971	18 503	
23 300	Marathon Petroleum Corp.	2 527	2 444	
84 500	Schlumberger Ltd.	8 782	8 386	
		46 829	47 050	5.8
Financials				
113 600	Allstate Corp.	8 085	9 272	
74 800	American Tower Corp. Real Estate Investment Trust	8 124	8 592	
71 100	Aon Plc.	7 654	7 832	
601 400	Bank of America Corp.	10 530	12 500	
83 800	Berkshire Hathaway Inc., Class B	12 522	14 618	
27 800	BlackRock Inc.	10 566	11 544	
188 400	Citigroup Inc.	10 927	11 847	
65 500	Discover Financial Services	4 669	4 984	
146 300	Invesco Ltd.	6 208	6 717	
81 000	JPMorgan Chase & Co.	5 027	5 891	
76 200	Moody's Corp.	8 184	8 482	
230 300	Morgan Stanley	7 293	10 385	
215 700	Wells Fargo & Company	11 024	13 738	
		110 813	126 402	15.6

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
89 300	AbbVie Inc.	\$ 5 442	\$ 6 789	
26 100	Actavis Plc.	7 900	7 813	
51 500	Amgen Inc.	7 327	9 531	
67 800	Anthem Inc.	8 103	9 903	
25 700	Biogen Idec Inc.	9 973	10 143	
121 700	Bristol-Myers Squibb Co.	6 910	8 344	
80 600	Celgene Corp.	8 221	10 475	
190 700	Eli Lilly & Co.	12 779	15 285	
82 300	Gilead Sciences Inc.	9 117	9 013	
218 100	Pfizer Inc.	7 865	7 893	
110 800	UnitedHealth Group Incorporated	11 098	13 013	
		94 735	108 202	13.4
Industrials				
35 700	3M Co.	6 798	6 817	
42 200	FedEx Corporation	7 470	8 514	
77 400	General Dynamics Corp.	10 545	12 377	
105 900	Honeywell International Inc.	11 846	12 296	
89 400	Ryder System Inc.	8 393	9 644	
64 900	Southwest Airlines	2 360	3 190	
99 500	Union Pacific Corp.	10 254	13 771	
69 400	United Technologies Corp.	9 094	9 272	
		66 760	75 881	9.4
Information Technology				
226 000	Apple Inc.	21 318	28 982	
326 000	Cisco Systems Inc.	9 638	10 535	
173 300	EMC Corp.	5 795	5 991	
62 400	F5 Networks Inc.	8 622	9 458	
86 300	Facebook Inc., Class A	7 920	7 823	
283 000	Hewlett-Packard Co.	9 898	13 199	
368 500	Intel Corp.	12 933	15 537	
100 100	Lam Research Corp.	9 120	9 227	
295 600	Micron Technology Inc.	10 752	12 023	
494 500	Microsoft Corp.	23 032	26 686	
199 100	Oracle Corporation	9 859	10 402	
56 900	Palo Alto Networks Inc.	6 503	8 101	
124 600	Texas Instruments Inc.	7 873	7 740	
37 500	Visa Inc., Class A	10 277	11 423	
89 300	Western Digital Corp.	10 177	11 485	
		163 717	188 612	23.3
Materials				
34 400	Sherwin-Williams Co.	9 365	10 516	
		9 365	10 516	1.3

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
132 200	Edison International	\$ 9 733	\$ 10 055	
58 400	Entergy Corp.	5 890	5 932	
162 200	PG&E Corporation	9 301	10 030	
		<u>24 924</u>	<u>26 017</u>	<u>3.2</u>
TOTAL COMMON EQUITIES		688 008	778 998	96.3
SHORT-TERM INVESTMENTS*		27 847	28 143	3.5
TOTAL INVESTMENTS		<u>\$ 715 855</u>	807 141	99.8
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 640	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 808 781</u>		<u>100.0</u>

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature between January 2, 2015 and January 26, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 807 141	\$ 530 312	\$ 443 991
Cash	1	4	15
Due from investment dealers	–	10 692	–
Subscriptions receivable	952	556	214
Unrealized gain on foreign exchange contracts	–	–	16
Dividends receivable, interest accrued and other assets	830	487	294
TOTAL ASSETS	808 924	542 051	444 530
LIABILITIES			
Due to investment dealers	–	9 320	–
Redemptions payable	94	346	143
Unrealized loss on foreign exchange contracts	–	–	377
Accounts payable and accrued expenses	49	32	26
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	143	9 698	546
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 808 781	\$ 532 353	\$ 443 984
Investments at cost	\$ 715 855	\$ 452 924	\$ 406 236
NAV			
SERIES F	\$ 14 854	\$ 13 264	\$ 9 864
SERIES O	\$ 793 927	\$ 519 089	\$ 434 120
NAV PER UNIT			
SERIES F	\$ 12.68	\$ 10.79	\$ 7.93
SERIES O	\$ 12.77	\$ 10.86	\$ 7.98

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 12 262	\$ 9 237
Interest for distribution purposes	43	64
Securities lending revenue (see note 6 in the generic notes)	31	8
Net realized gain (loss) on investments	100 188	112 679
Net gain (loss) on foreign currencies and other net assets	1 119	(1 637)
Change in unrealized gain (loss) on investments	13 898	39 994
TOTAL INCOME (LOSS)	127 541	160 345
EXPENSES (see notes – Fund Specific Information)		
Management fees	79	67
Administration fees	335	245
Board of Governors costs	3	3
GST/HST	43	33
Transaction costs	1 793	1 555
Withholding tax	1 681	1 168
TOTAL EXPENSES	3 934	3 071
INCREASE (DECREASE) IN NAV	\$ 123 607	\$ 157 274
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 2 326	\$ 3 556
SERIES O	\$ 121 281	\$ 153 718
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 2.13	\$ 3.01
SERIES O	\$ 2.21	\$ 3.09

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 123 607	\$ 157 274
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(100 164)	(112 666)
Change in unrealized loss (gain) on investments	(13 898)	(39 994)
(Increase) decrease in accrued receivables	10 349	(10 885)
Increase (decrease) in accrued payables	(9 303)	9 326
Cost of investments purchased	(3 813 664)	(2 126 305)
Proceeds on sales of investments	3 650 897	2 192 283
NET CASH PROVIDED BY OPERATING ACTIVITIES	(152 176)	69 033
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	330 906	127 187
Cash paid on redemption of redeemable units	(169 813)	(189 183)
Distributions paid to holders of redeemable units	(8 920)	(7 048)
NET CASH USED IN FINANCING ACTIVITIES	\$ 152 173	\$ (69 044)
Net increase (decrease) in cash for the year	(3)	(11)
Cash (bank overdraft), beginning of period	4	15
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 1	\$ 4
Interest received	\$ 41	\$ 65
Dividends received, net of withholding taxes	\$ 10 240	\$ 7 875

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 13 264	\$ 9 864	\$ 519 089	\$ 434 120	\$ 532 353	\$ 443 984
INCREASE (DECREASE) IN NAV	2 326	3 556	121 281	153 718	123 607	157 274
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	5 097	4 864	326 205	122 665	331 302	127 529
Reinvestments of distributions to holders of redeemable units	36	32	922	904	958	936
Redemption of redeemable units	(5 762)	(4 941)	(163 799)	(184 445)	(169 561)	(189 386)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(629)	(45)	163 328	(60 876)	162 699	(60 921)
Distributions from net income	(107)	(111)	(9 771)	(7 873)	(9 878)	(7 984)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(107)	(111)	(9 771)	(7 873)	(9 878)	(7 984)
NET INCREASE (DECREASE) IN NAV	1 590	3 400	274 838	84 969	276 428	88 369
NAV AT END OF PERIOD	\$ 14 854	\$ 13 264	\$ 793 927	\$ 519 089	\$ 808 781	\$ 532 353

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing mainly in equity securities of major U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Information Technology	23.3	18.8	20.2
Financials	15.6	14.8	14.7
Consumer Discretionary	13.7	10.6	10.6
Health Care	13.4	16.7	9.0
Consumer Staples	10.6	8.4	–
Industrials	9.4	14.3	12.4
Energy	5.8	9.3	11.4
Other Sectors	4.5	1.6	10.9
Materials	–	3.2	7.6
Cash/Other	3.7	2.3	3.2

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	99.8	100.0	84.9
Total	99.8	100.0	84.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 0.8%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	778 998	–	–	778 998
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	28 143	–	28 143
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	778 998	28 143	–	807 141
% of total portfolio	96.5	3.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	519 871	–	–	519 871
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 441	–	10 441
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	519 871	10 441	–	530 312
% of total portfolio	98.0	2.0	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	429 480	–	–	429 480
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	14 511	–	14 511
Derivatives – assets	–	16	–	16
Derivatives – liabilities	–	(377)	–	(377)
Total financial instruments	429 480	14 150	–	443 630
% of total portfolio	96.8	3.2	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.60%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.05%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	137 129
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series F

Opening units	1 230	1 244
Issued number of units	440	510
Reinvested number of units	3	3
Redeemed number of units	(502)	(527)
Ending number of units	1 171	1 230

Series O

Opening units	47 801	54 398
Issued number of units	28 097	12 796
Reinvested number of units	78	93
Redeemed number of units	(13 812)	(19 486)
Ending number of units	62 164	47 801

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	1 793	100	1 555	100
Related-party brokerage commissions*	126	7	123	8
Commission arrangements [†]	121	7	91	6

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	13 939	6 970
Fair value of collateral received	14 217	7 110



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC U.S. Equity Class	3.5	3.6

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	532 279	443 889
Revaluation of investments at FVTPL	74	95
Net assets attributable to holders of redeemable units	532 353	443 984

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	157 295
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(21)
Increase (decrease) in net assets attributable to holders of redeemable units	157 274

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
21 890	Advance Auto Parts Inc.	\$ 1 727	\$ 4 052	
72 600	AMC Networks Inc.	5 548	5 379	
114 700	Comcast Corp., Class A	2 657	7 730	
100 600	Garmin Ltd.	6 417	6 175	
57 600	Home Depot Inc.	5 025	7 023	
94 100	Target Corporation	6 084	8 299	
69 700	Time Warner Inc.	3 902	6 916	
67 000	Viacom Inc.	4 013	5 858	
		<u>35 373</u>	<u>51 432</u>	15.0
Consumer Staples				
84 900	Colgate-Palmolive Company	5 004	6 823	
108 500	General Mills Inc.	4 992	6 721	
80 200	McCormick & Co. Inc.	5 669	6 922	
30 800	PepsiCo Inc.	2 123	3 384	
28 700	The J.M. Smucker Company	3 221	3 367	
		<u>21 009</u>	<u>27 217</u>	7.9
Energy				
45 700	Chevron Corp.	4 447	5 956	
55 000	EOG Resources Inc.	5 092	5 883	
29 400	EQT Corp.	1 391	2 585	
58 100	Exxon Mobil Corp.	5 201	6 239	
39 500	Occidental Petroleum Corp.	3 297	3 699	
		<u>19 428</u>	<u>24 362</u>	7.1
Financials				
110 800	American International Group Inc.	3 666	7 210	
503 500	Bank of America Corp.	6 389	10 465	
103 900	Capital One Financial Corp.	6 917	9 965	
95 000	CIT Group Inc.	3 769	5 277	
161 200	Hartford Financial Services Inc.	3 737	7 808	
157 200	Invesco Ltd.	6 236	7 218	
143 500	JPMorgan Chase & Co.	6 803	10 436	
56 700	MetLife Inc.	2 724	3 563	
165 900	Wells Fargo & Company	6 079	10 566	
		<u>46 320</u>	<u>72 508</u>	21.1
Health Care				
128 600	Abbott Laboratories	4 467	6 726	
65 100	Aetna Inc.	6 698	6 718	
49 000	Becton Dickinson & Co.	5 619	7 922	
63 200	Cigna Corp.	6 085	7 556	
78 000	Express Scripts Holding Co.	5 063	7 673	
57 600	Johnson & Johnson	4 677	6 998	
		<u>32 609</u>	<u>43 593</u>	12.7

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
48 600	Boeing Co.	\$ 4 863	\$ 7 337	
27 300	FedEx Corporation	3 710	5 508	
88 400	Honeywell International Inc.	6 041	10 264	
61 500	MSC Industrial Direct Co.	5 478	5 805	
58 500	Raytheon Company	5 982	7 353	
62 800	Union Pacific Corp.	2 726	8 692	
56 000	United Technologies Corp.	6 077	7 482	
65 400	WESCO International Inc.	5 447	5 791	
		<u>40 324</u>	<u>58 232</u>	16.9
Information Technology				
181 400	Amdocs Ltd.	7 373	9 833	
60 075	Apple Inc.	4 835	7 704	
195 900	ARRIS Group Inc.	6 732	6 871	
103 300	eBay Inc.	6 237	6 735	
111 300	Skyworks Solutions Inc.	4 476	9 402	
		<u>29 653</u>	<u>40 545</u>	11.8
Telecommunication Services				
125 800	Verizon Communications Inc.	6 667	6 835	
		<u>6 667</u>	<u>6 835</u>	2.0
Utilities				
58 500	NextEra Energy Inc.	4 579	7 224	
114 100	Wisconsin Energy Corp.	5 793	6 989	
		<u>10 372</u>	<u>14 213</u>	4.1
TOTAL COMMON EQUITIES		<u>\$ 241 755</u>	<u>338 937</u>	98.6
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>4 637</u>	1.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 343 574</u>	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 338 937	\$ 275 485	\$ 182 555
Cash	4 401	14 713	6 135
Subscriptions receivable	168	228	267
Dividends receivable, interest accrued and other assets	237	242	159
TOTAL ASSETS	343 743	290 668	189 116
LIABILITIES			
Due to investment dealers	—	966	—
Redemptions payable	136	40	354
Accounts payable and accrued expenses	33	25	18
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	169	1 031	372
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 343 574	\$ 289 637	\$ 188 744
Investments at cost	\$ 241 755	\$ 211 130	\$ 161 859
NAV			
SERIES F	\$ 1 237	\$ 1 500	\$ 1 168
SERIES O	\$ 342 337	\$ 288 137	\$ 187 576
NAV PER UNIT			
SERIES F	\$ 209.30	\$ 172.64	\$ 126.51
SERIES O	\$ 211.98	\$ 174.78	\$ 128.08

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 6 325	\$ 4 930
Interest for distribution purposes	(3)	–
Securities lending revenue (see note 6 in the generic notes)	15	7
Net realized gain (loss) on investments	28 787	29 099
Net gain (loss) on foreign currencies and other net assets	299	755
Change in unrealized gain (loss) on investments	32 827	43 659
TOTAL INCOME (LOSS)	68 250	78 450
EXPENSES (see notes – Fund Specific Information)		
Management fees	13	13
Administration fees	288	217
Board of Governors costs	3	3
GST/HST	29	22
Transaction costs	147	138
Withholding tax	867	640
TOTAL EXPENSES	1 347	1 033
INCREASE (DECREASE) IN NAV	\$ 66 903	\$ 77 417
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 255	\$ 416
SERIES O	\$ 66 648	\$ 77 001
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 37.58	\$ 46.79
SERIES O	\$ 40.10	\$ 48.99

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 66 903	\$ 77 417
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(28 761)	(29 082)
Change in unrealized loss (gain) on investments	(32 827)	(43 659)
(Increase) decrease in accrued receivables	5	(83)
Increase (decrease) in accrued payables	(958)	973
Cost of investments purchased	(129 316)	(168 490)
Proceeds on sales of investments	127 452	148 301
NET CASH PROVIDED BY OPERATING ACTIVITIES	2 498	(14 623)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	65 018	67 252
Cash paid on redemption of redeemable units	(73 611)	(40 930)
Distributions paid to holders of redeemable units	(4 217)	(3 121)
NET CASH USED IN FINANCING ACTIVITIES	\$ (12 810)	\$ 23 201
Net increase (decrease) in cash for the year	(10 312)	8 578
Cash (bank overdraft), beginning of period	14 713	6 135
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 4 401	\$ 14 713
Interest received	\$ (3)	\$ –
Dividends received, net of withholding taxes	\$ 5 463	\$ 4 207

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 1 500	\$ 1 168	\$ 288 137	\$ 187 576	\$ 289 637	\$ 188 744
INCREASE (DECREASE) IN NAV	255	416	66 648	77 001	66 903	77 417
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	40	296	64 918	66 917	64 958	67 213
Reinvestments of distributions to holders of redeemable units	3	2	1 009	913	1 012	915
Redemption of redeemable units	(554)	(374)	(73 153)	(40 242)	(73 707)	(40 616)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(511)	(76)	(7 226)	27 588	(7 737)	27 512
Distributions from net income	(7)	(8)	(5 222)	(4 028)	(5 229)	(4 036)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(7)	(8)	(5 222)	(4 028)	(5 229)	(4 036)
NET INCREASE (DECREASE) IN NAV	(263)	332	54 200	100 561	53 937	100 893
NAV AT END OF PERIOD	\$ 1 237	\$ 1 500	\$ 342 337	\$ 288 137	\$ 343 574	\$ 289 637

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily through capital appreciation by investing in common stocks and equivalent securities of U.S. corporations trading below their intrinsic value.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	21.1	20.8	20.1
Industrials	16.9	17.4	10.2
Consumer Discretionary	15.0	13.2	12.6
Health Care	12.7	10.8	16.1
Information Technology	11.8	10.0	13.0
Consumer Staples	7.9	6.9	7.6
Energy	7.1	8.9	11.2
Other Sectors	6.1	7.1	5.9
Cash/Other	1.4	4.9	3.3

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.7	99.9	99.5
Total	99.7	99.9	99.5

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 1000 Index (CAD)	+ or - 0.9	+ or - 1.0	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	338 937	–	–	338 937
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	338 937	–	–	338 937
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	275 485	–	–	275 485
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	275 485	–	–	275 485
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	182 555	–	–	182 555
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	182 555	–	–	182 555
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.09%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	36 995
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series F

Opening units	9	9
Issued number of units	–	2
Reinvested number of units	–	–
Redeemed number of units	(3)	(2)
Ending number of units	6	9

Series O

Opening units	1 649	1 465
Issued number of units	347	439
Reinvested number of units	5	6
Redeemed number of units	(386)	(261)
Ending number of units	1 615	1 649

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	147	100	138	100
Related-party brokerage commissions*	3	2	2	1
Commission arrangements [†]	62	42	37	27

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	34 777	18 609
Fair value of collateral received	35 473	18 981



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Private U.S. Large-Cap Value Equity		
Currency Neutral Pool	4.6	9.9

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	289 615	188 715
Revaluation of investments at FVTPL	22	29
Net assets attributable to holders of redeemable units	289 637	188 744

December 31
2013

Comprehensive income

Comprehensive income as reported under Canadian GAAP	77 424
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	(7)
Increase (decrease) in net assets attributable to holders of redeemable units	77 417

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

**RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY
CURRENCY NEUTRAL POOL**

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
75 113	RBC Private U.S. Large-Cap Value Equity Pool*	\$ 9 449	\$ 15 922	102.0
TOTAL MUTUAL FUND UNITS		9 449	15 922	102.0
TOTAL INVESTMENTS		9 449	15 922	102.0
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(329)	(2.1)
TOTAL PORTFOLIO		\$ 9 449	15 593	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			19	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 15 612		100.0

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 384 Sold USD 2 100 @ 1.1352	09-Jan-15	\$ (56)
Bought CAD 125 Sold USD 108 @ 1.1581	16-Jan-15	–
Bought CAD 2 313 Sold USD 2 042 @ 1.1328	16-Jan-15	(60)
Bought CAD 200 Sold USD 172 @ 1.1620	16-Jan-15	–
Bought CAD 3 813 Sold USD 3 368 @ 1.1321	16-Jan-15	(101)
Bought USD 236 Sold CAD 275 @ 1.1635	16-Jan-15	–
Bought CAD 2 882 Sold USD 2 525 @ 1.1413	23-Jan-15	(53)
Bought CAD 2 830 Sold USD 2 474 @ 1.1441	30-Jan-15	(46)
Bought CAD 500 Sold USD 431 @ 1.1605	30-Jan-15	(1)
Bought CAD 679 Sold USD 593 @ 1.1439	30-Jan-15	(12)
Bought USD 47 Sold CAD 55 @ 1.1659	30-Jan-15	–
		\$ (329)
TOTAL FOREIGN EXCHANGE		\$ (329)

All counterparties have a credit rating of at least A.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 15 922	\$ 28 592	\$ 25 927
Cash	25	18	28
Due from investment dealers	–	–	99
Subscriptions receivable	–	1	–
Unrealized gain on foreign exchange contracts	–	102	28
TOTAL ASSETS	15 947	28 713	26 082
LIABILITIES			
Redemptions payable	6	–	–
Unrealized loss on foreign exchange contracts	329	19	216
Accounts payable and accrued expenses	–	1	1
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	335	20	217
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 15 612	\$ 28 693	\$ 25 865
Investments at cost	\$ 9 449	\$ 19 939	\$ 23 927
NAV SERIES 0	\$ 15 612	\$ 28 693	\$ 25 865
NAV PER UNIT SERIES 0	\$ 16.10	\$ 14.51	\$ 11.30

