RBC Global
Asset Management

RBC FUNDS AND RBC PRIVATE POOLS

2015 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.

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

Damon G. Williams, FSA, FCIA, CFA
Chief Executive Officer
RBC Global Asset Management Inc.

March 4, 2016

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
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RBC Premium Money Market Fund
RBC $U.S. Money Market Fund
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RBC Private Overseas Equity Pool
RBC Private World Equity Pool

(collectively referred to as the "Funds")

We have audited the accompanying financial statements of each of the Funds, which comprise the statements of financial position as at December 31, 2015 and December 31, 2014, 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, 2015 and December 31, 2014, and their financial performance, 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, Licensed Public Accountants

March 4, 2016
Toronto, Ontario

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN T-BILL FUND

December 31, 2015

Par Value (000s)	Security	Fair Value	% of Net Assets
PROVINCIAL OBLIGATIONS*			
57 500	Province of Alberta	$ 57 279	
29 000	Province of British Columbia	28 932	
35 000	Province of Manitoba	35 209	
73 000	Province of New Brunswick	74 065	
15 000	Province of Newfoundland and Labrador	14 981	
22 850	Province of Ontario	22 826	
80 000	Province of Quebec	79 811	
78 970	Province of Saskatchewan	78 906	
		392 009	**98.5**
TERM DEPOSITS†			
6 454	Canadian Imperial Bank of Commerce	6 454	
		6 454	**1.6**
TOTAL INVESTMENTS		398 463	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		(263)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		$ 398 200	**100.0**

* Investments, which are grouped by issuer, earn interest at rates ranging from 0.50% to 1.18% and mature between January 4, 2016 and July 27, 2016.

† Term deposits earn interest at a rate of 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 398 463**	$ 453 917
Cash	**1**	–
Subscriptions receivable	**167**	336
Dividends receivable, interest accrued and other assets	**885**	926
TOTAL ASSETS	**399 516**	455 179
LIABILITIES		
Redemptions payable	**1 128**	683
Distributions payable	**38**	147
Accounts payable and accrued expenses	**150**	226
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 316**	1 056
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 398 200**	$ 454 123
Investments at cost	**$ 398 463**	$ 453 917
NAV		
SERIES A	**$ 342 970**	$ 395 252
SERIES D	**$ 55 230**	$ 58 871
NAV PER UNIT		
SERIES A	**$ 10.00**	$ 10.00
SERIES D	**$ 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)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 3 241**	$ 5 029
Securities lending revenue (see note 6 in the generic notes)	**14**	31
TOTAL INCOME (LOSS)	**3 255**	5 060
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 628**	1 997
Administration fees	**397**	460
Independent Review Committee costs	**3**	3
GST/HST	**190**	234
TOTAL EXPENSES	**2 218**	2 694
INCREASE (DECREASE) IN NAV	**$ 1 037**	$ 2 366
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 898**	$ 2 060
SERIES D	**$ 139**	$ 306
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.03**	$ 0.05
SERIES D	**$ 0.03**	$ 0.05

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 1 037**	$ 2 366
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**–**	–
(Increase) decrease in accrued receivables	**41**	89
Increase (decrease) in accrued payables	**(76)**	(30)
Cost of investments purchased	**(3 906 540)**	(4 380 104)
Proceeds on sales of investments	**3 961 994**	4 469 517
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**56 456**	91 838
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**116 919**	140 091
Cash paid on redemption of redeemable units	**(173 237)**	(231 829)
Distributions paid to holders of redeemable units	**(137)**	(100)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (56 455)**	$ (91 838)
Net increase (decrease) in cash for the period	**1**	–
Cash (bank overdraft), beginning of period	**–**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ –
Interest received (paid)	**$ 3 282**	$ 5 118
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 395 252**	$ 475 213	**$ 58 871**	$ 68 099	**$ 454 123**	$ 543 312
INCREASE (DECREASE) IN NAV	**898**	2 060	**139**	306	**1 037**	2 366
Proceeds from redeemable units issued	**100 722**	115 759	**16 028**	24 346	**116 750**	140 105
Reinvestments of distributions to holders of redeemable units	**872**	1 996	**137**	304	**1 009**	2 300
Redemption of redeemable units	**(153 876)**	(197 716)	**(19 806)**	(33 878)	**(173 682)**	(231 594)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(52 282)**	(79 961)	**(3 641)**	(9 228)	**(55 923)**	(89 189)
Distributions from net income	**(898)**	(2 060)	**(139)**	(306)	**(1 037)**	(2 366)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(898)**	(2 060)	**(139)**	(306)	**(1 037)**	(2 366)
NET INCREASE (DECREASE) IN NAV	**(52 282)**	(79 961)	**(3 641)**	(9 228)	**(55 923)**	(89 189)
NAV AT END OF PERIOD	**$ 342 970**	$ 395 252	**$ 55 230**	$ 58 871	**$ 398 200**	$ 454 123

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

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 2015**	December 31 2014
R-1 (H)	**43.1**	53.6
R-1 (M)	**53.1**	46.4
R-1 (L)	**3.8**	–
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 2015**	December 31 2014
Provincial Obligations	**98.5**	76.2
Term Deposits	**1.6**	0.1
Federal Obligations	**–**	23.7
Cash/Other	**(0.1)**	–
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**37.4**	38.9
1 – 3 months	**29.8**	37.6
4 – 6 months	**21.4**	11.1
7 – 12 months	**11.4**	12.4
Total	**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 ($000s except % amounts)
(see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**398 463**	**–**	**398 463**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**398 463**	**–**	**398 463**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 0.75%
Series D	up to 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%
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, 2015.

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)	**2015**	2014
Series A		
Opening units	**39 525**	47 521
Issued number of units	**10 073**	11 576
Reinvested number of units	**87**	200
Redeemed number of units	**(15 388)**	(19 772)
Ending number of units	**34 297**	39 525
Series D		
Opening units	**5 887**	6 810
Issued number of units	**1 603**	2 435
Reinvested number of units	**14**	30
Redeemed number of units	**(1 981)**	(3 388)
Ending number of units	**5 523**	5 887

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**3 861**	67 986
Fair value of collateral received	**3 938**	69 346

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN MONEY MARKET FUND

December 31, 2015

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
99 740	Bank of Montreal	$ 99 996	
56 790	Bank of Nova Scotia	57 277	
133 880	Canadian Imperial Bank of Commerce	133 682	
76 040	HSBC Bank Canada	75 931	
76 720	National Bank of Canada	76 938	
157 090	Toronto-Dominion Bank	157 187	
		601 011	**34.7**
COMMERCIAL PAPER			
82 290	Banner Trust	82 020	
70 250	Bay Street Funding Trust - Class A	70 041	
71 330	Canadian Master Trust - Series A	71 043	
50 800	Clarity Trust	50 721	
17 060	Enbridge Gas Distribution Inc.	17 039	
25 671	Enbridge Pipelines Inc.	25 647	
56 640	Fusion Trust	56 475	
41 700	Honda Canada Finance Inc.	41 642	
23 250	Husky Energy Inc.	23 212	
49 270	Inter Pipeline Ltd.	49 225	
62 800	King Street Funding Trust	62 473	
79 780	Merit Trust - Senior Notes	79 501	
75 230	Prime Trust - Senior Notes	75 043	
37 390	Ridge Trust	37 201	
70 340	SAFE Trust - Series 1996-1	70 239	
73 870	SOUND Trust	73 729	
83 400	SURE Trust	83 182	
76 860	Zeus Receivables Trust - Senior Notes	76 664	
		1 045 097	**60.3**
PROVINCIAL OBLIGATIONS			
13 700	Province of British Columbia	13 679	
960	Province of New Brunswick	959	
5 000	Province of Nova Scotia	4 993	
26 590	Province of Ontario	26 557	
30 060	Province of Quebec	30 027	
9 680	Province of Saskatchewan	9 674	
		85 889	**4.9**
TOTAL INVESTMENTS		1 731 997	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		1 474	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		$ 1 733 471	**100.0**

Investments, which are grouped by issuer, earn interest at rates ranging from 0.54% to 1.47% and mature between January 4, 2016 and September 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 731 997**	$ 1 723 625
Cash	**63**	20
Subscriptions receivable	**2 739**	5 449
Dividends receivable, interest accrued and other assets	**1 984**	3 275
TOTAL ASSETS	**1 736 783**	1 732 369
LIABILITIES		
Redemptions payable	**2 242**	4 061
Distributions payable	**268**	657
Accounts payable and accrued expenses	**802**	800
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**3 312**	5 518
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 733 471**	$ 1 726 851
Investments at cost	**$ 1 731 997**	$ 1 723 625
NAV		
SERIES A	**$ 1 352 347**	$ 1 236 246
ADVISOR SERIES	**$ 13 191**	$ 13 881
SERIES D	**$ 173 834**	$ 179 277
SERIES F	**$ 8 769**	$ 12 965
SERIES O	**$ 185 330**	$ 284 482
NAV PER UNIT		
SERIES A	**$ 10.00**	$ 10.00
ADVISOR SERIES	**$ 10.00**	$ 10.00
SERIES D	**$ 10.00**	$ 10.00
SERIES F	**$ 10.00**	$ 10.00
SERIES O	**$ 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)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 17 642**	$ 23 782
Securities lending revenue (see note 6 in the generic notes)	**1**	1
TOTAL INCOME (LOSS)	**17 643**	23 783
EXPENSES (see notes – Fund Specific Information)		
Management fees	**7 208**	7 099
Administration fees	**1 528**	1 526
Independent Review Committee costs	**3**	3
GST/HST	**878**	872
TOTAL EXPENSES	**9 617**	9 500
INCREASE (DECREASE) IN NAV	**$ 8 026**	$ 14 283
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 5 105**	$ 8 228
ADVISOR SERIES	**$ 45**	$ 76
SERIES D	**$ 661**	$ 1 146
SERIES F	**$ 47**	$ 103
SERIES O	**$ 2 168**	$ 4 730
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.04**	$ 0.06
ADVISOR SERIES	**$ 0.04**	$ 0.06
SERIES D	**$ 0.04**	$ 0.06
SERIES F	**$ 0.04**	$ 0.06
SERIES O	**$ 0.10**	$ 0.12

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 8 026**	$ 14 283
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**–**	–
(Increase) decrease in accrued receivables	**1 291**	2 130
Increase (decrease) in accrued payables	**2**	(85)
Cost of investments purchased	**(9 279 922)**	(11 444 169)
Proceeds on sales of investments	**9 271 550**	11 857 606
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**947**	429 765
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 341 523**	929 463
Cash paid on redemption of redeemable units	**(1 341 528)**	(1 358 530)
Distributions paid to holders of redeemable units	**(899)**	(719)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (904)**	$ (429 786)
Net increase (decrease) in cash for the period	**43**	(21)
Cash (bank overdraft), beginning of period	**20**	41
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 63**	$ 20
Interest received (paid)	**$ 18 933**	$ 25 912
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 236 246**	$ 1 477 907	**$ 13 881**	$ 11 647	**$ 179 277**	$ 192 022	**$ 12 965**	$ 19 691
INCREASE (DECREASE) IN NAV	**5 105**	8 228	**45**	76	**661**	1 146	**47**	103
Proceeds from redeemable units issued	**832 927**	575 221	**13 580**	20 226	**83 070**	107 163	**6 566**	6 081
Reinvestments of distributions to holders of redeemable units	**4 975**	7 998	**45**	73	**656**	1 134	**34**	65
Redemption of redeemable units	**(721 801)**	(824 880)	**(14 314)**	(18 065)	**(89 168)**	(121 043)	**(10 796)**	(12 872)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**116 101**	(241 661)	**(689)**	2 234	**(5 442)**	(12 746)	**(4 196)**	(6 726)
Distributions from net income	**(5 105)**	(8 228)	**(46)**	(76)	**(662)**	(1 145)	**(47)**	(103)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5 105)**	(8 228)	**(46)**	(76)	**(662)**	(1 145)	**(47)**	(103)
NET INCREASE (DECREASE) IN NAV	**116 101**	(241 661)	**(690)**	2 234	**(5 443)**	(12 745)	**(4 196)**	(6 726)
NAV AT END OF PERIOD	**$ 1 352 347**	$ 1 236 246	**$ 13 191**	$ 13 881	**$ 173 834**	$ 179 277	**$ 8 769**	$ 12 965

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 284 482**	$ 441 689	**$ 1 726 851**	$ 2 142 956
INCREASE (DECREASE) IN NAV	**2 168**	4 730	**8 026**	14 283
Proceeds from redeemable units issued	**402 670**	221 051	**1 338 813**	929 742
Reinvestments of distributions to holders of redeemable units	**1 809**	4 378	**7 519**	13 648
Redemption of redeemable units	**(503 630)**	(382 636)	**(1 339 709)**	(1 359 496)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(99 151)**	(157 207)	**6 623**	(416 106)
Distributions from net income	**(2 169)**	(4 730)	**(8 029)**	(14 282)
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 169)**	(4 730)	**(8 029)**	(14 282)
NET INCREASE (DECREASE) IN NAV	**(99 152)**	(157 207)	**6 620**	(416 105)
NAV AT END OF PERIOD	**$ 185 330**	$ 284 482	**$ 1 733 471**	$ 1 726 851

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

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 2015**	December 31 2014
R-1 (H)	**78.5**	76.2
R-1 (M)	**14.8**	14.1
R-1 (L)	**6.7**	9.7
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 2015**	December 31 2014
Commercial Paper	**60.3**	61.3
Bankers Acceptances and Bank Obligations	**34.7**	33.5
Provincial Obligations	**4.9**	5.0
Cash/Other	**0.1**	0.2
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**45.5**	48.0
1 – 3 months	**29.1**	30.7
4 – 6 months	**17.5**	12.7
7 – 12 months	**7.9**	8.6
Total	**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 ($000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 731 997**	**–**	**1 731 997**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**1 731 997**	**–**	**1 731 997**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	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, 2015.

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)	**2015**	2014
Series A		
Opening units	**123 625**	147 791
Issued number of units	**83 293**	57 522
Reinvested number of units	**497**	800
Redeemed number of units	**(72 180)**	(82 488)
Ending number of units	**135 235**	123 625
Advisor Series		
Opening units	**1 388**	1 165
Issued number of units	**1 358**	2 023
Reinvested number of units	**4**	7
Redeemed number of units	**(1 431)**	(1 807)
Ending number of units	**1 319**	1 388
Series D		
Opening units	**17 928**	19 202
Issued number of units	**8 306**	10 717
Reinvested number of units	**66**	113
Redeemed number of units	**(8 917)**	(12 104)
Ending number of units	**17 383**	17 928
Series F		
Opening units	**1 297**	1 969
Issued number of units	**657**	609
Reinvested number of units	**3**	6
Redeemed number of units	**(1 080)**	(1 287)
Ending number of units	**877**	1 297
Series O		
Opening units	**28 448**	44 169
Issued number of units	**40 267**	22 105
Reinvested number of units	**181**	438
Redeemed number of units	**(50 363)**	(38 264)
Ending number of units	**18 533**	28 448

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 2015	December 31 2014
RBC Select Choices Balanced Portfolio	**0.1**	0.1
RBC Select Choices Conservative Portfolio	**0.1**	0.1
RBC Select Choices Growth Portfolio	**0.1**	0.1
RBC Short Term Income Class	**2.4**	2.3
RBC Target 2015 Education Fund	**–**	11.0
Total	**2.7**	13.6

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, 2015

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
126 540	Bank of Montreal	$ 126 459	
57 280	Bank of Nova Scotia	57 693	
121 855	Canadian Imperial Bank of Commerce	121 692	
29 660	HSBC Bank Canada	29 603	
58 900	National Bank of Canada	59 094	
133 480	Toronto-Dominion Bank	133 615	
		528 156	**34.9**
COMMERCIAL PAPER			
72 250	Banner Trust	71 948	
70 370	Bay Street Funding Trust - Class A	70 210	
52 440	Canadian Master Trust - Series A	52 201	
29 800	Clarity Trust	29 688	
31 000	Enbridge Gas Distribution Inc.	30 980	
23 735	Enbridge Pipelines Inc.	23 720	
35 220	Fusion Trust	35 180	
48 560	Husky Energy Inc.	48 491	
60 000	Inter Pipeline Ltd.	59 958	
70 000	King Street Funding Trust	69 702	
25 000	Lower Mattagami Energy LP	24 988	
69 750	Merit Trust - Senior Notes	69 526	
51 250	Prime Trust - Senior Notes	51 102	
32 290	Ridge Trust	32 121	
48 300	SAFE Trust - Series 1996-1	48 165	
60 550	SOUND Trust	60 416	
58 600	SURE Trust	58 445	
67 860	Zeus Receivables Trust - Senior Notes	67 693	
		904 534	**59.8**
PROVINCIAL OBLIGATIONS			
15 070	Province of British Columbia	15 046	
8 080	Province of New Brunswick	8 068	
450	Province of Nova Scotia	449	
26 480	Province of Ontario	26 445	
15 600	Province of Quebec	15 584	
10 410	Province of Saskatchewan	10 402	
		75 994	**5.0**
TOTAL INVESTMENTS		1 508 684	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		4 421	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		$ 1 513 105	**100.0**

Investments, which are grouped by issuer, earn interest at rates ranging from 0.54% to 1.47% and mature between January 4, 2016 and September 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 508 684**	$ 1 737 140
Cash	**12**	62
Subscriptions receivable	**6 393**	5 761
Dividends receivable, interest accrued and other assets	**2 171**	3 700
TOTAL ASSETS	**1 517 260**	1 746 663
LIABILITIES		
Redemptions payable	**3 290**	1 583
Distributions payable	**414**	979
Accounts payable and accrued expenses	**451**	550
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**4 155**	3 112
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 513 105**	$ 1 743 551
Investments at cost	**$ 1 508 684**	$ 1 737 140
NAV		
SERIES A	**$ 1 497 158**	$ 1 717 382
SERIES F	**$ 9 627**	$ 10 882
SERIES I	**$ 6 320**	$ 15 287
NAV PER UNIT		
SERIES A	**$ 10.00**	$ 10.00
SERIES F	**$ 10.00**	$ 10.00
SERIES I	**$ 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)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 15 941**	$ 24 493
Securities lending revenue (see note 6 in the generic notes)	**1**	–
TOTAL INCOME (LOSS)	**15 942**	24 493
EXPENSES (see notes – Fund Specific Information)		
Management fees	**4 829**	5 990
Administration fees	**324**	402
Independent Review Committee costs	**3**	3
GST/HST	**502**	616
TOTAL EXPENSES	**5 658**	7 011
INCREASE (DECREASE) IN NAV	**$ 10 284**	$ 17 482
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 10 104**	$ 17 186
SERIES F	**$ 76**	$ 124
SERIES I	**$ 104**	$ 172
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.07**	$ 0.08
SERIES F	**$ 0.08**	$ 0.10
SERIES I	**$ 0.09**	$ 0.11

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 10 284**	$ 17 482
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**–**	–
(Increase) decrease in accrued receivables	**1 529**	3 570
Increase (decrease) in accrued payables	**(99)**	(132)
Cost of investments purchased	**(7 894 246)**	(12 169 142)
Proceeds on sales of investments	**8 122 702**	12 702 976
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**240 170**	554 754
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**735 747**	865 861
Cash paid on redemption of redeemable units	**(974 652)**	(1 418 920)
Distributions paid to holders of redeemable units	**(1 315)**	(1 613)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (240 220)**	$ (554 672)
Net increase (decrease) in cash for the period	**(50)**	82
Cash (bank overdraft), beginning of period	**62**	(20)
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 12**	$ 62
Interest received (paid)	**$ 17 470**	$ 28 063
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 717 382**	$ 2 249 586	**$ 10 882**	$ 14 559	**$ 15 287**	$ 15 767	**$ 1 743 551**	$ 2 279 912
INCREASE (DECREASE) IN NAV	**10 104**	17 186	**76**	124	**104**	172	**10 284**	17 482
Proceeds from redeemable units issued	**689 925**	845 280	**6 454**	6 371	**40 000**	11 880	**736 379**	863 531
Reinvestments of distributions to holders of redeemable units	**9 357**	15 830	**73**	120	**104**	171	**9 534**	16 121
Redemption of redeemable units	**(919 506)**	(1 393 313)	**(7 782)**	(10 169)	**(49 071)**	(12 532)	**(976 359)**	(1 416 014)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(220 224)**	(532 203)	**(1 255)**	(3 678)	**(8 967)**	(481)	**(230 446)**	(536 362)
Distributions from net income	**(10 104)**	(17 187)	**(76)**	(123)	**(104)**	(171)	**(10 284)**	(17 481)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(10 104)**	(17 187)	**(76)**	(123)	**(104)**	(171)	**(10 284)**	(17 481)
NET INCREASE (DECREASE) IN NAV	**(220 224)**	(532 204)	**(1 255)**	(3 677)	**(8 967)**	(480)	**(230 446)**	(536 361)
NAV AT END OF PERIOD	**$ 1 497 158**	$ 1 717 382	**$ 9 627**	$ 10 882	**$ 6 320**	$ 15 287	**$ 1 513 105**	$ 1 743 551

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

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 2015**	December 31 2014
R-1 (H)	**78.3**	75.7
R-1 (M)	**9.2**	15.6
R-1 (L)	**12.5**	8.7
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 2015**	December 31 2014
Commercial Paper	**59.8**	59.4
Bankers Acceptances and Bank Obligations	**34.9**	35.2
Provincial Obligations	**5.0**	5.0
Cash/Other	**0.3**	0.4
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**44.2**	53.0
1 – 3 months	**32.6**	23.7
4 – 6 months	**17.7**	9.6
7 – 12 months	**5.5**	13.7
Total	**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 ($000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 508 684**	**–**	**1 508 684**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**1 508 684**	**–**	**1 508 684**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

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 2015	December 31 2014
Units held		
Series I	**109**	109
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, 2015.

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)	**2015**	2014
Series A		
Opening units	**171 738**	224 959
Issued number of units	**68 993**	84 527
Reinvested number of units	**936**	1 583
Redeemed number of units	**(91 951)**	(139 331)
Ending number of units	**149 716**	171 738
Series F		
Opening units	**1 088**	1 456
Issued number of units	**646**	637
Reinvested number of units	**7**	12
Redeemed number of units	**(778)**	(1 017)
Ending number of units	**963**	1 088
Series I		
Opening units	**1 529**	1 577
Issued number of units	**4 000**	1 188
Reinvested number of units	**10**	17
Redeemed number of units	**(4 907)**	(1 253)
Ending number of units	**632**	1 529

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

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC $U.S. MONEY MARKET FUND

December 31, 2015

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
2 290	Bank of Montreal	$ 2 286	
2 580	Bank of Nova Scotia	2 591	
2 190	Canadian Imperial Bank of Commerce	2 197	
9 210	National Bank of Canada	9 200	
975	Toronto-Dominion Bank	973	
		17 247	**12.8**
COMMERCIAL PAPER			
9 883	Banner Trust	9 863	
6 560	Caisse Centrale Desjardins	6 557	
3 080	Canadian Master Trust - Series A	3 078	
2 160	Canadian National Railway Co.	2 159	
2 750	Clarity Trust	2 745	
10 400	Fusion Trust	10 368	
9 857	Merit Trust - Senior Notes	9 838	
2 380	OMERS Realty Corp.	2 378	
11 670	Prime Trust - Senior Notes	11 639	
6 240	SAFE Trust - Series 1996-1	6 237	
8 810	SOUND Trust	8 789	
10 620	SURE Trust	10 610	
7 490	Zeus Receivables Trust - Senior Notes	7 481	
		91 742	**68.2**
PROVINCIAL OBLIGATIONS			
20 200	Province of British Columbia	20 186	
4 260	Province of Ontario	4 268	
1 000	Province of Quebec	999	
		25 453	**18.9**
TOTAL INVESTMENTS		134 442	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		58	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		$ 134 500	**100.0**

Investments, which are grouped by issuer, earn interest at rates ranging from 0.20% to 0.89% and mature between January 4, 2016 and August 19, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 134 442**	$ 164 195
Cash	**1**	2
Subscriptions receivable	**83**	2 494
Dividends receivable, interest accrued and other assets	**176**	182
TOTAL ASSETS	**134 702**	166 873
LIABILITIES		
Redemptions payable	**163**	109
Distributions payable	**20**	7
Accounts payable and accrued expenses	**19**	24
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**202**	140
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 134 500**	$ 166 733
Investments at cost	**$ 134 442**	$ 164 195
NAV		
SERIES A	**$ 106 553**	$ 142 087
SERIES D	**$ 19 855**	$ 23 125
SERIES O	**$ 8 092**	$ 1 521
NAV PER UNIT		
SERIES A	**$ 10.00**	$ 10.00
SERIES D	**$ 10.00**	$ 10.00
SERIES O	**$ 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)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 485**	$ 457
TOTAL INCOME (LOSS)	**485**	457
EXPENSES (see notes – Fund Specific Information)		
Management fees	**80**	101
Administration fees	**129**	163
Independent Review Committee costs	**2**	3
GST/HST	**22**	28
TOTAL EXPENSES	**233**	295
INCREASE (DECREASE) IN NAV	**$ 252**	$ 162
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 204**	$ 134
SERIES D	**$ 37**	$ 24
SERIES O	**$ 11**	$ 4
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.02**	$ 0.01
SERIES D	**$ 0.01**	$ –
SERIES O	**$ 0.04**	$ 0.02

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 252**	$ 162
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**–**	–
(Increase) decrease in accrued receivables	**6**	(5)
Increase (decrease) in accrued payables	**(5)**	(5)
Cost of investments purchased	**(560 118)**	(814 408)
Proceeds on sales of investments	**589 871**	850 150
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**30 006**	35 894
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**72 642**	90 213
Cash paid on redemption of redeemable units	**(102 649)**	(126 096)
Distributions paid to holders of redeemable units	**–**	(9)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (30 007)**	$ (35 892)
Net increase (decrease) in cash for the period	**(1)**	2
Cash (bank overdraft), beginning of period	**2**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 2
Interest received (paid)	**$ 491**	$ 452
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 142 087**	$ 171 061	**$ 23 125**	$ 27 081	**$ 1 521**	$ 1 811	**$ 166 733**	$ 199 953
INCREASE (DECREASE) IN NAV	**204**	134	**37**	24	**11**	4	**252**	162
Proceeds from redeemable units issued	**44 831**	64 802	**12 068**	18 529	**13 332**	9 316	**70 231**	92 647
Reinvestments of distributions to holders of redeemable units	**199**	130	**36**	21	**5**	1	**240**	152
Redemption of redeemable units	**(80 563)**	(93 906)	**(15 374)**	(22 507)	**(6 766)**	(9 607)	**(102 703)**	(126 020)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(35 533)**	(28 974)	**(3 270)**	(3 957)	**6 571**	(290)	**(32 232)**	(33 221)
Distributions from net income	**(205)**	(134)	**(37)**	(23)	**(11)**	(4)	**(253)**	(161)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(205)**	(134)	**(37)**	(23)	**(11)**	(4)	**(253)**	(161)
NET INCREASE (DECREASE) IN NAV	**(35 534)**	(28 974)	**(3 270)**	(3 956)	**6 571**	(290)	**(32 233)**	(33 220)
NAV AT END OF PERIOD	**$ 106 553**	$ 142 087	**$ 19 855**	$ 23 125	**$ 8 092**	$ 1 521	**$ 134 500**	$ 166 733

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

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 2015**	December 31 2014
R-1 (H)	**87.6**	77.6
R-1 (M)	**10.8**	22.4
R-1 (L)	**1.6**	–
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 2015**	December 31 2014
Commercial Paper	**68.2**	66.1
Provincial Obligations	**18.9**	18.2
Bankers Acceptances and Bank Obligations	**12.8**	14.2
Cash/Other	**0.1**	1.5
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**37.5**	35.0
1 – 3 months	**50.4**	45.9
4 – 6 months	**8.9**	16.3
7 – 12 months	**3.2**	2.8
Total	**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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**134 442**	**–**	**134 442**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**134 442**	**–**	**134 442**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	up to 0.85%
Series D	up to 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%
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, 2015 for the Fund were approximately:

Capital losses	185 623
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)	**2015**	2014
Series A		
Opening units	**14 209**	17 106
Issued number of units	**4 482**	6 481
Reinvested number of units	**20**	13
Redeemed number of units	**(8 056)**	(9 391)
Ending number of units	**10 655**	14 209
Series D		
Opening units	**2 312**	2 708
Issued number of units	**1 206**	1 853
Reinvested number of units	**4**	2
Redeemed number of units	**(1 537)**	(2 251)
Ending number of units	**1 985**	2 312
Series O		
Opening units	**152**	181
Issued number of units	**1 334**	932
Reinvested number of units	**–**	–
Redeemed number of units	**(677)**	(961)
Ending number of units	**809**	152

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

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC PREMIUM $U.S. MONEY MARKET FUND

December 31, 2015

Par Value (000s)	Security	Fair Value	% of Net Assets
BANKERS ACCEPTANCES AND BANK OBLIGATIONS			
3 874	Bank of Montreal	$ 3 870	
9 200	Bank of Nova Scotia	9 221	
22 240	Canadian Imperial Bank of Commerce	22 226	
5 240	National Bank of Canada	5 248	
		40 565	**14.1**
COMMERCIAL PAPER			
22 859	Banner Trust	22 815	
5 950	Caisse Centrale Desjardins	5 942	
160	Canadian Master Trust - Series A	160	
12 840	Canadian National Railway Co.	12 835	
21 840	Clarity Trust	21 780	
40 000	Farm Credit Canada	39 992	
14 520	Fusion Trust	14 486	
20 730	Merit Trust - Senior Notes	20 688	
3 160	OMERS Realty Corp.	3 159	
18 640	Prime Trust - Senior Notes	18 587	
19 230	SAFE Trust - Series 1996-1	19 181	
12 620	SOUND Trust	12 586	
18 350	SURE Trust	18 312	
22 270	Zeus Receivables Trust - Senior Notes	22 234	
		232 757	**81.1**
PROVINCIAL OBLIGATIONS			
7 270	Province of British Columbia	7 265	
7 380	Province of Ontario	7 404	
		14 669	**5.1**
TOTAL INVESTMENTS		287 991	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		(905)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		$ 287 086	**100.0**

Investments, which are grouped by issuer, earn interest at rates ranging from 0.19% to 0.89% and mature between January 4, 2016 and September 21, 2016.

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

RBC PREMIUM $U.S. MONEY MARKET FUND

(IN U.S. DOLLARS)

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 287 991**	$ 358 321
Cash	**4**	3
Subscriptions receivable	**89**	726
Dividends receivable, interest accrued and other assets	**227**	315
TOTAL ASSETS	**288 311**	359 365
LIABILITIES		
Redemptions payable	**1 149**	23
Distributions payable	**46**	24
Accounts payable and accrued expenses	**30**	41
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 225**	88
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 287 086**	$ 359 277
Investments at cost	**$ 287 991**	$ 358 321
NAV		
SERIES A	**$ 276 402**	$ 345 022
SERIES F	**$ 9 661**	$ 14 234
SERIES I	**$ 1 023**	$ 21
NAV PER UNIT		
SERIES A	**$ 10.02**	$ 10.02
SERIES F	**$ 10.02**	$ 10.02
SERIES I	**$ 10.02**	$ 10.02

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 1 048**	$ 1 078
TOTAL INCOME (LOSS)	**1 048**	1 078
EXPENSES (see notes – Fund Specific Information)		
Management fees	**298**	418
Administration fees	**60**	85
Independent Review Committee costs	**2**	3
GST/HST	**38**	52
TOTAL EXPENSES	**398**	558
INCREASE (DECREASE) IN NAV	**$ 650**	$ 520
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 633**	$ 506
SERIES F	**$ 8**	$ 15
SERIES I	**$ 9**	$ (1)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.02**	$ 0.01
SERIES F	**$ 0.02**	$ 0.01
SERIES I	**$ 0.02**	$ 0.01

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 650**	$ 520
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**–**	–
(Increase) decrease in accrued receivables	**88**	(138)
Increase (decrease) in accrued payables	**(11)**	(8)
Cost of investments purchased	**(1 209 441)**	(2 056 759)
Proceeds on sales of investments	**1 279 771**	2 154 783
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**71 057**	98 398
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**156 386**	195 618
Cash paid on redemption of redeemable units	**(227 424)**	(293 986)
Distributions paid to holders of redeemable units	**(18)**	(28)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (71 056)**	$ (98 396)
Net increase (decrease) in cash for the period	**1**	2
Cash (bank overdraft), beginning of period	**3**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 4**	$ 3
Interest received (paid)	**$ 1 136**	$ 940
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 345 022**	$ 436 349	**$ 14 234**	$ 19 720	**$ 21**	$ 193	**$ 359 277**	$ 456 262
INCREASE (DECREASE) IN NAV	**633**	506	**8**	15	**9**	(1)	**650**	520
Proceeds from redeemable units issued	**139 625**	177 824	**15 124**	17 634	**1 000**	550	**155 749**	196 008
Reinvestments of distributions to holders of redeemable units	**588**	465	**22**	23	**1**	–	**611**	488
Redemption of redeemable units	**(208 839)**	(269 625)	**(19 704)**	(23 134)	**(7)**	(721)	**(228 550)**	(293 480)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(68 626)**	(91 336)	**(4 558)**	(5 477)	**994**	(171)	**(72 190)**	(96 984)
Distributions from net income	**(627)**	(497)	**(23)**	(24)	**(1)**	–	**(651)**	(521)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(627)**	(497)	**(23)**	(24)	**(1)**	–	**(651)**	(521)
NET INCREASE (DECREASE) IN NAV	**(68 620)**	(91 327)	**(4 573)**	(5 486)	**1 002**	(172)	**(72 191)**	(96 985)
NAV AT END OF PERIOD	**$ 276 402**	$ 345 022	**$ 9 661**	$ 14 234	**$ 1 023**	$ 21	**$ 287 086**	$ 359 277

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

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 2015**	December 31 2014
R-1 (H)	**91.1**	73.5
R-1 (M)	**4.4**	24.7
R-1 (L)	**4.5**	1.8
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 2015**	December 31 2014
Commercial Paper	**81.1**	65.9
Bankers Acceptances and Bank Obligations	**14.1**	18.3
Provincial Obligations	**5.1**	15.5
Cash/Other	**(0.3)**	0.3
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**45.0**	32.5
1 – 3 months	**42.9**	41.0
4 – 6 months	**9.6**	24.3
7 – 12 months	**2.5**	2.2
Total	**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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**287 991**	**–**	**287 991**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**287 991**	**–**	**287 991**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 0.35%
Series F	up to 0.25%
Series I	up to 0.15%

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	0.02%
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 2015	December 31 2014
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 Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**34 266**	43 400
Issued number of units	**13 962**	17 783
Reinvested number of units	**59**	46
Redeemed number of units	**(20 884)**	(26 963)
Ending number of units	**27 403**	34 266
Series F		
Opening units	**1 414**	1 961
Issued number of units	**1 512**	1 764
Reinvested number of units	**2**	2
Redeemed number of units	**(1 970)**	(2 313)
Ending number of units	**958**	1 414
Series I		
Opening units	**2**	19
Issued number of units	**100**	55
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	(72)
Ending number of units	**101**	2

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN SHORT-TERM INCOME FUND

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
12 000	407 International Inc.	3.870	24-Nov-17	$ 12 845	$ 12 533	
15 400	AltaGas Ltd.	4.600	15-Jan-18	16 726	16 150	
3 500	AltaGas Ltd.	4.550	17-Jan-19	3 774	3 719	
1 900	AltaLink LP	5.243	29-May-18	2 122	2 070	
17 000	American Express Canada Credit Corp.	2.310	29-Mar-18	17 018	17 297	
1 400	Bank of Montreal	2.390	12-Jul-17	1 421	1 425	
80 000	Bank of Montreal	2.240	11-Dec-17	79 788	81 396	
91 350	Bank of Montreal	3.210	13-Sep-18	92 911	95 454	
45 950	Bank of Montreal	2.430	04-Mar-19	46 013	47 113	
65 500	Bank of Nova Scotia	2.370	11-Jan-18	65 153	66 751	
44 500	Bank of Nova Scotia	2.242	22-Mar-18	44 517	45 277	
14 000	Bank of Nova Scotia	1.330	01-May-18	13 997	13 955	
33 000	Bank of Nova Scotia	2.750	13-Aug-18	33 078	34 029	
32 400	Bank of Nova Scotia	2.462	14-Mar-19	32 514	33 196	
29 000	Bank of Nova Scotia	2.400	28-Oct-19	28 993	29 614	
33 650	Bank of Nova Scotia	2.130	15-Jun-20	33 723	33 889	
20 450	Bank of Nova Scotia	2.090	09-Sep-20	20 447	20 497	
4 500	bcIMC Realty Corp.	2.650	29-Jun-17	4 499	4 589	
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	4 165	
9 000	Bell Canada	1.803	22-Apr-16	9 000	9 000	
31 200	Bell Canada	5.410	26-Sep-16	33 777	32 109	
41 980	Bell Canada	4.400	16-Mar-18	45 207	44 373	
15 000	Bell Canada	4.880	26-Apr-18	16 523	16 039	
23 000	Bell Canada	3.500	10-Sep-18	23 051	23 993	
27 150	Bell Canada	3.350	18-Jun-19	28 357	28 334	
3 100	Bell Canada	3.250	17-Jun-20	3 242	3 234	
2 500	BMW Canada Inc.	2.330	23-May-18	2 500	2 540	
18 500	Caisse Centrale Desjardins	2.795	19-Nov-18	18 900	19 088	
19 000	Caisse Centrale Desjardins	2.443	17-Jul-19	18 997	19 450	
16 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	16 083	16 420	
23 700	Canadian Credit Card Trust II	1.829	24-Mar-20	23 708	23 671	
22 400	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	22 455	22 810	
28 700	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	28 671	29 209	
5 600	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	5 597	5 628	
44 700	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	45 226	45 760	
40 800	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	40 725	40 751	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 992	
8 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 000	8 269	
10 000	Canadian Real Estate Investment Trust	2.564	30-Nov-19	10 010	9 956	
3 000	Canadian Western Bank	3.049	18-Jan-17	3 000	3 035	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 014	
15 600	Canadian Western Bank	2.531	22-Mar-18	15 662	15 690	
13 000	Canadian Western Bank	3.077	14-Jan-19	13 125	13 260	
9 000	Canadian Western Bank	2.751	29-Jun-20	9 000	9 028	
7 000	Cards II Trust	2.155	15-Oct-20	7 000	7 053	
10 000	Choice Properties LP	3.000	20-Sep-19	9 981	10 300	
5 000	Choice Properties Real Estate Investment Trust	2.297	14-Sep-20	5 000	4 986	
7 900	Crombie Real Estate Investment Trust	3.986	31-Oct-18	8 001	8 181	
10 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	10 500	10 586	
11 700	Daimler Canada Finance Inc.	2.270	26-Mar-18	11 702	11 827	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
6 000	Daimler Canada Finance Inc.	1.780	19-Aug-19	$ 5 998	$ 5 951	
16 000	Emera Inc.	2.960	13-Dec-16	16 091	16 208	
15 000	Enbridge Inc.	5.170	19-May-16	16 641	15 191	
9 900	Enbridge Income Fund	1.950	21-Nov-16	9 900	9 875	
4 000	Enbridge Income Fund	2.920	14-Dec-17	3 999	4 055	
3 000	Enbridge Income Fund	4.100	22-Feb-19	3 221	3 117	
20 350	EPCOR Utilities Inc.	5.800	31-Jan-18	23 240	22 212	
11 000	First Capital Realty Inc.	4.950	30-Nov-18	11 978	11 873	
1 317	Ford Auto Securitization Trust	2.347	15-Apr-17	1 317	1 321	
26 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	28 220	27 318	
21 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	21 098	21 469	
22 750	Ford Credit Canada Ltd.	2.939	19-Feb-19	22 794	23 083	
16 700	Ford Credit Canada Ltd.	2.923	16-Sep-20	16 700	16 760	
1 500	GE Capital Canada Funding Co.	5.530	17-Aug-17	1 652	1 602	
4 600	GE Capital Canada Funding Co.	5.680	10-Sep-19	5 387	5 253	
13 000	Genesis Trust II	2.295	15-Feb-17	13 006	13 159	
4 000	Genesis Trust II	1.675	17-Sep-18	4 000	4 012	
22 500	Genesis Trust II	2.433	15-May-19	22 526	23 057	
11 000	Genesis Trust II	1.699	15-Apr-20	11 000	10 942	
1 000	Genworth MI Canada Inc.	5.680	15-Jun-20	1 097	1 091	
6 000	George Weston Ltd.	3.780	25-Oct-16	6 038	6 114	
41 000	Glacier Credit Card Trust	2.568	20-Sep-19	41 780	42 017	
7 150	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	7 462	10 017	
21 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	23 149	22 099	
9 550	Great-West Lifeco Inc.	6.140	21-Mar-18	10 909	10 508	
7 250	Greater Toronto Airports Authority	4.850	01-Jun-17	7 932	7 615	
13 300	Greater Toronto Airports Authority	5.260	17-Apr-18	14 876	14 484	
14 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	13 978	14 308	
20 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	20 000	19 924	
6 000	Honda Canada Finance Inc.	1.631	12-Aug-19	6 000	5 978	
43 000	HSBC Bank Canada	1.814	21-Jan-16	43 001	43 008	
70 500	HSBC Bank Canada	2.491	13-May-19	70 500	71 754	
19 000	HSBC Bank Canada	2.938	14-Jan-20	20 036	19 624	
30 000	HSBC Bank Canada	1.816	07-Jul-20	29 999	29 488	
6 000	HSBC Bank Canada	2.449	29-Jan-21	6 000	6 028	
1 000	HSBC Bank Canada	4.800	10-Apr-22	1 067	1 038	
6 600	Hydro One Inc.	1.620	30-Apr-20	6 599	6 612	
7 000	Inter Pipeline Ltd.	3.839	30-Jul-18	7 392	7 332	
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 489	437	
15 464	Loblaw Companies Ltd.	7.100	01-Jun-16	18 253	15 825	
26 500	Loblaw Companies Ltd.	3.748	12-Mar-19	26 609	28 039	
17 500	Manulife Bank of Canada	1.836	12-Mar-16	17 501	17 510	
11 200	Manulife Bank of Canada	1.405	27-Feb-18	11 200	11 167	
10 500	Manulife Financial Corporation	5.505	26-Jun-18	11 796	11 451	
22 000	Master Credit Card Trust	2.626	21-Jan-17	22 248	22 339	
4 800	Master Credit Card Trust II	2.723	21-Nov-18	4 800	4 959	
31 500	National Bank of Canada	2.019	13-Apr-17	31 531	31 821	
39 000	National Bank of Canada	2.689	21-Aug-17	39 520	39 875	
35 000	National Bank of Canada	1.951	11-Dec-17	35 000	35 383	
50 550	National Bank of Canada	2.794	09-Aug-18	50 311	52 181	
25 000	National Bank of Canada	2.404	28-Oct-19	25 925	25 548	
12 500	National Bank of Canada	1.742	03-Mar-20	12 500	12 424	
8 000	OMERS Realty Corp.	2.498	05-Jun-18	8 045	8 190	
12 075	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	12 361	12 461	
15 000	Rogers Communications Inc.	3.000	06-Jun-17	15 013	15 284	
18 500	Rogers Communications Inc.	2.800	13-Mar-19	18 951	18 963	
20 000	Rogers Communications Inc.	5.380	04-Nov-19	23 138	22 345	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
26 000	Royal Bank of Canada*	3.660	25-Jan-17	$ 26 660	$ 26 684	
10 000	Royal Bank of Canada*	2.580	13-Apr-17	9 999	10 174	
22 250	Royal Bank of Canada*	2.364	21-Sep-17	22 311	22 649	
19 100	Royal Bank of Canada*	2.260	12-Mar-18	19 181	19 444	
48 000	Royal Bank of Canada*	2.820	12-Jul-18	48 437	49 575	
37 280	Royal Bank of Canada*	2.890	11-Oct-18	37 277	38 640	
18 000	Royal Bank of Canada*	2.770	11-Dec-18	18 313	18 612	
3 000	Royal Bank of Canada*	2.980	07-May-19	3 067	3 129	
35 850	Royal Bank of Canada*	1.920	17-Jul-20	35 850	35 841	
7 400	Shaw Communications Inc.	5.650	01-Oct-19	8 347	8 224	
7 500	Sun Life Financial Inc.	5.700	02-Jul-19	8 617	8 481	
10 000	Sun Life Financial Inc.	4.950	01-Jun-36	10 715	10 135	
1 600	TELUS Corp.	4.950	15-Mar-17	1 717	1 664	
11 050	TELUS Corp.	5.050	04-Dec-19	12 649	12 250	
16 410	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	16 373	16 849	
13 200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	13 200	13 507	
19 000	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	19 000	18 952	
3 300	Thomson Reuters Corp.	3.309	12-Nov-21	3 300	3 385	
25 000	Toronto-Dominion Bank	4.779	14-Dec-16	27 098	25 675	
13 000	Toronto-Dominion Bank	2.433	15-Aug-17	13 035	13 254	
50 600	Toronto-Dominion Bank	2.171	02-Apr-18	50 683	51 490	
50 450	Toronto-Dominion Bank	2.447	02-Apr-19	50 630	51 762	
44 200	Toronto-Dominion Bank	1.693	02-Apr-20	44 200	43 959	
12 000	Toronto-Dominion Bank	2.621	22-Dec-21	12 301	12 263	
6 000	Toyota Credit Canada Inc.	2.450	27-Feb-17	6 013	6 080	
12 000	Toyota Credit Canada Inc.	2.750	18-Jul-18	11 998	12 354	
10 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	9 999	10 261	
8 500	Toyota Credit Canada Inc.	1.800	19-Feb-20	8 492	8 496	
10 000	Toyota Credit Canada Inc.	2.050	20-May-20	10 004	10 082	
18 100	TransCanada PipeLines Ltd.	5.100	11-Jan-17	20 261	18 765	
10 000	Union Gas Ltd.	4.640	30-Jun-16	10 959	10 164	
5 000	Union Gas Ltd.	5.350	27-Apr-18	5 543	5 431	
5 000	VW Credit Canada Inc.	2.500	01-Oct-19	4 997	4 892	
1 000	VW Credit Canada Inc.	2.150	24-Jun-20	910	955	
51 750	Wells Fargo Canada Corp.	2.774	09-Feb-17	52 133	52 650	
20 400	Wells Fargo Canada Corp.	2.780	15-Nov-18	20 625	21 096	
1 500	Wells Fargo Canada Corp.	2.944	25-Jul-19	1 531	1 565	
5 000	Westcoast Energy Inc.	3.280	15-Jan-16	4 996	5 002	
				2 708 887	2 719 826	**57.8**
FEDERAL						
77 300	Canada Housing Trust No. 1	1.700	15-Dec-17	77 350	78 788	
28 000	Canada Housing Trust No. 1	2.050	15-Jun-18	27 725	28 853	
72 200	Canada Housing Trust No. 1	2.350	15-Dec-18	74 337	75 277	
50 000	Canada Housing Trust No. 1	1.950	15-Jun-19	50 150	51 643	
157 500	Canada Housing Trust No. 1	3.350	15-Dec-20	168 733	173 158	
86 000	Canada Housing Trust No. 1	2.650	15-Mar-22	93 397	91 915	
62 000	Government of Canada	1.250	01-Aug-17	62 840	62 749	
94 000	Government of Canada	0.750	01-Sep-20	93 176	94 094	
52 850	Government of Canada	2.750	01-Jun-22	58 388	58 475	
				706 096	714 952	**15.2**
PROVINCIAL/MUNICIPAL						
14 500	Cadillac Fairview Finance Trust	3.240	25-Jan-16	14 750	14 516	
58 400	Province of Alberta	1.600	15-Jun-18	57 963	59 408	
35 000	Province of British Columbia	2.250	01-Mar-19	36 203	36 350	
25 000	Province of British Columbia	3.250	18-Dec-21	27 225	27 363	
45 000	Province of Manitoba	2.050	01-Dec-16	45 327	45 584	
36 750	Province of Manitoba	4.750	11-Feb-20	43 012	41 789	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
4 500	Province of New Brunswick	4.400	03-Jun-19	$ 4 991	$ 4 980	
60 000	Province of New Brunswick	4.500	02-Jun-20	69 161	67 840	
90 000	Province of Ontario	4.300	08-Mar-17	99 467	93 828	
111 590	Province of Ontario	1.900	08-Sep-17	111 248	113 707	
48 000	Province of Ontario	1.435	28-Aug-18	48 000	48 055	
154 240	Province of Ontario	2.100	08-Sep-18	153 829	158 954	
11 100	Province of Ontario	4.400	02-Jun-19	12 252	12 314	
53 500	Province of Ontario	2.100	08-Sep-19	53 402	55 267	
90 375	Province of Ontario	4.000	02-Jun-21	102 385	101 736	
107 400	Province of Quebec	4.500	01-Dec-17	119 464	114 953	
40 000	Province of Quebec	4.500	01-Dec-18	44 199	44 018	
4 200	Province of Quebec	4.500	01-Dec-19	4 709	4 722	
19 430	Province of Quebec	4.500	01-Dec-20	22 167	22 230	
70 000	Province of Quebec	3.500	01-Dec-22	76 883	77 249	
				1 146 637	1 144 863	**24.4**
TOTAL BONDS				4 561 620	4 579 641	**97.4**
SHORT-TERM INVESTMENTS†				95 670	95 670	**2.0**
TOTAL INVESTMENTS				4 657 290	4 675 311	**99.4**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	5	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(307)	–
TOTAL PORTFOLIO				$ 4 657 290	4 675 009	**99.4**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					27 934	**0.6**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 4 702 943	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 76 Sold CAD 101 @ 0.7498	17-Feb-16	$ 4
Bought CAD 28 Sold USD 20 @ 1.3814	16-Mar-16	–
Bought CAD 105 Sold USD 75 @ 1.3961	22-Mar-16	1
		$ 5

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 91 Sold USD 70 @ 1.3011	14-Jan-16	$ (5)
Bought CAD 137 Sold USD 100 @ 1.3720	14-Jan-16	(1)
Bought CAD 3 545 Sold USD 2 687 @ 1.3194	03-Feb-16	(173)
Bought CAD 2 884 Sold USD 2 100 @ 1.3735	04-Feb-16	(21)
Bought CAD 191 Sold USD 145 @ 1.3177	10-Feb-16	(10)
Bought CAD 407 Sold USD 299 @ 1.3597	18-Feb-16	(7)
Bought CAD 374 Sold USD 281 @ 1.3316	24-Feb-16	(15)
Bought CAD 60 Sold USD 45 @ 1.3346	25-Feb-16	(2)
Bought CAD 53 Sold USD 40 @ 1.3314	29-Feb-16	(2)
Bought CAD 366 Sold USD 275 @ 1.3303	01-Mar-16	(15)
Bought CAD 80 Sold USD 60 @ 1.3332	03-Mar-16	(3)
Bought CAD 47 Sold USD 35 @ 1.3356	07-Mar-16	(2)
Bought CAD 1 454 Sold USD 1 088 @ 1.3365	08-Mar-16	(51)
		$ (307)
TOTAL FOREIGN EXCHANGE		$ (302)

All counterparties have a credit rating of at least A.

* 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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 4 675 311**	$ 5 144 145
Cash	**11**	42
Subscriptions receivable	**2 881**	6 432
Unrealized gain on foreign exchange contracts	**5**	7
Dividends receivable, interest accrued and other assets	**27 361**	28 545
TOTAL ASSETS	**4 705 569**	5 179 171
LIABILITIES		
Redemptions payable	**1 257**	6 335
Unrealized loss on foreign exchange contracts	**307**	210
Accounts payable and accrued expenses	**1 062**	1 337
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 626**	7 882
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 4 702 943**	$ 5 171 289
Investments at cost	**$ 4 657 290**	$ 5 126 391
NAV		
SERIES A	**$ 958 343**	$ 1 142 935
ADVISOR SERIES	**$ 26 001**	$ 27 560
SERIES D	**$ 21 582**	$ 21 077
SERIES F	**$ 11 717**	$ 11 341
SERIES O	**$ 3 685 300**	$ 3 968 376
NAV PER UNIT		
SERIES A	**$ 10.81**	$ 10.84
ADVISOR SERIES	**$ 10.86**	$ 10.90
SERIES D	**$ 10.84**	$ 10.87
SERIES F	**$ 10.90**	$ 10.93
SERIES O	**$ 10.88**	$ 10.91

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 134 421**	$ 147 064
Securities lending revenue (see note 6 in the generic notes)	**327**	455
Net realized gain (loss) on investments	**(6 843)**	(10 697)
Net gain (loss) on foreign currencies and other net assets	**(1 485)**	(588)
Change in unrealized gain (loss) on investments	**168**	27 229
TOTAL INCOME (LOSS)	**126 588**	163 463
EXPENSES (see notes – Fund Specific Information)		
Management fees	**10 930**	13 487
Administration fees	**1 307**	1 425
Independent Review Committee costs	**3**	3
GST/HST	**1 227**	1 514
TOTAL EXPENSES	**13 467**	16 429
INCREASE (DECREASE) IN NAV	**$ 113 121**	$ 147 034
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 15 390**	$ 28 011
ADVISOR SERIES	**$ 371**	$ 638
SERIES D	**$ 367**	$ 617
SERIES F	**$ 226**	$ 298
SERIES O	**$ 96 767**	$ 117 470
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.15**	$ 0.23
ADVISOR SERIES	**$ 0.15**	$ 0.23
SERIES D	**$ 0.20**	$ 0.28
SERIES F	**$ 0.21**	$ 0.29
SERIES O	**$ 0.28**	$ 0.36

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 113 121**	$ 147 034
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**6 843**	10 697
Change in unrealized loss (gain) on investments	**(168)**	(27 229)
(Increase) decrease in accrued receivables	**1 184**	(466)
Increase (decrease) in accrued payables	**(275)**	(376)
Cost of investments purchased	**(4 094 236)**	(4 442 710)
Proceeds on sales of investments	**4 556 494**	4 092 045
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**582 963**	(221 005)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**525 129**	1 244 906
Cash paid on redemption of redeemable units	**(1 107 053)**	(1 012 734)
Distributions paid to holders of redeemable units	**(1 070)**	(11 146)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (582 994)**	$ 221 026
Net increase (decrease) in cash for the period	**(31)**	21
Cash (bank overdraft), beginning of period	**42**	21
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 11**	$ 42
Interest received (paid)	**$ 135 605**	$ 146 598
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 142 935**	$ 1 531 388	**$ 27 560**	$ 33 727	**$ 21 077**	$ 27 435	**$ 11 341**	$ 11 870
INCREASE (DECREASE) IN NAV	**15 390**	28 011	**371**	638	**367**	617	**226**	298
Early redemption fees	**1**	4	**–**	1	**3**	2	**–**	–
Proceeds from redeemable units issued	**139 747**	170 150	**6 918**	6 534	**10 112**	9 295	**5 478**	2 978
Reinvestments of distributions to holders of redeemable units	**16 570**	21 194	**321**	402	**406**	416	**143**	149
Redemption of redeemable units	**(338 920)**	(585 389)	**(8 720)**	(13 226)	**(9 948)**	(16 166)	**(5 226)**	(3 696)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(182 602)**	(394 041)	**(1 481)**	(6 289)	**573**	(6 453)	**395**	(569)
Distributions from net income	**(17 380)**	(22 423)	**(449)**	(516)	**(435)**	(522)	**(245)**	(258)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(17 380)**	(22 423)	**(449)**	(516)	**(435)**	(522)	**(245)**	(258)
NET INCREASE (DECREASE) IN NAV	**(184 592)**	(388 453)	**(1 559)**	(6 167)	**505**	(6 358)	**376**	(529)
NAV AT END OF PERIOD	**$ 958 343**	$ 1 142 935	**$ 26 001**	$ 27 560	**$ 21 582**	$ 21 077	**$ 11 717**	$ 11 341

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 968 376**	$ 3 200 651	**$ 5 171 289**	$ 4 805 071
INCREASE (DECREASE) IN NAV	**96 767**	117 470	**113 121**	147 034
Early redemption fees	**–**	–	**4**	7
Proceeds from redeemable units issued	**359 323**	1 059 108	**521 578**	1 248 065
Reinvestments of distributions to holders of redeemable units	**104 214**	96 471	**121 654**	118 632
Redemption of redeemable units	**(739 165)**	(399 265)	**(1 101 979)**	(1 017 742)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(275 628)**	756 314	**(458 743)**	348 962
Distributions from net income	**(104 215)**	(106 059)	**(122 724)**	(129 778)
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(104 215)**	(106 059)	**(122 724)**	(129 778)
NET INCREASE (DECREASE) IN NAV	**(283 076)**	767 725	**(468 346)**	366 218
NAV AT END OF PERIOD	**$ 3 685 300**	$ 3 968 376	**$ 4 702 943**	$ 5 171 289

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

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 2015**	December 31 2014
AAA	**22.2**	20.2
AA	**42.0**	45.2
A	**23.8**	24.1
BBB	**12.0**	10.5
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 2015**	December 31 2014
Corporate Bonds	**57.8**	59.2
Provincial/Municipal Bonds	**24.4**	21.5
Federal Bonds	**15.2**	14.0
Mortgage-Backed Securities	**2.6**	0.3
Cash/Other	**–**	5.0
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**7.9**	11.8
1 – 5 years	**82.8**	83.9
5 – 10 years	**8.9**	4.3
> 10 years	**0.4**	–
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 2.5%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**4 579 641**	**–**	**4 579 641**
Short-term investments	**–**	**95 670**	**–**	**95 670**
Derivatives – assets	**–**	**5**	**–**	**5**
Derivatives – liabilities	**–**	**(307)**	**–**	**(307)**
Total financial instruments	**–**	**4 675 009**	**–**	**4 675 009**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 D	0.65%
Series F	0.50%

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	0.05%
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, 2015 for the Fund were approximately:

Capital losses	131 151
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)	**2015**	2014
Series A		
Opening units	**105 441**	141 754
Issued number of units	**12 833**	15 681
Reinvested number of units	**1 521**	1 954
Redeemed number of units	**(31 127)**	(53 948)
Ending number of units	**88 668**	105 441
Advisor Series		
Opening units	**2 529**	3 106
Issued number of units	**632**	598
Reinvested number of units	**29**	37
Redeemed number of units	**(797)**	(1 212)
Ending number of units	**2 393**	2 529
Series D		
Opening units	**1 940**	2 532
Issued number of units	**926**	855
Reinvested number of units	**37**	38
Redeemed number of units	**(912)**	(1 485)
Ending number of units	**1 991**	1 940
Series F		
Opening units	**1 038**	1 090
Issued number of units	**500**	272
Reinvested number of units	**13**	14
Redeemed number of units	**(476)**	(338)
Ending number of units	**1 075**	1 038
Series O		
Opening units	**363 822**	294 524
Issued number of units	**32 884**	97 033
Reinvested number of units	**9 514**	8 847
Redeemed number of units	**(67 437)**	(36 582)
Ending number of units	**338 783**	363 822

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**588 117**	652 206
Fair value of collateral received	**601 435**	665 302

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 2015	December 31 2014
RBC Managed Payout Solution	**14.3**	15.1
RBC Managed Payout Solution – Enhanced	**6.0**	6.7
RBC Managed Payout Solution – Enhanced Plus	**4.8**	5.2
RBC Select Conservative Portfolio	**32.4**	27.8
RBC Select Very Conservative Portfolio	**15.5**	15.7
RBC Target 2015 Education Fund	**–**	2.0
RBC Target 2020 Education Fund	**4.4**	2.5
RBC Target 2025 Education Fund	**0.8**	–
Total	**78.2**	75.0

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
37 494 614	Phillips, Hager & North Short Term Bond & Mortgage Fund*	$ 382 824	$ 380 968	**40.0**
16 645 769	Phillips, Hager & North Total Return Bond Fund*	192 985	190 960	**20.1**
27 655 492	RBC Bond Fund*	188 083	190 864	**20.0**
4 023 559	RBC Emerging Markets Bond Fund*	42 716	47 711	**5.0**
9 923 427	RBC Global Corporate Bond Fund*	96 486	94 484	**9.9**
3 904 006	RBC High Yield Bond Fund*	41 822	39 233	**4.1**
TOTAL MUTUAL FUND UNITS		944 916	944 220	**99.1**
SHORT-TERM INVESTMENTS†		8 509	8 509	**0.9**
TOTAL INVESTMENTS		$ 953 425	952 729	**100.0**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			182	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 952 911	**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 0.78% to 0.85% and mature between January 7, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 952 729**	$ 874 691
Cash	**1**	1
Due from investment dealers	**900**	–
Subscriptions receivable	**1 067**	573
Dividends receivable, interest accrued and other assets	**2**	4
TOTAL ASSETS	**954 699**	875 269
LIABILITIES		
Redemptions payable	**592**	877
Distributions payable	**295**	–
Accounts payable and accrued expenses	**901**	890
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 788**	1 767
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 952 911**	$ 873 502
Investments at cost	**$ 953 425**	$ 869 760
NAV		
SERIES A	**$ 829 483**	$ 812 294
ADVISOR SERIES	**$ 40 134**	$ 23 324
SERIES H	**$ 11 082**	$ 8 035
SERIES D	**$ 12 280**	$ 7 537
SERIES F	**$ 46 590**	$ 18 565
SERIES I	**$ 13 325**	$ 3 539
SERIES O	**$ 17**	$ 208
NAV PER UNIT		
SERIES A	**$ 10.01**	$ 10.03
ADVISOR SERIES	**$ 10.02**	$ 10.05
SERIES H	**$ 10.03**	$ 10.05
SERIES D	**$ 10.20**	$ 10.18
SERIES F	**$ 10.28**	$ 10.24
SERIES I	**$ 10.31**	$ 10.26
SERIES O	**$ 10.63**	$ 10.52

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 77**	$ 83
Other income received from underlying funds	**31 433**	27 940
Capital gains received from underlying funds	**5 614**	1 430
Net realized gain (loss) on investments	**339**	(367)
Change in unrealized gain (loss) on investments	**(5 627)**	27 603
TOTAL INCOME (LOSS)	**31 836**	56 689
EXPENSES (see notes – Fund Specific Information)		
Management fees	**9 083**	8 349
Administration fees	**467**	421
Independent Review Committee costs	**3**	3
GST/HST	**966**	890
TOTAL EXPENSES	**10 519**	9 663
INCREASE (DECREASE) IN NAV	**$ 21 317**	$ 47 026
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 19 320**	$ 44 363
ADVISOR SERIES	**$ 604**	$ 1 206
SERIES H	**$ 302**	$ 200
SERIES D	**$ 227**	$ 338
SERIES F	**$ 711**	$ 813
SERIES I	**$ 146**	$ 106
SERIES O	**$ 7**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.22**	$ 0.54
ADVISOR SERIES	**$ 0.22**	$ 0.55
SERIES H	**$ 0.25**	$ 0.57
SERIES D	**$ 0.28**	$ 0.59
SERIES F	**$ 0.30**	$ 0.62
SERIES I	**$ 0.31**	$ 0.63
SERIES O	**$ 0.37**	$ 0.69

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 21 317**	$ 47 026
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(339)**	367
Change in unrealized loss (gain) on investments	**5 627**	(27 603)
(Increase) decrease in accrued receivables	**2**	2 348
Increase (decrease) in accrued payables	**11**	(8)
Cost of investments purchased	**(541 063)**	(477 008)
Proceeds on sales of investments	**456 837**	536 537
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(57 608)**	81 659
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**343 282**	254 407
Cash paid on redemption of redeemable units	**(282 796)**	(333 107)
Distributions paid to holders of redeemable units	**(2 878)**	(2 992)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 57 608**	$ (81 692)
Net increase (decrease) in cash for the period	**–**	(33)
Cash (bank overdraft), beginning of period	**1**	34
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 1
Interest received (paid)	**$ 79**	$ 81
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 812 294**	$ 868 877	**$ 23 324**	$ 20 505	**$ 8 035**	$ 1 961	**$ 7 537**	$ 4 856
INCREASE (DECREASE) IN NAV	**19 320**	44 363	**604**	1 206	**302**	200	**227**	338
Early redemption fees	**1**	4	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**246 052**	213 447	**26 105**	9 830	**15 029**	6 771	**8 461**	6 863
Reinvestments of distributions to holders of redeemable units	**19 898**	18 890	**731**	462	**370**	98	**244**	150
Redemption of redeemable units	**(245 653)**	(311 788)	**(9 777)**	(8 067)	**(12 248)**	(893)	**(3 929)**	(4 508)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**20 298**	(79 447)	**17 059**	2 225	**3 151**	5 976	**4 776**	2 505
Distributions from net income	**(18 979)**	(16 559)	**(722)**	(471)	**(344)**	(79)	**(220)**	(125)
Distributions from net gains	**(1 447)**	–	**(55)**	–	**(26)**	–	**(17)**	–
Distributions from capital	**(2 003)**	(4 940)	**(76)**	(141)	**(36)**	(23)	**(23)**	(37)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(22 429)**	(21 499)	**(853)**	(612)	**(406)**	(102)	**(260)**	(162)
NET INCREASE (DECREASE) IN NAV	**17 189**	(56 583)	**16 810**	2 819	**3 047**	6 074	**4 743**	2 681
NAV AT END OF PERIOD	**$ 829 483**	$ 812 294	**$ 40 134**	$ 23 324	**$ 11 082**	$ 8 035	**$ 12 280**	$ 7 537

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 18 565**	$ 9 951	**$ 3 539**	$ 931	**$ 208**	$ 1	**$ 873 502**	$ 907 082
INCREASE (DECREASE) IN NAV	**711**	813	**146**	106	**7**	–	**21 317**	47 026
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	4
Proceeds from redeemable units issued	**36 216**	14 720	**11 887**	2 674	**26**	289	**343 776**	254 594
Reinvestments of distributions to holders of redeemable units	**324**	200	**101**	24	**5**	1	**21 673**	19 825
Redemption of redeemable units	**(8 517)**	(6 729)	**(2 164)**	(145)	**(224)**	(82)	**(282 512)**	(332 212)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**28 023**	8 191	**9 824**	2 553	**(193)**	208	**82 938**	(57 789)
Distributions from net income	**(600)**	(300)	**(156)**	(39)	**(5)**	(1)	**(21 026)**	(17 574)
Distributions from net gains	**(46)**	–	**(12)**	–	**–**	–	**(1 603)**	–
Distributions from capital	**(63)**	(90)	**(16)**	(12)	**–**	–	**(2 217)**	(5 243)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(709)**	(390)	**(184)**	(51)	**(5)**	(1)	**(24 846)**	(22 817)
NET INCREASE (DECREASE) IN NAV	**28 025**	8 614	**9 786**	2 608	**(191)**	207	**79 409**	(33 580)
NAV AT END OF PERIOD	**$ 46 590**	$ 18 565	**$ 13 325**	$ 3 539	**$ 17**	$ 208	**$ 952 911**	$ 873 502

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**99.1**	99.0
Cash/Other	**0.9**	1.0
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 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, 2015, 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, 2014 – 0.0%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**944 220**	**–**	**–**	**944 220**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**8 509**	**–**	**8 509**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**944 220**	**8 509**	**–**	**952 729**
% of total portfolio	**99.1**	**0.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

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

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	0.05%
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 2015	December 31 2014
Units held		
Advisor Series	**–**	115
Series H	**109**	106
Series I	**108**	105
Series O	**118**	115
Value of all units	**3**	5

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Short Term Bond & Mortgage Fund	**40.0**	**7.4**	39.9	7.4
Phillips, Hager & North Total Return Bond Fund	**20.1**	**2.6**	19.9	2.9
RBC Bond Fund	**20.0**	**1.2**	20.0	1.3
RBC Emerging Markets Bond Fund	**5.0**	**8.0**	4.2	8.4
RBC Global Corporate Bond Fund	**9.9**	**1.8**	10.0	2.6
RBC High Yield Bond Fund	**4.1**	**2.3**	5.0	3.3

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	192
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)	**2015**	2014
Series A		
Opening units	**80 949**	89 011
Issued number of units	**24 255**	21 416
Reinvested number of units	**1 964**	1 896
Redeemed number of units	**(24 270)**	(31 374)
Ending number of units	**82 898**	80 949
Advisor Series		
Opening units	**2 321**	2 098
Issued number of units	**2 576**	985
Reinvested number of units	**72**	46
Redeemed number of units	**(963)**	(808)
Ending number of units	**4 006**	2 321
Series H		
Opening units	**799**	201
Issued number of units	**1 485**	677
Reinvested number of units	**36**	10
Redeemed number of units	**(1 216)**	(89)
Ending number of units	**1 104**	799
Series D		
Opening units	**740**	492
Issued number of units	**822**	680
Reinvested number of units	**24**	15
Redeemed number of units	**(382)**	(447)
Ending number of units	**1 204**	740
Series F		
Opening units	**1 812**	1 005
Issued number of units	**3 512**	1 450
Reinvested number of units	**31**	20
Redeemed number of units	**(822)**	(663)
Ending number of units	**4 533**	1 812

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)	2015	2014
Series I		
Opening units	**345**	94
Issued number of units	**1 148**	263
Reinvested number of units	**10**	2
Redeemed number of units	**(210)**	(14)
Ending number of units	**1 293**	345
Series O		
Opening units	**20**	–
Issued number of units	**3**	28
Reinvested number of units	**–**	–
Redeemed number of units	**(21)**	(8)
Ending number of units	**2**	20

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC BOND FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
15 642 556	BlueBay Emerging Markets Corporate Bond Fund*	$ 163 458	$ 178 646	
14 737 600	RBC Emerging Markets Foreign Exchange Fund*	151 376	154 925	
776 003	RBC High Yield Bond Fund*	8 024	7 798	
24 227 176	RBC Private Corporate Bond Pool*	262 194	270 683	
TOTAL MUTUAL FUND UNITS		585 052	612 052	**3.9**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
22 000	407 International Inc.	3.870	24-Nov-17	$ 21 775	$ 22 978	
4 500	407 International Inc.	3.350	16-May-24	4 496	4 830	
18 250	407 International Inc.	5.750	14-Feb-36	19 039	22 633	
24 200	407 International Inc.	3.830	11-May-46	23 751	23 870	
1 856	Aéroports de Montréal	6.950	16-Apr-32	2 263	2 459	
16 850	Aéroports de Montréal	5.670	16-Oct-37	19 708	21 749	
8 400	Aéroports de Montréal	3.918	12-Jun-45	8 400	8 616	
2 000	Air Canada USD	6.750	01-Oct-19	2 571	2 880	
5 000	Air Canada	7.625	01-Oct-19	5 284	5 242	
26 300	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	26 358	26 830	
13 970	Alimentation Couche-Tard Inc.	3.319	01-Nov-19	13 899	14 567	
1 000	Alimentation Couche-Tard Inc.	3.899	01-Nov-22	1 009	1 057	
2 049	Alliance Pipeline LP	5.546	31-Dec-23	2 103	2 240	
3 571	Alliance Pipeline LP	6.765	31-Dec-25	3 593	4 118	
533	Alliance Pipeline LP	7.217	31-Dec-25	582	629	
26 200	AltaGas Ltd.	4.600	15-Jan-18	27 524	27 475	
13 500	AltaGas Ltd.	3.720	28-Sep-21	13 584	13 977	
12 400	AltaGas Ltd.	3.570	12-Jun-23	12 391	12 445	
9 750	AltaGas Ltd.	4.400	15-Mar-24	10 260	10 244	
5 000	AltaGas Ltd.	3.840	15-Jan-25	5 046	4 968	
13 000	AltaLink Investments LP	3.265	05-Jun-20	13 124	13 516	
9 000	AltaLink LP	3.668	06-Nov-23	9 682	9 751	
2 000	AltaLink LP	4.872	15-Nov-40	2 000	2 273	
5 000	AltaLink LP	4.462	08-Nov-41	5 099	5 366	
83 600	Bank of Montreal	2.390	12-Jul-17	83 787	85 065	
44 950	Bank of Montreal	2.240	11-Dec-17	44 699	45 734	
27 750	Bank of Montreal	3.210	13-Sep-18	28 650	28 997	
93 450	Bank of Montreal	2.430	04-Mar-19	93 476	95 816	
59 400	Bank of Montreal	2.840	04-Jun-20	61 061	61 803	
60 000	Bank of Montreal	2.100	06-Oct-20	59 952	60 372	
33 250	Bank of Montreal	3.400	23-Apr-21	33 750	35 408	
10 000	Bank of Montreal	6.170	28-Mar-23	10 971	10 954	
99 450	Bank of Nova Scotia	2.370	11-Jan-18	98 950	101 350	
68 000	Bank of Nova Scotia	2.242	22-Mar-18	67 785	69 187	
23 900	Bank of Nova Scotia	1.330	01-May-18	23 748	23 824	
30 200	Bank of Nova Scotia	2.750	13-Aug-18	30 574	31 142	
43 500	Bank of Nova Scotia	2.462	14-Mar-19	43 970	44 569	
86 500	Bank of Nova Scotia	2.400	28-Oct-19	86 536	88 331	
48 250	Bank of Nova Scotia	2.270	13-Jan-20	48 560	49 006	
96 800	Bank of Nova Scotia	2.130	15-Jun-20	97 122	97 488	
19 400	Bank of Nova Scotia	2.090	09-Sep-20	19 371	19 444	