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	\$ (2)	\$ –
Other income received from underlying funds	271	455
Net realized gain (loss) on investments	5 618	2 125
Net gain (loss) on foreign currencies and other net assets	(1 344)	(2 007)
Change in unrealized gain (loss) on investments	(2 592)	6 924
TOTAL INCOME (LOSS)	1 951	7 497
EXPENSES (see notes – Fund Specific Information)		
Administration fees	8	15
Board of Governors costs	3	3
GST/HST	1	1
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	9	19
INCREASE (DECREASE) IN NAV	\$ 1 942	\$ 7 478
INCREASE (DECREASE) IN NAV SERIES 0	\$ 1 942	\$ 7 478
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES 0	\$ 1.65	\$ 3.42

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 942	\$ 7 478
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(5 618)	(2 125)
Change in unrealized loss (gain) on investments	2 592	(6 924)
(Increase) decrease in accrued receivables	–	99
Increase (decrease) in accrued payables	(1)	–
Cost of investments purchased	(5 441)	(7 511)
Proceeds on sales of investments	21 549	13 624
NET CASH PROVIDED BY OPERATING ACTIVITIES	15 023	4 641
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	476	2 823
Cash paid on redemption of redeemable units	(15 258)	(7 066)
Distributions paid to holders of redeemable units	(234)	(408)
NET CASH USED IN FINANCING ACTIVITIES	\$ (15 016)	\$ (4 651)
Net increase (decrease) in cash for the year	7	(10)
Cash (bank overdraft), beginning of period	18	28
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 25	\$ 18
Interest received	\$ (2)	\$ –
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 28 693	\$ 25 865
INCREASE (DECREASE) IN NAV	1 942	7 478
Early redemption fees	—	—
Proceeds from redeemable units issued	475	2 824
Reinvestments of distributions to holders of redeemable units	22	31
Redemption of redeemable units	(15 264)	(7 066)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(14 767)	(4 211)
Distributions from net income	(256)	(439)
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(256)	(439)
NET INCREASE (DECREASE) IN NAV	(13 081)	2 828
NAV AT END OF PERIOD	\$ 15 612	\$ 28 693

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns primarily through capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests in the RBC Private U.S. Large-Cap Value Equity Pool. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from entering into over-the-counter derivative contracts and from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Financials	21.1	20.8	20.1
Industrials	16.9	17.4	10.2
Consumer Discretionary	15.0	13.2	12.6
Health Care	12.7	10.8	16.1
Information Technology	11.8	10.0	13.0
Consumer Staples	7.9	6.9	7.6
Energy	7.1	8.9	11.2
Other Sectors	6.1	7.1	5.9
Cash/Other	1.4	4.9	3.3

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 1000 Index (USD)	+ or - 1.0	+ or - 1.1	+ or - 1.1

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	15 922	–	–	15 922
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(329)	–	(329)
Total financial instruments	15 922	(329)	–	15 593
% of total portfolio	102.1	(2.1)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	28 592	–	–	28 592
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	102	–	102
Derivatives – liabilities	–	(19)	–	(19)
Total financial instruments	28 592	83	–	28 675
% of total portfolio	99.7	0.3	–	100.0



**RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY
CURRENCY NEUTRAL POOL**

December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	25 927	–	–	25 927
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	28	–	28
Derivatives – liabilities	–	(216)	–	(216)
Total financial instruments	25 927	(188)	–	25 739
% of total portfolio	100.7	(0.7)	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.05%
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**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	17 374	17 108
Value of all units	280	248

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Private U.S. Large-Cap Value Equity Pool	102.0	4.6	99.6	9.9

Please see the generic notes at the back of the financial statements.

	January 1, 2013	
	NAV	Ownership
RBC Private U.S. Large-Cap Value Equity Pool	100.2	13.7

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series 0		
Opening units	1 977	2 290
Issued number of units	32	228
Reinvested number of units	1	2
Redeemed number of units	(1 040)	(543)
Ending number of units	970	1 977

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	28 693	25 865
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	28 693	25 865
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		7 478
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		7 478



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE U.S. GROWTH EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
227 632	Discovery Communications Inc.	\$ 9 970	\$ 8 995	
22 649	Fossil Group Inc.	1 810	2 914	
135 157	Starbucks Corp.	6 794	12 884	
57 371	TripAdvisor Inc.	4 944	4 976	
		<u>23 518</u>	<u>29 769</u>	8.7
Consumer Staples				
52 416	Costco Wholesale Corp.	5 154	8 632	
123 661	Estée Lauder Companies Inc., Class A	7 718	10 948	
105 582	Mead Johnson Nutrition Co., Class A	8 834	12 331	
231 364	Whole Foods Market Inc.	11 519	13 553	
		<u>33 225</u>	<u>45 464</u>	13.3
Energy				
54 307	Core Laboratories N.V.	7 149	7 593	
177 978	FMC Technologies Inc.	8 293	9 685	
109 304	Schlumberger Ltd.	8 068	10 845	
		<u>23 510</u>	<u>28 123</u>	8.2
Financials				
442 698	The Charles Schwab Corporation	6 930	15 528	
		<u>6 930</u>	<u>15 528</u>	4.6
Health Care				
96 778	Bristol-Myers Squibb Co.	6 407	6 635	
43 591	Covance Inc.	2 253	5 259	
114 997	DaVita HealthCare Partners Inc.	5 957	10 119	
167 813	Express Scripts Holding Co.	9 497	16 508	
104 171	Gilead Sciences Inc.	8 167	11 408	
22 651	Intuitive Surgical Inc.	11 148	13 920	
		<u>43 429</u>	<u>63 849</u>	18.7
Industrials				
40 429	Colfax Corp.	2 299	2 421	
126 042	Danaher Corp.	6 904	12 551	
184 731	Fastenal Co.	9 260	10 207	
81 600	Stericycle Inc.	8 118	12 427	
		<u>26 581</u>	<u>37 606</u>	11.0

Holdings	Security	Cost	Fair Value	% of Net Assets	
Information Technology					
173 265	Amphenol Corp., Class A	\$ 5 478	\$ 10 832		
64 352	Ansys Inc.	4 497	6 131		
95 087	Apple Inc.	6 433	12 194		
121 470	Cognizant Technology Solutions Corp., Class A	4 150	7 432		
335 515	Genpact Ltd.	5 547	7 379		
10 805	Google Inc., Class A	6 692	6 662		
10 805	Google Inc., Class C	69	6 608		
149 564	National Instruments Corp.	4 127	5 402		
35 828	NetSuite Inc.	3 330	4 538		
138 928	QUALCOMM Inc.	8 587	11 997		
142 400	Salesforce.com Inc.	5 469	9 810		
51 275	Visa Inc., Class A	9 621	15 620		
		<u>64 000</u>	<u>104 605</u>	30.6	
Materials					
84 061	Ecolab Inc.	6 406	10 210		
		<u>6 406</u>	<u>10 210</u>	3.0	
TOTAL COMMON EQUITIES			<u>\$ 227 599</u>	<u>335 154</u>	98.1
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				<u>6 425</u>	1.9
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 341 579</u>	<u>100.0</u>	

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 335 154	\$ 314 952	\$ 211 484
Cash	6 881	8 343	4 567
Due from investment dealers	208	–	1 171
Subscriptions receivable	23	167	150
Dividends receivable, interest accrued and other assets	202	146	65
TOTAL ASSETS	342 468	323 608	217 437
LIABILITIES			
Due to investment dealers	612	–	–
Redemptions payable	253	42	217
Accounts payable and accrued expenses	24	21	15
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	889	63	232
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 341 579	\$ 323 545	\$ 217 205
Investments at cost	\$ 227 599	\$ 228 204	\$ 203 092
NAV			
SERIES F	\$ 592	\$ 703	\$ 575
SERIES O	\$ 340 987	\$ 322 842	\$ 216 630
NAV PER UNIT			
SERIES F	\$ 127.74	\$ 110.30	\$ 80.28
SERIES O	\$ 129.64	\$ 111.37	\$ 80.80

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 568	\$ 1 983
Interest for distribution purposes	(1)	–
Securities lending revenue (see note 6 in the generic notes)	13	7
Net realized gain (loss) on investments	28 858	8 012
Net gain (loss) on foreign currencies and other net assets	731	464
Change in unrealized gain (loss) on investments	20 807	78 356
TOTAL INCOME (LOSS)	52 976	88 822
EXPENSES (see notes – Fund Specific Information)		
Management fees	6	6
Administration fees	234	188
Board of Governors costs	3	3
GST/HST	24	20
Transaction costs	70	45
Withholding tax	353	272
TOTAL EXPENSES	690	534
INCREASE (DECREASE) IN NAV	\$ 52 286	\$ 88 288
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 89	\$ 185
SERIES O	\$ 52 197	\$ 88 103
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 16.88	\$ 29.85
SERIES O	\$ 18.42	\$ 31.20

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 52 286	\$ 88 288
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(28 798)	(8 012)
Change in unrealized loss (gain) on investments	(20 807)	(78 356)
(Increase) decrease in accrued receivables	(264)	1 090
Increase (decrease) in accrued payables	615	6
Cost of investments purchased	(68 238)	(73 986)
Proceeds on sales of investments	97 641	56 886
NET CASH PROVIDED BY OPERATING ACTIVITIES	32 435	(14 084)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	46 572	68 171
Cash paid on redemption of redeemable units	(78 922)	(48 854)
Distributions paid to holders of redeemable units	(1 547)	(1 457)
NET CASH USED IN FINANCING ACTIVITIES	\$ (33 897)	\$ 17 860
Net increase (decrease) in cash for the year	(1 462)	3 776
Cash (bank overdraft), beginning of period	8 343	4 567
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6 881	\$ 8 343
Interest received	\$ (1)	\$ –
Dividends received, net of withholding taxes	\$ 2 159	\$ 1 630

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 703	\$ 575	\$ 322 842	\$ 216 630	\$ 323 545	\$ 217 205
INCREASE (DECREASE) IN NAV	89	185	52 197	88 103	52 286	88 288
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	111	386	46 317	67 802	46 428	68 188
Reinvestments of distributions to holders of redeemable units	—	—	408	393	408	393
Redemption of redeemable units	(311)	(443)	(78 822)	(48 236)	(79 133)	(48 679)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(200)	(57)	(32 097)	19 959	(32 297)	19 902
Distributions from net income	—	—	(1 955)	(1 850)	(1 955)	(1 850)
Distributions from net gains	—	—	—	—	—	—
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	—	—	(1 955)	(1 850)	(1 955)	(1 850)
NET INCREASE (DECREASE) IN NAV	(111)	128	18 145	106 212	18 034	106 340
NAV AT END OF PERIOD	\$ 592	\$ 703	\$ 340 987	\$ 322 842	\$ 341 579	\$ 323 545

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in common stocks and equivalent securities of U.S. corporations that offer above-average prospects for growth.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Information Technology	30.6	34.9	38.0
Health Care	18.7	15.0	14.6
Consumer Staples	13.3	12.4	8.2
Industrials	11.0	13.3	12.7
Consumer Discretionary	8.7	5.7	9.6
Energy	8.2	9.5	8.9
Other Sectors	7.6	6.6	5.4
Cash/Other	1.9	2.6	2.6

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	99.9	99.9	99.8
Total	99.9	99.9	99.8

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 1000 Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	335 154	–	–	335 154
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	335 154	–	–	335 154
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	314 952	–	–	314 952
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	314 952	–	–	314 952
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	211 484	–	–	211 484
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	211 484	–	–	211 484
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.07%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	73 941
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	6	7
Issued number of units	2	4
Reinvested number of units	–	–
Redeemed number of units	(3)	(5)
Ending number of units	5	6

	2014	2013
Series O		
Opening units	2 899	2 681
Issued number of units	399	713
Reinvested number of units	3	4
Redeemed number of units	(671)	(499)
Ending number of units	2 630	2 899

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	70	100	45	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	24	34	18	40

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	38 424	22 980
Fair value of collateral received	39 193	23 440



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	323 491	217 147
Revaluation of investments at FVTPL	54	58
Net assets attributable to holders of redeemable units	323 545	217 205
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		88 292
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(4)
Increase (decrease) in net assets attributable to holders of redeemable units		88 288

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE O'SHAUGHNESSY U.S. GROWTH EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
3 866	Burlington Stores Inc.	\$ 174	\$ 212	
8 418	Cato Corp., Class A	354	413	
6 824	Columbia Sportswear Co.	307	353	
14 047	Core-Mark Holding Co. Inc.	837	1 011	
1 918	Cracker Barrel Old Country Store Inc.	127	314	
36 053	Denny's Corp.	410	432	
3 118	DeVry Inc.	151	172	
3 161	Dillard's Inc.	404	460	
1 132	DineEquity Inc.	134	136	
12 890	Escalade Inc.	218	226	
3 803	Famous Dave's of America Inc.	122	116	
9 275	Finish Line, Class A	288	262	
13 018	Foot Locker Inc.	761	850	
2 473	G-III Apparel Group Ltd.	189	290	
4 040	Gentherm Inc.	160	172	
78	Graham Holdings Co.	80	78	
4 222	Hanesbrands Inc.	248	548	
2 397	Helen Of Troy Ltd.	160	181	
3 256	HSN Inc.	284	287	
13 637	Hyatt Hotels Corp., Class A	889	954	
11 388	Jack in the Box Inc.	498	1 058	
3 036	John Wiley & Sons Inc., Class A	191	209	
6 337	Lear Corp.	590	722	
10 291	Leggett & Platt Inc.	483	509	
4 492	Liberty Ventures, Class A	331	197	
9 580	Marcus Corp.	182	206	
6 029	Marriott Vacations Worldwide Corp.	485	522	
1 441	Nathan's Famous Inc.	130	134	
3 605	New Oriental Education & Technology Group Inc. ADR	129	85	
1 442	Papa John's International Inc.	91	93	
27 339	Restaurant Brands International Inc.	862	1 240	
9 605	Royal Caribbean Cruises Ltd.	615	920	
11 473	Smith & Wesson Holding Corp.	167	126	
8 420	Sonic Corp.	154	266	
5 664	Standard Motor Products Inc.	192	251	
5 250	TAL Education Group ADR	119	171	
1 229	Texas Roadhouse Inc., Class A	47	48	
8 837	Tower International Inc.	338	262	
6 386	Visteon Corp.	683	793	
		12 584	15 279	19.5
Consumer Staples				
27 683	Cal-Maine Foods Inc.	1 207	1 255	
8 998	Calavo Growers Inc.	456	494	
1 447	Caseys General Stores Inc.	149	152	
2 760	Coca-Cola Bottling Co. Consolidated	233	282	
12 028	Farmer Bros Co.	404	412	
11 560	Gruma S.A.B. de C.V. ADR	558	558	
13 505	Industrias Bachoco S.A.B. de C.V. ADR	829	786	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
2 054	Ingredion Inc.	\$ 174	\$ 202	
24 775	John B. Sanfilippo & Son Inc.	984	1 310	
12 532	Pilgrim's Pride Corp.	388	477	
3 741	Sanderson Farms Inc.	347	365	
1 809	Spectrum Brands Holdings Inc.	180	201	
4 965	Tyson Foods Inc.	198	231	
11 703	Vector Group Ltd.	285	290	
		6 392	7 015	8.9
Energy				
2 841	Green Plains Inc.	140	82	
3 009	Helmerich & Payne	312	236	
17 109	Matrix Service Co.	595	444	
17 719	Panhandle Oil and Gas Inc., Class A	571	480	
1 529	Patterson-UTI Energy Inc.	59	29	
16 918	RPC Inc.	418	256	
9 376	Targa Resources Corp.	1 101	1 155	
7 430	Tesco Corp.	167	111	
		3 363	2 793	3.6
Financials				
5 541	Argo Group International Holdings Ltd.	330	357	
3 847	Erie Indemnity Co., Class A	363	406	
3 128	FBL Financial Group Inc.	204	211	
2 084	First American Financial Corp.	80	82	
2 659	First Defiance Financial Corp.	100	105	
9 143	Great Southern Bancorp Inc.	400	421	
8 236	HFF Inc., Class A	300	344	
2 530	Mercury General Corp.	163	167	
5 210	Piper Jaffray Cos	299	352	
5 528	Safeguard Scientifics Inc.	129	127	
3 084	Safety Insurance Group Inc.	212	229	
71 008	United Community Financial Corp.	399	443	
9 862	W.R. Berkley Corp.	568	587	
		3 547	3 831	4.9
Health Care				
6 211	Anika Therapeutics Inc.	273	294	
5 104	Centene Corp.	551	616	
2 996	Charles River Laboratories International	202	222	
4 944	Chemed Corp.	561	607	
17 010	Concord Medical Services Holdings Ltd. ADR	147	127	
7 720	Corvel Corp.	353	334	
10 505	Depomed Inc.	150	197	
8 044	ExamWorks Group Inc.	266	389	
21 479	Extendicare Inc.	187	139	
3 244	Health Net Inc.	188	202	
2 086	Hospira Inc.	126	148	
1 098	Jazz Pharmaceuticals Plc.	131	209	
12 658	LifePoint Hospitals Inc.	973	1 058	
5 509	Masimo Corp.	173	169	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
12 534	Natus Medical Inc.	\$ 503	\$ 524	
1 440	Patterson Co. Inc.	82	80	
2 360	Salix Pharmaceuticals Ltd.	210	315	
22 797	Select Medical Holdings Corp.	378	381	
6 315	Team Health Holdings Inc.	430	422	
10 517	Triple-S Management Corp., Class B	288	292	
4 229	U.S. Physical Therapy Inc.	192	206	
1 135	United Therapeutics Corp.	134	171	
5 047	Universal Health Services Inc., Class B	611	652	
13 836	Vascular Solutions Inc.	389	437	
19 466	VCA Antech Inc.	909	1 103	
4 907	WuXi PharmaTech Cayman Inc. ADR	177	192	
		8 584	9 486	12.1
Industrials				
8 018	AAON Inc.	133	209	
8 069	Aceto Corp.	155	203	
3 354	Acuity Brands Inc.	478	546	
3 493	ArcBest Corp.	161	188	
12 721	Avis Budget Group Inc.	590	980	
8 964	Bunzl Plc. ADR	268	282	
2 403	C.H. Robinson Worldwide Inc.	194	209	
5 100	Cintas Corp.	416	465	
5 449	Conrad Industries Inc.	235	222	
5 020	CRA International Inc.	184	177	
2 818	Curtiss-Wright Corp.	192	231	
26 440	Douglas Dynamics Inc.	647	658	
4 916	Embraer S.A. ADR	206	211	
3 989	Engility Holdings Inc.	201	198	
19 617	Exelis Inc.	396	400	
9 426	Finning International Inc.	255	239	
1 884	G&K Services Inc.	144	155	
5 770	Grupo Aeroportuario del Pacifico S.A.B. de C.V. ADR	441	424	
34 868	Hawaiian Holdings Inc.	539	1 055	
9 323	Heartland Express Inc.	226	293	
8 310	HNI Corp.	468	493	
6 938	Huntington Ingalls Industries Inc.	702	907	
5 593	Hurco Co. Inc.	209	222	
5 588	Huron Consulting Group Inc.	390	444	
15 112	JetBlue Airways Corp.	205	278	
4 269	Kirby Corp.	550	401	
35 055	Knight Transportation Inc.	1 028	1 371	
5 939	Landstar System Inc.	497	500	
18 437	Multi-Color Corp.	1 026	1 187	
20 720	NN Inc.	485	495	
9 096	Old Dominion Freight Line Inc.	741	820	
9 802	Robert Half International Inc.	575	665	
11 591	Ryder System Inc.	1 096	1 250	
3 159	Saia Inc.	194	203	
4 402	Spirit Airlines Inc.	251	387	
13 985	The Greenbrier Co. Inc.	761	874	
1 983	Toro Co.	139	147	
27 580	Trinity Industries	1 163	898	
4 315	Tutor Perini Corp.	139	121	
4 435	United Rentals Inc.	472	526	
16 075	US Ecology Inc.	668	749	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
2 819	VSE Corp.	\$ 204	\$ 216	
2 745	WABCO Holdings Inc.	316	334	
8 202	West Corp.	276	314	
		18 616	21 147	26.9
Information Technology				
14 842	American Software Inc., Class A	177	157	
32 679	Amkor Technology Inc.	388	270	
2 950	Aspen Technology Inc.	153	120	
15 675	Booz Allen Hamilton Holding Corp.	434	483	
7 381	Callidus Software Inc.	93	140	
11 086	CDW Corp.	388	453	
2 495	Computer Sciences Corp.	173	183	
5 723	CSG Systems International Inc.	182	167	
1 449	DST Systems Inc.	154	159	
4 264	Electronics for Imaging Inc.	142	212	
3 405	Envestnet Inc.	156	194	
1 953	ePlus Inc.	164	172	
2 649	Factset Research Systems Inc.	416	433	
10 004	Fairchild Semiconductor International Inc.	185	196	
1 427	Global Payments Inc.	108	134	
7 063	Harris Corp.	553	589	
4 195	IAC/InterActiveCorp.	331	296	
18 324	Integrated Device Technology Inc.	269	417	
14 639	Ituran Location and Control Ltd.	301	374	
21 433	Logitech International S.A.	368	334	
11 386	Manhattan Associates Inc.	325	539	
15 623	Marvell Technology Group Ltd.	263	263	
4 413	Maxim Integrated Products	163	163	
4 303	MKS Instruments Inc.	180	183	
8 553	Newport Corp.	200	190	
2 716	Open Text Corp.	147	184	
6 252	PTC Inc.	256	266	
7 634	Sanmina Corp.	192	209	
6 365	Silicon Motion Technology Corp. ADR	112	175	
46 840	Siliconware Precision Industries Co. ADR	402	410	
27 986	Skyworks Solutions Inc.	1 285	2 364	
12 561	Take-Two Interactive Software Inc.	355	409	
26 813	The Hackett Group Inc.	277	274	
22 771	Ultra Clean Holdings Inc.	287	246	
10 979	VASCO Data Security International Inc.	175	360	
2 587	Verint Systems Inc.	130	175	
2 313	Verisign Inc.	150	153	
5 696	Zebra Technologies Corp.	445	512	
		10 479	12 558	16.0

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
3 137	A. Schulman Inc.	\$ 139	\$ 148	
13 509	Ball Corp.	938	1 070	
3 066	Celanese Corp.	205	214	
6 156	Century Aluminum Company	182	175	
5 276	Eagle Materials Inc.	565	466	
39 918	Graphic Packaging Holding Co.	539	632	
7 651	Huntsman Corp.	225	202	
3 163	International Flavors & Fragrances Inc.	348	372	
1 652	NewMarket Corp.	696	774	
2 678	Packaging Corp. of America	134	243	
10 270	Steel Dynamics Inc.	253	236	
		<u>4 224</u>	<u>4 532</u>	5.8
Telecommunication Services				
19 704	Consolidated Communications Holdings Inc.	572	637	
74 398	Frontier Communications Corp.	533	577	
12 778	Hellenic Telecommunications Organization S.A. ADR	120	80	
29 685	Spark New Zealand Ltd. ADR	403	412	
88 677	Windstream Holdings Inc.	1 069	849	
		<u>2 697</u>	<u>2 555</u>	3.2
TOTAL COMMON EQUITIES		<u>70 486</u>	<u>79 196</u>	100.9
SHORT-TERM INVESTMENTS*		<u>1 257</u>	<u>1 259</u>	1.6
TOTAL INVESTMENTS		<u>71 743</u>	<u>80 455</u>	102.5
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	19	-
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		-	(1 997)	(2.5)
TOTAL PORTFOLIO		<u>\$ 71 743</u>	<u>78 477</u>	100.0
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			24	-
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 78 501</u>	<u>100.0</u>	

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 273 Sold CAD 310 @ 1.1376	06-Jan-15	\$ 6
Bought USD 338 Sold CAD 382 @ 1.1309	26-Jan-15	11
Bought CAD 1 060 Sold USD 909 @ 1.1657	24-Mar-15	2
		<u>\$ 19</u>

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 260 Sold USD 1 117 @ 1.1280	06-Jan-15	\$ (37)
Bought CAD 5 712 Sold USD 5 207 @ 1.0970	06-Jan-15	(338)
Bought CAD 54 Sold USD 48 @ 1.1358	06-Jan-15	(1)
Bought USD 194 Sold CAD 226 @ 1.1647	06-Jan-15	(1)
Bought CAD 11 425 Sold USD 10 274 @ 1.1120	16-Jan-15	(515)
Bought CAD 2 020 Sold USD 1 807 @ 1.1177	16-Jan-15	(80)
Bought CAD 1 157 Sold USD 1 028 @ 1.1255	26-Jan-15	(38)
Bought CAD 1 830 Sold USD 1 626 @ 1.1257	26-Jan-15	(60)
Bought CAD 382 Sold USD 341 @ 1.1209	26-Jan-15	(14)
Bought USD 1 001 Sold CAD 1 167 @ 1.1654	26-Jan-15	(3)
Bought CAD 1 250 Sold USD 1 076 @ 1.1616	17-Feb-15	(2)
Bought CAD 1 250 Sold USD 1 110 @ 1.1263	17-Feb-15	(41)
Bought CAD 5 241 Sold USD 4 670 @ 1.1223	17-Feb-15	(190)
Bought CAD 770 Sold USD 679 @ 1.1344	17-Feb-15	(19)
Bought CAD 8 537 Sold USD 7 451 @ 1.1457	24-Feb-15	(130)
Bought CAD 6 112 Sold USD 5 391 @ 1.1338	04-Mar-15	(159)
Bought CAD 69 Sold USD 60 @ 1.1550	04-Mar-15	(1)
Bought CAD 13 796 Sold USD 11 868 @ 1.1625	10-Mar-15	(12)
Bought CAD 16 767 Sold USD 14 712 @ 1.1397	24-Mar-15	(356)
		<u>\$ (1 997)</u>

TOTAL FOREIGN EXCHANGE

\$ (1 997)
\$ (1 978)

All counterparties have a credit rating of at least A.

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at rates ranging from 0.08% to 1.00% and mature on January 2, 2015.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 80 455	\$ 62 443	\$ 52 637
Cash	2	2	93
Due from investment dealers	164	40	496
Subscriptions receivable	103	66	17
Unrealized gain on foreign exchange contracts	19	–	166
Dividends receivable, interest accrued and other assets	62	63	17
TOTAL ASSETS	80 805	62 614	53 426
LIABILITIES			
Due to investment dealers	293	108	405
Redemptions payable	6	19	13
Unrealized loss on foreign exchange contracts	1 997	972	141
Accounts payable and accrued expenses	8	7	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	2 304	1 106	563
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 78 501	\$ 61 508	\$ 52 863
Investments at cost	\$ 71 743	\$ 49 647	\$ 48 593
NAV			
SERIES O	\$ 78 501	\$ 61 508	\$ 52 863
NAV PER UNIT			
SERIES O	\$ 7.48	\$ 7.45	\$ 5.24

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 1 235	\$ 807
Interest for distribution purposes	11	3
Securities lending revenue (see note 6 in the generic notes)	22	12
Net realized gain (loss) on investments	10 992	14 278
Net gain (loss) on foreign currencies and other net assets	(4 912)	(2 195)
Change in unrealized gain (loss) on investments	(5 090)	7 755
TOTAL INCOME (LOSS)	2 258	20 660
EXPENSES (see notes – Fund Specific Information)		
Administration fees	71	57
Board of Governors costs	3	3
GST/HST	8	6
Transaction costs	77	63
Withholding tax	140	78
TOTAL EXPENSES	299	207
INCREASE (DECREASE) IN NAV	\$ 1 959	\$ 20 453
INCREASE (DECREASE) IN NAV SERIES O	\$ 1 959	\$ 20 453
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	\$ 0.20	\$ 2.34

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 959	\$ 20 453
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(10 950)	(14 278)
Change in unrealized loss (gain) on investments	5 090	(7 755)
(Increase) decrease in accrued receivables	(123)	410
Increase (decrease) in accrued payables	186	(294)
Cost of investments purchased	(494 356)	(315 497)
Proceeds on sales of investments	483 210	328 721
NET CASH PROVIDED BY OPERATING ACTIVITIES	(14 984)	11 760
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	41 844	14 567
Cash paid on redemption of redeemable units	(25 816)	(25 575)
Distributions paid to holders of redeemable units	(1 044)	(843)
NET CASH USED IN FINANCING ACTIVITIES	\$ 14 984	\$ (11 851)
Net increase (decrease) in cash for the year	–	(91)
Cash (bank overdraft), beginning of period	2	93
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 2	\$ 2
Interest received	\$ 11	\$ 3
Dividends received, net of withholding taxes	\$ 1 096	\$ 683

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 61 508	\$ 52 863
INCREASE (DECREASE) IN NAV	1 959	20 453
Early redemption fees	—	—
Proceeds from redeemable units issued	41 881	14 616
Reinvestments of distributions to holders of redeemable units	4	1
Redemption of redeemable units	(25 803)	(25 581)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	16 082	(10 964)
Distributions from net income	(1 048)	(844)
Distributions from net gains	—	—
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 048)	(844)
NET INCREASE (DECREASE) IN NAV	16 993	8 645
NAV AT END OF PERIOD	\$ 78 501	\$ 61 508

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing primarily in equity securities of U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Industrials	26.9	32.2	21.1
Consumer Discretionary	19.5	25.4	31.9
Information Technology	16.0	15.7	12.3
Health Care	12.1	10.1	9.1
Consumer Staples	8.9	3.7	4.1
Other Sectors	6.8	6.3	6.5
Materials	5.8	6.1	13.1
Financials	4.9	–	–
Cash/Other	(0.9)	0.5	1.9

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 2500 Index (USD)	+ or - 0.9	+ or - 1.1	+ or - 1.2

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	79 196	–	–	79 196
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 259	–	1 259
Derivatives – assets	–	19	–	19
Derivatives – liabilities	–	(1 997)	–	(1 997)
Total financial instruments	79 196	(719)	–	78 477
% of total portfolio	100.9	(0.9)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	61 248	–	–	61 248
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 195	–	1 195
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	(972)	–	(972)
Total financial instruments	61 248	223	–	61 471
% of total portfolio	99.6	0.4	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	51 847	–	–	51 847
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	790	–	790
Derivatives – assets	–	166	–	166
Derivatives – liabilities	–	(141)	–	(141)
Total financial instruments	51 847	815	–	52 662
% of total portfolio	98.5	1.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.



December 31, 2014

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.10%
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Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	56 615
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series O		
Opening units	8 255	10 091
Issued number of units	5 734	2 252
Reinvested number of units	1	–
Redeemed number of units	(3 493)	(4 088)
Ending number of units	10 497	8 255

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	77	100	63	100
Related-party brokerage commissions*	5	6	1	2
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	9 668	4 789
Fair value of collateral received	9 862	4 885

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	61 474	52 666
Revaluation of investments at FVTPL	34	197
Net assets attributable to holders of redeemable units	61 508	52 863
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		20 616
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(163)
Increase (decrease) in net assets attributable to holders of redeemable units		20 453



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
92 905	Borg-Warner Automotive Inc.	\$ 5 234	\$ 5 929	
196 135	Comcast Corp., Class A	8 669	13 219	
390 545	Ford Motor Company	5 752	7 033	
148 565	Lowe's Companies	6 775	11 875	
75 375	Macy's Inc.	2 990	5 758	
54 350	Michael Kors Holdings Ltd.	4 528	4 742	
61 095	Starwood Hotels & Resorts Worldwide Inc.	3 576	5 754	
86 025	Target Corporation	7 280	7 587	
124 140	The Walt Disney Company	9 531	13 581	
101 760	V.F. Corporation	6 628	8 855	
		60 963	84 333	12.3
Consumer Staples				
74 845	Church & Dwight Co. Inc.	4 760	6 853	
173 180	CVS Health Corp.	10 018	19 378	
99 005	Kraft Foods Group Inc.	6 225	7 207	
206 630	The Coca-Cola Co.	8 871	10 135	
263 635	The Kroger Co.	15 164	19 667	
		45 038	63 240	9.2
Energy				
101 320	Anadarko Petroleum Corp.	10 463	9 711	
127 660	ConocoPhillips	10 810	10 243	
98 835	Exxon Mobil Corp.	9 592	10 613	
186 380	Helmerich & Payne	16 006	14 599	
173 205	Marathon Oil Corp.	6 411	5 693	
52 230	Valero Energy Corp.	2 050	3 004	
		55 332	53 863	7.8
Financials				
138 025	Allstate Corp.	6 722	11 265	
122 320	American International Group Inc.	7 125	7 960	
23 140	American Tower Corp. Real Estate Investment Trust	1 984	2 658	
178 240	Citigroup Inc.	9 282	11 208	
259 035	Invesco Ltd.	9 650	11 893	
152 850	JPMorgan Chase & Co.	8 156	11 116	
84 260	McGraw Hill Financial Inc.	6 112	8 708	
113 820	MetLife Inc.	6 040	7 153	
148 500	Morgan Stanley	5 396	6 697	
37 500	Simon Property Group Inc.	7 219	7 943	
171 140	Suntrust Banks Inc.	7 361	8 331	
247 490	Wells Fargo & Company	9 873	15 763	
		84 920	110 695	16.1
Health Care				
87 360	Aetna Inc.	8 777	9 016	
134 890	Celgene Corp.	13 506	17 530	
41 080	Cigna Corp.	3 584	4 912	
83 865	Gilead Sciences Inc.	8 368	9 184	
122 530	Johnson & Johnson	10 505	14 886	
47 185	McKesson Corp.	8 073	11 382	

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
193 995	Medtronic Inc.	\$ 13 148	\$ 16 273	
490 065	Pfizer Inc.	14 305	17 735	
		80 266	100 918	14.7
Industrials				
33 785	Cummins Engine Inc.	5 555	5 659	
48 640	Fluor Corp.	3 721	3 426	
22 110	General Dynamics Corp.	2 595	3 536	
121 735	Honeywell International Inc.	9 455	14 135	
100 420	Ingersoll-Rand Plc., Class A	6 260	7 396	
19 515	Precision Castparts Corp.	5 000	5 461	
87 254	Ryder System Inc.	6 545	9 412	
129 365	Southwest Airlines	4 414	6 358	
101 280	Union Pacific Corp.	10 721	14 018	
		54 266	69 401	10.1
Information Technology				
58 665	Adobe Systems Inc.	2 986	4 955	
240 570	Apple Inc.	16 281	30 851	
90 395	Autodesk Inc.	5 087	6 308	
83 305	Citrix Systems Inc.	5 757	6 175	
49 795	F5 Networks Inc.	4 971	7 548	
24 420	Google Inc., Class C	8 379	14 935	
255 050	Intel Corp.	9 507	10 753	
327 000	Microsoft Corp.	12 251	17 647	
92 870	NXP Semiconductor N.V.	5 536	8 243	
94 370	QUALCOMM Inc.	8 203	8 149	
82 790	Salesforce.com Inc.	5 081	5 703	
96 800	Skyworks Solutions Inc.	2 605	8 177	
38 975	Visa Inc., Class A	7 678	11 873	
38 245	Western Digital Corp.	3 652	4 919	
		97 974	146 236	21.3
Materials				
31 030	Ashland Inc.	4 174	4 317	
53 600	Eastman Chemical Company	4 985	4 722	
229 930	Huntsman Corp.	5 411	6 085	
101 630	Rock-Tenn Company	7 046	7 200	
		21 616	22 324	3.2
Telecommunication Services				
112 310	T-Mobile US Inc.	3 917	3 515	
91 720	Verizon Communications Inc.	5 062	4 983	
		8 979	8 498	1.2
Utilities				
93 445	American Electric Power	5 030	6 592	
81 155	DTE Energy Company	6 758	8 141	
138 255	Exelon Corp.	5 777	5 956	
		17 565	20 689	3.0
TOTAL COMMON EQUITIES		\$ 526 919	680 197	98.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			7 290	1.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			\$ 687 487	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 680 197	\$ 489 525	\$ 222 427
Cash	10 959	5 003	7 832
Due from investment dealers	–	994	–
Subscriptions receivable	1 331	580	295
Dividends receivable, interest accrued and other assets	484	375	206
TOTAL ASSETS	692 971	496 477	230 760
LIABILITIES			
Due to investment dealers	5 304	–	5 773
Redemptions payable	102	59	57
Accounts payable and accrued expenses	78	54	21
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	5 484	113	5 851
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 687 487	\$ 496 364	\$ 224 909
Investments at cost	\$ 526 919	\$ 391 323	\$ 199 887
NAV			
SERIES F	\$ 11 902	\$ 8 199	\$ 545
SERIES O	\$ 675 585	\$ 488 165	\$ 224 364
NAV PER UNIT			
SERIES F	\$ 18.58	\$ 16.31	\$ 12.59
SERIES O	\$ 18.78	\$ 16.48	\$ 12.75

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 10 629	\$ 9 861
Securities lending revenue (see note 6 in the generic notes)	8	5
Net realized gain (loss) on investments	70 032	40 211
Net gain (loss) on foreign currencies and other net assets	498	203
Change in unrealized gain (loss) on investments	55 076	75 662
TOTAL INCOME (LOSS)	136 243	125 942
EXPENSES (see notes – Fund Specific Information)		
Management fees	78	28
Administration fees	574	391
Board of Governors costs	3	3
GST/HST	56	41
Transaction costs	584	607
Withholding tax	1 471	1 132
TOTAL EXPENSES	2 766	2 202
INCREASE (DECREASE) IN NAV	\$ 133 477	\$ 123 740
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 2 310	\$ 1 105
SERIES O	\$ 131 167	\$ 122 635
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 4.03	\$ 4.28
SERIES O	\$ 4.20	\$ 4.85

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 133 477	\$ 123 740
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(70 021)	(40 211)
Change in unrealized loss (gain) on investments	(55 076)	(75 662)
(Increase) decrease in accrued receivables	885	(1 163)
Increase (decrease) in accrued payables	5 328	(5 740)
Cost of investments purchased	(503 431)	(474 943)
Proceeds on sales of investments	437 856	323 718
NET CASH PROVIDED BY OPERATING ACTIVITIES	(50 982)	(150 261)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	156 235	221 079
Cash paid on redemption of redeemable units	(72 412)	(59 698)
Distributions paid to holders of redeemable units	(26 885)	(13 949)
NET CASH USED IN FINANCING ACTIVITIES	\$ 56 938	\$ 147 432
Net increase (decrease) in cash for the year	5 956	(2 829)
Cash (bank overdraft), beginning of period	5 003	7 832
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 10 959	\$ 5 003
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 9 049	\$ 8 560

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 8 199	\$ 545	\$ 488 165	\$ 224 364	\$ 496 364	\$ 224 909
INCREASE (DECREASE) IN NAV	2 310	1 105	131 167	122 635	133 477	123 740
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	3 085	7 237	153 901	214 127	156 986	221 364
Reinvestments of distributions to holders of redeemable units	192	97	35 037	20 477	35 229	20 574
Redemption of redeemable units	(831)	(295)	(71 624)	(59 405)	(72 455)	(59 700)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	2 446	7 039	117 314	175 199	119 760	182 238
Distributions from net income	(68)	(47)	(8 224)	(8 488)	(8 292)	(8 535)
Distributions from net gains	(985)	(443)	(52 837)	(25 545)	(53 822)	(25 988)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 053)	(490)	(61 061)	(34 033)	(62 114)	(34 523)
NET INCREASE (DECREASE) IN NAV	3 703	7 654	187 420	263 801	191 123	271 455
NAV AT END OF PERIOD	\$ 11 902	\$ 8 199	\$ 675 585	\$ 488 165	\$ 687 487	\$ 496 364

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing in common stocks of U.S. corporations.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Information Technology	21.3	18.6	18.7
Financials	16.1	15.4	15.0
Health Care	14.7	12.8	11.4
Consumer Discretionary	12.3	12.2	11.6
Industrials	10.1	11.5	10.0
Consumer Staples	9.2	9.9	11.4
Energy	7.8	9.5	10.9
Other Sectors	7.4	8.7	9.9
Cash/Other	1.1	1.4	1.1

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	100.0	100.0	99.9
Total	100.0	100.0	99.9

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (CAD)	+ or - 1.0	+ or - 1.1	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	680 197	–	–	680 197
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	680 197	–	–	680 197
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	489 525	–	–	489 525
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	489 525	–	–	489 525
% of total portfolio	100.0	–	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	222 427	–	–	222 427
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	222 427	–	–	222 427
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series F	114	105
Value of all units	2	2

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Please see the generic notes at the back of the financial statements.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series F

Opening units	503	43
Issued number of units	176	474
Reinvested number of units	10	6
Redeemed number of units	(48)	(20)
Ending number of units	641	503

Series O

Opening units	29 625	17 599
Issued number of units	8 486	14 570
Reinvested number of units	1 867	1 276
Redeemed number of units	(4 004)	(3 820)
Ending number of units	35 974	29 625

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	584	100	607	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	319	55	331	55

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	26 734	16 030
Fair value of collateral received	27 268	16 350



December 31, 2014

**Investments by other related investment funds (%)
(see note 7 in the generic notes)**

The table below summarizes, as a percentage, the net assets of the Fund owned by other related investment funds as at:

	December 31 2014	December 31 2013
RBC Target 2015 Education Fund	–	0.5
RBC Target 2020 Education Fund	2.2	2.9
RBC Target 2025 Education Fund	4.2	4.7
RBC Target 2030 Education Fund	1.1	0.6
RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool	1.3	1.8
Total	8.8	10.5

**Transition to IFRS (\$000s) (see note 8 in the
generic notes)**

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	496 302	224 872
Revaluation of investments at FVTPL	62	37
Net assets attributable to holders of redeemable units	496 364	224 909

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	123 715
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	25
Increase (decrease) in net assets attributable to holders of redeemable units	123 740

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY CURRENCY NEUTRAL POOL

December 31, 2014

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
491 501	RBC Private U.S. Large-Cap Core Equity Pool*	\$ 7 188	\$ 9 230	111.6
TOTAL MUTUAL FUND UNITS		7 188	9 230	111.6
TOTAL INVESTMENTS		7 188	9 230	111.6
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	4	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				
		–	(166)	(2.0)
TOTAL PORTFOLIO		\$ 7 188	9 068	109.6
DISTRIBUTIONS PAYABLE			(828)	(10.0)
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS				
			31	0.4
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 8 271		100.0

* Investment in related party (see note 7 in the generic notes).