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
35 000	Bank of Nova Scotia	3.270	11-Jan-21	$ 35 590	$ 36 939	
6 725	BC Tel	9.650	08-Apr-22	8 794	9 299	
4 500	bcIMC Realty Corp.	2.650	29-Jun-17	4 499	4 589	
7 500	bcIMC Realty Corp.	2.790	02-Aug-18	7 711	7 736	
31 000	bcIMC Realty Corp.	2.960	07-Mar-19	31 368	32 281	
11 000	bcIMC Realty Corp.	2.100	03-Jun-21	10 936	11 031	
75 270	Bell Canada	4.400	16-Mar-18	79 498	79 561	
12 500	Bell Canada	4.880	26-Apr-18	13 365	13 365	
22 150	Bell Canada	3.350	18-Jun-19	22 847	23 116	
18 000	Bell Canada	3.540	12-Jun-20	18 026	18 953	
25 825	Bell Canada	3.250	17-Jun-20	26 425	26 944	
10 000	Bell Canada	4.950	19-May-21	10 162	11 215	
45 500	Bell Canada	3.000	03-Oct-22	45 318	45 959	
15 000	Bell Canada	3.350	22-Mar-23	14 965	15 352	
56 750	Bell Canada	6.100	16-Mar-35	62 674	66 455	
13 000	Bell Canada	4.750	29-Sep-44	12 883	12 815	
20 700	Bell Canada	4.350	18-Dec-45	19 191	19 059	
2 500	Brookfield Power Corp.	5.840	05-Nov-36	2 532	2 673	
5 000	Brookfield Renewable Energy Partners ULC	3.752	02-Jun-25	4 939	4 964	
12 273	Brookfield Renewable Power Inc.	6.132	30-Nov-16	12 799	12 760	
4 100	Brookfield Renewable Power Inc.	5.140	13-Oct-20	4 098	4 550	
43 400	Caisse Centrale Desjardins	2.795	19-Nov-18	44 089	44 780	
18 045	Caisse Centrale Desjardins	2.443	17-Jul-19	18 084	18 472	
20 450	Caisse Centrale Desjardins	1.748	02-Mar-20	20 223	20 319	
7 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	7 000	7 184	
12 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	12 110	12 390	
7 000	Calloway Real Estate Investment Trust	3.985	30-May-23	7 020	7 274	
13 900	Cameco Corp.	5.670	02-Sep-19	15 417	15 420	
28 000	Canadian Credit Card Trust II	1.829	24-Mar-20	27 825	27 965	
62 600	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	62 851	63 746	
93 775	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	93 351	95 437	
29 800	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	29 818	29 948	
78 100	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	78 351	79 952	
55 000	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	54 645	54 934	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 992	
7 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	7 000	7 046	
6 200	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	6 706	7 048	
17 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	17 108	17 571	
19 000	Canadian Real Estate Investment Trust	2.564	30-Nov-19	18 832	18 917	
18 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	18 423	19 182	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 833	
10 000	Canadian Western Bank	2.104	26-Jun-17	10 000	10 014	
25 700	Canadian Western Bank	2.531	22-Mar-18	25 743	25 849	
13 650	Canadian Western Bank	3.077	14-Jan-19	13 728	13 923	
16 000	Canadian Western Bank	2.751	29-Jun-20	15 983	16 050	
22 500	Capital Desjardins Inc.	5.187	05-May-20	23 930	25 146	
5 100	Capital Power Corp.	4.850	21-Feb-19	5 297	5 200	
31 500	Cards II Trust	2.155	15-Oct-20	31 542	31 736	
16 600	Choice Properties LP	3.000	20-Sep-19	16 627	17 097	
15 400	Choice Properties LP	3.600	20-Sep-21	15 505	16 120	
7 000	Choice Properties Real Estate Investment Trust	2.297	14-Sep-20	6 933	6 981	
6 000	Choice Properties Real Estate Investment Trust	4.055	24-Nov-25	6 000	6 170	
1 300	Corus Entertainment Inc.	4.250	11-Feb-20	1 223	1 209	
14 500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	14 668	15 016	
5 500	Daimler Canada Finance Inc.	1.420	02-Oct-18	5 404	5 437	
14 000	Daimler Canada Finance Inc.	1.780	19-Aug-19	13 783	13 885	
18 700	Emera Inc.	2.960	13-Dec-16	18 706	18 943	
4 500	Emera Inc.	4.830	02-Dec-19	4 925	4 942	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
6 000	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	$ 5 983	$ 6 138	
5 300	Enbridge Gas Distribution Inc.	3.310	11-Sep-25	5 298	5 424	
18 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	19 130	20 581	
19 100	Enbridge Gas Distribution Inc.	4.500	23-Nov-43	19 539	20 046	
5 000	Enbridge Gas Distribution Inc.	4.000	22-Aug-44	4 840	4 869	
20 500	Enbridge Inc.	5.170	19-May-16	20 837	20 761	
1 500	Enbridge Inc.	4.770	02-Sep-19	1 508	1 594	
2 000	Enbridge Inc.	5.570	14-Nov-35	2 111	1 994	
4 500	Enbridge Inc.	4.570	11-Mar-44	4 125	3 882	
10 000	Enbridge Inc. USD	4.500	10-Jun-44	9 684	9 690	
5 050	Enbridge Income Fund	2.920	14-Dec-17	5 049	5 120	
3 900	Enbridge Income Fund	4.100	22-Feb-19	4 086	4 052	
2 000	Enbridge Pipelines Inc.	4.490	12-Nov-19	2 132	2 174	
13 775	EnerCare Solutions Inc.	4.300	30-Nov-17	14 011	14 287	
16 370	EPCOR Utilities Inc.	5.800	31-Jan-18	17 870	17 868	
8 700	EPCOR Utilities Inc.	4.550	28-Feb-42	9 060	9 546	
1 100	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	1 259	1 259	
22 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	22 601	24 913	
3 000	Fairfax Financial Holdings Ltd.	5.840	14-Oct-22	2 999	3 328	
15 000	First Capital Realty Inc.	4.430	31-Jan-22	14 870	16 285	
9 800	First Capital Realty Inc.	4.790	30-Aug-24	10 472	10 724	
2 371	Ford Auto Securitization Trust	2.347	15-Apr-17	2 371	2 378	
17 850	Ford Credit Canada Ltd.	4.875	08-Feb-17	18 423	18 401	
38 450	Ford Credit Canada Ltd.	3.320	19-Dec-17	38 220	39 309	
65 300	Ford Credit Canada Ltd.	2.939	19-Feb-19	65 549	66 257	
20 800	Ford Credit Canada Ltd.	2.923	16-Sep-20	20 748	20 875	
6 600	FortisAlberta Inc.	6.220	31-Oct-34	7 605	8 509	
12 300	FortisAlberta Inc.	4.110	29-Sep-44	12 244	12 411	
15 733	FortisBC Energy Inc.	5.900	26-Feb-35	17 009	19 726	
4 200	FortisBC Energy Inc.	3.375	13-Apr-45	3 654	3 744	
25 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	26 108	26 704	
39 600	GE Capital Canada Funding Co.	5.680	10-Sep-19	45 119	45 218	
7 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	7 496	9 531	
11 500	Genesis Trust II	2.295	15-Feb-17	11 500	11 641	
20 000	Genesis Trust II	2.433	15-May-19	20 022	20 495	
17 000	Genesis Trust II	1.699	15-Apr-20	16 816	16 911	
23 000	Genworth MI Canada Inc.	5.680	15-Jun-20	23 971	25 096	
15 000	George Weston Ltd.	4.115	17-Jun-24	15 000	15 840	
31 900	Glacier Credit Card Trust	2.568	20-Sep-19	32 122	32 691	
5 400	Great Canadian Gaming Corp.	6.625	25-Jul-22	5 486	5 422	
32 900	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	34 694	34 622	
8 400	Great-West Lifeco Inc.	6.140	21-Mar-18	9 182	9 242	
20 000	Great-West Lifeco Inc.	4.650	13-Aug-20	22 349	22 435	
23 250	Great-West Lifeco Inc.	6.740	24-Nov-31	28 233	30 733	
8 600	Greater Toronto Airports Authority	4.850	01-Jun-17	9 047	9 033	
17 500	Greater Toronto Airports Authority	5.960	20-Nov-19	20 445	20 490	
10 000	Greater Toronto Airports Authority	3.040	21-Sep-22	10 455	10 676	
25 050	Greater Toronto Airports Authority	6.980	15-Oct-32	35 163	35 558	
58 750	Greater Toronto Airports Authority	6.470	02-Feb-34	74 310	80 571	
38 900	H&R Real Estate Investment Trust	3.344	20-Jun-18	38 801	39 756	
32 500	Hollis Receivables Term Trust II	1.788	26-Feb-20	32 215	32 376	
26 700	HSBC Bank Canada	3.558	04-Oct-17	27 495	27 629	
31 300	HSBC Bank Canada	2.078	26-Nov-18	31 300	31 491	
28 000	HSBC Bank Canada	2.491	13-May-19	28 215	28 498	
20 000	HSBC Bank Canada	2.938	14-Jan-20	20 107	20 657	
14 500	HSBC Bank Canada	2.449	29-Jan-21	14 477	14 567	
5 000	HSBC Bank Canada	2.908	29-Sep-21	5 041	5 109	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
6 500	HSBC Bank Canada	4.800	10-Apr-22	$ 6 246	$ 6 745	
95 350	Hydro One Inc.	5.360	20-May-36	111 829	114 672	
1 500	Hydro One Inc.	4.170	06-Jun-44	1 546	1 556	
6 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	6 499	6 689	
27 000	Inter Pipeline Ltd.	3.448	20-Jul-20	27 403	28 290	
19 600	Inter Pipeline Ltd.	4.967	02-Feb-21	20 975	21 866	
11 100	Inter Pipeline Ltd.	4.637	30-May-44	10 857	10 612	
25 475	Loblaw Companies Ltd.	3.748	12-Mar-19	25 578	26 954	
6 000	Loblaw Companies Ltd.	5.220	18-Jun-20	6 352	6 777	
9 000	Loblaw Companies Ltd.	6.450	09-Feb-28	9 940	11 162	
24 250	Loblaw Companies Ltd.	6.050	09-Jun-34	26 515	28 458	
48 550	Loblaw Companies Ltd.	5.900	18-Jan-36	49 741	56 366	
9 600	Manulife Bank of Canada	1.405	27-Feb-18	9 536	9 572	
12 000	Manulife Financial Corporation	5.505	26-Jun-18	12 998	13 087	
15 500	Manulife Financial Corporation	5.059	15-Dec-41	15 059	16 235	
31 000	Master Credit Card Trust	2.626	21-Jan-17	31 440	31 477	
34 300	Master Credit Card Trust II	2.723	21-Nov-18	34 352	35 439	
6 125	Mattamy Group Corp. USD	6.500	15-Nov-20	7 238	8 094	
55 500	National Bank of Canada	2.019	13-Apr-17	55 537	56 066	
34 500	National Bank of Canada	2.689	21-Aug-17	34 877	35 274	
35 000	National Bank of Canada	2.794	09-Aug-18	35 213	36 130	
12 000	National Bank of Canada	2.404	28-Oct-19	12 000	12 263	
20 050	National Bank of Canada	1.742	03-Mar-20	19 839	19 928	
21 500	National Bank of Canada	2.105	18-Mar-22	21 064	21 199	
4 715	NAV Canada	7.400	01-Jun-27	6 188	6 756	
2 000	New Gold Inc. USD	6.250	15-Nov-22	2 216	2 214	
1 500	Newalta Corp.	5.875	01-Apr-21	1 356	1 297	
2 700	North West Redwater Partnership	3.200	22-Jul-24	2 696	2 777	
4 554	Nova Gas Transmission Ltd.	9.900	16-Dec-24	5 946	6 902	
6 700	Nova Scotia Power Inc.	5.610	15-Jun-40	8 091	8 168	
2 000	Nova Scotia Power Inc.	4.150	06-Mar-42	1 964	2 001	
8 000	Nova Scotia Power Inc.	4.500	20-Jul-43	7 876	8 421	
7 000	Nova Scotia Power Inc.	3.612	01-May-45	6 249	6 340	
10 000	OMERS Realty Corp.	2.498	05-Jun-18	10 000	10 238	
10 000	Pembina Pipeline Corp.	4.890	29-Mar-21	10 098	10 989	
3 500	Pembina Pipeline Corp.	3.770	24-Oct-22	3 499	3 596	
5 000	Pembina Pipeline Corp.	3.540	03-Feb-25	4 869	4 850	
9 500	Pembina Pipeline Corp.	4.240	15-Jun-27	9 424	9 464	
2 000	Pembina Pipeline Corp.	4.750	30-Apr-43	1 864	1 804	
20 450	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	20 897	21 104	
4 000	Precision Drilling Corp. USD	5.250	15-Nov-24	4 212	3 888	
940	Quebecor Media Inc.	7.375	15-Jan-21	952	980	
29 153	Reliance LP	4.574	15-Mar-17	29 825	29 801	
26 500	Reliance LP	5.187	15-Mar-19	27 985	28 058	
13 700	Rogers Communications Inc.	5.800	26-May-16	13 991	13 937	
6 000	Rogers Communications Inc.	2.800	13-Mar-19	6 130	6 150	
9 750	Rogers Communications Inc.	5.380	04-Nov-19	10 045	10 893	
12 500	Rogers Communications Inc.	4.700	29-Sep-20	12 767	13 768	
40 500	Rogers Communications Inc.	5.340	22-Mar-21	44 976	45 882	
8 000	Rogers Communications Inc.	4.000	13-Mar-24	7 976	8 390	
56 750	Rogers Communications Inc.	6.110	25-Aug-40	62 614	65 348	
74 200	Royal Bank of Canada*	2.580	13-Apr-17	74 754	75 495	
99 000	Royal Bank of Canada*	2.364	21-Sep-17	99 597	100 775	
58 400	Royal Bank of Canada*	2.260	12-Mar-18	58 623	59 451	
72 000	Royal Bank of Canada*	2.820	12-Jul-18	72 519	74 363	
60 600	Royal Bank of Canada*	2.890	11-Oct-18	60 711	62 811	
128 700	Royal Bank of Canada*	2.770	11-Dec-18	129 872	133 073	
21 950	Royal Bank of Canada*	2.980	07-May-19	22 350	22 891	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
54 900	Royal Bank of Canada*	2.350	09-Dec-19	$ 55 196	$ 56 062	
19 000	Royal Bank of Canada*	2.860	04-Mar-21	19 122	19 723	
7 000	Royal Bank of Canada*	1.968	02-Mar-22	6 801	6 857	
9 700	Scotiabank Capital Trust	7.802	30-Jun-08	10 473	11 398	
8 800	Shaw Communications Inc.	5.700	02-Mar-17	8 794	9 191	
70 400	Shaw Communications Inc.	5.650	01-Oct-19	78 711	78 242	
17 200	Shaw Communications Inc.	4.350	31-Jan-24	17 255	18 007	
28 600	Shaw Communications Inc.	6.750	09-Nov-39	31 683	32 946	
7 000	Sobeys Inc.	3.520	08-Aug-18	7 240	7 253	
33 700	Sun Life Financial Inc.	5.700	02-Jul-19	36 730	38 106	
10 000	Sun Life Financial Inc.	5.400	29-May-42	10 249	11 179	
7 000	Suncor Energy Inc.	3.100	26-Nov-21	6 976	7 194	
17 900	Suncor Energy Inc.	5.390	26-Mar-37	17 756	19 216	
3 000	TCHC Issuer Trust	4.877	11-May-37	3 000	3 587	
4 130	TELUS Corp.	4.950	15-Mar-17	3 832	4 295	
14 800	TELUS Corp.	1.500	27-Mar-18	14 703	14 727	
33 200	TELUS Corp.	5.050	04-Dec-19	36 754	36 805	
22 000	TELUS Corp.	5.050	23-Jul-20	23 297	24 576	
12 000	TELUS Corp.	3.600	26-Jan-21	12 026	12 647	
5 000	TELUS Corp.	3.200	05-Apr-21	4 987	5 168	
14 400	TELUS Corp.	2.350	28-Mar-22	14 012	14 054	
11 775	TELUS Corp.	3.350	15-Mar-23	12 008	12 013	
24 950	TELUS Corp.	4.400	01-Apr-43	23 281	22 750	
12 100	TELUS Corp.	4.400	29-Jan-46	11 161	10 922	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 465	5 492	
14 300	Teranet Holdings LP	5.754	17-Dec-40	14 273	15 580	
6 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	6 212	6 208	
4 800	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	4 800	4 928	
10 900	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	10 932	11 154	
16 500	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	16 399	16 459	
9 200	The Manufacturers Life Insurance Co.	3.181	22-Nov-27	9 200	9 342	
2 000	Thomson Reuters Corp.	4.350	30-Sep-20	1 992	2 164	
18 160	Thomson Reuters Corp.	3.309	12-Nov-21	18 160	18 628	
46 800	Toronto-Dominion Bank	4.779	14-Dec-16	45 771	48 063	
92 755	Toronto-Dominion Bank	2.171	02-Apr-18	92 965	94 387	
164 750	Toronto-Dominion Bank	2.447	02-Apr-19	165 618	169 034	
45 000	Toronto-Dominion Bank	1.693	02-Apr-20	44 577	44 755	
39 000	Toronto-Dominion Bank	2.563	24-Jun-20	39 366	40 154	
28 000	Toronto-Dominion Bank	2.621	22-Dec-21	28 484	28 614	
50 000	Toronto-Dominion Bank	3.226	24-Jul-24	51 194	52 214	
6 000	Toyota Credit Canada Inc.	2.750	18-Jul-18	6 062	6 177	
4 300	Toyota Credit Canada Inc.	1.800	19-Feb-20	4 269	4 298	
7 625	TransCanada PipeLines Ltd.	3.690	19-Jul-23	7 767	8 066	
12 000	TransCanada PipeLines Ltd.	3.300	17-Jul-25	11 985	12 135	
24 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	25 825	28 101	
21 300	TransCanada PipeLines Ltd.	4.550	15-Nov-41	20 812	21 548	
3 200	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	3 557	3 919	
20 400	Union Gas Ltd.	5.350	27-Apr-18	21 969	22 157	
4 000	Union Gas Ltd.	3.190	17-Sep-25	3 998	4 044	
20 000	Union Gas Ltd.	6.050	02-Sep-38	25 168	25 663	
3 000	Union Gas Ltd.	4.200	02-Jun-44	2 949	3 033	
12 000	Videotron Ltd.	5.625	15-Jun-25	12 105	12 005	
5 000	Videotron Ltd.	5.750	15-Jan-26	4 988	4 997	
6 000	VW Credit Canada Inc.	2.500	01-Oct-19	5 797	5 871	
15 350	VW Credit Canada Inc.	2.150	24-Jun-20	14 475	14 664	
51 500	Wells Fargo Canada Corp.	2.774	09-Feb-17	51 602	52 395	
19 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	19 013	19 648	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
58 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	$ 58 560	$ 60 517	
27 900	Wells Fargo Canada Corp.	3.040	29-Jan-21	28 144	29 238	
24 000	Wells Fargo Canada Corp.	3.460	24-Jan-23	25 299	25 507	
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	2 202	2 204	
2 000	Westcoast Energy Inc.	3.883	28-Oct-21	2 102	2 124	
8 250	Westcoast Energy Inc.	6.750	15-Dec-27	9 350	10 310	
				6 268 408	6 424 585	**41.4**
FEDERAL						
29 000	Canada Housing Trust No. 1	1.950	15-Jun-19	29 819	29 954	
72 103	Canada Housing Trust No. 1	3.350	15-Dec-20	74 270	79 271	
113 355	Canada Housing Trust No. 1	2.650	15-Mar-22	115 885	121 151	
174 380	Canada Housing Trust No. 1	2.350	15-Sep-23	173 425	182 097	
82 525	Government of Canada	1.500	01-Jun-23	83 257	84 447	
30 072	Government of Canada	2.500	01-Jun-24	30 786	32 985	
70 230	Government of Canada	2.250	01-Jun-25	74 272	75 506	
62 640	Government of Canada	5.750	01-Jun-29	86 594	92 137	
17 475	Government of Canada	5.750	01-Jun-33	25 608	27 024	
19 000	Government of Canada	5.000	01-Jun-37	27 803	28 346	
46 252	Government of Canada	4.000	01-Jun-41	55 355	62 832	
110 762	Government of Canada	3.500	01-Dec-45	137 967	143 655	
25 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	25 564	29 017	
				940 605	988 422	**6.4**
PROVINCIAL/MUNICIPAL						
30 000	Cadillac Fairview Finance Trust	3.640	09-May-18	29 996	31 672	
11 000	CDP Financial Inc.	4.600	15-Jul-20	11 008	12 493	
35 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	36 085	35 979	
8 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	8 011	9 428	
3 200	Province of British Columbia	9.950	15-May-21	4 572	4 581	
30 146	Province of British Columbia	5.700	18-Jun-29	33 360	40 387	
24 150	Province of Manitoba	6.500	22-Sep-17	25 705	26 495	
14 000	Province of Manitoba	4.600	05-Mar-38	13 551	16 748	
18 900	Province of Manitoba	4.650	05-Mar-40	20 623	22 900	
45 000	Province of New Brunswick	4.400	03-Jun-19	48 851	49 805	
25 696	Province of New Brunswick	4.500	02-Jun-20	28 913	29 053	
10 000	Province of New Brunswick	2.850	02-Jun-23	10 394	10 479	
21 024	Province of New Brunswick	4.800	03-Jun-41	21 449	25 708	
2 100	Province of Newfoundland and Labrador	6.150	17-Apr-28	2 272	2 796	
7 000	Province of Nova Scotia	9.600	30-Jan-22	9 783	10 075	
11 021	Province of Nova Scotia	6.600	01-Dec-31	10 992	15 849	
15 250	Province of Nova Scotia	4.500	01-Jun-37	16 551	17 955	
105 910	Province of Ontario	2.100	08-Sep-18	105 478	109 147	
142 400	Province of Ontario	4.400	02-Jun-19	155 974	157 969	
183 070	Province of Ontario	4.200	02-Jun-20	191 625	205 464	
153 040	Province of Ontario	4.000	02-Jun-21	162 910	172 279	
146 320	Province of Ontario	3.150	02-Jun-22	149 355	158 277	
287 300	Province of Ontario	2.850	02-Jun-23	281 137	304 164	
250 750	Province of Ontario	3.500	02-Jun-24	257 808	276 182	
275 740	Province of Ontario	2.600	02-Jun-25	277 833	281 882	
13 000	Province of Ontario	8.000	02-Dec-26	19 562	19 777	
126 030	Province of Ontario	6.500	08-Mar-29	156 762	177 627	
35 350	Province of Ontario	6.200	02-Jun-31	48 882	49 597	
93 400	Province of Ontario	5.600	02-Jun-35	123 484	126 976	
130 700	Province of Ontario	4.700	02-Jun-37	133 410	161 449	
279 050	Province of Ontario	4.600	02-Jun-39	332 420	342 635	
250 625	Province of Ontario	4.650	02-Jun-41	280 294	312 698	
366 165	Province of Ontario	3.500	02-Jun-43	375 341	384 601	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
500 440	Province of Ontario	3.450	02-Jun-45	$ 506 319	$ 523 538	
381 300	Province of Ontario	2.900	02-Dec-46	348 924	358 556	
9 000	Province of Prince Edward Island	4.650	19-Nov-37	10 043	10 685	
95 800	Province of Quebec	4.500	01-Dec-17	99 081	102 537	
74 300	Province of Quebec	4.500	01-Dec-19	80 052	83 535	
60 170	Province of Quebec	4.500	01-Dec-20	64 343	68 841	
87 390	Province of Quebec	3.500	01-Dec-22	90 381	96 440	
237 500	Province of Quebec	3.000	01-Sep-23	234 407	253 643	
177 600	Province of Quebec	3.750	01-Sep-24	188 525	199 060	
59 900	Province of Quebec	2.750	01-Sep-25	60 586	61 883	
82 150	Province of Quebec	6.000	01-Oct-29	108 986	111 555	
25 000	Province of Quebec	6.250	01-Jun-32	26 184	35 446	
29 400	Province of Quebec	5.750	01-Dec-36	37 189	40 763	
100 090	Province of Quebec	5.000	01-Dec-38	110 449	128 434	
140 840	Province of Quebec	5.000	01-Dec-41	168 055	183 629	
101 675	Province of Quebec	4.250	01-Dec-43	110 929	120 140	
34 300	Province of Quebec	3.500	01-Dec-45	34 657	35 997	
7 500	Simcoe County Board of Education	6.800	19-Jun-26	7 488	9 983	
				5 670 989	6 027 792	**38.8**
TOTAL CANADIAN BONDS				12 880 002	13 440 799	**86.6**
FOREIGN BONDS						
Azerbaijan						
3 800	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	4 883	5 325	
1 514	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 597	1 782	
				6 480	7 107	**0.1**
Brazil						
310	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	377	420	
545	Petrobras Global Finance BV USD	5.875	01-Mar-18	679	673	
600	Petrobras International Finance Co. USD	5.375	27-Jan-21	620	621	
5 650	Republic of Brazil USD	4.250	07-Jan-25	6 635	6 325	
2 600	Republic of Brazil USD	7.125	20-Jan-37	3 396	3 132	
				11 707	11 171	**0.1**
Chile						
4 160	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	4 326	5 546	
1 825	Corp Nacional del Cobre de Chile USD	6.150	24-Oct-36	2 508	2 431	
				6 834	7 977	**0.1**
China						
2 360	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	3 004	3 404	
3 650	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	4 020	5 305	
1 500	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	2 005	2 179	
				9 029	10 888	**0.1**
Colombia						
700	Republic of Colombia USD	11.750	25-Feb-20	1 137	1 255	
1 650	Republic of Colombia USD	8.125	21-May-24	2 439	2 757	
2 025	Republic of Colombia USD	6.125	18-Jan-41	2 674	2 724	
				6 250	6 736	–
Croatia						
8 290	Croatia Government USD	6.750	05-Nov-19	11 568	12 309	
				11 568	12 309	**0.1**
Dominican Republic						
5 410	Dominican Republic USD	7.500	06-May-21	7 273	8 047	
1 425	Dominican Republic USD	7.450	30-Apr-44	1 977	1 989	
				9 250	10 036	**0.1**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
El Salvador						
1 850	Republic of El Salvador USD	7.375	01-Dec-19	$ 2 512	$ 2 566	
				2 512	2 566	–
France						
8 000	Numericable Group S.A. USD	6.000	15-May-22	9 387	10 765	
				9 387	10 765	**0.1**
Hungary						
7 350	Hungary Government USD	6.250	29-Jan-20	10 945	11 382	
3 530	Hungary Government USD	5.375	25-Mar-24	4 990	5 363	
				15 935	16 745	**0.1**
Iceland						
2 150	Iceland Government USD	5.875	11-May-22	2 804	3 384	
				2 804	3 384	–
India						
300	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	362	431	
1 950	Export-Import Bank of India USD	3.875	02-Oct-19	2 341	2 780	
700	NTPC Ltd. USD	5.625	14-Jul-21	919	1 053	
				3 622	4 264	–
Indonesia						
4 645	Government of Indonesia USD	4.875	05-May-21	5 903	6 676	
435	Government of Indonesia USD	5.250	17-Jan-42	482	547	
1 140	Pertamina Persero PT USD	5.625	20-May-43	1 182	1 242	
2 550	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	3 001	3 603	
				10 568	12 068	**0.1**
Israel						
840	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	1 083	1 293	
				1 083	1 293	–
Ivory Coast						
2 365	Ivory Coast Government USD	5.375	23-Jul-24	2 831	2 914	
				2 831	2 914	–
Jordan						
765	Hikma Pharmaceuticals Plc. USD	4.250	10-Apr-20	948	1 029	
				948	1 029	–
Kazakhstan						
2 335	Government of Kazakhstan USD	5.125	21-Jul-25	3 068	3 201	
1 165	Government of Kazakhstan USD	4.875	14-Oct-44	1 340	1 352	
2 345	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	3 098	3 580	
1 125	Samruk-Energy JSC USD	3.750	20-Dec-17	1 186	1 526	
				8 692	9 659	**0.1**
Luxembourg						
4 700	ArcelorMittal USD	9.850	01-Jun-19	6 047	6 129	
1 300	ArcelorMittal USD	6.250	05-Aug-20	1 553	1 446	
3 250	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	4 264	4 379	
3 500	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	3 466	4 468	
2 000	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	2 043	2 186	
				17 373	18 608	**0.1**
Mexico						
3 745	Comision Federal de Electricidad USD	4.875	26-May-21	4 316	5 260	
7 600	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	9 818	9 451	
2 600	Petroleos Mexicanos USD	5.500	21-Jan-21	3 587	3 638	
4 350	Petroleos Mexicanos USD	3.500	30-Jan-23	4 465	5 267	
1 485	United Mexican States USD	5.750	12-Oct-10	1 784	1 927	
				23 970	25 543	**0.2**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Morocco						
790	Morocco Government EUR	4.500	05-Oct-20	$ 1 011	$ 1 289	
325	Morocco Government USD	4.250	11-Dec-22	421	447	
3 075	OCP S.A. USD	5.625	25-Apr-24	4 068	4 334	
425	OCP S.A. USD	6.875	25-Apr-44	569	579	
				6 069	6 649	–
Netherlands						
5 000	ING Bank N.V. USD	4.125	21-Nov-23	5 269	7 068	
				5 269	7 068	–
Nigeria						
760	Nigeria Government USD	6.750	28-Jan-21	976	979	
				976	979	–
Panama						
2 250	Republic of Panama USD	5.200	30-Jan-20	3 082	3 385	
3 570	Republic of Panama USD	7.125	29-Jan-26	4 726	6 168	
1 950	Republic of Panama USD	6.700	26-Jan-36	2 655	3 218	
				10 463	12 771	**0.1**
Paraguay						
1 185	Republic of Paraguay USD	4.625	25-Jan-23	1 552	1 597	
2 925	Republic of Paraguay USD	6.100	11-Aug-44	3 870	3 901	
				5 422	5 498	–
Peru						
3 165	Peruvian Government USD	7.350	21-Jul-25	4 784	5 506	
3 325	Republic of Peru USD	5.625	18-Nov-50	4 447	4 720	
				9 231	10 226	**0.1**
Philippines						
175	Power Sector Assets & Liabilities Management Corp. USD	7.390	02-Dec-24	301	313	
4 772	Republic of Philippines USD	8.375	17-Jun-19	6 727	8 044	
3 400	Republic of Philippines USD	7.750	14-Jan-31	5 378	6 622	
				12 406	14 979	**0.1**
Poland						
4 995	Government of Poland USD	5.125	21-Apr-21	6 769	7 703	
				6 769	7 703	**0.1**
Qatar						
1 150	State of Qatar USD	6.400	20-Jan-40	1 743	2 015	
				1 743	2 015	–
Romania						
3 310	Romanian Government USD	6.750	07-Feb-22	4 911	5 390	
820	Romanian Government USD	6.125	22-Jan-44	1 221	1 332	
				6 132	6 722	–
Russia						
1 665	Gazprom PAO USD	9.250	23-Apr-19	2 282	2 579	
4 460	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	5 888	6 378	
4 700	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	5 820	6 624	
				13 990	15 581	**0.1**
Singapore						
600	Flextronics International Ltd. USD	4.625	15-Feb-20	667	862	
				667	862	–
Slovenia						
2 805	Slovenia Government USD	5.500	26-Oct-22	3 529	4 342	
				3 529	4 342	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
South Africa						
400	Eskom Holdings Ltd. USD	5.750	26-Jan-21	$ 499	$ 484	
4 455	Republic of South Africa USD	4.665	17-Jan-24	5 673	5 892	
				6 172	6 376	–
Spain						
1 975	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	2 080	2 798	
				2 080	2 798	–
Supranational						
5 000	Inter-American Development Bank CAD	4.400	26-Jan-26	4 986	5 836	
				4 986	5 836	–
Turkey						
2 605	Export Credit Bank of Turkey USD	5.875	24-Apr-19	3 338	3 729	
2 770	Republic of Turkey USD	5.625	30-Mar-21	3 920	4 062	
2 225	Republic of Turkey USD	7.375	05-Feb-25	3 466	3 605	
940	Republic of Turkey USD	4.875	16-Apr-43	1 102	1 148	
				11 826	12 544	**0.1**
United Arab Emirates						
1 200	Emirate of Dubai USD	7.750	05-Oct-20	1 527	2 014	
1 880	IPIC GMTN Ltd. USD	5.000	15-Nov-20	2 449	2 879	
				3 976	4 893	–
United Kingdom						
5 000	Ashtead Capital Inc.	6.500	15-Jul-22	6 571	7 247	
2 400	Ashtead Capital Inc.	5.625	01-Oct-24	3 077	3 379	
				9 648	10 626	**0.1**
United States						
7 250	Access Midstream Partners LP	4.875	15-May-23	8 019	8 145	
3 700	Alcoa Inc.	5.400	15-Apr-21	4 766	4 998	
1 830	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	2 333	2 811	
5 000	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	6 324	7 264	
1 000	Antero Resources Corp.	5.625	01-Jun-23	1 233	1 086	
5 000	Antero Resources Finance Corp.	5.375	01-Nov-21	5 632	5 569	
10 000	Avis Budget Car Rental LLC	5.250	15-Mar-25	12 471	13 162	
9 000	Ball Corp.	5.250	01-Jul-25	11 690	12 780	
8 000	Beazer Homes USA Inc.	6.625	15-Apr-18	8 727	11 222	
4 295	CalAtlantic Group Inc.	5.875	15-Nov-24	6 040	6 240	
7 000	Calpine Corp.	6.000	15-Jan-22	7 845	10 046	
7 500	CCO Holdings LLC	6.500	30-Apr-21	9 143	10 812	
2 500	CCO Safari II LLC	4.464	23-Jul-22	3 177	3 451	
15 000	CCOH Safari LLC	5.750	15-Feb-26	19 881	20 859	
2 000	CenturyLink Inc.	6.750	01-Dec-23	2 403	2 605	
1 000	Chesapeake Energy Corp.	6.125	15-Feb-21	374	397	
4 520	Chesapeake Energy Corp.	8.000	15-Dec-22	4 344	3 096	
7 000	Choice Hotels International Inc.	5.750	01-Jul-22	7 757	10 412	
7 000	Cinemark USA Inc.	4.875	01-Jun-23	8 676	9 480	
3 000	CommScope Inc.	5.500	15-Jun-24	3 276	3 959	
3 000	Community Health Systems Inc.	5.125	01-Aug-21	3 994	4 151	
7 000	Consol Energy Inc.	5.875	15-Apr-22	6 130	6 054	
8 680	Continental Resources Inc.	7.125	01-Apr-21	9 960	11 153	
2 000	Continental Resources Inc.	5.000	15-Sep-22	2 350	2 044	
2 000	Continental Resources Inc.	3.800	01-Jun-24	2 217	1 953	
4 900	Crown Castle International Corp.	4.875	15-Apr-22	5 418	7 051	
5 000	CSC Holdings LLC	6.750	15-Nov-21	5 352	6 815	
8 830	D.R. Horton Inc.	5.750	15-Aug-23	10 497	13 086	
2 750	Denbury Resources Inc.	5.500	01-May-22	2 283	1 282	
5 000	DISH DBS Corp.	7.875	01-Sep-19	5 782	7 541	
4 000	DISH DBS Corp.	5.875	15-Nov-24	4 515	4 940	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
10 000	Equinix Inc.	5.875	15-Jan-26	$ 13 398	$ 14 287	
15 545	Everest Reinsurance Holdings Inc.	6.600	15-May-37	18 351	19 628	
17 550	Fidelity National Information Services Inc.	5.000	15-Mar-22	19 120	25 255	
10 000	GE Capital Canada Funding Co.	4.600	26-Jan-22	11 276	11 325	
7 000	General Motors Financial of Canada Ltd.	3.080	22-May-20	6 976	7 014	
16 692	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	16 748	23 385	
7 500	HCA Inc.	5.875	15-Mar-22	8 702	10 974	
8 500	HCA Inc.	5.875	15-Feb-26	11 421	11 835	
2 250	HDTFS Inc.	6.250	15-Oct-22	2 465	3 238	
2 210	Hearst-Argyle Television Inc.	7.000	15-Jan-18	2 830	3 134	
8 000	Ingles Markets Inc.	5.750	15-Jun-23	8 594	11 097	
4 000	Kinder Morgan Inc.	5.625	15-Nov-23	4 962	5 071	
2 250	Kinder Morgan Inc.	7.800	01-Aug-31	2 933	2 927	
3 800	Kinder Morgan Inc.	7.750	15-Jan-32	4 951	5 012	
7 500	Lamar Media Corp.	5.375	15-Jan-24	8 844	10 741	
5 340	Lear Corp.	5.375	15-Mar-24	6 558	7 629	
5 225	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	418	415	
9 200	Lennar Corp.	4.750	30-May-25	11 393	12 507	
6 500	Lincoln National Corp.	6.050	20-Apr-67	7 148	7 038	
7 000	Micron Technology Inc.	5.875	15-Feb-22	8 162	9 456	
1 000	Micron Technology Inc.	5.500	01-Feb-25	1 081	1 207	
2 500	MPLX LP	4.500	15-Jul-23	2 983	3 112	
2 500	MPLX LP	4.875	01-Dec-24	2 992	3 122	
6 000	NCR Corp.	5.000	15-Jul-22	6 325	8 084	
3 000	Newfield Exploration Co.	5.625	01-Jul-24	3 637	3 425	
4 500	NRG Energy Inc.	7.875	15-May-21	4 885	5 869	
9 400	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	11 341	12 763	
3 500	Owens-Brockway Glass Container Inc.	6.375	15-Aug-25	4 855	4 985	
2 000	Qwest Corp.	6.500	01-Jun-17	2 108	2 903	
1 200	Qwest Corp.	6.750	01-Dec-21	1 202	1 743	
11 250	Range Resources Corp.	5.750	01-Jun-21	12 812	12 375	
6 000	Regal Entertainment Group	5.750	15-Mar-22	7 562	8 333	
1 000	Regal Entertainment Group	5.750	15-Jun-23	1 271	1 384	
8 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	9 223	11 429	
4 275	Rite Aid Corp.	6.125	01-Apr-23	5 462	6 145	
5 000	Sabine Pass Liquefaction LLC	5.750	15-May-24	6 167	6 054	
2 500	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	3 090	2 940	
3 000	Seagate HDD Cayman USD	4.750	01-Jun-23	2 857	3 639	
2 000	Seagate HDD Cayman USD	4.750	01-Jan-25	2 295	2 310	
2 200	Service Corp. International	5.375	15-Jan-22	2 505	3 189	
7 000	Sinclair Television Group Inc.	5.375	01-Apr-21	8 376	9 746	
1 000	Sinclair Television Group Inc.	6.375	01-Nov-21	1 164	1 432	
8 800	Smithfield Foods Inc.	6.625	15-Aug-22	9 989	12 679	
2 700	Sonic Automotive Inc.	7.000	15-Jul-22	3 012	3 969	
1 225	Sonic Automotive Inc.	5.000	15-May-23	1 255	1 619	
2 000	Sprint Capital Corp.	6.875	15-Nov-28	1 865	1 944	
2 425	Sprint Nextel Corp.	9.000	15-Nov-18	3 106	3 540	
9 000	T-Mobile USA Inc.	6.625	01-Apr-23	9 966	12 733	
8 500	Targa Resources Partners LP	6.875	01-Feb-21	9 998	10 703	
10 500	Tenet Healthcare Corp.	6.000	01-Oct-20	12 152	15 364	
9 000	The AES Corp.	5.500	15-Mar-24	10 065	11 177	
12 000	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	16 031	17 103	
535	The Hertz Corp.	7.500	15-Oct-18	716	757	
1 000	The Hertz Corp.	5.875	15-Oct-20	1 368	1 434	
10 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	11 489	14 598	
2 000	Toll Brothers Finance Corp.	4.375	15-Apr-23	2 581	2 698	
3 000	Toll Brothers Finance Corp.	4.875	15-Nov-25	3 974	4 089	

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United States (cont.)						
8 000	United Rentals North America Inc.	4.625	15-Jul-23	$ 10 229	$ 11 083	
5 000	United Rentals North America Inc.	5.500	15-Jul-25	6 454	6 737	
5 600	Universal Health Services Inc.	4.750	01-Aug-22	7 208	7 846	
5 000	Whiting Petroleum Corp.	5.750	15-Mar-21	5 702	5 078	
1 450	WPX Energy Inc.	6.000	15-Jan-22	1 633	1 414	
3 000	WPX Energy Inc.	5.250	15-Sep-24	3 184	2 760	
				604 029	681 946	**4.4**
Uruguay						
2 800	Republic of Uruguay USD	4.500	14-Aug-24	3 526	3 951	
1 700	Republic of Uruguay USD	7.625	21-Mar-36	2 661	2 917	
				6 187	6 868	–
Vietnam						
3 940	Republic of Vietnam USD	4.800	19-Nov-24	5 065	5 270	
				5 065	5 270	–
TOTAL FOREIGN BONDS				897 478	1 007 614	**6.4**
TOTAL BONDS				13 777 480	14 448 413	**93.0**
MORTGAGE-BACKED SECURITIES						
6 676	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	6 675	6 873	
TOTAL MORTGAGE-BACKED SECURITIES				6 675	6 873	–

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
1 585 000	Barclays Capital High Yield Bond SPDR Fund	$ 74 555	$ 74 370	
TOTAL OTHER INVESTMENTS		74 555	74 370	**0.5**
SHORT-TERM INVESTMENTS†		349 227	349 227	**2.3**
TOTAL INVESTMENTS		14 792 989	15 490 935	**99.7**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	3 979	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	17 765	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(49 125)	**(0.3)**
TOTAL PORTFOLIO		$14 792 989	15 463 554	**99.5**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			73 517	**0.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$15 537 071	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
1 200	Canadian 10-Year Bond Future, March 2016 Contracts at CAD 138.23 per contract	$ 165 876	$ 3 312
(2 190)	United States 10-Year Note Future, March 2016 Contracts at USD 126.13 per contract	(370 292)	667
TOTAL FUTURES		$ (204 416)	$ 3 979

$28 268 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 18 497 Sold CAD 24 019 @ 0.7701	08-Jan-16	$ 1 573
Bought USD 2 185 Sold CAD 2 880 @ 0.7586	08-Jan-16	143
Bought USD 32 100 Sold CAD 42 937 @ 0.7476	08-Jan-16	1 479
Bought USD 5 000 Sold CAD 6 777 @ 0.7378	12-Jan-16	142
Bought CAD 43 422 Sold USD 31 245 @ 1.3897	13-Jan-16	189
Bought USD 1 975 Sold CAD 2 585 @ 0.7639	14-Jan-16	147
Bought USD 1 400 Sold CAD 1 859 @ 0.7530	14-Jan-16	78
Bought BRL 38 987 Sold CAD 12 907 @ 3.0207	15-Jan-16	672
Bought PLN 39 143 Sold CAD 13 030 @ 3.0042	19-Jan-16	772
Bought PLN 6 565 Sold CAD 2 173 @ 3.0213	19-Jan-16	142
Bought USD 194 Sold CAD 263 @ 0.7382	22-Jan-16	6
Bought USD 30 673 Sold CAD 40 250 @ 0.7620	25-Jan-16	2 189
Bought USD 17 964 Sold CAD 23 572 @ 0.7621	25-Jan-16	1 284
Bought CAD 4 169 Sold USD 3 000 @ 1.3896	01-Feb-16	18
Bought USD 24 873 Sold CAD 32 734 @ 0.7599	01-Feb-16	1 681
Bought USD 21 427 Sold CAD 28 221 @ 0.7593	01-Feb-16	1 426

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 24 800 Sold CAD 32 929 @ 0.7531	01-Feb-16	$ 1 384
Bought CAD 436 Sold USD 315 @ 1.3830	03-Feb-16	–
Bought USD 2 649 Sold CAD 3 525 @ 0.7515	03-Feb-16	140
Bought USD 355 Sold CAD 488 @ 0.7281	03-Feb-16	4
Bought TRY 24 145 Sold CAD 11 049 @ 2.1853	10-Feb-16	273
Bought MXN 95 148 Sold CAD 7 496 @ 12.6939	16-Feb-16	117
Bought TRY 32 120 Sold CAD 14 575 @ 2.2037	19-Feb-16	449
Bought TRY 9 944 Sold CAD 4 476 @ 2.2217	19-Feb-16	176
Bought USD 3 840 Sold CAD 5 120 @ 0.7500	24-Feb-16	193
Bought USD 12 898 Sold CAD 17 248 @ 0.7478	24-Feb-16	595
Bought USD 14 120 Sold CAD 18 881 @ 0.7478	24-Feb-16	654
Bought USD 2 642 Sold CAD 3 612 @ 0.7314	24-Feb-16	43
Bought USD 29 304 Sold CAD 39 239 @ 0.7468	03-Mar-16	1 302
Bought USD 402 Sold CAD 537 @ 0.7490	07-Mar-16	19
Bought USD 237 Sold CAD 322 @ 0.7361	08-Mar-16	6
Bought USD 4 000 Sold CAD 5 490 @ 0.7286	08-Mar-16	44
Bought CAD 132 Sold EUR 87 @ 1.5148	09-Mar-16	1
Bought CAD 46 724 Sold USD 33 468 @ 1.3961	22-Mar-16	424
		$ 17 765

Contracts	Maturity Date	Unrealized Loss
Bought USD 28 245 Sold CAD 39 256 @ 0.7195	04-Jan-16	$ (173)
Bought CAD 34 849 Sold USD 25 977 @ 1.3415	06-Jan-16	(1 096)
Bought CAD 57 162 Sold USD 42 961 @ 1.3306	07-Jan-16	(2 283)
Bought CAD 902 Sold EUR 615 @ 1.4675	08-Jan-16	(22)
Bought CAD 19 238 Sold USD 14 084 @ 1.3660	08-Jan-16	(250)
Bought USD 130 Sold CAD 180 @ 0.7204	13-Jan-16	(1)
Bought CAD 52 953 Sold USD 40 700 @ 1.3011	14-Jan-16	(3 362)
Bought CAD 6 609 Sold USD 5 100 @ 1.2959	14-Jan-16	(448)
Bought CAD 1 228 Sold USD 895 @ 1.3720	14-Jan-16	(10)
Bought BRL 16 966 Sold CAD 5 911 @ 2.8700	15-Jan-16	(3)
Bought CAD 15 829 Sold PLN 45 708 @ 0.3463	19-Jan-16	(287)
Bought CAD 15 922 Sold USD 12 237 @ 1.3011	20-Jan-16	(1 010)
Bought CAD 14 534 Sold USD 11 297 @ 1.2865	20-Jan-16	(1 097)
Bought CAD 38 889 Sold USD 29 904 @ 1.3005	21-Jan-16	(2 488)
Bought CAD 21 820 Sold USD 16 956 @ 1.2868	22-Jan-16	(1 641)
Bought CAD 53 137 Sold USD 39 867 @ 1.3329	22-Jan-16	(2 024)
Bought CAD 19 349 Sold USD 14 165 @ 1.3660	25-Jan-16	(250)
Bought RUB 302 352 Sold CAD 6 049 @ 49.9810	25-Jan-16	(356)
Bought RUB 153 826 Sold CAD 3 062 @ 50.2400	25-Jan-16	(165)
Bought CAD 30 751 Sold USD 23 339 @ 1.3176	26-Jan-16	(1 541)
Bought CAD 1 691 Sold USD 1 270 @ 1.3316	26-Jan-16	(66)
Bought CAD 3 577 Sold USD 2 764 @ 1.2943	29-Jan-16	(247)
Bought CAD 38 493 Sold USD 28 016 @ 1.3740	01-Feb-16	(270)
Bought CAD 61 970 Sold USD 46 970 @ 1.3194	03-Feb-16	(3 017)
Bought USD 4 000 Sold CAD 5 592 @ 0.7153	03-Feb-16	(57)
Bought CAD 30 658 Sold USD 22 321 @ 1.3735	04-Feb-16	(225)
Bought CAD 39 000 Sold USD 28 391 @ 1.3737	05-Feb-16	(281)
Bought CAD 31 009 Sold USD 23 234 @ 1.3346	08-Feb-16	(1 137)
Bought CAD 4 608 Sold USD 3 500 @ 1.3165	09-Feb-16	(235)
Bought CAD 7 999 Sold USD 6 000 @ 1.3331	09-Feb-16	(303)
Bought CAD 47 575 Sold USD 35 207 @ 1.3513	09-Feb-16	(1 137)
Bought CAD 41 322 Sold USD 31 360 @ 1.3177	10-Feb-16	(2 067)

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 908 Sold USD 684 @ 1.3275	11-Feb-16	$ (38)
Bought CAD 52 439 Sold USD 39 357 @ 1.3324	12-Feb-16	(2 013)
Bought RUB 682 069 Sold CAD 13 121 @ 51.9820	16-Feb-16	(356)
Bought CAD 27 468 Sold USD 20 595 @ 1.3337	17-Feb-16	(1 026)
Bought CAD 8 077 Sold USD 6 051 @ 1.3348	18-Feb-16	(295)
Bought CAD 1 417 Sold USD 1 050 @ 1.3495	18-Feb-16	(36)
Bought CAD 28 819 Sold USD 21 196 @ 1.3597	18-Feb-16	(506)
Bought CAD 17 276 Sold USD 13 000 @ 1.3289	19-Feb-16	(710)
Bought CAD 8 598 Sold USD 6 470 @ 1.3289	19-Feb-16	(353)
Bought CAD 14 901 Sold TRY 32 881 @ 0.4532	19-Feb-16	(480)
Bought CAD 25 940 Sold USD 19 500 @ 1.3303	22-Feb-16	(1 038)
Bought MXN 238 137 Sold CAD 19 123 @ 12.4530	22-Feb-16	(79)
Bought MXN 46 415 Sold CAD 3 714 @ 12.4986	22-Feb-16	(2)
Bought CAD 275 Sold USD 207 @ 1.3285	23-Feb-16	(11)
Bought CAD 16 396 Sold USD 12 328 @ 1.3300	23-Feb-16	(660)
Bought CAD 33 024 Sold USD 24 798 @ 1.3317	24-Feb-16	(1 284)
Bought CAD 3 997 Sold USD 3 000 @ 1.3323	25-Feb-16	(153)
Bought CAD 23 235 Sold USD 17 410 @ 1.3346	25-Feb-16	(852)
Bought CAD 33 293 Sold USD 25 000 @ 1.3317	26-Feb-16	(1 294)
Bought CAD 12 401 Sold USD 9 275 @ 1.3370	26-Feb-16	(431)
Bought CAD 32 869 Sold USD 24 688 @ 1.3314	29-Feb-16	(1 286)
Bought CAD 12 612 Sold USD 9 500 @ 1.3276	29-Feb-16	(531)
Bought CAD 30 270 Sold USD 22 755 @ 1.3303	01-Mar-16	(1 211)
Bought CAD 16 103 Sold USD 12 049 @ 1.3365	02-Mar-16	(566)
Bought CAD 15 279 Sold USD 11 440 @ 1.3356	07-Mar-16	(548)
Bought BRL 30 356 Sold CAD 10 507 @ 2.8890	08-Mar-16	(122)
Bought CAD 41 107 Sold USD 30 703 @ 1.3389	08-Mar-16	(1 369)
Bought USD 2 120 Sold CAD 2 960 @ 0.7163	08-Mar-16	(27)
Bought CAD 52 509 Sold USD 39 456 @ 1.3308	09-Mar-16	(2 076)
Bought CAD 14 655 Sold USD 10 965 @ 1.3365	10-Mar-16	(514)
Bought CAD 29 163 Sold USD 21 844 @ 1.3351	10-Mar-16	(1 057)
Bought CAD 1 605 Sold USD 1 204 @ 1.3332	10-Mar-16	(60)
Bought CAD 24 516 Sold USD 18 130 @ 1.3523	11-Mar-16	(565)
Bought CAD 21 439 Sold USD 15 517 @ 1.3817	17-Mar-16	(27)
		$ (49 125)
TOTAL FOREIGN EXCHANGE		$ (31 360)

All counterparties have a credit rating of at least A.

* 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 0.41% to 0.84% and mature between January 4, 2016 and January 29, 2016.

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 15 490 935**	$ 13 124 941
Cash	**38**	39
Due from investment dealers	**514**	–
Subscriptions receivable	**22 100**	21 721
Unrealized gain on futures contracts	**3 979**	–
Unrealized gain on foreign exchange contracts	**17 765**	12 599
Dividends receivable, interest accrued and other assets	**97 854**	90 578
TOTAL ASSETS	**15 633 185**	13 249 878
LIABILITIES		
Due to investment dealers	**39 618**	–
Redemptions payable	**2 000**	20 719
Unrealized loss on futures contracts	**–**	4 001
Futures contracts margin payable	**3 390**	528
Unrealized loss on foreign exchange contracts	**49 125**	23 290
Accounts payable and accrued expenses	**1 981**	2 128
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**96 114**	50 666
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 15 537 071**	$ 13 199 212
Investments at cost	**$ 14 792 989**	$ 12 468 988
NAV		
SERIES A	**$ 1 535 208**	$ 1 642 304
ADVISOR SERIES	**$ 53 352**	$ 42 893
SERIES H	**$ 8 468**	$ 3 956
SERIES D	**$ 65 736**	$ 61 636
SERIES F	**$ 27 232**	$ 13 230
SERIES I	**$ 55 342**	$ 4 525
SERIES O	**$ 13 791 733**	$ 11 430 668
NAV PER UNIT		
SERIES A	**$ 6.62**	$ 6.60
ADVISOR SERIES	**$ 6.76**	$ 6.74
SERIES H	**$ 6.74**	$ 6.72
SERIES D	**$ 6.66**	$ 6.64
SERIES F	**$ 6.83**	$ 6.81
SERIES I	**$ 6.80**	$ 6.79
SERIES O	**$ 6.90**	$ 6.89

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 594**	$ 439
Interest for distribution purposes	**454 834**	469 904
Net gain (loss) from futures contracts	**(4 972)**	(21 173)
Other income received from underlying funds	**17 710**	7 016
Securities lending revenue (see note 6 in the generic notes)	**835**	964
Capital gains received from underlying funds	**10 639**	6 139
Net realized gain (loss) on investments	**157 064**	88 275
Net gain (loss) on foreign currencies and other net assets	**(104 239)**	(38 892)
Change in unrealized gain (loss) on investments	**3 447**	628 162
TOTAL INCOME (LOSS)	**536 912**	1 140 834
EXPENSES (see notes – Fund Specific Information)		
Management fees	**17 330**	17 440
Administration fees	**4 000**	4 022
Independent Review Committee costs	**3**	3
GST/HST	**2 209**	2 233
Transaction costs	**31**	4
Withholding tax	**234**	271
TOTAL EXPENSES	**23 807**	23 973
INCREASE (DECREASE) IN NAV	**$ 513 105**	$ 1 116 861
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 42 580**	$ 126 224
ADVISOR SERIES	**$ 1 155**	$ 2 829
SERIES H	**$ 139**	$ 62
SERIES D	**$ 1 837**	$ 4 497
SERIES F	**$ 462**	$ 841
SERIES I	**$ 632**	$ 122
SERIES O	**$ 466 300**	$ 982 286
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.19**	$ 0.48
ADVISOR SERIES	**$ 0.19**	$ 0.49
SERIES H	**$ 0.20**	$ 0.49
SERIES D	**$ 0.22**	$ 0.51
SERIES F	**$ 0.23**	$ 0.54
SERIES I	**$ 0.23**	$ 0.54
SERIES O	**$ 0.28**	$ 0.58

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 513 105**	$ 1 116 861
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(157 064)**	(88 275)
Change in unrealized loss (gain) on investments	**(3 447)**	(628 162)
(Increase) decrease in accrued receivables	**(11 255)**	4 066
Increase (decrease) in accrued payables	**(4 148)**	(41 780)
Cost of investments purchased	**(10 245 426)**	(12 740 436)
Proceeds on sales of investments	**8 099 716**	12 076 648
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 808 519)**	(301 078)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**4 022 158**	3 360 048
Cash paid on redemption of redeemable units	**(2 214 740)**	(3 041 660)
Distributions paid to holders of redeemable units	**(1 762)**	(11 892)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 805 656**	$ 306 496
Net increase (decrease) in cash for the period	**(2 863)**	5 418
Cash (bank overdraft), beginning of period	**(489)**	(5 907)
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (3 352)**	$ (489)
Interest received (paid)	**$ 447 592**	$ 462 434
Dividends received, net of withholding taxes	**$ 1 326**	$ 37

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 642 304**	$ 1 776 368	**$ 42 893**	$ 36 190	**$ 3 956**	$ 1	**$ 61 636**	$ 53 735
INCREASE (DECREASE) IN NAV	**42 580**	126 224	**1 155**	2 829	**139**	62	**1 837**	4 497
Early redemption fees	**2**	3	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**189 064**	174 286	**24 191**	13 800	**8 198**	3 894	**22 145**	22 579
Reinvestments of distributions to holders of redeemable units	**34 908**	36 358	**1 037**	774	**146**	13	**1 736**	1 514
Redemption of redeemable units	**(338 080)**	(433 868)	**(14 803)**	(9 858)	**(3 724)**	(1)	**(19 839)**	(19 140)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(114 106)**	(223 221)	**10 425**	4 716	**4 620**	3 906	**4 042**	4 955
Distributions from net income	**(34 408)**	(37 067)	**(1 082)**	(842)	**(241)**	(13)	**(1 730)**	(1 551)
Distributions from net gains	**(1 162)**	–	**(39)**	–	**(6)**	–	**(49)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(35 570)**	(37 067)	**(1 121)**	(842)	**(247)**	(13)	**(1 779)**	(1 551)
NET INCREASE (DECREASE) IN NAV	**(107 096)**	(134 064)	**10 459**	6 703	**4 512**	3 955	**4 100**	7 901
NAV AT END OF PERIOD	**$ 1 535 208**	$ 1 642 304	**$ 53 352**	$ 42 893	**$ 8 468**	$ 3 956	**$ 65 736**	$ 61 636

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 13 230**	$ 7 299	**$ 4 525**	$ 490	**$ 11 430 668**	$ 9 949 423	**$ 13 199 212**	$ 11 823 506
INCREASE (DECREASE) IN NAV	**462**	841	**632**	122	**466 300**	982 286	**513 105**	1 116 861
Early redemption fees	**–**	–	**–**	–	**–**	–	**2**	5
Proceeds from redeemable units issued	**20 475**	9 629	**54 092**	3 938	**3 704 372**	3 102 941	**4 022 537**	3 331 067
Reinvestments of distributions to holders of redeemable units	**345**	194	**151**	22	**420 291**	382 398	**458 614**	421 273
Redemption of redeemable units	**(6 653)**	(4 435)	**(3 713)**	(1)	**(1 809 211)**	(2 593 032)	**(2 196 023)**	(3 060 335)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**14 167**	5 388	**50 530**	3 959	**2 315 452**	892 307	**2 285 130**	692 010
Distributions from net income	**(607)**	(298)	**(304)**	(46)	**(410 784)**	(393 348)	**(449 156)**	(433 165)
Distributions from net gains	**(20)**	–	**(41)**	–	**(9 903)**	–	**(11 220)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(627)**	(298)	**(345)**	(46)	**(420 687)**	(393 348)	**(460 376)**	(433 165)
NET INCREASE (DECREASE) IN NAV	**14 002**	5 931	**50 817**	4 035	**2 361 065**	1 481 245	**2 337 859**	1 375 706
NAV AT END OF PERIOD	**$ 27 232**	$ 13 230	**$ 55 342**	$ 4 525	**$ 13 791 733**	$ 11 430 668	**$ 15 537 071**	$ 13 199 212

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

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 2015**	December 31 2014
AAA	**8.8**	8.3
AA	**46.0**	48.3
A	**22.7**	21.5
BBB	**16.9**	15.9
BB	**3.5**	3.8
B	**1.9**	1.9
CCC	**0.1**	–
Unrated	**0.1**	0.3
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 2015**	December 31 2014
Corporate Bonds	**41.4**	43.0
Provincial/Municipal Bonds	**38.8**	39.9
Foreign Bonds	**6.4**	6.3
Federal Bonds	**6.4**	6.4
Income Funds	**3.9**	2.1
Mortgage-Backed Securities	**–**	0.1
Cash/Other	**3.1**	2.2
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**1.5**	0.9
1 – 5 years	**38.2**	39.1
5 – 10 years	**26.8**	30.0
> 10 years	**33.5**	30.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 6.9%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**74 370**	**–**	**–**	**74 370**
Mutual fund units	**612 052**	**–**	**–**	**612 052**
Fixed-income and debt securities	**–**	**14 455 286**	**–**	**14 455 286**
Short-term investments	**–**	**349 227**	**–**	**349 227**
Derivatives – assets	**3 979**	**17 765**	**–**	**21 744**
Derivatives – liabilities	**–**	**(49 125)**	**–**	**(49 125)**
Total financial instruments	**690 401**	**14 773 153**	**–**	**15 463 554**
% of total portfolio	**4.5**	**95.5**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.00%
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 2015	December 31 2014
Units held		
Series H	**161**	158
Series I	**1 198**	1 161
Value of all units	**9**	9

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Emerging Markets Corporate Bond Fund	**1.1**	**25.5**	1.1	25.1
RBC Emerging Markets Foreign Exchange Fund	**1.0**	**60.2**	1.0	77.3
RBC High Yield Bond Fund	**0.1**	**0.5**	–	–
RBC Private Canadian Corporate Bond Pool	**1.7**	**12.7**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**248 942**	283 729
Issued number of units	**28 077**	26 915
Reinvested number of units	**5 230**	5 628
Redeemed number of units	**(50 410)**	(67 330)
Ending number of units	**231 839**	248 942
Advisor Series		
Opening units	**6 368**	5 666
Issued number of units	**3 534**	2 083
Reinvested number of units	**152**	117
Redeemed number of units	**(2 165)**	(1 498)
Ending number of units	**7 889**	6 368
Series H		
Opening units	**589**	–
Issued number of units	**1 193**	587
Reinvested number of units	**21**	2
Redeemed number of units	**(547)**	–
Ending number of units	**1 256**	589

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)	2015	2014
Series D		
Opening units	**9 286**	8 532
Issued number of units	**3 268**	3 464
Reinvested number of units	**259**	233
Redeemed number of units	**(2 944)**	(2 943)
Ending number of units	**9 869**	9 286
Series F		
Opening units	**1 943**	1 131
Issued number of units	**2 957**	1 445
Reinvested number of units	**50**	29
Redeemed number of units	**(964)**	(662)
Ending number of units	**3 986**	1 943
Series I		
Opening units	**666**	76
Issued number of units	**7 995**	587
Reinvested number of units	**22**	3
Redeemed number of units	**(547)**	–
Ending number of units	**8 136**	666
Series O		
Opening units	**1 658 442**	1 522 142
Issued number of units	**536 598**	460 938
Reinvested number of units	**60 421**	56 601
Redeemed number of units	**(257 091)**	(381 239)
Ending number of units	**1 998 370**	1 658 442

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**31**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**719 019**	1 533 506
Fair value of collateral received	**734 868**	1 564 231

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 2015	December 31 2014
RBC Conservative Growth & Income Fund	**0.1**	–
RBC Managed Payout Solution	**5.2**	6.6
RBC Managed Payout Solution – Enhanced	**3.5**	4.3
RBC Managed Payout Solution – Enhanced Plus	**2.3**	2.7
RBC Monthly Income Bond Fund	**1.2**	1.3
RBC Select Balanced Portfolio	**23.8**	28.8
RBC Select Choices Balanced Portfolio	**0.3**	0.3
RBC Select Choices Conservative Portfolio	**0.2**	0.2
RBC Select Choices Growth Portfolio	**0.2**	0.3
RBC Select Conservative Portfolio	**24.5**	27.9
RBC Select Growth Portfolio	**3.7**	4.1
RBC Select Very Conservative Portfolio	**6.2**	6.3
RBC Target 2020 Education Fund	**1.8**	1.8
RBC Target 2025 Education Fund	**1.7**	1.6
RBC Target 2030 Education Fund	**0.3**	0.2
Total	**75.0**	86.4

Fund merger (000s)

At the close of business on November 27, 2015, the RBC Private Canadian Bond Pool was merged into the RBC 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.

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

Details of the RBC Private Canadian Bond Pool (the "Terminated Fund") and the RBC Bond Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	$ 2 022 724
Exchange ratio Series I	18.32
Units issued by Continuing Fund Series I	7 250
Exchange ratio Series O	18.08
Units issued by Continuing Fund Series O	288 005

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 November 27, 2015, 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 November 27, 2015. 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 November 27, 2015. 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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC ADVISOR CANADIAN BOND FUND

December 31, 2015

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	$ 310	
200	Aéroports de Montréal	5.670	16-Oct-37	202	258	
149	Alliance Pipeline LP	5.546	31-Dec-23	154	163	
200	AltaGas Ltd.	4.400	15-Mar-24	200	210	
300	AltaLink LP	4.462	08-Nov-41	323	322	
650	Bank of Montreal	2.240	11-Dec-17	642	661	
200	Bank of Montreal	2.120	16-Mar-22	200	198	
50	Bank of Nova Scotia	2.370	11-Jan-18	49	51	
200	Bank of Nova Scotia	1.330	01-May-18	200	199	
200	Bank of Nova Scotia	2.270	13-Jan-20	206	203	
100	Bank of Nova Scotia	2.130	15-Jun-20	100	101	
200	Bank of Nova Scotia	2.090	09-Sep-20	200	200	
200	bcIMC Realty Corp.	2.960	07-Mar-19	212	208	
100	bcIMC Realty Corp.	2.100	03-Jun-21	100	100	
100	Bell Canada	4.400	16-Mar-18	100	106	
200	Bell Canada	4.950	19-May-21	199	224	
150	Calloway Real Estate Investment Trust	3.730	22-Jul-22	150	155	
100	Cameco Corp.	5.670	02-Sep-19	100	111	
100	Canadian Credit Card Trust II	1.829	24-Mar-20	100	100	
250	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	251	255	
50	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	50	50	
500	Canadian Imperial Bank of Commerce	6.000	06-Jun-23	509	549	
200	Canadian Western Bank	2.531	22-Mar-18	198	201	
100	Canadian Western Bank	3.077	14-Jan-19	100	102	
100	Canadian Western Bank	2.751	29-Jun-20	100	100	
150	Capital Desjardins Inc.	5.187	05-May-20	172	168	
200	Choice Properties LP	3.600	20-Sep-21	204	209	
100	Crombie Real Estate Investment Trust	3.986	31-Oct-18	100	104	
200	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	231	229	
200	FortisBC Energy Inc.	3.375	13-Apr-45	200	178	
100	George Weston Ltd.	4.115	17-Jun-24	105	106	
100	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	103	105	
200	Great-West Lifeco Inc.	6.740	24-Nov-31	226	264	
400	Greater Toronto Airports Authority	3.040	21-Sep-22	405	427	
50	HSBC Bank Canada	3.558	04-Oct-17	53	52	
50	HSBC Bank Canada	2.078	26-Nov-18	50	50	
250	HSBC Bank Canada	4.800	10-Apr-22	250	259	
100	Hydro One Inc.	1.620	30-Apr-20	100	100	
300	Hydro One Inc.	5.360	20-May-36	306	361	
100	Inter Pipeline Ltd.	4.967	02-Feb-21	112	112	
100	Inter Pipeline Ltd.	3.173	24-Mar-25	101	97	
150	Investors Group Inc.	6.580	07-Mar-18	169	165	
200	Loblaw Companies Ltd.	5.220	18-Jun-20	226	226	
300	Loblaw Companies Ltd.	6.050	09-Jun-34	249	352	
300	National Bank of Canada	2.794	09-Aug-18	300	310	
350	NAV Canada	5.304	17-Apr-19	357	394	
100	Nova Scotia Power Inc.	5.610	15-Jun-40	136	122	
50	Nova Scotia Power Inc.	3.612	01-May-45	50	45	
100	OMERS Realty Corp.	2.498	05-Jun-18	100	102	
150	OMERS Realty Corp.	3.328	12-Nov-24	163	158	
100	Pembina Pipeline Corp.	3.770	24-Oct-22	101	103	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
200	Rogers Communications Inc.	5.340	22-Mar-21	$ 226	$ 227	
450	Rogers Communications Inc.	6.110	25-Aug-40	489	518	
700	Royal Bank of Canada*	2.580	13-Apr-17	700	712	
500	Royal Bank of Canada*	1.920	17-Jul-20	498	500	
200	Scotiabank Capital Trust	7.802	30-Jun-08	240	235	
110	Shaw Communications Inc.	5.700	02-Mar-17	121	115	
340	Shaw Communications Inc.	5.650	01-Oct-19	356	378	
200	Sun Life Financial Inc.	5.400	29-May-42	180	224	
200	Suncor Energy Inc.	5.390	26-Mar-37	169	215	
1 000	TCHC Issuer Trust	4.877	11-May-37	1 000	1 196	
180	TELUS Corp.	5.050	04-Dec-19	179	200	
100	TELUS Corp.	2.350	28-Mar-22	100	98	
200	TELUS Corp.	3.350	15-Mar-23	200	204	
200	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	200	205	
100	The Manufacturers Life Insurance Co.	3.181	22-Nov-27	100	102	
200	Thomson Reuters Corp.	4.350	30-Sep-20	199	216	
250	Toronto-Dominion Bank	4.779	14-Dec-16	248	257	
350	Toronto-Dominion Bank	2.447	02-Apr-19	350	359	
400	Toronto-Dominion Bank	5.763	18-Dec-06	427	429	
180	Toronto Hydro Corp.	4.490	12-Nov-19	190	200	
100	Toyota Credit Canada Inc.	2.050	20-May-20	100	101	
200	Union Gas Ltd.	5.350	27-Apr-18	200	217	
171	Union Gas Ltd.	8.750	03-Aug-18	203	201	
200	Wells Fargo Canada Corp.	3.040	29-Jan-21	201	210	
				16 322	17 254	**34.5**
FEDERAL						
1 200	Canada Housing Trust No. 1	1.850	15-Dec-16	1 213	1 213	
1 800	Canada Housing Trust No. 1	1.700	15-Dec-17	1 800	1 835	
1 700	Canada Housing Trust No. 1	1.950	15-Jun-19	1 746	1 756	
1 800	Canada Housing Trust No. 1	3.350	15-Dec-20	1 817	1 979	
800	Canada Housing Trust No. 1	2.350	15-Sep-23	834	835	
300	Government of Canada	2.750	01-Jun-22	335	332	
1 240	Government of Canada	1.500	01-Jun-23	1 187	1 269	
380	Government of Canada	2.500	01-Jun-24	369	417	
100	Government of Canada	2.250	01-Jun-25	107	107	
515	Government of Canada	4.000	01-Jun-41	600	699	
1 150	Government of Canada	3.500	01-Dec-45	1 457	1 491	
				11 465	11 933	**23.9**
PROVINCIAL/MUNICIPAL						
250	Hydro-Quebec	11.000	15-Aug-20	371	357	
120	Newfoundland & Labrador Hydro	10.250	14-Jul-17	163	137	
900	Province of Manitoba	4.650	05-Mar-40	897	1 090	
1 007	Province of New Brunswick	5.650	27-Dec-28	927	1 298	
207	Province of Nova Scotia	9.600	30-Jan-22	279	298	
650	Province of Nova Scotia	4.900	01-Jun-35	664	801	
650	Province of Ontario	2.100	08-Sep-18	645	670	
1 500	Province of Ontario	4.200	02-Jun-20	1 578	1 683	
600	Province of Ontario	4.000	02-Jun-21	689	675	
680	Province of Ontario	3.150	02-Jun-22	691	736	
2 100	Province of Ontario	2.600	02-Jun-25	2 155	2 147	
585	Province of Ontario	6.500	08-Mar-29	679	824	
1 250	Province of Ontario	4.650	02-Jun-41	1 381	1 560	
250	Province of Ontario	3.500	02-Jun-43	250	263	
350	Province of Ontario	3.450	02-Jun-45	357	366	
400	Province of Ontario	2.900	02-Dec-46	373	376	
200	Province of Prince Edward Island	5.700	15-Jun-35	228	267	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
1 000	Province of Quebec	4.500	01-Dec-17	$ 1 088	$ 1 070	
700	Province of Quebec	4.500	01-Dec-19	754	787	
300	Province of Quebec	4.500	01-Dec-20	344	343	
1 100	Province of Quebec	3.500	01-Dec-22	1 135	1 214	
692	Province of Quebec	9.500	30-Mar-23	939	1 038	
500	Province of Quebec	3.750	01-Sep-24	533	560	
100	Province of Quebec	2.750	01-Sep-25	101	103	
700	Province of Quebec	5.000	01-Dec-41	729	913	
400	Province of Quebec	3.500	01-Dec-45	438	420	
95	University of Toronto Governing Council	6.780	18-Jul-31	105	132	
				18 493	20 128	**40.3**
TOTAL CANADIAN BONDS				46 280	49 315	**98.7**
SHORT-TERM INVESTMENTS†				425	425	**0.9**
TOTAL INVESTMENTS				$ 46 705	49 740	**99.6**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					221	**0.4**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 49 961	**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 0.50% to 0.83% and mature between January 4, 2016 and January 22, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 49 740**	$ 46 622
Cash	**1**	–
Subscriptions receivable	**52**	101
Dividends receivable, interest accrued and other assets	**279**	268
TOTAL ASSETS	**50 072**	46 991
LIABILITIES		
Redemptions payable	**76**	21
Accounts payable and accrued expenses	**35**	34
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**111**	55
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 49 961**	$ 46 936
Investments at cost	**$ 46 705**	$ 43 220
NAV		
ADVISOR SERIES	**$ 35 255**	$ 36 130
SERIES F	**$ 14 705**	$ 10 805
SERIES O	**$ 1**	$ 1
NAV PER UNIT		
ADVISOR SERIES	**$ 12.06**	$ 12.04
SERIES F	**$ 12.28**	$ 12.26
SERIES O	**$ 12.41**	$ 12.39

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 1 680**	$ 2 322
Securities lending revenue (see note 6 in the generic notes)	**4**	5
Net realized gain (loss) on investments	**334**	2 124
Change in unrealized gain (loss) on investments	**(367)**	1 295
TOTAL INCOME (LOSS)	**1 651**	5 746
EXPENSES (see notes – Fund Specific Information)		
Management fees	**357**	352
Administration fees	**26**	28
Independent Review Committee costs	**3**	3
GST/HST	**33**	32
Expenses reimbursed by manager	**(3)**	–
TOTAL EXPENSES	**416**	415
INCREASE (DECREASE) IN NAV	**$ 1 235**	$ 5 331
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	**$ 924**	$ 2 944
SERIES F	**$ 311**	$ 774
SERIES O	**$ –**	$ 1 613
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
ADVISOR SERIES	**$ 0.30**	$ 1.00
SERIES F	**$ 0.33**	$ 1.12
SERIES O	**$ 0.42**	$ 0.86

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 1 235**	$ 5 331
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(334)**	(2 124)
Change in unrealized loss (gain) on investments	**367**	(1 295)
(Increase) decrease in accrued receivables	**(11)**	240
Increase (decrease) in accrued payables	**1**	(5)
Cost of investments purchased	**(35 154)**	(41 475)
Proceeds on sales of investments	**32 003**	83 108
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 893)**	43 780
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**12 443**	10 236
Cash paid on redemption of redeemable units	**(10 350)**	(53 775)
Distributions paid to holders of redeemable units	**(199)**	(241)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 894**	$ (43 780)
Net increase (decrease) in cash for the period	**1**	–
Cash (bank overdraft), beginning of period	**–**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ –
Interest received (paid)	**$ 1 672**	$ 2 562
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 36 130**	$ 42 079	**$ 10 805**	$ 9 669	**$ 1**	$ 33 458	**$ 46 936**	$ 85 206
INCREASE (DECREASE) IN NAV	**924**	2 944	**311**	774	**–**	1 613	**1 235**	5 331
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**6 310**	3 702	**6 084**	3 878	**–**	2 757	**12 394**	10 337
Reinvestments of distributions to holders of redeemable units	**756**	848	**303**	235	**–**	623	**1 059**	1 706
Redemption of redeemable units	**(7 976)**	(12 416)	**(2 429)**	(3 454)	**–**	(37 827)	**(10 405)**	(53 697)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(910)**	(7 866)	**3 958**	659	**–**	(34 447)	**3 048**	(41 654)
Distributions from net income	**(889)**	(1 027)	**(369)**	(297)	**–**	(623)	**(1 258)**	(1 947)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(889)**	(1 027)	**(369)**	(297)	**–**	(623)	**(1 258)**	(1 947)
NET INCREASE (DECREASE) IN NAV	**(875)**	(5 949)	**3 900**	1 136	**–**	(33 457)	**3 025**	(38 270)
NAV AT END OF PERIOD	**$ 35 255**	$ 36 130	**$ 14 705**	$ 10 805	**$ 1**	$ 1	**$ 49 961**	$ 46 936

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

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 2015**	December 31 2014
AAA	**24.4**	26.2
AA	**35.2**	32.3
A	**29.1**	30.1
BBB	**11.3**	11.4
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 2015**	December 31 2014
Provincial/Municipal Bonds	**40.3**	36.8
Corporate Bonds	**34.5**	35.7
Federal Bonds	**23.9**	25.7
Cash/Other	**1.3**	1.8
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**3.1**	1.2
1 – 5 years	**40.1**	38.9
5 – 10 years	**26.0**	29.8
> 10 years	**30.8**	30.1
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 7.2%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**49 315**	**–**	**49 315**
Short-term investments	**–**	**425**	**–**	**425**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**49 740**	**–**	**49 740**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.80%
Series F	0.50%

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.

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 2015	December 31 2014
Units held		
Series O	**43**	42
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, 2015 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)	**2015**	2014
Advisor Series		
Opening units	**3 000**	3 668
Issued number of units	**513**	312
Reinvested number of units	**62**	72
Redeemed number of units	**(652)**	(1 052)
Ending number of units	**2 923**	3 000
Series F		
Opening units	**881**	828
Issued number of units	**488**	322
Reinvested number of units	**24**	19
Redeemed number of units	**(195)**	(288)
Ending number of units	**1 198**	881
Series O		
Opening units	–	2 836
Issued number of units	–	230
Reinvested number of units	–	52
Redeemed number of units	–	(3 118)
Ending number of units	–	–

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**6 145**	6 047
Fair value of collateral received	**6 287**	6 168

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, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
FEDERAL						
8 200	Canada Housing Trust No. 1	1.850	15-Dec-16	$ 8 271	$ 8 296	
6 000	Canada Housing Trust No. 1	2.050	15-Jun-17	6 116	6 123	
16 800	Canada Housing Trust No. 1	1.700	15-Dec-17	16 810	17 123	
2 500	Canada Housing Trust No. 1	2.350	15-Dec-18	2 566	2 607	
11 400	Canada Housing Trust No. 1	4.100	15-Dec-18	12 861	12 464	
16 300	Canada Housing Trust No. 1	1.950	15-Jun-19	16 561	16 836	
14 700	Canada Housing Trust No. 1	3.350	15-Dec-20	14 735	16 161	
6 900	Canada Housing Trust No. 1	2.650	15-Mar-22	6 901	7 375	
5 800	Canada Housing Trust No. 1	2.350	15-Sep-23	5 876	6 057	
1 000	Canada Post Corp.	4.360	16-Jul-40	1 000	1 295	
13 300	Government of Canada	1.500	01-Sep-17	13 199	13 523	
2 300	Government of Canada	1.250	01-Mar-18	2 277	2 339	
7 200	Government of Canada	1.250	01-Sep-18	6 970	7 343	
2 500	Government of Canada	1.750	01-Mar-19	2 514	2 595	
2 500	Government of Canada	1.750	01-Sep-19	2 518	2 604	
4 000	Government of Canada	1.500	01-Mar-20	4 110	4 141	
7 655	Government of Canada	3.500	01-Jun-20	7 941	8 596	
6 500	Government of Canada	0.750	01-Sep-20	6 504	6 507	
6 400	Government of Canada	2.750	01-Jun-22	6 855	7 081	
12 420	Government of Canada	1.500	01-Jun-23	11 731	12 709	
2 450	Government of Canada	2.500	01-Jun-24	2 386	2 687	
6 200	Government of Canada	2.250	01-Jun-25	6 516	6 666	
4 715	Government of Canada	5.750	01-Jun-29	5 980	6 935	
2 042	Government of Canada	5.750	01-Jun-33	2 419	3 158	
6 150	Government of Canada	5.000	01-Jun-37	7 712	9 175	
10 700	Government of Canada	4.000	01-Jun-41	12 622	14 536	
6 050	Government of Canada	3.500	01-Dec-45	7 553	7 847	
2 500	Labrador-Island Link Funding Trust	3.760	01-Jun-33	2 546	2 890	
TOTAL CANADIAN BONDS				204 050	215 669	**97.3**
FOREIGN BONDS						
SUPRANATIONAL						
4 000	Inter-American Development Bank CAD	4.400	26-Jan-26	3 989	4 669	
TOTAL FOREIGN BONDS				3 989	4 669	**2.1**
TOTAL BONDS				208 039	220 338	**99.4**
SHORT-TERM INVESTMENTS*				1 427	1 427	**0.7**
TOTAL INVESTMENTS				$ 209 466	221 765	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(138)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 221 627	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 221 765**	$ 233 536
Cash	**–**	1
Due from investment dealers	**–**	500
Subscriptions receivable	**225**	108
Dividends receivable, interest accrued and other assets	**644**	739
TOTAL ASSETS	**222 634**	234 884
LIABILITIES		
Redemptions payable	**880**	334
Accounts payable and accrued expenses	**127**	142
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 007**	476
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 221 627**	$ 234 408
Investments at cost	**$ 209 466**	$ 223 109
NAV		
SERIES A	**$ 221 627**	$ 234 408
NAV PER UNIT		
SERIES A	**$ 12.16**	$ 12.00

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 5 460**	$ 6 039
Securities lending revenue (see note 6 in the generic notes)	**84**	104
Net realized gain (loss) on investments	**1 180**	446
Change in unrealized gain (loss) on investments	**1 872**	10 453
TOTAL INCOME (LOSS)	**8 596**	17 042
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 158**	1 231
Administration fees	**231**	245
Independent Review Committee costs	**3**	3
GST/HST	**149**	158
TOTAL EXPENSES	**1 541**	1 637
INCREASE (DECREASE) IN NAV	**$ 7 055**	$ 15 405
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 7 055**	$ 15 405
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.37**	$ 0.73

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 7 055**	$ 15 405
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(1 180)**	(446)
Change in unrealized loss (gain) on investments	**(1 872)**	(10 453)
(Increase) decrease in accrued receivables	**95**	310
Increase (decrease) in accrued payables	**(15)**	(18)
Cost of investments purchased	**(422 929)**	(490 053)
Proceeds on sales of investments	**438 252**	543 569
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**19 406**	58 314
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**35 716**	29 230
Cash paid on redemption of redeemable units	**(55 014)**	(87 426)
Distributions paid to holders of redeemable units	**(109)**	(121)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (19 407)**	$ (58 317)
Net increase (decrease) in cash for the period	**(1)**	(3)
Cash (bank overdraft), beginning of period	**1**	4
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ 1
Interest received (paid)	**$ 5 555**	$ 6 184
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series A 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 234 408**	$ 277 283
INCREASE (DECREASE) IN NAV	**7 055**	15 405
Early redemption fees	**1**	5
Proceeds from redeemable units issued	**35 833**	29 215
Reinvestments of distributions to holders of redeemable units	**3 842**	4 446
Redemption of redeemable units	**(55 561)**	(87 379)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(15 885)**	(53 713)
Distributions from net income	**(3 951)**	(4 567)
Distributions from net gains	**–**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 951)**	(4 567)
NET INCREASE (DECREASE) IN NAV	**(12 781)**	(42 875)
NAV AT END OF PERIOD	**$ 221 627**	$ 234 408

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

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 2015**	December 31 2014
AAA	**100.0**	100.0
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 2015**	December 31 2014
Federal Bonds	**97.3**	97.4
Supranational Bonds	**2.1**	2.0
Cash/Other	**0.6**	0.6
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**3.8**	–
1 – 5 years	**54.0**	52.6
5 – 10 years	**19.3**	25.0
> 10 years	**22.9**	22.4
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 6.3%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**220 338**	**–**	**220 338**
Short-term investments	**–**	**1 427**	**–**	**1 427**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**221 765**	**–**	**221 765**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

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, 2015 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)	**2015**	2014
Series A		
Opening units	**19 534**	24 111
Issued number of units	**2 927**	2 475
Reinvested number of units	**315**	377
Redeemed number of units	**(4 553)**	(7 429)
Ending number of units	**18 223**	19 534

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**96 010**	103 038
Fair value of collateral received	**98 436**	105 121

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL BOND FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
16 060 853	BlueBay Emerging Markets Corporate Bond Fund*	$ 176 477	$ 183 423	
4 010 435	RBC Emerging Markets Foreign Exchange Fund*	41 052	42 158	
TOTAL MUTUAL FUND UNITS		217 529	225 581	**6.0**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
500	Air Canada USD	6.750	01-Oct-19	$ 643	$ 720	
1 000	Air Canada	7.625	01-Oct-19	1 057	1 048	
6 800	AltaGas Ltd.	4.600	15-Jan-18	7 167	7 131	
25 350	Bank of Montreal	2.840	04-Jun-20	26 471	26 376	
9 800	Bell Canada	3.500	10-Sep-18	10 198	10 223	
5 800	Canadian Real Estate Investment Trust	3.676	24-Jul-18	5 983	5 995	
4 900	Choice Properties Real Estate Investment Trust	3.554	05-Jul-18	5 086	5 098	
340	Corus Entertainment Inc.	4.250	11-Feb-20	330	316	
4 900	Enbridge Pipelines Inc.	6.620	19-Nov-18	5 563	5 535	
4 800	Ford Credit Canada Ltd.	3.320	19-Dec-17	4 906	4 907	
1 200	Great Canadian Gaming Corp.	6.625	25-Jul-22	1 229	1 205	
4 800	H&R Real Estate Investment Trust	3.344	20-Jun-18	4 899	4 906	
6 800	HSBC Bank Canada	2.491	13-May-19	6 900	6 921	
4 500	Hydro-Quebec USD	1.375	19-Jun-17	4 521	6 232	
1 250	Mattamy Group Corp. USD	6.500	15-Nov-20	1 510	1 652	
500	New Gold Inc. USD	6.250	15-Nov-22	554	553	
400	Newalta Corp.	5.875	01-Apr-21	381	346	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	525	486	
695	Quebecor Media Inc.	7.375	15-Jan-21	710	724	
9 800	Rogers Communications Inc.	2.800	13-Mar-19	9 993	10 045	
4 800	Shaw Communications Inc.	5.700	02-Mar-17	5 044	5 013	
570	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	647	698	
2 250	Videotron Ltd.	5.625	15-Jun-25	2 247	2 251	
1 500	Videotron Ltd.	5.750	15-Jan-26	1 500	1 499	
				108 064	109 880	**2.9**
PROVINCIAL						
3 000	Province of New Brunswick USD	2.750	15-Jun-18	2 972	4 263	
2 160	Province of Nova Scotia USD	8.750	01-Apr-22	3 148	3 963	
3 250	Province of Nova Scotia USD	8.250	30-Jul-22	4 616	5 901	
34 700	Province of Ontario USD	1.100	25-Oct-17	40 495	47 733	
33 400	Province of Ontario USD	3.150	15-Dec-17	40 784	47 634	
48 000	Province of Ontario USD	2.000	27-Sep-18	57 051	66 943	
57 280	Province of Ontario USD	2.000	30-Jan-19	70 566	79 586	
200 000	Province of Ontario JPY	1.650	08-Jun-20	2 261	2 464	
9 520	Province of Ontario	3.150	02-Jun-22	9 460	10 297	
300 000	Province of Quebec JPY	4.000	28-Oct-16	3 413	3 555	
2 000	Province of Saskatchewan USD	9.375	15-Dec-20	2 869	3 631	
				237 635	275 970	**7.3**
TOTAL CANADIAN BONDS				345 699	385 850	**10.2**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Australia						
8 600	Australia Government AUD	2.750	21-Apr-24	$ 8 177	$ 8 669	
8 530	Australia Government AUD	2.750	21-Jun-35	8 250	7 795	
				16 427	16 464	**0.4**
Austria						
20 000	Austria Government EUR	1.200	20-Oct-25	28 063	30 985	
				28 063	30 985	**0.8**
Azerbaijan						
2 000	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	2 505	2 803	
950	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 002	1 118	
				3 507	3 921	**0.1**
Belgium						
46 000	Belgium Government EUR	2.600	22-Jun-24	76 278	79 710	
3 935	Belgium Government EUR	3.750	22-Jun-45	5 208	8 199	
				81 486	87 909	**2.3**
Brazil						
170	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	206	230	
315	Petrobras Global Finance BV USD	5.875	01-Mar-18	393	389	
350	Petrobras International Finance Co. USD	5.375	27-Jan-21	361	362	
3 100	Republic of Brazil USD	4.250	07-Jan-25	3 656	3 470	
1 450	Republic of Brazil USD	7.125	20-Jan-37	2 029	1 747	
				6 645	6 198	**0.2**
Chile						
2 450	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	2 548	3 267	
1 050	Corp Nacional del Cobre de Chile USD	6.150	24-Oct-36	1 527	1 399	
				4 075	4 666	**0.1**
China						
1 250	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	1 515	1 803	
2 120	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	2 130	3 081	
935	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	1 250	1 358	
				4 895	6 242	**0.2**
Colombia						
450	Republic of Colombia USD	11.750	25-Feb-20	719	807	
975	Republic of Colombia USD	8.125	21-May-24	1 405	1 629	
1 110	Republic of Colombia USD	6.125	18-Jan-41	1 459	1 493	
				3 583	3 929	**0.1**
Croatia						
4 525	Croatia Government USD	6.750	05-Nov-19	6 272	6 719	
				6 272	6 719	**0.2**
Denmark						
271 400	Denmark Government DKK	3.000	15-Nov-21	60 105	63 354	
				60 105	63 354	**1.7**
Dominican Republic						
2 960	Dominican Republic USD	7.500	06-May-21	3 793	4 403	
925	Dominican Republic USD	7.450	30-Apr-44	1 280	1 291	
				5 073	5 694	**0.2**
El Salvador						
1 000	Republic of El Salvador USD	7.375	01-Dec-19	1 412	1 387	
				1 412	1 387	–
Finland						
5 620	Finland Government EUR	2.750	04-Jul-28	7 504	10 060	
				7 504	10 060	**0.3**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
20 200	France O.A.T. EUR	2.250	25-May-24	$ 31 334	$ 34 224	
44 150	France O.A.T. EUR	4.750	25-Apr-35	101 357	99 675	
2 700	France O.A.T. EUR	3.250	25-May-45	5 243	5 184	
9 260	France O.A.T. EUR	4.000	25-Apr-60	22 061	21 208	
1 600	Numericable Group S.A. USD	6.000	15-May-22	1 880	2 153	
				161 875	162 444	**4.3**
Germany						
22 400	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	33 675	36 697	
98 470	Bundesrepublik Deutschland EUR	0.500	15-Feb-25	137 877	147 443	
				171 552	184 140	**4.9**
Hungary						
4 000	Hungary Government USD	6.250	29-Jan-20	5 953	6 195	
2 000	Hungary Government USD	5.375	25-Mar-24	2 827	3 038	
				8 780	9 233	**0.2**
Iceland						
1 225	Iceland Government USD	5.875	11-May-22	1 572	1 928	
				1 572	1 928	**0.1**
India						
225	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	271	323	
1 100	Export-Import Bank of India USD	3.875	02-Oct-19	1 276	1 568	
400	NTPC Ltd. USD	5.625	14-Jul-21	522	602	
				2 069	2 493	**0.1**
Indonesia						
2 125	Government of Indonesia USD	4.875	05-May-21	2 607	3 054	
380	Government of Indonesia USD	5.250	17-Jan-42	378	478	
635	Pertamina Persero PT USD	5.625	20-May-43	645	692	
1 530	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	1 765	2 162	
				5 395	6 386	**0.2**
Ireland						
4 400 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	44 463	51 097	
2 440	GE Capital European Funding EUR	3.750	04-Apr-16	3 756	3 703	
5 300	GE Capital European Funding EUR	4.125	27-Oct-16	7 599	8 235	
12 400	Ireland Government EUR	5.000	18-Oct-20	20 479	22 903	
5 710	Ireland Government EUR	3.400	18-Mar-24	8 684	10 230	
6 200	Ireland Government EUR	2.400	15-May-30	9 929	10 174	
				94 910	106 342	**2.8**
Israel						
460	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	569	708	
				569	708	–
Italy						
86 000	Buoni Poliennali Del Tesoro EUR	0.300	15-Oct-18	127 482	130 103	
38 100	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	57 838	61 523	
26 400	Buoni Poliennali Del Tesoro EUR	2.500	01-Dec-24	40 458	43 153	
22 450	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	37 933	42 152	
26 800	Buoni Poliennali Del Tesoro EUR	3.250	01-Sep-46	43 182	45 139	
				306 893	322 070	**8.5**
Ivory Coast						
935	Ivory Coast Government USD	5.375	23-Jul-24	1 119	1 152	
				1 119	1 152	–

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

December 31, 2015

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	$ 8 057	
10 070 000	Development Bank of Japan JPY	1.750	17-Mar-17	110 476	118 319	
1 785 000	Development Bank of Japan JPY	1.700	20-Sep-22	20 358	22 690	
700 000	Development Bank of Japan JPY	2.300	19-Mar-26	7 656	9 657	
2 000 000	Japan Finance Corporation for Municipal Enterprises JPY	2.000	09-May-16	21 757	23 173	
1 900 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	21 321	22 846	
15 425	Japan Finance Organization for Municipalities EUR	0.875	22-Sep-21	22 631	23 221	
10 425 000	Japan Government Twenty Year JPY	1.200	20-Mar-35	104 258	125 482	
14 700 000	Japan Government Twenty Year JPY	1.300	20-Jun-35	166 236	179 498	
5 145 000	Japan Government Thirty Year JPY	1.500	20-Dec-44	55 034	62 650	
8 400	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	11 571	12 846	
				548 667	608 439	**16.1**
Jordan						
500	Hikma Pharmaceuticals Plc. USD	4.250	10-Apr-20	622	673	
				622	673	–
Kazakhstan						
850	Government of Kazakhstan USD	5.125	21-Jul-25	1 111	1 165	
315	Government of Kazakhstan USD	4.875	14-Oct-44	362	366	
1 395	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	1 796	2 130	
600	Samruk-Energy JSC USD	3.750	20-Dec-17	613	814	
				3 882	4 475	**0.1**
Luxembourg						
1 200	ArcelorMittal USD	9.850	01-Jun-19	1 650	1 565	
300	ArcelorMittal USD	6.250	05-Aug-20	363	334	
				2 013	1 899	**0.1**
Mexico						
1 975	Comision Federal de Electricidad USD	4.875	26-May-21	2 239	2 774	
210 000	Mexican Bonos MXN	8.500	13-Dec-18	18 637	18 594	
579 300	Mexican Bonos MXN	6.500	09-Jun-22	49 633	47 959	
4 300	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	5 563	5 347	
1 100	Petroleos Mexicanos USD	5.500	21-Jan-21	1 509	1 539	
2 650	Petroleos Mexicanos USD	3.500	30-Jan-23	2 677	3 208	
970	United Mexican States USD	5.750	12-Oct-10	1 165	1 259	
				81 423	80 680	**2.1**
Morocco						
485	Morocco Government EUR	4.500	05-Oct-20	595	791	
200	Morocco Government USD	4.250	11-Dec-22	260	275	
1 375	OCP S.A. USD	5.625	25-Apr-24	1 781	1 938	
200	OCP S.A. USD	6.875	25-Apr-44	282	273	
				2 918	3 277	**0.1**
Nigeria						
440	Nigeria Government USD	6.750	28-Jan-21	565	567	
				565	567	–
Norway						
6 700	Eksportfinans ASA USD	5.500	26-Jun-17	7 557	9 664	
				7 557	9 664	**0.3**
Panama						
1 250	Republic of Panama USD	5.200	30-Jan-20	1 713	1 881	
2 025	Republic of Panama USD	7.125	29-Jan-26	2 645	3 499	
1 200	Republic of Panama USD	6.700	26-Jan-36	1 820	1 980	
				6 178	7 360	**0.2**
Paraguay						
665	Republic of Paraguay USD	4.625	25-Jan-23	870	896	
1 325	Republic of Paraguay USD	6.100	11-Aug-44	1 783	1 767	
				2 653	2 663	**0.1**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Peru						
1 565	Peruvian Government USD	7.350	21-Jul-25	$ 2 349	$ 2 722	
2 075	Republic of Peru USD	5.625	18-Nov-50	2 732	2 945	
				5 081	5 667	**0.1**
Philippines						
100	Power Sector Assets & Liabilities Management Corp. USD	7.390	02-Dec-24	172	179	
2 425	Republic of Philippines USD	8.375	17-Jun-19	3 305	4 088	
2 075	Republic of Philippines USD	7.750	14-Jan-31	3 237	4 041	
				6 714	8 308	**0.2**
Poland						
2 710	Government of Poland USD	5.125	21-Apr-21	3 878	4 179	
				3 878	4 179	**0.1**
Portugal						
2 500	Portugal Obrigacoes do Tesouro EUR	2.875	15-Oct-25	3 514	3 876	
				3 514	3 876	**0.1**
Qatar						
685	State of Qatar USD	6.400	20-Jan-40	1 012	1 200	
				1 012	1 200	–
Romania						
1 845	Romanian Government USD	6.750	07-Feb-22	2 730	3 005	
2 400	Romanian Government EUR	2.875	28-Oct-24	3 603	3 733	
525	Romanian Government USD	6.125	22-Jan-44	784	853	
				7 117	7 591	**0.2**
Russia						
940	Gazprom PAO USD	9.250	23-Apr-19	1 261	1 456	
2 800	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	3 707	4 004	
2 300	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	2 841	3 242	
				7 809	8 702	**0.2**
Slovenia						
1 575	Slovenia Government USD	5.500	26-Oct-22	1 881	2 438	
				1 881	2 438	**0.1**
South Africa						
300	Eskom Holdings Ltd. USD	5.750	26-Jan-21	374	363	
2 160	Republic of South Africa USD	4.665	17-Jan-24	2 695	2 857	
				3 069	3 220	**0.1**
South Korea						
5 600	The Korea Development Bank AUD	4.500	22-Nov-19	5 654	5 828	
				5 654	5 828	**0.2**
Spain						
325	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	332	460	
18 000	Spain Government EUR	0.500	31-Oct-17	25 112	27 310	
61 500	Spain Government EUR	2.750	30-Apr-19	95 442	99 919	
40 000	Spain Government EUR	1.150	30-Jul-20	58 358	61 451	
25 700	Spain Government EUR	3.800	30-Apr-24	42 902	45 397	
3 200	Spain Government EUR	4.000	31-Oct-64	4 601	5 814	
				226 747	240 351	**6.4**
Supranational						
5 000	European Investment Bank USD	1.125	15-Sep-17	5 300	6 910	
985 000	European Investment Bank JPY	1.900	26-Jan-26	11 641	13 302	
				16 941	20 212	**0.5**
Sweden						
144 000	Government of Sweden SEK	1.500	13-Nov-23	22 847	24 827	
				22 847	24 827	**0.7**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Turkey						
1 430	Export Credit Bank of Turkey USD	5.875	24-Apr-19	$ 1 784	$ 2 047	
1 525	Republic of Turkey USD	5.625	30-Mar-21	2 156	2 236	
1 025	Republic of Turkey USD	7.375	05-Feb-25	1 597	1 661	
665	Republic of Turkey USD	4.875	16-Apr-43	803	812	
				6 340	6 756	**0.2**
United Arab Emirates						
700	Emirate of Dubai USD	7.750	05-Oct-20	853	1 175	
995	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 251	1 524	
				2 104	2 699	**0.1**
United Kingdom						
700	Ashtead Capital Inc.	6.500	15-Jul-22	924	1 015	
600	Ashtead Capital Inc.	5.625	01-Oct-24	769	845	
200	British Telecommunications Plc. GBP	6.625	23-Jun-17	358	438	
9 500	United Kingdom Gilt GBP	1.500	22-Jan-21	19 054	19 418	
28 300	United Kingdom Gilt GBP	2.000	07-Sep-25	55 448	57 934	
17 740	United Kingdom Gilt GBP	4.250	07-Mar-36	45 709	45 770	
9 460	United Kingdom Gilt GBP	3.250	22-Jan-44	21 207	21 515	
23 280	United Kingdom Gilt GBP	3.500	22-Jan-45	56 617	55 489	
				200 086	202 424	**5.3**
United States						
1 350	Access Midstream Partners LP	4.875	15-May-23	1 519	1 517	
900	Alcoa Inc.	5.400	15-Apr-21	1 160	1 216	
1 250	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	1 601	1 816	
500	Antero Resources Corp.	5.625	01-Jun-23	624	543	
900	Antero Resources Finance Corp.	5.375	01-Nov-21	1 006	1 002	
2 000	Avis Budget Car Rental LLC	5.250	15-Mar-25	2 510	2 632	
1 500	Ball Corp.	5.250	01-Jul-25	1 950	2 130	
1 600	Beazer Homes USA Inc.	6.625	15-Apr-18	1 884	2 244	
860	CalAtlantic Group Inc.	5.875	15-Nov-24	1 209	1 249	
1 100	Calpine Corp.	6.000	15-Jan-22	1 201	1 579	
1 500	CCO Holdings LLC	6.500	30-Apr-21	2 107	2 162	
3 000	CCOH Safari LLC	5.750	15-Feb-26	3 976	4 172	
500	CenturyLink Inc.	6.750	01-Dec-23	601	651	
500	Chesapeake Energy Corp.	6.125	15-Feb-21	187	199	
961	Chesapeake Energy Corp.	8.000	15-Dec-22	1 544	658	
1 300	Choice Hotels International Inc.	5.750	01-Jul-22	1 460	1 934	
500	Cinemark USA Inc.	4.875	01-Jun-23	551	677	
750	CommScope Inc.	5.500	15-Jun-24	819	990	
500	Community Health Systems Inc.	5.125	01-Aug-21	661	692	
1 750	Consol Energy Inc.	5.875	15-Apr-22	1 949	1 513	
1 820	Continental Resources Inc.	7.125	01-Apr-21	2 094	2 339	
500	Continental Resources Inc.	3.800	01-Jun-24	557	488	
1 000	Crown Castle International Corp.	4.875	15-Apr-22	1 106	1 439	
1 000	CSC Holdings LLC	6.750	15-Nov-21	1 257	1 363	
600	Denbury Resources Inc.	5.500	01-May-22	657	280	
1 250	DISH DBS Corp.	7.875	01-Sep-19	1 442	1 885	
500	DISH DBS Corp.	5.875	15-Nov-24	567	617	
2 000	Equinix Inc.	5.875	15-Jan-26	2 680	2 857	
160 000	GE Capital Corp. JPY	2.185	20-Jun-16	1 749	1 861	
1 625	HCA Inc.	5.875	15-Mar-22	1 750	2 378	
1 750	HCA Inc.	5.875	15-Feb-26	2 353	2 437	
250	HDTFS Inc.	6.250	15-Oct-22	275	360	
534	Hearst-Argyle Television Inc.	7.000	15-Jan-18	595	757	
2 050	Ingles Markets Inc.	5.750	15-Jun-23	2 271	2 844	
700 000	JPMorgan Chase & Co. JPY	0.462	13-Jun-16	7 395	8 068	
500	Kinder Morgan Inc.	5.625	15-Nov-23	645	634	
500	Kinder Morgan Inc.	7.800	01-Aug-31	667	651	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
800	Kinder Morgan Inc.	7.750	15-Jan-32	$ 1 078	$ 1 055	
1 882	Lamar Media Corp.	5.375	15-Jan-24	2 267	2 695	
1 250	Lear Corp.	5.375	15-Mar-24	1 514	1 786	
1 275	Lennar Corp.	4.750	30-May-25	1 567	1 733	
1 900	Micron Technology Inc.	5.875	15-Feb-22	2 201	2 567	
1 000	MPLX LP	4.875	01-Dec-24	1 274	1 249	
600	Newfield Exploration Co.	5.625	01-Jul-24	727	685	
1 500	NRG Energy Inc.	7.875	15-May-21	1 824	1 956	
2 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	2 434	2 716	
750	Qwest Corp.	6.500	01-Jun-17	791	1 089	
525	Qwest Corp.	6.750	01-Dec-21	577	763	
2 000	Range Resources Corp.	4.875	15-May-25	2 392	2 114	
750	Regal Entertainment Group	5.750	15-Mar-22	867	1 042	
250	Regal Entertainment Group	5.750	15-Jun-23	318	346	
1 700	Reynolds Group Issuer Inc.	6.875	15-Feb-21	1 945	2 429	
875	Rite Aid Corp.	6.125	01-Apr-23	1 118	1 258	
1 250	Sabine Pass Liquefaction LLC	5.750	15-May-24	1 567	1 513	
250	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	319	294	
900	Seagate HDD Cayman USD	4.750	01-Jun-23	857	1 092	
250	Seagate HDD Cayman USD	4.750	01-Jan-25	296	289	
495	Service Corp. International	5.375	15-Jan-22	567	717	
1 500	Sinclair Television Group Inc.	5.375	01-Apr-21	1 779	2 089	
2 074	Smithfield Foods Inc.	6.625	15-Aug-22	2 355	2 988	
500	Sprint Capital Corp.	6.875	15-Nov-28	531	486	
500	Sprint Nextel Corp.	9.000	15-Nov-18	644	730	
2 650	T-Mobile USA Inc.	6.625	01-Apr-23	2 869	3 749	
1 600	Targa Resources Partners LP	6.875	01-Feb-21	1 893	2 015	
2 250	Tenet Healthcare Corp.	6.000	01-Oct-20	2 498	3 292	
2 100	The AES Corp.	5.500	15-Mar-24	2 426	2 608	
2 000	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	2 671	2 850	
230	The Hertz Corp.	7.500	15-Oct-18	308	325	
250	The Hertz Corp.	5.875	15-Oct-20	342	358	
2 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	2 494	2 920	
500	Toll Brothers Finance Corp.	4.875	15-Nov-25	660	681	
2 000	United Rentals North America Inc.	4.625	15-Jul-23	2 557	2 771	
1 000	United Rentals North America Inc.	5.500	15-Jul-25	1 297	1 347	
85 550	United States Treasury	3.250	31-Dec-16	96 828	121 210	
43 000	United States Treasury	0.750	30-Jun-17	53 953	59 326	
83 500	United States Treasury	1.000	15-May-18	105 670	115 020	
73 000	United States Treasury	1.000	30-Sep-19	85 930	98 943	
38 000	United States Treasury	1.750	15-May-23	48 971	51 245	
4 670	United States Treasury	2.500	15-May-24	6 335	6 605	
53 000	United States Treasury	2.000	15-Feb-25	65 405	71 710	
38 270	United States Treasury	3.500	15-Feb-39	48 717	58 569	
47 500	United States Treasury	2.500	15-Feb-45	53 577	58 972	
14 635	United States Treasury Inflation Indexed	2.125	15-Feb-40	22 442	23 814	
100	Universal Health Services Inc.	4.750	01-Aug-22	116	140	
1 000	Whiting Petroleum Corp.	5.750	15-Mar-21	1 147	1 016	
350	WPX Energy Inc.	6.000	15-Jan-22	415	341	
500	WPX Energy Inc.	5.250	15-Sep-24	531	460	
				698 440	786 802	**20.8**
Uruguay						
1 525	Republic of Uruguay USD	4.500	14-Aug-24	1 922	2 152	
1 050	Republic of Uruguay USD	7.625	21-Mar-36	1 609	1 802	
				3 531	3 954	**0.1**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Vietnam						
1 680	Republic of Vietnam USD	4.800	19-Nov-24	$ 2 156	$ 2 247	
				2 156	2 247	**0.1**
TOTAL FOREIGN BONDS				2 865 180	3 105 402	**82.2**
TOTAL BONDS				3 210 879	3 491 252	**92.4**
MORTGAGE-BACKED SECURITIES						
6 526	Freddie Mac Gold Pool	4.000	01-Sep-40	7 550	9 570	
TOTAL MORTGAGE-BACKED SECURITIES				7 550	9 570	**0.2**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
24	EUR/USD, Put @ 1.10 February 25, 2016	$ 595	$ 766	
TOTAL OTHER INVESTMENTS		595	766	–
SHORT-TERM INVESTMENTS†		138 576	138 576	**3.7**
TOTAL INVESTMENTS		3 575 129	3 865 745	**102.3**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	15 644	**0.4**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(127 216)	**(3.4)**
TOTAL PORTFOLIO		$ 3 575 129	3 754 173	**99.3**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			26 160	**0.7**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 3 780 333	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 103 Sold USD 74 @ 1.3898	04-Jan-16	$ –
Bought CAD 4 084 Sold EUR 2 700 @ 1.5125	08-Jan-16	23
Bought CAD 139 Sold USD 100 @ 1.3874	08-Jan-16	–
Bought EUR 2 900 Sold CAD 4 179 @ 0.6940	08-Jan-16	183
Bought EUR 6 000 Sold CAD 8 587 @ 0.6987	08-Jan-16	436
Bought USD 13 358 Sold CAD 17 346 @ 0.7701	08-Jan-16	1 139
Bought USD 350 Sold CAD 465 @ 0.7524	08-Jan-16	19
Bought USD 20 Sold CAD 27 @ 0.7486	08-Jan-16	1
Bought USD 74 Sold CAD 99 @ 0.7491	08-Jan-16	4
Bought USD 150 Sold CAD 202 @ 0.7410	08-Jan-16	5
Bought CAD 2 040 Sold GBP 1 000 @ 2.0398	13-Jan-16	–
Bought DKK 15 420 Sold CAD 3 049 @ 5.0572	13-Jan-16	59
Bought GBP 1 770 Sold CAD 3 577 @ 0.4948	13-Jan-16	33
Bought EUR 8 000 Sold CAD 11 651 @ 0.6866	14-Jan-16	382
Bought BRL 50 408 Sold CAD 16 688 @ 3.0207	15-Jan-16	868
Bought CAD 12 061 Sold EUR 7 976 @ 1.5121	15-Jan-16	63
Bought CAD 2 896 Sold GBP 1 388 @ 2.0867	15-Jan-16	65
Bought CAD 5 301 Sold EUR 3 520 @ 1.5061	15-Jan-16	7
Bought CAD 1 328 Sold GBP 641 @ 2.0711	15-Jan-16	20
Bought CAD 6 355 Sold USD 4 581 @ 1.3873	15-Jan-16	17
Bought EUR 6 856 Sold CAD 10 012 @ 0.6848	15-Jan-16	301
Bought EUR 8 159 Sold CAD 11 490 @ 0.7101	15-Jan-16	782
Bought GBP 1 268 Sold CAD 2 519 @ 0.5035	15-Jan-16	68
Bought GBP 1 401 Sold CAD 2 790 @ 0.5021	15-Jan-16	68
Bought JPY 1 062 429 Sold CAD 11 527 @ 92.1678	15-Jan-16	706
Bought JPY 1 182 032 Sold CAD 12 781 @ 92.4807	15-Jan-16	829
Bought USD 9 114 Sold CAD 11 843 @ 0.7696	15-Jan-16	768
Bought USD 9 684 Sold CAD 12 909 @ 0.7502	15-Jan-16	490
Bought PLN 55 608 Sold CAD 18 510 @ 3.0042	19-Jan-16	1 097

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 12 190 Sold USD 8 735 @ 1.3956	21-Jan-16	$ 104
Bought CAD 3 032 Sold EUR 2 000 @ 1.5159	25-Jan-16	23
Bought CAD 14 916 Sold USD 10 732 @ 1.3899	25-Jan-16	67
Bought CAD 349 Sold USD 250 @ 1.3961	25-Jan-16	3
Bought USD 10 846 Sold CAD 14 233 @ 0.7620	25-Jan-16	774
Bought USD 6 335 Sold CAD 8 309 @ 0.7624	25-Jan-16	456
Bought USD 42 Sold CAD 55 @ 0.7637	25-Jan-16	3
Bought USD 1 023 Sold CAD 1 347 @ 0.7596	25-Jan-16	69
Bought USD 300 Sold CAD 398 @ 0.7533	25-Jan-16	17
Bought USD 39 Sold CAD 52 @ 0.7510	25-Jan-16	2
Bought USD 100 Sold CAD 133 @ 0.7501	25-Jan-16	5
Bought USD 240 Sold CAD 319 @ 0.7518	25-Jan-16	13
Bought USD 10 Sold CAD 13 @ 0.7465	25-Jan-16	–
Bought USD 25 166 Sold CAD 34 638 @ 0.7265	26-Jan-16	182
Bought CAD 15 110 Sold MXN 187 618 @ 0.0805	28-Jan-16	77
Bought USD 8 871 Sold CAD 11 675 @ 0.7599	01-Feb-16	599
Bought USD 1 051 Sold CAD 1 384 @ 0.7593	01-Feb-16	70
Bought CAD 4 869 Sold USD 3 503 @ 1.3900	03-Feb-16	23
Bought USD 1 672 Sold CAD 2 225 @ 0.7515	03-Feb-16	88
Bought USD 776 Sold CAD 1 066 @ 0.7281	03-Feb-16	8
Bought USD 5 000 Sold CAD 6 915 @ 0.7231	03-Feb-16	3
Bought CAD 18 044 Sold GBP 8 741 @ 2.0643	09-Feb-16	214
Bought CAD 7 608 Sold GBP 3 639 @ 2.0906	09-Feb-16	185
Bought TRY 38 696 Sold CAD 17 708 @ 2.1853	10-Feb-16	437
Bought MXN 148 311 Sold CAD 11 684 @ 12.6939	16-Feb-16	182
Bought TRY 45 979 Sold CAD 20 864 @ 2.2037	19-Feb-16	643
Bought USD 480 Sold CAD 640 @ 0.7500	24-Feb-16	24
Bought USD 699 Sold CAD 935 @ 0.7478	24-Feb-16	32
Bought USD 202 Sold CAD 276 @ 0.7314	24-Feb-16	3

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SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 7 956 Sold USD 8 574 @ 0.9280	29-Feb-16	$ 119
Bought USD 8 746 Sold EUR 7 956 @ 1.0993	29-Feb-16	120
Bought USD 415 Sold CAD 556 @ 0.7468	03-Mar-16	18
Bought USD 313 Sold CAD 418 @ 0.7490	07-Mar-16	15
Bought CAD 38 714 Sold EUR 25 558 @ 1.5148	09-Mar-16	222
Bought CAD 46 560 Sold GBP 22 545 @ 2.0652	09-Mar-16	575
Bought USD 8 735 Sold CAD 11 646 @ 0.7501	10-Mar-16	439
Bought CAD 55 588 Sold EUR 36 662 @ 1.5162	15-Mar-16	363
Bought CAD 55 682 Sold EUR 36 799 @ 1.5131	16-Mar-16	250
Bought CAD 45 045 Sold USD 32 268 @ 1.3960	17-Mar-16	405
Bought CAD 41 716 Sold USD 29 881 @ 1.3961	22-Mar-16	379
		$ 15 644

Contracts	Maturity Date	Unrealized Loss
Bought CAD 23 491 Sold USD 17 511 @ 1.3415	06-Jan-16	$ (739)
Bought CAD 39 207 Sold JPY 3 542 113 @ 0.0111	07-Jan-16	(1 575)
Bought CAD 46 837 Sold EUR 31 593 @ 1.4825	07-Jan-16	(675)
Bought CAD 5 810 Sold SEK 36 603 @ 0.1587	07-Jan-16	(190)
Bought CAD 4 337 Sold EUR 3 000 @ 1.4458	08-Jan-16	(174)
Bought CAD 4 538 Sold EUR 3 200 @ 1.4182	08-Jan-16	(275)
Bought CAD 7 413 Sold USD 5 427 @ 1.3660	08-Jan-16	(96)
Bought CAD 695 Sold USD 505 @ 1.3764	08-Jan-16	(4)
Bought CAD 39 448 Sold EUR 26 814 @ 1.4712	11-Jan-16	(879)
Bought CAD 651 Sold USD 500 @ 1.3013	12-Jan-16	(41)
Bought CAD 10 819 Sold MXN 138 000 @ 0.0784	12-Jan-16	(254)
Bought CAD 1 707 Sold USD 1 300 @ 1.3131	12-Jan-16	(92)
Bought CAD 35 351 Sold USD 27 000 @ 1.3093	12-Jan-16	(2 008)
Bought USD 1 874 Sold CAD 2 602 @ 0.7203	12-Jan-16	(9)
Bought CAD 32 669 Sold USD 25 000 @ 1.3067	13-Jan-16	(1 923)
Bought CAD 4 634 Sold GBP 2 320 @ 1.9973	13-Jan-16	(99)
Bought CAD 2 304 Sold GBP 1 140 @ 2.0214	13-Jan-16	(21)
Bought USD 1 647 Sold CAD 2 286 @ 0.7204	13-Jan-16	(7)
Bought CAD 907 Sold USD 700 @ 1.2959	14-Jan-16	(61)
Bought CAD 20 441 Sold EUR 13 712 @ 1.4907	14-Jan-16	(184)
Bought CAD 32 745 Sold USD 25 000 @ 1.3098	14-Jan-16	(1 847)
Bought CAD 28 587 Sold JPY 2 634 811 @ 0.0108	14-Jan-16	(1 751)
Bought EUR 3 000 Sold CAD 4 531 @ 0.6621	14-Jan-16	(19)
Bought CAD 3 332 Sold AUD 3 501 @ 0.9516	15-Jan-16	(196)
Bought CAD 8 183 Sold AUD 8 580 @ 0.9538	15-Jan-16	(463)
Bought CAD 13 207 Sold USD 9 636 @ 1.3706	15-Jan-16	(126)
Bought CAD 13 261 Sold JPY 1 168 677 @ 0.0113	15-Jan-16	(196)
Bought CAD 6 087 Sold JPY 537 892 @ 0.0113	15-Jan-16	(106)
Bought CAD 10 325 Sold MXN 131 207 @ 0.0787	19-Jan-16	(196)
Bought CAD 19 258 Sold PLN 55 608 @ 0.3463	19-Jan-16	(349)
Bought CAD 7 570 Sold DKK 37 848 @ 0.2000	20-Jan-16	(59)
Bought CAD 27 363 Sold JPY 2 513 164 @ 0.0109	20-Jan-16	(1 578)
Bought CAD 3 170 Sold USD 2 438 @ 1.3005	21-Jan-16	(203)
Bought CAD 802 Sold USD 600 @ 1.3359	21-Jan-16	(29)
Bought CAD 35 694 Sold USD 27 738 @ 1.2868	22-Jan-16	(2 685)
Bought CAD 24 628 Sold JPY 2 268 247 @ 0.0109	22-Jan-16	(1 495)
Bought CAD 50 257 Sold EUR 33 683 @ 1.4921	22-Jan-16	(416)
Bought CAD 38 666 Sold USD 29 010 @ 1.3329	22-Jan-16	(1 473)
Bought CAD 16 975 Sold EUR 11 559 @ 1.4686	25-Jan-16	(416)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 24 763 Sold EUR 16 817 @ 1.4725	25-Jan-16	$ (539)
Bought CAD 17 864 Sold JPY 1 640 000 @ 0.0109	25-Jan-16	(1 024)
Bought CAD 13 Sold USD 10 @ 1.3293	25-Jan-16	(1)
Bought CAD 78 Sold USD 59 @ 1.3303	25-Jan-16	(3)
Bought CAD 116 Sold USD 87 @ 1.3332	25-Jan-16	(4)
Bought CAD 5 691 Sold EUR 4 000 @ 1.4228	25-Jan-16	(327)
Bought CAD 289 Sold USD 217 @ 1.3331	25-Jan-16	(11)
Bought CAD 7 458 Sold USD 5 460 @ 1.3660	25-Jan-16	(96)
Bought RUB 422 632 Sold CAD 8 456 @ 49.9810	25-Jan-16	(497)
Bought CAD 28 356 Sold USD 21 521 @ 1.3176	26-Jan-16	(1 421)
Bought CAD 21 793 Sold JPY 2 000 000 @ 0.0109	26-Jan-16	(1 242)
Bought CAD 666 Sold USD 500 @ 1.3316	26-Jan-16	(26)
Bought USD 1 125 Sold CAD 1 561 @ 0.7208	26-Jan-16	(4)
Bought CAD 34 503 Sold EUR 24 290 @ 1.4205	28-Jan-16	(2 045)
Bought CAD 29 225 Sold USD 22 581 @ 1.2943	29-Jan-16	(2 018)
Bought CAD 7 313 Sold GBP 3 662 @ 1.9971	29-Jan-16	(157)
Bought CAD 13 338 Sold MXN 167 768 @ 0.0795	29-Jan-16	(103)
Bought CAD 8 611 Sold JPY 792 082 @ 0.0109	01-Feb-16	(513)
Bought CAD 89 Sold USD 67 @ 1.3298	01-Feb-16	(4)
Bought CAD 61 Sold USD 46 @ 1.3359	01-Feb-16	(2)
Bought CAD 23 617 Sold EUR 16 161 @ 1.4614	01-Feb-16	(702)
Bought CAD 14 774 Sold USD 10 753 @ 1.3740	01-Feb-16	(104)
Bought CAD 33 833 Sold EUR 23 357 @ 1.4485	02-Feb-16	(1 316)
Bought CAD 168 Sold DKK 874 @ 0.1927	02-Feb-16	(8)
Bought CAD 52 376 Sold USD 40 000 @ 1.3094	02-Feb-16	(2 968)
Bought CAD 33 686 Sold USD 25 587 @ 1.3165	02-Feb-16	(1 716)
Bought CAD 20 793 Sold EUR 14 515 @ 1.4325	02-Feb-16	(1 050)
Bought CAD 2 302 Sold SEK 15 000 @ 0.1535	03-Feb-16	(159)
Bought CAD 30 223 Sold EUR 21 070 @ 1.4344	03-Feb-16	(1 485)
Bought CAD 53 893 Sold USD 40 848 @ 1.3194	03-Feb-16	(2 624)
Bought CAD 12 278 Sold GBP 6 139 @ 2.0000	03-Feb-16	(245)
Bought USD 1 736 Sold CAD 2 410 @ 0.7203	03-Feb-16	(8)
Bought CAD 34 045 Sold EUR 23 411 @ 1.4542	04-Feb-16	(1 187)
Bought CAD 5 881 Sold JPY 541 000 @ 0.0109	04-Feb-16	(351)
Bought CAD 33 844 Sold JPY 3 114 200 @ 0.0109	04-Feb-16	(2 030)
Bought CAD 17 435 Sold USD 12 694 @ 1.3735	04-Feb-16	(128)
Bought CAD 26 425 Sold EUR 18 123 @ 1.4581	05-Feb-16	(850)
Bought CAD 8 505 Sold JPY 780 000 @ 0.0109	05-Feb-16	(481)
Bought CAD 27 375 Sold JPY 2 521 000 @ 0.0109	05-Feb-16	(1 667)
Bought CAD 26 733 Sold EUR 18 199 @ 1.4689	05-Feb-16	(656)
Bought CAD 212 Sold EUR 143 @ 1.4832	05-Feb-16	(3)
Bought CAD 34 099 Sold USD 24 823 @ 1.3737	05-Feb-16	(246)
Bought CAD 10 504 Sold USD 7 870 @ 1.3346	08-Feb-16	(385)
Bought CAD 44 497 Sold EUR 30 323 @ 1.4674	09-Feb-16	(1 142)
Bought CAD 28 170 Sold USD 21 398 @ 1.3165	09-Feb-16	(1 435)
Bought CAD 2 666 Sold USD 2 000 @ 1.3331	09-Feb-16	(101)
Bought CAD 6 794 Sold USD 5 028 @ 1.3513	09-Feb-16	(162)
Bought CAD 33 294 Sold JPY 3 032 000 @ 0.0110	09-Feb-16	(1 636)
Bought CAD 14 065 Sold DKK 70 363 @ 0.1999	09-Feb-16	(128)
Bought CAD 29 148 Sold JPY 2 600 000 @ 0.0112	09-Feb-16	(806)
Bought GBP 1 000 Sold CAD 2 050 @ 0.4877	09-Feb-16	(11)
Bought CAD 50 456 Sold USD 38 292 @ 1.3177	10-Feb-16	(2 524)
Bought CAD 6 777 Sold SEK 41 856 @ 0.1619	10-Feb-16	(92)
Bought CAD 8 065 Sold EUR 5 634 @ 1.4315	11-Feb-16	(415)
Bought CAD 11 111 Sold USD 8 370 @ 1.3275	11-Feb-16	(469)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 42 208 Sold EUR 28 884 @ 1.4613	11-Feb-16	$ (1 266)
Bought CAD 19 690 Sold DKK 99 940 @ 0.1970	11-Feb-16	(471)
Bought CAD 11 596 Sold GBP 5 786 @ 2.0042	12-Feb-16	(206)
Bought CAD 37 074 Sold USD 27 825 @ 1.3324	12-Feb-16	(1 423)
Bought CAD 19 226 Sold MXN 240 730 @ 0.0799	12-Feb-16	(40)
Bought CAD 27 974 Sold USD 21 370 @ 1.3090	16-Feb-16	(1 592)
Bought CAD 5 688 Sold DKK 29 532 @ 0.1926	16-Feb-16	(270)
Bought CAD 9 096 Sold AUD 9 166 @ 0.9923	16-Feb-16	(124)
Bought RUB 974 415 Sold CAD 18 745 @ 51.9820	16-Feb-16	(508)
Bought CAD 31 507 Sold EUR 22 000 @ 1.4322	17-Feb-16	(1 611)
Bought CAD 1 187 Sold SEK 7 722 @ 0.1537	17-Feb-16	(80)
Bought CAD 13 198 Sold DKK 69 110 @ 0.1910	17-Feb-16	(745)
Bought CAD 31 498 Sold USD 23 617 @ 1.3337	17-Feb-16	(1 177)
Bought CAD 3 490 Sold USD 2 615 @ 1.3348	18-Feb-16	(127)
Bought CAD 3 250 Sold JPY 300 193 @ 0.0108	18-Feb-16	(209)
Bought CAD 30 272 Sold JPY 2 795 308 @ 0.0108	18-Feb-16	(1 937)
Bought CAD 43 897 Sold GBP 21 587 @ 2.0335	18-Feb-16	(135)
Bought CAD 6 583 Sold GBP 3 269 @ 2.0139	18-Feb-16	(85)
Bought CAD 1 206 Sold GBP 600 @ 2.0104	18-Feb-16	(18)
Bought CAD 18 701 Sold USD 14 000 @ 1.3358	18-Feb-16	(668)
Bought CAD 6 747 Sold USD 5 000 @ 1.3495	18-Feb-16	(170)
Bought CAD 19 940 Sold TRY 44 001 @ 0.4532	19-Feb-16	(642)
Bought CAD 6 266 Sold GBP 3 089 @ 2.0285	22-Feb-16	(35)
Bought CAD 29 810 Sold JPY 2 738 261 @ 0.0109	22-Feb-16	(1 744)
Bought MXN 319 961 Sold CAD 25 694 @ 12.4530	22-Feb-16	(106)
Bought CAD 50 300 Sold EUR 35 385 @ 1.4215	23-Feb-16	(2 974)
Bought CAD 22 400 Sold USD 16 847 @ 1.3296	23-Feb-16	(908)
Bought CAD 7 276 Sold USD 5 471 @ 1.3300	23-Feb-16	(293)
Bought CAD 5 592 Sold DKK 29 320 @ 0.1907	23-Feb-16	(324)
Bought CAD 32 338 Sold JPY 2 977 315 @ 0.0109	24-Feb-16	(1 971)
Bought CAD 22 971 Sold USD 17 249 @ 1.3317	24-Feb-16	(893)
Bought CAD 51 591 Sold EUR 36 208 @ 1.4249	24-Feb-16	(2 923)
Bought CAD 5 694 Sold SEK 37 100 @ 0.1535	25-Feb-16	(396)
Bought CAD 39 730 Sold USD 29 770 @ 1.3346	25-Feb-16	(1 456)
Bought CAD 38 319 Sold EUR 26 730 @ 1.4335	26-Feb-16	(1 928)
Bought CAD 26 635 Sold USD 20 000 @ 1.3317	26-Feb-16	(1 035)
Bought CAD 38 826 Sold USD 29 040 @ 1.3370	26-Feb-16	(1 350)
Bought CAD 22 293 Sold GBP 10 954 @ 2.0351	26-Feb-16	(51)
Bought CAD 28 014 Sold USD 21 041 @ 1.3314	29-Feb-16	(1 096)
Bought CAD 27 348 Sold USD 20 600 @ 1.3276	29-Feb-16	(1 151)
Bought CAD 42 373 Sold EUR 29 728 @ 1.4254	01-Mar-16	(2 391)
Bought CAD 27 858 Sold USD 20 942 @ 1.3303	01-Mar-16	(1 115)
Bought CAD 33 722 Sold USD 25 232 @ 1.3365	02-Mar-16	(1 186)
Bought CAD 16 800 Sold GBP 8 420 @ 1.9952	02-Mar-16	(375)
Bought CAD 2 640 Sold SEK 16 750 @ 0.1576	02-Mar-16	(110)
Bought CAD 13 121 Sold USD 9 842 @ 1.3332	03-Mar-16	(495)
Bought CAD 31 102 Sold JPY 2 866 900 @ 0.0108	03-Mar-16	(1 941)
Bought CAD 39 348 Sold USD 28 942 @ 1.3595	03-Mar-16	(692)
Bought CAD 52 322 Sold USD 39 254 @ 1.3329	04-Mar-16	(1 985)
Bought CAD 12 163 Sold EUR 8 579 @ 1.4178	04-Mar-16	(756)
Bought CAD 29 248 Sold USD 21 870 @ 1.3373	04-Mar-16	(1 009)
Bought CAD 23 283 Sold JPY 2 134 875 @ 0.0109	04-Mar-16	(1 323)
Bought CAD 1 546 Sold AUD 1 580 @ 0.9783	04-Mar-16	(42)
Bought CAD 48 446 Sold EUR 33 300 @ 1.4548	04-Mar-16	(1 700)
Bought CAD 34 209 Sold EUR 24 000 @ 1.4254	07-Mar-16	(1 936)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 20 186 Sold USD 15 114 @ 1.3356	07-Mar-16	$ (724)
Bought BRL 45 761 Sold CAD 15 840 @ 2.8890	08-Mar-16	(183)
Bought CAD 40 763 Sold JPY 3 735 914 @ 0.0109	08-Mar-16	(2 304)
Bought CAD 34 067 Sold USD 25 445 @ 1.3389	08-Mar-16	(1 135)
Bought USD 25 441 Sold CAD 35 519 @ 0.7163	08-Mar-16	(322)
Bought CAD 43 328 Sold USD 32 557 @ 1.3308	09-Mar-16	(1 713)
Bought CAD 29 402 Sold EUR 20 000 @ 1.4701	09-Mar-16	(720)
Bought CAD 14 702 Sold USD 11 000 @ 1.3365	10-Mar-16	(516)
Bought CAD 40 826 Sold USD 30 580 @ 1.3351	10-Mar-16	(1 479)
Bought CAD 23 455 Sold EUR 15 950 @ 1.4705	10-Mar-16	(568)
Bought CAD 45 828 Sold EUR 30 500 @ 1.5025	10-Mar-16	(109)
Bought CAD 38 927 Sold EUR 26 222 @ 1.4845	14-Mar-16	(570)
Bought CAD 29 786 Sold JPY 2 613 094 @ 0.0114	14-Mar-16	(344)
Bought CAD 27 360 Sold JPY 2 458 132 @ 0.0111	15-Mar-16	(984)
Bought CAD 42 963 Sold USD 31 100 @ 1.3814	16-Mar-16	(62)
Bought CAD 37 736 Sold JPY 3 320 390 @ 0.0114	16-Mar-16	(552)
Bought CAD 26 060 Sold JPY 2 304 500 @ 0.0113	17-Mar-16	(515)
Bought CAD 2 546 Sold USD 1 843 @ 1.3817	17-Mar-16	(3)
Bought CAD 61 458 Sold USD 45 134 @ 1.3617	18-Mar-16	(983)
		$ (127 216)
TOTAL FOREIGN EXCHANGE		$ (111 572)

All counterparties have a credit rating of at least A.

* 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 0.42% to 0.85% and mature between January 11, 2016 and January 29, 2016.

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 3 865 745**	$ 3 904 824
Due from investment dealers	**98**	–
Subscriptions receivable	**3 902**	1 319
Futures contracts margin receivable	**–**	37
Unrealized gain on foreign exchange contracts	**15 644**	53 409
Dividends receivable, interest accrued and other assets	**23 787**	26 322
TOTAL ASSETS	**3 909 176**	3 985 911
LIABILITIES		
Bank overdraft	**678**	446
Redemptions payable	**518**	686
Unrealized loss on foreign exchange contracts	**127 216**	40 413
Accounts payable and accrued expenses	**431**	361
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**128 843**	41 906
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 3 780 333**	$ 3 944 005
Investments at cost	**$ 3 575 129**	$ 3 787 697
NAV		
SERIES A	**$ 121 289**	$ 125 557
ADVISOR SERIES	**$ 20 119**	$ 9 860
SERIES H	**$ 1 581**	$ 1 113
SERIES D	**$ 11 376**	$ 9 232
SERIES F	**$ 154 167**	$ 54 298
SERIES I	**$ 55 833**	$ 36 620
SERIES O	**$ 3 415 968**	$ 3 707 325
NAV PER UNIT		
SERIES A	**$ 10.84**	$ 10.80
ADVISOR SERIES	**$ 11.09**	$ 11.06
SERIES H	**$ 11.12**	$ 11.09
SERIES D	**$ 10.96**	$ 10.93
SERIES F	**$ 11.37**	$ 11.34
SERIES I	**$ 11.36**	$ 11.33
SERIES O	**$ 11.15**	$ 11.11

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 327**	$ 108
Interest for distribution purposes	**81 910**	90 611
Net gain (loss) from futures contracts	**375**	1 837
Other derivatives	**153**	–
Other income received from underlying funds	**11 779**	7 040
Securities lending revenue (see note 6 in the generic notes)	**500**	434
Capital gains received from underlying funds	**10 924**	6 017
Net realized gain (loss) on investments	**226 212**	112 023
Net gain (loss) on foreign currencies and other net assets	**(270 068)**	(1 545)
Change in unrealized gain (loss) on investments	**48 921**	110 640
TOTAL INCOME (LOSS)	**111 033**	327 165
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 348**	2 416
Administration fees	**909**	871
Independent Review Committee costs	**3**	3
GST/HST	**441**	353
Transaction costs	**2**	4
Withholding tax	**312**	9
TOTAL EXPENSES	**5 015**	3 656
INCREASE (DECREASE) IN NAV	**$ 106 018**	$ 323 509
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 375**	$ 8 546
ADVISOR SERIES	**$ 58**	$ 515
SERIES H	**$ 4**	$ 18
SERIES D	**$ 157**	$ 546
SERIES F	**$ 1 345**	$ 3 432
SERIES I	**$ 891**	$ 1 504
SERIES O	**$ 102 188**	$ 308 948
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.13**	$ 0.76
ADVISOR SERIES	**$ 0.14**	$ 0.76
SERIES H	**$ 0.17**	$ 0.29
SERIES D	**$ 0.20**	$ 0.84
SERIES F	**$ 0.24**	$ 0.88
SERIES I	**$ 0.27**	$ 0.60
SERIES O	**$ 0.33**	$ 0.97

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 106 018**	$ 323 509
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(226 365)**	(112 023)
Change in unrealized loss (gain) on investments	**(48 921)**	(110 640)
(Increase) decrease in accrued receivables	**2 535**	(3 042)
Increase (decrease) in accrued payables	**70**	(441)
Cost of investments purchased	**(6 556 018)**	(5 977 302)
Proceeds on sales of investments	**6 994 853**	5 371 464
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**272 172**	(508 475)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**908 103**	1 299 319
Cash paid on redemption of redeemable units	**(1 164 661)**	(768 737)
Distributions paid to holders of redeemable units	**(15 883)**	(22 643)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (272 441)**	$ 507 939
Net increase (decrease) in cash for the period	**(269)**	(536)
Cash (bank overdraft), beginning of period	**(409)**	127
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (678)**	$ (409)
Interest received (paid)	**$ 84 395**	$ 87 517
Dividends received, net of withholding taxes	**$ 65**	$ 49

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 125 557**	$ 121 363	**$ 9 860**	$ 6 018	**$ 1 113**	$ –	**$ 9 232**	$ 5 657
INCREASE (DECREASE) IN NAV	**1 375**	8 546	**58**	515	**4**	18	**157**	546
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**21 838**	17 067	**14 684**	5 448	**1 213**	1 095	**6 022**	4 994
Reinvestments of distributions to holders of redeemable units	**958**	4 129	**121**	249	**16**	29	**164**	317
Redemption of redeemable units	**(27 449)**	(21 338)	**(4 459)**	(2 066)	**(747)**	–	**(4 031)**	(1 950)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(4 653)**	(142)	**10 346**	3 631	**482**	1 124	**2 155**	3 361
Distributions from net income	**(990)**	(1 153)	**(145)**	(73)	**(18)**	(2)	**(168)**	(116)
Distributions from net gains	**–**	(3 057)	**–**	(231)	**–**	(27)	**–**	(216)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(990)**	(4 210)	**(145)**	(304)	**(18)**	(29)	**(168)**	(332)
NET INCREASE (DECREASE) IN NAV	**(4 268)**	4 194	**10 259**	3 842	**468**	1 113	**2 144**	3 575
NAV AT END OF PERIOD	**$ 121 289**	$ 125 557	**$ 20 119**	$ 9 860	**$ 1 581**	$ 1 113	**$ 11 376**	$ 9 232

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 54 298**	$ 39 310	**$ 36 620**	$ –	**$ 3 707 325**	$ 2 945 202	**$ 3 944 005**	$ 3 117 550
INCREASE (DECREASE) IN NAV	**1 345**	3 432	**891**	1 504	**102 188**	308 948	**106 018**	323 509
Early redemption fees	**2**	1	**–**	–	**–**	–	**2**	1
Proceeds from redeemable units issued	**129 743**	29 097	**29 616**	51 248	**707 570**	1 185 500	**910 686**	1 294 449
Reinvestments of distributions to holders of redeemable units	**924**	558	**274**	102	**71 405**	166 150	**73 862**	171 534
Redemption of redeemable units	**(30 146)**	(16 035)	**(10 527)**	(14 953)	**(1 087 136)**	(712 519)	**(1 164 495)**	(768 861)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**100 523**	13 621	**19 363**	36 397	**(308 161)**	639 131	**(179 945)**	697 123
Distributions from net income	**(1 999)**	(762)	**(1 041)**	(367)	**(85 384)**	(94 679)	**(89 745)**	(97 152)
Distributions from net gains	**–**	(1 303)	**–**	(914)	**–**	(91 277)	**–**	(97 025)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 999)**	(2 065)	**(1 041)**	(1 281)	**(85 384)**	(185 956)	**(89 745)**	(194 177)
NET INCREASE (DECREASE) IN NAV	**99 869**	14 988	**19 213**	36 620	**(291 357)**	762 123	**(163 672)**	826 455
NAV AT END OF PERIOD	**$ 154 167**	$ 54 298	**$ 55 833**	$ 36 620	**$ 3 415 968**	$ 3 707 325	**$ 3 780 333**	$ 3 944 005

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

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.

Series H units were started in August 2014 and Series I units in April 2014.