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 88 Sold CAD 100 @ 1.1408	16-Jan-15	\$ 3
Bought CAD 600 Sold USD 516 @ 1.1629	30-Jan-15	–
Bought CAD 1 330 Sold USD 1 142 @ 1.1640	06-Feb-15	1
Bought CAD 75 Sold USD 64 @ 1.1636	06-Feb-15	–
		\$ 4

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 060 Sold USD 934 @ 1.1352	09-Jan-15	\$ (25)
Bought CAD 1 353 Sold USD 1 192 @ 1.1344	09-Jan-15	(33)
Bought CAD 1 048 Sold USD 925 @ 1.1328	16-Jan-15	(27)
Bought CAD 70 Sold USD 62 @ 1.1249	16-Jan-15	(2)
Bought CAD 760 Sold USD 671 @ 1.1321	16-Jan-15	(20)
Bought CAD 80 Sold USD 69 @ 1.1620	16-Jan-15	–
Bought USD 172 Sold CAD 200 @ 1.1635	16-Jan-15	–
Bought CAD 1 541 Sold USD 1 350 @ 1.1413	23-Jan-15	(28)
Bought CAD 1 097 Sold USD 959 @ 1.1441	30-Jan-15	(18)
Bought CAD 300 Sold USD 259 @ 1.1605	30-Jan-15	(1)
Bought CAD 719 Sold USD 628 @ 1.1439	30-Jan-15	(12)
Bought USD 507 Sold CAD 590 @ 1.1627	30-Jan-15	–
		\$ (166)
TOTAL FOREIGN EXCHANGE		\$ (162)

All counterparties have a credit rating of at least A.



Statements of Financial Position (in \$000s except per unit amounts)

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 9 230	\$ 8 920	\$ 6 602
Cash	31	10	2
Due from investment dealers	–	–	26
Subscriptions receivable	–	50	–
Unrealized gain on foreign exchange contracts	4	31	5
TOTAL ASSETS	9 265	9 011	6 635
LIABILITIES			
Unrealized loss on foreign exchange contracts	166	5	54
Distributions payable	828	424	444
Accounts payable and accrued expenses	–	1	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	994	430	498
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 8 271	\$ 8 581	\$ 6 137
Investments at cost	\$ 7 188	\$ 7 233	\$ 6 322
NAV			
SERIES 0	\$ 8 271	\$ 8 581	\$ 6 137
NAV PER UNIT			
SERIES 0	\$ 13.19	\$ 12.96	\$ 10.59

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Other income received from underlying funds	\$ 124	\$ 160
Capital gains received from underlying funds	707	467
Net realized gain (loss) on investments	794	517
Net gain (loss) on foreign currencies and other net assets	(556)	(543)
Change in unrealized gain (loss) on investments	167	1 482
TOTAL INCOME (LOSS)	1 236	2 083
EXPENSES (see notes – Fund Specific Information)		
Administration fees	5	6
Board of Governors costs	3	3
Expenses reimbursed by manager	(3)	–
TOTAL EXPENSES	5	9
INCREASE (DECREASE) IN NAV	\$ 1 231	\$ 2 074
INCREASE (DECREASE) IN NAV SERIES 0	\$ 1 231	\$ 2 074
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES 0	\$ 1.94	\$ 3.24

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 1 231	\$ 2 074
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(794)	(517)
Change in unrealized loss (gain) on investments	(167)	(1 482)
(Increase) decrease in accrued receivables	–	26
Increase (decrease) in accrued payables	(1)	1
Cost of investments purchased	(3 494)	(5 329)
Proceeds on sales of investments	4 333	4 935
NET CASH PROVIDED BY OPERATING ACTIVITIES	1 108	(292)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	1 156	3 300
Cash paid on redemption of redeemable units	(1 746)	(2 485)
Distributions paid to holders of redeemable units	(497)	(515)
NET CASH USED IN FINANCING ACTIVITIES	\$ (1 087)	\$ 300
Net increase (decrease) in cash for the year	21	8
Cash (bank overdraft), beginning of period	10	2
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 31	\$ 10
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ –	\$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)*	Series 0	
	2014	2013
EQUITY/NAV AT BEGINNING OF PERIOD	\$ 8 581	\$ 6 137
INCREASE (DECREASE) IN NAV	1 231	2 074
Early redemption fees	—	—
Proceeds from redeemable units issued	1 106	3 350
Reinvestments of distributions to holders of redeemable units	165	112
Redemption of redeemable units	(1 746)	(2 485)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(475)	977
Distributions from net income	(118)	(170)
Distributions from net gains	(948)	(437)
Distributions from capital	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1 066)	(607)
NET INCREASE (DECREASE) IN NAV	(310)	2 444
NAV AT END OF PERIOD	\$ 8 271	\$ 8 581

* The Fund's units meet all of the criteria in IFRS for classification as equity, and therefore continued to be classified as financial equity, similar to Canadian GAAP, as of January 1, 2013. During 2013, certain new series of units were introduced which had different features to the existing series of units. As a result, the Fund was no longer able to meet the IAS 32 requirements for classification of its units as equity, and the units were classified as financial liabilities as of December 31, 2013. The change in classification has not resulted in any contractual change in relationship with the unitholders, nor has it resulted in any change in the net asset value per unit. The above Statements of Changes in NAV presents the Fund's units as if they were financial liabilities for the entire 2013 year. The Fund's equity during the 2013 year comprised both retained earnings and unitholders' capital and has been presented together. Management believes the absence of separating retained earnings and unitholders' capital would not provide materially different information.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns consisting primarily of capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate.

Financial instrument risk and capital management (see note 4 in the generic notes)

The Fund invests in the RBC Private U.S. Large-Cap Core Equity Pool. The Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

The Fund is exposed to credit risk from entering into over-the-counter derivative contracts and from investments in underlying mutual funds. These underlying funds could invest in debt securities and could enter into over-the-counter derivative contracts.

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
Information Technology	21.3	18.6	18.7
Financials	16.1	15.4	15.0
Health Care	14.7	12.8	11.4
Consumer Discretionary	12.3	12.2	11.6
Industrials	10.1	11.5	10.0
Consumer Staples	9.2	9.9	11.4
Energy	7.8	9.5	10.9
Other Sectors	7.4	8.7	9.9
Cash/Other	1.1	1.4	1.1

Currency risk (% of net assets)

Since the currency risk of the Fund has been hedged using foreign exchange contracts, the Fund has minimal sensitivity to changes in foreign exchange rates.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
S&P 500 Total Return Index (USD)	+ or - 1.1	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	9 230	–	–	9 230
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	4	–	4
Derivatives – liabilities	–	(166)	–	(166)
Total financial instruments	9 230	(162)	–	9 068
% of total portfolio	101.8	(1.8)	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	8 920	–	–	8 920
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	31	–	31
Derivatives – liabilities	–	(5)	–	(5)
Total financial instruments	8 920	26	–	8 946
% of total portfolio	99.7	0.3	–	100.0



**RBC PRIVATE U.S. LARGE-CAP CORE EQUITY
CURRENCY NEUTRAL POOL**

December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	–	–	–
Mutual fund units	6 602	–	–	6 602
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	5	–	5
Derivatives – liabilities	–	(54)	–	(54)
Total financial instruments	6 602	(49)	–	6 553
% of total portfolio	100.7	(0.7)	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Operating expenses (see note 7 in the generic notes)

Administration fees of Series O of the Fund are payable to RBC GAM and calculated at the following annual percentage, before GST/HST, of the daily net asset value of Series O of the Fund.

Series O	0.05%
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**Investments by related parties
(\$000s except unit amounts)**

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series O	21 194	18 733
Value of all units	280	243

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of net assets of the Fund ("NAV"), and the Fund's ownership interest as a percentage of the net assets of the underlying funds ("Ownership"). All underlying funds are established and conduct business in Canada, and have an associate relationship to the Fund.

	December 31, 2014		December 31, 2013	
	NAV	Ownership	NAV	Ownership
RBC Private U.S. Large-Cap Core Equity Pool	111.6	1.3	103.9	1.8

Please see the generic notes at the back of the financial statements.

	January 1, 2013	
	NAV	Ownership
RBC Private U.S. Large-Cap Core Equity Pool	107.6	2.9

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

	For the periods ended December 31 (see note 2 in the generic notes)	
	2014	2013
Series 0		
Opening units	662	579
Issued number of units	81	278
Reinvested number of units	12	9
Redeemed number of units	(128)	(204)
Ending number of units	627	662

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	8 581	6 137
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	8 581	6 137
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		2 074
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		2 074



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE U.S. SMALL-CAP EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
97 751	Arctic Cat Inc.	\$ 3 915	\$ 4 032	
64 948	Finish Line, Class A	1 504	1 834	
66 866	Helen Of Troy Ltd.	4 065	5 054	
64 208	The Children's Place Inc.	3 555	4 252	
83 535	Time Inc.	2 303	2 388	
67 327	Winnebago Industries Inc.	1 842	1 702	
		<u>17 184</u>	<u>19 262</u>	10.4
Energy				
94 343	Bill Barrett Corp.	2 679	1 248	
270 246	Cloud Peak Energy Inc.	4 740	2 882	
115 412	Sanchez Energy Corp.	1 704	1 248	
51 011	SM Energy Co.	2 964	2 286	
		<u>12 087</u>	<u>7 664</u>	4.1
Financials				
218 964	Boston Private Financial Holdings Inc.	2 241	3 427	
201 168	EverBank Financial Corp.	4 319	4 455	
153 147	FirstMerit Corp.	2 531	3 361	
338 741	Investors Bancorp Inc.	2 251	4 418	
69 103	Kite Realty Group Trust Real Estate Investment Trust	1 875	2 309	
97 684	LaSalle Hotel Properties	2 351	4 593	
200 225	Northfield Bancorp Inc.	2 263	3 443	
249 895	Old National Bancorp	2 725	4 320	
56 109	Post Properties Inc. Real Estate Investment Trust	2 749	3 831	
58 202	UMB Financial Corp.	2 457	3 847	
57 189	United Community Banks Inc.	995	1 258	
		<u>26 757</u>	<u>39 262</u>	21.1
Health Care				
55 468	Analogic Corp.	3 365	5 452	
82 717	Hill-Rom Holdings Inc.	2 564	4 381	
209 094	Pernix Therapeutics Holdings Inc.	1 986	2 277	
98 066	Trinity Biotech Plc. ADR	1 916	1 995	
64 319	West Pharmaceutical Services Inc.	1 287	3 976	
		<u>11 118</u>	<u>18 081</u>	9.7
Industrials				
104 172	Barnes Group Inc.	4 345	4 482	
65 182	Clarcor Inc.	4 101	5 047	
160 264	Mistras Group Inc.	3 173	3 413	
46 429	Powell Industries Inc.	2 127	2 647	
52 773	Regal-Beloit Corp.	4 344	4 612	
102 504	Rollins Inc.	1 560	3 942	
95 854	Woodward Inc.	3 244	5 482	
		<u>22 894</u>	<u>29 625</u>	16.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
68 870	DealerTrack Technologies Inc.	\$ 3 049	\$ 3 545	
202 480	Entegris Inc.	2 489	3 108	
63 016	Euronet Worldwide Inc.	3 164	4 019	
476 009	Harmonic Inc.	2 236	3 877	
86 944	Itron Inc.	3 651	4 272	
116 921	Microsemi Corp.	2 955	3 855	
13 308	OSI Systems Inc.	533	1 094	
83 805	PTC Inc.	1 602	3 568	
82 840	Rofin-Sinar Technologies Inc.	2 236	2 769	
220 456	SciQuest Inc.	4 059	3 701	
176 566	Sykes Enterprises Inc.	2 965	4 815	
		<u>28 939</u>	<u>38 623</u>	20.8
Materials				
59 282	Haynes International Inc.	2 657	3 340	
64 634	Innophos Holdings Inc.	3 175	4 394	
114 324	LSB Industries Inc.	2 648	4 175	
39 255	Silgan Holdings Inc.	1 318	2 445	
		<u>9 798</u>	<u>14 354</u>	7.7
Utilities				
84 803	Cleco Corporation	4 708	5 374	
		<u>4 708</u>	<u>5 374</u>	2.9
TOTAL COMMON EQUITIES		<u>\$ 133 485</u>	<u>172 245</u>	92.7
CASH			8 138	4.4
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			5 450	2.9
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 185 833</u>	100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 172 245	\$ 226 341	\$ 165 159
Cash	8 138	18 158	18 776
Due from investment dealers	4 972	–	882
Subscriptions receivable	438	148	128
Dividends receivable, interest accrued and other assets	117	106	32
TOTAL ASSETS	185 910	244 753	184 977
LIABILITIES			
Due to investment dealers	–	–	1 511
Redemptions payable	57	16	665
Accounts payable and accrued expenses	20	23	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	77	39	2 192
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 185 833	\$ 244 714	\$ 182 785
Investments at cost	\$ 133 485	\$ 161 794	\$ 145 627
NAV			
SERIES F	\$ 8	\$ 120	\$ 51
SERIES O	\$ 185 825	\$ 244 594	\$ 182 734
NAV PER UNIT			
SERIES F	\$ 117.16	\$ 126.13	\$ 94.55
SERIES O	\$ 127.33	\$ 134.82	\$ 100.21

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 2 170	\$ 1 890
Other income (loss)	–	31
Securities lending revenue (see note 6 in the generic notes)	18	28
Net realized gain (loss) on investments	38 474	25 411
Net gain (loss) on foreign currencies and other net assets	1 481	1 337
Change in unrealized gain (loss) on investments	(25 787)	45 015
TOTAL INCOME (LOSS)	16 356	73 712
EXPENSES (see notes – Fund Specific Information)		
Administration fees	228	222
Board of Governors costs	3	3
GST/HST	22	23
Transaction costs	255	235
Withholding tax	324	277
TOTAL EXPENSES	832	760
INCREASE (DECREASE) IN NAV	\$ 15 524	\$ 72 952
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 4	\$ 13
SERIES O	\$ 15 520	\$ 72 939
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 6.68	\$ 35.41
SERIES O	\$ 9.44	\$ 38.92

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 15 524	\$ 72 952
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(38 468)	(25 410)
Change in unrealized loss (gain) on investments	25 787	(45 015)
(Increase) decrease in accrued receivables	(4 983)	808
Increase (decrease) in accrued payables	(3)	(1 504)
Cost of investments purchased	(81 105)	(83 605)
Proceeds on sales of investments	147 882	92 848
NET CASH PROVIDED BY OPERATING ACTIVITIES	64 634	11 074
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	17 150	44 798
Cash paid on redemption of redeemable units	(74 362)	(51 808)
Distributions paid to holders of redeemable units	(17 442)	(4 682)
NET CASH USED IN FINANCING ACTIVITIES	\$ (74 654)	\$ (11 692)
Net increase (decrease) in cash for the year	(10 020)	(618)
Cash (bank overdraft), beginning of period	18 158	18 776
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 8 138	\$ 18 158
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 1 835	\$ 1 570

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 120	\$ 51	\$ 244 594	\$ 182 734	\$ 244 714	\$ 182 785
INCREASE (DECREASE) IN NAV	4	13	15 520	72 939	15 524	72 952
Early redemption fees	—	—	—	—	—	—
Proceeds from redeemable units issued	17	101	17 423	44 717	17 440	44 818
Reinvestments of distributions to holders of redeemable units	—	—	8 329	2 994	8 329	2 994
Redemption of redeemable units	(132)	(42)	(74 271)	(51 117)	(74 403)	(51 159)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(115)	59	(48 519)	(3 406)	(48 634)	(3 347)
Distributions from net income	—	—	(1 624)	(1 741)	(1 624)	(1 741)
Distributions from net gains	(1)	(3)	(24 146)	(5 932)	(24 147)	(5 935)
Distributions from capital	—	—	—	—	—	—
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(1)	(3)	(25 770)	(7 673)	(25 771)	(7 676)
NET INCREASE (DECREASE) IN NAV	(112)	69	(58 769)	61 860	(58 881)	61 929
NAV AT END OF PERIOD	\$ 8	\$ 120	\$ 185 825	\$ 244 594	\$ 185 833	\$ 244 714

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth, primarily through capital appreciation, by investing in a portfolio of common stocks and equivalent securities of small- to mid-capitalization U.S. companies.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Financials	21.1	14.1	14.7
Information Technology	20.8	18.4	15.2
Industrials	16.0	10.8	25.5
Consumer Discretionary	10.4	9.8	6.5
Health Care	9.7	19.5	14.9
Materials	7.7	7.0	5.5
Energy	4.1	9.3	–
Utilities	2.9	–	–
Other Sectors	–	3.6	8.0
Cash/Other	7.3	7.5	9.7

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

	December 31 2014	December 31 2013	January 1 2013
Currency			
United States dollar	99.0	99.7	99.7
Total	99.0	99.7	99.7

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
Russell 2000 Index (CAD)	+ or - 0.9	+ or - 1.1	+ or - 1.2

Please see the generic notes at the back of the financial statements.

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	172 245	–	–	172 245
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	172 245	–	–	172 245
% of total portfolio	100.0	–	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	226 341	–	–	226 341
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	226 341	–	–	226 341
% of total portfolio	100.0	–	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	165 159	–	–	165 159
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	165 159	–	–	165 159
% of total portfolio	100.0	–	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.



December 31, 2014

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.25%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.10%
Series O	0.10%

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	1	1
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	(1)	–
Ending number of units	–	1
Series O		
Opening units	1 814	1 824
Issued number of units	128	394
Reinvested number of units	65	23
Redeemed number of units	(548)	(427)
Ending number of units	1 459	1 814

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	255	100	235	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	71	28	70	30

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	17 819	25 513
Fair value of collateral received	18 175	26 023

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	244 579	181 652
Revaluation of investments at FVTPL	135	1 133
Net assets attributable to holders of redeemable units	244 714	182 785
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		73 950
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(998)
Increase (decrease) in net assets attributable to holders of redeemable units		72 952



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE INTERNATIONAL EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
278 558	AMP Ltd.	\$ 1 417	\$ 1 441	
54 887	BHP Billiton Ltd.	2 073	1 508	
159 560	Brambles Ltd.	1 406	1 598	
20 235	CSL Ltd.	1 448	1 651	
64 947	Lend Lease Corporation Limited	721	1 005	
730 000	Medibank Pvt Ltd.	1 525	1 669	
94 935	Oil Search Ltd.	770	707	
130 146	QBE Insurance Group Ltd.	1 421	1 373	
40 236	Westpac Banking Corporation	1 329	1 257	
		<u>12 110</u>	<u>12 209</u>	8.0
Belgium				
32 055	InBev N.V.	3 867	4 191	
1 927	UCB S.A.	181	170	
		<u>4 048</u>	<u>4 361</u>	2.9
Denmark				
32 496	Christian Hansen Holding A/S	1 123	1 673	
81 617	Novo Nordisk A/S	3 146	4 011	
27 590	Novozymes A/S	1 357	1 349	
		<u>5 626</u>	<u>7 033</u>	4.6
Finland				
12 591	Kone OYJ	633	666	
177 772	Nokia OYJ	1 557	1 633	
45 168	Sampo OYJ	1 870	2 457	
		<u>4 060</u>	<u>4 756</u>	3.1
France				
9 504	Christian Dior S.A.	1 922	1 890	
18 904	Christian Dior S.A., Rights	—	222	
17 095	Safran S.A.	1 084	1 225	
30 471	Zodiac S.A.	868	1 192	
		<u>3 874</u>	<u>4 529</u>	3.0
Germany				
17 961	Bayer AG	2 347	2 856	
9 581	Brenntag AG	471	626	
4 819	Continental AG	787	1 183	
23 388	GEA Group AG	871	1 197	
21 053	Henkel KGaA, Preferred Non-Voting	2 002	2 631	
37 396	SAP SE	3 018	3 037	
15 160	Symrise AG	923	1 062	
		<u>10 419</u>	<u>12 592</u>	8.3
Hong Kong				
251 000	AIA Group Ltd.	1 323	1 608	
20 800	Jardine Matheson Holdings Ltd.	1 211	1 468	
334 500	Samsonite International S.A.	1 030	1 152	
73 450	Standard Chartered Plc.	1 262	1 270	
115 000	Tencent Holdings Ltd.	1 717	1 933	
		<u>6 543</u>	<u>7 431</u>	4.9

Holdings	Security	Cost	Fair Value	% of Net Assets
Ireland				
29 114	Kerry Group Plc.	\$ 2 385	\$ 2 352	
24 109	Paddy Power Plc.	1 473	2 307	
16 855	Ryanair Holdings Plc. ADR	758	1 396	
		<u>4 616</u>	<u>6 055</u>	4.0
Italy				
48 605	Azimut Holding S.p.A.	763	1 227	
3 322	Luxtotta Group S.p.A.	208	212	
		<u>971</u>	<u>1 439</u>	0.9
Japan				
42 700	Asahi Breweries Ltd.	1 461	1 535	
146 000	Asahi Kasei Corp.	945	1 547	
36 800	Bridgestone Corp.	1 111	1 483	
89 000	Casio Computer Co., Ltd.	1 401	1 582	
23 600	Daikin Industries Ltd.	1 508	1 758	
20 000	Denso Corp.	1 040	1 083	
61 500	Fuji Heavy Industries Ltd.	1 937	2 528	
358 000	NEC Corp.	1 449	1 209	
52 800	Olympus Optical Co. Ltd.	1 957	2 149	
5 000	Oriental Land Co. Ltd.	1 039	1 340	
15 000	Rinnai Corp.	1 285	1 171	
34 500	Seiko Epson Corp.	1 357	1 677	
26 200	SoftBank Corp.	2 323	1 812	
75 500	Sumitomo Electric Industries Ltd.	1 112	1 096	
44 300	Sumitomo Mitsui Financial Group Inc.	2 015	1 861	
110 800	The Dai-ichi Life Insurance Co. Ltd.	1 758	1 954	
43 700	Tokio Marine Holdings, Inc.	1 479	1 649	
128 000	Toray Industries Inc.	1 142	1 188	
37 100	Toyota Motor Corp.	2 128	2 686	
230 000	Yahoo! Japan Corp.	1 157	958	
		<u>29 604</u>	<u>32 266</u>	21.1
Netherlands				
139 523	Elsevier N.V.	2 716	3 871	
138 347	ING Groep N.V.	1 717	2 077	
542 347	Koninklijke KPN N.V.	2 126	1 989	
56 358	SBM Offshore N.V.	1 196	770	
		<u>7 755</u>	<u>8 707</u>	5.7
Norway				
98 135	DnB ASA	1 547	1 682	
		<u>1 547</u>	<u>1 682</u>	1.1
Spain				
26 188	ACS Actividades Construccion y Servicios S.A.	1 003	1 060	
160 370	Banco de Sabadell S.A.	591	493	
8 726	Grifols S.A.	505	405	
12 460	Red Electrica de Espana	1 119	1 276	
		<u>3 218</u>	<u>3 234</u>	2.1

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
80 833	Swedbank AB	\$ 2 045	\$ 2 330	
		2 045	2 330	1.5
Switzerland				
15 533	Aryzta AG	1 116	1 387	
23 248	Novartis AG	1 946	2 505	
15 133	Roche Holdings AG Genussscheine	4 509	4 764	
5 539	Straumann Holding AG	1 176	1 617	
		8 747	10 273	6.7
United Kingdom				
125 273	Aberdeen Asset Management Plc.	890	973	
17 006	Aggreko Plc.	537	461	
17 355	Aveva Group Plc.	598	412	
34 448	Babcock International Group	597	656	
26 934	Berkeley Group Holdings Plc.	1 158	1 203	
34 336	British American Tobacco Plc.	2 204	2 162	
339 595	BT Group Plc.	1 671	2 454	
82 301	Capita Plc.	1 766	1 603	
178 078	Daily Mail & General Trust Plc.	2 549	2 645	
74 305	Diageo Plc.	2 224	2 473	
93 214	Drax Group Plc.	1 076	775	
40 655	Hargreaves Lansdown Plc.	699	739	
13 162	Liberty Global Plc.	739	768	
55 088	London Stock Exchange Group Plc.	1 226	2 202	
406 594	Moneysupermarket.com Group Plc.	1 466	1 709	
39 050	Petrofac Limited	977	494	
71 497	Playtech Plc.	837	886	
31 628	Rio Tinto Plc.	1 994	1 694	
75 593	Royal Dutch Shell Plc., A Shares	3 135	2 927	
13 793	Shire Plc.	969	1 136	
12 659	SuperGroup Plc.	369	203	
90 018	Unilever Plc.	4 275	4 249	
		31 956	32 824	21.5
TOTAL INTERNATIONAL EQUITIES		137 139	151 721	99.4
SHORT-TERM INVESTMENTS*		934	934	0.6
TOTAL INVESTMENTS		138 073	152 655	100.0
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	406	0.3
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(568)	(0.4)
TOTAL PORTFOLIO		\$ 138 073	152 493	99.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			178	0.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 152 671		100.0

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, earn interest at a rate of 1.00% and mature on January 2, 2015.

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought GBP 99 Sold CAD 179 @ 1.8053	02-Jan-15	\$ 1
Bought ILS 86 Sold CAD 25 @ 0.2925	07-Jan-15	–
Bought CAD 11 Sold EUR 8 @ 1.4215	08-Jan-15	–
Bought CAD 116 Sold GBP 64 @ 1.8125	08-Jan-15	–
Bought CAD 27 Sold USD 23 @ 1.1637	08-Jan-15	–
Bought GBP 575 Sold CAD 1 031 @ 1.7924	08-Jan-15	12
Bought GBP 60 Sold CAD 108 @ 1.8054	08-Jan-15	–
Bought CAD 223 Sold CHF 186 @ 1.1991	14-Jan-15	6
Bought CAD 869 Sold JPY 89 000 @ 0.0098	14-Jan-15	5
Bought CHF 403 Sold CAD 468 @ 1.1605	14-Jan-15	3
Bought CAD 138 Sold CHF 118 @ 1.1708	15-Jan-15	–
Bought CAD 194 Sold CHF 165 @ 1.1768	15-Jan-15	1
Bought CAD 503 Sold JPY 48 576 @ 0.0104	15-Jan-15	33
Bought JPY 21 145 Sold CAD 203 @ 0.0096	15-Jan-15	2
Bought CAD 273 Sold DKK 1 408 @ 0.1939	16-Jan-15	7
Bought CAD 463 Sold SEK 3 036 @ 0.1526	16-Jan-15	12
Bought CAD 787 Sold DKK 4 149 @ 0.1898	16-Jan-15	4
Bought CAD 164 Sold EUR 116 @ 1.4137	21-Jan-15	1
Bought CAD 270 Sold EUR 190 @ 1.4189	21-Jan-15	2
Bought CAD 300 Sold EUR 210 @ 1.4309	21-Jan-15	5
Bought CAD 542 Sold EUR 380 @ 1.4265	21-Jan-15	8
Bought CAD 674 Sold EUR 475 @ 1.4196	21-Jan-15	6
Bought CAD 78 Sold EUR 54 @ 1.4432	21-Jan-15	2
Bought CAD 1 136 Sold EUR 784 @ 1.4489	22-Jan-15	33
Bought CAD 111 Sold JPY 10 490 @ 0.0106	23-Jan-15	9
Bought CAD 24 Sold EUR 17 @ 1.4187	23-Jan-15	–
Bought JPY 44 000 Sold CAD 426 @ 0.0097	23-Jan-15	1
Bought CAD 120 Sold EUR 85 @ 1.4109	26-Jan-15	–
Bought CAD 187 Sold JPY 17 923 @ 0.0104	26-Jan-15	13
Bought CAD 357 Sold JPY 35 479 @ 0.0101	26-Jan-15	13
Bought HKD 3 255 Sold CAD 481 @ 0.1478	27-Jan-15	7
Bought HKD 48 Sold CAD 7 @ 0.1470	27-Jan-15	–
Bought CAD 268 Sold DKK 1 400 @ 0.1914	29-Jan-15	3
Bought CAD 347 Sold AUD 361 @ 0.9607	03-Feb-15	5
Bought CAD 95 Sold SEK 615 @ 0.1548	04-Feb-15	3
Bought NZD 80 Sold CAD 71 @ 0.8818	05-Feb-15	2
Bought USD 29 Sold CAD 33 @ 1.1398	05-Feb-15	1
Bought CAD 34 Sold DKK 177 @ 0.1906	09-Feb-15	–
Bought CAD 52 Sold DKK 270 @ 0.1915	09-Feb-15	1
Bought CAD 106 Sold EUR 74 @ 1.4310	10-Feb-15	2
Bought CAD 282 Sold EUR 200 @ 1.4120	10-Feb-15	1
Bought SGD 142 Sold CAD 123 @ 0.8681	10-Feb-15	1
Bought SGD 483 Sold CAD 419 @ 0.8677	10-Feb-15	4
Bought SGD 692 Sold CAD 601 @ 0.8679	10-Feb-15	6
Bought CAD 113 Sold DKK 596 @ 0.1900	11-Feb-15	1
Bought CAD 282 Sold EUR 200 @ 1.4079	11-Feb-15	–
Bought CAD 595 Sold DKK 3 123 @ 0.1905	11-Feb-15	5
Bought CAD 72 Sold EUR 50 @ 1.4341	11-Feb-15	1
Bought CAD 99 Sold DKK 520 @ 0.1896	11-Feb-15	–
Bought NZD 155 Sold CAD 137 @ 0.8814	11-Feb-15	3
Bought CAD 1 935 Sold AUD 2 000 @ 0.9674	13-Feb-15	42
Bought CAD 216 Sold DKK 1 140 @ 0.1894	19-Feb-15	–
Bought CAD 654 Sold DKK 3 437 @ 0.1904	19-Feb-15	5
Bought CAD 266 Sold DKK 1 387 @ 0.1917	20-Feb-15	4
Bought DKK 1 321 Sold CAD 248 @ 0.1876	20-Feb-15	2

The accompanying notes are an integral part of the financial statements.



December 31, 2014

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 76 858 Sold CAD 736 @ 0.0096	20-Feb-15	\$ 10
Bought CAD 1 Sold NOK 6 @ 0.1560	23-Feb-15	–
Bought CAD 178 Sold NOK 1 140 @ 0.1559	23-Feb-15	–
Bought CAD 231 Sold NOK 1 384 @ 0.1669	23-Feb-15	15
Bought CAD 272 Sold CHF 230 @ 1.1821	25-Feb-15	3
Bought CAD 41 Sold JPY 4 200 @ 0.0098	25-Feb-15	–
Bought CAD 361 Sold DKK 1 895 @ 0.1907	27-Feb-15	3
Bought GBP 557 Sold CAD 995 @ 1.7865	02-Mar-15	14
Bought GBP 196 Sold CAD 350 @ 1.7871	03-Mar-15	5
Bought CAD 286 Sold DKK 1 500 @ 0.1906	04-Mar-15	2
Bought CAD 613 Sold DKK 3 129 @ 0.1959	04-Mar-15	21
Bought SGD 100 Sold CAD 87 @ 0.8682	04-Mar-15	1
Bought SGD 643 Sold CAD 558 @ 0.8680	04-Mar-15	6
Bought EUR 866 Sold CAD 1 215 @ 1.4024	05-Mar-15	5
Bought EUR 112 Sold CAD 157 @ 1.4028	09-Mar-15	1
Bought SGD 150 Sold CAD 130 @ 0.8652	10-Mar-15	2
Bought SGD 200 Sold CAD 173 @ 0.8649	10-Mar-15	2
Bought SGD 385 Sold CAD 333 @ 0.8655	10-Mar-15	5
Bought CAD 393 Sold NOK 2 503 @ 0.1570	13-Mar-15	3
Bought CAD 127 Sold USD 109 @ 1.1672	17-Mar-15	–
Bought CAD 13 Sold NOK 84 @ 0.1562	18-Mar-15	–
Bought CAD 212 Sold JPY 21 300 @ 0.0099	18-Mar-15	4
Bought CAD 32 Sold NOK 202 @ 0.1560	18-Mar-15	–
Bought CAD 39 Sold NOK 250 @ 0.1569	18-Mar-15	–
Bought CAD 242 Sold EUR 170 @ 1.4225	19-Mar-15	2
Bought GBP 1 280 Sold CAD 2 296 @ 1.7942	19-Mar-15	24
Bought CAD 71 Sold USD 61 @ 1.1665	07-Apr-15	–
		\$ 406

Contracts	Maturity Date	Unrealized Loss
Bought CAD 204 Sold USD 181 @ 1.1244	08-Jan-15	(7)
Bought CAD 216 Sold GBP 120 @ 1.8021	08-Jan-15	(1)
Bought CAD 216 Sold GBP 120 @ 1.8025	08-Jan-15	(1)
Bought CAD 637 Sold GBP 355 @ 1.7954	08-Jan-15	(5)
Bought GBP 238 Sold CAD 431 @ 1.8119	08-Jan-15	–
Bought JPY 3 100 Sold CAD 32 @ 0.0102	08-Jan-15	(2)
Bought CAD 248 Sold USD 217 @ 1.1442	13-Jan-15	(5)
Bought CAD 279 Sold USD 250 @ 1.1174	14-Jan-15	(12)
Bought JPY 257 068 Sold CAD 2 657 @ 0.0103	14-Jan-15	(164)
Bought JPY 50 000 Sold CAD 485 @ 0.0097	14-Jan-15	–
Bought CHF 1 170 Sold CAD 1 372 @ 1.1729	15-Jan-15	(5)
Bought CHF 1 575 Sold CAD 1 875 @ 1.1908	15-Jan-15	(34)
Bought CHF 168 Sold CAD 197 @ 1.1743	15-Jan-15	(1)
Bought CHF 8 Sold CAD 9 @ 1.1721	15-Jan-15	–
Bought EUR 18 Sold CAD 26 @ 1.4341	15-Jan-15	–
Bought EUR 350 Sold CAD 495 @ 1.4134	15-Jan-15	(2)
Bought SEK 8 524 Sold CAD 1 341 @ 0.1573	16-Jan-15	(70)
Bought EUR 114 Sold CAD 162 @ 1.4253	21-Jan-15	(2)
Bought EUR 403 Sold CAD 575 @ 1.4265	21-Jan-15	(8)
Bought CAD 666 Sold JPY 70 000 @ 0.0095	23-Jan-15	(14)
Bought CAD 75 Sold USD 67 @ 1.1253	23-Jan-15	(2)
Bought CAD 497 Sold GBP 281 @ 1.7701	26-Jan-15	(12)
Bought CAD 222 Sold USD 195 @ 1.1383	27-Jan-15	(5)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 241 Sold HKD 1 650 @ 0.1458	27-Jan-15	\$ (7)
Bought CAD 420 Sold HKD 2 895 @ 0.1452	27-Jan-15	(13)
Bought CAD 51 Sold HKD 340 @ 0.1489	27-Jan-15	–
Bought ILS 1 019 Sold CAD 305 @ 0.2992	27-Jan-15	(1)
Bought ILS 1 050 Sold CAD 314 @ 0.2987	27-Jan-15	(1)
Bought ILS 650 Sold CAD 194 @ 0.2983	27-Jan-15	–
Bought CHF 16 Sold CAD 19 @ 1.1856	29-Jan-15	–
Bought CAD 12 Sold GBP 7 @ 1.7853	02-Feb-15	–
Bought CAD 93 Sold GBP 52 @ 1.7933	02-Feb-15	(1)
Bought GBP 37 Sold CAD 67 @ 1.8176	02-Feb-15	–
Bought GBP 7 Sold CAD 13 @ 1.8177	02-Feb-15	–
Bought AUD 196 Sold CAD 193 @ 0.9843	03-Feb-15	(7)
Bought SEK 678 Sold CAD 102 @ 0.1508	04-Feb-15	(1)
Bought JPY 30 000 Sold CAD 298 @ 0.0099	05-Feb-15	(7)
Bought EUR 431 Sold CAD 611 @ 1.4169	10-Feb-15	(4)
Bought CAD 22 Sold DKK 116 @ 0.1875	11-Feb-15	–
Bought CAD 632 Sold USD 557 @ 1.1348	11-Feb-15	(16)
Bought AUD 1 178 Sold CAD 1 131 @ 0.9603	13-Feb-15	(16)
Bought AUD 19 Sold CAD 18 @ 0.9594	13-Feb-15	–
Bought AUD 238 Sold CAD 228 @ 0.9572	13-Feb-15	(3)
Bought AUD 39 Sold CAD 37 @ 0.9477	13-Feb-15	–
Bought CAD 1 496 Sold GBP 843 @ 1.7747	18-Feb-15	(31)
Bought CAD 155 Sold DKK 826 @ 0.1876	19-Feb-15	(1)
Bought CAD 254 Sold USD 225 @ 1.1306	19-Feb-15	(7)
Bought CAD 147 Sold DKK 782 @ 0.1876	20-Feb-15	(1)
Bought NOK 536 Sold CAD 88 @ 0.1650	23-Feb-15	(5)
Bought CAD 824 Sold USD 729 @ 1.1307	25-Feb-15	(24)
Bought CHF 580 Sold CAD 681 @ 1.1738	25-Feb-15	(2)
Bought CAD 459 Sold GBP 257 @ 1.7859	26-Feb-15	(7)
Bought SEK 882 Sold CAD 134 @ 0.1520	26-Feb-15	(2)
Bought CAD 50 Sold HKD 340 @ 0.1474	03-Mar-15	(1)
Bought CAD 729 Sold JPY 75 752 @ 0.0096	03-Mar-15	(8)
Bought CAD 805 Sold HKD 5 478 @ 0.1469	03-Mar-15	(17)
Bought CAD 27 Sold USD 24 @ 1.1409	04-Mar-15	(1)
Bought CAD 46 Sold HKD 310 @ 0.1469	04-Mar-15	(1)
Bought CAD 399 Sold USD 350 @ 1.1407	05-Mar-15	(8)
Bought CAD 509 Sold JPY 53 000 @ 0.0096	05-Mar-15	(7)
Bought SEK 3 364 Sold CAD 506 @ 0.1503	06-Mar-15	(3)
Bought GBP 112 Sold CAD 204 @ 1.8189	09-Mar-15	(1)
Bought GBP 57 Sold CAD 104 @ 1.8164	11-Mar-15	–
Bought GBP 633 Sold CAD 1 149 @ 1.8160	11-Mar-15	(2)
Bought CAD 108 Sold GBP 60 @ 1.8072	19-Mar-15	–
Bought CAD 528 Sold JPY 55 000 @ 0.0096	19-Mar-15	(6)
Bought GBP 63 Sold CAD 114 @ 1.8153	19-Mar-15	–
Bought SEK 3 729 Sold CAD 561 @ 0.1504	20-Mar-15	(4)
		\$ (568)
TOTAL FOREIGN EXCHANGE		\$ (162)

All counterparties have a credit rating of at least A.

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 152 655	\$ 142 119	\$ 66 542
Cash	71	173	151
Due from investment dealers	–	173	486
Subscriptions receivable	210	195	14
Unrealized gain on foreign exchange contracts	406	693	174
Dividends receivable, interest accrued and other assets	167	164	94
TOTAL ASSETS	153 509	143 517	67 461
LIABILITIES			
Due to investment dealers	179	4 368	1 443
Redemptions payable	58	2	119
Unrealized loss on foreign exchange contracts	568	905	332
Accounts payable and accrued expenses	33	27	15
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	838	5 302	1 909
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 152 671	\$ 138 215	\$ 65 552
Investments at cost	\$ 138 073	\$ 114 045	\$ 57 128
NAV			
SERIES F	\$ 11 099	\$ 10 027	\$ 6 725
SERIES O	\$ 141 572	\$ 128 188	\$ 58 827
NAV PER UNIT			
SERIES F	\$ 31.66	\$ 31.44	\$ 24.33
SERIES O	\$ 31.78	\$ 31.56	\$ 24.42

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 3 914	\$ 2 315
Interest for distribution purposes	26	32
Other income (loss)	–	13
Securities lending revenue (see note 6 in the generic notes)	60	44
Net realized gain (loss) on investments	14 612	5 636
Net gain (loss) on foreign currencies and other net assets	11	(1 173)
Change in unrealized gain (loss) on investments	(13 442)	18 606
TOTAL INCOME (LOSS)	5 181	25 473
EXPENSES (see notes – Fund Specific Information)		
Management fees	81	61
Administration fees	240	131
Board of Governors costs	3	3
GST/HST	33	21
Transaction costs	723	331
Withholding tax	479	205
TOTAL EXPENSES	1 559	752
INCREASE (DECREASE) IN NAV	\$ 3 622	\$ 24 721
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 191	\$ 2 187
SERIES O	\$ 3 431	\$ 22 534
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.48	\$ 7.87
SERIES O	\$ 0.74	\$ 8.00

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 3 622	\$ 24 721
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(14 612)	(5 636)
Change in unrealized loss (gain) on investments	13 442	(18 606)
(Increase) decrease in accrued receivables	170	243
Increase (decrease) in accrued payables	(4 183)	2 937
Cost of investments purchased	(386 176)	(303 236)
Proceeds on sales of investments	376 760	251 955
NET CASH PROVIDED BY OPERATING ACTIVITIES	(10 977)	(47 622)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	67 996	63 036
Cash paid on redemption of redeemable units	(55 100)	(13 855)
Distributions paid to holders of redeemable units	(2 021)	(1 537)
NET CASH USED IN FINANCING ACTIVITIES	\$ 10 875	\$ 47 644
Net increase (decrease) in cash for the year	(102)	22
Cash (bank overdraft), beginning of period	173	151
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 71	\$ 173
Interest received	\$ 31	\$ 27
Dividends received, net of withholding taxes	\$ 3 427	\$ 2 058

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 10 027	\$ 6 725	\$ 128 188	\$ 58 827	\$ 138 215	\$ 65 552
INCREASE (DECREASE) IN NAV	191	2 187	3 431	22 534	3 622	24 721
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	3 170	2 507	64 841	60 710	68 011	63 217
Reinvestments of distributions to holders of redeemable units	31	31	1 088	342	1 119	373
Redemption of redeemable units	(2 189)	(1 302)	(52 967)	(12 436)	(55 156)	(13 738)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	1 012	1 236	12 962	48 616	13 974	49 852
Distributions from net income	(131)	(121)	(3 009)	(1 789)	(3 140)	(1 910)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(131)	(121)	(3 009)	(1 789)	(3 140)	(1 910)
NET INCREASE (DECREASE) IN NAV	1 072	3 302	13 384	69 361	14 456	72 663
NAV AT END OF PERIOD	\$ 11 099	\$ 10 027	\$ 141 572	\$ 128 188	\$ 152 671	\$ 138 215

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term capital growth by investing in stocks of companies outside North America, providing exposure to economies that may be at different stages of the business cycle or offer growth opportunities unavailable in U.S. and Canadian markets. The Fund focuses on companies that are primarily in Europe, Australasia and the Far East.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United Kingdom	21.5	27.3	23.3
Japan	21.1	20.6	18.5
Other Countries	8.5	19.0	19.4
Germany	8.3	8.7	12.9
Australia	8.0	6.1	6.9
Switzerland	6.7	5.9	5.5
Netherlands	5.7	5.8	5.8
Hong Kong	4.9	–	–
Denmark	4.6	–	–
Ireland	4.0	2.0	3.6
Finland	3.1	–	–
France	3.0	4.6	4.1
Cash/Other	0.6	–	–

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Euro	30.3	18.4	19.0
Japanese yen	21.2	14.7	15.1
Pound sterling	21.1	16.7	16.1
Swiss franc	9.2	5.3	5.5
Australian dollar	7.6	5.4	6.2
Hong Kong dollar	3.2	2.1	2.3
Swedish krona	2.9	2.1	2.5
Singapore dollar	1.6	1.0	1.2
Danish krone	1.6	0.9	0.8
Norwegian krone	0.6	0.6	0.9
Other currencies	0.7	0.2	0.7
Total	100.0	67.4	70.3

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's

Please see the generic notes at the back of the financial statements.

net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 0.7%, January 1, 2013 – 0.7%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (CAD)	+ or - 0.8	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	3 833	147 888	–	151 721
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	934	–	934
Derivatives – assets	–	406	–	406
Derivatives – liabilities	–	(568)	–	(568)
Total financial instruments	3 833	148 660	–	152 493
% of total portfolio	2.5	97.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	870	131 099	–	131 969
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	10 150	–	10 150
Derivatives – assets	–	693	–	693
Derivatives – liabilities	–	(905)	–	(905)
Total financial instruments	870	141 037	–	141 907
% of total portfolio	0.6	99.4	–	100.0



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	645	64 875	–	65 520
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	1 022	–	1 022
Derivatives – assets	–	174	–	174
Derivatives – liabilities	–	(332)	–	(332)
Total financial instruments	645	65 739	–	66 384
% of total portfolio	1.0	99.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	0.75%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	42 954
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
--	------	------

Series F

Opening units	319	276
Issued number of units	101	90
Reinvested number of units	1	1
Redeemed number of units	(70)	(48)
Ending number of units	351	319

Series O

Opening units	4 062	2 409
Issued number of units	2 047	2 081
Reinvested number of units	34	12
Redeemed number of units	(1 689)	(440)
Ending number of units	4 454	4 062

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	723	100	331	100
Related-party brokerage commissions*	41	6	8	2
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	11 966	5 139
Fair value of collateral received	12 206	5 242



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	138 215	65 551
Revaluation of investments at FVTPL	–	1
Net assets attributable to holders of redeemable units	138 215	65 552
		December 31 2013
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		24 722
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(1)
Increase (decrease) in net assets attributable to holders of redeemable units		24 721

Please see the generic notes at the back of the financial statements.



**SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE EAFE EQUITY POOL**

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
74 230	BHP Billiton Ltd. ADR	\$ 5 595	\$ 4 081	
74 230	Rio Tinto Limited	5 112	4 042	
		10 707	8 123	2.7
Austria				
186 577	Conwert Immobilien Invest SE	2 468	2 560	
150 526	Erste Bank Der Oesterreichischen Sparkassen AG	3 696	4 068	
56 565	Schoeller-Bleckmann Oilfield Equipment AG	5 041	4 770	
93 772	Voestalpine AG	4 058	4 305	
		15 263	15 703	5.3
Brazil				
207 555	Banco Bradesco S.A. ADR	3 365	3 224	
192 600	Banco do Brasil S.A.	1 986	2 001	
		5 351	5 225	1.7
China				
842 500	Anhui Conch Cement Company Limited	2 999	3 624	
1 840 000	China Oilfield Services Ltd.	3 222	3 691	
3 571 000	Industrial & Commercial Bank of China	2 380	3 029	
131 942	Mindray Medical International Ltd. ADR	4 070	4 047	
		12 671	14 391	4.8
Colombia				
58 180	BanColombia S.A. ADR	3 579	3 235	
		3 579	3 235	1.1
Czech Republic				
6 019	Komerčni Banka A.S.	1 105	1 439	
		1 105	1 439	0.5
France				
68 211	Société Générale	3 703	3 317	
41 648	Sodexo	4 611	4 736	
		8 314	8 053	2.7
Germany				
58 466	BASF AG	4 814	5 715	
90 279	Deutsche Bank AG	3 675	3 151	
		8 489	8 866	3.0
Hong Kong				
722 000	Orient Overseas International Ltd.	3 643	4 884	
		3 643	4 884	1.6
India				
482 090	ICICI Bank Ltd. ADR	3 513	6 469	
		3 513	6 469	2.2
Indonesia				
4 542 000	PT Indofood Sukses Makmur Tbk	2 918	2 877	
		2 918	2 877	1.0

Holdings	Security	Cost	Fair Value	% of Net Assets
Ireland				
220 096	ICON Plc.	\$ 4 712	\$ 13 039	
		4 712	13 039	4.4
Italy				
112 049	Luxottica Group S.p.A. ADR	3 819	7 091	
		3 819	7 091	2.4
Japan				
158 100	Denso Corp.	5 689	8 561	
662 000	Hitachi Ltd.	3 871	5 677	
96 298	Honda Motor Co. Ltd. ADR	3 161	3 303	
241 000	Kubota Corp.	2 269	4 064	
1 083 000	Nippon Steel & Sumitomo Metal Corp.	2 925	3 121	
96 000	Secom Co. Ltd.	4 758	6 408	
		22 673	31 134	10.4
Netherlands				
55 024	Core Laboratories N.V.	6 586	7 693	
		6 586	7 693	2.6
Norway				
428 187	DnB ASA	5 144	7 338	
694 147	Norsk Hydro ASA	3 531	4 543	
205 950	Statoil ASA ADR	5 089	4 214	
		13 764	16 095	5.4
Singapore				
301 000	DBS Group Holdings Ltd.	4 324	5 414	
		4 324	5 414	1.8
South Korea				
12 780	Hyundai Mobis	3 233	3 177	
34 105	POSCO ADR	2 948	2 528	
2 127	Samsung Electronics Co. Ltd.	2 562	2 971	
		8 743	8 676	2.9
Spain				
184 081	Amadeus IT Holding S.A.	4 008	8 518	
		4 008	8 518	2.9
Sweden				
285 076	Getinge AB	7 748	7 542	
460 201	Telefonaktiebolaget LM Ericsson ADR	4 792	6 469	
		12 540	14 011	4.7
Switzerland				
123 301	Credit Suisse Group	3 330	3 599	
64 028	Novartis AG	3 782	6 899	
26 872	Roche Holdings AG Genussscheine	5 186	8 459	
		12 298	18 957	6.4
Taiwan				
1 008 081	Advanced Semiconductor Engineering Inc. ADR	4 159	7 179	
		4 159	7 179	2.4

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
Turkey				
698 560	Akbank TAS	\$ 2 818	\$ 2 997	
591 369	Turkiye Garanti Bankasi A.S.	2 436	2 760	
		<u>5 254</u>	<u>5 757</u>	1.9
United Kingdom				
250 636	Acergy S.A.	5 408	2 980	
242 986	ARM Holdings Plc. ADR	7 198	13 078	
218 095	Diageo Plc.	5 000	7 259	
542 237	HSBC Holdings Plc. (U.K. Reg.)	4 908	5 953	
106 329	Royal Dutch Shell Plc., A Shares	3 836	4 117	
142 127	Shire Plc.	4 650	11 707	
124 054	Unilever Plc.	3 934	5 856	
		<u>34 934</u>	<u>50 950</u>	17.1
United States				
137 440	Carnival Corp.	4 872	7 238	
44 019	Everest Re Group Ltd.	4 357	8 709	
84 822	Transocean Ltd.	4 576	1 806	
		<u>13 805</u>	<u>17 753</u>	6.0
TOTAL INTERNATIONAL EQUITIES		<u>\$ 227 172</u>	<u>291 532</u>	97.9
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>6 392</u>	2.1
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 297 924</u>		100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 291 532	\$ 288 559	\$ 195 271
Cash	5 570	6 023	2 816
Subscriptions receivable	874	276	120
Dividends receivable, interest accrued and other assets	133	229	66
TOTAL ASSETS	298 109	295 087	198 273
LIABILITIES			
Redemptions payable	156	21	85
Accounts payable and accrued expenses	29	28	22
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	185	49	107
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 297 924	\$ 295 038	\$ 198 166
Investments at cost	\$ 227 172	\$ 219 665	\$ 176 341
NAV			
SERIES F	\$ 5 770	\$ 6 773	\$ 6 204
SERIES O	\$ 292 154	\$ 288 265	\$ 191 962
NAV PER UNIT			
SERIES F	\$ 10.93	\$ 10.91	\$ 8.87
SERIES O	\$ 10.96	\$ 10.95	\$ 8.89

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income *(in \$000s except per unit amounts)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 7 053	\$ 5 311
Interest for distribution purposes	1	(10)
Securities lending revenue (see note 6 in the generic notes)	246	112
Net realized gain (loss) on investments	4 593	1 390
Net gain (loss) on foreign currencies and other net assets	574	360
Change in unrealized gain (loss) on investments	(4 534)	49 964
TOTAL INCOME (LOSS)	7 933	57 127
EXPENSES (see notes – Fund Specific Information)		
Management fees	60	66
Administration fees	244	199
Board of Governors costs	3	3
GST/HST	26	23
Transaction costs	93	171
Withholding tax	837	524
TOTAL EXPENSES	1 263	986
INCREASE (DECREASE) IN NAV	\$ 6 670	\$ 56 141
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 81	\$ 1 434
SERIES O	\$ 6 589	\$ 54 707
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.12	\$ 2.15
SERIES O	\$ 0.25	\$ 2.25

Statements of Cash Flow *(in \$000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 6 670	\$ 56 141
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(4 593)	(1 390)
Change in unrealized loss (gain) on investments	4 534	(49 964)
(Increase) decrease in accrued receivables	96	(163)
Increase (decrease) in accrued payables	1	6
Cost of investments purchased	(19 278)	(64 421)
Proceeds on sales of investments	16 364	22 487
NET CASH PROVIDED BY OPERATING ACTIVITIES	3 794	(37 304)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	56 809	80 343
Cash paid on redemption of redeemable units	(57 093)	(36 997)
Distributions paid to holders of redeemable units	(3 963)	(2 835)
NET CASH USED IN FINANCING ACTIVITIES	\$ (4 247)	\$ 40 511
Net increase (decrease) in cash for the year	(453)	3 207
Cash (bank overdraft), beginning of period	6 023	2 816
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 5 570	\$ 6 023
Interest received	\$ 1	\$ (10)
Dividends received, net of withholding taxes	\$ 6 312	\$ 4 624

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 6 773	\$ 6 204	\$ 288 265	\$ 191 962	\$ 295 038	\$ 198 166
INCREASE (DECREASE) IN NAV	81	1 434	6 589	54 707	6 670	56 141
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	1 069	902	56 338	79 597	57 407	80 499
Reinvestments of distributions to holders of redeemable units	9	7	2 219	1 586	2 228	1 593
Redemption of redeemable units	(2 107)	(1 723)	(55 121)	(35 210)	(57 228)	(36 933)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(1 029)	(814)	3 436	45 973	2 407	45 159
Distributions from net income	(55)	(51)	(6 136)	(4 377)	(6 191)	(4 428)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(55)	(51)	(6 136)	(4 377)	(6 191)	(4 428)
NET INCREASE (DECREASE) IN NAV	(1 003)	569	3 889	96 303	2 886	96 872
NAV AT END OF PERIOD	\$ 5 770	\$ 6 773	\$ 292 154	\$ 288 265	\$ 297 924	\$ 295 038

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in a portfolio of common stocks, American Depository Receipts (“ADRs”) and equivalent securities of major companies domiciled in the developed countries of Europe, Australasia and the Far East (“EAFE”).

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	December 31 2014	December 31 2013	January 1 2013
United Kingdom	17.1	16.7	16.7
Other Countries	16.6	19.6	18.7
Japan	10.4	11.3	10.2
Switzerland	6.4	6.0	5.0
United States	6.0	5.5	5.0
Norway	5.4	7.0	5.5
Austria	5.3	5.1	6.0
China	4.8	5.3	7.0
Sweden	4.7	5.0	5.5
Ireland	4.4	–	–
Germany	3.0	3.9	3.5
Spain	2.9	–	–
South Korea	2.9	3.3	2.9
France	2.7	–	–
Australia	2.7	3.5	6.1
Netherlands	2.6	3.9	3.4
Brazil	–	1.7	3.1
Cash/Other	2.1	2.2	1.4

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	36.2	36.6	37.4
Euro	15.2	14.8	14.7
Pound sterling	10.3	10.4	10.3
Japanese yen	9.3	9.9	8.7
Swiss franc	6.4	6.0	5.0
Hong Kong dollar	5.1	5.5	7.9
Norwegian krone	5.0	5.2	3.9
Swedish krona	2.5	2.9	3.4
South Korean won	2.1	2.3	1.7
Turkish new lira	1.9	1.5	1.2
Singapore dollar	1.8	1.5	–
Australian dollar	1.4	1.7	3.6
Indonesian rupiah	1.0	–	–
Brazilian real	0.7	0.7	1.1
Czech koruna	0.5	0.5	0.6
Total	99.4	99.5	99.5

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (CAD)	+ or - 0.9	+ or - 0.9	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.



December 31, 2014

**Fair value hierarchy (\$000s except % amounts)
(see note 3 in the generic notes)**

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	105 404	186 128	–	291 532
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	105 404	186 128	–	291 532
% of total portfolio	36.2	63.8	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	105 018	183 541	–	288 559
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	105 018	183 541	–	288 559
% of total portfolio	36.4	63.6	–	100.0

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	74 779	120 492	–	195 271
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	74 779	120 492	–	195 271
% of total portfolio	38.3	61.7	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.08%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	123 925
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	621	699
Issued number of units	95	93
Reinvested number of units	1	1
Redeemed number of units	(189)	(172)
Ending number of units	528	621
Series O		
Opening units	26 338	21 598
Issued number of units	5 033	8 118
Reinvested number of units	197	164
Redeemed number of units	(4 921)	(3 542)
Ending number of units	26 647	26 338



December 31, 2014

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	93	100	171	100
Related-party brokerage commissions*	3	3	–	–
Commission arrangements†	22	24	39	23

* See note 7 in the generic notes.

† Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	35 725	28 147
Fair value of collateral received	36 440	28 710

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	294 996	198 135
Revaluation of investments at FVTPL	42	31
Net assets attributable to holders of redeemable units	295 038	198 166

	December 31 2013
Comprehensive income	
Comprehensive income as reported under Canadian GAAP	56 130
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)	11
Increase (decrease) in net assets attributable to holders of redeemable units	56 141

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE OVERSEAS EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
France				
69 932	BNP Paribas S.A.	\$ 4 712	\$ 4 796	
51 120	Sanofi	5 968	5 415	
		<u>10 680</u>	<u>10 211</u>	4.3
Germany				
72 799	Fresenius Medical Care AG & Co. KGaA	5 039	6 303	
57 364	SAP SE	4 033	4 659	
115 996	United Internet AG	5 379	6 070	
22 438	Volkswagen AG	5 618	5 666	
		<u>20 069</u>	<u>22 698</u>	9.7
Hong Kong				
700 000	Galaxy Entertainment Group Ltd.	4 519	4 527	
446 000	Hutchison Whampoa Ltd.	5 084	5 923	
456 142	Swire Pacific Ltd. 'A'	5 576	6 879	
		<u>15 179</u>	<u>17 329</u>	7.4
Italy				
197 285	ENI S.p.A.	5 339	4 015	
1 627 256	Intesa Sanpaolo S.p.A.	5 487	5 484	
		<u>10 826</u>	<u>9 499</u>	4.0
Japan				
164 700	Bridgestone Corp.	5 196	6 636	
218 000	Dai Nippon Printing Co. Ltd.	2 697	2 281	
74 000	East Japan Railway Company	6 117	6 480	
144 600	Japan Tobacco Inc.	3 897	4 624	
73 600	KDDI Corporation	3 980	5 372	
222 400	Mitsubishi Corp.	5 325	4 728	
90 200	Omron Corp.	2 507	4 688	
476 200	Panasonic Corp.	5 343	6 516	
381 500	Sumitomo Electric Industries Ltd.	6 442	5 536	
166 000	Sumitomo Mitsui Financial Group Inc.	6 583	6 972	
1 548 000	Sumitomo Mitsui Trust Holdings Inc.	7 752	6 889	
1 172 000	Toshiba Corp.	5 744	5 742	
96 100	Toyota Motor Corp.	4 960	6 958	
219 700	Yamaha Motor Co. Ltd.	3 410	5 107	
		<u>69 953</u>	<u>78 529</u>	33.4
Netherlands				
59 109	Heineken N.V.	3 682	4 876	
106 973	Unilever N.V.	3 851	4 862	
		<u>7 533</u>	<u>9 738</u>	4.1
Russia				
552 615	Gazprom OAO ADR	6 002	2 956	
		<u>6 002</u>	<u>2 956</u>	1.3

Holdings	Security	Cost	Fair Value	% of Net Assets	
Singapore					
367 000	DBS Group Holdings Ltd.	\$ 4 305	\$ 6 601		
3 659 000	Genting Singapore Plc.	4 395	3 447		
		<u>8 700</u>	<u>10 048</u>	4.3	
South Korea					
7 526	Samsung Electronics Co. Ltd. GDR	3 460	5 248		
		<u>3 460</u>	<u>5 248</u>	2.2	
Switzerland					
195 176	ABB Ltd.	4 353	4 798		
63 792	Novartis AG	5 724	6 874		
16 434	Roche Holdings AG Genussscheine	5 365	5 173		
		<u>15 442</u>	<u>16 845</u>	7.2	
Thailand					
910 800	Bangkok Bank PCL	5 891	6 215		
		<u>5 891</u>	<u>6 215</u>	2.6	
United Kingdom					
83 206	AstraZeneca Plc.	5 251	6 828		
264 413	BG Group Plc.	5 432	4 111		
100 729	Carnival Plc.	3 417	5 289		
514 081	HSBC Holdings Plc. (U.K. Reg.)	4 996	5 644		
134 466	Royal Dutch Shell Plc., A Shares	5 977	5 207		
905 913	The Royal Bank of Scotland Group Plc.	5 255	6 404		
1 413 990	Vodafone Group Plc.	6 208	5 632		
		<u>36 536</u>	<u>39 115</u>	16.6	
TOTAL INTERNATIONAL EQUITIES			<u>\$ 210 271</u>	<u>228 431</u>	97.1
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					
			<u>6 707</u>	<u>2.9</u>	
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			<u>\$ 235 138</u>	<u>100.0</u>	

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

<i>(see note 2 and note 8 in the generic notes)</i>	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 228 431	\$ 186 631	\$ 101 609
Cash	6 822	6 348	998
Subscriptions receivable	787	282	7
Dividends receivable, interest accrued and other assets	302	176	130
TOTAL ASSETS	236 342	193 437	102 744
LIABILITIES			
Due to investment dealers	1 002	–	163
Redemptions payable	167	–	204
Accounts payable and accrued expenses	35	25	14
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1 204	25	381
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 235 138	\$ 193 412	\$ 102 363
Investments at cost	\$ 210 271	\$ 155 969	\$ 102 888
NAV			
SERIES F	\$ 320	\$ 319	\$ 206
SERIES O	\$ 234 818	\$ 193 093	\$ 102 157
NAV PER UNIT			
SERIES F	\$ 9.51	\$ 9.42	\$ 7.18
SERIES O	\$ 9.62	\$ 9.53	\$ 7.25

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 8 897	\$ 3 419
Securities lending revenue (see note 6 in the generic notes)	90	63
Net realized gain (loss) on investments	16 718	6 209
Net gain (loss) on foreign currencies and other net assets	26	71
Change in unrealized gain (loss) on investments	(12 502)	31 941
TOTAL INCOME (LOSS)	13 229	41 703
EXPENSES (see notes – Fund Specific Information)		
Management fees	3	2
Administration fees	344	202
Board of Governors costs	3	3
GST/HST	30	19
Transaction costs	234	193
Withholding tax	805	304
TOTAL EXPENSES	1 419	723
INCREASE (DECREASE) IN NAV	\$ 11 810	\$ 40 980
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 17	\$ 73
SERIES O	\$ 11 793	\$ 40 907
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 0.39	\$ 2.44
SERIES O	\$ 0.49	\$ 2.54

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 11 810	\$ 40 980
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(16 718)	(6 209)
Change in unrealized loss (gain) on investments	12 502	(31 941)
(Increase) decrease in accrued receivables	(126)	(46)
Increase (decrease) in accrued payables	1 012	(152)
Cost of investments purchased	(107 785)	(77 512)
Proceeds on sales of investments	70 201	30 640
NET CASH PROVIDED BY OPERATING ACTIVITIES	(29 104)	(44 240)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	78 772	71 604
Cash paid on redemption of redeemable units	(40 393)	(19 383)
Distributions paid to holders of redeemable units	(8 801)	(2 631)
NET CASH USED IN FINANCING ACTIVITIES	\$ 29 578	\$ 49 590
Net increase (decrease) in cash for the year	474	5 350
Cash (bank overdraft), beginning of period	6 348	998
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 6 822	\$ 6 348
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 7 966	\$ 3 069

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 319	\$ 206	\$ 193 093	\$ 102 157	\$ 193 412	\$ 102 363
INCREASE (DECREASE) IN NAV	17	73	11 793	40 907	11 810	40 980
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	108	43	79 169	71 836	79 277	71 879
Reinvestments of distributions to holders of redeemable units	2	–	1 268	393	1 270	393
Redemption of redeemable units	(114)	–	(40 446)	(19 179)	(40 560)	(19 179)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(4)	43	39 991	53 050	39 987	53 093
Distributions from net income	(8)	(3)	(7 622)	(3 021)	(7 630)	(3 024)
Distributions from net gains	(4)	–	(2 437)	–	(2 441)	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(12)	(3)	(10 059)	(3 021)	(10 071)	(3 024)
NET INCREASE (DECREASE) IN NAV	1	113	41 725	90 936	41 726	91 049
NAV AT END OF PERIOD	\$ 320	\$ 319	\$ 234 818	\$ 193 093	\$ 235 138	\$ 193 412

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term total returns through capital appreciation by investing in equity securities of companies domiciled primarily in the developed nations of Europe, Australasia and the Far East. It may also invest in equity securities of companies domiciled in other parts of the world, excluding Canada and the U.S.