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 2015**	December 31 2014
AAA	**36.6**	24.0
AA	**14.1**	34.0
A	**32.5**	30.9
BBB	**9.5**	4.6
BB	**4.9**	4.3
B	**1.9**	1.7
CCC	**0.2**	–
Unrated	**0.3**	0.5
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 2015**	December 31 2014
United States	**20.8**	20.6
Japan	**16.1**	15.2
Canada	**10.2**	6.9
Italy	**8.5**	9.2
Spain	**6.4**	6.9
Income Funds	**6.0**	4.9
United Kingdom	**5.3**	4.6
Germany	**4.9**	6.0
France	**4.3**	6.2
Ireland	**2.8**	1.8
Belgium	**2.3**	2.0
Mexico	**2.1**	1.6
Other Countries	**8.8**	10.2
Cash/Other	**1.5**	3.9
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**6.4**	5.0
1 – 5 years	**36.8**	47.3
5 – 10 years	**29.2**	20.5
> 10 years	**27.6**	27.2
Total	**100.0**	100.0

As at December 31, 2015, 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 7.4% (December 31, 2014 – 6.5%). 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 2015**	December 31 2014
Brazilian real	**0.9**	1.0
Mexican peso	**0.9**	0.9
Russian ruble	**0.7**	–
Turkish new lira	**0.5**	–
United States dollar	**–**	3.2
Japanese yen	**–**	1.0
Euro	**–**	0.6
Pound sterling	**–**	0.2
Other currencies	**0.5**	–
Total	**3.5**	6.9

As at December 31, 2015, 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, 2014 – 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**225 581**	**–**	**–**	**225 581**
Fixed-income and debt securities	**–**	**3 501 588**	**–**	**3 501 588**
Short-term investments	**–**	**138 576**	**–**	**138 576**
Derivatives – assets	**–**	**15 644**	**–**	**15 644**
Derivatives – liabilities	**–**	**(127 216)**	**–**	**(127 216)**
Total financial instruments	**225 581**	**3 528 592**	**–**	**3 754 173**
% of total portfolio	**6.0**	**94.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 2015	December 31 2014
Units held		
Series H	**94**	93
Series I	**–**	93
Series O	**–**	693
Value of all units	**1**	10

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Emerging Markets Corporate Bond Fund	**4.9**	**26.2**	3.9	25.8
RBC Emerging Markets Foreign Exchange Fund	**1.1**	**16.4**	1.0	22.7

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	41 640
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)	**2015**	2014
Series A		
Opening units	**11 623**	11 646
Issued number of units	**1 999**	1 583
Reinvested number of units	**88**	384
Redeemed number of units	**(2 519)**	(1 990)
Ending number of units	**11 191**	11 623
Advisor Series		
Opening units	**892**	565
Issued number of units	**1 311**	491
Reinvested number of units	**11**	23
Redeemed number of units	**(401)**	(187)
Ending number of units	**1 813**	892
Series H		
Opening units	**100**	–
Issued number of units	**109**	97
Reinvested number of units	**1**	3
Redeemed number of units	**(68)**	–
Ending number of units	**142**	100
Series D		
Opening units	**845**	537
Issued number of units	**544**	458
Reinvested number of units	**15**	29
Redeemed number of units	**(366)**	(179)
Ending number of units	**1 038**	845
Series F		
Opening units	**4 790**	3 600
Issued number of units	**11 326**	2 559
Reinvested number of units	**81**	49
Redeemed number of units	**(2 641)**	(1 418)
Ending number of units	**13 556**	4 790
Series I		
Opening units	**3 233**	–
Issued number of units	**2 578**	4 531
Reinvested number of units	**24**	9
Redeemed number of units	**(921)**	(1 307)
Ending number of units	**4 914**	3 233
Series O		
Opening units	**333 574**	274 705
Issued number of units	**63 169**	107 472
Reinvested number of units	**6 381**	15 013
Redeemed number of units	**(96 707)**	(63 616)
Ending number of units	**306 417**	333 574

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**2**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**684 872**	643 832
Fair value of collateral received	**698 570**	656 709

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 2015	December 31 2014
RBC Select Balanced Portfolio	**12.6**	14.5
RBC Select Conservative Portfolio	**25.0**	34.0
RBC Select Growth Portfolio	**3.8**	8.2
RBC Select Very Conservative Portfolio	**25.5**	21.8
RBC Target 2015 Education Fund	**–**	0.9
RBC Target 2020 Education Fund	**1.5**	0.8
Total	**68.4**	80.2

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.

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

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC $U.S. INVESTMENT GRADE CORPORATE BOND FUND

December 31, 2015

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	$ 404	
275	Thomson Reuters Corp. USD	1.300	23-Feb-17	274	274	
				671	678	**0.5**
China						
300	Baidu Inc. USD	3.250	06-Aug-18	302	303	
				302	303	**0.2**
France						
800	AXA S.A. USD	8.600	15-Dec-30	1 007	1 079	
500	BNP Paribas S.A. USD	2.700	20-Aug-18	499	507	
				1 506	1 586	**1.2**
Germany						
1 000	EMD Finance LLC	2.950	19-Mar-22	998	967	
500	Siemens Financieringsmaatschappij N.V. USD	2.900	27-May-22	500	501	
				1 498	1 468	**1.2**
Ireland						
500	XLIT Ltd. USD	5.750	01-Oct-21	577	559	
300	XLIT Ltd. USD	5.250	15-Dec-43	299	313	
				876	872	**0.7**
Mexico						
600	Coca-Cola Femsa S.A.B. de C.V. USD	2.375	26-Nov-18	601	600	
400	Grupo Televisa S.A.B. USD	5.000	13-May-45	388	346	
500	Kansas City Southern de Mexico S.A. de C.V. USD	2.350	15-May-20	471	483	
				1 460	1 429	**1.1**
Netherlands						
1 000	Rabobank Nederland N.V. USD	4.375	04-Aug-25	998	1 001	
300	Rabobank Nederland N.V. USD	5.750	01-Dec-43	295	337	
500	Shell International Finance BV USD	4.375	11-May-45	499	474	
				1 792	1 812	**1.4**
Switzerland						
1 000	Credit Suisse USD	1.750	29-Jan-18	999	997	
600	Credit Suisse USD	5.400	14-Jan-20	658	658	
				1 657	1 655	**1.3**
United Kingdom						
500	Abbey National Treasury Services Plc.	3.050	23-Aug-18	511	512	
1 000	Barclays Plc. USD	3.650	16-Mar-25	984	963	
750	Lloyds Bank Plc. USD	2.350	05-Sep-19	750	751	
				2 245	2 226	**1.8**
United States						
750	21st Century Fox America Inc.	8.250	10-Aug-18	920	863	
300	21st Century Fox America Inc.	4.500	15-Feb-21	330	323	
250	21st Century Fox America Inc.	6.400	15-Dec-35	273	289	
150	21st Century Fox America Inc.	6.150	01-Mar-37	177	168	
200	21st Century Fox America Inc.	6.150	15-Feb-41	239	226	
450	AbbVie Inc.	1.800	14-May-18	450	447	
600	Actavis Funding SCS USD	3.800	15-Mar-25	598	598	
550	Actavis Funding SCS USD	4.750	15-Mar-45	547	538	
1 150	Actavis Inc.	3.250	01-Oct-22	1 131	1 133	
500	American Electric Power Co. Inc.	1.650	15-Dec-17	496	497	
625	American International Group Inc.	3.750	10-Jul-25	623	621	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
775	American Tower Corp. Real Estate Investment Trust	3.400	15-Feb-19	$ 787	$ 796	
600	American Tower Corp. Real Estate Investment Trust	4.700	15-Mar-22	626	632	
300	AmerisourceBergen Corp.	3.500	15-Nov-21	311	307	
750	Anadarko Petroleum Corp.	8.700	15-Mar-19	943	853	
500	Anheuser-Busch Companies, LLC	6.450	01-Sep-37	586	593	
900	Appalachian Power Co.	7.000	01-Apr-38	1 266	1 125	
250	AT&T Inc.	3.400	15-May-25	243	241	
750	AT&T Inc.	4.500	15-May-35	748	696	
350	AT&T Inc.	5.550	15-Aug-41	367	353	
1 000	Bank of America	5.300	15-Mar-17	1 086	1 040	
300	Bank of America Corp.	7.625	01-Jun-19	371	347	
1 250	Bank of America Corp.	4.200	26-Aug-24	1 273	1 254	
1 300	Bank of America Corp.	3.875	01-Aug-25	1 312	1 322	
600	Bayer US Finance LLC	3.000	08-Oct-21	600	606	
640	BB&T Corp.	5.250	01-Nov-19	727	700	
250	Becton Dickinson and Co.	2.675	15-Dec-19	250	252	
775	Becton Dickinson and Co.	3.734	15-Dec-24	787	784	
600	Becton Dickinson and Co.	4.685	15-Dec-44	600	608	
700	Biogen Inc.	2.900	15-Sep-20	699	699	
750	Burlington Northern Santa Fe LLC	3.050	15-Mar-22	766	753	
700	Burlington Northern Santa Fe LLC	3.400	01-Sep-24	698	702	
500	Burlington Northern Santa Fe LLC	5.150	01-Sep-43	529	529	
400	Cameron International Corp.	1.400	15-Jun-17	399	394	
700	Cameron International Corp.	4.000	15-Dec-23	718	705	
400	Cardinal Health Inc.	1.950	15-Jun-18	400	399	
600	CBS Corp.	5.750	15-Apr-20	677	667	
500	CBS Corp.	3.375	01-Mar-22	493	495	
325	CBS Corp.	4.000	15-Jan-26	319	318	
300	CBS Corp.	4.900	15-Aug-44	296	274	
500	CCO Safari II LLC	3.579	23-Jul-20	500	498	
500	CF Industries Inc.	6.875	01-May-18	584	542	
400	Cisco Systems Inc.	5.900	15-Feb-39	480	489	
1 000	Citigroup Inc.	1.800	05-Feb-18	999	997	
800	Citigroup Inc.	3.300	27-Apr-25	799	787	
600	Citigroup Inc.	4.400	10-Jun-25	598	607	
700	Citigroup Inc.	4.450	29-Sep-27	697	697	
1 000	Columbia Pipeline Group Inc.	3.300	01-Jun-20	998	975	
700	Comcast Corp.	6.400	15-May-38	872	871	
400	ConocoPhillips Holding Co.	6.950	15-Apr-29	533	459	
400	Consolidated Edison Company of New York Inc.	5.500	01-Dec-39	473	455	
300	Consolidated Edison Company of New York Inc.	4.625	01-Dec-54	299	296	
700	Continental Resources Inc.	5.000	15-Sep-22	729	517	
600	CVS Health Corp.	4.125	15-May-21	635	636	
600	CVS Health Corp.	4.875	20-Jul-35	591	622	
300	CVS Health Corp.	6.125	15-Sep-39	376	352	
800	CVS Health Corp.	5.125	20-Jul-45	812	846	
600	DIRECTV Holdings LLC	5.200	15-Mar-20	667	651	
1 250	DIRECTV Holdings LLC	5.000	01-Mar-21	1 341	1 350	
800	Duke Energy Corp.	3.950	15-Oct-23	812	825	
450	EnLink Midstream Partners LP	2.700	01-Apr-19	449	411	
500	Enterprise Products Operating LLC	3.750	15-Feb-25	498	458	
600	Enterprise Products Operating LLC	7.034	15-Jan-68	672	611	
800	Exelon Corp.	5.625	15-Jun-35	919	856	
600	Exelon Corp.	5.100	15-Jun-45	598	601	
900	Express Scripts Holding Co.	1.250	02-Jun-17	898	894	
880	Ford Motor Credit Co. LLC	3.200	15-Jan-21	879	875	
1 325	Ford Motor Credit Co. LLC	5.750	01-Feb-21	1 516	1 466	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
215	GE Capital Corp.	6.875	10-Jan-39	$ 278	$ 294	
550	General Motors Financial Co. Inc.	3.200	13-Jul-20	550	542	
1 500	General Motors Financial Co. Inc.	4.375	25-Sep-21	1 564	1 524	
500	General Motors Financial Co. Inc.	3.450	10-Apr-22	488	481	
1 000	Georgia-Pacific LLC	3.163	15-Nov-21	1 000	1 000	
450	Georgia-Pacific LLC	8.000	15-Jan-24	586	570	
600	Hartford Financial Services Group Inc.	5.500	30-Mar-20	678	665	
1 000	Hewlett Packard Enterprise Co.	3.600	15-Oct-20	1 000	1 003	
1 000	Hewlett Packard Enterprise Co.	4.400	15-Oct-22	998	998	
450	HJ Heinz Co.	5.200	15-Jul-45	448	472	
750	HSBC Bank USA	4.875	24-Aug-20	815	820	
1 000	HSBC USA Inc.	1.700	05-Mar-18	999	995	
650	HSBC USA Inc.	2.250	23-Jun-19	648	648	
500	Hyundai Capital America	2.000	19-Mar-18	499	494	
950	ING US Inc.	2.900	15-Feb-18	961	961	
625	Intel Corp.	4.900	29-Jul-45	625	662	
485	JPMorgan Chase & Co.	6.125	27-Jun-17	550	514	
1 150	JPMorgan Chase & Co.	6.000	15-Jan-18	1 313	1 243	
700	JPMorgan Chase & Co.	3.125	23-Jan-25	698	682	
500	JPMorgan Chase & Co.	4.850	01-Feb-44	527	534	
850	Kerr-McGee Corp.	6.950	01-Jul-24	1 052	915	
1 000	Kinder Morgan Energy Partners LP	4.250	01-Sep-24	998	853	
300	Kinder Morgan Energy Partners LP	6.950	15-Jan-38	352	267	
1 000	L-3 Communications Corp.	1.500	28-May-17	998	988	
625	Laboratory Corp of America Holdings	2.500	01-Nov-18	625	627	
525	Lockheed Martin Corp.	3.100	15-Jan-23	522	526	
675	Lockheed Martin Corp.	4.700	15-May-46	665	697	
1 000	LyondellBasell Industries N.V. USD	6.000	15-Nov-21	1 151	1 124	
700	LyondellBasell Industries N.V. USD	4.625	26-Feb-55	688	570	
650	Macy's Retail Holdings Inc.	3.875	15-Jan-22	658	642	
400	Magellan Midstream Partners LP	5.150	15-Oct-43	412	344	
350	McGraw Hill Financial Inc.	2.500	15-Aug-18	350	351	
1 150	McKesson Corp.	4.750	01-Mar-21	1 269	1 244	
400	McKesson Corp.	4.883	15-Mar-44	400	402	
1 100	Medtronic Inc.	3.150	15-Mar-22	1 116	1 113	
600	Medtronic Inc.	4.375	15-Mar-35	595	607	
600	Medtronic Inc.	4.625	15-Mar-45	598	620	
900	MidAmerican Energy Holdings Co.	6.125	01-Apr-36	1 098	1 052	
1 250	Morgan Stanley	5.500	28-Jul-21	1 407	1 403	
850	Morgan Stanley	4.100	22-May-23	830	861	
900	Morgan Stanley	4.300	27-Jan-45	873	862	
375	Mylan N.V. USD	3.000	15-Dec-18	375	374	
800	Nabors Industries Inc.	2.350	15-Sep-16	819	795	
500	National City Corp.	6.875	15-May-19	600	565	
600	NBCUniversal Media LLC	5.150	30-Apr-20	684	671	
300	Noble Energy Inc.	8.250	01-Mar-19	382	336	
500	Nucor Corp.	5.750	01-Dec-17	572	529	
300	Oncor Electric Delivery Co. LLC	7.250	15-Jan-33	390	386	
600	Oracle Corp.	4.500	08-Jul-44	607	605	
300	Oracle Corp.	4.125	15-May-45	296	285	
500	Owens Corning	4.200	15-Dec-22	487	501	
389	Pacific Gas & Electric Co.	5.800	01-Mar-37	455	454	
1 300	Pentair Finance S.A. USD	2.900	15-Sep-18	1 299	1 294	
400	Plains All American Pipeline LP	4.700	15-Jun-44	399	279	
750	Prudential Financial Inc.	6.000	01-Dec-17	855	806	
400	Prudential Financial Inc.	5.700	14-Dec-36	432	453	
600	PSEG Power LLC	8.625	15-Apr-31	871	766	
600	Puget Energy Inc.	6.000	01-Sep-21	695	677	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Quest Diagnostics Inc.	2.500	30-Mar-20	$ 997	$ 988	
750	Regions Bank	2.250	14-Sep-18	749	750	
450	Reynolds American Inc.	2.300	12-Jun-18	450	453	
500	Santander Holdings USA Inc.	3.450	27-Aug-18	505	509	
1 000	Schlumberger Holdings Corp.	3.625	21-Dec-22	999	990	
500	Southwest Airlines Co.	2.750	06-Nov-19	499	505	
400	Southwestern Energy Co.	3.300	23-Jan-18	400	329	
500	Spectra Energy Partners LP	4.750	15-Mar-24	502	485	
350	St. Jude Medical Inc.	3.875	15-Sep-25	349	354	
750	Synchrony Financial	1.875	15-Aug-17	753	747	
1 000	Synchrony Financial	3.750	15-Aug-21	1 002	1 001	
600	The Dow Chemical Co.	8.550	15-May-19	771	708	
900	The Goldman Sachs Group Inc.	5.625	15-Jan-17	988	935	
1 350	The Goldman Sachs Group Inc.	3.625	22-Jan-23	1 372	1 368	
1 100	The Goldman Sachs Group Inc.	3.750	22-May-25	1 096	1 110	
275	The Kroger Co.	1.200	17-Oct-16	274	275	
500	The Kroger Co.	2.950	01-Nov-21	500	496	
1 000	Time Warner Inc.	4.875	15-Mar-20	1 103	1 083	
300	Time Warner Inc.	3.400	15-Jun-22	299	299	
750	Time Warner Inc.	3.600	15-Jul-25	748	732	
350	Time Warner Inc.	5.350	15-Dec-43	366	350	
500	Tyson Foods Inc.	2.650	15-Aug-19	500	501	
500	Union Bank NA	2.250	06-May-19	499	499	
400	Union Pacific Corp.	4.850	15-Jun-44	419	435	
200	Union Pacific Corp.	3.875	01-Feb-55	199	177	
250	Verizon Communications Inc.	6.000	01-Apr-41	266	271	
2 250	Verizon Communications Inc.	6.550	15-Sep-43	2 741	2 680	
250	Viacom Inc.	4.500	01-Mar-21	273	258	
200	Viacom Inc.	4.250	01-Sep-23	198	194	
500	Viacom Inc.	5.850	01-Sep-43	541	450	
500	Walgreens Boots Alliance Inc.	3.800	18-Nov-24	499	486	
500	Walgreens Boots Alliance Inc.	4.800	18-Nov-44	500	456	
650	Waste Management Inc.	4.100	01-Mar-45	649	607	
1 000	Wells Fargo & Co.	3.000	19-Feb-25	997	974	
625	Wells Fargo & Co.	4.300	22-Jul-27	623	639	
450	Wells Fargo & Co.	5.606	15-Jan-44	496	501	
600	Williams Partners LP	3.900	15-Jan-25	598	452	
400	WW Grainger Inc.	4.600	15-Jun-45	400	420	
700	Xcel Energy Inc.	3.300	01-Jun-25	697	686	
800	Zimmer Biomet Holdings, Inc.	3.550	01-Apr-25	798	779	
1 300	Zimmer Biomet Holdings, Inc.	4.450	15-Aug-45	1 290	1 200	
				114 890	111 869	**88.1**
TOTAL BONDS				$ 126 897	123 898	**97.5**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					3 133	**2.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 127 031	**100.0**

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

RBC $U.S. INVESTMENT GRADE CORPORATE BOND FUND

(IN U.S. DOLLARS)

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 123 898**	$ 114 011
Cash	**3 171**	7 745
Subscriptions receivable	**206**	337
Dividends receivable, interest accrued and other assets	**1 435**	1 236
TOTAL ASSETS	**128 710**	123 329
LIABILITIES		
Due to investment dealers	**–**	2 671
Redemptions payable	**1 638**	175
Accounts payable and accrued expenses	**41**	29
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 679**	2 875
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 127 031**	$ 120 454
Investments at cost	**$ 126 897**	$ 112 102
NAV		
SERIES A	**$ 21 665**	$ 16 342
ADVISOR SERIES	**$ 757**	$ 863
SERIES H	**$ 5 404**	$ 821
SERIES D	**$ 834**	$ 907
SERIES F	**$ 3 334**	$ 2 363
SERIES I	**$ 2 045**	$ 3 000
SERIES O	**$ 92 992**	$ 96 158
NAV PER UNIT		
SERIES A	**$ 9.50**	$ 10.42
ADVISOR SERIES	**$ 9.50**	$ 10.42
SERIES H	**$ 9.44**	$ 10.35
SERIES D	**$ 9.50**	$ 10.42
SERIES F	**$ 9.50**	$ 10.42
SERIES I	**$ 9.53**	$ 10.45
SERIES O	**$ 9.46**	$ 10.38

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ –**	$ 8
Interest for distribution purposes	**5 388**	3 369
Net realized gain (loss) on investments	**(160)**	339
Change in unrealized gain (loss) on investments	**(4 908)**	1 734
TOTAL INCOME (LOSS)	**320**	5 450
EXPENSES (see notes – Fund Specific Information)		
Management fees	**430**	129
Administration fees	**38**	17
Independent Review Committee costs	**2**	3
GST/HST	**53**	16
TOTAL EXPENSES	**523**	165
INCREASE (DECREASE) IN NAV	**$ (203)**	$ 5 285
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (543)**	$ 323
ADVISOR SERIES	**$ (10)**	$ 15
SERIES H	**$ (133)**	$ 8
SERIES D	**$ (8)**	$ 37
SERIES F	**$ (41)**	$ 53
SERIES I	**$ (16)**	$ 100
SERIES O	**$ 548**	$ 4 749
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.12)**	$ 0.49
ADVISOR SERIES	**$ (0.12)**	$ 0.51
SERIES H	**$ (0.11)**	$ 0.46
SERIES D	**$ (0.08)**	$ 0.56
SERIES F	**$ (0.06)**	$ 0.52
SERIES I	**$ (0.05)**	$ 0.58
SERIES O	**$ 0.03**	$ 0.69

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (203)**	$ 5 285
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**160**	(339)
Change in unrealized loss (gain) on investments	**4 908**	(1 734)
(Increase) decrease in accrued receivables	**(199)**	(755)
Increase (decrease) in accrued payables	**(2 659)**	2 696
Cost of investments purchased	**(86 384)**	(93 736)
Proceeds on sales of investments	**71 429**	23 616
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(12 948)**	(64 967)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**91 264**	85 066
Cash paid on redemption of redeemable units	**(74 602)**	(13 720)
Distributions paid to holders of redeemable units	**(8 288)**	(1 832)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 8 374**	$ 69 514
Net increase (decrease) in cash for the period	**(4 574)**	4 547
Cash (bank overdraft), beginning of period	**7 745**	3 198
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3 171**	$ 7 745
Interest received (paid)	**$ 5 185**	$ 2 622
Dividends received, net of withholding taxes	**$ 4**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 16 342**	$ 2 067	**$ 863**	$ 139	**$ 821**	$ 1	**$ 907**	$ 270
INCREASE (DECREASE) IN NAV	**(543)**	323	**(10)**	15	**(133)**	8	**(8)**	37
Early redemption fees	**1**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**25 587**	18 790	**99**	768	**5 364**	825	**1 587**	1 413
Reinvestments of distributions to holders of redeemable units	**1 542**	251	**56**	12	**409**	–	**72**	22
Redemption of redeemable units	**(19 424)**	(4 821)	**(192)**	(56)	**(615)**	–	**(1 644)**	(811)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**7 706**	14 220	**(37)**	724	**5 158**	825	**15**	624
Distributions from net income	**(682)**	(172)	**(20)**	(9)	**(159)**	(8)	**(32)**	(18)
Distributions from net gains	**(1 158)**	(96)	**(39)**	(6)	**(283)**	(5)	**(48)**	(6)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 840)**	(268)	**(59)**	(15)	**(442)**	(13)	**(80)**	(24)
NET INCREASE (DECREASE) IN NAV	**5 323**	14 275	**(106)**	724	**4 583**	820	**(73)**	637
NAV AT END OF PERIOD	**$ 21 665**	$ 16 342	**$ 757**	$ 863	**$ 5 404**	$ 821	**$ 834**	$ 907

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 363**	$ 198	**$ 3 000**	$ 507	**$ 96 158**	$ 42 333	**$ 120 454**	$ 45 515
INCREASE (DECREASE) IN NAV	**(41)**	53	**(16)**	100	**548**	4 749	**(203)**	5 285
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**2 875**	2 357	**1 204**	3 019	**54 417**	58 208	**91 133**	85 380
Reinvestments of distributions to holders of redeemable units	**197**	33	**75**	25	**1 290**	1 516	**3 641**	1 859
Redemption of redeemable units	**(1 772)**	(232)	**(2 007)**	(579)	**(50 412)**	(7 395)	**(76 066)**	(13 894)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 300**	2 158	**(728)**	2 465	**5 295**	52 329	**18 709**	73 345
Distributions from net income	**(110)**	(31)	**(92)**	(53)	**(4 061)**	(2 625)	**(5 156)**	(2 916)
Distributions from net gains	**(178)**	(15)	**(119)**	(19)	**(4 948)**	(628)	**(6 773)**	(775)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(288)**	(46)	**(211)**	(72)	**(9 009)**	(3 253)	**(11 929)**	(3 691)
NET INCREASE (DECREASE) IN NAV	**971**	2 165	**(955)**	2 493	**(3 166)**	53 825	**6 577**	74 939
NAV AT END OF PERIOD	**$ 3 334**	$ 2 363	**$ 2 045**	$ 3 000	**$ 92 992**	$ 96 158	**$ 127 031**	$ 120 454

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

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 2015**	December 31 2014
AAA	**–**	0.3
AA	**4.5**	13.2
A	**30.6**	32.3
BBB	**64.5**	53.0
BB	**0.4**	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 2015**	December 31 2014
United States	**88.1**	83.2
Other Countries	**9.4**	11.5
Cash/Other	**2.5**	5.3
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**0.9**	0.6
1 – 5 years	**32.6**	35.4
5 – 10 years	**38.6**	35.0
> 10 years	**27.9**	29.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 7.0%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**123 898**	**–**	**123 898**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**123 898**	**–**	**123 898**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.05%
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 2015	December 31 2014
Units held		
Series A	**–**	103
Advisor Series	**113**	104
Series H	**114**	105
Series D	**–**	104
Series F	**–**	104
Series I	**114**	104
Series O	**–**	2 648 227
Value of all units	**3**	27 495

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, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 568**	205
Issued number of units	**2 430**	1 801
Reinvested number of units	**158**	24
Redeemed number of units	**(1 876)**	(462)
Ending number of units	**2 280**	1 568
Advisor Series		
Opening units	**83**	14
Issued number of units	**10**	73
Reinvested number of units	**6**	1
Redeemed number of units	**(19)**	(5)
Ending number of units	**80**	83
Series H		
Opening units	**79**	–
Issued number of units	**511**	79
Reinvested number of units	**42**	–
Redeemed number of units	**(59)**	–
Ending number of units	**573**	79
Series D		
Opening units	**87**	27
Issued number of units	**155**	135
Reinvested number of units	**7**	2
Redeemed number of units	**(161)**	(77)
Ending number of units	**88**	87
Series F		
Opening units	**227**	20
Issued number of units	**275**	226
Reinvested number of units	**20**	3
Redeemed number of units	**(171)**	(22)
Ending number of units	**351**	227
Series I		
Opening units	**287**	50
Issued number of units	**115**	290
Reinvested number of units	**8**	2
Redeemed number of units	**(195)**	(55)
Ending number of units	**215**	287
Series O		
Opening units	**9 264**	4 217
Issued number of units	**5 306**	5 610
Reinvested number of units	**131**	147
Redeemed number of units	**(4 868)**	(710)
Ending number of units	**9 833**	9 264

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**–**	99
Fair value of collateral received	**–**	101

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
12 080 302	BlueBay Emerging Markets Corporate Bond Fund*	$ 135 247	$ 137 963	
10 385 627	RBC Emerging Markets Bond Fund*	114 543	123 150	
5 215 825	RBC Emerging Markets Foreign Exchange Fund*	54 860	54 830	
TOTAL MUTUAL FUND UNITS		304 650	315 943	**6.0**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
492	Republic of Angola USD	7.000	16-Aug-19	$ 615	$ 657	
				615	657	–
Argentina						
1 000	Provincia de Buenos Aires USD	10.875	26-Jan-21	1 281	1 461	
550	Provincia de Buenos Aires USD	9.950	09-Jun-21	742	790	
747	Provincia de Neuquen Argentina USD	7.875	26-Apr-21	924	1 036	
965	YPF S.A. USD	8.875	19-Dec-18	1 272	1 354	
				4 219	4 641	**0.1**
Australia						
10 000	Commonwealth Bank of Australia USD	2.300	12-Mar-20	12 626	13 716	
10 485	National Australia Bank Ltd. USD	3.000	20-Jan-23	13 533	14 480	
12 500	Westpac Banking Corp. USD	2.250	17-Jan-19	16 155	17 355	
				42 314	45 551	**0.9**
Azerbaijan						
2 260	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	2 665	3 167	
1 180	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 286	1 389	
575	State Oil Co. of the Azerbaijan Republic USD	6.950	18-Mar-30	754	701	
				4 705	5 257	**0.1**
Belgium						
3 150	Anheuser-Busch InBev N.V. GBP	6.500	23-Jun-17	6 515	6 881	
				6 515	6 881	**0.1**
Bolivia						
1 050	Bolivian Government USD	5.950	22-Aug-23	1 331	1 563	
				1 331	1 563	–
Brazil						
440	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	553	596	
525	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	634	701	
575	Petrobras Global Finance BV USD	5.875	01-Mar-18	717	710	
650	Petrobras International Finance Co. USD	5.375	27-Jan-21	671	672	
3 435	Republic of Brazil USD	4.250	07-Jan-25	4 036	3 845	
1 400	Republic of Brazil USD	7.125	20-Jan-37	2 010	1 686	
				8 621	8 210	**0.2**
Canada						
2 000	407 International Inc.	3.870	24-Nov-17	2 049	2 089	
2 000	407 International Inc.	3.350	16-May-24	2 047	2 147	
1 000	407 International Inc.	5.750	14-Feb-36	1 025	1 240	
5 000	407 International Inc.	4.450	15-Nov-41	5 448	5 465	
2 000	Aéroports de Montréal	5.670	16-Oct-37	2 198	2 582	
2 000	Aéroports de Montréal	3.918	12-Jun-45	2 000	2 051	
3 000	Air Canada USD	6.750	01-Oct-19	3 661	4 320	
750	Air Canada	7.625	01-Oct-19	806	786	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
2 000	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	$ 2 010	$ 2 040	
274	Alliance Pipeline LP	6.765	31-Dec-25	321	316	
2 000	AltaGas Ltd.	4.600	15-Jan-18	2 154	2 097	
4 000	AltaGas Ltd.	3.720	28-Sep-21	4 167	4 141	
2 000	AltaGas Ltd.	4.400	15-Mar-24	1 999	2 101	
1 500	AltaGas Ltd.	3.840	15-Jan-25	1 574	1 490	
1 000	AltaLink Investments LP	3.265	05-Jun-20	1 000	1 040	
1 000	AltaLink LP	3.668	06-Nov-23	1 127	1 083	
4 500	AltaLink LP	4.872	15-Nov-40	5 327	5 115	
2 000	AltaLink LP	4.462	08-Nov-41	2 349	2 147	
1 500	American Express Canada Credit Corp.	2.310	29-Mar-18	1 509	1 526	
7 000	Bank of Montreal	2.240	11-Dec-17	7 041	7 122	
1 500	Bank of Montreal	6.020	02-May-18	1 572	1 657	
11 700	Bank of Montreal	3.210	13-Sep-18	12 240	12 226	
14 000	Bank of Montreal USD	2.375	25-Jan-19	16 363	19 494	
7 000	Bank of Montreal	2.430	04-Mar-19	6 991	7 177	
3 000	Bank of Montreal	2.840	04-Jun-20	3 037	3 121	
5 000	Bank of Montreal	2.100	06-Oct-20	4 987	5 031	
6 200	Bank of Montreal	2.120	16-Mar-22	6 143	6 139	
4 500	Bank of Nova Scotia	2.370	11-Jan-18	4 560	4 586	
2 400	Bank of Nova Scotia	1.330	01-May-18	2 403	2 392	
4 300	Bank of Nova Scotia	2.750	13-Aug-18	4 432	4 434	
11 250	Bank of Nova Scotia	2.462	14-Mar-19	11 302	11 527	
15 000	Bank of Nova Scotia USD	2.050	05-Jun-19	17 303	20 596	
3 500	Bank of Nova Scotia	2.400	28-Oct-19	3 499	3 574	
1 000	Bank of Nova Scotia	2.270	13-Jan-20	1 000	1 016	
7 500	Bank of Nova Scotia	2.130	15-Jun-20	7 558	7 553	
3 450	Bank of Nova Scotia	2.090	09-Sep-20	3 446	3 458	
3 500	Bank of Nova Scotia	3.270	11-Jan-21	3 724	3 694	
1 297	Barrick Gold Corp. USD	6.950	01-Apr-19	1 700	1 882	
2 865	Barrick North America Finance LLC	7.500	15-Sep-38	3 493	3 229	
2 150	Baytex Energy Corp. USD	5.125	01-Jun-21	2 391	2 097	
2 250	Baytex Energy Corp. USD	5.625	01-Jun-24	2 389	2 133	
500	BC Tel	10.650	19-Jun-21	744	701	
2 000	bcIMC Realty Corp.	2.790	02-Aug-18	2 054	2 063	
5 000	bcIMC Realty Corp.	2.960	07-Mar-19	5 174	5 207	
7 240	Bell Canada	4.400	16-Mar-18	7 822	7 653	
2 500	Bell Canada	4.880	26-Apr-18	2 727	2 673	
500	Bell Canada	3.350	18-Jun-19	525	522	
1 000	Bell Canada	3.540	12-Jun-20	1 000	1 053	
500	Bell Canada	3.250	17-Jun-20	523	522	
1 000	Bell Canada	3.000	03-Oct-22	996	1 010	
4 000	Bell Canada	3.350	22-Mar-23	4 110	4 094	
9 110	Bell Canada	6.100	16-Mar-35	10 683	10 668	
5 200	Bell Canada	4.350	18-Dec-45	4 938	4 788	
3 000	British Columbia Ferry Services Inc.	5.581	11-Jan-38	4 007	3 746	
2 500	Brookfield Renewable Energy Partners ULC	3.752	02-Jun-25	2 500	2 482	
1 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	1 599	1 559	
200	Brookfield Renewable Power Inc.	5.140	13-Oct-20	200	222	
11 000	Caisse Centrale Desjardins USD	1.550	12-Sep-17	13 420	15 127	
5 000	Caisse Centrale Desjardins	2.795	19-Nov-18	5 148	5 159	
2 000	Caisse Centrale Desjardins	2.443	17-Jul-19	2 021	2 047	
3 000	Caisse Centrale Desjardins	1.748	02-Mar-20	3 000	2 981	
2 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	2 001	2 065	
1 000	Calloway Real Estate Investment Trust	3.985	30-May-23	1 002	1 039	
6 400	Canadian Credit Card Trust II	1.829	24-Mar-20	6 402	6 392	
8 400	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	8 446	8 554	
7 000	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	7 062	7 124	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
6 600	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	$ 6 610	$ 6 633	
8 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	8 022	8 190	
3 000	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	2 977	2 996	
5 030	Canadian Natural Resources Ltd. USD	5.700	15-May-17	6 255	7 111	
1 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	998	998	
4 500	Canadian Natural Resources Ltd. USD	6.250	15-Mar-38	5 998	5 683	
9 000	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	11 334	13 238	
1 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	997	1 137	
1 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	1 000	1 034	
3 000	Canadian Real Estate Investment Trust	2.564	30-Nov-19	3 003	2 987	
3 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	3 131	3 197	
2 000	Canadian Western Bank	3.049	18-Jan-17	2 001	2 024	
1 000	Canadian Western Bank	2.104	26-Jun-17	1 000	1 001	
4 000	Canadian Western Bank	2.531	22-Mar-18	4 032	4 023	
2 000	Canadian Western Bank	3.077	14-Jan-19	2 000	2 040	
1 900	Canadian Western Bank	2.751	29-Jun-20	1 900	1 906	
8 000	Cards II Trust	2.155	15-Oct-20	8 038	8 060	
4 500	Cascades Inc.	5.500	15-Jul-21	4 450	4 388	
4 000	Choice Properties LP	3.000	20-Sep-19	4 088	4 120	
3 000	Choice Properties LP	3.600	20-Sep-21	3 036	3 140	
2 000	Choice Properties LP	3.600	20-Sep-22	2 074	2 073	
2 000	Choice Properties Real Estate Investment Trust	2.297	14-Sep-20	2 000	1 995	
1 000	Corus Entertainment Inc.	4.250	11-Feb-20	983	930	
3 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	3 123	3 107	
3 000	Daimler Canada Finance Inc.	2.270	26-Mar-18	3 084	3 032	
2 000	Daimler Canada Finance Inc.	1.420	02-Oct-18	2 000	1 977	
1 000	Emera Inc.	2.960	13-Dec-16	1 000	1 013	
1 600	Emera Inc.	4.830	02-Dec-19	1 746	1 757	
3 500	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	3 508	3 581	
700	Enbridge Gas Distribution Inc.	3.310	11-Sep-25	700	716	
3 800	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	4 539	4 345	
1 000	Enbridge Gas Distribution Inc.	4.000	22-Aug-44	927	974	
1 000	Enbridge Inc.	4.770	02-Sep-19	1 130	1 062	
620	Enbridge Inc.	5.570	14-Nov-35	698	618	
4 000	Enbridge Inc.	4.570	11-Mar-44	3 992	3 450	
5 000	Enbridge Inc. USD	4.500	10-Jun-44	5 277	4 845	
550	Enbridge Income Fund	2.920	14-Dec-17	550	558	
450	Enbridge Income Fund	4.100	22-Feb-19	483	467	
4 000	Enbridge Pipelines Inc.	2.930	30-Nov-22	4 017	4 002	
1 500	EnerCare Solutions Inc.	4.300	30-Nov-17	1 524	1 556	
2 500	Enmax Corp.	3.805	05-Dec-24	2 500	2 584	
4 500	EPCOR Utilities Inc.	4.550	28-Feb-42	4 810	4 937	
6 500	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	7 177	9 537	
2 500	Fairfax Financial Holdings Ltd.	6.400	25-May-21	2 646	2 831	
3 000	First Capital Realty Inc.	4.430	31-Jan-22	3 237	3 257	
3 000	First Capital Realty Inc.	4.790	30-Aug-24	3 206	3 283	
6 250	Ford Credit Canada Ltd.	2.939	19-Feb-19	6 284	6 342	
4 800	Ford Credit Canada Ltd.	2.923	16-Sep-20	4 797	4 817	
2 000	FortisAlberta Inc.	3.300	30-Sep-24	2 000	2 106	
1 500	FortisAlberta Inc.	6.220	31-Oct-34	2 000	1 934	
3 000	FortisAlberta Inc.	4.110	29-Sep-44	3 158	3 027	
1 000	FortisBC Energy Inc.	5.900	26-Feb-35	1 255	1 254	
1 000	FortisBC Energy Inc.	3.375	13-Apr-45	1 000	891	
2 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 315	2 284	
5 000	GE Capital Canada Funding Co.	4.600	26-Jan-22	5 684	5 662	
3 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	4 193	4 448	
2 000	General Motors Financial of Canada Ltd.	3.080	22-May-20	1 999	2 004	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
3 000	Genesis Trust II	2.433	15-May-19	$ 3 000	$ 3 074	
2 000	Genesis Trust II	1.699	15-Apr-20	2 000	1 990	
1 500	Genworth MI Canada Inc.	5.680	15-Jun-20	1 628	1 637	
2 000	George Weston Ltd.	4.115	17-Jun-24	2 057	2 112	
3 150	Gibson Energy Inc.	7.000	15-Jul-20	3 252	3 052	
1 000	Gibson Energy Inc.	5.375	15-Jul-22	1 010	888	
4 000	Glacier Credit Card Trust	2.568	20-Sep-19	4 055	4 099	
4 500	Great Canadian Gaming Corp.	6.625	25-Jul-22	4 707	4 519	
3 000	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	3 234	3 157	
2 500	Great-West Lifeco Inc.	4.650	13-Aug-20	2 617	2 804	
10 500	Great-West Lifeco Inc. EUR	2.500	18-Apr-23	15 543	16 789	
5 000	Great-West Lifeco Inc.	6.740	24-Nov-31	6 645	6 609	
500	Greater Toronto Airports Authority	4.850	01-Jun-17	484	525	
2 750	Greater Toronto Airports Authority	6.980	15-Oct-32	3 985	3 904	
1 000	Greater Toronto Airports Authority	6.470	02-Feb-34	1 372	1 371	
9 200	Greater Toronto Airports Authority	5.630	07-Jun-40	11 971	11 969	
3 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	3 023	3 066	
8 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	8 000	7 970	
550	HSBC Bank Canada	3.558	04-Oct-17	576	569	
1 450	HSBC Bank Canada	2.078	26-Nov-18	1 450	1 459	
4 000	HSBC Bank Canada	2.491	13-May-19	4 064	4 071	
4 500	HSBC Bank Canada	2.938	14-Jan-20	4 630	4 648	
1 500	HSBC Bank Canada	1.816	07-Jul-20	1 500	1 474	
1 500	HSBC Bank Canada	2.449	29-Jan-21	1 500	1 507	
3 000	HSBC Bank Canada	2.908	29-Sep-21	3 000	3 065	
850	HSBC Bank Canada	4.800	10-Apr-22	822	882	
800	Hydro One Inc.	1.620	30-Apr-20	800	801	
3 000	Hydro One Inc.	6.930	01-Jun-32	4 027	4 157	
7 000	Hydro One Inc.	5.360	20-May-36	8 352	8 419	
2 000	Hydro One Inc.	6.030	03-Mar-39	2 869	2 618	
6 500	Hydro One Inc.	4.170	06-Jun-44	6 963	6 741	
3 000	Inter Pipeline Ltd.	4.967	02-Feb-21	3 233	3 347	
1 000	Inter Pipeline Ltd.	3.173	24-Mar-25	989	969	
2 000	Inter Pipeline Ltd.	4.637	30-May-44	2 024	1 912	
4 500	Loblaw Companies Ltd.	3.748	12-Mar-19	4 725	4 761	
1 000	Loblaw Companies Ltd.	4.860	12-Sep-23	1 078	1 124	
700	Loblaw Companies Ltd.	6.450	09-Feb-28	744	868	
1 000	Loblaw Companies Ltd.	6.050	09-Jun-34	1 172	1 174	
3 700	Loblaw Companies Ltd.	5.900	18-Jan-36	3 878	4 296	
2 000	Manulife Bank of Canada	1.405	27-Feb-18	2 001	1 994	
7 000	Manulife Financial Corporation	5.505	26-Jun-18	7 833	7 634	
2 600	Manulife Financial Corporation	5.059	15-Dec-41	2 881	2 723	
5 300	Master Credit Card Trust II	2.723	21-Nov-18	5 540	5 476	
2 000	Mattamy Group Corp. USD	6.500	15-Nov-20	2 274	2 643	
1 900	Mattamy Group Corp.	6.875	15-Nov-20	1 897	1 854	
2 000	MEG Energy Corp. USD	6.500	15-Mar-21	2 281	1 951	
2 000	National Bank of Canada	2.019	13-Apr-17	2 000	2 020	
7 500	National Bank of Canada	2.689	21-Aug-17	7 653	7 668	
2 500	National Bank of Canada	1.951	11-Dec-17	2 500	2 527	
2 000	National Bank of Canada	2.404	28-Oct-19	2 000	2 044	
4 150	National Bank of Canada	1.742	03-Mar-20	4 150	4 125	
5 500	National Bank of Canada	2.105	18-Mar-22	5 500	5 423	
2 200	NAV Canada	4.397	18-Feb-21	2 459	2 497	
1 250	New Gold Inc. USD	7.000	15-Apr-20	1 265	1 563	
2 250	New Gold Inc. USD	6.250	15-Nov-22	2 566	2 491	
2 350	Newalta Corp.	5.875	01-Apr-21	2 140	2 032	
500	North West Redwater Partnership	3.200	22-Jul-24	499	514	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
3 500	Nova Scotia Power Inc.	5.610	15-Jun-40	$ 4 526	$ 4 267	
3 000	Nova Scotia Power Inc.	4.150	06-Mar-42	3 088	3 001	
3 000	OMERS Realty Corp.	2.498	05-Jun-18	3 028	3 071	
3 500	OMERS Realty Corp.	3.328	12-Nov-24	3 623	3 682	
2 500	Pembina Pipeline Corp.	4.890	29-Mar-21	2 717	2 747	
2 600	Pembina Pipeline Corp.	3.540	03-Feb-25	2 599	2 522	
3 000	Pembina Pipeline Corp.	4.240	15-Jun-27	3 024	2 989	
1 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	1 042	1 032	
3 250	Precision Drilling Corp. USD	5.250	15-Nov-24	3 419	3 159	
3 500	Province of Ontario	3.500	02-Jun-24	3 711	3 855	
3 000	Province of Ontario	3.450	02-Jun-45	3 062	3 138	
1 430	Quebecor Media Inc.	7.375	15-Jan-21	1 507	1 491	
4 000	Reliance LP	4.574	15-Mar-17	4 083	4 089	
2 000	Reliance LP	5.187	15-Mar-19	2 149	2 118	
3 700	Rogers Communications Inc. USD	6.800	15-Aug-18	5 023	5 719	
1 500	Rogers Communications Inc.	5.380	04-Nov-19	1 689	1 676	
6 500	Rogers Communications Inc.	5.340	22-Mar-21	7 369	7 364	
2 000	Rogers Communications Inc.	4.000	13-Mar-24	2 149	2 097	
6 300	Rogers Communications Inc. USD	7.500	15-Aug-38	8 991	11 312	
7 500	Rogers Communications Inc.	6.110	25-Aug-40	8 625	8 636	
4 000	Royal Bank of Canada*	3.660	25-Jan-17	4 187	4 105	
2 000	Royal Bank of Canada*	2.364	21-Sep-17	2 031	2 036	
10 200	Royal Bank of Canada*	2.260	12-Mar-18	10 190	10 384	
10 000	Royal Bank of Canada*	2.820	12-Jul-18	10 229	10 328	
7 000	Royal Bank of Canada*	2.770	11-Dec-18	7 249	7 238	
10 000	Royal Bank of Canada*	2.350	09-Dec-19	10 304	10 212	
4 300	Royal Bank of Canada*	2.860	04-Mar-21	4 534	4 464	
12 000	Royal Bank of Canada*	1.968	02-Mar-22	11 842	11 755	
760	Shaw Communications Inc.	5.700	02-Mar-17	796	794	
2 690	Shaw Communications Inc.	5.650	01-Oct-19	3 043	2 990	
2 000	Shaw Communications Inc.	4.350	31-Jan-24	2 000	2 094	
7 000	Shaw Communications Inc.	6.750	09-Nov-39	8 272	8 064	
2 000	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	2 002	1 973	
3 000	Sobeys Inc.	3.520	08-Aug-18	3 104	3 108	
4 940	Sun Life Financial Inc.	5.700	02-Jul-19	5 536	5 586	
2 825	Sun Life Financial Inc.	5.400	29-May-42	3 280	3 158	
1 000	Suncor Energy Inc.	3.100	26-Nov-21	997	1 028	
8 500	Suncor Energy Inc. USD	6.500	15-Jun-38	11 822	12 621	
2 000	TELUS Corp.	1.500	27-Mar-18	1 999	1 990	
3 000	TELUS Corp.	5.050	04-Dec-19	3 392	3 326	
1 500	TELUS Corp.	3.600	26-Jan-21	1 628	1 581	
1 500	TELUS Corp.	2.350	28-Mar-22	1 496	1 464	
5 500	TELUS Corp.	3.350	15-Mar-23	5 612	5 611	
13 600	TELUS Corp.	4.400	01-Apr-43	13 209	12 401	
1 000	TELUS Corp.	4.400	29-Jan-46	947	903	
1 000	Teranet Holdings LP	4.807	16-Dec-20	1 114	1 098	
500	Teranet Holdings LP	5.754	17-Dec-40	522	545	
750	Terasen Gas Inc.	10.300	30-Sep-16	1 089	798	
4 000	Terasen Gas Inc.	5.550	25-Sep-36	5 096	4 856	
2 000	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	2 000	1 995	
1 600	The Manufacturers Life Insurance Co.	3.181	22-Nov-27	1 600	1 625	
2 000	Thomson Reuters Corp.	3.309	12-Nov-21	2 112	2 052	
8 000	Thomson Reuters Corp. USD	5.500	15-Aug-35	10 059	11 351	
5 000	Toronto-Dominion Bank	4.779	14-Dec-16	5 194	5 135	
7 430	Toronto-Dominion Bank	2.171	02-Apr-18	7 480	7 561	
5 070	Toronto-Dominion Bank	2.447	02-Apr-19	5 108	5 202	
15 000	Toronto-Dominion Bank USD	2.250	05-Nov-19	17 465	20 770	
4 000	Toronto-Dominion Bank	1.693	02-Apr-20	3 976	3 978	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Canada (cont.)						
4 000	Toronto-Dominion Bank	2.563	24-Jun-20	$ 4 073	$ 4 118	
3 000	Toronto-Dominion Bank	2.621	22-Dec-21	3 075	3 066	
9 000	Toronto-Dominion Bank	3.226	24-Jul-24	9 405	9 398	
2 500	Toronto Hydro Corp.	4.080	16-Sep-44	2 564	2 556	
4 000	Toronto Hydro Corp.	3.550	28-Jul-45	3 917	3 707	
3 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	3 000	3 078	
3 500	Toyota Credit Canada Inc.	1.800	19-Feb-20	3 497	3 498	
500	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	490	707	
1 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	1 071	1 058	
3 496	TransCanada PipeLines Ltd.	5.650	20-Jun-29	4 217	3 977	
11 500	TransCanada PipeLines Ltd. USD	6.100	01-Jun-40	15 702	16 515	
2 000	TransCanada PipeLines Ltd.	4.550	15-Nov-41	1 972	2 023	
3 750	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	4 147	4 592	
500	Union Gas Ltd.	5.350	27-Apr-18	582	543	
1 000	Union Gas Ltd.	3.190	17-Sep-25	1 000	1 011	
3 500	Union Gas Ltd.	6.050	02-Sep-38	4 416	4 491	
2 700	Union Gas Ltd.	4.880	21-Jun-41	3 079	3 030	
700	Union Gas Ltd.	4.200	02-Jun-44	688	708	
8 160	Videotron Ltd.	5.625	15-Jun-25	8 302	8 163	
3 000	Videotron Ltd.	5.750	15-Jan-26	3 004	2 998	
3 000	VW Credit Canada Inc.	2.500	01-Oct-19	2 998	2 935	
2 500	VW Credit Canada Inc.	2.150	24-Jun-20	2 513	2 388	
4 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	4 030	4 174	
4 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	4 068	4 192	
3 000	Wells Fargo Canada Corp.	3.460	24-Jan-23	3 169	3 188	
1 500	Westcoast Energy Inc.	5.600	16-Jan-19	1 619	1 653	
				1 009 891	1 032 015	**19.5**
Chile						
4 750	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	5 494	6 333	
850	Corp Nacional del Cobre de Chile USD	6.150	24-Oct-36	1 284	1 132	
				6 778	7 465	**0.1**
China						
1 250	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	1 521	1 803	
3 300	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	3 997	4 796	
1 150	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	1 398	1 671	
				6 916	8 270	**0.2**
Colombia						
600	Republic of Colombia USD	11.750	25-Feb-20	970	1 076	
1 850	Republic of Colombia USD	8.125	21-May-24	2 820	3 092	
1 950	Republic of Colombia USD	6.125	18-Jan-41	2 664	2 623	
				6 454	6 791	**0.1**
Costa Rica						
1 021	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	1 203	1 406	
575	Costa Rica Government USD	4.375	30-Apr-25	616	664	
500	Costa Rica Government USD	7.000	04-Apr-44	617	579	
				2 436	2 649	–
Croatia						
5 325	Croatia Government USD	6.750	05-Nov-19	7 166	7 907	
				7 166	7 907	**0.1**
Dominican Republic						
2 350	Dominican Republic USD	7.500	06-May-21	2 979	3 496	
2 525	Dominican Republic USD	7.450	30-Apr-44	3 300	3 524	
				6 279	7 020	**0.1**
Ecuador						
1 950	Government of Ecuador USD	7.950	20-Jun-24	2 188	2 017	
				2 188	2 017	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Egypt						
875	Arab Republic of Egypt USD	5.875	11-Jun-25	$ 1 088	$ 1 052	
				1 088	1 052	–
El Salvador						
1 925	Republic of El Salvador USD	7.375	01-Dec-19	2 466	2 670	
525	Republic of El Salvador USD	6.375	18-Jan-27	658	619	
				3 124	3 289	**0.1**
France						
11 500	BPCE S.A. EUR	1.375	22-May-19	16 655	17 827	
5 500	BPCE S.A. USD	5.150	21-Jul-24	6 278	7 688	
9 500	Carrefour S.A. EUR	1.750	22-May-19	14 035	14 880	
2 750	Carrefour S.A. EUR	3.875	25-Apr-21	4 139	4 760	
9 000	EDF S.A. EUR	3.875	18-Jan-22	14 520	15 806	
6 000	France Telecom S.A. EUR	4.750	21-Feb-17	9 344	9 490	
11 000	France Telecom S.A. EUR	4.125	23-Jan-19	17 901	18 371	
5 000	Numericable Group S.A. USD	6.000	15-May-22	5 800	6 728	
3 000	Orange S.A. EUR	5.625	22-May-18	5 132	5 086	
9 000	Orange S.A. USD	2.750	06-Feb-19	10 338	12 640	
4 400	Orange S.A. EUR	2.500	01-Mar-23	6 496	7 150	
2 850	Schneider Electric SE EUR	4.000	11-Aug-17	4 468	4 549	
10 500	Schneider Electric SE EUR	3.500	22-Jan-19	16 624	17 275	
8 500	Total Capital International S.A. USD	2.700	25-Jan-23	9 640	11 294	
4 000	Total Capital S.A. USD	2.125	10-Aug-18	5 274	5 555	
3 500	Veolia Environnement S.A. EUR	4.625	30-Mar-27	5 826	6 704	
				152 470	165 803	**3.1**
Gabon						
400	Gabonese Republic USD	6.375	12-Dec-24	469	440	
				469	440	–
Georgia						
210	Georgia Government USD	6.875	12-Apr-21	274	302	
				274	302	–
Germany						
12 500	BMW Finance N.V. EUR	3.250	14-Jan-19	19 612	20 344	
9 600	BMW Finance N.V. EUR	2.375	24-Jan-23	14 426	15 499	
12 500	Daimler AG EUR	2.125	27-Jun-18	18 522	19 635	
2 500	Daimler AG EUR	1.875	08-Jul-24	3 699	3 942	
1 750	Deutsche Telekom International Finance BV EUR	6.000	20-Jan-17	2 744	2 792	
6 250	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	8 314	9 647	
3 750	Deutsche Telekom International Finance BV USD	6.000	08-Jul-19	4 799	5 813	
2 000	Deutsche Telekom International Finance BV EUR	5.375	27-Jul-21	3 087	3 680	
9 300	Deutsche Telekom International Finance BV EUR	4.250	13-Jul-22	15 696	16 785	
2 950	Deutsche Telekom International Finance BV GBP	7.625	15-Jun-30	7 015	8 563	
1 000	E.ON International Finance BV GBP	6.375	07-Jun-32	1 999	2 455	
1 500	Metro Finance BV EUR	4.250	22-Feb-17	2 363	2 355	
4 000	RWE Finance BV EUR	5.125	23-Jul-18	6 391	6 727	
650	RWE Finance BV GBP	6.500	20-Apr-21	1 203	1 504	
4 700	RWE Finance BV GBP	4.750	31-Jan-34	8 710	8 839	
8 750	Siemens Financieringsmaatschappij N.V. EUR	5.625	11-Jun-18	14 730	14 913	
5 475	Siemens Financieringsmaatschappij N.V. USD	3.250	27-May-25	6 851	7 586	
6 000	Siemens Financieringsmaatschappij N.V. USD	4.400	27-May-45	7 636	8 514	
4 500	Volkswagen Leasing GmbH EUR	2.625	15-Jan-24	7 195	6 983	
				154 992	166 576	**3.1**
Guatemala						
1 800	Republic of Guatemala USD	5.750	06-Jun-22	2 258	2 613	
				2 258	2 613	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
4 745	Hungary Government USD	6.250	29-Jan-20	$ 6 932	$ 7 348	
3 370	Hungary Government USD	5.375	25-Mar-24	4 747	5 120	
380	Hungary Government USD	7.625	29-Mar-41	690	715	
				12 369	13 183	**0.2**
Iceland						
2 350	Iceland Government USD	5.875	11-May-22	3 181	3 699	
				3 181	3 699	**0.1**
India						
475	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	602	682	
1 600	Export-Import Bank of India USD	3.875	02-Oct-19	1 883	2 281	
975	NTPC Ltd. USD	5.625	14-Jul-21	1 309	1 467	
				3 794	4 430	**0.1**
Indonesia						
2 300	Government of Indonesia USD	4.875	05-May-21	2 801	3 306	
1 000	Government of Indonesia USD	5.250	17-Jan-42	1 198	1 257	
3 390	Pertamina Persero PT USD	5.625	20-May-43	3 623	3 695	
2 625	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	3 183	3 709	
				10 805	11 967	**0.2**
Iraq						
1 455	Republic of Iraq USD	5.800	15-Jan-28	1 481	1 364	
				1 481	1 364	–
Ireland						
1 650	GE Capital UK Funding GBP	5.875	04-Nov-20	3 401	3 924	
4 850	GE Capital UK Funding GBP	5.875	18-Jan-33	10 832	13 113	
				14 233	17 037	**0.3**
Israel						
1 070	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	1 377	1 646	
				1 377	1 646	–
Italy						
6 250	Eni S.p.A. EUR	4.750	14-Nov-17	9 962	10 169	
6 000	Eni S.p.A. EUR	4.250	03-Feb-20	9 834	10 262	
8 500	Eni S.p.A. EUR	3.250	10-Jul-23	13 974	14 259	
				33 770	34 690	**0.7**
Ivory Coast						
2 030	Ivory Coast Government USD	5.750	31-Dec-32	2 303	2 512	
				2 303	2 512	–
Jamaica						
1 800	Jamaica Government USD	8.000	24-Jun-19	2 571	2 683	
291	Jamaica Government USD	11.625	15-Jan-22	462	505	
				3 033	3 188	**0.1**
Japan						
9 000	Toyota Motor Credit Corp.	3.400	15-Sep-21	11 981	12 920	
5 000	Toyota Motor Credit Corp.	2.625	10-Jan-23	6 289	6 797	
				18 270	19 717	**0.4**
Jordan						
1 050	Hikma Pharmaceuticals Plc. USD	4.250	10-Apr-20	1 320	1 413	
				1 320	1 413	–
Kazakhstan						
1 125	Government of Kazakhstan USD	5.125	21-Jul-25	1 501	1 542	
610	Government of Kazakhstan USD	4.875	14-Oct-44	702	708	
2 065	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	2 713	3 153	
1 225	Samruk-Energy JSC USD	3.750	20-Dec-17	1 364	1 661	
				6 280	7 064	**0.1**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Kenya						
1 000	Kenya Government USD	5.875	24-Jun-19	$ 1 270	$ 1 309	
				1 270	1 309	–
Lithuania						
1 715	Lithuania Government USD	6.125	09-Mar-21	2 390	2 740	
				2 390	2 740	**0.1**
Luxembourg						
2 500	Altice Financing S.A. USD	6.625	15-Feb-23	3 232	3 425	
4 000	ArcelorMittal USD	9.850	01-Jun-19	5 559	5 217	
1 000	ArcelorMittal USD	6.250	05-Aug-20	1 209	1 112	
1 500	ArcelorMittal USD	8.000	15-Oct-39	1 399	1 427	
6 750	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	8 514	9 095	
1 075	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	1 116	1 372	
2 000	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	2 356	2 421	
1 100	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	1 266	1 202	
				24 651	25 271	**0.5**
Macedonia						
500	Republic of Macedonia EUR	3.975	24-Jul-21	688	712	
				688	712	–
Malaysia						
425	Petronas Capital Ltd. USD	5.250	12-Aug-19	526	635	
				526	635	–
Mexico						
550	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	682	774	
1 050	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	1 319	1 402	
1 650	Comision Federal de Electricidad USD	4.875	26-May-21	2 013	2 317	
14 000	Mexican Bonos MXN	8.000	11-Jun-20	1 289	1 239	
450	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	543	630	
3 300	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	4 410	4 104	
950	Petroleos Mexicanos USD	5.500	21-Jan-21	1 252	1 329	
2 350	Petroleos Mexicanos USD	3.500	30-Jan-23	2 610	2 845	
2 060	United Mexican States USD	5.750	12-Oct-10	2 555	2 673	
				16 673	17 313	**0.3**
Morocco						
840	Morocco Government EUR	4.500	05-Oct-20	1 242	1 371	
355	Morocco Government USD	4.250	11-Dec-22	462	488	
750	OCP S.A. USD	5.625	25-Apr-24	860	1 057	
475	OCP S.A. USD	6.875	25-Apr-44	655	648	
				3 219	3 564	**0.1**
Netherlands						
4 000	Constellium N.V. USD	5.750	15-May-24	4 546	3 791	
8 000	Heineken N.V. EUR	2.125	04-Aug-20	11 717	12 706	
13 500	ING Bank N.V. EUR	3.250	03-Apr-19	21 203	22 156	
5 500	ING Bank N.V. USD	4.125	21-Nov-23	6 034	7 775	
6 500	LYB International Finance BV USD	4.875	15-Mar-44	8 335	8 243	
2 000	NXP BV USD	5.750	15-Feb-21	2 397	2 888	
1 250	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 317	1 768	
3 500	Rabobank Nederland N.V. EUR	3.750	09-Nov-20	5 235	5 815	
2 500	Rabobank Nederland N.V. EUR	4.125	14-Jul-25	3 634	4 606	
2 000	Rabobank Nederland N.V. GBP	5.250	14-Sep-27	3 332	4 424	
2 000	Shell International Finance BV EUR	4.375	14-May-18	3 043	3 300	
13 500	Shell International Finance BV USD	6.375	15-Dec-38	21 281	22 140	
				92 074	99 612	**1.9**
Nigeria						
820	Nigeria Government USD	6.750	28-Jan-21	1 030	1 056	
				1 030	1 056	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Pakistan						
1 120	Pakistan Government USD	7.250	15-Apr-19	$ 1 454	$ 1 595	
				1 454	1 595	–
Panama						
750	Republic of Panama USD	5.200	30-Jan-20	1 037	1 128	
3 800	Republic of Panama USD	7.125	29-Jan-26	5 577	6 566	
1 950	Republic of Panama USD	6.700	26-Jan-36	2 950	3 218	
				9 564	10 912	**0.2**
Paraguay						
1 225	Republic of Paraguay USD	4.625	25-Jan-23	1 591	1 651	
800	Republic of Paraguay USD	6.100	11-Aug-44	1 078	1 067	
				2 669	2 718	**0.1**
Peru						
950	Banco de Credito del Peru USD	5.375	16-Sep-20	1 197	1 397	
2 025	Peruvian Government USD	7.350	21-Jul-25	3 047	3 523	
1 675	Republic of Peru USD	5.625	18-Nov-50	2 261	2 378	
				6 505	7 298	**0.1**
Philippines						
275	Power Sector Assets & Liabilities Management Corp. USD	7.390	02-Dec-24	473	492	
3 275	Republic of Philippines USD	8.375	17-Jun-19	4 695	5 521	
3 395	Republic of Philippines USD	7.750	14-Jan-31	5 625	6 612	
				10 793	12 625	**0.2**
Poland						
3 780	Government of Poland USD	5.125	21-Apr-21	5 333	5 829	
				5 333	5 829	**0.1**
Qatar						
1 640	State of Qatar USD	6.400	20-Jan-40	2 572	2 874	
				2 572	2 874	**0.1**
Romania						
1 685	Romanian Government USD	6.750	07-Feb-22	2 341	2 744	
1 645	Romanian Government USD	6.125	22-Jan-44	2 393	2 671	
				4 734	5 415	**0.1**
Russia						
1 900	Gazprom PAO USD	9.250	23-Apr-19	2 606	2 943	
3 270	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	4 150	4 676	
3 500	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	4 351	4 933	
				11 107	12 552	**0.3**
Rwanda						
2 115	Rwanda International Government USD	6.625	02-May-23	2 597	2 803	
				2 597	2 803	**0.1**
Serbia						
3 485	Republic of Serbia USD	5.875	03-Dec-18	4 717	5 084	
				4 717	5 084	**0.1**
Singapore						
2 000	Flextronics International Ltd. USD	4.625	15-Feb-20	2 276	2 872	
4 000	Flextronics International Ltd. USD	4.750	15-Jun-25	4 930	5 404	
				7 206	8 276	**0.2**
Slovenia						
3 210	Slovenia Government USD	5.500	26-Oct-22	4 090	4 969	
				4 090	4 969	**0.1**
South Africa						
1 430	Eskom Holdings Ltd. USD	5.750	26-Jan-21	1 708	1 729	
2 310	Republic of South Africa USD	4.665	17-Jan-24	2 804	3 055	
				4 512	4 784	**0.1**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Spain						
2 700	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	$ 3 022	$ 3 826	
9 000	Iberdrola International BV EUR	2.500	24-Oct-22	14 163	14 581	
11 700	Telefonica Emisiones S.A.U. EUR	5.811	05-Sep-17	18 882	19 189	
9 000	Telefonica Emisiones S.A.U. EUR	2.242	27-May-22	13 214	13 951	
				49 281	51 547	**1.0**
Sri Lanka						
2 070	Sri Lanka Government USD	6.250	04-Oct-20	2 680	2 785	
				2 680	2 785	**0.1**
Supranational						
1 340	African Export-Import Bank USD	5.750	27-Jul-16	1 575	1 882	
				1 575	1 882	–
Sweden						
9 000	Nordea Bank AB EUR	4.500	26-Mar-20	13 704	15 356	
				13 704	15 356	**0.3**
Switzerland						
10 500	Credit Suisse AG EUR	1.375	31-Jan-22	15 297	16 066	
2 000	Roche Holdings Inc. EUR	6.500	04-Mar-21	3 800	3 924	
4 500	Tyco Electronics Group S.A. USD	2.350	01-Aug-19	5 524	6 212	
5 000	UBS AG USD	1.800	26-Mar-18	6 214	6 910	
				30 835	33 112	**0.6**
Trinidad and Tobago						
525	Petroleum Co. of Trinidad & Tobago Ltd. USD	9.750	14-Aug-19	782	759	
				782	759	–
Turkey						
2 725	Export Credit Bank of Turkey USD	5.875	24-Apr-19	3 509	3 900	
2 855	Republic of Turkey USD	5.625	30-Mar-21	4 050	4 187	
450	Republic of Turkey USD	7.375	05-Feb-25	701	729	
1 835	Republic of Turkey USD	4.875	16-Apr-43	2 172	2 241	
				10 432	11 057	**0.2**
Ukraine						
280	JSC Ukreximbank USD	9.625	27-Apr-22	350	348	
2 100	Ukraine Government USD	7.750	01-Sep-19	2 720	2 714	
				3 070	3 062	**0.1**
United Arab Emirates						
1 500	Emirate of Dubai USD	7.750	05-Oct-20	2 108	2 517	
1 300	IPIC GMTN Ltd. USD	5.000	15-Nov-20	1 640	1 991	
				3 748	4 508	**0.1**
United Kingdom						
1 500	Ashtead Capital Inc.	6.500	15-Jul-22	2 059	2 174	
3 090	Ashtead Capital Inc.	5.625	01-Oct-24	3 991	4 350	
6 800	Barclays Bank Plc. AUD	4.500	04-Apr-19	6 925	7 067	
19 500	Barclays Bank Plc. EUR	6.000	14-Jan-21	33 148	35 197	
6 000	Barclays Bank Plc. EUR	2.125	24-Feb-21	9 170	9 586	
11 500	BP Capital Markets Plc. EUR	2.994	18-Feb-19	17 639	18 605	
8 000	BP Capital Markets Plc. USD	2.315	13-Feb-20	10 253	10 917	
3 000	BP Capital Markets Plc. EUR	2.177	28-Sep-21	4 527	4 751	
4 500	BP Capital Markets Plc. USD	2.750	10-May-23	5 477	5 855	
5 500	British Sky Broadcasting Group Plc. GBP	6.000	21-May-27	12 713	13 468	
1 800	British Telecommunications Plc. GBP	6.625	23-Jun-17	3 737	3 946	
7 500	British Telecommunications Plc. GBP	5.750	07-Dec-28	16 711	18 539	
2 000	Diageo Capital Plc. USD	2.625	29-Apr-23	2 132	2 680	
2 500	Diageo Investment Corp.	2.875	11-May-22	3 196	3 434	
3 000	Diageo Investment Corp.	4.250	11-May-42	3 209	4 101	
3 500	GlaxoSmithKline Capital Inc. USD	2.800	18-Mar-23	4 028	4 836	
4 900	GlaxoSmithKline Capital Inc. USD	6.375	15-May-38	7 141	8 670	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)						
1 000	GlaxoSmithKline Capital Plc. USD	1.500	08-May-17	$ 994	$ 1 390	
1 000	GlaxoSmithKline Capital Plc. EUR	1.375	02-Dec-24	1 442	1 512	
3 000	Heathrow Funding Ltd. GBP	5.225	15-Feb-23	6 927	6 940	
8 500	HSBC Bank Plc. EUR	3.875	24-Oct-18	12 839	14 056	
6 500	HSBC Bank Plc. EUR	4.000	15-Jan-21	10 848	11 409	
8 250	HSBC Bank Plc. GBP	5.000	20-Mar-23	16 317	17 564	
3 750	HSBC Bank Plc. GBP	5.375	22-Aug-33	8 347	8 557	
11 000	HSBC Holdings Plc. USD	5.100	05-Apr-21	13 804	16 934	
2 600	International Game Technology Plc. USD	6.250	15-Feb-22	3 240	3 382	
5 000	Lloyds Bank Plc. USD	1.750	14-May-18	5 993	6 909	
3 500	Lloyds TSB Bank Plc. EUR	11.875	16-Dec-21	5 667	5 820	
6 500	Lloyds TSB Bank Plc. GBP	6.500	17-Sep-40	15 276	18 811	
4 600	National Grid Electricity Transmission Plc. GBP	5.875	02-Feb-24	10 622	11 547	
2 000	Nationwide Building Society EUR	3.125	03-Apr-17	2 629	3 119	
3 000	Nationwide Building Society USD	2.350	21-Jan-20	3 807	4 127	
7 250	The Royal Bank of Scotland Plc. EUR	5.375	30-Sep-19	10 427	12 805	
2 500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	2 933	3 753	
4 900	United Kingdom Gilt GBP	2.000	07-Sep-25	9 899	10 031	
3 250	Vodafone Group Plc. USD	5.625	27-Feb-17	3 794	4 697	
10 900	Vodafone Group Plc. EUR	5.375	06-Jun-22	19 291	20 537	
6 750	Vodafone Group Plc. USD	2.500	26-Sep-22	7 289	8 668	
6 700	Zurich Finance UK Plc. GBP	6.625	31-Dec-59	13 889	15 164	
				332 330	365 908	**6.9**
United States						
6 000	AbbVie Inc.	2.500	14-May-20	7 329	8 229	
6 000	AbbVie Inc.	4.500	14-May-35	7 175	8 155	
7 500	Access Midstream Partners LP	4.875	15-May-23	8 645	8 426	
1 500	Actavis Funding SCS USD	1.300	15-Jun-17	1 802	2 057	
5 000	Actavis Funding SCS USD	4.550	15-Mar-35	6 330	6 747	
1 060	Alabama Power Co.	5.500	15-Oct-17	1 378	1 555	
7 000	Alabama Power Co.	5.875	01-Dec-22	9 448	11 102	
4 770	Alabama Power Co.	4.150	15-Aug-44	6 276	6 288	
3 500	Alcoa Inc.	5.400	15-Apr-21	4 688	4 728	
1 000	Ally Financial Inc.	6.250	01-Dec-17	1 150	1 455	
2 705	Ally Financial Inc.	8.000	15-Mar-20	3 536	4 276	
1 250	Ally Financial Inc.	4.625	19-May-22	1 491	1 743	
2 000	Altria Group Inc.	2.625	14-Jan-20	2 530	2 775	
6 000	Altria Group Inc.	4.000	31-Jan-24	6 831	8 616	
5 000	Altria Group Inc.	5.375	31-Jan-44	7 400	7 468	
7 000	Amazon.com, Inc.	2.500	29-Nov-22	7 153	9 387	
4 200	AMC Entertainment Inc.	5.875	15-Feb-22	5 318	5 928	
1 500	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	1 767	2 304	
2 750	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	3 621	3 995	
8 000	American Electric Power Co. Inc.	2.950	15-Dec-22	8 913	10 958	
11 000	American Express Co.	2.650	02-Dec-22	12 035	14 773	
3 000	American Express Credit Corp.	2.125	18-Mar-19	3 733	4 153	
5 000	American Honda Finance Corp.	1.500	11-Sep-17	5 026	6 928	
8 000	American Honda Finance Corp.	2.250	15-Aug-19	9 619	11 104	
2 500	American International Group Inc.	4.875	01-Jun-22	2 825	3 743	
7 000	American International Group Inc.	6.250	01-May-36	10 125	11 224	
9 000	AmerisourceBergen Corp.	3.400	15-May-24	10 590	12 192	
4 000	Anheuser-Busch InBev Finance Inc.	2.150	01-Feb-19	5 157	5 507	
5 000	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	6 952	8 277	
3 000	Antero Resources Corp.	5.625	01-Jun-23	3 761	3 259	
3 500	Antero Resources Finance Corp.	5.375	01-Nov-21	4 014	3 899	
2 500	Apache Corp.	6.900	15-Sep-18	3 039	3 803	
9 500	Apple Inc. EUR	1.000	10-Nov-22	13 452	14 368	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	AT&T Inc. GBP	5.875	28-Apr-17	$ 1 982	$ 2 157	
3 000	AT&T Inc.	5.500	01-Feb-18	3 849	4 440	
8 500	AT&T Inc.	2.300	11-Mar-19	9 768	11 767	
3 500	AT&T Inc.	3.000	15-Feb-22	3 741	4 757	
5 000	AT&T Inc. EUR	2.600	17-Dec-29	7 447	7 370	
2 000	AT&T Inc.	6.500	01-Sep-37	2 758	3 100	
5 450	AT&T Inc. GBP	7.000	30-Apr-40	14 497	14 728	
2 000	AT&T Inc.	5.550	15-Aug-41	2 384	2 788	
1 950	Avery Dennison Corp.	5.375	15-Apr-20	2 038	2 901	
1 275	Avis Budget Car Rental LLC	5.500	01-Apr-23	1 625	1 780	
5 375	Avis Budget Car Rental LLC	5.250	15-Mar-25	6 770	7 075	
5 000	Ball Corp.	5.250	01-Jul-25	6 243	7 100	
4 500	Bank of America Corp. EUR	4.750	03-Apr-17	6 948	7 148	
9 500	Bank of America Corp.	5.650	01-May-18	12 185	14 143	
4 000	Bank of America Corp. AUD	4.500	23-Aug-18	3 991	4 135	
19 000	Bank of America Corp. EUR	1.875	10-Jan-19	27 944	29 679	
4 500	Bank of America Corp.	7.625	01-Jun-19	5 996	7 211	
8 000	Bank of America Corp.	2.250	21-Apr-20	10 139	10 816	
9 000	Bank of America Corp.	5.000	13-May-21	10 322	13 623	
2 000	Bank of America Corp.	5.700	24-Jan-22	2 575	3 127	
9 000	Bank of America Corp. EUR	2.375	19-Jun-24	13 640	14 080	
2 000	Beazer Homes USA Inc.	6.625	15-Apr-18	2 235	2 805	
5 500	Berry Plastics Corp.	5.500	15-May-22	6 893	7 591	
2 550	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	3 152	3 772	
4 000	Boston Scientific Corp.	2.650	01-Oct-18	4 495	5 568	
2 500	Boyd Gaming Corp.	6.875	15-May-23	3 051	3 572	
2 450	Brunswick Corp.	4.625	15-May-21	2 610	3 399	
873	California Resources Corp.	5.500	15-Sep-21	977	387	
3 389	California Resources Corp.	8.000	15-Dec-22	4 513	2 479	
391	California Resources Corp.	6.000	15-Nov-24	369	166	
4 500	Calpine Corp.	6.000	15-Jan-22	5 555	6 458	
5 000	Cardinal Health Inc.	2.400	15-Nov-19	6 336	6 925	
1 500	Cardinal Health Inc.	3.500	15-Nov-24	1 699	2 083	
5 500	Cardinal Health Inc.	4.500	15-Nov-44	6 874	7 369	
3 500	Carmike Cinemas Inc.	6.000	15-Jun-23	4 352	4 976	
6 000	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	7 910	9 519	
2 000	Caterpillar Inc.	3.803	15-Aug-42	2 550	2 484	
8 000	CC Holdings GS V LLC	3.849	15-Apr-23	8 675	10 889	
1 900	CCO Holdings LLC	6.500	30-Apr-21	2 208	2 739	
10 000	CCO Safari II LLC	4.908	23-Jul-25	12 642	13 844	
7 500	CCOH Safari LLC	5.750	15-Feb-26	9 941	10 430	
3 000	CDW LLC	5.000	01-Sep-23	3 755	4 224	
3 005	Cedar Fair LP	5.250	15-Mar-21	3 542	4 304	
4 500	CenturyLink Inc.	6.750	01-Dec-23	5 716	5 861	
6 469	Chesapeake Energy Corp.	8.000	15-Dec-22	10 088	4 431	
1 500	Choice Hotels International Inc.	5.750	01-Jul-22	1 714	2 231	
10 000	Church & Dwight Co Inc.	2.875	01-Oct-22	12 256	13 443	
2 500	Cinemark USA Inc.	4.875	01-Jun-23	2 673	3 386	
3 185	Cintas Corp.	4.300	01-Jun-21	3 434	4 658	
6 000	Cintas Corp No. 2	3.250	01-Jun-22	7 105	8 356	
10 500	Cisco Systems Inc.	5.900	15-Feb-39	14 777	17 758	
1 000	CIT Group Inc.	3.875	19-Feb-19	1 257	1 380	
2 500	CIT Group Inc.	5.000	01-Aug-23	2 866	3 520	
4 000	Citigroup Inc.	3.953	15-Jun-16	4 116	5 612	
5 000	Citigroup Inc. AUD	6.500	13-Feb-17	5 259	5 222	
8 750	Citigroup Inc. NZD	6.250	29-Jun-17	8 285	8 584	
7 000	Citigroup Inc.	2.400	18-Feb-20	8 880	9 586	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
100 000	Citigroup Inc. JPY	2.040	16-Sep-20	$ 1 165	$ 1 234	
4 000	Citigroup Inc.	4.500	14-Jan-22	4 741	5 937	
11 500	Citigroup Inc. EUR	1.750	28-Jan-25	16 119	17 057	
3 325	CNH Industrial Capital LLC	3.875	16-Jul-18	4 130	4 463	
1 250	Comcast Corp.	5.700	15-May-18	1 589	1 891	
4 500	Comcast Corp.	5.700	01-Jul-19	5 830	6 986	
6 500	Comcast Corp.	7.050	15-Mar-33	9 351	11 624	
2 250	CommScope Inc.	5.500	15-Jun-24	2 588	2 969	
2 500	Communications Sales & Leasing Inc.	6.000	15-Apr-23	3 095	3 278	
2 000	Community Health Systems Inc.	7.125	15-Jul-20	2 448	2 771	
1 750	Community Health Systems Inc.	5.125	01-Aug-21	2 278	2 421	
2 500	Concho Resources Inc.	5.500	01-Apr-23	2 868	3 217	
2 000	ConocoPhillips	5.200	15-May-18	2 482	2 940	
13 000	ConocoPhillips Holding Co.	6.950	15-Apr-29	20 145	20 648	
6 000	Consol Energy Inc.	5.875	15-Apr-22	6 436	5 189	
6 000	Consolidated Edison Company of New York Inc.	7.125	01-Dec-18	8 042	9 482	
1 200	Consolidated Edison Company of New York Inc.	6.650	01-Apr-19	1 563	1 886	
1 800	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	2 208	2 791	
3 000	Consolidated Edison Company of New York Inc.	5.300	01-Mar-35	4 587	4 632	
500	Continental Resources Inc.	7.125	01-Apr-21	553	642	
4 000	Continental Resources Inc.	3.800	01-Jun-24	4 428	3 907	
1 155	Cox Communications Inc.	3.850	01-Feb-25	1 462	1 468	
7 000	Cox Communications Inc.	8.375	01-Mar-39	10 924	10 697	
2 000	Crown Castle International Corp.	4.875	15-Apr-22	2 320	2 878	
4 000	CSC Holdings LLC	6.750	15-Nov-21	4 875	5 452	
2 500	CSX Corp.	3.400	01-Aug-24	3 192	3 447	
2 000	CSX Corp.	6.000	01-Oct-36	2 786	3 144	
5 500	CSX Corp.	4.100	15-Mar-44	6 119	6 920	
6 500	CVS Health Corp.	2.250	12-Aug-19	8 265	8 993	
6 000	CVS Health Corp.	4.125	15-May-21	7 166	8 794	
4 000	D.R. Horton Inc.	5.750	15-Aug-23	4 912	5 928	
3 000	Deere & Co.	3.900	09-Jun-42	3 960	3 975	
8 500	Delphi Corp.	4.150	15-Mar-24	10 841	11 880	
1 310	Denbury Resources Inc.	6.375	15-Aug-21	1 279	662	
3 900	Denbury Resources Inc.	5.500	01-May-22	4 005	1 818	
4 000	DIRECTV Holdings LLC	3.950	15-Jan-25	5 205	5 471	
5 750	DIRECTV Holdings LLC GBP	4.375	14-Sep-29	11 478	12 003	
3 000	DIRECTV Holdings LLC	5.150	15-Mar-42	3 939	3 881	
2 500	DISH DBS Corp.	7.875	01-Sep-19	3 118	3 771	
3 500	DISH DBS Corp.	5.875	15-Nov-24	4 126	4 322	
3 500	Dominion Resources Inc.	1.400	15-Sep-17	3 984	4 795	
7 250	Dominion Resources Inc.	5.200	15-Aug-19	9 260	10 930	
8 000	Dominion Resources Inc.	4.050	15-Sep-42	9 133	9 805	
10 000	Domtar Corp.	4.400	01-Apr-22	11 004	14 092	
3 200	Duke Energy Corp.	2.100	15-Jun-18	4 146	4 436	
3 250	Dynegy Inc.	6.750	01-Nov-19	3 819	4 250	
5 575	Energy Transfer Partners LP	6.700	01-Jul-18	7 165	8 117	
3 000	Energy Transfer Partners LP	5.200	01-Feb-22	3 420	3 884	
2 000	Enterprise Products Operating LLC	3.350	15-Mar-23	2 179	2 507	
9 000	Enterprise Products Operating LLC	4.450	15-Feb-43	9 806	9 532	
5 000	Equinix Inc.	5.375	01-Jan-22	5 920	7 126	
6 500	Everest Reinsurance Holdings Inc.	6.600	15-May-37	7 224	8 207	
6 000	Exelon Generation Co. LLC	5.200	01-Oct-19	6 919	8 953	
1 750	Expedia Inc.	7.456	15-Aug-18	2 202	2 700	
5 000	Expedia Inc.	5.950	15-Aug-20	6 351	7 559	
6 000	Federal Realty Investment Trust	2.750	01-Jun-23	6 023	7 943	
9 000	Fidelity National Information Services Inc.	5.000	15-Mar-22	10 250	12 951	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
8 250	Ford Motor Credit Co. LLC	2.375	12-Mar-19	$ 9 759	$ 11 265	
5 000	Ford Motor Credit Co. LLC	7.450	16-Jul-31	7 034	8 556	
1 500	Frontier Communications Corp.	6.250	15-Sep-21	1 698	1 769	
3 000	Frontier Communications Corp.	7.125	15-Jan-23	3 357	3 601	
4 500	Frontier Communications Corp.	11.000	15-Sep-25	6 021	6 180	
6 350	GE Capital Corp. NZD	4.250	17-Jan-18	5 628	6 068	
11 750	GE Capital Corp.	5.625	01-May-18	14 795	17 739	
200 000	GE Capital Corp. JPY	2.215	20-Nov-20	2 696	2 492	
13 000	GE Capital Corp.	5.875	14-Jan-38	17 175	22 064	
9 750	GE Capital Trust IV EUR	4.625	15-Sep-66	14 092	14 882	
8 000	General Mills Inc.	3.150	15-Dec-21	8 906	11 097	
3 750	Georgia-Pacific LLC	2.539	15-Nov-19	4 532	5 165	
5 250	Georgia-Pacific LLC	5.400	01-Nov-20	5 609	8 024	
2 000	Georgia-Pacific LLC	7.750	15-Nov-29	3 161	3 596	
3 250	Graphic Packaging International Inc.	4.750	15-Apr-21	3 635	4 609	
3 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 070	4 203	
2 000	Halliburton Co.	6.150	15-Sep-19	2 610	3 117	
3 500	Halliburton Co.	6.700	15-Sep-38	5 170	5 690	
4 000	Halliburton Co.	5.000	15-Nov-45	5 294	5 480	
7 555	Hasbro Inc.	6.350	15-Mar-40	8 931	11 417	
4 000	HCA Inc.	5.875	15-Mar-22	5 035	5 853	
4 000	HCA Inc.	5.875	15-Feb-26	5 396	5 569	
2 500	HDTFS Inc.	6.250	15-Oct-22	2 798	3 598	
1 500	Hearst-Argyle Television Inc.	7.000	15-Jan-18	1 853	2 127	
1 600	HJ Heinz Co.	4.875	15-Feb-25	2 306	2 357	
10 500	Host Hotels & Resorts LP	4.000	15-Jun-25	12 973	13 960	
4 250	Indiana Michigan Power Co.	7.000	15-Mar-19	5 765	6 671	
2 750	Indiana Michigan Power Co.	6.050	15-Mar-37	4 491	4 339	
5 500	Ingles Markets Inc.	5.750	15-Jun-23	6 436	7 629	
9 000	International Business Machines Corp.	7.000	30-Oct-25	13 331	16 004	
1 000	International Game Technology	7.500	15-Jun-19	1 228	1 487	
2 000	International Paper Co.	8.700	15-Jun-38	2 884	3 571	
5 200	International Paper Co.	7.300	15-Nov-39	7 741	8 221	
1 500	John Deere Capital Corp.	5.500	13-Apr-17	1 704	2 186	
3 725	John Deere Capital Corp.	2.750	15-Mar-22	4 187	5 133	
14 000	Johnson Controls Inc.	4.625	02-Jul-44	18 136	16 478	
100 000	JPMorgan Chase & Co. JPY	2.160	30-May-17	1 239	1 180	
19 000	JPMorgan Chase & Co.	1.625	15-May-18	20 186	26 106	
11 650	JPMorgan Chase & Co. AUD	4.100	17-May-18	11 771	11 930	
2 700	JPMorgan Chase & Co. NZD	4.250	02-Nov-18	2 526	2 587	
2 250	JPMorgan Chase & Co. GBP	1.875	10-Feb-20	4 427	4 535	
8 000	JPMorgan Chase & Co.	4.500	24-Jan-22	9 486	11 949	
11 000	JPMorgan Chase & Co. EUR	2.750	24-Aug-22	17 261	18 072	
11 000	JPMorgan Chase & Co.	6.400	15-May-38	15 706	19 426	
11 000	Kimberly-Clark Corp.	6.625	01-Aug-37	17 971	19 914	
3 000	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	3 651	4 138	
5 500	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	6 064	5 633	
13 000	Kinder Morgan Inc.	5.625	15-Nov-23	17 577	16 480	
1 500	KLA-Tencor Corp.	3.375	01-Nov-19	1 878	2 099	
8 500	KLA-Tencor Corp.	4.650	01-Nov-24	10 763	11 861	
10 500	Kraft Heinz Foods Co.	2.800	02-Jul-20	13 574	14 510	
2 000	L-3 Communications Corp.	4.750	15-Jul-20	2 040	2 882	
3 000	L-3 Communications Corp.	4.950	15-Feb-21	3 177	4 283	
4 000	Lamar Media Corp.	5.375	15-Jan-24	4 768	5 729	
5 000	Lear Corp.	5.375	15-Mar-24	5 969	7 143	
240	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	152	19	
600	Lehman Brothers Holdings Inc. EUR	4.750	16-Jan-14	565	70	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
6 000	Lennar Corp.	4.750	30-May-25	$ 7 263	$ 8 157	
3 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	2 917	4 446	
2 000	Liberty Mutual Group Inc.	4.950	01-May-22	2 107	2 937	
1 000	Liberty Mutual Group Inc.	4.250	15-Jun-23	1 011	1 409	
3 447	LIN Television Corp.	6.375	15-Jan-21	4 391	5 014	
1 150	LIN Television Corp.	5.875	15-Nov-22	1 503	1 587	
3 000	Lincoln National Corp.	6.050	20-Apr-67	3 361	3 248	
6 400	Lubrizol Corp.	8.875	01-Feb-19	8 852	10 585	
2 000	LyondellBasell Industries N.V. USD	5.000	15-Apr-19	2 868	2 946	
3 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	4 384	5 344	
4 000	McDonald's Corp.	1.875	29-May-19	5 129	5 473	
5 600	McDonald's Corp. EUR	2.375	27-Nov-24	8 688	8 936	
6 000	McDonald's Corp. EUR	2.625	11-Jun-29	9 371	9 443	
3 500	McDonald's Corp.	6.300	15-Oct-37	5 023	5 695	
5 500	McKesson Corp.	7.500	15-Feb-19	7 368	8 714	
3 500	McKesson Corp.	2.850	15-Mar-23	3 772	4 656	
5 075	Medtronic Inc.	2.500	15-Mar-20	6 503	7 078	
3 000	Medtronic Inc.	3.500	15-Mar-25	3 391	4 205	
5 000	Medtronic Inc.	4.375	15-Mar-35	6 423	7 003	
2 000	Merck & Co Inc.	2.350	10-Feb-22	2 460	2 720	
9 000	Merck & Co Inc.	3.700	10-Feb-45	10 905	11 609	
9 000	MetLife Inc.	7.717	15-Feb-19	12 392	14 491	
8 425	MetLife Inc.	5.700	15-Jun-35	11 107	13 497	
6 500	Metropolitan Life Global Funding I EUR	4.625	16-May-17	9 640	10 371	
1 000	Metropolitan Life Global Funding I EUR	2.375	30-Sep-19	1 562	1 608	
3 000	MGM Resorts International	6.750	01-Oct-20	3 403	4 286	
2 000	MGM Resorts International	6.000	15-Mar-23	2 307	2 754	
2 750	Micron Technology Inc.	5.875	15-Feb-22	3 206	3 715	
1 250	Micron Technology Inc.	5.500	01-Feb-25	1 369	1 509	
8 000	Microsoft Corp.	1.850	12-Feb-20	9 887	11 097	
5 110	MidAmerican Energy Co.	6.750	30-Dec-31	6 561	9 053	
6 000	MidAmerican Energy Co.	4.800	15-Sep-43	8 676	8 904	
3 000	Mobile Mini Inc.	7.875	01-Dec-20	3 546	4 317	
8 000	Mohawk Industries Inc.	3.850	01-Feb-23	9 112	11 225	
7 830	Morgan Stanley NZD	7.600	08-Aug-17	7 542	7 822	
5 400	Morgan Stanley AUD	7.375	22-Feb-18	5 920	5 871	
3 000	Morgan Stanley AUD	4.750	16-Nov-18	3 122	3 117	
13 000	Morgan Stanley	5.500	28-Jul-21	16 921	20 188	
7 500	Morgan Stanley	3.875	29-Apr-24	9 443	10 598	
2 500	MPLX LP	5.500	15-Feb-23	3 150	3 044	
4 000	MPLX LP	4.875	01-Jun-25	4 926	4 981	
4 000	NCR Corp.	5.000	15-Jul-22	4 472	5 390	
3 000	Nevada Power Co.	6.500	15-May-18	3 678	4 626	
3 750	Newfield Exploration Co.	5.625	01-Jul-24	4 534	4 281	
3 250	NewMarket Corp.	4.100	15-Dec-22	3 257	4 485	
1 750	NRG Energy Inc.	7.875	15-May-21	1 975	2 282	
4 000	NRG Energy Inc.	6.250	01-May-24	4 679	4 678	
10 000	Oracle Corp. EUR	2.250	10-Jan-21	15 317	16 151	
7 500	Oracle Corp.	6.500	15-Apr-38	10 780	13 039	
700	Oshkosh Corp.	5.375	01-Mar-22	857	973	
6 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	7 190	8 147	
9 000	Owens Corning	4.200	15-Dec-22	10 287	12 488	
3 000	Penske Truck Leasing Co. LP	3.750	11-May-17	3 188	4 236	
4 500	Penske Truck Leasing Co. LP	2.500	15-Jun-19	5 031	6 131	
2 000	PepsiCo Inc.	1.850	30-Apr-20	2 415	2 747	
7 000	PepsiCo Inc.	2.750	01-Mar-23	7 698	9 657	
6 000	Pfizer Inc.	2.100	15-May-19	7 575	8 381	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
2 000	Pioneer Natural Resources Co.	6.650	15-Mar-17	$ 2 385	$ 2 858	
6 000	Pioneer Natural Resources Co.	6.875	01-May-18	7 823	8 826	
4 500	PNC Bank Corp.	4.875	21-Sep-17	4 939	6 531	
4 000	PNC Bank Corp.	2.950	30-Jan-23	4 249	5 375	
2 000	PNC Bank NA	2.600	21-Jul-20	2 589	2 769	
1 000	Prestige Brands Inc.	8.125	01-Feb-20	1 213	1 439	
750	Prestige Brands Inc.	5.375	15-Dec-21	936	1 001	
1 800	Progress Energy Inc.	3.150	01-Apr-22	2 120	2 449	
10 000	Progress Energy Inc.	6.000	01-Dec-39	14 436	16 057	
5 392	Prudential Financial Inc.	2.300	15-Aug-18	5 768	7 520	
3 750	Prudential Financial Inc.	7.375	15-Jun-19	5 081	6 027	
2 500	PSEG Power LLC	5.125	15-Apr-20	2 686	3 720	
2 500	PSEG Power LLC	4.150	15-Sep-21	2 814	3 523	
2 750	Qwest Corp.	6.500	01-Jun-17	3 178	3 992	
2 750	Qwest Corp.	6.750	01-Dec-21	3 324	3 995	
2 500	Range Resources Corp.	5.750	01-Jun-21	3 132	2 750	
4 000	Range Resources Corp.	4.875	15-May-25	4 867	4 227	
2 200	Raytheon Co.	6.400	15-Dec-18	3 211	3 420	
6 000	Raytheon Co.	4.200	15-Dec-44	7 783	8 363	
3 750	Regal Entertainment Group	5.750	15-Mar-22	4 267	5 208	
2 250	Regal Entertainment Group	5.750	15-Jun-23	2 839	3 113	
5 500	Regency Centers LP	4.800	15-Apr-21	6 444	8 191	
2 500	Republic Services Inc.	4.750	15-May-23	2 786	3 775	
8 000	Republic Services Inc.	6.200	01-Mar-40	12 211	13 007	
2 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	2 362	2 857	
4 375	Rite Aid Corp.	6.125	01-Apr-23	5 627	6 288	
2 500	Rose Rock Midstream LP	5.625	15-Nov-23	2 967	2 473	
1 000	Sabine Pass Liquefaction LLC	5.750	15-May-24	1 282	1 211	
4 000	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	5 018	4 705	
5 000	Schlumberger Investment S.A. USD	3.300	14-Sep-21	5 497	6 929	
7 000	Schlumberger Investment S.A. USD	3.650	01-Dec-23	8 683	9 848	
3 000	Seagate HDD Cayman USD	4.750	01-Jun-23	3 522	3 640	
4 000	Seagate HDD Cayman USD	4.750	01-Jan-25	4 749	4 619	
4 100	Sinclair Television Group Inc.	5.375	01-Apr-21	4 794	5 709	
2 609	Six Flags Entertainment Corp.	5.250	15-Jan-21	2 961	3 673	
6 350	Smithfield Foods Inc.	6.625	15-Aug-22	7 463	9 149	
1 500	Sonic Automotive Inc.	7.000	15-Jul-22	1 718	2 205	
2 650	Sonic Automotive Inc.	5.000	15-May-23	2 988	3 502	
14 000	Southern California Edison Co.	3.600	01-Feb-45	17 401	17 600	
6 250	Sprint Capital Corp.	6.875	15-Nov-28	6 555	6 075	
2 500	Sprint Corp.	7.875	15-Sep-23	3 024	2 607	
2 500	Sprint Nextel Corp.	9.000	15-Nov-18	3 103	3 650	
2 000	Sprint Nextel Corp.	6.000	15-Nov-22	2 172	1 993	
2 000	Suncor Energy Inc. USD	3.600	01-Dec-24	2 274	2 613	
40	T-Mobile USA Inc.	6.731	28-Apr-22	41	58	
7 000	T-Mobile USA Inc.	6.625	01-Apr-23	8 253	9 904	
150	T-Mobile USA Inc.	6.500	15-Jan-24	156	212	
4 000	Targa Resources Partners LP	6.875	01-Feb-21	4 776	5 037	
1 662	Targa Resources Partners LP	6.375	01-Aug-22	1 974	1 995	
1 000	Targa Resources Partners LP	6.750	15-Mar-24	1 282	1 183	
7 000	Target Corp.	3.500	01-Jul-24	9 394	10 065	
1 725	Tempur Sealy International Inc.	6.875	15-Dec-20	2 057	2 512	
1 000	Tempur Sealy International Inc.	5.625	15-Oct-23	1 333	1 404	
2 000	Tenet Healthcare Corp.	6.000	01-Oct-20	2 401	2 927	
3 750	Tenet Healthcare Corp.	8.125	01-Apr-22	4 830	5 202	
6 000	The AES Corp.	5.500	15-Mar-24	6 891	7 451	
4 000	The Coca-Cola Co. EUR	1.125	22-Sep-22	5 671	6 097	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
2 000	The Coca-Cola Co. EUR	1.125	09-Mar-27	$ 2 727	$ 2 816	
4 500	The Dow Chemical Co.	8.550	15-May-19	6 345	7 347	
5 500	The Dow Chemical Co.	4.375	15-Nov-42	6 652	6 655	
4 000	The Goldman Sachs Group Inc. AUD	7.750	23-Nov-16	4 322	4 186	
9 000	The Goldman Sachs Group Inc. EUR	4.500	30-Jan-17	13 842	14 162	
10 000	The Goldman Sachs Group Inc.	6.250	01-Sep-17	11 782	14 824	
1 110	The Goldman Sachs Group Inc. AUD	5.000	08-Aug-18	1 138	1 160	
3 600	The Goldman Sachs Group Inc. AUD	5.000	21-Aug-19	3 687	3 790	
13 650	The Goldman Sachs Group Inc. GBP	5.500	12-Oct-21	27 360	30 896	
8 000	The Goldman Sachs Group Inc. EUR	2.500	18-Oct-21	11 952	12 806	
100 000	The Goldman Sachs Group Inc. JPY	2.450	28-Dec-21	1 244	1 246	
4 000	The Goldman Sachs Group Inc.	5.750	24-Jan-22	4 867	6 303	
3 500	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	4 665	4 988	
305	The Hertz Corp.	7.500	15-Oct-18	408	432	
2 000	The Kroger Co.	2.200	15-Jan-17	2 040	2 793	
9 800	The Kroger Co.	2.300	15-Jan-19	11 224	13 607	
9 000	The Procter & Gamble Co. EUR	2.000	16-Aug-22	13 512	14 521	
2 000	The Sun Products Corp.	7.750	15-Mar-21	2 392	2 415	
8 000	The Walt Disney Co.	3.700	01-Dec-42	10 448	10 330	
8 200	Thermo Fisher Scientific Inc.	2.400	01-Feb-19	10 360	11 353	
4 000	Thermo Fisher Scientific Inc.	3.150	15-Jan-23	4 065	5 399	
2 000	Thomson Reuters Corp. USD	6.500	15-Jul-18	2 604	3 057	
1 000	Thomson Reuters Corp.	4.350	30-Sep-20	1 075	1 082	
5 000	Time Warner Cable Inc.	5.850	01-May-17	5 796	7 240	
2 800	Time Warner Cable Inc.	7.250	15-Oct-17	3 688	4 244	
4 000	Time Warner Cable Inc.	6.750	01-Jul-18	5 383	6 043	
7 200	Time Warner Cable Inc.	6.950	15-Jan-28	9 735	11 863	
2 000	Time Warner Entertainment Co LP	8.375	15-Jul-33	3 384	3 273	
4 750	Toll Brothers Finance Corp.	5.875	15-Feb-22	5 497	6 934	
1 561	Toll Brothers Finance Corp.	4.375	15-Apr-23	1 829	2 106	
3 615	Tyco Electronics Group S.A. USD	6.550	01-Oct-17	4 633	5 393	
3 000	Tyco Electronics Group S.A.	4.875	15-Jan-21	3 100	4 483	
10 000	Tyson Foods Inc.	4.500	15-Jun-22	12 213	14 757	
4 500	Unit Corp.	6.625	15-May-21	4 947	4 514	
1 000	United Parcel Service Inc.	8.375	01-Apr-20	1 573	1 717	
4 000	United Parcel Service Inc.	3.625	01-Oct-42	4 230	5 150	
3 600	United Rentals North America Inc.	4.625	15-Jul-23	4 588	4 988	
3 400	United Rentals North America Inc.	5.500	15-Jul-25	4 352	4 581	
5 000	United States Treasury	1.000	15-Aug-18	6 611	6 877	
6 475	United States Treasury	2.500	15-May-24	8 084	9 158	
7 560	United Technologies Corp.	5.400	01-May-35	10 000	11 642	
2 500	Universal Health Services Inc.	4.750	01-Aug-22	3 111	3 502	
3 000	Unum Group	5.625	15-Sep-20	3 836	4 575	
11 000	Verizon Communications Inc.	3.650	14-Sep-18	13 254	15 929	
3 750	Verizon Communications Inc.	5.150	15-Sep-23	3 856	5 714	
4 250	Verizon Communications Inc. EUR	2.625	01-Dec-31	6 358	6 409	
8 000	Verizon Communications Inc.	5.050	15-Mar-34	10 035	11 055	
9 000	Verizon Communications Inc.	6.550	15-Sep-43	12 043	14 836	
13 450	Volkswagen Group of America Finance LLC	2.125	23-May-19	16 613	17 676	
2 000	VRX Escrow Corp. USD	6.125	15-Apr-25	2 396	2 477	
2 000	Wal-Mart Stores Inc.	1.950	15-Dec-18	2 595	2 810	
17 550	Wal-Mart Stores Inc. EUR	4.875	21-Sep-29	34 948	35 622	
3 000	Wal-Mart Stores Inc.	4.300	22-Apr-44	4 083	4 243	
642	Walgreen Co.	5.250	15-Jan-19	770	950	
10 000	Walgreens Boots Alliance Inc.	2.700	18-Nov-19	13 376	13 829	
1 000	Waste Management Inc.	6.100	15-Mar-18	1 153	1 509	
7 000	Waste Management Inc.	3.900	01-Mar-35	8 695	9 086	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
2 500	Waste Management Inc.	4.100	01-Mar-45	$ 3 098	$ 3 228	
5 000	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	6 096	7 723	
8 750	Wells Fargo & Co.	2.100	08-May-17	9 004	12 230	
9 000	Wells Fargo & Co.	2.125	22-Apr-19	11 062	12 468	
8 620	Wells Fargo & Co. AUD	4.000	08-Aug-19	8 471	8 833	
15 000	Wells Fargo & Co.	4.600	01-Apr-21	18 129	22 642	
3 000	Whirlpool Corp.	2.400	01-Mar-19	3 490	4 138	
6 000	Whirlpool Corp.	5.150	01-Mar-43	6 790	8 193	
4 500	Whiting Petroleum Corp.	5.750	15-Mar-21	5 331	4 570	
790	Windstream Holdings Inc.	7.750	01-Oct-21	844	866	
1 000	Windstream Holdings Inc.	6.375	01-Aug-23	1 093	1 001	
700	WPX Energy Inc.	6.000	15-Jan-22	829	683	
4 500	WPX Energy Inc.	5.250	15-Sep-24	4 870	4 141	
2 750	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	3 161	3 621	
4 000	Xerox Corp.	6.750	01-Feb-17	4 495	5 801	
2 500	Xerox Corp.	2.750	15-Mar-19	2 841	3 400	
				2 332 117	2 615 122	**49.3**
Uruguay						
1 900	Republic of Uruguay USD	4.500	14-Aug-24	2 343	2 681	
1 275	Republic of Uruguay USD	7.625	21-Mar-36	2 108	2 188	
				4 451	4 869	**0.1**
Venezuela						
3 475	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	1 626	1 755	
1 060	Republic of Venezuela USD	9.250	15-Sep-27	665	614	
2 940	Republic of Venezuela USD	7.000	31-Mar-38	1 544	1 538	
				3 835	3 907	**0.1**
Vietnam						
3 195	Republic of Vietnam USD	4.800	19-Nov-24	3 956	4 273	
				3 956	4 273	**0.1**
Zambia						
1 525	Zambia Government USD	5.375	20-Sep-22	1 607	1 534	
				1 607	1 534	–
TOTAL BONDS				4 558 096	4 968 506	**93.6**
MORTGAGE-BACKED SECURITIES						
229	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	229	235	
TOTAL MORTGAGE-BACKED SECURITIES				229	235	–