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
Japan	33.4	30.9	25.2
United Kingdom	16.6	18.7	25.3
Germany	9.7	9.6	3.9
Hong Kong	7.4	5.5	7.1
Switzerland	7.2	–	–
Other Countries	6.1	12.3	9.6
Singapore	4.3	6.2	7.4
France	4.3	2.2	6.7
Netherlands	4.1	4.6	6.4
Italy	4.0	4.1	4.9
South Korea	–	2.4	2.8
Cash/Other	2.9	3.5	0.7

Currency risk (% of net assets)

The table below summarizes the Fund's net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
Japanese yen	34.0	30.9	25.2
Euro	24.4	20.5	21.9
Pound sterling	14.4	18.7	25.2
Swiss franc	7.2	2.6	2.6
Hong Kong dollar	6.7	5.5	9.4
Singapore dollar	4.3	6.2	7.2
United States dollar	4.0	6.0	5.1
Thailand baht	2.6	2.2	–
Danish krone	–	5.3	2.6
Total	97.6	97.9	99.2

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund's net assets may have decreased or increased, respectively, by

approximately 1.0% (December 31, 2013 – 1.0%, January 1, 2013 – 1.0%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund's net assets, using a 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI EAFE Total Return			
Net Index (CAD)	+ or - 1.0	+ or - 1.0	+ or - 1.0

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	–	228 431	–	228 431
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	228 431	–	228 431
% of total portfolio	–	100.0	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	–	186 631	–	186 631
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	186 631	–	186 631
% of total portfolio	–	100.0	–	100.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	–	101 609	–	101 609
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	–	101 609	–	101 609
% of total portfolio	–	100.0	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Investments by related parties (\$000s except unit amounts)

Royal Bank of Canada, or one of its subsidiaries, held the following investments in the Fund as at:

	December 31 2014	December 31 2013
Units held		
Series F	583	565
Value of all units	6	5

Taxes (\$000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2014.

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
Series F		
Opening units	34	29
Issued number of units	12	5
Reinvested number of units	–	–
Redeemed number of units	(12)	–
Ending number of units	34	34
Series O		
Opening units	20 264	14 082
Issued number of units	8 197	8 454
Reinvested number of units	131	47
Redeemed number of units	(4 186)	(2 319)
Ending number of units	24 406	20 264

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	234	100	193	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements [†]	41	18	32	17

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

Securities lending revenue (\$000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	28 001	13 798
Fair value of collateral received	28 561	14 074



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	193 412	102 363
Revaluation of investments at FVTPL	–	–
Net assets attributable to holders of redeemable units	193 412	102 363
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		40 980
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		–
Increase (decrease) in net assets attributable to holders of redeemable units		40 980

Please see the generic notes at the back of the financial statements.



SCHEDULE OF INVESTMENT PORTFOLIO (in \$000s)
RBC PRIVATE WORLD EQUITY POOL

December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Canada				
134 900	Cenovus Energy Inc.	\$ 3 835	\$ 3 234	
		3 835	3 234	1.3
Denmark				
104 775	Novo Nordisk A/S	3 320	5 148	
		3 320	5 148	2.0
Finland				
55 500	Sampo OYJ	1 876	3 019	
		1 876	3 019	1.2
France				
16 883	Air Liquide S.A.	1 575	2 427	
27 380	BNP Paribas S.A.	2 324	1 878	
33 444	Groupe Danone	2 522	2 540	
14 495	L'Oréal S.A.	2 024	2 819	
23 610	Pernod-Ricard S.A.	2 609	3 049	
21 301	Schneider Electric SE	1 506	1 802	
		12 560	14 515	5.7
Germany				
15 109	Bayer AG	1 429	2 403	
13 920	Bayerische Motoren Werke (BMW) AG	1 188	1 747	
29 786	Siemens AG	3 579	3 892	
		6 196	8 042	3.2
Hong Kong				
856 800	AIA Group Ltd.	3 611	5 490	
		3 611	5 490	2.2
Japan				
16 300	FANUC Corp.	2 319	3 122	
38 800	Hamamatsu Photonics K.K.	1 533	2 146	
415 000	Hitachi Ltd.	2 552	3 559	
8 490	Keyence Corp.	2 419	4 395	
15 000	Murata Manufacturing Co. Ltd.	1 014	1 902	
9 700	SMC Corp.	1 597	2 955	
35 400	SoftBank Corp.	1 489	2 448	
		12 923	20 527	8.1
Luxembourg				
52 110	SES S.A., Subscription Receipts	2 179	2 172	
		2 179	2 172	0.9
Netherlands				
20 100	ASML Holding N.V.	1 973	2 523	
23 900	Gemalto N.V.	2 834	2 266	
91 800	Nielsen N.V.	3 894	4 768	
		8 701	9 557	3.8
Singapore				
157 000	DBS Group Holdings Ltd.	1 923	2 824	
		1 923	2 824	1.1

Holdings	Security	Cost	Fair Value	% of Net Assets
Sweden				
58 950	Assa Abloy AB	\$ 2 642	\$ 3 617	
		2 642	3 617	1.4
Switzerland				
30 990	Cie Financiere Richemont S.A.	2 256	3 192	
54 726	Nestlé S.A.	3 003	4 635	
31 109	Novartis AG	2 070	3 352	
13 403	Roche Holdings AG Genussscheine	3 761	4 219	
		11 090	15 398	6.1
United Kingdom				
24 000	Aon Plc.	1 358	2 644	
52 000	AstraZeneca Plc.	4 093	4 267	
47 500	Liberty Global Plc.	2 237	2 771	
43 000	Rio Tinto Plc.	2 475	2 303	
106 200	Unilever Plc.	4 735	5 013	
		14 898	16 998	6.7
United States				
42 300	AbbVie Inc.	2 455	3 216	
21 200	American Tower Corp. Real Estate Investment Trust	1 213	2 435	
27 300	Apple Inc.	1 801	3 501	
32 200	Automatic Data Processing Inc.	2 807	3 119	
28 200	Boeing Co.	3 243	4 258	
76 600	Bristol-Myers Squibb Co.	3 055	5 252	
35 400	Broadcom Corp.	1 172	1 782	
16 800	Caterpillar Inc.	1 502	1 786	
48 000	Cerner Corp.	1 520	3 606	
41 800	Chevron Corp.	5 387	5 448	
41 500	CME Group Inc., Class A	3 299	4 274	
67 500	Comcast Corp., Class A	2 372	4 549	
33 500	ConocoPhillips	2 908	2 688	
29 400	Danaher Corp.	1 753	2 928	
52 100	Eaton Corp Plc.	2 775	4 113	
43 100	Express Scripts Holding Co.	2 779	4 240	
55 700	Gilead Sciences Inc.	2 603	6 100	
2 475	Google Inc., Class A	1 715	1 526	
2 475	Google Inc., Class C	–	1 514	
43 900	Hexcel Corp.	2 170	2 116	
40 500	Home Depot Inc.	2 309	4 938	
51 098	Iron Mountain Inc.	1 608	2 295	
31 200	JPMorgan Chase & Co.	1 505	2 269	
37 600	Marsh & McLennan Companies Inc.	1 937	2 500	
60 900	Microsoft Corp.	2 105	3 287	
23 700	Monsanto Co.	2 294	3 288	
86 600	Newell Rubbermaid Inc.	2 600	3 831	
58 900	Oracle Corporation	1 945	3 077	
48 500	Schlumberger Ltd.	3 462	4 813	
19 100	Scripps Networks Interactive Inc.	1 714	1 670	
22 600	The Goldman Sachs Group Inc.	3 389	5 089	
51 400	The Mosaic Co.	3 055	2 725	

The accompanying notes are an integral part of the financial statements.



December 31, 2014

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
21 700	United Technologies Corp.	\$ 1 984	\$ 2 899	
71 800	Verisign Inc.	3 644	4 755	
10 700	Visa Inc., Class A	1 294	3 259	
36 300	Waste Connections Inc.	1 840	1 855	
39 500	Wells Fargo & Company	2 201	2 516	
		85 415	123 517	48.9
TOTAL GLOBAL EQUITIES		\$ 171 169	234 058	92.6
CASH			18 109	7.2
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			577	0.2
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 252 744		100.0

The accompanying notes are an integral part of the financial statements.



Statements of Financial Position *(in \$000s except per unit amounts)*

(see note 2 and note 8 in the generic notes)	December 31 2014	December 31 2013	January 1 2013
ASSETS			
Investments at fair value	\$ 234 058	\$ 184 780	\$ 91 659
Cash	18 109	10 818	6 789
Due from investment dealers	–	827	–
Subscriptions receivable	471	1 415	126
Dividends receivable, interest accrued and other assets	159	109	45
TOTAL ASSETS	252 797	197 949	98 619
LIABILITIES			
Due to investment dealers	–	2 087	–
Redemptions payable	10	32	43
Accounts payable and accrued expenses	43	31	19
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	53	2 150	62
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	\$ 252 744	\$ 195 799	\$ 98 557
Investments at cost	\$ 171 169	\$ 136 010	\$ 78 981
NAV			
SERIES F	\$ 5 806	\$ 5 490	\$ 4 562
SERIES O	\$ 246 938	\$ 190 309	\$ 93 995
NAV PER UNIT			
SERIES F	\$ 187.57	\$ 167.71	\$ 126.39
SERIES O	\$ 188.04	\$ 168.09	\$ 126.51

The accompanying notes are an integral part of these financial statements.



Statements of Comprehensive Income (in \$000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
INCOME (see note 3 in the generic notes)		
Dividends	\$ 4 813	\$ 2 460
Securities lending revenue (see note 6 in the generic notes)	79	36
Net realized gain (loss) on investments	11 239	4 741
Net gain (loss) on foreign currencies and other net assets	(3)	(5)
Change in unrealized gain (loss) on investments	14 119	36 092
TOTAL INCOME (LOSS)	30 247	43 324
EXPENSES (see notes – Fund Specific Information)		
Management fees	57	55
Administration fees	336	209
Board of Governors costs	3	3
GST/HST	44	29
Transaction costs	110	120
Withholding tax	668	290
TOTAL EXPENSES	1 218	706
INCREASE (DECREASE) IN NAV	\$ 29 029	\$ 42 618
INCREASE (DECREASE) IN NAV		
SERIES F	\$ 668	\$ 1 561
SERIES O	\$ 28 361	\$ 41 057
INCREASE (DECREASE) IN NAV		
PER REDEEMABLE UNIT		
SERIES F	\$ 20.98	\$ 43.83
SERIES O	\$ 22.95	\$ 44.68

Statements of Cash Flow (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in NAV	\$ 29 029	\$ 42 618
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY OPERATIONS		
Net realized loss (gain) on investments	(11 239)	(4 739)
Change in unrealized loss (gain) on investments	(14 119)	(36 092)
(Increase) decrease in accrued receivables	777	(891)
Increase (decrease) in accrued payables	(2 075)	2 099
Cost of investments purchased	(78 494)	(83 865)
Proceeds on sales of investments	54 574	31 575
NET CASH PROVIDED BY OPERATING ACTIVITIES	(21 547)	(49 295)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	59 785	68 710
Cash paid on redemption of redeemable units	(27 783)	(13 840)
Distributions paid to holders of redeemable units	(3 164)	(1 546)
NET CASH USED IN FINANCING ACTIVITIES	\$ 28 838	\$ 53 324
Net increase (decrease) in cash for the year	7 291	4 029
Cash (bank overdraft), beginning of period	10 818	6 789
CASH (BANK OVERDRAFT), END OF PERIOD	\$ 18 109	\$ 10 818
Interest received	\$ –	\$ –
Dividends received, net of withholding taxes	\$ 4 095	\$ 2 106

Cash consists of cash and futures contracts margin receivable/payable, as applicable.



Statements of Changes in NAV (in \$000s)

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series O		Total	
	2014	2013	2014	2013	2014	2013
NAV AT BEGINNING OF PERIOD	\$ 5 490	\$ 4 562	\$ 190 309	\$ 93 995	\$ 195 799	\$ 98 557
INCREASE (DECREASE) IN NAV	668	1 561	28 361	41 057	29 029	42 618
Early redemption fees	–	–	–	–	–	–
Proceeds from redeemable units issued	417	615	58 424	69 384	58 841	69 999
Reinvestments of distributions to holders of redeemable units	3	2	621	283	624	285
Redemption of redeemable units	(737)	(1 229)	(27 024)	(12 600)	(27 761)	(13 829)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	(317)	(612)	32 021	57 067	31 704	56 455
Distributions from net income	(35)	(21)	(3 753)	(1 810)	(3 788)	(1 831)
Distributions from net gains	–	–	–	–	–	–
Distributions from capital	–	–	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(35)	(21)	(3 753)	(1 810)	(3 788)	(1 831)
NET INCREASE (DECREASE) IN NAV	316	928	56 629	96 314	56 945	97 242
NAV AT END OF PERIOD	\$ 5 806	\$ 5 490	\$ 246 938	\$ 190 309	\$ 252 744	\$ 195 799

The accompanying notes are an integral part of these financial statements.



December 31, 2014

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide long-term growth primarily through capital appreciation by investing in a portfolio of common stocks, American Depository Receipts (“ADRs”) and equivalent securities of companies domiciled in the U.S. and the developed countries of Europe, Australasia and the Far East (“EAFE”).

Financial instrument risk and capital management (see note 4 in the generic notes)

Concentration risk (%)

The table below summarizes the Fund’s investment portfolio (after consideration of derivative products, if any) as at:

	December 31 2014	December 31 2013	January 1 2013
Investment mix			
United States	48.9	49.4	45.2
Japan	8.1	9.5	8.2
United Kingdom	6.7	8.1	9.5
Switzerland	6.1	7.5	4.9
Other Countries	5.9	4.0	6.2
France	5.7	6.3	7.2
Netherlands	3.8	1.9	–
Germany	3.2	2.7	3.7
Hong Kong	2.2	1.3	3.4
Denmark	2.0	1.9	–
South Korea	–	1.8	1.9
Canada	–	–	2.8
Cash/Other	7.4	5.6	7.0

Currency risk (% of net assets)

The table below summarizes the Fund’s net exposure (after hedging, if any) to currency risk as at:

Currency	December 31 2014	December 31 2013	January 1 2013
United States dollar	53.0	54.1	52.6
Euro	12.9	11.3	12.1
Japanese yen	8.1	9.5	8.2
Swiss franc	6.1	7.5	4.9
Pound sterling	4.6	5.2	6.2
Hong Kong dollar	2.2	1.3	3.4
Danish krone	2.0	1.9	1.1
Swedish krona	1.4	1.5	0.7
Singapore dollar	1.1	1.1	1.2
Total	91.4	93.4	90.4

As at December 31, 2014, if the Canadian dollar had strengthened or weakened by 1% in relation to the above currencies, with all other factors kept constant, the Fund’s net assets may have decreased or increased, respectively, by

approximately 0.9% (December 31, 2013 – 0.9%, January 1, 2013 – 0.9%). In practice, actual results could differ from this sensitivity analysis and the difference could be material.

Other price risk (% impact on net assets)

The table below shows the impact of a 1% change in the broad-based index (noted below) on the Fund’s net assets, using a 36-month historical correlation of data of the Fund’s return and the index, with all other factors kept constant, as at:

	December 31 2014	December 31 2013	January 1 2013
MSCI World Total Return Net Index (CAD)	+ or - 1.0	+ or - 0.9	+ or - 0.9

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and the difference could be material.

Fair value hierarchy (\$000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2014, December 31, 2013 and January 1, 2013.

December 31, 2014	Level 1	Level 2	Level 3	Total
Equities	136 934	97 124	–	234 058
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	136 934	97 124	–	234 058
% of total portfolio	58.5	41.5	–	100.0

December 31, 2013	Level 1	Level 2	Level 3	Total
Equities	102 253	82 527	–	184 780
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	102 253	82 527	–	184 780
% of total portfolio	55.3	44.7	–	100.0

Please see the generic notes at the back of the financial statements.



December 31, 2014

January 1, 2013	Level 1	Level 2	Level 3	Total
Equities	52 684	38 975	–	91 659
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	–	–	–
Short-term investments	–	–	–	–
Derivatives – assets	–	–	–	–
Derivatives – liabilities	–	–	–	–
Total financial instruments	52 684	38 975	–	91 659
% of total portfolio	57.5	42.5	–	100.0

For the periods ended December 31, 2014, December 31, 2013 and January 1, 2013, there were no transfers of financial instruments between Level 1 or Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

No management fees are payable by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM. The management fee, before GST/HST, of the daily net asset value of the series is:

Series F	1.00%
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Operating expenses (see note 7 in the generic notes)

Administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund.

Series F	0.15%
Series O	0.15%

Taxes (\$000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2014 for the Fund were approximately:

Capital losses	4 476
Non-capital losses	–

Unitholders' equity (000s)

The unitholders' equity of the Fund includes amounts representing units, undistributed net income (loss), realized gain (loss) on investments and unrealized gain (loss) on investments. There is no limitation on the number of units available for issue. Units are purchased and redeemed at the NAV per unit.

For the periods ended December 31
(see note 2 in the generic notes)

	2014	2013
Series F		
Opening units	33	36
Issued number of units	2	5
Reinvested number of units	–	–
Redeemed number of units	(4)	(8)
Ending number of units	31	33
Series O		
Opening units	1 132	743
Issued number of units	332	472
Reinvested number of units	3	2
Redeemed number of units	(154)	(85)
Ending number of units	1 313	1 132

Transaction costs (\$000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2014		December 31 2013	
	\$	%	\$	%
Total transaction costs	110	100	120	100
Related-party brokerage commissions*	2	2	1	1
Commission arrangements [†]	–	–	–	–

* See note 7 in the generic notes.

[†] Commission arrangements are part of commission amounts paid to dealers. The Fund uses commission arrangements (formerly known as "soft dollars") for research and/or order execution goods and services.

**Securities lending revenue (\$000s)
(see note 6 in the generic notes)**

Fair value of securities on loan and collateral received as at:

	December 31 2014	December 31 2013
Fair value of securities loaned	29 914	10 495
Fair value of collateral received	30 512	10 705



December 31, 2014

Transition to IFRS (\$000s) (see note 8 in the generic notes)

Reconciliation of net assets and comprehensive income as previously reported under Canadian GAAP to IFRS:

	December 31 2013	January 1 2013
Net assets		
Net assets as reported under Canadian GAAP	195 787	98 544
Revaluation of investments at FVTPL	12	13
Net assets attributable to holders of redeemable units	195 799	98 557
	December 31 2013	
Comprehensive income		
Comprehensive income as reported under Canadian GAAP		42 619
Revaluation of investments at FVTPL (see note 3 and note 8 in the generic notes)		(1)
Increase (decrease) in net assets attributable to holders of redeemable units		42 618

Please see the generic notes at the back of the financial statements.



1. The Funds

The RBC Funds and RBC Private Pools (“Fund” or “Funds”) are open-ended mutual fund trusts governed by the laws of the Province of Ontario and governed by a Master Declaration of Trust. RBC GAM is the manager, trustee and portfolio advisor of the Funds and its head office is located at 155 Wellington Street West, 22nd Floor, Toronto, Ontario. These financial statements were approved for issuance by the Board of Directors of RBC GAM on March 5, 2015.

The Funds may issue an unlimited number of units in some or all of Series A, Advisor Series, Series T5, Series T8, Series H, Series D, Series F, Series I, Series O and Series T.

Series A units have no sales charges and are available to all investors.

Advisor Series units are available to all investors with an initial sales charge, deferred sales charge or low-load sales charge option. Under the initial sales charge option, investors pay a sales commission ranging from 0% to 5% of the amount invested. Under the deferred sales charge or low-load sales charge option, investors do not pay a commission.