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
215 000	Barclays Capital High Yield Bond SPDR Fund	$ 10 068	$ 10 088	
34	EUR/USD, Put @ 1.10 February 25, 2016	864	1 112	
TOTAL OTHER INVESTMENTS		10 932	11 200	**0.2**
SHORT-TERM INVESTMENTS†		90 729	90 729	**1.7**
TOTAL INVESTMENTS		4 964 636	5 386 613	**101.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	13 063	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(166 768)	**(3.1)**
TOTAL PORTFOLIO		$ 4 964 636	5 232 908	**98.6**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			71 774	**1.4**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 5 304 682	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 900 Sold CAD 1 297 @ 0.6940	08-Jan-16	$ 58
Bought USD 9 012 Sold CAD 11 702 @ 0.7701	08-Jan-16	767
Bought USD 1 000 Sold CAD 1 355 @ 0.7378	12-Jan-16	28
Bought CAD 1 020 Sold GBP 500 @ 2.0398	13-Jan-16	–
Bought USD 18 255 Sold CAD 25 045 @ 0.7289	14-Jan-16	214
Bought BRL 15 698 Sold CAD 5 197 @ 3.0207	15-Jan-16	270
Bought CAD 16 789 Sold EUR 11 103 @ 1.5121	15-Jan-16	88
Bought CAD 4 032 Sold GBP 1 932 @ 2.0867	15-Jan-16	90
Bought CAD 7 470 Sold EUR 4 960 @ 1.5061	15-Jan-16	10
Bought CAD 1 868 Sold GBP 902 @ 2.0711	15-Jan-16	28
Bought CAD 8 955 Sold USD 6 455 @ 1.3873	15-Jan-16	23
Bought EUR 9 809 Sold CAD 14 324 @ 0.6848	15-Jan-16	430
Bought EUR 11 213 Sold CAD 15 791 @ 0.7101	15-Jan-16	1 074
Bought GBP 1 815 Sold CAD 3 605 @ 0.5035	15-Jan-16	97
Bought GBP 1 921 Sold CAD 3 826 @ 0.5021	15-Jan-16	93
Bought JPY 1 519 924 Sold CAD 16 491 @ 92.1678	15-Jan-16	1 011
Bought JPY 1 622 561 Sold CAD 17 545 @ 92.4807	15-Jan-16	1 138
Bought USD 13 038 Sold CAD 16 942 @ 0.7696	15-Jan-16	1 098
Bought USD 13 279 Sold CAD 17 702 @ 0.7502	15-Jan-16	672
Bought PLN 15 644 Sold CAD 5 207 @ 3.0042	19-Jan-16	309
Bought USD 144 Sold CAD 195 @ 0.7382	22-Jan-16	4
Bought CAD 11 Sold USD 8 @ 1.3586	25-Jan-16	–
Bought USD 75 Sold CAD 98 @ 0.7621	25-Jan-16	5
Bought USD 14 574 Sold CAD 19 124 @ 0.7620	25-Jan-16	1 040
Bought USD 9 Sold CAD 12 @ 0.7581	25-Jan-16	1
Bought USD 40 Sold CAD 53 @ 0.7609	25-Jan-16	3
Bought USD 23 Sold CAD 30 @ 0.7637	25-Jan-16	2
Bought USD 50 Sold CAD 67 @ 0.7506	25-Jan-16	3
Bought USD 20 Sold CAD 27 @ 0.7501	25-Jan-16	1
Bought USD 30 Sold CAD 40 @ 0.7518	25-Jan-16	2
Bought USD 6 962 Sold CAD 9 582 @ 0.7265	26-Jan-16	50
Bought USD 40 Sold CAD 53 @ 0.7599	01-Feb-16	3
Bought USD 1 172 Sold CAD 1 543 @ 0.7593	01-Feb-16	78
Bought USD 50 Sold CAD 67 @ 0.7479	01-Feb-16	2
Bought CAD 34 710 Sold USD 25 000 @ 1.3884	03-Feb-16	120
Bought USD 1 749 Sold CAD 2 327 @ 0.7515	03-Feb-16	92
Bought USD 3 189 Sold CAD 4 380 @ 0.7281	03-Feb-16	33
Bought CAD 8 191 Sold GBP 3 968 @ 2.0643	08-Feb-16	97
Bought TRY 9 675 Sold CAD 4 427 @ 2.1853	10-Feb-16	109
Bought MXN 41 578 Sold CAD 3 275 @ 12.6939	16-Feb-16	51
Bought CAD 35 649 Sold USD 25 545 @ 1.3955	18-Feb-16	306
Bought TRY 13 002 Sold CAD 5 900 @ 2.2037	19-Feb-16	182
Bought CAD 26 377 Sold USD 19 000 @ 1.3883	25-Feb-16	91
Bought EUR 11 558 Sold USD 12 455 @ 0.9280	29-Feb-16	172
Bought USD 12 705 Sold EUR 11 558 @ 1.0993	29-Feb-16	174
Bought USD 3 697 Sold CAD 4 936 @ 0.7490	07-Mar-16	179
Bought CAD 9 482 Sold USD 6 824 @ 1.3895	08-Mar-16	41
Bought USD 773 Sold CAD 1 050 @ 0.7361	08-Mar-16	19
Bought USD 1 700 Sold CAD 2 333 @ 0.7286	08-Mar-16	19
Bought CAD 11 998 Sold EUR 7 921 @ 1.5148	09-Mar-16	69
Bought CAD 57 605 Sold GBP 27 893 @ 2.0652	09-Mar-16	712
Bought USD 14 000 Sold CAD 18 665 @ 0.7501	10-Mar-16	703
Bought CAD 47 352 Sold EUR 31 230 @ 1.5162	15-Mar-16	310
Bought CAD 23 095 Sold EUR 15 263 @ 1.5131	16-Mar-16	$ 104
Bought CAD 51 317 Sold USD 36 758 @ 1.3961	22-Mar-16	466
Bought CAD 42 502 Sold USD 30 500 @ 1.3935	29-Mar-16	309
Bought CAD 48 155 Sold USD 34 800 @ 1.3838	30-Mar-16	13
		$ 13 063

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 59 133 Sold USD 44 000 @ 1.3439	04-Jan-16	$ (1 750)
Bought USD 6 824 Sold CAD 9 484 @ 0.7195	04-Jan-16	(42)
Bought USD 44 000 Sold CAD 61 096 @ 0.7202	04-Jan-16	(213)
Bought CAD 46 792 Sold USD 34 880 @ 1.3415	06-Jan-16	(1 471)
Bought CAD 33 097 Sold USD 25 000 @ 1.3239	07-Jan-16	(1 493)
Bought CAD 21 289 Sold USD 16 000 @ 1.3306	07-Jan-16	(850)
Bought CAD 5 331 Sold USD 4 000 @ 1.3328	07-Jan-16	(203)
Bought CAD 44 595 Sold USD 34 064 @ 1.3092	08-Jan-16	(2 537)
Bought CAD 31 787 Sold EUR 21 661 @ 1.4675	08-Jan-16	(787)
Bought CAD 1 585 Sold EUR 1 080 @ 1.4676	08-Jan-16	(39)
Bought CAD 3 614 Sold EUR 2 500 @ 1.4458	08-Jan-16	(145)
Bought CAD 24 Sold USD 18 @ 1.3349	08-Jan-16	(1)
Bought CAD 2 269 Sold EUR 1 600 @ 1.4182	08-Jan-16	(137)
Bought CAD 16 659 Sold USD 12 196 @ 1.3660	08-Jan-16	(216)
Bought USD 1 058 Sold CAD 1 477 @ 0.7163	08-Jan-16	(13)
Bought CAD 35 788 Sold USD 27 000 @ 1.3255	11-Jan-16	(1 572)
Bought CAD 30 066 Sold USD 23 229 @ 1.2943	11-Jan-16	(2 076)
Bought CAD 48 988 Sold USD 37 534 @ 1.3052	12-Jan-16	(2 947)
Bought CAD 1 952 Sold USD 1 500 @ 1.3013	12-Jan-16	(124)
Bought CAD 11 091 Sold USD 8 446 @ 1.3131	12-Jan-16	(596)
Bought USD 315 Sold CAD 437 @ 0.7203	12-Jan-16	(1)
Bought CAD 46 845 Sold USD 35 849 @ 1.3067	13-Jan-16	(2 758)
Bought CAD 833 Sold GBP 417 @ 1.9973	13-Jan-16	(18)
Bought CAD 3 032 Sold GBP 1 500 @ 2.0214	13-Jan-16	(28)
Bought CAD 9 351 Sold GBP 4 659 @ 2.0071	13-Jan-16	(153)
Bought USD 1 000 Sold CAD 1 388 @ 0.7204	13-Jan-16	(4)
Bought USD 13 816 Sold CAD 19 177 @ 0.7204	13-Jan-16	(60)
Bought CAD 40 542 Sold USD 31 161 @ 1.3011	14-Jan-16	(2 574)
Bought CAD 3 758 Sold USD 2 900 @ 1.2959	14-Jan-16	(255)
Bought CAD 35 058 Sold EUR 23 518 @ 1.4907	14-Jan-16	(315)
Bought CAD 59 093 Sold USD 45 000 @ 1.3132	15-Jan-16	(3 172)
Bought CAD 12 471 Sold AUD 13 105 @ 0.9516	15-Jan-16	(735)
Bought CAD 18 376 Sold USD 13 408 @ 1.3706	15-Jan-16	(176)
Bought CAD 18 458 Sold JPY 1 626 629 @ 0.0113	15-Jan-16	(272)
Bought CAD 8 577 Sold JPY 757 928 @ 0.0113	15-Jan-16	(150)
Bought CAD 9 687 Sold GBP 4 877 @ 1.9863	19-Jan-16	(261)
Bought CAD 40 787 Sold USD 31 345 @ 1.3012	19-Jan-16	(2 584)
Bought CAD 64 877 Sold USD 49 530 @ 1.3099	19-Jan-16	(3 655)
Bought CAD 5 418 Sold PLN 15 644 @ 0.3463	19-Jan-16	(98)
Bought CAD 32 967 Sold USD 25 337 @ 1.3011	20-Jan-16	(2 091)
Bought CAD 7 757 Sold AUD 8 276 @ 0.9373	20-Jan-16	(580)
Bought CAD 2 824 Sold AUD 3 015 @ 0.9366	20-Jan-16	(213)
Bought CAD 37 639 Sold USD 29 078 @ 1.2944	21-Jan-16	(2 594)
Bought CAD 27 016 Sold USD 20 774 @ 1.3005	21-Jan-16	(1 728)
Bought CAD 5 611 Sold USD 4 200 @ 1.3359	21-Jan-16	(201)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 212 Sold USD 159 @ 1.3358	21-Jan-16	$ (8)
Bought CAD 58 806 Sold USD 45 698 @ 1.2868	22-Jan-16	(4 424)
Bought CAD 64 031 Sold USD 48 040 @ 1.3329	22-Jan-16	(2 440)
Bought CAD 20 297 Sold EUR 13 821 @ 1.4686	25-Jan-16	(497)
Bought CAD 45 835 Sold USD 34 931 @ 1.3122	25-Jan-16	(2 497)
Bought CAD 20 239 Sold EUR 13 920 @ 1.4540	25-Jan-16	(704)
Bought CAD 31 Sold USD 23 @ 1.3293	25-Jan-16	(1)
Bought CAD 150 Sold USD 113 @ 1.3279	25-Jan-16	(6)
Bought CAD 21 Sold USD 16 @ 1.3303	25-Jan-16	(1)
Bought CAD 87 Sold USD 65 @ 1.3332	25-Jan-16	(3)
Bought CAD 20 Sold USD 15 @ 1.3324	25-Jan-16	(1)
Bought CAD 160 Sold USD 118 @ 1.3574	25-Jan-16	(3)
Bought CAD 16 759 Sold USD 12 269 @ 1.3660	25-Jan-16	(217)
Bought RUB 119 989 Sold CAD 2 401 @ 49.9810	25-Jan-16	(141)
Bought CAD 49 536 Sold USD 37 596 @ 1.3176	26-Jan-16	(2 483)
Bought USD 2 000 Sold CAD 2 775 @ 0.7208	26-Jan-16	(7)
Bought CAD 38 717 Sold USD 29 913 @ 1.2943	27-Jan-16	(2 671)
Bought CAD 39 915 Sold USD 30 000 @ 1.3305	28-Jan-16	(1 593)
Bought CAD 41 546 Sold EUR 29 248 @ 1.4205	28-Jan-16	(2 463)
Bought CAD 29 188 Sold USD 22 552 @ 1.2943	29-Jan-16	(2 015)
Bought CAD 16 568 Sold GBP 8 296 @ 1.9971	29-Jan-16	(355)
Bought CAD 27 350 Sold USD 21 072 @ 1.2979	29-Jan-16	(1 806)
Bought CAD 33 698 Sold USD 25 750 @ 1.3087	01-Feb-16	(1 930)
Bought CAD 1 108 Sold JPY 101 946 @ 0.0109	01-Feb-16	(66)
Bought CAD 233 Sold USD 175 @ 1.3298	01-Feb-16	(9)
Bought CAD 33 Sold USD 25 @ 1.3359	01-Feb-16	(1)
Bought CAD 48 Sold USD 36 @ 1.3350	01-Feb-16	(2)
Bought CAD 6 591 Sold EUR 4 510 @ 1.4614	01-Feb-16	(196)
Bought CAD 51 463 Sold EUR 35 528 @ 1.4485	02-Feb-16	(2 001)
Bought CAD 5 238 Sold USD 4 000 @ 1.3094	02-Feb-16	(297)
Bought CAD 59 878 Sold USD 45 483 @ 1.3165	02-Feb-16	(3 053)
Bought CAD 377 Sold EUR 263 @ 1.4325	02-Feb-16	(19)
Bought CAD 58 515 Sold USD 44 677 @ 1.3097	03-Feb-16	(3 300)
Bought CAD 17 862 Sold USD 13 622 @ 1.3113	03-Feb-16	(985)
Bought CAD 21 004 Sold EUR 14 643 @ 1.4344	03-Feb-16	(1 032)
Bought CAD 46 776 Sold GBP 23 388 @ 2.0000	03-Feb-16	(933)
Bought CAD 25 005 Sold EUR 17 195 @ 1.4542	04-Feb-16	(872)
Bought CAD 43 055 Sold USD 32 785 @ 1.3132	04-Feb-16	(2 306)
Bought CAD 15 966 Sold EUR 11 051 @ 1.4448	04-Feb-16	(664)
Bought CAD 15 354 Sold USD 11 179 @ 1.3735	04-Feb-16	(113)
Bought CAD 5 463 Sold EUR 3 747 @ 1.4581	05-Feb-16	(176)
Bought CAD 9 658 Sold NZD 11 149 @ 0.8663	05-Feb-16	(867)
Bought CAD 4 040 Sold NZD 4 665 @ 0.8661	05-Feb-16	(363)
Bought CAD 52 805 Sold USD 39 461 @ 1.3381	05-Feb-16	(1 793)
Bought CAD 39 910 Sold EUR 27 170 @ 1.4689	05-Feb-16	(979)
Bought CAD 30 359 Sold USD 22 747 @ 1.3346	08-Feb-16	(1 113)
Bought CAD 44 616 Sold USD 33 379 @ 1.3366	08-Feb-16	(1 567)
Bought CAD 39 849 Sold USD 30 269 @ 1.3165	09-Feb-16	(2 030)
Bought CAD 4 093 Sold USD 3 070 @ 1.3331	09-Feb-16	(155)
Bought CAD 27 566 Sold USD 20 400 @ 1.3513	09-Feb-16	(659)
Bought GBP 1 000 Sold CAD 2 050 @ 0.4877	09-Feb-16	(11)
Bought CAD 38 179 Sold USD 28 975 @ 1.3177	10-Feb-16	(1 910)
Bought CAD 29 151 Sold EUR 20 365 @ 1.4315	11-Feb-16	(1 501)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 6 638 Sold USD 5 000 @ 1.3275	11-Feb-16	$ (280)
Bought CAD 19 727 Sold USD 14 776 @ 1.3350	11-Feb-16	(717)
Bought CAD 34 517 Sold USD 26 000 @ 1.3276	11-Feb-16	(1 455)
Bought CAD 60 418 Sold USD 46 153 @ 1.3091	12-Feb-16	(3 438)
Bought CAD 51 066 Sold USD 38 326 @ 1.3324	12-Feb-16	(1 961)
Bought CAD 6 070 Sold AUD 6 315 @ 0.9613	12-Feb-16	(283)
Bought CAD 42 967 Sold USD 32 824 @ 1.3090	16-Feb-16	(2 446)
Bought RUB 273 732 Sold CAD 5 266 @ 51.9820	16-Feb-16	(143)
Bought CAD 50 634 Sold USD 38 172 @ 1.3265	17-Feb-16	(2 178)
Bought CAD 14 337 Sold USD 10 750 @ 1.3337	17-Feb-16	(536)
Bought CAD 57 451 Sold EUR 39 114 @ 1.4688	18-Feb-16	(1 431)
Bought CAD 2 681 Sold JPY 247 616 @ 0.0108	18-Feb-16	(172)
Bought CAD 16 484 Sold GBP 8 106 @ 2.0335	18-Feb-16	(51)
Bought CAD 1 005 Sold GBP 500 @ 2.0104	18-Feb-16	(15)
Bought CAD 3 644 Sold USD 2 700 @ 1.3495	18-Feb-16	(92)
Bought CAD 50 921 Sold USD 37 451 @ 1.3597	18-Feb-16	(894)
Bought CAD 14 256 Sold AUD 14 981 @ 0.9516	19-Feb-16	(809)
Bought CAD 746 Sold AUD 762 @ 0.9790	19-Feb-16	(20)
Bought CAD 5 088 Sold TRY 11 227 @ 0.4532	19-Feb-16	(164)
Bought CAD 45 161 Sold USD 34 000 @ 1.3283	22-Feb-16	(1 878)
Bought CAD 21 265 Sold GBP 10 483 @ 2.0285	22-Feb-16	(118)
Bought CAD 9 483 Sold USD 7 129 @ 1.3303	22-Feb-16	(380)
Bought MXN 91 880 Sold CAD 7 378 @ 12.4530	22-Feb-16	(31)
Bought CAD 42 379 Sold USD 31 900 @ 1.3285	23-Feb-16	(1 755)
Bought CAD 14 525 Sold USD 10 924 @ 1.3296	23-Feb-16	(589)
Bought CAD 5 320 Sold USD 4 000 @ 1.3300	23-Feb-16	(214)
Bought CAD 39 483 Sold USD 29 650 @ 1.3316	24-Feb-16	(1 538)
Bought CAD 20 016 Sold USD 15 030 @ 1.3317	24-Feb-16	(778)
Bought CAD 48 353 Sold EUR 33 935 @ 1.4249	24-Feb-16	(2 740)
Bought CAD 23 Sold USD 17 @ 1.3372	24-Feb-16	(1)
Bought CAD 32 201 Sold USD 24 191 @ 1.3311	25-Feb-16	(1 267)
Bought CAD 7 994 Sold USD 6 000 @ 1.3323	25-Feb-16	(307)
Bought CAD 29 127 Sold USD 21 825 @ 1.3346	25-Feb-16	(1 068)
Bought CAD 47 826 Sold EUR 33 362 @ 1.4335	26-Feb-16	(2 406)
Bought CAD 26 635 Sold USD 20 000 @ 1.3317	26-Feb-16	(1 035)
Bought CAD 51 388 Sold USD 38 435 @ 1.3370	26-Feb-16	(1 787)
Bought CAD 52 915 Sold GBP 26 001 @ 2.0351	26-Feb-16	(121)
Bought CAD 56 577 Sold USD 42 495 @ 1.3314	29-Feb-16	(2 213)
Bought CAD 64 487 Sold USD 48 353 @ 1.3337	29-Feb-16	(2 408)
Bought CAD 49 739 Sold EUR 34 896 @ 1.4254	01-Mar-16	(2 807)
Bought CAD 74 970 Sold USD 56 358 @ 1.3303	01-Mar-16	(2 999)
Bought CAD 55 948 Sold USD 41 863 @ 1.3365	02-Mar-16	(1 968)
Bought CAD 998 Sold GBP 500 @ 1.9952	02-Mar-16	(22)
Bought CAD 66 925 Sold USD 50 199 @ 1.3332	03-Mar-16	(2 524)
Bought CAD 36 207 Sold EUR 25 537 @ 1.4178	04-Mar-16	(2 250)
Bought CAD 44 266 Sold USD 33 100 @ 1.3373	04-Mar-16	(1 527)
Bought CAD 1 509 Sold JPY 138 372 @ 0.0109	04-Mar-16	(86)
Bought CAD 3 574 Sold NZD 3 984 @ 0.8972	04-Mar-16	(180)
Bought CAD 4 362 Sold NZD 4 862 @ 0.8971	04-Mar-16	(221)
Bought CAD 10 038 Sold AUD 10 261 @ 0.9783	04-Mar-16	(273)
Bought CAD 2 092 Sold NZD 2 331 @ 0.8973	04-Mar-16	(105)
Bought CAD 34 261 Sold USD 25 609 @ 1.3378	07-Mar-16	(1 168)
Bought CAD 29 246 Sold EUR 20 518 @ 1.4254	07-Mar-16	(1 655)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 29 539 Sold USD 22 117 @ 1.3356	07-Mar-16	$ (1 059)
Bought CAD 1 247 Sold USD 918 @ 1.3579	07-Mar-16	(23)
Bought BRL 10 893 Sold CAD 3 771 @ 2.8890	08-Mar-16	(44)
Bought CAD 683 Sold JPY 62 593 @ 0.0109	08-Mar-16	(39)
Bought CAD 48 065 Sold USD 35 900 @ 1.3389	08-Mar-16	(1 601)
Bought CAD 51 386 Sold USD 38 612 @ 1.3308	09-Mar-16	(2 032)
Bought CAD 39 693 Sold EUR 27 000 @ 1.4701	09-Mar-16	(972)
Bought CAD 40 465 Sold USD 30 309 @ 1.3351	10-Mar-16	(1 466)
Bought CAD 46 628 Sold USD 33 940 @ 1.3738	10-Mar-16	(326)
Bought CAD 48 716 Sold USD 36 026 @ 1.3523	11-Mar-16	(1 123)
Bought CAD 36 669 Sold EUR 24 701 @ 1.4845	14-Mar-16	(537)
Bought CAD 74 563 Sold USD 55 000 @ 1.3557	15-Mar-16	(1 525)
Bought CAD 64 375 Sold USD 46 600 @ 1.3814	16-Mar-16	(93)
Bought CAD 34 580 Sold EUR 23 176 @ 1.4921	17-Mar-16	(332)
Bought CAD 60 154 Sold USD 43 537 @ 1.3817	17-Mar-16	(76)
Bought CAD 55 605 Sold USD 40 836 @ 1.3617	18-Mar-16	(889)
		$ (166 768)
TOTAL FOREIGN EXCHANGE		$ (153 705)

All counterparties have a credit rating of at least A.

* 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 0.41% to 0.84% and mature between January 11, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 5 386 613**	$ 3 351 625
Cash	**368**	210
Due from investment dealers	**612**	–
Subscriptions receivable	**15 471**	18 149
Futures contracts margin receivable	**–**	18
Unrealized gain on foreign exchange contracts	**13 063**	13 641
Dividends receivable, interest accrued and other assets	**66 961**	48 230
TOTAL ASSETS	**5 483 088**	3 431 873
LIABILITIES		
Due to investment dealers	**10 080**	15 840
Redemptions payable	**928**	336
Unrealized loss on futures contracts	**–**	626
Unrealized loss on foreign exchange contracts	**166 768**	51 366
Accounts payable and accrued expenses	**630**	651
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**178 406**	68 819
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 5 304 682**	$ 3 363 054
Investments at cost	**$ 4 964 636**	$ 3 187 508
NAV		
SERIES A	**$ 174 798**	$ 201 106
ADVISOR SERIES	**$ 101 967**	$ 113 679
SERIES H	**$ 7 282**	$ 5 869
SERIES D	**$ 65 076**	$ 58 309
SERIES F	**$ 70 148**	$ 49 867
SERIES I	**$ 13 584**	$ 8 699
SERIES O	**$ 4 871 827**	$ 2 925 525
NAV PER UNIT		
SERIES A	**$ 9.39**	$ 9.69
ADVISOR SERIES	**$ 9.52**	$ 9.82
SERIES H	**$ 9.60**	$ 9.90
SERIES D	**$ 10.09**	$ 10.41
SERIES F	**$ 9.57**	$ 9.87
SERIES I	**$ 9.72**	$ 10.03
SERIES O	**$ 9.52**	$ 9.82

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 750**	$ 344
Interest for distribution purposes	**203 891**	86 076
Net gain (loss) from futures contracts	**(2 120)**	(45)
Other income received from underlying funds	**16 452**	5 348
Securities lending revenue (see note 6 in the generic notes)	**147**	43
Capital gains received from underlying funds	**12 382**	5 107
Net realized gain (loss) on investments	**80 576**	24 430
Net gain (loss) on foreign currencies and other net assets	**(432 340)**	(74 760)
Change in unrealized gain (loss) on investments	**141 880**	93 623
TOTAL INCOME (LOSS)	**21 618**	140 166
EXPENSES (see notes – Fund Specific Information)		
Management fees	**5 810**	5 619
Administration fees	**1 172**	542
Independent Review Committee costs	**3**	3
GST/HST	**717**	629
Transaction costs	**27**	5
Withholding tax	**166**	40
TOTAL EXPENSES	**7 895**	6 838
INCREASE (DECREASE) IN NAV	**$ 13 723**	$ 133 328
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 054)**	$ 13 030
ADVISOR SERIES	**$ (660)**	$ 7 633
SERIES H	**$ (75)**	$ 117
SERIES D	**$ (96)**	$ 3 461
SERIES F	**$ (131)**	$ 3 088
SERIES I	**$ (72)**	$ 399
SERIES O	**$ 15 811**	$ 105 600
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.13)**	$ 0.62
ADVISOR SERIES	**$ (0.13)**	$ 0.64
SERIES H	**$ (0.12)**	$ 0.49
SERIES D	**$ (0.06)**	$ 0.72
SERIES F	**$ (0.05)**	$ 0.70
SERIES I	**$ (0.03)**	$ 0.71
SERIES O	**$ 0.04**	$ 0.72

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 13 723**	$ 133 328
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(80 576)**	(24 430)
Change in unrealized loss (gain) on investments	**(141 880)**	(93 623)
(Increase) decrease in accrued receivables	**(18 731)**	(29 415)
Increase (decrease) in accrued payables	**(647)**	16 546
Cost of investments purchased	**(4 866 824)**	(3 713 235)
Proceeds on sales of investments	**3 163 900**	1 824 207
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 931 035)**	(1 886 622)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**2 385 462**	2 149 416
Cash paid on redemption of redeemable units	**(447 918)**	(249 955)
Distributions paid to holders of redeemable units	**(6 369)**	(13 757)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 931 175**	$ 1 885 704
Net increase (decrease) in cash for the period	**140**	(918)
Cash (bank overdraft), beginning of period	**228**	1 146
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 368**	$ 228
Interest received (paid)	**$ 185 082**	$ 56 160
Dividends received, net of withholding taxes	**$ 663**	$ 225

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 201 106**	$ 202 911	**$ 113 679**	$ 122 448	**$ 5 869**	$ 855	**$ 58 309**	$ 43 224
INCREASE (DECREASE) IN NAV	**(1 054)**	13 030	**(660)**	7 633	**(75)**	117	**(96)**	3 461
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**25 026**	40 489	**20 851**	23 275	**4 999**	5 500	**16 652**	19 772
Reinvestments of distributions to holders of redeemable units	**4 290**	5 933	**2 428**	3 255	**177**	55	**1 896**	1 788
Redemption of redeemable units	**(49 991)**	(54 914)	**(31 629)**	(39 249)	**(3 481)**	(587)	**(9 631)**	(8 025)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(20 675)**	(8 492)	**(8 350)**	(12 719)	**1 695**	4 968	**8 917**	13 535
Distributions from net income	**(4 579)**	(6 343)	**(2 702)**	(3 683)	**(207)**	(71)	**(2 054)**	(1 911)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 579)**	(6 343)	**(2 702)**	(3 683)	**(207)**	(71)	**(2 054)**	(1 911)
NET INCREASE (DECREASE) IN NAV	**(26 308)**	(1 805)	**(11 712)**	(8 769)	**1 413**	5 014	**6 767**	15 085
NAV AT END OF PERIOD	**$ 174 798**	$ 201 106	**$ 101 967**	$ 113 679	**$ 7 282**	$ 5 869	**$ 65 076**	$ 58 309

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 49 867**	$ 40 506	**$ 8 699**	$ 2 604	**$ 2 925 525**	$ 914 782	**$ 3 363 054**	$ 1 327 330
INCREASE (DECREASE) IN NAV	**(131)**	3 088	**(72)**	399	**15 811**	105 600	**13 723**	133 328
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**42 334**	25 350	**11 750**	8 036	**2 261 172**	2 043 189	**2 382 784**	2 165 611
Reinvestments of distributions to holders of redeemable units	**1 421**	1 143	**305**	184	**191 926**	55 058	**202 443**	67 416
Redemption of redeemable units	**(21 195)**	(18 522)	**(6 578)**	(2 279)	**(326 005)**	(125 882)	**(448 510)**	(249 458)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**22 560**	7 971	**5 477**	5 941	**2 127 093**	1 972 365	**2 136 717**	1 983 569
Distributions from net income	**(2 148)**	(1 698)	**(520)**	(245)	**(196 602)**	(67 222)	**(208 812)**	(81 173)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 148)**	(1 698)	**(520)**	(245)	**(196 602)**	(67 222)	**(208 812)**	(81 173)
NET INCREASE (DECREASE) IN NAV	**20 281**	9 361	**4 885**	6 095	**1 946 302**	2 010 743	**1 941 628**	2 035 724
NAV AT END OF PERIOD	**$ 70 148**	$ 49 867	**$ 13 584**	$ 8 699	**$ 4 871 827**	$ 2 925 525	**$ 5 304 682**	$ 3 363 054

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

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 2015**	December 31 2014
AAA	**1.7**	0.3
AA	**13.0**	11.2
A	**28.7**	32.2
BBB	**39.7**	39.3
BB	**9.7**	9.6
B	**5.9**	6.2
CCC	**1.0**	0.4
Unrated	**0.3**	0.8
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 2015**	December 31 2014
United States	**49.3**	49.8
Canada	**19.5**	19.3
United Kingdom	**6.9**	6.5
Income Funds	**6.0**	5.0
Germany	**3.1**	3.3
France	**3.1**	3.3
Netherlands	**1.9**	1.9
Spain	**1.0**	1.0
Other Countries	**8.8**	7.8
Cash/Other	**0.4**	2.1
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**0.8**	1.2
1 – 5 years	**38.3**	36.0
5 – 10 years	**37.7**	39.6
> 10 years	**23.2**	23.2
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 5.9%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**10 088**	**–**	**–**	**10 088**
Mutual fund units	**315 943**	**–**	**–**	**315 943**
Fixed-income and debt securities	**–**	**4 969 853**	**–**	**4 969 853**
Short-term investments	**–**	**90 729**	**–**	**90 729**
Derivatives – assets	**–**	**13 063**	**–**	**13 063**
Derivatives – liabilities	**–**	**(166 768)**	**–**	**(166 768)**
Total financial instruments	**326 031**	**4 906 877**	**–**	**5 232 908**
% of total portfolio	**6.2**	**93.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

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 2015	December 31 2014
Units held		
Series H	**112**	109
Series I	**113**	109
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Emerging Markets Corporate Bond Fund	**2.6**	**19.7**	2.0	16.8
RBC Emerging Markets Bond Fund	**2.3**	**20.7**	3.0	15.5
RBC Emerging Markets Foreign Exchange Fund	**1.1**	**21.3**	–	–

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	420 828
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)	**2015**	2014
Series A		
Opening units	**20 750**	21 633
Issued number of units	**2 573**	4 200
Reinvested number of units	**449**	616
Redeemed number of units	**(5 165)**	(5 699)
Ending number of units	**18 607**	20 750
Advisor Series		
Opening units	**11 574**	12 880
Issued number of units	**2 112**	2 376
Reinvested number of units	**251**	334
Redeemed number of units	**(3 228)**	(4 016)
Ending number of units	**10 709**	11 574
Series H		
Opening units	**593**	90
Issued number of units	**503**	557
Reinvested number of units	**18**	6
Redeemed number of units	**(355)**	(60)
Ending number of units	**759**	593

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)	2015	2014
Series D		
Opening units	**5 600**	4 297
Issued number of units	**1 592**	1 905
Reinvested number of units	**185**	173
Redeemed number of units	**(930)**	(775)
Ending number of units	**6 447**	5 600
Series F		
Opening units	**5 051**	4 244
Issued number of units	**4 288**	2 578
Reinvested number of units	**146**	117
Redeemed number of units	**(2 155)**	(1 888)
Ending number of units	**7 330**	5 051
Series I		
Opening units	**868**	270
Issued number of units	**1 165**	808
Reinvested number of units	**31**	18
Redeemed number of units	**(666)**	(228)
Ending number of units	**1 398**	868
Series O		
Opening units	**297 836**	96 798
Issued number of units	**227 549**	208 289
Reinvested number of units	**19 812**	5 643
Redeemed number of units	**(33 518)**	(12 894)
Ending number of units	**511 679**	297 836

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**27**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**153 735**	43 823
Fair value of collateral received	**156 810**	44 699

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 2015	December 31 2014
RBC Balanced Growth & Income Class	**0.1**	–
RBC Balanced Growth & Income Fund	**1.5**	1.7
RBC Conservative Growth & Income Fund	**0.1**	–
RBC Managed Payout Solution	**13.9**	23.5
RBC Managed Payout Solution – Enhanced	**4.1**	6.8
RBC Monthly Income Bond Fund	**1.8**	2.6
RBC Monthly Income High Yield Bond Fund	**0.2**	0.2
RBC Select Balanced Portfolio	**24.1**	16.2
RBC Select Conservative Portfolio	**17.8**	16.7
RBC Select Growth Portfolio	**7.2**	5.1
RBC Select Very Conservative Portfolio	**18.1**	13.2
Total	**88.9**	86.0