Series T5 and T8 units have no sales charges and are available to all investors.

Series H units have no sales charges, have lower fees than Series A units and are only available to investors who invest and maintain the required minimum balance.

Series D units have no sales charges and have lower fees than Series A units. Series D units are available to investors who have accounts with RBC Direct Investing Inc., Phillips, Hager & North Investment Funds Ltd. or other discount brokers.

Series F units have no sales charges and have lower fees than Series A units. Series F units are only available to investors who have accounts with dealers who have signed a fee-based agreement with RBC GAM.

Series I units have no sales charges, have lower fees than Series F units and are only available to investors who invest and maintain the required minimum balance and who have accounts with dealers who have signed a fee-based agreement with RBC GAM.

Series O and Series T units have no management fees. Unitholders of Series O and Series T units pay a negotiated fee directly to RBC GAM for investment-counselling services.

2. Financial year/period

The information provided in these financial statements and notes thereto is for the 12-month periods ended December 31, 2014, December 31, 2013 and January 1, 2013. In the year a Fund or series is established, “period” represents the period from inception to December 31 of that fiscal year.

3. Summary of significant accounting policies

These financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”), which include estimates and assumptions made by management that may affect the reported amounts of assets (primarily valuation of investments), liabilities, income and expenses during the reported periods. Actual results may differ from estimates. The significant accounting policies of the Funds, which are investment entities, are as follows:

Fair Value Option Financial instruments are designated as fair value through profit and loss (“FVTPL”) on their initial recognition (the fair value option). Derivative financial instruments are held for trading (“HFT”) and are required to be classified as FVTPL by nature. Other non-derivative financial instruments can be designated as FVTPL if they have a reliably measurable fair value and satisfy some criteria such as (i) it eliminates or significantly reduces an accounting mismatch and (ii) it is part of a portfolio that is managed and its performance is evaluated on a fair value basis. Management’s judgment is that all non-derivative financial instruments are designated as FVTPL since all Funds satisfy the above criteria. The Funds’ financial assets and liabilities are not offset and the gross amounts are reported in the Statements of Financial Position, even if there is a legally enforceable right to offset the recognized amounts. The Funds may enter into various master netting or similar agreements with counterparties.

Redeemable units are measured at their respective redemption values. All other assets and liabilities are measured at amortized cost.

Determination of Fair Value The fair value of a financial instrument is the amount at which the financial instrument could be exchanged in an arm’s-length transaction between knowledgeable and willing parties under no compulsion to act. In determining fair value, a three-tier hierarchy based on inputs is used to value the Funds’ financial instruments. The hierarchy of inputs is summarized below:



December 31, 2014

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices), including broker quotes, vendor prices and vendor fair value factors; and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Changes in valuation methods may result in transfers into or out of an investment's assigned level.

The three-tier hierarchy of investments and derivatives is included in "Notes to Financial Statements – Fund Specific Information."

Investments are recorded at fair value, which is determined as follows:

Equities – Common shares, preferred shares and exchange-traded funds are valued at the closing price recorded by the security exchange on which the security is principally traded.

Fixed-Income and Debt Securities – Bonds, mortgage-backed securities, loans and debentures are valued at the closing price quoted by major dealers or independent pricing vendors in such securities.

NHA-approved mortgages are valued at a principal amount, which produces a yield equivalent to the prevailing rate of return on mortgages of similar type and term.

Short-Term Investments – Short-term investments are valued at fair value, which is approximated at cost plus accrued interest.

Options – Listed options are valued at the closing price on the recognized exchange on which the option is traded. The premium received for written options is recorded as a credit in the Schedule of Investment Portfolio and adjusted daily to the fair value of the written option.

Forward Contracts – Forward contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. Any gain or loss at the close of business on each valuation date is recorded in the Statements of Comprehensive Income. The receivable/payable on forward contracts is recorded separately in the Statements of Financial Position. Realized gain (loss) on foreign exchange contracts is included in "Net gain (loss) on foreign currencies and other net assets" in the Statements of Comprehensive Income.

Futures Contracts – Futures contracts entered into by the Funds are financial agreements to purchase or sell a financial instrument at a contracted price on a specified future date. However, the Funds do not intend to purchase or sell the financial instrument on the settlement date; rather, they intend to close out each futures contract before settlement by entering into equal, but offsetting, futures contracts. Futures contracts are valued at the gain or loss that would arise as a result of closing the position at the valuation date. Any gain or loss at the close of business on each valuation date is recorded as "Net gain (loss) from futures contracts" in the Statements of Comprehensive Income. The receivable/payable on futures contracts is recorded separately in the Statements of Financial Position.

Mutual Fund Unit Valuation – Units of Funds are valued at their respective net asset value per unit from fund companies on the relevant valuation dates.

Fair Valuation of Investments (including unlisted securities) – If the valuation methods described above are not appropriate, RBC GAM will estimate the fair value of an investment using established fair valuation procedures, such as consideration of public information, broker quotes, valuation models, fundamental analysis, matrix pricing, discounts from market prices of similar securities or discounts applied due to restrictions on the disposition of securities, and external fair value service providers.

Procedures are in place to determine the fair value of foreign securities traded in countries outside North America daily, to avoid stale prices and to take into account, among other things, any significant events occurring after the close of a foreign market. This fair valuation process takes into account the last quoted price of the security and adjusts the price based on inputs such as related indices, changes in foreign markets and American Depository Receipts ("ADR") prices. These securities are classified as Level 2.

Foreign Exchange The value of investments and other assets and liabilities in foreign currencies is translated into Canadian dollars (U.S. dollars in the case of the RBC \$U.S. Money Market Fund, RBC Premium \$U.S. Money Market Fund, RBC \$U.S. Investment Grade Corporate Bond Fund, RBC \$U.S. High Yield Bond Fund, BlueBay Emerging Markets Corporate Bond Fund and RBC U.S. Monthly Income Fund) at the rate of exchange on each valuation date. Purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of



December 31, 2014

such transactions. Realized foreign exchange gains/losses are included in “Net gain (loss) on foreign currencies and other net assets” in the Statements of Comprehensive Income.

Functional Currency The Funds, with the exceptions below, have their subscriptions, redemptions and performance denominated in Canadian dollars and, consequently, the Canadian dollar is the functional currency for the Funds.

RBC \$U.S. Money Market Fund, RBC Premium \$U.S. Money Market Fund, RBC \$U.S. Investment Grade Corporate Bond Fund, RBC \$U.S. High Yield Bond Fund, BlueBay Emerging Markets Corporate Bond Fund and RBC U.S. Monthly Income Fund have their subscriptions, redemptions and performance denominated in U.S. dollars and, consequently, the U.S. dollar is the functional currency for these Funds.

Valuation of Series A different net asset value is calculated for each series of units of a Fund. The net asset value of a particular series of units is computed by calculating the value of the series’ proportionate share of the assets and liabilities of the Fund common to all series less the liabilities of the Fund attributable only to that series. Expenses directly attributable to a series are charged to that series. Other expenses are allocated proportionately to each series based upon the relative net asset value of each series. Expenses are accrued daily.

Investment Transactions Investment transactions are accounted for as of the trade date. Transaction costs, such as brokerage commissions, incurred by the Funds are recorded in the Statements of Comprehensive Income for the period. The unrealized gain and loss on investments is the difference between fair value and average cost for the period. The basis of determining the cost of portfolio assets, and realized and unrealized gains and losses on investments, is average cost which does not include amortization of premiums or discounts on fixed income and debt securities with the exception of zero coupon bonds.

Income Recognition Dividend income is recognized on the ex-dividend date and interest for distribution purposes is coupon interest recognized on an accrual basis and/or imputed interest on zero coupon bonds. “Other income (loss)” includes income from income trusts. Distributions received from income trusts are recognized based on the nature of the underlying components, such as income, capital gains and return of capital. “Other income received from underlying funds” includes income earned by a Fund from investments in underlying funds.

Increase (Decrease) in NAV per Redeemable Unit Increase (decrease) in NAV per redeemable unit in the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units by series, divided by the average units outstanding per series during the period.

Early Redemption Fees Early redemption fees (short-term trading fees) are paid directly to a Fund and are designed to deter excessive trading and its associated costs. With the exception of money market funds, a Fund may apply a fee of 2% of the current value of units if the unitholder redeems or switches out units within seven days of purchasing or previously switching into a Fund. These amounts are included in the Statements of Changes in NAV.

Foreign Currencies The following is a list of abbreviations used in the Schedule of Investment Portfolio:

AUD – Australian Dollar	KRW – South Korean Won
BRL – Brazilian Real	MXN – Mexican Peso
CAD – Canadian Dollar	MYR – Malaysian Ringgit
CHF – Swiss Franc	NOK – Norwegian Krone
CLP – Chilean Peso	NZD – New Zealand Dollar
CNH/CNY – Chinese Renminbi	PEN – Peruvian Nuevo Sol
COP – Colombian Peso	PHP – Philippine Peso
CZK – Czech Koruna	PLN – Polish Zloty
DKK – Danish Krone	RON – Romanian Leu
EUR – Euro	RUB – Russian Rouble
GBP – Pound Sterling	SEK – Swedish Krona
HKD – Hong Kong Dollar	SGD – Singapore Dollar
HUF – Hungarian Forint	THB – Thailand Baht
IDR – Indonesian Rupiah	TRY – Turkish New Lira
ILS – Israeli New Shekel	TWD – New Taiwan Dollar
INR – Indian Rupee	USD – United States Dollar
JPY – Japanese Yen	ZAR – South African Rand

4. Financial instrument risk and capital management

RBC GAM is responsible for managing each Fund’s capital, which is its net assets and consists primarily of its financial instruments.

A Fund’s investment activities expose it to a variety of financial risks. RBC GAM seeks to minimize potential adverse effects of these risks on a Fund’s performance by employing professional, experienced portfolio advisors, daily monitoring of the Fund’s holdings and market events, diversifying its investment portfolio within the constraints of its investment objectives, and, in some cases, periodically hedging certain risk exposures through the use of derivatives. To assist in managing risks, RBC GAM also uses internal guidelines, maintains a governance structure that oversees



each Fund's investment activities and monitors compliance with the Fund's investment strategies, internal guidelines and securities regulations.

Financial instrument risk, as applicable to a Fund, is disclosed in its Notes to Financial Statements – Fund Specific Information.

Liquidity risk

Liquidity risk is the possibility that investments in a Fund cannot be readily converted into cash when required. A Fund is exposed to daily cash redemptions of redeemable units. Liquidity risk is managed by investing the majority of a Fund's assets in investments that are traded in an active market and that can be readily disposed. In accordance with securities regulations, a Fund must maintain at least 90% of its assets in liquid investments. In addition, a Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity, and has the ability to borrow up to 5% of its net assets for the purpose of funding redemptions. All non-derivative financial liabilities, other than redeemable units, are due within 90 days.

Credit risk

Credit risk is the risk that a loss could arise from a security issuer or counterparty not being able to meet its financial obligations. The carrying amount of investments and other assets represents the maximum credit risk exposure as disclosed in a Fund's Statements of Financial Position. The fair value of fixed-income and debt securities includes a consideration of the credit worthiness of the debt issuer. Credit risk exposure to over-the-counter derivative instruments is based on a Fund's unrealized gain on the contractual obligations with the counterparty. Credit risk exposure is mitigated for those Funds participating in a securities lending program (see note 6). RBC GAM monitors each Fund's credit exposure and counterparty ratings daily.

Concentration risk

Concentration risk arises as a result of net financial instrument exposures to the same category such as, geographical region, asset type, industry sector or market segment. Financial instruments in the same category have similar characteristics and may be affected similarly by changes in economic or other conditions.

Interest rate risk

Interest rate risk is the risk that the fair value of a Fund's interest-bearing investments will fluctuate due to changes in market interest rates. The value of fixed-income and debt securities, such as bonds, debentures, mortgages, or other income-producing securities, is affected by interest rates. Generally, the value of these securities increases if interest rates fall and decreases if interest rates rise.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the functional currency of a Fund, will fluctuate due to changes in foreign exchange rates. The value of investments denominated in a currency other than Canadian dollars is affected by changes in the value of the Canadian dollar or a Fund's functional currency, in relation to the value of the currency in which the investment is denominated. When the value of the Canadian dollar falls in relation to foreign currencies, then the value of foreign investments rises. When the value of the Canadian dollar rises, the value of foreign investments falls.

Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.

5. Taxes

The Funds qualify as open-ended mutual fund trusts or unit trusts under the *Income Tax Act* (Canada). In general, the Funds are subject to income tax, however, no income tax is payable on net income and/or net realized capital gains which are distributed to unitholders. In addition, for mutual fund trusts, income taxes payable on net realized capital gains are refundable on a formula basis when units of the Funds are redeemed.

Capital losses are available to be carried forward indefinitely and applied against future capital gains. Non-capital losses may be carried forward to reduce future taxable income for up to 10 years, with the exception of non-capital losses realized in 2006 and later years, which may be carried forward up to 20 years.



6. Securities lending revenue

Certain of the Funds lend portfolio securities from time to time in order to earn additional income. Income from securities lending is included in the Statements of Comprehensive Income of a Fund. Each such Fund will have entered into a securities lending program with its custodian, RBC Investor Services Trust ("RBC IS"). The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the assets of a Fund. The Fund receives collateral, with an approved credit rating of at least A, of at least 102% of the value of securities on loan. The Fund is indemnified by RBC IS for any collateral credit or market loss. As such, the credit risk associated with securities lending is considered minimal.

7. Administrative and other related-party transactions

Manager, Trustee and Portfolio Advisor

RBC GAM is an indirect wholly owned subsidiary of Royal Bank of Canada ("Royal Bank").

RBC GAM is the manager, trustee and portfolio advisor of the Funds. RBC GAM is responsible for the Funds' day-to-day operations, holds title to the Funds' property on behalf of its unitholders, provides investment advice and portfolio management services to the Funds and appoints distributors for the Funds. RBC GAM is paid a management fee by the Funds as compensation for its services. No management fees are paid by the Funds with respect to Series O and Series T units. Unitholders of Series O and Series T units pay a negotiated fee directly to RBC GAM for investment counselling services.

The Funds pay a fixed administration fee to RBC GAM. RBC GAM in turn pays certain operating expenses of the Funds. These expenses include regulatory filing fees and other day-to-day operating expenses including, but not limited to, recordkeeping, accounting and fund valuation costs, custody fees, audit and legal fees and the costs of preparing and distributing annual and semi-annual reports, prospectuses, statements and investor communications.

Notwithstanding the fixed administration fee, the Funds also pay certain operating expenses directly, including the costs related to the Board of Governors ("BoG") of the Funds and the cost of any new government or regulatory requirements introduced and any borrowing costs (collectively, *other fund costs*), and taxes (including, but not limited to, GST/HST). Other fund costs will be allocated among each series of units of a Fund in accordance with the services used. RBC GAM may, in some years and in certain cases, absorb a portion of

operating expenses. The decision to absorb the operating expenses is reviewed annually and determined at the discretion of RBC GAM, without notice to unitholders.

Certain Funds may invest in units of other Funds managed by RBC GAM or its affiliates ("underlying mutual funds"). The Fund's ownership interest in underlying mutual funds is disclosed in the Fund Specific Information.

Affiliates of RBC GAM that provide services to the Funds in the course of their normal businesses are discussed below.

Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and Phillips, Hager & North Investment Funds Ltd. are principal distributors of, or distribute certain series of units of, the Funds. Dealers receive an ongoing commission based on the total value of their clients' Series A, Advisor Series, Series T5, Series T8, Series H and Series D units.

Custodian

RBC IS is the custodian and holds the assets of the Funds.

Registrars

Royal Bank, RBC IS and RBC GAM are the registrars of the Funds and keep records of who owns the units of the Funds. The registrars also process orders and issue account statements.

Brokerage

The Funds have established standard brokerage agreements at market rates with related-party brokerages.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Funds relied on the standing instructions from the BoG in its capacity as the Independent Review Committee with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and



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Inter-Fund Trading

(d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM

advise the BoG of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Funds, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Funds. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.

8. Transition to IFRS

The effect of the Funds' transition to IFRS from Canadian generally accepted accounting principles ("GAAP") is summarized as follows:

Statements of cash flows – All Funds are required under IFRS to provide cash flow statements. Under Canadian GAAP most Funds were exempt from this requirement.

Revaluation of investments as FVTPL – Under Canadian GAAP, the fair value of investments was generally required to use bid prices for long positions and ask prices for short positions. Under IFRS, the fair value of investments is generally measured using closing prices – that is, in the same manner in which the daily net asset value per unit is measured for unitholder transaction purposes. As a result, upon adoption of IFRS, adjustments were recognized at January 1, 2013 and December 31, 2013.

All financial assets and financial liabilities were classified as FVTPL upon transition to IFRS. Previously financial assets and financial liabilities were carried at fair value under Canadian GAAP.

Reconciliation of net assets and comprehensive income previously reported under Canadian GAAP to IFRS are disclosed in the Fund Specific Information.

Classification of redeemable units of the Fund – Management has determined that the Funds' units do not meet all the criteria in IAS 32, Financial Instruments Presentation to be classified as equity and, therefore, by exception to those criteria, have been reclassified as financial liabilities upon transition to IFRS. Under Canadian GAAP the units were accounted for as equity.

Investment entity – Management has determined that the Funds meet the definition of "investment entity" and as a result, investments in other mutual funds managed by RBC GAM are measured at FVTPL. An investment entity is an entity that: obtains funds from one or more investors for the purpose of providing them with investment management services; commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measures and evaluates the performance of substantially all of its investments on a fair value basis. The most significant judgment that has been made in determining that the Funds meet this definition is that fair value is used as the primary measurement attribute to measure and evaluate the performance of substantially all of their investments.

9. Future accounting changes

The following IFRS standard has been issued, but is not yet in effect:

IFRS 9 – Financial Instruments. IFRS 9 replaces parts of IAS 39 related to the classification and measurement of financial assets and liabilities.

The new standard is not expected to have a significant impact on the Funds.



December 31, 2014

The Board of Governors of the RBC Funds and the RBC Private Pools was established in 1994 specifically to provide advice to the fund manager regarding conflicts of interest in mutual fund management. The Board's role was extended to include the RBC Private Pools in 2005.

On December 1, 2006, the Board of Governors and RBC Global Asset Management Inc. completed the regulatory requirements necessary to allow the RBC Funds and the RBC Private Pools to be the first to take full advantage of the benefits of independent fund governance provided by National Instrument 81-107. Building on its long history of leadership in fund governance, RBC Global Asset Management Inc. established the Board of Governors as the independent review committee of the RBC Funds and the RBC Private Pools. All of the members of the Board of Governors are independent of RBC Global Asset Management Inc. and RBC Financial Group.

In its capacity as the independent review committee, the Board of Governors provides input on conflict of interest matters in respect of RBC Global Asset Management Inc., the RBC Funds and the RBC Private Pools. At least once per year, the Board of Governors reviews and assesses the adequacy and effectiveness of the fund manager's policies and procedures relating to conflict of interest matters.

The Board of Governors is responsible for reviewing and assessing the independence of its members, the compensation of its members, and the effectiveness of the Board of Governors, its subcommittees and its members.

Effective July 1, 2015, the Board of Governors will be referred to as the Independent Review Committee ("IRC") and will no longer be using a subcommittee structure. The IRC will continue to review advisory matters relating to conflicts of interest. This change in structure will have no impact on its ability to effectively fulfill all IRC responsibilities.

The annual report of the Board of Governors describing its activities as the independent review committee of the RBC Funds and the RBC Private Pools is available under Mutual Fund Governance at www.rbcgam.com/investorinfo and on SEDAR at www.sedar.com.

If you have any questions or comments about the Board of Governors or its subcommittees, please let us know by contacting Melanie Adams, Secretary to the Board of Governors, at the address below.

Lloyd R. McGinnis, OC, PEng
Chair of the Board of Governors

Board of Governors
Attention: Melanie Adams
RBC Global Asset Management Inc.
P.O. Box 7500, Station A
Toronto, Ontario M5W 1P9

Board of Governors

Lloyd R. McGinnis
Chair of the Board of Governors
Director
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Winnipeg Airports Authority

Michael G. Thorley^{1,4}
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Retired Lawyer
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Paul K. Bates⁶
Academic and Former Investment
Industry Executive
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Financial Consultant
Mississauga, Ontario

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Joseph P. Shannon⁶
President
Atlantic Corporation
Port Hawkesbury, Nova Scotia

James W. Yuel⁶
Chair
PIC Investment Group Inc.
Saskatoon, Saskatchewan

- ¹ Member of the Financial Advisory Committee
- ² Chair of the Financial Advisory Committee
- ³ Member of the Investment Conflicts Committee
- ⁴ Chair of the Investment Conflicts Committee
- ⁵ Chair of the Governance Committee
- ⁶ Member of the Governance Committee



If you have questions regarding RBC Funds and/or RBC Private Pools, you can contact us using the following options:

By Phone

Investors: **1-800-463-FUND (3863)**
Dealers: **1-800-662-0652**

On the Internet

Visit our website at: **www.rbcgam.com/funds**
Email us at: **funds.investments@rbc.com**

By Mail

Head office:

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155 Wellington Street West
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Toronto, Ontario
M5V 3K7**

For general mutual fund enquiries, write to:

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