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC HIGH YIELD BOND FUND

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
2 500	407 International Inc.	3.830	11-May-46	$ 2 495	$ 2 466	
7 100	Air Canada USD	6.750	01-Oct-19	8 135	10 224	
6 250	Air Canada	7.625	01-Oct-19	6 750	6 553	
5 000	AltaGas Ltd.	4.400	15-Mar-24	5 350	5 254	
4 000	AltaLink LP	4.462	08-Nov-41	4 396	4 294	
6 200	Baytex Energy Corp. USD	5.125	01-Jun-21	6 652	6 049	
2 200	Baytex Energy Corp. USD	5.625	01-Jun-24	2 384	2 086	
5 000	Bell Canada	4.350	18-Dec-45	4 743	4 605	
5 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	5 262	5 328	
5 000	Choice Properties LP	3.600	20-Sep-22	5 205	5 184	
2 625	Corus Entertainment Inc.	4.250	11-Feb-20	2 619	2 441	
1 800	Enbridge Gas Distribution Inc.	3.310	11-Sep-25	1 799	1 842	
2 500	Enbridge Gas Distribution Inc.	4.000	22-Aug-44	2 318	2 435	
5 000	EPCOR Utilities Inc.	5.750	24-Nov-39	6 217	6 282	
8 000	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	8 996	9 158	
8 300	Ford Credit Canada Ltd.	2.923	16-Sep-20	8 300	8 330	
5 000	FortisAlberta Inc.	4.110	29-Sep-44	5 218	5 045	
9 000	Gibson Energy Inc.	7.000	15-Jul-20	9 161	8 719	
4 000	Gibson Energy Inc.	5.375	15-Jul-22	3 877	3 552	
8 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	8 145	8 033	
5 000	H&R Real Estate Investment Trust	4.450	02-Mar-20	5 369	5 317	
5 000	Hydro One Inc.	5.360	20-May-36	5 965	6 013	
5 000	Inter Pipeline Ltd.	3.776	30-May-22	5 245	5 249	
5 000	Loblaw Companies Ltd.	5.900	18-Jan-36	5 890	5 805	
2 500	Mattamy Group Corp. USD	6.500	15-Nov-20	2 981	3 304	
10 500	Mattamy Group Corp.	6.875	15-Nov-20	10 553	10 246	
2 500	MEG Energy Corp. USD	6.500	15-Mar-21	2 851	2 439	
6 500	New Gold Inc. USD	7.000	15-Apr-20	6 769	8 128	
2 500	New Gold Inc. USD	6.250	15-Nov-22	2 819	2 767	
3 600	Newalta Corp.	5.875	01-Apr-21	3 482	3 113	
1 500	Precision Drilling Corp. USD	5.250	15-Nov-24	1 573	1 458	
5 960	Quebecor Media Inc.	7.375	15-Jan-21	6 277	6 212	
7 500	Rogers Communications Inc.	4.000	13-Mar-24	7 890	7 865	
5 000	Shaw Communications Inc.	4.350	31-Jan-24	5 299	5 235	
7 500	TELUS Corp.	3.750	17-Jan-25	7 825	7 679	
5 080	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	5 729	6 221	
13 250	Videotron Ltd.	5.625	15-Jun-25	13 476	13 256	
32 000	Videotron Ltd.	5.750	15-Jan-26	32 004	31 979	
				240 019	240 166	**14.4**
France						
15 500	Numericable Group S.A. USD	6.000	15-May-22	17 609	20 858	
				17 609	20 858	**1.3**
Luxembourg						
2 500	Altice Financing S.A. USD	6.625	15-Feb-23	3 207	3 425	
9 500	ArcelorMittal USD	9.850	01-Jun-19	12 107	12 389	
2 500	ArcelorMittal USD	6.250	05-Aug-20	3 023	2 780	
8 000	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	10 566	10 779	
9 000	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	10 114	9 838	
				39 017	39 211	**2.3**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Singapore						
11 500	Flextronics International Ltd. USD	4.625	15-Feb-20	$ 11 976	$ 16 512	
				11 976	16 512	**1.0**
Spain						
3 575	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	3 694	5 065	
				3 694	5 065	**0.3**
United Kingdom						
8 000	Ashtead Capital Inc.	6.500	15-Jul-22	10 924	11 595	
4 000	Ashtead Capital Inc.	5.625	01-Oct-24	5 196	5 632	
				16 120	17 227	**1.0**
United States						
18 000	Access Midstream Partners LP	4.875	15-May-23	20 763	20 223	
6 000	Alcoa Inc.	5.400	15-Apr-21	7 993	8 105	
4 500	AMC Entertainment Inc.	5.875	15-Feb-22	4 989	6 351	
4 300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	5 619	6 604	
10 880	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	13 624	15 807	
500	Antero Resources Corp.	5.625	01-Jun-23	603	543	
12 500	Antero Resources Finance Corp.	5.375	01-Nov-21	14 205	13 923	
14 000	Avis Budget Car Rental LLC	5.250	15-Mar-25	17 901	18 427	
13 000	Ball Corp.	5.250	01-Jul-25	16 350	18 460	
10 075	Beazer Homes USA Inc.	6.625	15-Apr-18	10 872	14 132	
8 638	CalAtlantic Group Inc.	5.875	15-Nov-24	12 146	12 550	
12 500	Calpine Corp.	6.000	15-Jan-22	13 783	17 939	
9 200	Carmike Cinemas Inc.	6.000	15-Jun-23	11 664	13 080	
7 725	CCO Holdings LLC	6.500	30-Apr-21	8 630	11 137	
20 000	CCO Safari II LLC	4.908	23-Jul-25	25 309	27 689	
17 000	CCOH Safari LLC	5.750	15-Feb-26	22 544	23 641	
1 250	Chesapeake Energy Corp.	6.125	15-Feb-21	467	496	
6 356	Chesapeake Energy Corp.	8.000	15-Dec-22	10 604	4 354	
11 500	Choice Hotels International Inc.	5.750	01-Jul-22	12 616	17 106	
2 550	Cinemark USA Inc.	4.875	01-Jun-23	2 629	3 453	
9 000	CNH Industrial Capital LLC	3.875	16-Jul-18	11 178	12 080	
5 000	CommScope Inc.	5.500	15-Jun-24	5 655	6 599	
5 000	Communications Sales & Leasing Inc.	6.000	15-Apr-23	6 189	6 555	
6 000	Community Health Systems Inc.	5.125	01-Aug-21	7 430	8 302	
14 000	Consol Energy Inc.	5.875	15-Apr-22	15 270	12 107	
2 000	Continental Resources Inc.	5.000	15-Sep-22	2 430	2 044	
7 000	Continental Resources Inc.	3.800	01-Jun-24	7 775	6 837	
9 000	Crown Castle International Corp.	4.875	15-Apr-22	9 911	12 951	
12 500	CSC Holdings LLC	6.750	15-Nov-21	13 850	17 037	
13 000	D.R. Horton Inc.	5.750	15-Aug-23	14 462	19 265	
4 270	Denbury Resources Inc.	6.375	15-Aug-21	4 828	2 157	
7 050	Denbury Resources Inc.	5.500	01-May-22	6 864	3 287	
17 250	DISH DBS Corp.	7.875	01-Sep-19	20 911	26 017	
10 000	Equinix Inc.	5.875	15-Jan-26	13 398	14 287	
2 500	Frontier Communications Corp.	6.250	15-Sep-21	2 722	2 949	
7 000	Frontier Communications Corp.	7.125	15-Jan-23	7 469	8 403	
10 000	Frontier Communications Corp.	11.000	15-Sep-25	13 381	13 733	
3 000	Graphic Packaging International Inc.	4.750	15-Apr-21	3 327	4 255	
5 000	Graphic Packaging International Inc.	4.875	15-Nov-22	6 395	7 022	
13 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	13 755	18 213	
11 000	HCA Inc.	5.875	15-Mar-22	12 816	16 096	
12 000	HCA Inc.	5.875	15-Feb-26	16 154	16 708	
6 500	HDTFS Inc.	6.250	15-Oct-22	6 836	9 354	
10 000	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	10 840	14 408	
16 000	HJ Heinz Co.	4.875	15-Feb-25	22 772	23 556	
13 150	Ingles Markets Inc.	5.750	15-Jun-23	13 948	18 241	
8 000	Kinder Morgan Inc.	5.625	15-Nov-23	10 364	10 141	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
8 800	Kinder Morgan Inc.	7.800	01-Aug-31	$ 11 930	$ 11 449	
12 000	Lamar Media Corp.	5.375	15-Jan-24	13 333	17 186	
8 000	Lear Corp.	5.375	15-Mar-24	9 384	11 429	
11 200	Lennar Corp.	4.750	30-May-25	13 569	15 226	
14 000	Micron Technology Inc.	5.875	15-Feb-22	16 080	18 912	
2 850	MPLX LP	5.500	15-Feb-23	3 612	3 470	
11 000	MPLX LP	4.875	01-Jun-25	13 530	13 699	
16 250	NCR Corp.	5.000	15-Jul-22	17 522	21 895	
5 725	Newfield Exploration Co.	5.625	01-Jul-24	6 674	6 535	
9 000	NRG Energy Inc.	7.875	15-May-21	9 980	11 737	
7 840	Oshkosh Corp.	5.375	01-Mar-22	9 013	10 902	
15 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	18 576	20 366	
3 000	Owens-Brockway Glass Container Inc.	6.375	15-Aug-25	4 160	4 273	
9 500	Prestige Brands Inc.	5.375	15-Dec-21	10 144	12 685	
6 000	Qwest Corp.	6.750	01-Dec-21	6 840	8 717	
6 950	Range Resources Corp.	5.750	01-Jun-21	8 062	7 645	
8 950	Range Resources Corp.	4.875	15-May-25	10 809	9 458	
7 000	Regal Entertainment Group	5.750	15-Mar-22	7 934	9 722	
5 000	Regal Entertainment Group	5.750	15-Jun-23	6 532	6 919	
10 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	11 721	14 287	
9 475	Rite Aid Corp.	6.125	01-Apr-23	12 326	13 619	
5 000	Sabine Pass Liquefaction LLC	5.750	15-May-24	6 269	6 054	
4 500	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	5 558	5 293	
2 500	Seagate HDD Cayman USD	4.750	01-Jun-23	2 596	3 033	
8 000	Seagate HDD Cayman USD	4.750	01-Jan-25	9 039	9 239	
4 847	Service Corp. International	5.375	15-Jan-22	5 202	7 025	
8 930	Sinclair Television Group Inc.	5.375	01-Apr-21	10 491	12 434	
3 000	Sinclair Television Group Inc.	6.375	01-Nov-21	3 415	4 296	
16 000	Smithfield Foods Inc.	6.625	15-Aug-22	18 094	23 052	
7 775	Sonic Automotive Inc.	7.000	15-Jul-22	8 568	11 431	
3 000	Sprint Capital Corp.	6.875	15-Nov-28	3 010	2 916	
8 450	Sprint Corp.	7.875	15-Sep-23	8 962	8 810	
4 850	Sprint Nextel Corp.	9.000	15-Nov-18	6 138	7 080	
3 750	T-Mobile USA Inc.	6.731	28-Apr-22	4 039	5 422	
19 850	T-Mobile USA Inc.	6.625	01-Apr-23	21 177	28 084	
1 470	T-Mobile USA Inc.	6.500	15-Jan-24	1 555	2 080	
12 000	Targa Resources Partners LP	6.875	01-Feb-21	14 048	15 110	
4 000	Targa Resources Partners LP	6.750	15-Mar-24	5 191	4 732	
4 275	Tempur Sealy International Inc.	6.875	15-Dec-20	4 713	6 226	
5 000	Tempur Sealy International Inc.	5.625	15-Oct-23	6 727	7 022	
10 750	Tenet Healthcare Corp.	6.000	01-Oct-20	11 926	15 730	
5 000	Tenet Healthcare Corp.	8.125	01-Apr-22	6 725	6 936	
16 000	The AES Corp.	5.500	15-Mar-24	17 657	19 870	
15 000	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	19 990	21 378	
305	The Hertz Corp.	7.500	15-Oct-18	408	432	
2 000	The Hertz Corp.	5.875	15-Oct-20	2 735	2 868	
16 475	Toll Brothers Finance Corp.	5.875	15-Feb-22	18 440	24 050	
3 000	Toll Brothers Finance Corp.	4.875	15-Nov-25	3 961	4 089	
13 000	Unit Corp.	6.625	15-May-21	14 343	13 041	
15 000	United Rentals North America Inc.	4.625	15-Jul-23	19 148	20 781	
4 000	United Rentals North America Inc.	5.500	15-Jul-25	5 143	5 390	
10 000	Universal Health Services Inc.	4.750	01-Aug-22	12 888	14 010	
8 000	Whiting Petroleum Corp.	5.750	15-Mar-21	9 254	8 125	
5 150	WPX Energy Inc.	6.000	15-Jan-22	6 155	5 024	
4 000	WPX Energy Inc.	5.250	15-Sep-24	4 319	3 681	
				1 033 856	1 151 499	**68.8**
TOTAL BONDS				1 362 291	1 490 538	**89.1**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
560	Barclays Capital High Yield Bond SPDR Fund	$ 26 303	$ 26 276	
TOTAL OTHER INVESTMENTS		26 303	26 276	**1.6**

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
13 510	Bank of Montreal	$ 13 501	$ 13 501	
28 310	Bank of Nova Scotia	28 292	28 292	
12 240	Canadian Imperial Bank of Commerce	12 233	12 233	
10 348	Government of Canada Treasury Bills	10 339	10 339	
13 130	National Bank of Canada	13 121	13 121	
97 455	Toronto-Dominion Bank	97 391	97 391	
TOTAL SHORT-TERM INVESTMENTS		174 877	174 877	**10.5**
TOTAL INVESTMENTS		1 563 471	1 691 691	**101.2**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1 639	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(51 080)	**(3.1)**
TOTAL PORTFOLIO		$ 1 563 471	1 642 250	**98.2**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			30 414	**1.8**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 1 672 664	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 859 Sold USD 618 @ 1.3898	04-Jan-16	$ 4
Bought USD 3 000 Sold CAD 4 066 @ 0.7378	12-Jan-16	84
Bought USD 10 000 Sold CAD 13 720 @ 0.7289	14-Jan-16	117
Bought CAD 14 374 Sold USD 10 300 @ 1.3956	21-Jan-16	123
Bought CAD 5 550 Sold USD 4 000 @ 1.3874	26-Jan-16	15
Bought USD 1 349 Sold CAD 1 853 @ 0.7281	03-Feb-16	14
Bought USD 8 181 Sold CAD 11 139 @ 0.7345	09-Feb-16	180
Bought CAD 2 774 Sold USD 2 000 @ 1.3869	24-Feb-16	7
Bought USD 8 395 Sold CAD 11 478 @ 0.7314	24-Feb-16	137
Bought USD 3 304 Sold CAD 4 411 @ 0.7490	07-Mar-16	160
Bought CAD 1 917 Sold USD 1 380 @ 1.3895	08-Mar-16	8
Bought USD 10 000 Sold CAD 13 725 @ 0.7286	08-Mar-16	109
Bought CAD 27 810 Sold USD 20 000 @ 1.3905	10-Mar-16	141
Bought CAD 47 745 Sold USD 34 199 @ 1.3961	22-Mar-16	434
Bought CAD 14 632 Sold USD 10 500 @ 1.3935	29-Mar-16	106
		$ 1 639

Contracts	Maturity Date	Unrealized Loss
Bought CAD 26 026 Sold USD 20 000 @ 1.3013	04-Jan-16	$ (1 650)
Bought USD 20 000 Sold CAD 27 815 @ 0.7190	04-Jan-16	(141)
Bought CAD 18 647 Sold USD 13 900 @ 1.3415	06-Jan-16	(586)
Bought CAD 16 685 Sold USD 12 540 @ 1.3306	07-Jan-16	(666)
Bought CAD 24 899 Sold USD 18 775 @ 1.3262	11-Jan-16	(1 080)
Bought CAD 37 850 Sold USD 29 000 @ 1.3052	12-Jan-16	(2 277)
Bought CAD 2 603 Sold USD 2 000 @ 1.3013	12-Jan-16	(165)
Bought CAD 821 Sold USD 625 @ 1.3131	12-Jan-16	(44)
Bought CAD 11 745 Sold USD 8 988 @ 1.3067	13-Jan-16	(691)
Bought USD 250 Sold CAD 347 @ 0.7204	13-Jan-16	(1)
Bought CAD 12 187 Sold USD 9 367 @ 1.3011	14-Jan-16	(774)

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 4 147 Sold USD 3 200 @ 1.2959	14-Jan-16	$ (281)
Bought CAD 14 151 Sold USD 10 920 @ 1.2959	14-Jan-16	(959)
Bought CAD 15 266 Sold USD 11 655 @ 1.3099	19-Jan-16	(860)
Bought CAD 10 471 Sold USD 8 048 @ 1.3011	20-Jan-16	(664)
Bought CAD 11 437 Sold USD 8 795 @ 1.3005	21-Jan-16	(732)
Bought CAD 1 336 Sold USD 1 000 @ 1.3359	21-Jan-16	(48)
Bought CAD 6 555 Sold USD 5 094 @ 1.2868	22-Jan-16	(493)
Bought CAD 12 550 Sold USD 9 416 @ 1.3329	22-Jan-16	(478)
Bought CAD 229 Sold USD 174 @ 1.3176	26-Jan-16	(11)
Bought CAD 30 377 Sold USD 23 058 @ 1.3174	26-Jan-16	(1 527)
Bought CAD 15 416 Sold USD 11 200 @ 1.3764	26-Jan-16	(81)
Bought CAD 10 882 Sold USD 8 408 @ 1.2943	29-Jan-16	(751)
Bought CAD 33 368 Sold USD 25 709 @ 1.2979	29-Jan-16	(2 203)
Bought CAD 1 049 Sold USD 800 @ 1.3113	03-Feb-16	(58)
Bought CAD 25 804 Sold USD 19 558 @ 1.3194	03-Feb-16	(1 256)
Bought CAD 3 637 Sold USD 2 630 @ 1.3830	03-Feb-16	(2)
Bought CAD 7 418 Sold USD 5 400 @ 1.3737	05-Feb-16	(53)
Bought CAD 28 149 Sold USD 21 426 @ 1.3138	08-Feb-16	(1 495)
Bought CAD 53 611 Sold USD 40 169 @ 1.3346	08-Feb-16	(1 965)
Bought CAD 2 162 Sold USD 1 600 @ 1.3513	09-Feb-16	(52)
Bought CAD 11 240 Sold USD 8 181 @ 1.3740	09-Feb-16	(79)
Bought CAD 47 117 Sold USD 35 758 @ 1.3177	10-Feb-16	(2 357)
Bought CAD 20 295 Sold USD 15 232 @ 1.3324	12-Feb-16	(779)
Bought CAD 35 815 Sold USD 27 000 @ 1.3265	17-Feb-16	(1 541)
Bought CAD 28 407 Sold USD 21 282 @ 1.3348	18-Feb-16	(1 038)
Bought CAD 675 Sold USD 500 @ 1.3495	18-Feb-16	(17)
Bought CAD 6 235 Sold USD 4 586 @ 1.3597	18-Feb-16	(109)
Bought CAD 9 967 Sold USD 7 500 @ 1.3289	19-Feb-16	(409)
Bought CAD 52 774 Sold USD 39 731 @ 1.3283	22-Feb-16	(2 194)
Bought CAD 15 290 Sold USD 11 494 @ 1.3303	22-Feb-16	(612)
Bought CAD 7 951 Sold USD 5 980 @ 1.3296	23-Feb-16	(322)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 596 Sold USD 1 200 @ 1.3300	23-Feb-16	$ (64)
Bought CAD 28 835 Sold USD 21 654 @ 1.3316	24-Feb-16	(1 123)
Bought CAD 18 190 Sold USD 13 659 @ 1.3317	24-Feb-16	(707)
Bought CAD 2 667 Sold USD 2 000 @ 1.3333	24-Feb-16	(100)
Bought USD 6 500 Sold CAD 9 055 @ 0.7178	24-Feb-16	(63)
Bought CAD 13 008 Sold USD 9 747 @ 1.3346	25-Feb-16	(477)
Bought CAD 26 635 Sold USD 20 000 @ 1.3317	26-Feb-16	(1 035)
Bought CAD 47 330 Sold USD 35 400 @ 1.3370	26-Feb-16	(1 646)
Bought CAD 36 702 Sold USD 27 567 @ 1.3314	29-Feb-16	(1 436)
Bought CAD 27 643 Sold USD 20 780 @ 1.3303	01-Mar-16	(1 106)
Bought CAD 32 082 Sold USD 24 005 @ 1.3365	02-Mar-16	(1 128)
Bought CAD 36 528 Sold USD 27 399 @ 1.3332	03-Mar-16	(1 378)
Bought CAD 49 599 Sold USD 37 088 @ 1.3373	04-Mar-16	(1 711)
Bought CAD 40 561 Sold USD 30 370 @ 1.3356	07-Mar-16	(1 454)
Bought CAD 57 572 Sold USD 43 001 @ 1.3389	08-Mar-16	(1 917)
Bought USD 5 437 Sold CAD 7 591 @ 0.7163	08-Mar-16	(69)
Bought CAD 24 226 Sold USD 18 204 @ 1.3308	09-Mar-16	(958)
Bought CAD 2 392 Sold USD 1 790 @ 1.3365	10-Mar-16	(84)
Bought CAD 26 611 Sold USD 19 932 @ 1.3351	10-Mar-16	(964)
Bought CAD 5 966 Sold USD 4 475 @ 1.3332	10-Mar-16	(225)
Bought CAD 10 673 Sold USD 7 769 @ 1.3738	10-Mar-16	(75)
Bought CAD 36 903 Sold USD 27 290 @ 1.3523	11-Mar-16	(851)
Bought CAD 31 181 Sold USD 23 000 @ 1.3557	15-Mar-16	(638)
Bought CAD 3 592 Sold USD 2 600 @ 1.3814	16-Mar-16	(5)
Bought CAD 19 585 Sold USD 14 175 @ 1.3817	17-Mar-16	(25)
Bought CAD 21 320 Sold USD 15 657 @ 1.3617	18-Mar-16	(340)
		$ (51 080)
TOTAL FOREIGN EXCHANGE		$ (49 441)

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, and are grouped by issuer, earn interest at rates ranging from 0.43% to 0.85% and mature between January 11, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 691 691**	$ 1 338 760
Cash	**98**	16
Due from investment dealers	**820**	–
Subscriptions receivable	**6 055**	1 795
Unrealized gain on foreign exchange contracts	**1 639**	2 012
Dividends receivable, interest accrued and other assets	**25 268**	21 133
TOTAL ASSETS	**1 725 571**	1 363 716
LIABILITIES		
Redemptions payable	**1 455**	749
Unrealized loss on foreign exchange contracts	**51 080**	28 138
Accounts payable and accrued expenses	**372**	474
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**52 907**	29 361
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 672 664**	$ 1 334 355
Investments at cost	**$ 1 563 471**	$ 1 247 569
NAV		
SERIES A	**$ 128 894**	$ 171 940
ADVISOR SERIES	**$ 63 854**	$ 85 467
SERIES H	**$ 10 019**	$ 10 568
SERIES D	**$ 50 172**	$ 46 131
SERIES F	**$ 62 664**	$ 68 962
SERIES I	**$ 10 245**	$ 8 760
SERIES O	**$ 1 346 816**	$ 942 527
NAV PER UNIT		
SERIES A	**$ 9.89**	$ 10.48
ADVISOR SERIES	**$ 9.97**	$ 10.57
SERIES H	**$ 10.05**	$ 10.66
SERIES D	**$ 9.97**	$ 10.58
SERIES F	**$ 10.00**	$ 10.60
SERIES I	**$ 10.12**	$ 10.73
SERIES O	**$ 10.05**	$ 10.66

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 376**	$ –
Interest for distribution purposes	**82 862**	80 492
Securities lending revenue (see note 6 in the generic notes)	**44**	17
Net realized gain (loss) on investments	**81 264**	23 153
Net gain (loss) on foreign currencies and other net assets	**(184 966)**	(75 834)
Change in unrealized gain (loss) on investments	**13 714**	31 748
TOTAL INCOME (LOSS)	**(6 706)**	59 576
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 946**	4 433
Administration fees	**389**	388
Independent Review Committee costs	**3**	3
GST/HST	**456**	497
Transaction costs	**4**	–
Withholding tax	**38**	–
TOTAL EXPENSES	**4 836**	5 321
INCREASE (DECREASE) IN NAV	**$ (11 542)**	$ 54 255
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 174)**	$ 5 475
ADVISOR SERIES	**$ (608)**	$ 2 798
SERIES H	**$ (117)**	$ 72
SERIES D	**$ (569)**	$ 2 419
SERIES F	**$ (538)**	$ 2 599
SERIES I	**$ (89)**	$ 151
SERIES O	**$ (8 447)**	$ 40 741
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.20)**	$ 0.33
ADVISOR SERIES	**$ (0.22)**	$ 0.33
SERIES H	**$ (0.20)**	$ 0.33
SERIES D	**$ (0.16)**	$ 0.38
SERIES F	**$ (0.14)**	$ 0.39
SERIES I	**$ (0.12)**	$ 0.39
SERIES O	**$ (0.05)**	$ 0.49

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (11 542)**	$ 54 255
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(81 264)**	(23 153)
Change in unrealized loss (gain) on investments	**(13 714)**	(31 748)
(Increase) decrease in accrued receivables	**(4 135)**	(3 594)
Increase (decrease) in accrued payables	**(102)**	51
Cost of investments purchased	**(2 692 946)**	(1 962 847)
Proceeds on sales of investments	**2 457 488**	1 836 554
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(346 215)**	(130 482)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**834 530**	925 991
Cash paid on redemption of redeemable units	**(465 212)**	(770 871)
Distributions paid to holders of redeemable units	**(23 021)**	(24 643)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 346 297**	$ 130 477
Net increase (decrease) in cash for the period	**82**	(5)
Cash (bank overdraft), beginning of period	**16**	21
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 98**	$ 16
Interest received (paid)	**$ 78 851**	$ 76 898
Dividends received, net of withholding taxes	**$ 213**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 171 940**	$ 164 164	**$ 85 467**	$ 88 505	**$ 10 568**	$ 1 971	**$ 46 131**	$ 55 132
INCREASE (DECREASE) IN NAV	**(1 174)**	5 475	**(608)**	2 798	**(117)**	72	**(569)**	2 419
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**14 311**	58 833	**7 434**	34 339	**2 996**	10 365	**17 022**	31 007
Reinvestments of distributions to holders of redeemable units	**6 254**	7 366	**2 412**	2 783	**446**	231	**2 210**	2 992
Redemption of redeemable units	**(55 819)**	(56 059)	**(27 654)**	(39 049)	**(3 390)**	(1 829)	**(12 263)**	(42 211)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(35 254)**	10 140	**(17 808)**	(1 927)	**52**	8 767	**6 969**	(8 211)
Distributions from net income	**(6 618)**	(7 839)	**(3 197)**	(3 909)	**(484)**	(242)	**(2 359)**	(3 209)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(6 618)**	(7 839)	**(3 197)**	(3 909)	**(484)**	(242)	**(2 359)**	(3 209)
NET INCREASE (DECREASE) IN NAV	**(43 046)**	7 776	**(21 613)**	(3 038)	**(549)**	8 597	**4 041**	(9 001)
NAV AT END OF PERIOD	**$ 128 894**	$ 171 940	**$ 63 854**	$ 85 467	**$ 10 019**	$ 10 568	**$ 50 172**	$ 46 131

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 68 962**	$ 69 104	**$ 8 760**	$ 2 807	**$ 942 527**	$ 767 750	**$ 1 334 355**	$ 1 149 433
INCREASE (DECREASE) IN NAV	**(538)**	2 599	**(89)**	151	**(8 447)**	40 741	**(11 542)**	54 255
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**17 783**	32 147	**4 434**	12 421	**774 810**	746 141	**838 790**	925 253
Reinvestments of distributions to holders of redeemable units	**1 594**	1 876	**347**	239	**41 866**	34 235	**55 129**	49 722
Redemption of redeemable units	**(21 852)**	(33 158)	**(2 662)**	(6 510)	**(342 278)**	(591 128)	**(465 918)**	(769 944)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(2 475)**	865	**2 119**	6 150	**474 398**	189 248	**428 001**	205 032
Distributions from net income	**(3 285)**	(3 606)	**(545)**	(348)	**(61 662)**	(55 212)	**(78 150)**	(74 365)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 285)**	(3 606)	**(545)**	(348)	**(61 662)**	(55 212)	**(78 150)**	(74 365)
NET INCREASE (DECREASE) IN NAV	**(6 298)**	(142)	**1 485**	5 953	**404 289**	174 777	**338 309**	184 922
NAV AT END OF PERIOD	**$ 62 664**	$ 68 962	**$ 10 245**	$ 8 760	**$ 1 346 816**	$ 942 527	**$ 1 672 664**	$ 1 334 355

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

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 2015	December 31 2014
A	**1.6**	–
BBB	**14.6**	4.3
BB	**48.6**	52.9
B	**32.1**	40.5
CCC	**3.1**	2.3
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 2015	December 31 2014
United States	**68.8**	75.1
Canada	**14.4**	14.6
Luxembourg	**2.3**	1.9
Other Countries	**3.6**	5.7
Cash/Other	**10.9**	2.7
Total	**100.0**	100.0

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 2015	December 31 2014
Less than 1 year	**1.2**	–
1 – 5 years	**14.6**	19.0
5 – 10 years	**74.9**	79.7
> 10 years	**9.3**	1.3
Total	**100.0**	100.0

As at December 31, 2015, 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 4.6% (December 31, 2014 – 4.0%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**26 276**	**–**	**–**	**26 276**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**1 490 538**	**–**	**1 490 538**
Short-term investments	**–**	**174 877**	**–**	**174 877**
Derivatives – assets	**–**	**1 639**	**–**	**1 639**
Derivatives – liabilities	**–**	**(51 080)**	**–**	**(51 080)**
Total financial instruments	**26 276**	**1 615 974**	**–**	**1 642 250**
% of total portfolio	**1.6**	**98.4**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series H	**104**	99
Series I	**105**	100
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, 2015 for the Fund were approximately:

Capital losses	178 693
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)	**2015**	2014
Series A		
Opening units	**16 401**	15 469
Issued number of units	**1 364**	5 464
Reinvested number of units	**608**	692
Redeemed number of units	**(5 335)**	(5 224)
Ending number of units	**13 038**	16 401
Advisor Series		
Opening units	**8 083**	8 268
Issued number of units	**708**	3 164
Reinvested number of units	**232**	260
Redeemed number of units	**(2 619)**	(3 609)
Ending number of units	**6 404**	8 083
Series H		
Opening units	**991**	184
Issued number of units	**280**	953
Reinvested number of units	**43**	22
Redeemed number of units	**(317)**	(168)
Ending number of units	**997**	991
Series D		
Opening units	**4 361**	5 140
Issued number of units	**1 622**	2 847
Reinvested number of units	**213**	278
Redeemed number of units	**(1 166)**	(3 904)
Ending number of units	**5 030**	4 361
Series F		
Opening units	**6 505**	6 441
Issued number of units	**1 682**	2 951
Reinvested number of units	**153**	175
Redeemed number of units	**(2 071)**	(3 062)
Ending number of units	**6 269**	6 505
Series I		
Opening units	**816**	261
Issued number of units	**413**	1 131
Reinvested number of units	**33**	22
Redeemed number of units	**(250)**	(598)
Ending number of units	**1 012**	816
Series O		
Opening units	**88 398**	71 174
Issued number of units	**73 991**	68 248
Reinvested number of units	**4 036**	3 168
Redeemed number of units	**(32 404)**	(54 192)
Ending number of units	**134 021**	88 398

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 2015		December 31 2014	
	$	%	$	%
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 2015	December 31 2014
Fair value of securities loaned	**46 621**	8 253
Fair value of collateral received	**47 554**	8 418

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 2015	December 31 2014
Phillips, Hager & North Balanced Fund	**1.4**	1.1
Phillips, Hager & North Balanced Pension Trust	**2.2**	1.9
Phillips, Hager & North Core Plus Bond Fund	**2.9**	1.7
Phillips, Hager & North Enhanced Long Bond Pension Trust	**0.8**	–
Phillips, Hager & North Enhanced Total Return Bond Fund	**0.5**	0.3
Phillips, Hager & North Long Core Plus Bond Fund	**0.7**	–
Phillips, Hager & North Monthly Income Fund	**8.6**	14.9
Phillips, Hager & North Total Return Bond Fund	**2.4**	1.2
RBC Bond Fund	**0.5**	–
RBC Monthly Income Bond Fund	**2.3**	3.3
RBC Monthly Income High Yield Bond Fund	**0.4**	0.3
RBC Target 2025 Education Fund	**2.2**	3.1
RBC Target 2030 Education Fund	**1.9**	1.3
Total	**26.8**	29.1

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

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC $U.S. HIGH YIELD BOND FUND

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
975	Air Canada USD	6.750	01-Oct-19	$ 1 040	$ 1 015	
750	Cascades Inc.	5.500	15-Jul-21	596	528	
330	Corus Entertainment Inc.	4.250	11-Feb-20	284	221	
400	Gibson Energy Inc.	7.000	15-Jul-20	403	279	
250	Gibson Energy Inc.	5.375	15-Jul-22	231	159	
500	Mattamy Group Corp. USD	6.500	15-Nov-20	496	478	
300	Newalta Corp.	5.875	01-Apr-21	204	186	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	399	351	
246	Quebecor Media Inc.	7.375	15-Jan-21	251	184	
500	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	465	355	
500	Videotron Ltd.	5.625	15-Jun-25	452	361	
500	Videotron Ltd.	5.750	15-Jan-26	378	360	
				5 199	4 477	**5.5**
France						
1 000	Numericable Group S.A. USD	6.000	15-May-22	1 004	973	
				1 004	973	**1.2**
Luxembourg						
800	ArcelorMittal USD	9.850	01-Jun-19	968	754	
200	ArcelorMittal USD	6.250	05-Aug-20	182	161	
500	ArcelorMittal USD	8.000	15-Oct-39	339	344	
350	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	374	323	
250	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	266	219	
150	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	133	119	
				2 262	1 920	**2.4**
Singapore						
550	Flextronics International Ltd. USD	4.625	15-Feb-20	556	571	
				556	571	**0.7**
United States						
1 000	Access Midstream Partners LP	4.875	15-May-23	1 009	812	
1 000	Alcoa Inc.	5.400	15-Apr-21	1 089	976	
942	Ally Financial Inc.	8.000	15-Mar-20	1 129	1 076	
200	Ally Financial Inc.	4.625	19-May-22	197	202	
1 000	AMC Entertainment Inc.	5.875	15-Feb-22	1 041	1 020	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	343	333	
750	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	815	788	
1 000	Antero Resources Finance Corp.	5.375	01-Nov-21	1 020	805	
1 000	Avis Budget Car Rental LLC	5.500	01-Apr-23	1 037	1 009	
1 000	Ball Corp.	5.250	01-Jul-25	1 001	1 026	
750	Beazer Homes USA Inc.	6.625	15-Apr-18	800	760	
1 000	Berry Plastics Corp.	5.500	15-May-22	1 036	998	
500	Boyd Gaming Corp.	6.875	15-May-23	504	516	
462	California Resources Corp.	8.000	15-Dec-22	439	244	
173	California Resources Corp.	6.000	15-Nov-24	131	53	
750	Calpine Corp.	5.375	15-Jan-23	739	677	
450	CCO Holdings LLC	6.500	30-Apr-21	475	469	
1 000	CCOH Safari LLC	5.750	15-Feb-26	1 000	1 005	
750	CDW LLC	5.000	01-Sep-23	752	763	
995	Cedar Fair LP	5.250	15-Mar-21	1 014	1 030	
750	CenturyLink Inc.	6.750	01-Dec-23	789	706	
706	Chesapeake Energy Corp.	8.000	15-Dec-22	1 116	349	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
250	Choice Hotels International Inc.	5.750	01-Jul-22	$ 262	$ 269	
750	Cinemark USA Inc.	4.875	01-Jun-23	718	734	
250	CIT Group Inc.	3.875	19-Feb-19	252	249	
500	CIT Group Inc.	5.000	01-Aug-23	512	509	
500	Community Health Systems Inc.	7.125	15-Jul-20	514	501	
500	Community Health Systems Inc.	5.125	01-Aug-21	518	500	
600	Concho Resources Inc.	5.500	01-Apr-23	632	558	
1 000	Consol Energy Inc.	5.875	15-Apr-22	818	625	
751	Continental Resources Inc.	7.125	01-Apr-21	812	697	
250	Continental Resources Inc.	3.800	01-Jun-24	206	176	
1 000	Crown Castle International Corp.	4.875	15-Apr-22	1 005	1 040	
750	CSC Holdings LLC	6.750	15-Nov-21	826	739	
1 250	D.R. Horton Inc.	5.750	15-Aug-23	1 319	1 339	
250	Denbury Resources Inc.	6.375	15-Aug-21	268	91	
775	Denbury Resources Inc.	5.500	01-May-22	627	261	
750	DISH DBS Corp.	7.875	01-Sep-19	879	818	
500	DISH DBS Corp.	5.875	15-Nov-24	496	446	
500	Dynegy Inc.	6.750	01-Nov-19	498	473	
1 000	Equinix Inc.	5.375	01-Jan-22	1 025	1 030	
300	Frontier Communications Corp.	6.250	15-Sep-21	300	256	
1 000	Frontier Communications Corp.	7.125	15-Jan-23	943	868	
750	Graphic Packaging International Inc.	4.750	15-Apr-21	761	769	
750	HCA Inc.	5.875	15-Mar-22	817	793	
750	HCA Inc.	5.875	15-Feb-26	759	755	
400	HDTFS Inc.	6.250	15-Oct-22	421	416	
500	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	523	521	
1 000	Ingles Markets Inc.	5.750	15-Jun-23	1 010	1 003	
1 000	International Game Technology	7.500	15-Jun-19	1 073	1 075	
750	Kinder Morgan Inc.	7.800	01-Aug-31	769	705	
900	Lamar Media Corp.	5.000	01-May-23	900	916	
1 000	Lear Corp.	5.375	15-Mar-24	1 021	1 033	
925	Lennar Corp.	4.750	30-May-25	928	909	
1 055	LIN Television Corp.	6.375	15-Jan-21	1 085	1 109	
700	MGM Resorts International	6.750	01-Oct-20	768	723	
375	MGM Resorts International	6.000	15-Mar-23	376	373	
500	Micron Technology Inc.	5.875	15-Feb-22	506	488	
650	Mobile Mini Inc.	7.875	01-Dec-20	714	676	
750	MPLX LP	5.500	15-Feb-23	781	660	
375	MPLX LP	4.875	01-Jun-25	371	338	
750	NCR Corp.	5.000	15-Jul-22	751	730	
750	Newfield Exploration Co.	5.625	01-Jul-24	804	619	
750	NRG Energy Inc.	7.875	15-May-21	819	707	
500	Oshkosh Corp.	5.375	01-Mar-22	506	503	
1 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 000	981	
600	Prestige Brands Inc.	8.125	01-Feb-20	662	624	
1 000	Range Resources Corp.	5.750	01-Jun-21	1 036	795	
850	Regal Entertainment Group	5.750	15-Mar-22	854	853	
150	Regal Entertainment Group	5.750	15-Jun-23	153	150	
750	Reynolds Group Issuer Inc.	6.875	15-Feb-21	808	774	
750	Sabine Pass Liquefaction LLC	5.750	15-May-24	751	656	
750	Seagate HDD Cayman USD	4.750	01-Jun-23	776	658	
250	Seagate HDD Cayman USD	4.750	01-Jan-25	228	208	
340	Service Corp. International	5.375	15-Jan-22	355	356	
1 000	Sinclair Television Group Inc.	5.375	01-Apr-21	1 021	1 006	
1 250	Smithfield Foods Inc.	6.625	15-Aug-22	1 326	1 302	
400	Sonic Automotive Inc.	7.000	15-Jul-22	438	425	
350	Sonic Automotive Inc.	5.000	15-May-23	334	334	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Sprint Capital Corp.	6.875	15-Nov-28	$ 886	$ 703	
500	Sprint Corp.	7.875	15-Sep-23	395	377	
750	Sprint Nextel Corp.	6.000	15-Nov-22	738	540	
300	T-Mobile USA Inc.	6.731	28-Apr-22	313	314	
250	T-Mobile USA Inc.	6.625	01-Apr-23	259	256	
450	T-Mobile USA Inc.	6.500	15-Jan-24	465	460	
400	Targa Resources Partners LP	6.875	01-Feb-21	434	364	
628	Targa Resources Partners LP	6.375	01-Aug-22	650	545	
742	Tempur Sealy International Inc.	6.875	15-Dec-20	798	781	
400	Tenet Healthcare Corp.	6.250	01-Nov-18	437	423	
400	Tenet Healthcare Corp.	6.000	01-Oct-20	428	423	
650	Tenet Healthcare Corp.	8.125	01-Apr-22	671	652	
1 000	The AES Corp.	5.500	15-Mar-24	1 009	898	
1 250	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	1 268	1 288	
60	The Hertz Corp.	7.500	15-Oct-18	61	61	
500	The Hertz Corp.	5.875	15-Oct-20	519	518	
1 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	1 072	1 055	
750	Unit Corp.	6.625	15-May-21	796	544	
850	United Rentals North America Inc.	4.625	15-Jul-23	848	851	
400	United Rentals North America Inc.	5.500	15-Jul-25	402	390	
1 000	Whiting Petroleum Corp.	5.750	15-Mar-21	1 049	734	
500	Windstream Holdings Inc.	7.750	01-Oct-21	536	396	
750	WPX Energy Inc.	5.250	15-Sep-24	749	499	
500	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	499	476	
				72 393	66 287	**81.8**
TOTAL BONDS				81 414	74 228	**91.6**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
34 250	Barclays Capital High Yield Bond SPDR Fund	$ 1 289	$ 1 161	
TOTAL OTHER INVESTMENTS		1 289	1 161	**1.4**
SHORT-TERM INVESTMENTS*				
4 094	Canadian Imperial Bank of Commerce	4 094	4 094	
TOTAL SHORT-TERM INVESTMENTS		4 094	4 094	**5.1**
TOTAL INVESTMENTS		86 797	79 483	**98.1**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	123	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(148)	**(0.2)**
TOTAL PORTFOLIO		$ 86 797	79 458	**98.1**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 560	**1.9**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 81 018	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 190 Sold CAD 255 @ 0.7470	06-Jan-16	$ 6
Bought USD 535 Sold CAD 696 @ 0.7686	20-Jan-16	32
Bought CAD 180 Sold USD 130 @ 1.3874	26-Jan-16	–
Bought USD 46 Sold CAD 61 @ 0.7579	03-Feb-16	2
Bought MXN 836 Sold USD 49 @ 17.2304	04-Feb-16	–
Bought PLN 1 527 Sold USD 385 @ 3.9643	05-Feb-16	4
Bought PHP 19 160 Sold USD 403 @ 47.5400	16-Feb-16	3
Bought USD 165 Sold CAD 220 @ 0.7482	02-Mar-16	6
Bought USD 688 Sold CAD 919 @ 0.7487	07-Mar-16	24
Bought USD 1 421 Sold CAD 1 903 @ 0.7469	08-Mar-16	46
		$ 123

Contracts	Maturity Date	Unrealized Loss
Bought CAD 555 Sold USD 404 @ 1.3740	11-Jan-16	$ (3)
Bought MXN 19 695 Sold USD 1 188 @ 16.5743	04-Feb-16	(48)
Bought BRL 4 610 Sold USD 1 200 @ 3.8410	05-Feb-16	(49)
Bought USD 384 Sold PLN 1 527 @ 0.2516	05-Feb-16	(5)
Bought RUB 84 702 Sold USD 1 186 @ 71.4030	17-Feb-16	(41)
Bought GBP 273 Sold USD 404 @ 0.6755	29-Feb-16	(2)
		$ (148)
TOTAL FOREIGN EXCHANGE		$ (25)

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, and are grouped by issuer, earn interest at a rate of 0.15% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 79 483**	$ 59 645
Cash	**2**	4
Subscriptions receivable	**406**	282
Unrealized gain on foreign exchange contracts	**123**	89
Dividends receivable, interest accrued and other assets	**1 224**	883
TOTAL ASSETS	**81 238**	60 903
LIABILITIES		
Redemptions payable	**63**	59
Unrealized loss on foreign exchange contracts	**148**	91
Accounts payable and accrued expenses	**9**	10
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**220**	160
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 81 018**	$ 60 743
Investments at cost	**$ 86 797**	$ 61 434
NAV		
SERIES A	**$ 3 741**	$ 3 676
ADVISOR SERIES	**$ 517**	$ 595
SERIES H	**$ 1**	$ 1
SERIES D	**$ 674**	$ 644
SERIES F	**$ 1 576**	$ 1 173
SERIES I	**$ 183**	$ 1
SERIES O	**$ 74 326**	$ 54 653
NAV PER UNIT		
SERIES A	**$ 8.86**	$ 9.83
ADVISOR SERIES	**$ 8.89**	$ 9.86
SERIES H	**$ 8.80**	$ 9.75
SERIES D	**$ 8.85**	$ 9.81
SERIES F	**$ 8.93**	$ 9.90
SERIES I	**$ 8.79**	$ 9.75
SERIES O	**$ 8.86**	$ 9.82

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 63**	$ 10
Interest for distribution purposes	**4 301**	2 570
Securities lending revenue (see note 6 in the generic notes)	**2**	–
Net realized gain (loss) on investments	**(1 204)**	(87)
Net gain (loss) on foreign currencies and other net assets	**191**	143
Change in unrealized gain (loss) on investments	**(5 548)**	(1 841)
TOTAL INCOME (LOSS)	**(2 195)**	795
EXPENSES (see notes – Fund Specific Information)		
Management fees	**76**	43
Administration fees	**16**	7
Independent Review Committee costs	**5**	3
GST/HST	**8**	5
Withholding tax	**9**	–
Expenses reimbursed by manager	**(2)**	(3)
TOTAL EXPENSES	**112**	55
INCREASE (DECREASE) IN NAV	**$ (2 307)**	$ 740
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (154)**	$ (51)
ADVISOR SERIES	**$ (17)**	$ (2)
SERIES H	**$ –**	$ –
SERIES D	**$ (24)**	$ 8
SERIES F	**$ (61)**	$ (16)
SERIES I	**$ (19)**	$ (11)
SERIES O	**$ (2 032)**	$ 812
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.42)**	$ 0.02
ADVISOR SERIES	**$ (0.43)**	$ 0.02
SERIES H	**$ (0.40)**	$ 0.08
SERIES D	**$ (0.38)**	$ 0.07
SERIES F	**$ (0.37)**	$ 0.07
SERIES I	**$ (0.34)**	$ 0.07
SERIES O	**$ (0.29)**	$ 0.18

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (2 307)**	$ 740
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**1 204**	87
Change in unrealized loss (gain) on investments	**5 548**	1 841
(Increase) decrease in accrued receivables	**(341)**	(563)
Increase (decrease) in accrued payables	**(1)**	7
Cost of investments purchased	**(842 002)**	(683 186)
Proceeds on sales of investments	**815 435**	643 043
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(22 464)**	(38 031)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**45 560**	50 391
Cash paid on redemption of redeemable units	**(20 299)**	(11 349)
Distributions paid to holders of redeemable units	**(2 799)**	(1 011)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 22 462**	$ 38 031
Net increase (decrease) in cash for the period	**(2)**	–
Cash (bank overdraft), beginning of period	**4**	4
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 4
Interest received (paid)	**$ 3 959**	$ 2 013
Dividends received, net of withholding taxes	**$ 53**	$ 4

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 676**	$ 576	**$ 595**	$ 5	**$ 1**	$ 1	**$ 644**	$ 250
INCREASE (DECREASE) IN NAV	**(154)**	(51)	**(17)**	(2)	**–**	–	**(24)**	8
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**3 452**	4 962	**53**	634	**–**	–	**261**	1 255
Reinvestments of distributions to holders of redeemable units	**246**	79	**12**	7	**–**	–	**41**	28
Redemption of redeemable units	**(3 217)**	(1 790)	**(89)**	(29)	**–**	–	**(200)**	(866)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**481**	3 251	**(24)**	612	**–**	–	**102**	417
Distributions from net income	**(180)**	(77)	**(25)**	(16)	**–**	–	**(33)**	(27)
Distributions from net gains	**(82)**	(23)	**(12)**	(4)	**–**	–	**(15)**	(4)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(262)**	(100)	**(37)**	(20)	**–**	–	**(48)**	(31)
NET INCREASE (DECREASE) IN NAV	**65**	3 100	**(78)**	590	**–**	–	**30**	394
NAV AT END OF PERIOD	**$ 3 741**	$ 3 676	**$ 517**	$ 595	**$ 1**	$ 1	**$ 674**	$ 644

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 173**	$ 36	**$ 1**	$ 1	**$ 54 653**	$ 20 830	**$ 60 743**	$ 21 699
INCREASE (DECREASE) IN NAV	**(61)**	(16)	**(19)**	(11)	**(2 032)**	812	**(2 307)**	740
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**940**	1 486	**490**	400	**40 488**	41 936	**45 684**	50 673
Reinvestments of distributions to holders of redeemable units	**63**	21	**9**	–	**2 973**	1 527	**3 344**	1 662
Redemption of redeemable units	**(430)**	(320)	**(280)**	(389)	**(16 087)**	(8 014)	**(20 303)**	(11 408)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**573**	1 187	**219**	11	**27 374**	35 449	**28 725**	40 927
Distributions from net income	**(74)**	(26)	**(14)**	–	**(4 111)**	(2 114)	**(4 437)**	(2 260)
Distributions from net gains	**(35)**	(8)	**(4)**	–	**(1 558)**	(324)	**(1 706)**	(363)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(109)**	(34)	**(18)**	–	**(5 669)**	(2 438)	**(6 143)**	(2 623)
NET INCREASE (DECREASE) IN NAV	**403**	1 137	**182**	–	**19 673**	33 823	**20 275**	39 044
NAV AT END OF PERIOD	**$ 1 576**	$ 1 173	**$ 183**	$ 1	**$ 74 326**	$ 54 653	**$ 81 018**	$ 60 743

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

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 2015**	December 31 2014
BBB	**7.0**	2.5
BB	**46.0**	45.5
B	**42.0**	47.0
CCC	**5.0**	2.4
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 2015**	December 31 2014
United States	**81.8**	80.7
Canada	**5.5**	7.5
Other Countries	**4.3**	4.9
Cash/Other	**8.4**	6.9
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**–**	0.6
1 – 5 years	**18.2**	10.2
5 – 10 years	**76.6**	87.7
> 10 years	**5.2**	1.5
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 4.0%). 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 2015**	December 31 2014
Mexican peso	**1.5**	–
Brazilian real	**1.4**	–
Russian ruble	**1.4**	–
Pound sterling	**0.5**	–
Philippine peso	**0.5**	–
Total	**5.3**	–

As at December 31, 2015, 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%. In practice, actual results could differ from this sensitivity analysis and the difference could be material.

As at December 31, 2014, 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 161**	**–**	**–**	**1 161**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**74 228**	**–**	**74 228**
Short-term investments	**–**	**4 094**	**–**	**4 094**
Derivatives – assets	**–**	**123**	**–**	**123**
Derivatives – liabilities	**–**	**(148)**	**–**	**(148)**
Total financial instruments	**1 161**	**78 297**	**–**	**79 458**
% of total portfolio	**1.5**	**98.5**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.25%
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%

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 2015	December 31 2014
Units held		
Series A	–	105
Advisor Series	**112**	105
Series H	**114**	106
Series D	–	106
Series F	–	105
Series I	**115**	107
Series O	**1 160 775**	1 069 723
Value of all units	**10 282**	10 513

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, 2015.

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)	**2015**	2014
Series A		
Opening units	**374**	57
Issued number of units	**349**	486
Reinvested number of units	**27**	8
Redeemed number of units	**(328)**	(177)
Ending number of units	**422**	374
Advisor Series		
Opening units	**60**	1
Issued number of units	**6**	61
Reinvested number of units	**1**	1
Redeemed number of units	**(9)**	(3)
Ending number of units	**58**	60
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	**66**	25
Issued number of units	**27**	123
Reinvested number of units	**4**	3
Redeemed number of units	**(21)**	(85)
Ending number of units	**76**	66
Series F		
Opening units	**119**	4
Issued number of units	**94**	145
Reinvested number of units	**7**	2
Redeemed number of units	**(43)**	(32)
Ending number of units	**177**	119

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)	**2015**	2014
Series I		
Opening units	**–**	–
Issued number of units	**50**	40
Reinvested number of units	**1**	–
Redeemed number of units	**(30)**	(40)
Ending number of units	**21**	–
Series O		
Opening units	**5 564**	2 074
Issued number of units	**4 162**	4 127
Reinvested number of units	**322**	152
Redeemed number of units	**(1 654)**	(789)
Ending number of units	**8 394**	5 564

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**2 198**	–
Fair value of collateral received	**2 241**	–

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL HIGH YIELD BOND FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
10 907 443	BlueBay Emerging Markets Corporate Bond Fund*	$ 116 573	$ 124 569	
TOTAL MUTUAL FUND UNITS		116 573	124 569	**4.7**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
2 114	Republic of Angola USD	7.000	16-Aug-19	$ 2 627	$ 2 823	
				2 627	2 823	**0.1**
Argentina						
4 350	Provincia de Buenos Aires USD	10.875	26-Jan-21	5 575	6 357	
2 150	Provincia de Buenos Aires USD	9.950	09-Jun-21	2 902	3 090	
3 292	Provincia de Neuquen Argentina USD	7.875	26-Apr-21	4 071	4 567	
4 540	YPF S.A. USD	8.875	19-Dec-18	5 996	6 368	
				18 544	20 382	**0.8**
Azerbaijan						
10 425	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	11 905	14 608	
4 250	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	4 669	5 002	
3 550	State Oil Co. of the Azerbaijan Republic USD	6.950	18-Mar-30	4 664	4 326	
				21 238	23 936	**0.9**
Bolivia						
4 450	Bolivian Government USD	5.950	22-Aug-23	5 644	6 624	
				5 644	6 624	**0.2**
Brazil						
1 930	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	2 378	2 613	
2 150	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	2 655	2 871	
2 365	Petrobras Global Finance BV USD	5.875	01-Mar-18	2 948	2 921	
3 000	Petrobras International Finance Co. USD	5.375	27-Jan-21	3 098	3 103	
14 530	Republic of Brazil USD	4.250	07-Jan-25	16 986	16 265	
5 800	Republic of Brazil USD	7.125	20-Jan-37	8 205	6 987	
				36 270	34 760	**1.3**
Canada						
7 000	Air Canada USD	6.750	01-Oct-19	8 403	10 079	
1 250	Air Canada	7.625	01-Oct-19	1 348	1 310	
2 000	Baytex Energy Corp. USD	5.125	01-Jun-21	2 088	1 951	
4 750	Baytex Energy Corp. USD	5.625	01-Jun-24	5 202	4 503	
9 000	Cascades Inc.	5.500	15-Jul-21	8 949	8 777	
1 990	Corus Entertainment Inc.	4.250	11-Feb-20	1 980	1 852	
5 500	Gibson Energy Inc.	7.000	15-Jul-20	5 588	5 328	
4 000	Gibson Energy Inc.	5.375	15-Jul-22	4 012	3 552	
9 000	Great Canadian Gaming Corp.	6.625	25-Jul-22	9 318	9 037	
5 000	Mattamy Group Corp. USD	6.500	15-Nov-20	5 807	6 607	
5 000	Mattamy Group Corp.	6.875	15-Nov-20	5 018	4 879	
5 000	MEG Energy Corp. USD	6.500	15-Mar-21	5 702	4 878	
5 000	New Gold Inc. USD	7.000	15-Apr-20	5 226	6 253	
3 000	New Gold Inc. USD	6.250	15-Nov-22	3 428	3 321	
5 850	Newalta Corp.	5.875	01-Apr-21	5 338	5 058	
7 150	Precision Drilling Corp. USD	5.250	15-Nov-24	7 782	6 950	
3 554	Quebecor Media Inc.	7.375	15-Jan-21	3 638	3 704	

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

December 31, 2015

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	$ 4 931	
8 820	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	9 576	10 801	
15 750	Videotron Ltd.	5.625	15-Jun-25	16 119	15 757	
8 000	Videotron Ltd.	5.750	15-Jan-26	8 009	7 995	
				127 567	127 523	**4.8**
Chile						
17 388	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	18 881	23 183	
3 550	Corp Nacional del Cobre de Chile USD	6.150	24-Oct-36	5 367	4 729	
				24 248	27 912	**1.0**
China						
4 896	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	5 605	7 063	
15 150	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	17 052	22 020	
5 045	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	6 110	7 329	
				28 767	36 412	**1.4**
Colombia						
2 475	Republic of Colombia USD	11.750	25-Feb-20	4 022	4 437	
8 250	Republic of Colombia USD	8.125	21-May-24	12 375	13 787	
7 440	Republic of Colombia USD	6.125	18-Jan-41	9 862	10 007	
				26 259	28 231	**1.1**
Costa Rica						
4 550	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	5 189	6 264	
2 700	Costa Rica Government USD	4.375	30-Apr-25	2 774	3 120	
2 450	Costa Rica Government USD	7.000	04-Apr-44	3 022	2 839	
				10 985	12 223	**0.5**
Croatia						
22 275	Croatia Government USD	6.750	05-Nov-19	28 863	33 074	
				28 863	33 074	**1.2**
Dominican Republic						
9 633	Dominican Republic USD	7.500	06-May-21	11 443	14 329	
11 675	Dominican Republic USD	7.450	30-Apr-44	14 904	16 293	
				26 347	30 622	**1.1**
Ecuador						
8 764	Government of Ecuador USD	7.950	20-Jun-24	9 719	9 066	
				9 719	9 066	**0.3**
Egypt						
4 025	Arab Republic of Egypt USD	5.875	11-Jun-25	5 004	4 837	
				5 004	4 837	**0.2**
El Salvador						
8 275	Republic of El Salvador USD	7.375	01-Dec-19	10 307	11 477	
2 850	Republic of El Salvador USD	6.375	18-Jan-27	3 553	3 359	
				13 860	14 836	**0.6**
France						
12 000	Numericable Group S.A. USD	6.000	15-May-22	13 764	16 148	
				13 764	16 148	**0.6**
Gabon						
1 475	Gabonese Republic USD	6.375	12-Dec-24	1 729	1 624	
				1 729	1 624	**0.1**
Georgia						
915	Georgia Government USD	6.875	12-Apr-21	1 158	1 317	
				1 158	1 317	–
Guatemala						
7 955	Republic of Guatemala USD	5.750	06-Jun-22	9 728	11 546	
				9 728	11 546	**0.4**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
19 860	Hungary Government USD	6.250	29-Jan-20	$ 28 859	$ 30 756	
12 900	Hungary Government USD	5.375	25-Mar-24	18 051	19 597	
1 610	Hungary Government USD	7.625	29-Mar-41	2 923	3 029	
				49 833	53 382	**2.0**
Iceland						
10 395	Iceland Government USD	5.875	11-May-22	13 448	16 361	
				13 448	16 361	**0.6**
India						
2 250	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	2 795	3 230	
7 275	Export-Import Bank of India USD	3.875	02-Oct-19	8 550	10 370	
4 260	NTPC Ltd. USD	5.625	14-Jul-21	5 604	6 409	
				16 949	20 009	**0.8**
Indonesia						
10 485	Government of Indonesia USD	4.875	05-May-21	12 134	15 070	
3 860	Government of Indonesia USD	5.250	17-Jan-42	4 421	4 852	
9 135	Pertamina Persero PT USD	5.625	20-May-43	9 355	9 956	
11 995	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	13 797	16 950	
				39 707	46 828	**1.8**
Iraq						
6 340	Republic of Iraq USD	5.800	15-Jan-28	6 314	5 944	
				6 314	5 944	**0.1**
Israel						
5 250	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	6 831	8 078	
				6 831	8 078	**0.2**
Ivory Coast						
8 225	Ivory Coast Government USD	5.750	31-Dec-32	9 075	10 180	
				9 075	10 180	**0.4**
Jamaica						
8 125	Jamaica Government USD	8.000	24-Jun-19	11 597	12 111	
1 156	Jamaica Government USD	11.625	15-Jan-22	1 834	2 005	
				13 431	14 116	**0.5**
Jordan						
4 640	Hikma Pharmaceuticals Plc. USD	4.250	10-Apr-20	5 831	6 244	
				5 831	6 244	**0.2**
Kazakhstan						
4 695	Government of Kazakhstan USD	5.125	21-Jul-25	6 257	6 436	
2 475	Government of Kazakhstan USD	4.875	14-Oct-44	2 846	2 873	
10 175	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	13 280	15 536	
5 025	Samruk-Energy JSC USD	3.750	20-Dec-17	5 257	6 814	
				27 640	31 659	**1.2**
Kenya						
4 250	Kenya Government USD	5.875	24-Jun-19	5 385	5 563	
				5 385	5 563	**0.2**
Lithuania						
7 700	Lithuania Government USD	6.125	09-Mar-21	10 523	12 302	
				10 523	12 302	**0.5**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Luxembourg						
5 000	Altice Financing S.A. USD	6.625	15-Feb-23	$ 6 472	$ 6 849	
8 725	ArcelorMittal USD	9.850	01-Jun-19	11 603	11 379	
2 275	ArcelorMittal USD	6.250	05-Aug-20	2 751	2 530	
4 000	ArcelorMittal USD	8.000	15-Oct-39	3 731	3 805	
12 000	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	14 955	16 169	
2 150	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	2 205	2 744	
3 000	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	3 551	3 632	
4 000	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	4 622	4 372	
				49 890	51 480	**1.9**
Macedonia						
2 100	Republic of Macedonia EUR	3.975	24-Jul-21	2 888	2 988	
				2 888	2 988	**0.1**
Malaysia						
1 950	Petronas Capital Ltd. USD	5.250	12-Aug-19	2 237	2 912	
				2 237	2 912	**0.1**
Mexico						
2 675	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	3 265	3 766	
4 575	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	5 688	6 109	
6 800	Comision Federal de Electricidad USD	4.875	26-May-21	7 971	9 550	
61 000	Mexican Bonos MXN	8.000	11-Jun-20	5 903	5 397	
2 350	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	2 716	3 292	
14 325	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	18 440	17 815	
4 500	Petroleos Mexicanos USD	5.500	21-Jan-21	5 963	6 296	
10 350	Petroleos Mexicanos USD	3.500	30-Jan-23	11 420	12 531	
5 050	United Mexican States USD	5.750	12-Oct-10	6 030	6 553	
				67 396	71 309	**2.7**
Morocco						
3 850	Morocco Government EUR	4.500	05-Oct-20	5 280	6 282	
1 640	Morocco Government USD	4.250	11-Dec-22	2 134	2 254	
3 125	OCP S.A. USD	5.625	25-Apr-24	3 574	4 405	
1 520	OCP S.A. USD	6.875	25-Apr-44	2 119	2 072	
				13 107	15 013	**0.6**
Netherlands						
8 000	Constellium N.V. USD	5.750	15-May-24	8 983	7 583	
6 000	NXP BV USD	5.750	15-Feb-21	6 764	8 665	
				15 747	16 248	**0.6**
Nigeria						
3 680	Nigeria Government USD	6.750	28-Jan-21	4 601	4 740	
				4 601	4 740	**0.2**
Pakistan						
5 280	Pakistan Government USD	7.250	15-Apr-19	6 712	7 520	
				6 712	7 520	**0.3**
Panama						
2 850	Republic of Panama USD	5.200	30-Jan-20	3 940	4 288	
15 530	Republic of Panama USD	7.125	29-Jan-26	21 611	26 832	
9 223	Republic of Panama USD	6.700	26-Jan-36	13 553	15 219	
				39 104	46 339	**1.7**
Paraguay						
5 300	Republic of Paraguay USD	4.625	25-Jan-23	6 879	7 145	
3 400	Republic of Paraguay USD	6.100	11-Aug-44	4 588	4 534	
				11 467	11 679	**0.4**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Peru						
4 425	Banco de Credito del Peru USD	5.375	16-Sep-20	$ 5 365	$ 6 506	
8 610	Peruvian Government USD	7.350	21-Jul-25	11 993	14 978	
6 575	Republic of Peru USD	5.625	18-Nov-50	8 671	9 333	
				26 029	30 817	**1.2**
Philippines						
1 200	Power Sector Assets & Liabilities Management Corp. USD	7.390	02-Dec-24	2 063	2 148	
11 730	Republic of Philippines USD	8.375	17-Jun-19	16 629	19 774	
15 181	Republic of Philippines USD	7.750	14-Jan-31	24 050	29 566	
				42 742	51 488	**1.9**
Poland						
16 020	Government of Poland USD	5.125	21-Apr-21	22 067	24 704	
				22 067	24 704	**1.0**
Qatar						
7 470	State of Qatar USD	6.400	20-Jan-40	11 495	13 089	
				11 495	13 089	**0.5**
Romania						
6 990	Romanian Government USD	6.750	07-Feb-22	9 272	11 383	
6 955	Romanian Government USD	6.125	22-Jan-44	10 137	11 294	
				19 409	22 677	**0.8**
Russia						
8 605	Gazprom PAO USD	9.250	23-Apr-19	11 686	13 331	
13 200	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	16 527	18 878	
15 700	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	19 553	22 128	
				47 766	54 337	**2.0**
Rwanda						
8 920	Rwanda International Government USD	6.625	02-May-23	10 567	11 821	
				10 567	11 821	**0.4**
Serbia						
14 550	Republic of Serbia USD	5.875	03-Dec-18	19 919	21 227	
				19 919	21 227	**0.8**
Singapore						
5 000	Flextronics International Ltd. USD	4.625	15-Feb-20	5 552	7 179	
				5 552	7 179	**0.3**
Slovenia						
13 235	Slovenia Government USD	5.500	26-Oct-22	16 026	20 489	
				16 026	20 489	**0.8**
South Africa						
6 195	Eskom Holdings Ltd. USD	5.750	26-Jan-21	7 317	7 490	
9 550	Republic of South Africa USD	4.665	17-Jan-24	11 151	12 631	
				18 468	20 121	**0.8**
Spain						
5 325	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	5 579	7 545	
				5 579	7 545	**0.3**
Sri Lanka						
9 300	Sri Lanka Government USD	6.250	04-Oct-20	11 549	12 511	
				11 549	12 511	**0.5**
Supranational						
6 490	African Export-Import Bank USD	5.750	27-Jul-16	7 220	9 115	
				7 220	9 115	**0.3**
Trinidad and Tobago						
2 100	Petroleum Co. of Trinidad & Tobago Ltd. USD	9.750	14-Aug-19	3 116	3 037	
				3 116	3 037	**0.1**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Turkey						
11 350	Export Credit Bank of Turkey USD	5.875	24-Apr-19	$ 14 216	$ 16 245	
11 925	Republic of Turkey USD	5.625	30-Mar-21	16 899	17 487	
2 100	Republic of Turkey USD	7.375	05-Feb-25	3 271	3 402	
7 730	Republic of Turkey USD	4.875	16-Apr-43	9 169	9 440	
				43 555	46 574	**1.7**
Ukraine						
1 140	JSC Ukreximbank USD	9.625	27-Apr-22	1 425	1 418	
8 600	Ukraine Government USD	7.750	01-Sep-19	11 140	11 113	
				12 565	12 531	**0.5**
United Arab Emirates						
6 485	Emirate of Dubai USD	7.750	05-Oct-20	8 137	10 883	
5 350	IPIC GMTN Ltd. USD	5.000	15-Nov-20	6 300	8 192	
				14 437	19 075	**0.7**
United Kingdom						
4 000	Ashtead Capital Inc.	6.500	15-Jul-22	5 233	5 798	
8 750	Ashtead Capital Inc.	5.625	01-Oct-24	11 300	12 319	
8 000	International Game Technology Plc. USD	6.250	15-Feb-22	9 923	10 405	
				26 456	28 522	**1.1**
United States						
15 000	Access Midstream Partners LP	4.875	15-May-23	17 119	16 852	
7 000	Alcoa Inc.	5.400	15-Apr-21	9 318	9 456	
8 524	Ally Financial Inc.	8.000	15-Mar-20	10 357	13 475	
2 750	Ally Financial Inc.	4.625	19-May-22	3 283	3 834	
3 000	Ally Financial Inc.	4.625	30-Mar-25	3 599	4 110	
8 600	AMC Entertainment Inc.	5.875	15-Feb-22	11 025	12 138	
5 000	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	5 647	7 680	
4 000	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	5 091	5 812	
3 000	Antero Resources Corp.	5.625	01-Jun-23	3 747	3 259	
9 000	Antero Resources Finance Corp.	5.375	01-Nov-21	10 175	10 025	
4 550	Avis Budget Car Rental LLC	5.500	01-Apr-23	5 798	6 351	
10 750	Avis Budget Car Rental LLC	5.250	15-Mar-25	13 483	14 150	
12 500	Ball Corp.	5.250	01-Jul-25	15 622	17 750	
6 650	Beazer Homes USA Inc.	6.625	15-Apr-18	6 941	9 328	
11 000	Berry Plastics Corp.	5.500	15-May-22	13 820	15 183	
7 000	Boyd Gaming Corp.	6.875	15-May-23	8 598	10 001	
6 396	Brunswick Corp.	4.625	15-May-21	6 712	8 872	
1 723	California Resources Corp.	5.500	15-Sep-21	1 932	763	
6 162	California Resources Corp.	8.000	15-Dec-22	8 300	4 508	
575	California Resources Corp.	6.000	15-Nov-24	545	245	
10 000	Calpine Corp.	6.000	15-Jan-22	11 917	14 352	
8 000	Carmike Cinemas Inc.	6.000	15-Jun-23	9 948	11 374	
4 500	CCO Holdings LLC	6.500	30-Apr-21	4 983	6 487	
15 000	CCOH Safari LLC	5.750	15-Feb-26	19 881	20 859	
6 000	CDW LLC	5.000	01-Sep-23	7 505	8 447	
7 000	Cedar Fair LP	5.250	15-Mar-21	7 891	10 025	
9 000	CenturyLink Inc.	6.750	01-Dec-23	11 148	11 722	
2 000	Chesapeake Energy Corp.	6.125	15-Feb-21	747	794	
8 475	Chesapeake Energy Corp.	8.000	15-Dec-22	14 696	5 805	
6 246	Choice Hotels International Inc.	5.750	01-Jul-22	6 864	9 291	
6 000	Cinemark USA Inc.	4.875	01-Jun-23	6 378	8 126	
3 000	CIT Group Inc.	3.875	19-Feb-19	3 771	4 141	
6 000	CIT Group Inc.	5.000	01-Aug-23	6 712	8 447	
6 675	CNH Industrial Capital LLC	3.875	16-Jul-18	8 290	8 959	
3 000	CommScope Inc.	4.375	15-Jun-20	3 715	4 193	
4 500	CommScope Inc.	5.500	15-Jun-24	4 927	5 939	
6 000	Communications Sales & Leasing Inc.	6.000	15-Apr-23	7 402	7 866	

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
5 000	Community Health Systems Inc.	7.125	15-Jul-20	$ 5 779	$ 6 927	
4 500	Community Health Systems Inc.	5.125	01-Aug-21	5 665	6 227	
4 000	Concho Resources Inc.	5.500	01-Apr-23	4 554	5 147	
12 000	Consol Energy Inc.	5.875	15-Apr-22	13 043	10 378	
3 000	Continental Resources Inc.	5.000	15-Sep-22	3 646	3 067	
5 750	Continental Resources Inc.	3.800	01-Jun-24	6 397	5 616	
7 000	Crown Castle International Corp.	4.875	15-Apr-22	8 226	10 073	
8 500	CSC Holdings LLC	6.750	15-Nov-21	9 227	11 585	
10 000	D.R. Horton Inc.	5.750	15-Aug-23	11 921	14 819	
1 950	Denbury Resources Inc.	6.375	15-Aug-21	2 017	985	
7 200	Denbury Resources Inc.	5.500	01-May-22	7 385	3 357	
8 500	DISH DBS Corp.	7.875	01-Sep-19	10 082	12 820	
5 500	DISH DBS Corp.	5.875	15-Nov-24	6 288	6 792	
7 000	Dynegy Inc.	6.750	01-Nov-19	7 974	9 153	
11 000	Equinix Inc.	5.375	01-Jan-22	12 931	15 677	
3 000	Frontier Communications Corp.	6.250	15-Sep-21	3 290	3 539	
8 000	Frontier Communications Corp.	7.125	15-Jan-23	8 721	9 603	
9 500	Frontier Communications Corp.	11.000	15-Sep-25	12 711	13 047	
8 000	Graphic Packaging International Inc.	4.750	15-Apr-21	8 853	11 346	
4 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	3 981	5 604	
10 000	HCA Inc.	5.875	15-Mar-22	11 941	14 633	
10 000	HCA Inc.	5.875	15-Feb-26	13 492	13 923	
6 000	HDTFS Inc.	6.250	15-Oct-22	6 286	8 634	
921	Hearst-Argyle Television Inc.	7.000	15-Jan-18	810	1 306	
12 000	Ingles Markets Inc.	5.750	15-Jun-23	13 727	16 646	
6 000	Kinder Morgan Inc.	7.800	01-Aug-31	7 825	7 806	
10 000	Lamar Media Corp.	5.375	15-Jan-24	11 510	14 321	
12 000	Lear Corp.	5.375	15-Mar-24	14 166	17 144	
14 000	Lennar Corp.	4.750	30-May-25	16 905	19 033	
6 900	LIN Television Corp.	6.375	15-Jan-21	8 790	10 037	
2 735	LIN Television Corp.	5.875	15-Nov-22	3 450	3 775	
9 000	MGM Resorts International	6.750	01-Oct-20	9 599	12 858	
3 750	MGM Resorts International	6.000	15-Mar-23	4 248	5 163	
9 400	Micron Technology Inc.	5.875	15-Feb-22	11 235	12 698	
6 500	Mobile Mini Inc.	7.875	01-Dec-20	7 216	9 354	
5 000	MPLX LP	5.500	15-Feb-23	6 301	6 088	
2 000	MPLX LP	4.500	15-Jul-23	2 464	2 490	
6 000	MPLX LP	4.875	01-Jun-25	7 359	7 472	
8 000	NCR Corp.	5.000	15-Jul-22	8 578	10 779	
7 000	Newfield Exploration Co.	5.625	01-Jul-24	8 233	7 991	
4 000	NRG Energy Inc.	7.875	15-May-21	4 262	5 217	
8 000	NRG Energy Inc.	6.250	01-May-24	8 986	9 356	
1 725	Oshkosh Corp.	5.375	01-Mar-22	2 024	2 399	
14 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	16 699	19 009	
2 000	Prestige Brands Inc.	8.125	01-Feb-20	2 206	2 878	
2 250	Prestige Brands Inc.	5.375	15-Dec-21	2 786	3 004	
4 850	Qwest Corp.	6.750	01-Dec-21	5 453	7 046	
6 000	Range Resources Corp.	5.750	01-Jun-21	7 265	6 600	
8 000	Range Resources Corp.	4.875	15-May-25	9 711	8 454	
7 500	Regal Entertainment Group	5.750	15-Mar-22	8 413	10 417	
4 500	Regal Entertainment Group	5.750	15-Jun-23	5 675	6 227	
6 000	Reynolds Group Issuer Inc.	6.875	15-Feb-21	6 855	8 572	
10 325	Rite Aid Corp.	6.125	01-Apr-23	13 400	14 840	
5 000	Rose Rock Midstream LP	5.625	15-Nov-23	5 935	4 947	
3 000	Sabine Pass Liquefaction LLC	5.750	15-May-24	3 833	3 632	

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
8 000	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	$ 10 008	$ 9 409	
4 000	Seagate HDD Cayman USD	4.750	01-Jun-23	4 395	4 852	
2 000	Seagate HDD Cayman USD	4.750	01-Jan-25	2 371	2 310	
10 137	Sinclair Television Group Inc.	5.375	01-Apr-21	11 573	14 114	
4 000	Six Flags Entertainment Corp.	5.250	15-Jan-21	4 392	5 632	
14 085	Smithfield Foods Inc.	6.625	15-Aug-22	16 390	20 293	
4 050	Sonic Automotive Inc.	7.000	15-Jul-22	4 635	5 954	
6 175	Sonic Automotive Inc.	5.000	15-May-23	6 656	8 160	
14 000	Sprint Capital Corp.	6.875	15-Nov-28	13 316	13 609	
5 000	Sprint Corp.	7.875	15-Sep-23	6 047	5 213	
6 225	Sprint Nextel Corp.	9.000	15-Nov-18	7 350	9 087	
5 350	Sprint Nextel Corp.	6.000	15-Nov-22	5 603	5 330	
35	T-Mobile USA Inc.	6.731	28-Apr-22	36	51	
14 500	T-Mobile USA Inc.	6.625	01-Apr-23	16 478	20 515	
500	T-Mobile USA Inc.	6.500	15-Jan-24	522	707	
10 500	Targa Resources Partners LP	6.875	01-Feb-21	12 615	13 221	
2 596	Targa Resources Partners LP	6.375	01-Aug-22	3 212	3 116	
4 275	Tempur Sealy International Inc.	6.875	15-Dec-20	4 836	6 226	
2 500	Tempur Sealy International Inc.	5.625	15-Oct-23	3 344	3 511	
6 250	Tenet Healthcare Corp.	6.000	01-Oct-20	7 055	9 145	
9 000	Tenet Healthcare Corp.	8.125	01-Apr-22	11 443	12 484	
13 000	The AES Corp.	5.500	15-Mar-24	14 805	16 144	
8 000	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	10 662	11 402	
305	The Hertz Corp.	7.500	15-Oct-18	408	432	
5 000	The Sun Products Corp.	7.750	15-Mar-21	5 983	6 036	
14 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	16 266	20 437	
9 000	Unit Corp.	6.625	15-May-21	10 000	9 029	
8 200	United Rentals North America Inc.	4.625	15-Jul-23	10 385	11 361	
7 800	United Rentals North America Inc.	5.500	15-Jul-25	9 971	10 510	
19 375	United States Treasury	2.500	15-May-24	24 766	27 403	
7 000	Universal Health Services Inc.	4.750	01-Aug-22	8 762	9 807	
5 000	VRX Escrow Corp. USD	6.125	15-Apr-25	5 989	6 192	
9 000	Whiting Petroleum Corp.	5.750	15-Mar-21	10 386	9 141	
3 250	Windstream Holdings Inc.	7.750	01-Oct-21	3 535	3 561	
3 000	Windstream Holdings Inc.	6.375	01-Aug-23	3 266	3 004	
1 400	WPX Energy Inc.	6.000	15-Jan-22	1 659	1 366	
9 000	WPX Energy Inc.	5.250	15-Sep-24	9 668	8 281	
7 000	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	7 940	9 216	
				1 034 944	1 137 391	**42.7**
Uruguay						
7 700	Republic of Uruguay USD	4.500	14-Aug-24	9 537	10 865	
5 600	Republic of Uruguay USD	7.625	21-Mar-36	8 393	9 608	
				17 930	20 473	**0.8**
Venezuela						
15 115	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	7 036	7 634	
4 655	Republic of Venezuela USD	9.250	15-Sep-27	3 088	2 696	
12 330	Republic of Venezuela USD	7.000	31-Mar-38	6 843	6 448	
				16 967	16 778	**0.7**
Vietnam						
13 415	Republic of Vietnam USD	4.800	19-Nov-24	16 577	17 943	
				16 577	17 943	**0.7**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Zambia						
6 250	Zambia Government USD	5.375	20-Sep-22	$ 6 551	$ 6 286	
				6 551	6 286	**0.2**
TOTAL BONDS				2 287 923	2 520 520	**94.5**
SHORT-TERM INVESTMENTS†				69 941	69 941	**2.6**
TOTAL INVESTMENTS				2 474 437	2 715 030	**101.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	7 096	**0.3**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(102 508)	**(3.8)**
TOTAL PORTFOLIO				$ 2 474 437	2 619 618	**98.3**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					44 646	**1.7**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 2 664 264	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 1 512 Sold USD 1 088 @ 1.3898	04-Jan-16	$ 7
Bought USD 8 643 Sold CAD 11 223 @ 0.7701	08-Jan-16	738
Bought USD 5 000 Sold CAD 6 777 @ 0.7378	12-Jan-16	143
Bought USD 14 452 Sold CAD 19 828 @ 0.7289	14-Jan-16	169
Bought BRL 48 648 Sold CAD 16 105 @ 3.0207	15-Jan-16	838
Bought PLN 39 784 Sold CAD 13 243 @ 3.0042	19-Jan-16	785
Bought USD 229 Sold CAD 310 @ 0.7382	22-Jan-16	7
Bought USD 10 366 Sold CAD 13 603 @ 0.7620	25-Jan-16	740
Bought USD 20 Sold CAD 26 @ 0.7581	25-Jan-16	1
Bought USD 15 Sold CAD 20 @ 0.7609	25-Jan-16	1
Bought USD 40 Sold CAD 52 @ 0.7637	25-Jan-16	3
Bought USD 20 Sold CAD 26 @ 0.7596	25-Jan-16	1
Bought USD 26 Sold CAD 35 @ 0.7510	25-Jan-16	1
Bought USD 60 Sold CAD 80 @ 0.7501	25-Jan-16	3
Bought USD 160 Sold CAD 213 @ 0.7518	25-Jan-16	9
Bought USD 85 Sold CAD 113 @ 0.7501	25-Jan-16	4
Bought CAD 4 995 Sold USD 3 600 @ 1.3874	26-Jan-16	13
Bought CAD 13 Sold USD 10 @ 1.3385	01-Feb-16	–
Bought USD 594 Sold CAD 782 @ 0.7593	01-Feb-16	40
Bought USD 10 Sold CAD 13 @ 0.7491	01-Feb-16	–
Bought CAD 19 460 Sold USD 14 000 @ 1.3900	03-Feb-16	90
Bought USD 6 892 Sold CAD 9 171 @ 0.7515	03-Feb-16	364
Bought USD 1 109 Sold CAD 1 523 @ 0.7281	03-Feb-16	11
Bought CAD 20 280 Sold USD 14 584 @ 1.3906	08-Feb-16	102
Bought CAD 12 495 Sold USD 9 000 @ 1.3884	09-Feb-16	43
Bought TRY 24 115 Sold CAD 11 035 @ 2.1852	10-Feb-16	273
Bought MXN 103 016 Sold CAD 8 115 @ 12.6939	16-Feb-16	126
Bought CAD 35 083 Sold USD 25 140 @ 1.3955	18-Feb-16	302
Bought CAD 42 511 Sold USD 30 583 @ 1.3900	19-Feb-16	198
Bought TRY 35 874 Sold CAD 16 279 @ 2.2037	19-Feb-16	501
Bought CAD 3 467 Sold USD 2 500 @ 1.3869	24-Feb-16	8
Bought USD 10 200 Sold CAD 13 599 @ 0.7500	24-Feb-16	512
Bought USD 51 Sold CAD 68 @ 0.7478	24-Feb-16	2
Bought USD 677 Sold CAD 926 @ 0.7314	24-Feb-16	11

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 27 810 Sold USD 20 000 @ 1.3905	07-Mar-16	$ 141
Bought CAD 1 389 Sold USD 1 000 @ 1.3895	08-Mar-16	6
Bought USD 175 Sold CAD 238 @ 0.7359	08-Mar-16	4
Bought USD 16 325 Sold CAD 22 406 @ 0.7286	08-Mar-16	179
Bought CAD 1 627 Sold EUR 1 074 @ 1.5148	09-Mar-16	9
Bought CAD 48 757 Sold USD 34 924 @ 1.3961	22-Mar-16	443
Bought CAD 34 838 Sold USD 25 000 @ 1.3935	29-Mar-16	253
Bought CAD 52 739 Sold USD 38 113 @ 1.3838	30-Mar-16	15
		$ 7 096

Contracts	Maturity Date	Unrealized Loss
Bought CAD 12 095 Sold USD 9 000 @ 1.3439	04-Jan-16	$ (357)
Bought CAD 45 004 Sold USD 34 584 @ 1.3013	04-Jan-16	(2 850)
Bought USD 34 584 Sold CAD 48 098 @ 0.7190	04-Jan-16	(244)
Bought USD 9 000 Sold CAD 12 497 @ 0.7202	04-Jan-16	(44)
Bought CAD 45 632 Sold USD 34 015 @ 1.3415	06-Jan-16	(1 435)
Bought CAD 33 738 Sold USD 25 771 @ 1.3092	08-Jan-16	(1 921)
Bought CAD 763 Sold EUR 520 @ 1.4675	08-Jan-16	(19)
Bought CAD 40 Sold USD 30 @ 1.3291	08-Jan-16	(2)
Bought CAD 33 Sold USD 25 @ 1.3349	08-Jan-16	(1)
Bought CAD 12 995 Sold USD 9 513 @ 1.3660	08-Jan-16	(169)
Bought CAD 16 144 Sold USD 12 180 @ 1.3255	11-Jan-16	(709)
Bought CAD 58 067 Sold USD 43 785 @ 1.3262	11-Jan-16	(2 518)
Bought CAD 40 737 Sold USD 31 212 @ 1.3052	12-Jan-16	(2 451)
Bought CAD 5 205 Sold USD 4 000 @ 1.3013	12-Jan-16	(329)
Bought CAD 19 194 Sold USD 14 617 @ 1.3131	12-Jan-16	(1 031)
Bought USD 1 300 Sold CAD 1 805 @ 0.7204	12-Jan-16	(6)
Bought USD 621 Sold CAD 862 @ 0.7203	12-Jan-16	(3)
Bought CAD 43 645 Sold USD 33 400 @ 1.3067	13-Jan-16	(2 570)
Bought USD 385 Sold CAD 534 @ 0.7204	13-Jan-16	(2)
Bought USD 496 Sold CAD 688 @ 0.7204	13-Jan-16	(2)
Bought CAD 31 525 Sold USD 24 230 @ 1.3011	14-Jan-16	(2 002)
Bought CAD 7 775 Sold USD 6 000 @ 1.2959	14-Jan-16	(527)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 48 974 Sold USD 37 390 @ 1.3098	14-Jan-16	$ (2 762)
Bought CAD 15 629 Sold USD 12 000 @ 1.3024	19-Jan-16	(975)
Bought CAD 75 983 Sold USD 58 394 @ 1.3012	19-Jan-16	(4 814)
Bought CAD 45 219 Sold USD 34 522 @ 1.3099	19-Jan-16	(2 548)
Bought CAD 13 778 Sold PLN 39 784 @ 0.3463	19-Jan-16	(250)
Bought CAD 47 717 Sold USD 36 863 @ 1.2944	21-Jan-16	(3 289)
Bought CAD 28 150 Sold USD 21 646 @ 1.3005	21-Jan-16	(1 801)
Bought CAD 51 458 Sold USD 39 988 @ 1.2868	22-Jan-16	(3 871)
Bought CAD 18 183 Sold USD 13 642 @ 1.3329	22-Jan-16	(693)
Bought CAD 44 377 Sold USD 33 820 @ 1.3122	25-Jan-16	(2 417)
Bought CAD 156 Sold USD 117 @ 1.3293	25-Jan-16	(6)
Bought CAD 78 Sold USD 59 @ 1.3303	25-Jan-16	(3)
Bought CAD 309 Sold USD 232 @ 1.3332	25-Jan-16	(12)
Bought CAD 333 Sold USD 250 @ 1.3324	25-Jan-16	(13)
Bought CAD 68 Sold USD 50 @ 1.3574	25-Jan-16	(1)
Bought CAD 13 071 Sold USD 9 569 @ 1.3660	25-Jan-16	(169)
Bought RUB 328 903 Sold CAD 6 581 @ 49.9810	25-Jan-16	(387)
Bought CAD 35 957 Sold USD 27 290 @ 1.3176	26-Jan-16	(1 802)
Bought CAD 9 910 Sold USD 7 200 @ 1.3764	26-Jan-16	(52)
Bought CAD 52 425 Sold USD 39 819 @ 1.3166	27-Jan-16	(2 669)
Bought CAD 34 025 Sold USD 26 289 @ 1.2943	29-Jan-16	(2 349)
Bought CAD 193 Sold USD 145 @ 1.3298	01-Feb-16	(8)
Bought CAD 120 Sold USD 90 @ 1.3359	01-Feb-16	(4)
Bought CAD 39 577 Sold USD 30 000 @ 1.3192	02-Feb-16	(1 931)
Bought CAD 4 009 Sold USD 3 045 @ 1.3165	02-Feb-16	(204)
Bought CAD 1 586 Sold EUR 1 107 @ 1.4325	02-Feb-16	(80)
Bought CAD 40 021 Sold USD 30 557 @ 1.3097	03-Feb-16	(2 257)
Bought CAD 6 425 Sold USD 4 900 @ 1.3113	03-Feb-16	(354)
Bought CAD 818 Sold EUR 570 @ 1.4344	03-Feb-16	(40)
Bought CAD 3 457 Sold USD 2 500 @ 1.3830	03-Feb-16	(2)
Bought CAD 27 246 Sold USD 19 837 @ 1.3735	04-Feb-16	(200)
Bought CAD 22 Sold EUR 15 @ 1.4689	05-Feb-16	(1)
Bought CAD 47 733 Sold USD 34 748 @ 1.3737	05-Feb-16	(344)
Bought CAD 48 202 Sold USD 36 689 @ 1.3138	08-Feb-16	(2 560)
Bought CAD 32 699 Sold USD 24 500 @ 1.3346	08-Feb-16	(1 199)
Bought CAD 11 454 Sold USD 8 700 @ 1.3165	09-Feb-16	(583)
Bought CAD 1 333 Sold USD 1 000 @ 1.3331	09-Feb-16	(50)
Bought CAD 4 729 Sold USD 3 500 @ 1.3513	09-Feb-16	(113)
Bought CAD 40 839 Sold USD 30 994 @ 1.3177	10-Feb-16	(2 043)
Bought CAD 1 263 Sold EUR 882 @ 1.4315	11-Feb-16	(65)
Bought CAD 26 561 Sold USD 19 895 @ 1.3350	11-Feb-16	(965)
Bought CAD 50 021 Sold USD 38 211 @ 1.3091	12-Feb-16	(2 846)
Bought CAD 49 363 Sold USD 37 048 @ 1.3324	12-Feb-16	(1 895)
Bought CAD 41 040 Sold USD 31 352 @ 1.3090	16-Feb-16	(2 336)
Bought RUB 678 336 Sold CAD 13 049 @ 51.9820	16-Feb-16	(354)
Bought CAD 48 284 Sold USD 36 400 @ 1.3265	17-Feb-16	(2 077)
Bought CAD 18 133 Sold USD 13 596 @ 1.3337	17-Feb-16	(677)
Bought CAD 14 251 Sold USD 10 677 @ 1.3348	18-Feb-16	(521)
Bought CAD 4 007 Sold USD 3 000 @ 1.3358	18-Feb-16	(143)
Bought CAD 10 632 Sold USD 8 000 @ 1.3289	19-Feb-16	(437)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 14 124 Sold TRY 31 166 @ 0.4532	19-Feb-16	$ (455)
Bought CAD 53 131 Sold USD 40 000 @ 1.3283	22-Feb-16	(2 209)
Bought CAD 10 842 Sold USD 8 150 @ 1.3303	22-Feb-16	(434)
Bought MXN 241 648 Sold CAD 19 405 @ 12.4530	22-Feb-16	(80)
Bought CAD 17 290 Sold USD 13 000 @ 1.3300	23-Feb-16	(696)
Bought CAD 60 112 Sold USD 43 561 @ 1.3799	23-Feb-16	(155)
Bought CAD 6 313 Sold USD 4 741 @ 1.3316	24-Feb-16	(246)
Bought CAD 29 464 Sold USD 22 125 @ 1.3317	24-Feb-16	(1 146)
Bought USD 6 320 Sold CAD 8 805 @ 0.7178	24-Feb-16	(61)
Bought CAD 60 445 Sold USD 45 292 @ 1.3346	25-Feb-16	(2 216)
Bought CAD 1 907 Sold EUR 1 330 @ 1.4335	26-Feb-16	(96)
Bought CAD 29 298 Sold USD 22 000 @ 1.3317	26-Feb-16	(1 139)
Bought CAD 14 748 Sold USD 11 031 @ 1.3370	26-Feb-16	(513)
Bought CAD 49 601 Sold USD 37 255 @ 1.3314	29-Feb-16	(1 940)
Bought CAD 42 486 Sold USD 31 938 @ 1.3303	01-Mar-16	(1 700)
Bought CAD 63 356 Sold USD 47 406 @ 1.3365	02-Mar-16	(2 228)
Bought CAD 45 179 Sold USD 33 888 @ 1.3332	03-Mar-16	(1 704)
Bought CAD 48 307 Sold USD 36 122 @ 1.3373	04-Mar-16	(1 666)
Bought CAD 15 896 Sold USD 11 902 @ 1.3356	07-Mar-16	(570)
Bought CAD 1 370 Sold USD 1 026 @ 1.3351	07-Mar-16	(50)
Bought CAD 2 716 Sold USD 2 000 @ 1.3579	07-Mar-16	(51)
Bought CAD 28 584 Sold USD 20 992 @ 1.3616	07-Mar-16	(458)
Bought BRL 27 805 Sold CAD 9 624 @ 2.8890	08-Mar-16	(111)
Bought CAD 50 396 Sold USD 37 641 @ 1.3389	08-Mar-16	(1 678)
Bought USD 2 800 Sold CAD 3 909 @ 0.7163	08-Mar-16	(35)
Bought CAD 48 005 Sold USD 36 072 @ 1.3308	09-Mar-16	(1 898)
Bought CAD 24 198 Sold USD 18 105 @ 1.3365	10-Mar-16	(849)
Bought CAD 23 557 Sold USD 17 645 @ 1.3351	10-Mar-16	(854)
Bought CAD 3 333 Sold USD 2 500 @ 1.3332	10-Mar-16	(126)
Bought CAD 51 106 Sold USD 37 200 @ 1.3738	10-Mar-16	(358)
Bought CAD 37 176 Sold USD 27 492 @ 1.3523	11-Mar-16	(857)
Bought CAD 1 179 Sold EUR 794 @ 1.4845	14-Mar-16	(17)
Bought CAD 48 805 Sold USD 36 000 @ 1.3557	15-Mar-16	(998)
Bought CAD 5 938 Sold USD 4 298 @ 1.3817	17-Mar-16	(7)
Bought CAD 34 015 Sold USD 24 980 @ 1.3617	18-Mar-16	(543)
		$ (102 508)
TOTAL FOREIGN EXCHANGE		$ (95 412)

All counterparties have a credit rating of at least A.

* 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 0.42% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 715 030**	$ 2 139 397
Cash	**335**	222
Due from investment dealers	**1 445**	–
Subscriptions receivable	**4 429**	13 101
Futures contracts margin receivable	**–**	122
Unrealized gain on foreign exchange contracts	**7 096**	4 121
Dividends receivable, interest accrued and other assets	**40 728**	30 782
TOTAL ASSETS	**2 769 063**	2 187 745
LIABILITIES		
Redemptions payable	**1 617**	1 272
Unrealized loss on futures contracts	**–**	163
Unrealized loss on foreign exchange contracts	**102 508**	43 214
Accounts payable and accrued expenses	**674**	845
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**104 799**	45 494
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 664 264**	$ 2 142 251
Investments at cost	**$ 2 474 437**	$ 2 015 969
NAV		
SERIES A	**$ 161 111**	$ 200 596
ADVISOR SERIES	**$ 184 338**	$ 237 055
SERIES H	**$ 5 963**	$ 3 695
SERIES D	**$ 30 946**	$ 33 265
SERIES F	**$ 92 447**	$ 98 213
SERIES I	**$ 8 097**	$ 7 224
SERIES O	**$ 2 181 362**	$ 1 562 203
NAV PER UNIT		
SERIES A	**$ 9.84**	$ 10.36
ADVISOR SERIES	**$ 9.78**	$ 10.29
SERIES H	**$ 10.00**	$ 10.52
SERIES D	**$ 9.98**	$ 10.51
SERIES F	**$ 10.10**	$ 10.63
SERIES I	**$ 10.35**	$ 10.90
SERIES O	**$ 10.05**	$ 10.59

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 905**	$ 235
Interest for distribution purposes	**151 399**	89 901
Net gain (loss) from futures contracts	**(118)**	(1 575)
Other income received from underlying funds	**6 707**	4 131
Securities lending revenue (see note 6 in the generic notes)	**310**	71
Capital gains received from underlying funds	**7 419**	4 009
Net realized gain (loss) on investments	**121 543**	34 718
Net gain (loss) on foreign currencies and other net assets	**(346 265)**	(100 722)
Change in unrealized gain (loss) on investments	**60 846**	55 288
TOTAL INCOME (LOSS)	**2 746**	86 056
EXPENSES (see notes – Fund Specific Information)		
Management fees	**7 161**	8 227
Administration fees	**787**	612
Independent Review Committee costs	**3**	3
GST/HST	**882**	972
Transaction costs	**8**	20
Withholding tax	**154**	17
TOTAL EXPENSES	**8 995**	9 851
INCREASE (DECREASE) IN NAV	**$ (6 249)**	$ 76 205
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 028)**	$ 10 472
ADVISOR SERIES	**$ (989)**	$ 13 137
SERIES H	**$ (134)**	$ 116
SERIES D	**$ (72)**	$ 1 936
SERIES F	**$ (89)**	$ 5 549
SERIES I	**$ (73)**	$ 111
SERIES O	**$ (3 864)**	$ 44 884
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.17)**	$ 0.40
ADVISOR SERIES	**$ (0.17)**	$ 0.41
SERIES H	**$ (0.16)**	$ 0.43
SERIES D	**$ (0.10)**	$ 0.48
SERIES F	**$ (0.08)**	$ 0.50
SERIES I	**$ (0.07)**	$ 0.49
SERIES O	**$ 0.01**	$ 0.58

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (6 249)**	$ 76 205
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(121 543)**	(34 718)
Change in unrealized loss (gain) on investments	**(60 846)**	(55 288)
(Increase) decrease in accrued receivables	**(9 946)**	(12 108)
Increase (decrease) in accrued payables	**(334)**	111
Cost of investments purchased	**(3 064 786)**	(2 746 285)
Proceeds on sales of investments	**2 726 416**	1 979 197
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(537 288)**	(792 886)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 046 282**	1 115 963
Cash paid on redemption of redeemable units	**(504 794)**	(312 907)
Distributions paid to holders of redeemable units	**(4 209)**	(9 922)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 537 279**	$ 793 134
Net increase (decrease) in cash for the period	**(9)**	248
Cash (bank overdraft), beginning of period	**344**	96
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 335**	$ 344
Interest received (paid)	**$ 141 334**	$ 77 853
Dividends received, net of withholding taxes	**$ 863**	$ 99

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 200 596**	$ 230 557	**$ 237 055**	$ 280 799	**$ 3 695**	$ 2 502	**$ 33 265**	$ 37 350
INCREASE (DECREASE) IN NAV	**(1 028)**	10 472	**(989)**	13 137	**(134)**	116	**(72)**	1 936
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**15 732**	26 539	**21 982**	30 674	**4 905**	1 949	**6 901**	10 827
Reinvestments of distributions to holders of redeemable units	**6 619**	8 040	**6 964**	8 651	**138**	83	**1 518**	1 659
Redemption of redeemable units	**(53 557)**	(66 196)	**(72 113)**	(85 379)	**(2 369)**	(839)	**(9 086)**	(16 802)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(31 206)**	(31 617)	**(43 167)**	(46 054)	**2 674**	1 193	**(667)**	(4 316)
Distributions from net income	**(7 251)**	(8 816)	**(8 561)**	(10 827)	**(272)**	(116)	**(1 580)**	(1 705)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(7 251)**	(8 816)	**(8 561)**	(10 827)	**(272)**	(116)	**(1 580)**	(1 705)
NET INCREASE (DECREASE) IN NAV	**(39 485)**	(29 961)	**(52 717)**	(43 744)	**2 268**	1 193	**(2 319)**	(4 085)
NAV AT END OF PERIOD	**$ 161 111**	$ 200 596	**$ 184 338**	$ 237 055	**$ 5 963**	$ 3 695	**$ 30 946**	$ 33 265

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 98 213**	$ 104 214	**$ 7 224**	$ 2 397	**$ 1 562 203**	$ 604 570	**$ 2 142 251**	$ 1 262 389
INCREASE (DECREASE) IN NAV	**(89)**	5 549	**(73)**	111	**(3 864)**	44 884	**(6 249)**	76 205
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**39 661**	34 308	**4 233**	6 226	**944 196**	1 014 171	**1 037 610**	1 124 694
Reinvestments of distributions to holders of redeemable units	**3 162**	3 155	**377**	148	**125 363**	49 858	**144 141**	71 594
Redemption of redeemable units	**(43 610)**	(44 098)	**(3 233)**	(1 470)	**(321 171)**	(96 332)	**(505 139)**	(311 116)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(787)**	(6 635)	**1 377**	4 904	**748 388**	967 697	**676 612**	885 172
Distributions from net income	**(4 890)**	(4 915)	**(431)**	(188)	**(125 365)**	(54 948)	**(148 350)**	(81 515)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 890)**	(4 915)	**(431)**	(188)	**(125 365)**	(54 948)	**(148 350)**	(81 515)
NET INCREASE (DECREASE) IN NAV	**(5 766)**	(6 001)	**873**	4 827	**619 159**	957 633	**522 013**	879 862
NAV AT END OF PERIOD	**$ 92 447**	$ 98 213	**$ 8 097**	$ 7 224	**$ 2 181 362**	$ 1 562 203	**$ 2 664 264**	$ 2 142 251

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

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 2015**	December 31 2014
AAA	**1.5**	0.9
AA	**2.5**	2.5
A	**2.8**	3.9
BBB	**19.6**	24.6
BB	**41.7**	37.5
B	**26.3**	26.6
CCC	**4.7**	1.9
Unrated	**0.9**	2.1
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 2015**	December 31 2014
United States	**42.7**	40.9
Canada	**4.8**	6.3
Income Funds	**4.7**	4.9
Mexico	**2.7**	3.1
Russia	**2.0**	1.5
Hungary	**2.0**	0.7
Philippines	**1.9**	2.1
Luxembourg	**1.9**	1.1
Indonesia	**1.8**	2.6
Panama	**1.7**	1.3
Turkey	**1.7**	2.1
China	**1.4**	1.1
Brazil	**1.3**	1.7
Kazakhstan	**1.2**	2.1
Peru	**1.2**	1.7
Croatia	**1.2**	1.4
Colombia	**1.1**	2.1
Chile	**1.0**	1.6
Other Countries	**20.5**	22.2
Cash/Other	**3.2**	(0.5)
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**1.0**	0.7
1 – 5 years	**23.9**	19.1
5 – 10 years	**62.6**	66.5
> 10 years	**12.5**	13.7
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 5.2%). 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 2015**	December 31 2014
Mexican peso	**–**	1.2
United States dollar	**–**	0.6
Brazilian real	**–**	1.0
Philippine peso	**–**	0.2
Other currencies	**–**	0.1
Total	**–**	3.1

As at December 31, 2015, 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, 2014 – 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**124 569**	**–**	**–**	**124 569**
Fixed-income and debt securities	**–**	**2 520 520**	**–**	**2 520 520**
Short-term investments	**–**	**69 941**	**–**	**69 941**
Derivatives – assets	**–**	**7 096**	**–**	**7 096**
Derivatives – liabilities	**–**	**(102 508)**	**–**	**(102 508)**
Total financial instruments	**124 569**	**2 495 049**	**–**	**2 619 618**
% of total portfolio	**4.8**	**95.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.40%
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 2015	December 31 2014
Units held		
Series H	**107**	102
Series I	**105**	100
Value of all units	**2**	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Emerging Markets Corporate Bond Fund	**4.7**	**17.8**	4.9	17.5

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	304 952
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)	**2015**	2014
Series A		
Opening units	**19 365**	22 379
Issued number of units	**1 507**	2 508
Reinvested number of units	**651**	767
Redeemed number of units	**(5 151)**	(6 289)
Ending number of units	**16 372**	19 365
Advisor Series		
Opening units	**23 033**	27 429
Issued number of units	**2 121**	2 921
Reinvested number of units	**689**	830
Redeemed number of units	**(6 991)**	(8 147)
Ending number of units	**18 852**	23 033
Series H		
Opening units	**351**	240
Issued number of units	**461**	181
Reinvested number of units	**13**	8
Redeemed number of units	**(228)**	(78)
Ending number of units	**597**	351
Series D		
Opening units	**3 165**	3 574
Issued number of units	**653**	1 009
Reinvested number of units	**147**	156
Redeemed number of units	**(864)**	(1 574)
Ending number of units	**3 101**	3 165
Series F		
Opening units	**9 241**	9 863
Issued number of units	**3 711**	3 156
Reinvested number of units	**303**	293
Redeemed number of units	**(4 097)**	(4 071)
Ending number of units	**9 158**	9 241
Series I		
Opening units	**663**	223
Issued number of units	**382**	560
Reinvested number of units	**35**	14
Redeemed number of units	**(298)**	(134)
Ending number of units	**782**	663
Series O		
Opening units	**147 542**	57 822
Issued number of units	**87 914**	94 029
Reinvested number of units	**12 102**	4 673
Redeemed number of units	**(30 575)**	(8 982)
Ending number of units	**216 983**	147 542

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**8**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**131 604**	70 392
Fair value of collateral received	**134 236**	71 799

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 2015	December 31 2014
RBC Balanced Growth & Income Class	**0.2**	–
RBC Balanced Growth & Income Fund	**2.3**	2.0
RBC Conservative Growth & Income Fund	**0.2**	–
RBC Managed Payout Solution	**6.8**	7.3
RBC Managed Payout Solution – Enhanced	**12.2**	16.0
RBC Managed Payout Solution – Enhanced Plus	**6.5**	8.4
RBC Monthly Income High Yield Bond Fund	**0.3**	0.2
RBC Select Balanced Portfolio	**6.0**	4.0
RBC Select Conservative Portfolio	**21.0**	8.3
RBC Select Very Conservative Portfolio	**7.1**	3.8
Total	**62.6**	50.0

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

renamed RBC Strategic Income Bond Fund effective January 25, 2016

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
711 304	BlueBay Emerging Markets Corporate Bond Fund*	$ 8 081	$ 8 123	**16.3**
418 417	BlueBay Global Convertible Bond Fund (Canada)*	4 989	5 145	**10.3**
684 368	RBC Emerging Markets Bond Fund*	7 672	8 116	**16.3**
1 352 154	RBC Global Corporate Bond Fund*	13 181	12 874	**25.9**
744 244	RBC Global High Yield Bond Fund*	7 893	7 482	**15.0**
746 215	RBC High Yield Bond Fund*	7 987	7 499	**15.1**
TOTAL MUTUAL FUND UNITS		49 803	49 239	**98.9**
SHORT-TERM INVESTMENTS†		646	646	**1.3**
TOTAL INVESTMENTS		$ 50 449	49 885	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(119)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 49 766	**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 0.50% and mature on January 4, 2016.

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

RBC MONTHLY INCOME HIGH YIELD BOND FUND

renamed RBC Strategic Income Bond Fund effective January 25, 2016

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 49 885**	$ 23 997
Cash	**65**	2
Subscriptions receivable	**170**	66
Dividends receivable, interest accrued and other assets	**3**	–
TOTAL ASSETS	**50 123**	24 065
LIABILITIES		
Due to investment dealers	**265**	195
Redemptions payable	**17**	2
Distributions payable	**13**	–
Accounts payable and accrued expenses	**62**	33
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**357**	230
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 49 766**	$ 23 835
Investments at cost	**$ 50 449**	$ 23 748
NAV		
SERIES A	**$ 29 226**	$ 16 050
ADVISOR SERIES	**$ 4 755**	$ 1 699
SERIES H	**$ 773**	$ 1
SERIES D	**$ 10 642**	$ 5 556
SERIES F	**$ 2 902**	$ 145
SERIES I	**$ 1 467**	$ 383
SERIES O	**$ 1**	$ 1
NAV PER UNIT		
SERIES A	**$ 10.29**	$ 10.33
ADVISOR SERIES	**$ 10.30**	$ 10.35
SERIES H	**$ 10.32**	$ 10.33
SERIES D	**$ 10.48**	$ 10.45
SERIES F	**$ 10.52**	$ 10.48
SERIES I	**$ 10.43**	$ 10.38
SERIES O	**$ 10.61**	$ 10.49

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 3**	$ 3
Other income received from underlying funds	**1 876**	803
Capital gains received from underlying funds	**746**	233
Net realized gain (loss) on investments	**50**	50
Net gain (loss) on foreign currencies and other net assets	**(4)**	(2)
Change in unrealized gain (loss) on investments	**(813)**	230
TOTAL INCOME (LOSS)	**1 858**	1 317
EXPENSES (see notes – Fund Specific Information)		
Management fees	**495**	226
Administration fees	**18**	9
Independent Review Committee costs	**3**	3
GST/HST	**53**	25
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**566**	260
INCREASE (DECREASE) IN NAV	**$ 1 292**	$ 1 057
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 817**	$ 710
ADVISOR SERIES	**$ 86**	$ 64
SERIES H	**$ 1**	$ –
SERIES D	**$ 341**	$ 255
SERIES F	**$ 26**	$ 12
SERIES I	**$ 21**	$ 16
SERIES O	**$ –**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.36**	$ 0.63
ADVISOR SERIES	**$ 0.33**	$ 0.60
SERIES H	**$ 0.33**	$ 0.89
SERIES D	**$ 0.42**	$ 0.71
SERIES F	**$ 0.42**	$ 0.81
SERIES I	**$ 0.44**	$ 0.67
SERIES O	**$ 0.56**	$ 0.89

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 1 292**	$ 1 057
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(50)**	(50)
Change in unrealized loss (gain) on investments	**813**	(230)
(Increase) decrease in accrued receivables	**(3)**	1
Increase (decrease) in accrued payables	**29**	218
Cost of investments purchased	**(176 655)**	(96 159)
Proceeds on sales of investments	**150 074**	80 330
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(24 500)**	(14 833)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**34 766**	18 928
Cash paid on redemption of redeemable units	**(10 018)**	(4 023)
Distributions paid to holders of redeemable units	**(185)**	(75)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 24 563**	$ 14 830
Net increase (decrease) in cash for the period	**63**	(3)
Cash (bank overdraft), beginning of period	**2**	5
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 65**	$ 2
Interest received (paid)	**$ 3**	$ 4
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 16 050**	$ 6 170	**$ 1 699**	$ 185	**$ 1**	$ 15	**$ 5 556**	$ 1 524
INCREASE (DECREASE) IN NAV	**817**	710	**86**	64	**1**	–	**341**	255
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**18 258**	11 087	**3 762**	1 990	**777**	–	**7 847**	5 328
Reinvestments of distributions to holders of redeemable units	**1 246**	550	**112**	42	**19**	–	**443**	177
Redemption of redeemable units	**(5 828)**	(1 892)	**(736)**	(519)	**–**	(14)	**(3 081)**	(1 542)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**13 676**	9 745	**3 138**	1 513	**796**	(14)	**5 209**	3 963
Distributions from net income	**(871)**	(393)	**(95)**	(43)	**(13)**	–	**(304)**	(129)
Distributions from net gains	**(446)**	(182)	**(73)**	(20)	**(12)**	–	**(160)**	(57)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 317)**	(575)	**(168)**	(63)	**(25)**	–	**(464)**	(186)
NET INCREASE (DECREASE) IN NAV	**13 176**	9 880	**3 056**	1 514	**772**	(14)	**5 086**	4 032
NAV AT END OF PERIOD	**$ 29 226**	$ 16 050	**$ 4 755**	$ 1 699	**$ 773**	$ 1	**$ 10 642**	$ 5 556

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 145**	$ 98	**$ 383**	$ 1	**$ 1**	$ 2	**$ 23 835**	$ 7 995
INCREASE (DECREASE) IN NAV	**26**	12	**21**	16	**–**	–	**1 292**	1 057
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**3 136**	96	**1 090**	379	**–**	–	**34 870**	18 880
Reinvestments of distributions to holders of redeemable units	**68**	3	**23**	–	**–**	–	**1 911**	772
Redemption of redeemable units	**(383)**	(57)	**(5)**	–	**–**	(1)	**(10 033)**	(4 025)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 821**	42	**1 108**	379	**–**	(1)	**26 748**	15 627
Distributions from net income	**(45)**	(5)	**(22)**	(9)	**–**	–	**(1 350)**	(579)
Distributions from net gains	**(45)**	(2)	**(23)**	(4)	**–**	–	**(759)**	(265)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(90)**	(7)	**(45)**	(13)	**–**	–	**(2 109)**	(844)
NET INCREASE (DECREASE) IN NAV	**2 757**	47	**1 084**	382	**–**	(1)	**25 931**	15 840
NAV AT END OF PERIOD	**$ 2 902**	$ 145	**$ 1 467**	$ 383	**$ 1**	$ 1	**$ 49 766**	$ 23 835

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

RBC MONTHLY INCOME HIGH YIELD BOND FUND

renamed RBC Strategic Income Bond Fund effective January 25, 2016

December 31, 2015

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**98.9**	98.5
Cash/Other	**1.1**	1.5
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 5.1%). 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, 2015, 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, 2014 – 0.5%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**49 239**	**–**	**–**	**49 239**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**646**	**–**	**646**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**49 239**	**646**	**–**	**49 885**
% of total portfolio	**98.7**	**1.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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

RBC MONTHLY INCOME HIGH YIELD BOND FUND

renamed RBC Strategic Income Bond Fund effective January 25, 2016

December 31, 2015

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 2015	December 31 2014
Units held		
Series A	**–**	107
Advisor Series	**–**	107
Series H	**113**	107
Series D	**–**	107
Series F	**–**	107
Series I	**114**	108
Series O	**113**	107
Value of all units	**4**	8

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Emerging Markets Corporate Bond Fund	**16.3**	**1.2**	15.5	0.6
BlueBay Global Convertible Bond Fund (Canada)	**10.3**	**0.4**	10.3	0.2
RBC Emerging Markets Bond Fund	**16.3**	**1.4**	15.4	0.8
RBC Global Corporate Bond Fund	**25.9**	**0.2**	25.8	0.2
RBC Global High Yield Bond Fund	**15.0**	**0.3**	15.7	0.2
RBC High Yield Bond Fund	**15.1**	**0.4**	15.8	0.3

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 554**	615
Issued number of units	**1 718**	1 068
Reinvested number of units	**119**	53
Redeemed number of units	**(550)**	(182)
Ending number of units	**2 841**	1 554
Advisor Series		
Opening units	**164**	18
Issued number of units	**356**	192
Reinvested number of units	**11**	4
Redeemed number of units	**(69)**	(50)
Ending number of units	**462**	164

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

RBC MONTHLY INCOME HIGH YIELD BOND FUND

renamed RBC Strategic Income Bond Fund effective January 25, 2016

December 31, 2015

For the periods ended December 31 (see note 2 in the generic notes)	**2015**	2014
Series H		
Opening units	**–**	1
Issued number of units	**73**	–
Reinvested number of units	**2**	–
Redeemed number of units	**–**	(1)
Ending number of units	**75**	–
Series D		
Opening units	**532**	151
Issued number of units	**728**	511
Reinvested number of units	**42**	17
Redeemed number of units	**(286)**	(147)
Ending number of units	**1 016**	532
Series F		
Opening units	**14**	10
Issued number of units	**291**	10
Reinvested number of units	**6**	–
Redeemed number of units	**(35)**	(6)
Ending number of units	**276**	14
Series I		
Opening units	**37**	–
Issued number of units	**102**	37
Reinvested number of units	**2**	–
Redeemed number of units	**–**	–
Ending number of units	**141**	37
Series O		
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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC EMERGING MARKETS FOREIGN EXCHANGE FUND

December 31, 2015

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
BANKERS ACCEPTANCES AND BANK OBLIGATIONS				
8 250	Bank of Montreal	$ 8 243	$ 8 243	
19 880	Bank of Nova Scotia	19 869	19 869	
21 890	Canadian Imperial Bank of Commerce	21 871	21 871	
9 960	HSBC Bank Canada	9 947	9 947	
21 680	National Bank of Canada	21 653	21 653	
20 560	Toronto-Dominion Bank	20 546	20 546	
		102 129	102 129	**39.7**
COMMERCIAL PAPER				
10 370	Banner Trust	10 350	10 350	
8 500	Bay Street Funding Trust - Class A	8 469	8 469	
2 660	Bell Canada International Inc.	2 657	2 657	
7 340	Clarity Trust	7 326	7 326	
5 520	Enbridge Gas Distribution Inc.	5 510	5 510	
5 100	Enbridge Pipelines Inc.	5 097	5 097	
5 100	Fusion Trust	5 089	5 089	
12 000	Honda Canada Finance Inc.	11 981	11 981	
8 780	Husky Energy Inc.	8 766	8 766	
11 380	Inter Pipeline Ltd.	11 363	11 363	
9 130	King Street Funding Trust	9 111	9 111	
11 490	Merit Trust - Senior Notes	11 465	11 465	
120	Potash Corporation of Saskatchewan Inc.	166	166	
9 940	Prime Trust - Senior Notes	9 918	9 918	
9 870	SAFE Trust - Series 1996-1	9 850	9 850	
10 850	SOUND Trust	10 828	10 828	
8 390	SURE Trust	8 374	8 374	
5 530	TransCanada PipeLines Ltd.	5 520	5 520	
7 880	Zeus Receivables Trust - Senior Notes	7 864	7 864	
		149 704	149 704	**58.2**
FEDERAL OBLIGATIONS				
351	Government of Canada Treasury Bills	350	350	
		350	350	**0.1**
TOTAL SHORT-TERM INVESTMENTS		252 183	252 183	**98.0**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
1	EUR/USD, Put @ 1.10 February 25, 2016	$ 36	$ 46	
TOTAL OTHER INVESTMENTS		36	46	–
TOTAL INVESTMENTS		252 219	252 229	**98.0**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	7 127	**2.8**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(2 189)	**(0.9)**
TOTAL PORTFOLIO		$ 252 219	257 167	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			133	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 257 300	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 3 501 Sold RON 10 431 @ 0.3357	04-Jan-16	$ 30
Bought RON 10 431 Sold CAD 3 401 @ 3.0668	04-Jan-16	70
Bought USD 1 786 Sold RON 7 237 @ 0.2468	04-Jan-16	63
Bought SGD 6 400 Sold CAD 5 881 @ 1.0882	07-Jan-16	364
Bought SGD 1 191 Sold CAD 1 126 @ 1.0576	07-Jan-16	36
Bought BRL 10 156 Sold CAD 3 305 @ 3.0733	08-Jan-16	243
Bought IDR 48 794 000 Sold CAD 4 230 @ 11535.0000	08-Jan-16	660
Bought IDR 4 979 451 Sold CAD 483 @ 10320.0000	08-Jan-16	17
Bought IDR 2 970 438 Sold CAD 287 @ 10350.0000	08-Jan-16	11
Bought PLN 9 058 Sold CAD 3 138 @ 2.8865	08-Jan-16	57
Bought PLN 1 456 Sold CAD 481 @ 3.0254	08-Jan-16	32
Bought USD 1 759 Sold TWD 57 585 @ 0.0305	11-Jan-16	11
Bought CNY 42 727 Sold CAD 8 840 @ 4.8335	13-Jan-16	236
Bought PHP 106 400 Sold CAD 2 998 @ 35.4848	14-Jan-16	130
Bought KRW 6 664 530 Sold CAD 7 528 @ 885.2500	15-Jan-16	327
Bought KRW 275 724 Sold CAD 319 @ 865.6000	15-Jan-16	6
Bought KRW 371 921 Sold CAD 429 @ 866.5000	15-Jan-16	9
Bought TWD 181 420 Sold CAD 7 356 @ 24.6628	19-Jan-16	264
Bought INR 250 040 Sold USD 3 719 @ 67.2380	20-Jan-16	69
Bought USD 3 327 Sold ZAR 48 723 @ 0.0683	20-Jan-16	258
Bought INR 320 203 Sold CAD 6 336 @ 50.5400	21-Jan-16	341
Bought INR 12 465 Sold CAD 253 @ 49.3300	21-Jan-16	7
Bought ZAR 24 140 Sold CAD 2 152 @ 11.2190	21-Jan-16	1
Bought CNY 39 626 Sold CAD 8 244 @ 4.8065	22-Jan-16	143
Bought MYR 14 932 Sold CAD 4 525 @ 3.3000	22-Jan-16	271
Bought MYR 930 Sold CAD 282 @ 3.3010	22-Jan-16	17
Bought KRW 6 940 315 Sold CAD 7 953 @ 872.6500	25-Jan-16	217
Bought KRW 909 635 Sold CAD 1 055 @ 862.6000	25-Jan-16	16
Bought TRY 10 885 Sold CAD 5 033 @ 2.1629	25-Jan-16	96
Bought CLP 960 000 Sold CAD 1 793 @ 535.5200	27-Jan-16	76
Bought CLP 157 741 Sold CAD 304 @ 519.5000	27-Jan-16	3

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought MXN 77 876 Sold CAD 6 170 @ 12.6208	27-Jan-16	$ 70
Bought CLP 996 554 Sold CAD 1 872 @ 532.3000	28-Jan-16	68
Bought CZK 150 671 Sold CAD 7 904 @ 19.0634	29-Jan-16	486
Bought PLN 9 982 Sold CAD 3 365 @ 2.9661	02-Feb-16	153
Bought MYR 16 763 Sold CAD 5 299 @ 3.1635	03-Feb-16	74
Bought BRL 9 085 Sold CAD 3 058 @ 2.9711	05-Feb-16	80
Bought CAD 689 Sold CNY 3 259 @ 0.2115	05-Feb-16	3
Bought CNY 43 238 Sold CAD 9 068 @ 4.7681	05-Feb-16	42
Bought PLN 7 300 Sold USD 1 841 @ 3.9643	05-Feb-16	25
Bought USD 1 950 Sold TWD 64 263 @ 0.0303	05-Feb-16	5
Bought THB 138 688 Sold CAD 5 121 @ 27.0800	10-Feb-16	198
Bought THB 17 438 Sold CAD 649 @ 26.8760	10-Feb-16	20
Bought CAD 1 347 Sold IDR 13 601 887 @ 0.0001	12-Feb-16	6
Bought IDR 53 674 261 Sold CAD 5 059 @ 10610.0000	12-Feb-16	234
Bought SGD 6 834 Sold CAD 6 368 @ 1.0731	12-Feb-16	291
Bought SGD 261 Sold CAD 253 @ 1.0317	12-Feb-16	1
Bought USD 2 055 Sold SGD 2 900 @ 0.7086	17-Feb-16	18
Bought USD 1 872 Sold RON 7 781 @ 0.2406	17-Feb-16	–
Bought INR 344 814 Sold CAD 6 874 @ 50.1630	18-Feb-16	283
Bought KRW 7 159 000 Sold CAD 8 143 @ 879.1500	19-Feb-16	274
Bought MXN 68 394 Sold CAD 5 398 @ 12.6697	19-Feb-16	72
Bought MXN 11 805 Sold CAD 945 @ 12.4963	19-Feb-16	–
Bought MXN 17 154 Sold CAD 1 370 @ 12.5230	19-Feb-16	2
Bought PLN 9 613 Sold CAD 3 215 @ 2.9901	23-Feb-16	172
Bought EUR 486 Sold USD 524 @ 0.9280	29-Feb-16	7
Bought USD 534 Sold EUR 486 @ 1.0993	29-Feb-16	7
Bought PEN 5 645 Sold CAD 2 204 @ 2.5614	07-Mar-16	58
Bought BRL 2 842 Sold CAD 967 @ 2.9375	10-Mar-16	4
Bought CAD 608 Sold SGD 623 @ 0.9757	10-Mar-16	1
Bought SGD 6 950 Sold CAD 6 696 @ 1.0379	10-Mar-16	69
Bought IDR 33 471 000 Sold USD 2 340 @ 14302.0000	14-Mar-16	34
Bought TRY 6 990 Sold USD 2 335 @ 2.9933	14-Mar-16	17
Bought USD 2 380 Sold TWD 78 213 @ 0.0304	14-Mar-16	12
Bought USD 2 579 Sold CZK 63 279 @ 0.0408	14-Mar-16	40
Bought USD 2 416 Sold SGD 3 396 @ 0.7114	14-Mar-16	37
Bought HUF 496 000 Sold CAD 2 329 @ 212.9600	16-Mar-16	33
Bought HUF 53 882 Sold CAD 253 @ 212.9800	16-Mar-16	4
Bought MXN 112 918 Sold USD 6 460 @ 17.4795	16-Mar-16	78
Bought USD 4 644 Sold CNY 30 702 @ 0.1513	16-Mar-16	6
Bought USD 1 836 Sold ILS 7 066 @ 0.2598	16-Mar-16	23
Bought THB 169 906 Sold CAD 6 465 @ 26.2800	17-Mar-16	37
Bought CAD 1 098 Sold INR 53 115 @ 0.0207	21-Mar-16	1
Bought CAD 487 Sold KRW 413 840 @ 0.0012	21-Mar-16	1
		$ 7 127

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought RON 7 237 Sold USD 1 742 @ 4.1556	04-Jan-16	$ (2)
Bought BRL 13 800 Sold USD 3 542 @ 3.8956	15-Jan-16	(95)
Bought USD 3 518 Sold SGD 5 017 @ 0.7013	15-Jan-16	(25)
Bought RUB 371 270 Sold CAD 7 510 @ 49.4385	20-Jan-16	(507)
Bought ILS 10 905 Sold CAD 3 913 @ 2.7871	25-Jan-16	(34)
Bought MXN 3 715 Sold CAD 300 @ 12.3960	27-Jan-16	(2)
Bought ZAR 25 232 Sold CAD 2 278 @ 11.0740	29-Jan-16	(33)
Bought MYR 2 778 Sold CAD 895 @ 3.1050	03-Feb-16	(4)
Bought BRL 1 845 Sold CAD 640 @ 2.8850	05-Feb-16	(2)
Bought USD 1 835 Sold PLN 7 300 @ 0.2514	05-Feb-16	(34)
Bought RUB 332 280 Sold CAD 6 658 @ 49.9100	09-Feb-16	(428)
Bought RUB 52 183 Sold CAD 1 034 @ 50.4600	09-Feb-16	(56)
Bought RUB 135 877 Sold CAD 2 558 @ 53.1200	09-Feb-16	(10)
Bought COP 5 882 000 Sold CAD 2 652 @ 2218.2693	12-Feb-16	(100)
Bought RON 10 961 Sold CAD 3 681 @ 2.9780	17-Feb-16	(33)
Bought RUB 263 600 Sold USD 3 692 @ 71.4030	17-Feb-16	(175)
Bought USD 1 840 Sold MYR 7 967 @ 0.2310	17-Feb-16	(6)
Bought RUB 331 481 Sold CAD 6 386 @ 51.9100	19-Feb-16	(187)
Bought HUF 639 143 Sold CAD 3 051 @ 209.4900	22-Feb-16	(7)
Bought TWD 178 600 Sold CAD 7 573 @ 23.5835	24-Feb-16	(84)
Bought TRY 11 700 Sold CAD 5 478 @ 2.1357	29-Feb-16	(21)
Bought BRL 11 580 Sold CAD 4 025 @ 2.8772	10-Mar-16	(66)
Bought BRL 8 838 Sold USD 2 277 @ 3.8810	14-Mar-16	(133)
Bought INR 373 985 Sold CAD 7 755 @ 48.2250	21-Mar-16	(32)
Bought MXN 81 156 Sold CAD 6 590 @ 12.3156	22-Mar-16	(113)
		$ (2 189)
TOTAL FOREIGN EXCHANGE		$ 4 938

All counterparties have a credit rating of at least A.

* Short-term investments, which are grouped by issuer, earn interest at rates ranging from 0.40% to 0.90% and mature between January 4, 2016 and March 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 252 229**	$ 172 069
Cash	**42**	66
Subscriptions receivable	**1**	–
Unrealized gain on foreign exchange contracts	**7 127**	2 698
Dividends receivable, interest accrued and other assets	**182**	142
TOTAL ASSETS	**259 581**	174 975
LIABILITIES		
Unrealized loss on foreign exchange contracts	**2 189**	5 470
Distributions payable	**81**	–
Accounts payable and accrued expenses	**11**	3
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 281**	5 473
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 257 300**	$ 169 502
Investments at cost	**$ 252 219**	$ 172 064
NAV		
SERIES A	**$ 2 315**	$ –
ADVISOR SERIES	**$ 168**	$ –
SERIES D	**$ 111**	$ –
SERIES F	**$ 2 794**	$ –
SERIES O	**$ 251 912**	$ 169 502
NAV PER UNIT		
SERIES A	**$ 9.73**	$ –
ADVISOR SERIES	**$ 9.73**	$ –
SERIES D	**$ 9.73**	$ –
SERIES F	**$ 9.74**	$ –
SERIES O	**$ 10.51**	$ 10.04

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 1 841**	$ 321
Other income (loss)	**9 521**	–
Net realized gain (loss) on investments	**–**	(3)
Net gain (loss) on foreign currencies and other net assets	**–**	438
Change in unrealized gain (loss) on investments	**7 715**	(2 808)
TOTAL INCOME (LOSS)	**19 077**	(2 052)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**10**	–
Administration fees	**44**	4
Independent Review Committee costs	**3**	1
GST/HST	**4**	–
Expenses reimbursed by manager	**–**	(1)
TOTAL EXPENSES	**61**	4
INCREASE (DECREASE) IN NAV	**$ 19 016**	$ (2 056)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 40**	$ –
ADVISOR SERIES	**$ 3**	$ –
SERIES D	**$ 3**	$ –
SERIES F	**$ 60**	$ –
SERIES O	**$ 18 910**	$ (2 056)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.26**	$ –
ADVISOR SERIES	**$ 0.26**	$ –
SERIES D	**$ 0.30**	$ –
SERIES F	**$ 0.30**	$ –
SERIES O	**$ 0.94**	$ (0.77)

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 19 016**	$ (2 056)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	3
Change in unrealized loss (gain) on investments	**(7 715)**	2 808
(Increase) decrease in accrued receivables	**(40)**	(125)
Increase (decrease) in accrued payables	**8**	3
Cost of investments purchased	**(1 592 354)**	(301 640)
Proceeds on sales of investments	**1 512 199**	140 016
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(68 886)**	(160 991)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**68 935**	171 727
Cash paid on redemption of redeemable units	**(73)**	(10 673)
Distributions paid to holders of redeemable units	**–**	(1)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 68 862**	$ 161 053
Net increase (decrease) in cash for the period	**(24)**	62
Cash (bank overdraft), beginning of period	**66**	4
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 42**	$ 66
Interest received (paid)	**$ 1 801**	$ 196
Dividends received, net of withholding taxes	**$ 9 521**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ –**	$ –	**$ –**	$ –	**$ –**	$ –	**$ –**	$ –
INCREASE (DECREASE) IN NAV	**40**	–	**3**	–	**3**	–	**60**	–
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**2 362**	–	**165**	–	**113**	–	**2 796**	–
Reinvestments of distributions to holders of redeemable units	**39**	–	**6**	–	**3**	–	**67**	–
Redemption of redeemable units	**(45)**	–	**–**	–	**(4)**	–	**(24)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 356**	–	**171**	–	**112**	–	**2 839**	–
Distributions from net income	**(81)**	–	**(6)**	–	**(4)**	–	**(105)**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(81)**	–	**(6)**	–	**(4)**	–	**(105)**	–
NET INCREASE (DECREASE) IN NAV	**2 315**	–	**168**	–	**111**	–	**2 794**	–
NAV AT END OF PERIOD	**$ 2 315**	$ –	**$ 168**	$ –	**$ 111**	$ –	**$ 2 794**	$ –

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 169 502**	$ 10 505	**$ 169 502**	$ 10 505
INCREASE (DECREASE) IN NAV	**18 910**	(2 056)	**19 016**	(2 056)
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**63 500**	171 727	**68 936**	171 727
Reinvestments of distributions to holders of redeemable units	**11 188**	873	**11 303**	873
Redemption of redeemable units	**–**	(10 673)	**(73)**	(10 673)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**74 688**	161 927	**80 166**	161 927
Distributions from net income	**(11 188)**	(370)	**(11 384)**	(370)
Distributions from net gains	**–**	(504)	**–**	(504)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(11 188)**	(874)	**(11 384)**	(874)
NET INCREASE (DECREASE) IN NAV	**82 410**	158 997	**87 798**	158 997
NAV AT END OF PERIOD	**$ 251 912**	$ 169 502	**$ 257 300**	$ 169 502

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

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.

Series A, Advisor Series, Series D and Series F units were started in July 2015. Although Series O units of the Fund were created in October 2012, units were not offered for sale under a Simplified Prospectus until November 17, 2014.

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 2015**	December 31 2014
R-1 (H)	**67.2**	87.0
R-1 (M)	**17.3**	3.1
R-1 (L)	**15.5**	9.9
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 2015**	December 31 2014
Commercial Paper	**58.2**	59.8
Bankers Acceptances and Bank Obligations	**39.7**	41.7
Cash/Other	**2.1**	(1.5)
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**49.4**	63.6
1 – 3 months	**50.1**	36.4
4 – 6 months	**0.5**	–
7 – 12 months	**–**	–
Total	**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 2015**	December 31 2014
Mexican peso	**11.6**	11.2
Russian ruble	**10.8**	8.8
Indian rupee	**10.1**	10.0
South Korean won	**10.0**	10.1
Brazilian real	**7.8**	6.3
Chinese renminbi	**7.6**	6.5
Turkish new lira	**5.4**	3.4
Indonesian rupiah	**5.0**	5.2
Thailand baht	**4.9**	4.8
Polish zloty	**4.1**	5.8
Singapore dollar	**3.7**	7.7
Malaysian ringgit	**3.4**	4.5
United States dollar	**3.2**	0.9
New Taiwan dollar	**2.6**	4.7
Hungarian forint	**2.2**	2.2
Czech koruna	**1.9**	0.8
Chilean peso	**1.6**	0.7
Philippine peso	**1.2**	1.3
Colombian peso	**1.0**	2.1
Peruvian nuevo sol	**0.9**	0.9
Romanian leu	**–**	1.4
Other currencies	**0.9**	0.5
Total	**99.9**	99.8

As at December 31, 2015, 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, 2014 – 1.0%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**46**	**–**	**46**
Short-term investments	**–**	**252 183**	**–**	**252 183**
Derivatives – assets	**–**	**7 127**	**–**	**7 127**
Derivatives – liabilities	**–**	**(2 189)**	**–**	**(2 189)**
Total financial instruments	**–**	**257 167**	**–**	**257 167**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series A	**104**	–
Advisor Series	**104**	–
Series D	**104**	–
Series F	**104**	–
Value of all units	**4**	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**–**	–
Issued number of units	**239**	–
Reinvested number of units	**4**	–
Redeemed number of units	**(5)**	–
Ending number of units	**238**	–
Advisor Series		
Opening units	**–**	–
Issued number of units	**16**	–
Reinvested number of units	**1**	–
Redeemed number of units	**–**	–
Ending number of units	**17**	–
Series D		
Opening units	**–**	–
Issued number of units	**11**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**11**	–
Series F		
Opening units	**–**	–
Issued number of units	**283**	–
Reinvested number of units	**7**	–
Redeemed number of units	**(3)**	–
Ending number of units	**287**	–

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)	**2015**	2014
Series O		
Opening units	**16 884**	1 056
Issued number of units	**6 017**	16 797
Reinvested number of units	**1 063**	87
Redeemed number of units	**–**	(1 056)
Ending number of units	**23 964**	16 884

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 2015	December 31 2014
RBC Bond Fund	**60.2**	77.3
RBC Global Bond Fund	**16.4**	22.7
RBC Global Corporate Bond Fund	**21.3**	–
Total	**97.9**	100.0

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC EMERGING MARKETS BOND FUND

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Angola						
1 003	Republic of Angola USD	7.000	16-Aug-19	$ 1 244	$ 1 339	
				1 244	1 339	**0.2**
Argentina						
1 950	Provincia de Buenos Aires USD	10.875	26-Jan-21	2 498	2 850	
1 100	Provincia de Buenos Aires USD	9.950	09-Jun-21	1 485	1 581	
1 668	Provincia de Neuquen Argentina USD	7.875	26-Apr-21	2 065	2 314	
1 995	YPF S.A. USD	8.875	19-Dec-18	2 630	2 798	
				8 678	9 543	**1.6**
Azerbaijan						
5 075	State Oil Co. of the Azerbaijan Republic USD	5.450	09-Feb-17	5 878	7 111	
1 905	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	2 046	2 242	
1 275	State Oil Co. of the Azerbaijan Republic USD	6.950	18-Mar-30	1 672	1 554	
				9 596	10 907	**1.8**
Bolivia						
2 225	Bolivian Government USD	5.950	22-Aug-23	2 788	3 312	
				2 788	3 312	**0.6**
Brazil						
940	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	1 160	1 273	
1 025	Itau Unibanco Holding S.A. USD	6.200	21-Dec-21	1 269	1 369	
1 200	Petrobras Global Finance BV USD	5.875	01-Mar-18	1 496	1 482	
1 400	Petrobras International Finance Co. USD	5.375	27-Jan-21	1 446	1 448	
7 370	Republic of Brazil USD	4.250	07-Jan-25	8 605	8 250	
2 975	Republic of Brazil USD	7.125	20-Jan-37	4 141	3 584	
				18 117	17 406	**2.9**
Chile						
10 199	Corp Nacional del Cobre de Chile USD	3.875	03-Nov-21	11 180	13 598	
1 875	Corp Nacional del Cobre de Chile USD	6.150	24-Oct-36	2 838	2 498	
				14 018	16 096	**2.7**
China						
2 500	CNOOC Finance 2011 Ltd. USD	4.250	26-Jan-21	2 939	3 606	
7 355	Sinochem Overseas Capital Co. Ltd. USD	4.500	12-Nov-20	8 298	10 690	
2 420	State Grid Overseas Investment 2014 Ltd. USD	4.125	07-May-24	2 876	3 516	
				14 113	17 812	**3.0**
Colombia						
1 350	Republic of Colombia USD	11.750	25-Feb-20	2 179	2 420	
4 110	Republic of Colombia USD	8.125	21-May-24	6 170	6 868	
4 125	Republic of Colombia USD	6.125	18-Jan-41	5 451	5 548	
				13 800	14 836	**2.5**
Costa Rica						
2 225	Banco Nacional de Costa Rica USD	4.875	01-Nov-18	2 525	3 063	
1 125	Costa Rica Government USD	4.375	30-Apr-25	1 141	1 300	
1 050	Costa Rica Government USD	7.000	04-Apr-44	1 295	1 217	
				4 961	5 580	**0.9**
Croatia						
11 473	Croatia Government USD	6.750	05-Nov-19	14 889	17 035	
				14 889	17 035	**2.9**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Dominican Republic						
4 950	Dominican Republic USD	7.500	06-May-21	$ 5 964	$ 7 363	
5 475	Dominican Republic USD	7.450	30-Apr-44	7 004	7 641	
				12 968	15 004	**2.5**
Ecuador						
3 900	Government of Ecuador USD	7.950	20-Jun-24	4 327	4 034	
				4 327	4 034	**0.7**
Egypt						
1 800	Arab Republic of Egypt USD	5.875	11-Jun-25	2 238	2 163	
				2 238	2 163	**0.4**
El Salvador						
4 250	Republic of El Salvador USD	7.375	01-Dec-19	5 249	5 895	
1 075	Republic of El Salvador USD	6.375	18-Jan-27	1 341	1 267	
				6 590	7 162	**1.2**
Gabon						
725	Gabonese Republic USD	6.375	12-Dec-24	850	798	
				850	798	**0.1**
Georgia						
400	Georgia Government USD	6.875	12-Apr-21	488	576	
				488	576	**0.1**
Guatemala						
4 025	Republic of Guatemala USD	5.750	06-Jun-22	4 872	5 842	
				4 872	5 842	**1.0**
Hungary						
10 215	Hungary Government USD	6.250	29-Jan-20	14 940	15 819	
7 100	Hungary Government USD	5.375	25-Mar-24	10 058	10 786	
810	Hungary Government USD	7.625	29-Mar-41	1 470	1 524	
				26 468	28 129	**4.7**
Iceland						
5 190	Iceland Government USD	5.875	11-May-22	6 758	8 169	
				6 758	8 169	**1.4**
India						
850	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	1 025	1 220	
3 775	Export-Import Bank of India USD	3.875	02-Oct-19	4 545	5 381	
1 875	NTPC Ltd. USD	5.625	14-Jul-21	2 457	2 821	
				8 027	9 422	**1.6**
Indonesia						
4 545	Government of Indonesia USD	4.875	05-May-21	5 175	6 532	
1 860	Government of Indonesia USD	5.250	17-Jan-42	2 118	2 338	
4 915	Pertamina Persero PT USD	5.625	20-May-43	4 967	5 357	
5 450	Perusahaan Listrik Negara PT USD	5.500	22-Nov-21	6 256	7 701	
				18 516	21 928	**3.7**
Iraq						
3 055	Republic of Iraq USD	5.800	15-Jan-28	3 027	2 864	
				3 027	2 864	**0.5**
Israel						
2 230	Israel Electric Corp. Ltd. USD	7.250	15-Jan-19	2 871	3 431	
				2 871	3 431	**0.6**
Ivory Coast						
4 270	Ivory Coast Government USD	5.750	31-Dec-32	4 643	5 285	
				4 643	5 285	**0.9**
Jamaica						
3 625	Jamaica Government USD	8.000	24-Jun-19	5 175	5 404	
581	Jamaica Government USD	11.625	15-Jan-22	922	1 008	
				6 097	6 412	**1.1**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Jordan						
2 050	Hikma Pharmaceuticals Plc. USD	4.250	10-Apr-20	$ 2 579	$ 2 759	
				2 579	2 759	**0.5**
Kazakhstan						
2 495	Government of Kazakhstan USD	5.125	21-Jul-25	3 331	3 420	
1 400	Government of Kazakhstan USD	4.875	14-Oct-44	1 610	1 625	
4 245	KazMunaiGaz Finance Sub BV USD	9.125	02-Jul-18	5 490	6 482	
2 125	Samruk-Energy JSC USD	3.750	20-Dec-17	2 257	2 882	
				12 688	14 409	**2.4**
Kenya						
2 100	Kenya Government USD	5.875	24-Jun-19	2 668	2 749	
				2 668	2 749	**0.5**
Lithuania						
3 460	Lithuania Government USD	6.125	09-Mar-21	4 717	5 528	
				4 717	5 528	**0.9**
Macedonia						
1 100	Republic of Macedonia EUR	3.975	24-Jul-21	1 513	1 565	
				1 513	1 565	**0.3**
Malaysia						
975	Petronas Capital Ltd. USD	5.250	12-Aug-19	1 130	1 456	
				1 130	1 456	**0.2**
Mexico						
1 125	Alfa S.A.B. de C.V. USD	5.250	25-Mar-24	1 359	1 584	
2 075	Cemex S.A.B. de C.V. USD	7.250	15-Jan-21	2 576	2 771	
3 875	Comision Federal de Electricidad USD	4.875	26-May-21	4 470	5 442	
29 000	Mexican Bonos MXN	8.000	11-Jun-20	2 847	2 566	
1 100	Office Depot de Mexico S.A. de C.V. USD	6.875	20-Sep-20	1 249	1 541	
7 050	Pemex Project Funding Master Trust USD	6.625	15-Jun-35	8 989	8 767	
2 050	Petroleos Mexicanos USD	5.500	21-Jan-21	2 726	2 868	
4 575	Petroleos Mexicanos USD	3.500	30-Jan-23	5 006	5 539	
3 995	United Mexican States USD	5.750	12-Oct-10	4 734	5 184	
				33 956	36 262	**6.1**
Morocco						
1 635	Morocco Government EUR	4.500	05-Oct-20	2 108	2 668	
730	Morocco Government USD	4.250	11-Dec-22	951	1 003	
1 275	OCP S.A. USD	5.625	25-Apr-24	1 411	1 797	
980	OCP S.A. USD	6.875	25-Apr-44	1 382	1 336	
				5 852	6 804	**1.1**
Nigeria						
1 700	Nigeria Government USD	6.750	28-Jan-21	2 120	2 190	
				2 120	2 190	**0.4**
Pakistan						
2 350	Pakistan Government USD	7.250	15-Apr-19	2 966	3 347	
				2 966	3 347	**0.6**
Panama						
1 600	Republic of Panama USD	5.200	30-Jan-20	2 212	2 407	
7 800	Republic of Panama USD	7.125	29-Jan-26	10 869	13 477	
4 544	Republic of Panama USD	6.700	26-Jan-36	6 594	7 498	
				19 675	23 382	**3.9**
Paraguay						
2 600	Republic of Paraguay USD	4.625	25-Jan-23	3 385	3 505	
1 500	Republic of Paraguay USD	6.100	11-Aug-44	2 030	2 000	
				5 415	5 505	**0.9**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Peru						
1 875	Banco de Credito del Peru USD	5.375	16-Sep-20	$ 2 224	$ 2 757	
4 280	Peruvian Government USD	7.350	21-Jul-25	6 021	7 446	
3 600	Republic of Peru USD	5.625	18-Nov-50	4 739	5 110	
				12 984	15 313	**2.6**
Philippines						
550	Power Sector Assets & Liabilities Management Corp. USD	7.390	02-Dec-24	946	985	
6 355	Republic of Philippines USD	8.375	17-Jun-19	8 811	10 713	
6 700	Republic of Philippines USD	7.750	14-Jan-31	10 579	13 049	
				20 336	24 747	**4.1**
Poland						
8 245	Government of Poland USD	5.125	21-Apr-21	11 409	12 714	
				11 409	12 714	**2.1**
Qatar						
3 305	State of Qatar USD	6.400	20-Jan-40	5 055	5 791	
				5 055	5 791	**1.0**
Romania						
3 630	Romanian Government USD	6.750	07-Feb-22	4 865	5 911	
3 105	Romanian Government USD	6.125	22-Jan-44	4 531	5 042	
				9 396	10 953	**1.8**
Russia						
3 850	Gazprom PAO USD	9.250	23-Apr-19	5 207	5 964	
6 770	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	8 645	9 682	
6 800	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	8 406	9 584	
				22 258	25 230	**4.2**
Rwanda						
4 415	Rwanda International Government USD	6.625	02-May-23	5 203	5 851	
				5 203	5 851	**1.0**
Serbia						
7 500	Republic of Serbia USD	5.875	03-Dec-18	10 378	10 942	
				10 378	10 942	**1.8**
Slovenia						
6 845	Slovenia Government USD	5.500	26-Oct-22	8 457	10 597	
				8 457	10 597	**1.8**
South Africa						
2 840	Eskom Holdings Ltd. USD	5.750	26-Jan-21	3 365	3 434	
5 225	Republic of South Africa USD	4.665	17-Jan-24	6 178	6 911	
				9 543	10 345	**1.7**
Sri Lanka						
4 576	Sri Lanka Government USD	6.250	04-Oct-20	5 715	6 156	
				5 715	6 156	**1.0**
Supranational						
2 755	African Export-Import Bank USD	5.750	27-Jul-16	2 949	3 869	
				2 949	3 869	**0.6**
Trinidad and Tobago						
1 075	Petroleum Co. of Trinidad & Tobago Ltd. USD	9.750	14-Aug-19	1 597	1 554	
				1 597	1 554	**0.3**
Turkey						
5 900	Export Credit Bank of Turkey USD	5.875	24-Apr-19	7 487	8 445	
6 315	Republic of Turkey USD	5.625	30-Mar-21	8 966	9 260	
950	Republic of Turkey USD	7.375	05-Feb-25	1 480	1 539	
3 885	Republic of Turkey USD	4.875	16-Apr-43	4 611	4 744	
				22 544	23 988	**4.0**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Ukraine						
580	JSC Ukreximbank USD	9.625	27-Apr-22	$ 725	$ 721	
4 300	Ukraine Government USD	7.750	01-Sep-19	5 570	5 557	
				6 295	6 278	**1.0**
United Arab Emirates						
2 740	Emirate of Dubai USD	7.750	05-Oct-20	3 325	4 598	
2 800	IPIC GMTN Ltd. USD	5.000	15-Nov-20	3 304	4 288	
				6 629	8 886	**1.5**
United States						
14 800	United States Treasury	2.500	15-May-24	18 709	20 934	
				18 709	20 934	**3.5**
Uruguay						
3 925	Republic of Uruguay USD	4.500	14-Aug-24	4 787	5 538	
2 950	Republic of Uruguay USD	7.625	21-Mar-36	4 355	5 062	
				9 142	10 600	**1.8**
Venezuela						
7 410	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	3 474	3 742	
2 270	Republic of Venezuela USD	9.250	15-Sep-27	1 510	1 314	
6 230	Republic of Venezuela USD	7.000	31-Mar-38	3 477	3 258	
				8 461	8 314	**1.4**
Vietnam						
6 870	Republic of Vietnam USD	4.800	19-Nov-24	8 533	9 189	
				8 533	9 189	**1.5**
Zambia						
3 300	Zambia Government USD	5.375	20-Sep-22	3 435	3 319	
				3 435	3 319	**0.6**
TOTAL FOREIGN BONDS				515 251	576 611	**96.7**
SHORT-TERM INVESTMENTS*				2 748	2 836	**0.5**
TOTAL INVESTMENTS				517 999	579 447	**97.2**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	56	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(1 082)	**(0.2)**
TOTAL PORTFOLIO				$ 517 999	578 421	**97.0**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					17 937	**3.0**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 596 358	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 121 Sold CAD 168 @ 0.7208	04-Jan-16	$ –
Bought MXN 1 938 Sold USD 112 @ 17.2304	04-Feb-16	–
Bought PLN 8 206 Sold USD 2 070 @ 3.9643	05-Feb-16	28
Bought PHP 103 825 Sold USD 2 184 @ 47.5400	16-Feb-16	26
Bought USD 540 Sold EUR 494 @ 1.0921	14-Mar-16	2
		$ 56

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 97 Sold CAD 135 @ 0.7199	05-Jan-16	$ (1)
Bought CAD 2 987 Sold USD 2 174 @ 1.3740	11-Jan-16	(21)
Bought USD 623 Sold EUR 580 @ 1.0735	25-Jan-16	(11)
Bought MXN 109 168 Sold USD 6 587 @ 16.5743	04-Feb-16	(372)
Bought BRL 26 789 Sold USD 6 974 @ 3.8410	05-Feb-16	(396)
Bought USD 2 065 Sold PLN 8 206 @ 0.2516	05-Feb-16	(35)
Bought RUB 295 297 Sold USD 4 136 @ 71.4030	17-Feb-16	(197)
Bought USD 1 246 Sold EUR 1 170 @ 1.0652	23-Feb-16	(37)
Bought GBP 1 461 Sold USD 2 163 @ 0.6755	29-Feb-16	(12)
		$ (1 082)
TOTAL FOREIGN EXCHANGE		$ (1 026)

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 a rate of 0.01% and mature on February 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 579 447**	$ 427 495
Cash	**9 882**	3 528
Subscriptions receivable	**693**	505
Futures contracts margin receivable	**–**	67
Unrealized gain on foreign exchange contracts	**56**	459
Dividends receivable, interest accrued and other assets	**8 468**	6 362
TOTAL ASSETS	**598 546**	438 416
LIABILITIES		
Redemptions payable	**850**	404
Unrealized loss on futures contracts	**–**	89
Unrealized loss on foreign exchange contracts	**1 082**	664
Distributions payable	**1**	–
Accounts payable and accrued expenses	**255**	198
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 188**	1 355
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 596 358**	$ 437 061
Investments at cost	**$ 517 999**	$ 399 889
NAV		
SERIES A	**$ 46 273**	$ 33 408
ADVISOR SERIES	**$ 35 427**	$ 34 308
SERIES H	**$ 201**	$ 1
SERIES D	**$ 15 633**	$ 7 945
SERIES F	**$ 95 492**	$ 58 925
SERIES I	**$ 4 414**	$ 1 843
SERIES O	**$ 398 918**	$ 300 631
NAV PER UNIT		
SERIES A	**$ 11.88**	$ 10.86
ADVISOR SERIES	**$ 11.86**	$ 10.85
SERIES H	**$ 11.94**	$ 10.92
SERIES D	**$ 12.01**	$ 10.99
SERIES F	**$ 11.85**	$ 10.83
SERIES I	**$ 11.96**	$ 10.95
SERIES O	**$ 11.86**	$ 10.86

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 31 155**	$ 21 754
Net gain (loss) from futures contracts	**(53)**	(1 086)
Securities lending revenue (see note 6 in the generic notes)	**72**	19
Net realized gain (loss) on investments	**26 716**	12 385
Net gain (loss) on foreign currencies and other net assets	**1 370**	972
Change in unrealized gain (loss) on investments	**33 021**	25 322
TOTAL INCOME (LOSS)	**92 281**	59 366
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 890**	1 390
Administration fees	**546**	389
Independent Review Committee costs	**3**	3
GST/HST	**264**	197
TOTAL EXPENSES	**2 703**	1 979
INCREASE (DECREASE) IN NAV	**$ 89 578**	$ 57 387
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 6 231**	$ 4 222
ADVISOR SERIES	**$ 5 715**	$ 4 589
SERIES H	**$ –**	$ –
SERIES D	**$ 1 770**	$ 826
SERIES F	**$ 12 668**	$ 6 773
SERIES I	**$ 574**	$ 29
SERIES O	**$ 62 620**	$ 40 948
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.80**	$ 1.47
ADVISOR SERIES	**$ 1.80**	$ 1.47
SERIES H	**$ 1.67**	$ 0.56
SERIES D	**$ 1.90**	$ 1.55
SERIES F	**$ 1.90**	$ 1.54
SERIES I	**$ 1.91**	$ 0.58
SERIES O	**$ 2.00**	$ 1.65

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 89 578**	$ 57 387
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(26 716)**	(12 385)
Change in unrealized loss (gain) on investments	**(33 021)**	(25 322)
(Increase) decrease in accrued receivables	**(2 106)**	(826)
Increase (decrease) in accrued payables	**(32)**	130
Cost of investments purchased	**(339 083)**	(281 539)
Proceeds on sales of investments	**247 689**	244 371
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(63 691)**	(18 184)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**188 105**	144 292
Cash paid on redemption of redeemable units	**(101 423)**	(116 546)
Distributions paid to holders of redeemable units	**(16 704)**	(10 090)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 69 978**	$ 17 656
Net increase (decrease) in cash for the period	**6 287**	(528)
Cash (bank overdraft), beginning of period	**3 595**	4 123
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 9 882**	$ 3 595
Interest received (paid)	**$ 29 049**	$ 20 885
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 33 408**	$ 29 688	**$ 34 308**	$ 33 244	**$ 1**	$ –	**$ 7 945**	$ 4 646
INCREASE (DECREASE) IN NAV	**6 231**	4 222	**5 715**	4 589	**–**	–	**1 770**	826
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**20 180**	12 153	**7 446**	8 281	**200**	1	**11 025**	4 215
Reinvestments of distributions to holders of redeemable units	**2 972**	1 595	**1 691**	1 067	**–**	–	**1 037**	397
Redemption of redeemable units	**(13 407)**	(12 548)	**(11 196)**	(11 051)	**–**	–	**(5 067)**	(1 740)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**9 745**	1 200	**(2 059)**	(1 703)	**200**	1	**6 996**	2 872
Distributions from net income	**(1 566)**	(1 069)	**(1 313)**	(1 162)	**–**	–	**(559)**	(251)
Distributions from net gains	**(1 545)**	(633)	**(1 224)**	(660)	**–**	–	**(519)**	(148)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 111)**	(1 702)	**(2 537)**	(1 822)	**–**	–	**(1 078)**	(399)
NET INCREASE (DECREASE) IN NAV	**12 865**	3 720	**1 119**	1 064	**200**	1	**7 688**	3 299
NAV AT END OF PERIOD	**$ 46 273**	$ 33 408	**$ 35 427**	$ 34 308	**$ 201**	$ 1	**$ 15 633**	$ 7 945

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 58 925**	$ 37 332	**$ 1 843**	$ –	**$ 300 631**	$ 257 035	**$ 437 061**	$ 361 945
INCREASE (DECREASE) IN NAV	**12 668**	6 773	**574**	29	**62 620**	40 948	**89 578**	57 387
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**46 653**	30 821	**3 696**	1 840	**99 093**	87 093	**188 293**	144 404
Reinvestments of distributions to holders of redeemable units	**2 068**	1 102	**191**	26	**23 756**	12 517	**31 715**	16 704
Redemption of redeemable units	**(17 748)**	(13 874)	**(1 532)**	–	**(52 920)**	(77 372)	**(101 870)**	(116 585)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**30 973**	18 049	**2 355**	1 866	**69 929**	22 238	**118 139**	44 523
Distributions from net income	**(3 822)**	(2 103)	**(207)**	(17)	**(20 607)**	(13 927)	**(28 074)**	(18 529)
Distributions from net gains	**(3 252)**	(1 126)	**(151)**	(35)	**(13 655)**	(5 663)	**(20 346)**	(8 265)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(7 074)**	(3 229)	**(358)**	(52)	**(34 262)**	(19 590)	**(48 420)**	(26 794)
NET INCREASE (DECREASE) IN NAV	**36 567**	21 593	**2 571**	1 843	**98 287**	43 596	**159 297**	75 116
NAV AT END OF PERIOD	**$ 95 492**	$ 58 925	**$ 4 414**	$ 1 843	**$ 398 918**	$ 300 631	**$ 596 358**	$ 437 061

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

December 31, 2015

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.

Series H and Series I units were started in August 2014.

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 2015	December 31 2014
AAA	**3.6**	2.2
AA	**5.8**	5.6
A	**5.7**	8.8
BBB	**34.4**	47.9
BB	**36.1**	23.7
B	**9.7**	9.1
CCC	**3.4**	1.4
Unrated	**1.3**	1.3
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 2015	December 31 2014
Mexico	**6.1**	7.4
Hungary	**4.7**	1.7
Russia	**4.2**	3.6
Philippines	**4.1**	4.9
Turkey	**4.0**	5.0
Panama	**3.9**	3.1
Indonesia	**3.7**	5.9
United States	**3.5**	2.2
China	**3.0**	2.4
Brazil	**2.9**	4.0
Croatia	**2.9**	3.0
Chile	**2.7**	3.6
Peru	**2.6**	3.8
Colombia	**2.5**	4.7
Dominican Republic	**2.5**	2.4
Kazakhstan	**2.4**	4.7
Poland	**2.1**	2.3
Serbia	**1.8**	1.4
Romania	**1.8**	2.1
Azerbaijan	**1.8**	2.4
Slovenia	**1.8**	1.4
Uruguay	**1.8**	1.2
South Africa	**1.7**	1.5
India	**1.6**	1.7
Argentina	**1.6**	–
United Arab Emirates	**1.5**	1.9
Vietnam	**1.5**	0.6
Iceland	**1.4**	0.8
Venezuela	**1.4**	1.4
Other Countries	**19.2**	16.6
Cash/Other	**3.3**	2.3
Total	**100.0**	100.0

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 2015	December 31 2014
Less than 1 year	**1.6**	1.2
1 – 5 years	**32.0**	25.0
5 – 10 years	**45.2**	45.5
> 10 years	**21.2**	28.3
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
United States dollar	**93.8**	96.5
Mexican peso	**1.9**	2.1
Brazilian real	**1.6**	0.5
Russian ruble	**0.9**	–
Pound sterling	**0.5**	–
Euro	**–**	0.1
Philippine peso	**–**	0.5
Other currencies	**0.6**	–
Total	**99.3**	99.7

As at December 31, 2015, 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, 2014 – 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**576 611**	**–**	**576 611**
Short-term investments	**–**	**2 836**	**–**	**2 836**
Derivatives – assets	**–**	**56**	**–**	**56**
Derivatives – liabilities	**–**	**(1 082)**	**–**	**(1 082)**
Total financial instruments	**–**	**578 421**	**–**	**578 421**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series H	**104**	96
Series D	**–**	122
Series I	**104**	96
Value of all units	**2**	3

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**3 075**	2 971
Issued number of units	**1 706**	1 130
Reinvested number of units	**250**	149
Redeemed number of units	**(1 136)**	(1 175)
Ending number of units	**3 895**	3 075

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)	2015	2014
Advisor Series		
Opening units	**3 162**	3 329
Issued number of units	**631**	773
Reinvested number of units	**142**	99
Redeemed number of units	**(948)**	(1 039)
Ending number of units	**2 987**	3 162
Series H		
Opening units	**–**	–
Issued number of units	**17**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**17**	–
Series D		
Opening units	**723**	461
Issued number of units	**917**	385
Reinvested number of units	**86**	37
Redeemed number of units	**(424)**	(160)
Ending number of units	**1 302**	723
Series F		
Opening units	**5 439**	3 752
Issued number of units	**3 947**	2 881
Reinvested number of units	**174**	103
Redeemed number of units	**(1 499)**	(1 297)
Ending number of units	**8 061**	5 439
Series I		
Opening units	**168**	–
Issued number of units	**312**	166
Reinvested number of units	**16**	2
Redeemed number of units	**(127)**	–
Ending number of units	**369**	168
Series O		
Opening units	**27 695**	25 704
Issued number of units	**8 450**	8 059
Reinvested number of units	**2 003**	1 168
Redeemed number of units	**(4 506)**	(7 236)
Ending number of units	**33 642**	27 695

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**37 360**	13 097
Fair value of collateral received	**38 107**	13 359

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 2015	December 31 2014
RBC Global Corporate Bond Fund	**20.7**	15.5
RBC Monthly Income Bond Fund	**8.0**	8.4
RBC Monthly Income High Yield Bond Fund	**1.4**	0.8
RBC U.S. Monthly Income Fund	**6.7**	8.1
Total	**36.8**	32.8

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Australia				
529 100	TFS Corp Ltd., Warrants @ 1.28 July 15, 2018	$ –	$ 303	
		–	303	–
France				
4 270	Eurazeo S.A.	358	407	
1 184	Unibail-Rodamco SE Real Estate Investment Trust	395	416	
		753	823	**0.1**
Germany				
17 838	Evonik Industries AG	830	816	
6 171	Telegate AG	31	11	
		861	827	**0.1**
Italy				
35 064 036	Seat Pagine Gialle S.p.A.	120	163	
		120	163	–
United Kingdom				
585	CEVA Group Plc., A-2 Convertible Preference	511	425	
270	CEVA Group Plc., Restricted	236	196	
		747	621	–
TOTAL EQUITIES		2 481	2 737	**0.2**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Angola						
1 525	Republic of Angola USD	9.500	12-Nov-25	$ 2 048	$ 1 962	
				2 048	1 962	**0.2**
Argentina						
2 938	Argentina Bonar USD	7.000	17-Apr-17	3 732	4 181	
1 031	Argentina Bonar USD	8.750	07-May-24	1 440	1 526	
2 409	Republic of Argentina USD	8.750	02-Jun-17	3 427	3 816	
1 055	Republic of Argentina USD	8.280	31-Dec-33	1 522	1 686	
7 633	Republic of Argentina USD	0.000	15-Dec-35	988	1 085	
1 495	Republic of Argentina EUR	0.000	15-Dec-35	202	218	
				11 311	12 512	**1.0**
Australia						
1 000	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	1 119	1 367	
1 010	Paladin Energy Ltd., Convertible USD	6.000	30-Apr-17	1 013	1 272	
250	Paladin Energy Ltd., Convertible USD	7.000	31-Mar-20	312	323	
1 930	TFS Corp Ltd. USD	11.000	15-Jul-18	2 107	2 794	
				4 551	5 756	**0.5**
Austria						
219	IMMOFINANZ AG, Convertible EUR	4.250	08-Mar-18	1 447	1 505	
				1 447	1 505	**0.1**
Azerbaijan						
1 592	Republic of Azerbaijan USD	4.750	18-Mar-24	2 030	2 067	
1 075	State Oil Co. of the Azerbaijan Republic USD	4.750	13-Mar-23	1 298	1 265	
1 918	State Oil Co. of the Azerbaijan Republic USD	6.950	18-Mar-30	2 411	2 337	
				5 739	5 669	**0.4**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Barbados						
2 710	Columbus International Inc. USD	7.375	30-Mar-21	$ 3 558	$ 3 726	
				3 558	3 726	**0.3**
Brazil						
1 100	Banco Nacional de Desenvolvimento Economico e Social USD	6.500	10-Jun-19	1 419	1 489	
10 950	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-18	4 327	3 465	
31 650	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-21	9 717	8 839	
30 500	Brazil Notas do Tesouro Nacional Serie F BRL	10.000	01-Jan-23	8 349	8 033	
150	Caixa Economica Federal USD	2.375	06-Nov-17	188	191	
174 050	Nota Do Tesouro Nacional BRL	10.000	01-Jan-17	70 710	58 099	
3 203	Petrobras International Finance Co. USD	5.375	27-Jan-21	3 574	3 313	
1 726	Republic of Brazil USD	2.625	05-Jan-23	1 940	1 814	
1 135	Republic of Brazil USD	8.250	20-Jan-34	1 637	1 524	
1 120	Republic of Brazil USD	7.125	20-Jan-37	1 477	1 349	
1 572	Republic of Brazil USD	5.625	07-Jan-41	1 558	1 586	
1 164	Republic of Brazil USD	5.000	27-Jan-45	1 256	1 079	
				106 152	90 781	**7.1**
Canada						
2 848	1011778 BC ULC USD	6.000	01-Apr-22	3 609	4 069	
7 680	Great Canadian Gaming Corp.	6.625	25-Jul-22	8 042	7 712	
2 340	Paramount Resources Ltd. USD	6.875	30-Jun-23	2 830	2 475	
3 350	Seven Generations Energy Ltd. USD	6.750	01-May-23	4 116	3 917	
				18 597	18 173	**1.4**
China						
7 000	China Singyes Solar Technologies Holdings Ltd., Convertible CNY	5.000	08-Aug-19	1 325	1 311	
800	Cosmos Boom Investment Ltd., Convertible USD	0.500	23-Jun-20	999	1 052	
1 422	Ctrip.com International Ltd., Convertible USD	1.990	01-Jul-25	1 745	2 215	
750	ENN Energy Holdings Ltd., Convertible USD	0.000	26-Feb-18	980	1 138	
1 050	Export-Import Bank of China USD	3.800	16-Sep-25	1 381	1 452	
1 000	Fufeng Group Ltd., Convertible CNY	3.000	27-Nov-18	231	230	
506	Qihoo 360 Technology Co. Ltd., Convertible USD	1.750	15-Aug-21	527	680	
10 000	Shenzhou International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	1 716	2 250	
1 210	SINA Corp., Convertible USD	1.000	01-Dec-18	1 328	1 626	
2 300	The Export-Import Bank of China USD	3.625	31-Jul-24	3 047	3 254	
1 110	Vipshop Holdings Ltd., Convertible USD	1.500	15-Mar-19	1 639	1 626	
				14 918	16 834	**1.3**
Colombia						
9 170 400	Colombian TES COP	7.000	11-Sep-19	4 711	3 929	
40 030 100	Colombian TES COP	10.000	24-Jul-24	21 323	19 249	
3 717 600	Colombian TES COP	6.000	28-Apr-28	1 643	1 270	
959	Ecopetrol S.A. USD	5.375	26-Jun-26	1 171	1 133	
2 350	Republic of Colombia USD	4.500	28-Jan-26	3 073	3 131	
1 410	Republic of Colombia USD	5.000	15-Jun-45	1 687	1 642	
				33 608	30 354	**2.4**
Costa Rica						
1 479	Costa Rica Government USD	7.158	12-Mar-45	1 864	1 727	
				1 864	1 727	**0.1**
Croatia						
1 760	Croatia Government USD	6.750	05-Nov-19	2 518	2 613	
1 725	Croatia Government USD	6.625	14-Jul-20	2 506	2 561	
3 180	Croatia Government USD	6.375	24-Mar-21	4 378	4 679	
675	Croatia Government USD	5.500	04-Apr-23	892	949	
1 147	Croatia Government USD	6.000	26-Jan-24	1 521	1 654	
				11 815	12 456	**1.0**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Cyprus						
400	Primecity Investment Plc., Convertible EUR	4.000	13-Nov-19	$ 598	$ 716	
				598	716	**0.1**
Dominican Republic						
702	Dominican Republic USD	7.500	06-May-21	959	1 044	
895	Dominican Republic USD	5.875	18-Apr-24	1 134	1 231	
2 638	Dominican Republic USD	5.500	27-Jan-25	3 329	3 528	
325	Dominican Republic USD	7.450	30-Apr-44	451	454	
2 318	Dominican Republic USD	6.850	27-Jan-45	2 982	3 046	
				8 855	9 303	**0.7**
Ecuador						
1 816	EP PetroEcuador USD	5.865	24-Sep-19	1 955	2 073	
2 973	Government of Ecuador USD	10.500	24-Mar-20	3 496	3 343	
				5 451	5 416	**0.4**
El Salvador						
733	Republic of El Salvador USD	5.875	30-Jan-25	871	854	
175	Republic of El Salvador USD	6.375	18-Jan-27	207	206	
				1 078	1 060	**0.1**
Finland						
1 100	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	985	29	
				985	29	–
France						
3 975	Albea Beauty Holdings S.A. USD	8.375	01-Nov-19	4 839	5 748	
2 180	BNP Paribas S.A. EUR	6.125	31-Dec-99	3 053	3 368	
1 380	Ephios Bondco Plc. EUR	5.000	01-Jul-22	1 966	2 092	
1 585	Ephios Bondco Plc. EUR	6.250	01-Jul-22	2 281	2 484	
4 980	Numericable Group S.A. USD	6.000	15-May-22	5 828	6 701	
1 100	Numericable-SFR EUR	5.625	15-May-24	1 643	1 681	
2 040	Société Générale S.A. USD	7.875	31-Dec-99	2 717	2 819	
1 600	TOTAL S.A., Convertible USD	0.500	02-Dec-22	2 116	2 167	
				24 443	27 060	**2.1**
Georgia						
766	Georgia Government USD	6.875	12-Apr-21	1 089	1 103	
250	Georgian Railway JSC USD	7.750	11-Jul-22	345	352	
				1 434	1 455	**0.1**
Germany						
1 400	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	1 701	1 642	
1 050	Hypo Real Estate International Trust I EUR	5.864	31-Dec-59	1 354	1 553	
1 250	Siemens Financieringsmaatschappij N.V., Convertible USD	1.050	16-Aug-17	1 653	1 822	
4 010	Unitymedia GmbH EUR	4.000	15-Jan-25	5 636	5 826	
2 290	Unitymedia KabelBW GmbH USD	6.125	15-Jan-25	2 621	3 143	
				12 965	13 986	**1.1**
Ghana						
3 845	Republic of Ghana USD	10.750	14-Oct-30	5 189	5 415	
				5 189	5 415	**0.4**
Hong Kong						
1 750	Asia View Ltd., Convertible USD	1.500	08-Aug-19	2 075	2 518	
6 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	953	1 090	
10 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	1 754	2 078	
1 600	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	1 984	2 718	
3 200	China Overseas Finance Investment Cayman V Ltd., Convertible USD	0.000	05-Jan-23	4 345	4 515	
1 850	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	2 243	2 483	
1 128	PB Issuer No 4 Ltd., Convertible USD	3.250	03-Jul-21	1 427	1 370	
				14 781	16 772	**1.3**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hungary						
4 540	Hungary Government USD	5.750	22-Nov-23	$ 6 514	$ 7 036	
2 190	Hungary Government USD	5.375	25-Mar-24	3 176	3 327	
				9 690	10 363	**0.8**
Indonesia						
760	Government of Indonesia USD	4.875	05-May-21	1 069	1 092	
1 648	Government of Indonesia USD	5.375	17-Oct-23	2 303	2 381	
1 750	Government of Indonesia USD	4.750	08-Jan-26	2 358	2 398	
650	Government of Indonesia USD	6.625	17-Feb-37	926	948	
101 104 000	Indonesia Treasury IDR	7.875	15-Apr-19	10 090	9 901	
187 161 000	Indonesia Treasury IDR	8.375	15-Mar-24	18 739	18 302	
59 339 000	Indonesia Treasury IDR	9.000	15-Mar-29	6 212	5 996	
255	Pelabuhan Indonesia II PT USD	4.250	05-May-25	302	314	
1 525	Perusahaan Penerbit SBSN Indonesia III USD	4.325	28-May-25	1 862	2 019	
1 500	Republic of Indonesia USD	5.950	08-Jan-46	1 991	2 056	
				45 852	45 407	**3.6**
Ireland						
980	Allied Irish Banks Plc. EUR	7.375	31-Dec-50	1 382	1 497	
				1 382	1 497	**0.1**
Italy						
400	Beni Stabili S.p.A. SIIQ, Convertible EUR	0.875	31-Jan-21	573	618	
300	Finanziaria Citta Di Torina Holding S.p.A., Convertible EUR	0.625	30-Nov-20	429	467	
808	Mercury Bondco Plc. EUR	8.250	30-May-21	1 155	1 215	
7 560	Wind Acquisition Finance S.A. EUR	4.000	15-Jul-20	10 615	11 368	
				12 772	13 668	**1.1**
Ivory Coast						
1 538	Ivory Coast Government USD	6.375	03-Mar-28	1 900	1 942	
4 205	Ivory Coast Government USD	5.750	31-Dec-32	5 034	5 204	
				6 934	7 146	**0.6**
Jamaica						
4 250	Digicel Ltd. USD	6.000	15-Apr-21	4 890	4 984	
2 299	Digicel Ltd. USD	6.750	01-Mar-23	2 879	2 672	
1 215	Jamaica Government USD	6.750	28-Apr-28	1 580	1 671	
865	Jamaica Government USD	7.875	28-Jul-45	1 125	1 166	
				10 474	10 493	**0.8**
Japan						
40 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	485	533	
50 000	K's Holdings Corp., Convertible JPY	0.000	20-Dec-19	521	712	
150 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	1 689	1 817	
180 000	LIXIL Group Corp., Convertible JPY	0.000	04-Mar-20	1 911	2 121	
40 000	Resorttrust Inc., Convertible JPY	0.000	01-Dec-21	431	547	
40 000	Sankyo Co. Ltd., Convertible JPY	0.000	23-Jul-20	426	479	
80 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	869	977	
70 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-20	806	897	
100 000	Terumo Corp., Convertible JPY	0.000	04-Dec-19	1 031	1 351	
50 000	Terumo Corp., Convertible JPY	0.000	06-Dec-21	516	684	
100 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	23-Mar-18	1 070	1 204	
110 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	25-Mar-20	1 189	1 350	
300	The Gunma Bank Ltd., Convertible USD	0.000	11-Oct-19	362	428	
700	The Joyo Bank Ltd., Convertible USD	0.000	24-Apr-19	889	940	
60 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-18	673	727	
100 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-20	1 124	1 215	
140 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	1 546	1 755	
60 000	Toray Industries Inc., Convertible JPY	0.000	30-Aug-19	821	912	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Japan (cont.)						
60 000	Toray Industries Inc., Convertible JPY	0.000	31-Aug-21	$ 781	$ 975	
80 000	Unicharm Corp., Convertible JPY	0.000	25-Sep-20	992	1 115	
130 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	1 442	1 691	
1 000	Yamaguchi Financial Group Inc., Convertible USD	0.000	26-Mar-20	1 301	1 460	
				20 875	23 890	**1.9**
Kazakhstan						
1 231	Government of Kazakhstan USD	5.125	21-Jul-25	1 614	1 687	
740	Government of Kazakhstan USD	6.500	21-Jul-45	959	1 011	
2 262	KazMunaiGaz Finance Sub BV USD	7.000	05-May-20	3 019	3 323	
				5 592	6 021	**0.5**
Lithuania						
1 225	Lithuania Government USD	6.125	09-Mar-21	1 857	1 957	
1 223	Lithuania Government USD	6.625	01-Feb-22	1 923	2 026	
				3 780	3 983	**0.3**
Luxembourg						
3 220	Aguila 3 S.A. USD	7.875	31-Jan-18	4 287	4 483	
2 540	Altice Financing S.A. USD	6.625	15-Feb-23	3 268	3 479	
2 710	Altice US Finance I Corp.	5.375	15-Jul-23	3 384	3 769	
1 100	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	1 388	1 332	
5 502	Intelsat Jackson Holdings S.A. USD	6.625	15-Dec-22	6 106	4 891	
500	Oryx S.A. USD	1.933	11-Sep-18	620	704	
870	Swissport Investments S.A. EUR	6.750	15-Dec-21	1 270	1 364	
				20 323	20 022	**1.6**
Malaysia						
2 860	Cahaya Capital Ltd., Convertible USD	0.000	18-Sep-21	3 429	3 843	
1 700	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	1 578	1 860	
19 850	Malaysia Government MYR	3.654	31-Oct-19	6 811	6 450	
4 012	Malaysia Government MYR	4.378	29-Nov-19	1 264	1 336	
20 050	Malaysia Government MYR	4.048	30-Sep-21	6 969	6 499	
6 110	Malaysia Government MYR	4.181	15-Jul-24	2 137	1 961	
8 316	Malaysia Government MYR	3.955	15-Sep-25	2 537	2 637	
1 150	Malaysia Government MYR	3.892	15-Mar-27	383	352	
				25 108	24 938	**2.0**
Mexico						
2 800	America Movil S.A.B. de C.V., Convertible EUR	0.000	28-May-20	3 795	4 324	
215	Banco Nacional de Comercio Exterior S.N.C. USD	4.375	14-Oct-25	279	295	
1 973	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	2 936	2 561	
27 130	Mexican Bonos MXN	8.000	07-Dec-23	2 406	2 444	
58 010	Mexican Bonos MXN	10.000	05-Dec-24	5 855	5 904	
77 900	Mexican Bonos MXN	7.500	03-Jun-27	6 928	6 796	
32 100	Mexican Bonos MXN	10.000	20-Nov-36	3 959	3 453	
19 550	Mexican Bonos MXN	7.750	13-Nov-42	1 976	1 725	
1 920	Petroleos Mexicanos USD	3.500	30-Jan-23	2 339	2 325	
275	Petroleos Mexicanos USD	6.375	23-Jan-45	344	324	
2 555	Petroleos Mexicanos USD	5.625	23-Jan-46	3 029	2 719	
2 702	United Mexican States USD	4.000	02-Oct-23	3 614	3 790	
371	United Mexican States USD	3.600	30-Jan-25	453	501	
3 045	United Mexican States USD	5.550	21-Jan-45	4 365	4 327	
675	United Mexican States USD	4.600	23-Jan-46	821	835	
500	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	101	6	
				43 200	42 329	**3.3**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Netherlands						
700	ABN AMRO Bank N.V. EUR	5.750	01-Jan-45	$ 1 045	$ 1 056	
750	Brenntag Finance BV, Convertible USD	1.875	02-Dec-22	997	1 095	
200	Centrics Oil & Gas Finance BV EUR	6.000	04-Mar-17	289	271	
5 265	LBC Tank Terminals Holding Netherlands BV USD	6.875	15-May-23	5 921	7 249	
1 440	NXP Semiconductors N.V., Convertible USD	1.000	01-Dec-19	1 830	2 193	
600	OCI N.V., Convertible EUR	3.875	25-Sep-18	1 084	1 028	
1 860	Rabobank Nederland N.V. EUR	5.500	31-Dec-99	2 688	2 842	
1 400	Sequa Petroleum N.V., Convertible USD	5.000	29-Apr-20	1 612	1 647	
970	UPC Holding BV CHF	6.750	15-Mar-23	1 117	1 450	
2 390	UPCB Finance IV Ltd. USD	5.375	15-Jan-25	2 971	3 133	
1 770	UPCB Finance IV Ltd. EUR	4.000	15-Jan-27	2 402	2 515	
1 602	UPCB Finance V Ltd. USD	7.250	15-Nov-21	1 946	2 364	
900	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	1 342	1 486	
				25 244	28 329	**2.2**
Norway						
1 200	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	1 273	1 395	
1 200	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	1 944	2 371	
1 170	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	1 357	1 729	
				4 574	5 495	**0.4**
Pakistan						
885	Pakistan Government USD	7.250	15-Apr-19	1 156	1 260	
297	Pakistan Government USD	8.250	15-Apr-24	402	424	
1 320	Pakistan Government USD	8.250	30-Sep-25	1 812	1 884	
				3 370	3 568	**0.3**
Panama						
2 431	Republic of Panama USD	3.750	16-Mar-25	3 067	3 308	
				3 067	3 308	**0.3**
Paraguay						
911	Republic of Paraguay USD	4.625	25-Jan-23	1 139	1 228	
1 570	Republic of Paraguay USD	6.100	11-Aug-44	2 094	2 094	
				3 233	3 322	**0.3**
Peru						
715	Corp Financiera de Desarrollo S.A. USD	4.750	15-Jul-25	923	977	
1 750	Peruvian Government PEN	5.700	12-Aug-24	667	645	
2 910	Peruvian Government USD	4.125	25-Aug-27	3 835	3 968	
7 850	Republic of Peru PEN	5.700	12-Aug-24	3 142	2 895	
				8 567	8 485	**0.7**
Philippines						
1 261	AYC Finance Ltd., Convertible USD	0.500	02-May-19	1 617	1 876	
2 685	Republic of Philippines USD	5.500	30-Mar-26	4 226	4 408	
725	Republic of Philippines USD	6.375	23-Oct-34	1 259	1 314	
				7 102	7 598	**0.6**
Poland						
3 560	Government of Poland PLN	3.250	25-Jul-19	1 311	1 310	
2 935	Government of Poland USD	5.000	23-Mar-22	4 352	4 512	
5 400	Government of Poland PLN	4.000	25-Oct-23	2 035	2 065	
1 335	Government of Poland USD	4.000	22-Jan-24	1 883	1 946	
36 705	Government of Poland PLN	3.250	25-Jul-25	13 150	13 278	
				22 731	23 111	**1.8**
Portugal						
1 600	Novo Banco S.A. EUR	4.000	21-Jan-19	2 125	330	
				2 125	330	–

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Romania						
2 800	Romanian Government RON	5.850	26-Apr-23	$ 1 054	$ 1 075	
1 870	Romanian Government USD	4.375	22-Aug-23	2 549	2 700	
2 378	Romanian Government USD	6.125	22-Jan-44	3 686	3 861	
				7 289	7 636	**0.6**
Russia						
277 900	Russian Federal Bond - OFZ RUB	7.000	16-Aug-23	4 585	4 576	
295 700	Russian Federal Bond - OFZ RUB	8.150	03-Feb-27	5 365	5 153	
700	Russian Foreign Bond - Eurobond USD	5.000	29-Apr-20	927	1 001	
1 400	Russian Foreign Bond - Eurobond USD	4.875	16-Sep-23	1 771	1 973	
1 210	Vnesheconombank USD	6.902	09-Jul-20	1 681	1 699	
				14 329	14 402	**1.1**
Senegal						
400	Senegal Government USD	8.750	13-May-21	573	581	
				573	581	–
Singapore						
3 750	CapitaLand Ltd., Convertible SGD	2.800	08-Jun-25	3 401	3 541	
1 500	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	1 339	1 460	
				4 740	5 001	**0.4**
South Africa						
1 135	Eskom Holdings SOC Ltd. USD	6.750	06-Aug-23	1 476	1 370	
1 800	Eskom Holdings SOC Ltd. USD	7.125	11-Feb-25	2 293	2 167	
800	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	1 178	1 125	
48 319	Republic of South Africa ZAR	6.750	31-Mar-21	4 695	3 854	
900	Republic of South Africa USD	5.875	16-Sep-25	1 297	1 278	
235 887	Republic of South Africa ZAR	10.500	21-Dec-26	27 996	22 158	
20 550	Republic of South Africa ZAR	7.000	28-Feb-31	1 932	1 392	
20 000	Republic of South Africa ZAR	8.250	31-Mar-32	2 148	1 506	
35 100	Republic of South Africa ZAR	6.250	31-Mar-36	2 734	2 083	
400	Steinhoff Finance Holding GmbH, Convertible EUR	4.000	30-Jan-21	852	820	
				46 601	37 753	**2.9**
Sri Lanka						
3 310	Sri Lanka Government USD	5.875	25-Jul-22	4 144	4 203	
775	Sri Lanka Government USD	6.850	03-Nov-25	1 028	1 003	
				5 172	5 206	**0.4**
Switzerland						
1 415	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	1 745	2 204	
				1 745	2 204	**0.2**
Taiwan						
400	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	486	679	
2 000	Siliconware Precision Industries Co., Convertible USD	0.000	31-Oct-19	2 442	2 933	
1 000	TPK Holding Co. Ltd., Convertible USD	0.000	08-Apr-20	1 254	1 167	
2 400	United Microelectronics Corp., Convertible USD	0.000	18-May-20	2 892	3 039	
700	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	856	981	
				7 930	8 799	**0.7**
Thailand						
67 600	Thailand Government THB	1.200	14-Jul-21	2 619	2 625	
269 906	Thailand Government THB	3.625	16-Jun-23	11 081	11 226	
123 515	Thailand Government THB	3.850	12-Dec-25	5 209	5 314	
				18 909	19 165	**1.5**
Trinidad and Tobago						
597	Petroleum Co of Trinidad & Tobago Ltd. USD	6.000	08-May-22	795	773	
				795	773	**0.1**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Tunisia						
2 002	Banque Centrale de Tunisie S.A. USD	5.750	30-Jan-25	$ 2 525	$ 2 419	
				2 525	2 419	**0.2**
Turkey						
2 900	Republic of Turkey TRY	8.500	10-Jul-19	1 269	1 290	
6 324	Republic of Turkey TRY	8.800	27-Sep-23	3 399	2 722	
24 600	Republic of Turkey TRY	9.000	24-Jul-24	12 882	10 671	
27 043	Republic of Turkey TRY	8.000	12-Mar-25	11 272	10 986	
3 030	Republic of Turkey USD	4.250	14-Apr-26	3 592	3 942	
1 275	Republic of Turkey USD	4.875	16-Apr-43	1 544	1 557	
				33 958	31 168	**2.4**
Ukraine						
1 050	JSC Oschadbank USD	9.375	10-Mar-23	1 260	1 300	
1 125	JSC Ukreximbank USD	9.625	27-Apr-22	1 343	1 399	
1 235	Ukraine Government USD	7.750	01-Sep-19	1 601	1 596	
846	Ukraine Government USD	7.750	01-Sep-20	1 083	1 083	
609	Ukraine Government USD	7.750	01-Sep-25	748	745	
1 846	Ukraine Government USD	7.750	01-Sep-27	2 242	2 231	
4 534	Ukraine Government USD	0.000	31-May-40	2 751	2 541	
				11 028	10 895	**0.9**
United Arab Emirates						
2 600	Aabar Investments PJSC, Convertible EUR	0.500	27-Mar-20	3 785	3 658	
				3 785	3 658	**0.3**
United Kingdom						
400	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	417	4	
200	Capital Shopping Centres Jersey Ltd., Convertible GBP	2.500	04-Oct-18	403	445	
3 350	CEVA Group Plc. USD	7.000	01-Mar-21	3 750	3 871	
4 570	EnQuest Plc. USD	7.000	15-Apr-22	5 000	2 237	
770	F&C Asset Management Plc. GBP	6.750	20-Dec-26	1 123	1 608	
300	Great Portland Estates Capital Jersey Ltd., Convertible GBP	1.000	10-Sep-18	675	745	
600	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	582	220	
600	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	1 120	1 349	
100	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	284	297	
600	J Sainsbury Plc., Convertible GBP	2.875	31-Dec-99	1 214	1 177	
692	Johnston Press Bond Plc. GBP	8.625	01-Jun-19	1 227	1 172	
2 338	Lynx I Corp. GBP	6.000	15-Apr-21	4 173	4 949	
500	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	962	1 155	
750	Premier Oil Finance Jersey Ltd., Convertible USD	2.500	27-Jul-18	786	784	
1 551	Priory Group No 3 Plc. GBP	7.000	15-Feb-18	2 926	3 244	
830	Royal Bank of Scotland Group Plc. USD	7.500	31-Dec-99	1 094	1 199	
2 710	Tullow Oil Plc. USD	6.250	15-Apr-22	2 664	2 564	
2 110	Virgin Media Secured Finance Plc. USD	5.500	15-Jan-25	2 480	2 927	
820	Virgin Media Secured Finance Plc. GBP	4.875	15-Jan-27	1 515	1 540	
				32 395	31 487	**2.5**
United States						
2 863	Acadia Healthcare Co. Inc.	5.625	15-Feb-23	3 791	3 762	
1 370	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	1 689	1 820	
840	Allegion Plc. USD	5.875	15-Sep-23	1 113	1 188	
1 288	Allegion US Holding Co Inc.	5.750	01-Oct-21	1 769	1 813	
6 159	Alliance Data Systems Corp.	5.375	01-Aug-22	7 286	8 139	
3 637	AMC Entertainment Inc.	5.875	15-Feb-22	4 258	5 133	
4	American Tower Corp. Real Estate Investment Trust	5.500	15-Feb-18	453	505	
1 870	Amsurg Corp.	5.625	15-Jul-22	2 265	2 571	
3 440	Apex Tool Group LLC	7.000	01-Feb-21	3 619	3 689	
2 210	Audatex North America Inc.	6.000	15-Jun-21	2 911	3 092	
6 178	Audatex North America Inc.	6.125	01-Nov-23	7 876	8 634	
2 963	BakerCorp International Inc.	8.250	01-Jun-19	3 116	3 034	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 667	Ball Corp. EUR	4.375	15-Dec-23	$ 2 371	$ 2 586	
1 860	Berry Plastics Corp.	5.500	15-May-22	2 144	2 567	
2 000	Berry Plastics Corp.	6.000	15-Oct-22	2 699	2 830	
479	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	659	889	
6 101	Blackboard Inc.	7.750	15-Nov-19	6 754	7 345	
700	Brocade Communications Systems Inc., Convertible	1.375	01-Jan-20	930	932	
4 190	Cablevision Systems Corp.	8.625	15-Sep-17	5 831	6 117	
1 176	Cardtronics Inc., Convertible	1.000	01-Dec-20	1 333	1 518	
2 070	Central Garden & Pet Co.	6.125	15-Nov-23	2 723	2 907	
710	Cepheid Inc., Convertible	1.250	01-Feb-21	887	877	
3 070	Cequel Communications Holdings I LLC	5.125	15-Dec-21	3 706	3 839	
1 106	Cinemark USA Inc.	4.875	01-Jun-23	1 246	1 498	
2 550	Citrix Systems Inc., Convertible	0.500	15-Apr-19	3 473	3 855	
1 630	Cobalt International Energy Inc., Convertible	3.125	15-May-24	1 493	1 201	
1 050	CommScope Inc.	4.375	15-Jun-20	1 313	1 467	
2 810	Community Health Systems Inc.	5.125	15-Aug-18	3 611	3 927	
2 280	Community Health Systems Inc.	7.125	15-Jul-20	3 070	3 159	
2 060	DISH DBS Corp.	5.125	01-May-20	2 723	2 829	
2 210	Endo Finance LLC	6.000	15-Jul-23	2 752	3 058	
4 030	Envision Healthcare Corp.	5.125	01-Jul-22	4 640	5 493	
1 875	Equinix Inc.	5.750	01-Jan-25	2 235	2 666	
3 220	ESH Hospitality Inc.	5.250	01-May-25	3 944	4 366	
703	Euronet Worldwide Inc., Convertible	1.500	01-Oct-44	864	1 153	
725	Extra Space Storage LP, Convertible	3.125	01-Oct-35	951	1 098	
1 786	FireEye Inc., Convertible	1.625	01-Jun-35	2 119	1 994	
1 605	Halcon Resources Corp.	8.625	01-Feb-20	1 984	1 541	
1 890	HCA Inc.	5.875	01-May-23	2 263	2 694	
8 220	HD Supply Inc.	7.500	15-Jul-20	10 911	11 886	
4 260	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	5 676	6 138	
220	Hologic Inc., Convertible	2.000	15-Dec-37	339	516	
656	Huron Consulting Group Inc., Convertible	1.250	01-Oct-19	822	903	
150	Illumina Inc., Convertible	0.250	15-Mar-16	390	473	
678	Intel Corp., Convertible	3.250	01-Aug-39	1 229	1 562	
1 000	Jarden Corp., Convertible	1.500	15-Jun-19	1 902	2 064	
440	Jarden Corp., Convertible	1.125	15-Mar-34	567	754	
870	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	1 045	1 134	
550	Lam Research Corp., Convertible	0.500	15-May-16	843	992	
1 280	Level 3 Communications Inc.	5.750	01-Dec-22	1 587	1 815	
2 610	Level 3 Financing Inc.	7.000	01-Jun-20	2 891	3 783	
1 140	Level 3 Financing Inc.	5.375	15-Jan-24	1 501	1 589	
1 820	LGE HoldCo VI BV EUR	7.125	15-May-24	2 900	2 969	
1 210	Liberty Media Corp., Convertible	1.375	15-Oct-23	1 380	1 648	
1 707	LinkedIn Corp., Convertible	0.500	01-Nov-19	2 169	2 489	
1 830	Live Nation Entertainment Inc.	7.000	01-Sep-20	2 496	2 633	
1 827	Live Nation Entertainment Inc.	5.375	15-Jun-22	2 070	2 503	
4 140	LTF Merger Sub Inc.	8.500	15-Jun-23	5 188	5 499	
972	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	1 241	1 474	
460	MEDNAX Inc.	5.250	01-Dec-23	614	641	
3 541	Memorial Resource Development Corp.	5.875	01-Jul-22	4 004	4 312	
1 455	MGM Resorts International	5.250	31-Mar-20	1 938	2 003	
1 925	MGM Resorts International	6.000	15-Mar-23	2 288	2 650	
2 211	Microchip Technology Inc., Convertible	1.625	15-Feb-25	2 841	3 056	
1 300	Micron Technology Inc., Convertible	3.000	15-Nov-43	1 543	1 504	
6 520	Momentive Performance Materials Inc.	3.880	24-Oct-21	7 102	6 270	
1 080	Neptune Finco Corp.	10.125	15-Jan-23	1 442	1 562	
1 290	Neptune Finco Corp.	10.875	15-Oct-25	1 725	1 874	
2 390	Neptune Finco Corp.	6.625	15-Oct-25	3 188	3 448	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
3 753	Nielsen Finance LLC	5.000	15-Apr-22	$ 4 476	$ 5 148	
909	Nuance Communications Inc., Convertible	1.000	15-Dec-35	1 218	1 216	
197	Oasis Petroleum Inc.	6.875	15-Mar-22	228	176	
356	ON Semiconductor Corp., Convertible	1.000	01-Dec-20	443	461	
4 910	Onex York Acquisition Corp.	8.500	01-Oct-22	5 511	5 597	
3 820	OPE KAG Finance Sub Inc.	7.875	31-Jul-23	5 001	5 266	
1 400	Overseas Shipholding Group Inc.	8.125	30-Mar-18	1 798	1 986	
541	Pattern Energy Group Inc., Convertible	4.000	15-Jul-20	710	693	
3 975	Pinnacle Entertainment Inc.	7.750	01-Apr-22	4 736	6 006	
200	Proofpoint Inc., Convertible	1.250	15-Dec-18	442	478	
800	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	1 043	1 280	
1 030	Restoration Hardware Holdings Inc., Convertible	0.000	15-Jun-19	1 261	1 320	
4 660	Rite Aid Corp.	6.125	01-Apr-23	6 070	6 698	
1 240	Sabre GLBL Inc.	5.250	15-Nov-23	1 631	1 705	
1 945	Salesforce.com Inc., Convertible	0.250	01-Apr-18	2 661	3 468	
1 590	SanDisk Corp., Convertible	1.500	15-Aug-17	2 719	3 461	
1 523	Sealed Air Corp. EUR	4.500	15-Sep-23	2 128	2 376	
660	ServiceNow Inc., Convertible	0.000	01-Nov-18	865	1 176	
1 270	Sirius XM Radio Inc.	4.250	15-May-20	1 654	1 779	
2 415	Sirius XM Radio Inc.	5.875	01-Oct-20	3 207	3 509	
703	SolarCity Corp., Convertible	1.625	01-Nov-19	776	790	
1 950	Spectrum Brands Inc.	5.750	15-Jul-25	2 370	2 779	
2 353	SunEdison Inc., Convertible	2.375	15-Apr-22	3 117	1 338	
4 150	Sunoco LP	5.500	01-Aug-20	5 369	5 470	
1 540	Sunoco LP	6.375	01-Apr-23	1 946	2 014	
450	SunPower Corp., Convertible	4.000	15-Jan-23	625	750	
644	Synchronoss Technologies Inc., Convertible	0.750	15-Aug-19	904	900	
2 230	T-Mobile USA Inc.	6.500	15-Jan-26	2 921	3 123	
1 969	Taylor Morrison Communities Inc.	5.625	03-Jan-24	2 149	2 629	
4 430	Tenet Healthcare Corp.	5.000	01-Mar-19	5 551	5 685	
3 613	Tenet Healthcare Corp.	8.000	01-Aug-20	4 522	5 037	
1 830	Tenet Healthcare Corp.	6.750	15-Jun-23	2 259	2 353	
302	TESARO Inc., Convertible	3.000	01-Oct-21	494	705	
2 840	Tesla Motors Inc., Convertible	1.250	03-Jan-21	3 038	3 620	
4 080	The ADT Corp.	4.125	15-Jun-23	4 230	5 307	
1 395	The Priceline Group Inc., Convertible	1.000	15-Mar-18	2 170	2 754	
3 220	TransDigm Inc.	5.500	15-Oct-20	3 966	4 333	
2 175	United Rentals North America Inc.	7.375	15-May-20	2 946	3 183	
1 650	United Rentals North America Inc.	6.125	15-Jun-23	2 217	2 346	
1 000	United States Treasury	1.000	30-Sep-16	1 340	1 386	
3 765	United States Treasury	3.000	15-Nov-45	5 059	5 192	
3 567	Valeant Pharmaceuticals International Inc. USD	5.875	15-May-23	3 973	4 430	
5 127	VRX Escrow Corp. EUR	4.500	15-May-23	6 921	6 730	
2 701	VWR Funding Inc. EUR	4.625	15-Apr-22	3 642	3 989	
800	Wright Medical Group Inc., Convertible	2.000	15-Feb-20	1 018	1 151	
2 809	Yahoo! Inc., Convertible	0.000	01-Dec-18	3 433	3 799	
6 180	Zayo Group LLC	6.000	01-Apr-23	7 570	8 124	
1 930	ZF North America Capital Inc.	4.500	29-Apr-22	2 344	2 620	
				317 368	344 266	**26.9**
Uruguay						
1 109	Uruguay Government USD	4.375	27-Oct-27	1 431	1 517	
1 180	Uruguay Government USD	5.100	18-Jun-50	1 492	1 414	
				2 923	2 931	**0.2**

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Venezuela						
3 530	Petroleos de Venezuela S.A. USD	6.000	16-May-24	$ 1 751	$ 1 832	
13 104	Petroleos de Venezuela S.A. USD	6.000	15-Nov-26	6 579	6 709	
235	Petroleos de Venezuela S.A. USD	5.500	12-Apr-37	113	119	
1 510	Republic of Venezuela USD	11.750	21-Oct-26	865	956	
				9 308	9 616	**0.8**
Vietnam						
280	Republic of Vietnam USD	6.750	29-Jan-20	377	425	
1 437	Republic of Vietnam USD	4.800	19-Nov-24	1 787	1 922	
				2 164	2 347	**0.2**
Zambia						
3 030	Zambia Government USD	8.500	14-Apr-24	3 843	3 346	
1 675	Zambia Government USD	8.970	30-Jul-27	1 890	1 838	
				5 733	5 184	**0.4**
TOTAL BONDS				1 106 652	1 121 461	**87.8**
LOANS						
Ireland						
3 850	Eircom Finco S.a.r.l. EUR	4.500	30-Sep-19	5 108	5 683	
				5 108	5 683	**0.4**
Netherlands						
681	Ziggo BV EUR	3.750	15-Jan-22	1 026	1 003	
1 057	Ziggo BV EUR	3.750	01-Feb-22	1 591	1 557	
1 913	Ziggo BV EUR	3.750	01-Feb-22	2 885	2 818	
				5 502	5 378	**0.4**
United States						
2 840	Belk Inc.	5.750	20-Nov-22	3 373	3 478	
1 980	CCO Safari III LLC	3.500	23-Jan-23	2 575	2 741	
340	J Crew Group Inc.	4.000	05-Mar-21	348	307	
339	J Crew Group Inc.	4.000	05-Mar-21	347	305	
343	J Crew Group Inc.	4.000	05-Mar-21	352	310	
284	J Crew Group Inc.	4.000	05-Mar-21	291	256	
3 260	Level 3 Financing Inc.	3.500	31-May-22	3 629	4 449	
3 079	NewPage Corp.	9.500	11-Feb-21	3 010	1 558	
4 234	PetSmart Inc.	4.250	10-Mar-22	5 306	5 718	
2 481	rue21, inc.	5.625	10-Oct-20	2 819	2 788	
2 144	SBA Senior Finance II LLC	3.250	24-Mar-21	2 572	2 912	
4 430	Staples Inc.	0.000	24-Apr-21	5 340	6 074	
3 450	Toys "R" Us Property Co. I LLC	6.000	21-Aug-19	4 176	4 233	
2 160	Valeant Pharmaceuticals International Inc.	3.750	05-Aug-20	2 428	2 875	
2 814	Vertellus Specialties Inc.	10.500	31-Oct-19	3 041	2 887	
				39 607	40 891	**3.2**
TOTAL LOANS				50 217	51 952	**4.0**

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

BLUEBAY GLOBAL MONTHLY INCOME BOND FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
75	adidas AG, Call @ 84.00 December 16, 2016	$ 110	$ 131	
75	Airbus Group SE, Call @ 76.00 December 15, 2017	66	50	
2 894	Koninklijke KPN N.V., Call @ 4.00 December 15, 2017	159	156	
397	Siemens AG, Call @ 100.00 June 17, 2016	425	74	
500	The Euro Stoxx 50 Index Future, Call @ 4 000.00 December 16, 2016	527	211	
(157)	The S&P 500 Index Future, Written Put @ 1 850.00 January 15, 2016	(302)	(28)	
157	The S&P 500 Index Future, Put @ 1 950.00 January 15, 2016	681	122	
165	Vodafone Group Plc., Call @ 240.00 December 15, 2017	56	50	
TOTAL OTHER INVESTMENTS		1 722	766	**0.1**
SHORT-TERM INVESTMENTS*		17 986	17 986	**1.4**
TOTAL INVESTMENTS		1 179 058	1 194 902	**93.5**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	83	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	6 355	**0.5**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(24 634)	**(1.9)**
TOTAL PORTFOLIO		$ 1 179 058	1 176 706	**92.1**
CASH			94 897	**7.4**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			6 531	**0.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 1 278 134	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
(32)	United States 5-Year Note Future, March 2016 Contracts at USD 118.61 per contract	$ (5 046)	$ 13
(133)	United States 10-Year Note Future, March 2016 Contracts at USD 126.29 per contract	(22 889)	70
TOTAL FUTURES		$ (27 935)	$ 83

$18 000 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 4 417 Sold CAD 1 520 @ 2.9060	05-Jan-16	$ 25
Bought CAD 528 Sold BRL 1 460 @ 0.3617	05-Jan-16	17
Bought CAD 1 064 Sold BRL 3 027 @ 0.3515	05-Jan-16	5
Bought CAD 247 Sold ZAR 2 673 @ 0.0922	27-Jan-16	8
Bought CAD 3 400 Sold RUB 176 936 @ 0.0192	27-Jan-16	70
Bought CAD 695 Sold ZAR 7 516 @ 0.0925	27-Jan-16	26
Bought CAD 1 174 Sold ZAR 12 888 @ 0.0911	27-Jan-16	26
Bought CAD 196 Sold PEN 484 @ 0.4054	27-Jan-16	1
Bought CAD 556 Sold RUB 28 717 @ 0.0194	27-Jan-16	16
Bought CAD 324 Sold RON 970 @ 0.3342	27-Jan-16	1
Bought CAD 1 855 Sold PLN 5 200 @ 0.3567	27-Jan-16	22
Bought CLP 112 216 Sold CAD 208 @ 538.8500	27-Jan-16	10
Bought COP 7 812 200 Sold CAD 3 350 @ 2332.0000	27-Jan-16	46
Bought HUF 1 002 747 Sold CAD 4 578 @ 219.0444	27-Jan-16	202
Bought HUF 667 798 Sold CAD 3 035 @ 220.0323	27-Jan-16	149
Bought INR 1 637 Sold CAD 33 @ 50.1090	27-Jan-16	1
Bought KRW 227 809 Sold CAD 262 @ 869.5000	27-Jan-16	6
Bought KRW 460 746 Sold CAD 537 @ 858.0000	27-Jan-16	5
Bought MXN 110 035 Sold CAD 8 720 @ 12.6188	27-Jan-16	97
Bought MXN 16 205 Sold CAD 1 293 @ 12.5300	27-Jan-16	5
Bought MYR 45 786 Sold CAD 13 895 @ 3.2952	27-Jan-16	797
Bought MYR 1 892 Sold CAD 603 @ 3.1350	27-Jan-16	4
Bought PEN 5 657 Sold CAD 2 191 @ 2.5820	27-Jan-16	91
Bought PHP 54 635 Sold CAD 1 532 @ 35.6600	27-Jan-16	75
Bought PLN 4 528 Sold CAD 1 509 @ 3.0009	27-Jan-16	87
Bought PLN 19 850 Sold CAD 6 604 @ 3.0057	27-Jan-16	393
Bought PLN 1 990 Sold CAD 655 @ 3.0385	27-Jan-16	47
Bought PLN 17 212 Sold CAD 5 841 @ 2.9469	27-Jan-16	227
Bought PLN 2 155 Sold CAD 745 @ 2.8913	27-Jan-16	14
Bought RON 15 114 Sold CAD 4 819 @ 3.1367	27-Jan-16	211
Bought RON 10 654 Sold CAD 3 370 @ 3.1614	27-Jan-16	175
Bought SGD 328 Sold CAD 320 @ 1.0265	27-Jan-16	–

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought THB 189 015 Sold CAD 6 965 @ 27.1392	27-Jan-16	$ 291
Bought THB 17 560 Sold CAD 655 @ 26.8087	27-Jan-16	19
Bought THB 19 684 Sold CAD 750 @ 26.2570	27-Jan-16	6
Bought TRY 30 231 Sold CAD 13 769 @ 2.1955	27-Jan-16	465
Bought TRY 13 613 Sold CAD 6 260 @ 2.1746	27-Jan-16	150
Bought TRY 2 461 Sold CAD 1 128 @ 2.1813	27-Jan-16	31
Bought CAD 53 181 Sold BRL 148 934 @ 0.3571	02-Feb-16	1 691
Bought CAD 950 Sold BRL 2 686 @ 0.3537	02-Feb-16	21
Bought CAD 3 112 Sold USD 2 250 @ 1.3833	03-Mar-16	–
Bought CAD 968 Sold USD 700 @ 1.3829	03-Mar-16	–
Bought CAD 1 238 Sold GBP 600 @ 2.0626	03-Mar-16	14
Bought CAD 809 Sold USD 585 @ 1.3836	03-Mar-16	–
Bought CAD 1 049 Sold USD 750 @ 1.3984	03-Mar-16	11
Bought CAD 339 Sold EUR 224 @ 1.5118	03-Mar-16	1
Bought CAD 149 Sold CHF 106 @ 1.4058	03-Mar-16	2
Bought CAD 3 871 Sold USD 2 790 @ 1.3874	03-Mar-16	11
Bought EUR 1 640 Sold CAD 2 438 @ 0.6726	03-Mar-16	31
Bought EUR 1 277 Sold CAD 1 901 @ 0.6718	03-Mar-16	22
Bought JPY 36 622 Sold CAD 415 @ 88.1670	03-Mar-16	7
Bought USD 8 140 Sold CAD 11 047 @ 0.7368	03-Mar-16	214
Bought USD 1 384 Sold CAD 1 875 @ 0.7381	03-Mar-16	40
Bought USD 4 361 Sold CAD 5 910 @ 0.7379	03-Mar-16	123
Bought USD 2 200 Sold CAD 2 981 @ 0.7381	03-Mar-16	63
Bought USD 9 370 Sold CAD 12 852 @ 0.7291	03-Mar-16	111
Bought USD 14 620 Sold CAD 20 107 @ 0.7271	03-Mar-16	119
Bought USD 676 Sold CAD 932 @ 0.7251	03-Mar-16	3
Bought USD 3 000 Sold CAD 4 100 @ 0.7317	10-Mar-16	50
		$ 6 355

Contracts	Maturity Date	Unrealized Loss
Bought BRL 21 575 Sold CAD 7 550 @ 2.8575	05-Jan-16	$ (4)
Bought BRL 148 934 Sold CAD 53 783 @ 2.7692	05-Jan-16	(1 693)
Bought CAD 55 923 Sold BRL 160 618 @ 0.3482	05-Jan-16	(253)
Bought CAD 3 315 Sold BRL 9 822 @ 0.3375	05-Jan-16	(120)
Bought USD 2 500 Sold CAD 3 469 @ 0.7206	05-Jan-16	(10)
Bought CAD 6 298 Sold IDR 66 408 723 @ 0.0001	27-Jan-16	(289)
Bought CAD 9 729 Sold KRW 8 574 434 @ 0.0011	27-Jan-16	(362)
Bought CAD 4 392 Sold TRY 9 640 @ 0.4556	27-Jan-16	(147)
Bought CAD 4 365 Sold COP 10 229 213 @ 0.0004	27-Jan-16	(82)
Bought CAD 1 050 Sold MYR 3 339 @ 0.3145	27-Jan-16	(21)
Bought CAD 685 Sold TRY 1 520 @ 0.4506	27-Jan-16	(31)
Bought CAD 3 110 Sold TRY 6 874 @ 0.4525	27-Jan-16	(127)
Bought CAD 6 330 Sold KRW 5 505 518 @ 0.0011	27-Jan-16	(149)
Bought CAD 9 340 Sold SGD 9 903 @ 0.9432	27-Jan-16	(315)
Bought CAD 2 865 Sold TRY 6 309 @ 0.4541	27-Jan-16	(105)
Bought CAD 1 334 Sold COP 3 194 620 @ 0.0004	27-Jan-16	(55)
Bought CAD 645 Sold MXN 8 114 @ 0.0795	27-Jan-16	(5)
Bought CAD 126 Sold HUF 26 679 @ 0.0047	27-Jan-16	(1)
Bought CAD 582 Sold TRY 1 265 @ 0.4600	27-Jan-16	(14)
Bought CAD 510 Sold PLN 1 485 @ 0.3434	27-Jan-16	(13)
Bought CAD 95 Sold PEN 238 @ 0.3997	27-Jan-16	(1)
Bought CAD 347 Sold COP 838 005 @ 0.0004	27-Jan-16	(17)
Bought CAD 531 Sold MYR 1 670 @ 0.3180	27-Jan-16	(5)
Bought CAD 474 Sold IDR 4 991 220 @ 0.0001	27-Jan-16	(21)

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 914 Sold THB 24 036 @ 0.0380	27-Jan-16	$ (9)
Bought CAD 1 167 Sold TRY 2 545 @ 0.4586	27-Jan-16	(31)
Bought CAD 260 Sold HUF 54 689 @ 0.0048	27-Jan-16	(1)
Bought CAD 1 047 Sold PLN 3 025 @ 0.3462	27-Jan-16	(19)
Bought CAD 1 303 Sold MXN 16 298 @ 0.0800	27-Jan-16	(3)
Bought CAD 968 Sold IDR 10 076 880 @ 0.0001	27-Jan-16	(32)
Bought CAD 53 Sold PHP 1 845 @ 0.0287	27-Jan-16	(1)
Bought CAD 1 090 Sold MYR 3 430 @ 0.3178	27-Jan-16	(10)
Bought CAD 715 Sold COP 1 730 121 @ 0.0004	27-Jan-16	(37)
Bought IDR 15 814 401 Sold CAD 1 593 @ 9925.0000	27-Jan-16	(25)
Bought MXN 58 462 Sold CAD 4 715 @ 12.3996	27-Jan-16	(30)
Bought MXN 57 965 Sold CAD 4 672 @ 12.4081	27-Jan-16	(27)
Bought MXN 20 011 Sold CAD 1 605 @ 12.4679	27-Jan-16	(2)
Bought RUB 319 933 Sold CAD 6 471 @ 49.4400	27-Jan-16	(450)
Bought RUB 30 522 Sold CAD 605 @ 50.4500	27-Jan-16	(31)
Bought RUB 157 719 Sold CAD 3 125 @ 50.4700	27-Jan-16	(157)
Bought ZAR 12 310 Sold CAD 1 125 @ 10.9418	27-Jan-16	(29)
Bought ZAR 39 340 Sold CAD 3 605 @ 10.9128	27-Jan-16	(102)
Bought ZAR 20 267 Sold CAD 1 860 @ 10.8960	27-Jan-16	(55)
Bought ZAR 15 043 Sold CAD 1 369 @ 10.9872	27-Jan-16	(30)
Bought CAD 1 949 Sold CHF 1 431 @ 1.3620	03-Mar-16	(33)
Bought CAD 26 490 Sold EUR 18 000 @ 1.4717	03-Mar-16	(616)
Bought CAD 20 383 Sold JPY 1 850 000 @ 0.0110	03-Mar-16	(940)
Bought CAD 7 723 Sold GBP 3 800 @ 2.0325	03-Mar-16	(27)
Bought CAD 3 065 Sold HKD 17 534 @ 0.1748	03-Mar-16	(67)
Bought CAD 123 892 Sold USD 91 500 @ 1.3540	03-Mar-16	(2 694)
Bought CAD 6 749 Sold SGD 7 050 @ 0.9573	03-Mar-16	(116)
Bought CAD 17 267 Sold GBP 8 500 @ 2.0314	03-Mar-16	(71)
Bought CAD 84 376 Sold EUR 57 245 @ 1.4739	03-Mar-16	(1 828)
Bought CAD 1 561 Sold CHF 1 145 @ 1.3637	03-Mar-16	(24)
Bought CAD 411 236 Sold USD 303 640 @ 1.3544	03-Mar-16	(8 839)
Bought CAD 80 Sold AUD 82 @ 0.9735	03-Mar-16	(3)
Bought CAD 260 982 Sold USD 191 769 @ 1.3609	03-Mar-16	(4 324)
Bought CAD 223 Sold EUR 150 @ 1.4853	03-Mar-16	(3)
Bought CAD 34 Sold USD 25 @ 1.3564	03-Mar-16	(1)
Bought CAD 2 564 Sold EUR 1 710 @ 1.4997	03-Mar-16	(11)
Bought CAD 751 Sold EUR 500 @ 1.5025	03-Mar-16	(2)
Bought CAD 306 Sold JPY 26 600 @ 0.0115	03-Mar-16	(1)
Bought EUR 9 630 Sold CAD 14 520 @ 0.6632	03-Mar-16	(19)
Bought EUR 327 Sold CAD 494 @ 0.6621	03-Mar-16	(1)
Bought GBP 1 020 Sold CAD 2 113 @ 0.4828	03-Mar-16	(32)
Bought GBP 92 Sold CAD 190 @ 0.4844	03-Mar-16	(2)
Bought GBP 645 Sold CAD 1 346 @ 0.4793	03-Mar-16	(30)
Bought USD 198 Sold CAD 276 @ 0.7164	03-Mar-16	(2)
Bought USD 496 Sold CAD 692 @ 0.7173	03-Mar-16	(5)
Bought USD 383 Sold CAD 536 @ 0.7148	03-Mar-16	(6)
Bought USD 1 536 Sold CAD 2 141 @ 0.7173	03-Mar-16	(16)
		$ (24 634)
TOTAL FOREIGN EXCHANGE		$ (18 279)

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 rate of 0.41% and mature on January 14, 2016.

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 194 902**	$ 1 120 311
Cash	**94 897**	79 989
Due from investment dealers	**273**	498
Subscriptions receivable	**2 704**	15 929
Unrealized gain on futures contracts	**83**	61
Futures contracts margin receivable	**100**	2 005
Unrealized gain on foreign exchange contracts	**6 355**	7 240
Dividends receivable, interest accrued and other assets	**15 907**	14 056
TOTAL ASSETS	**1 315 221**	1 240 089
LIABILITIES		
Due to investment dealers	**10 561**	169
Redemptions payable	**1 177**	516
Unrealized loss on foreign exchange contracts	**24 634**	17 595
Distributions payable	**232**	–
Accounts payable and accrued expenses	**483**	586
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**37 087**	18 866
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 278 134**	$ 1 221 223
Investments at cost	**$ 1 179 058**	$ 1 098 421
NAV		
SERIES A	**$ 48 861**	$ 67 539
ADVISOR SERIES	**$ 45 365**	$ 67 207
SERIES H	**$ 3 493**	$ 4 524
SERIES D	**$ 9 750**	$ 11 567
SERIES F	**$ 80 104**	$ 99 663
SERIES I	**$ 10 743**	$ 13 805
SERIES O	**$ 1 079 818**	$ 956 918
NAV PER UNIT		
SERIES A	**$ 9.23**	$ 9.89
ADVISOR SERIES	**$ 9.23**	$ 9.89
SERIES H	**$ 9.27**	$ 9.91
SERIES D	**$ 9.55**	$ 10.14
SERIES F	**$ 9.61**	$ 10.20
SERIES I	**$ 9.65**	$ 10.22
SERIES O	**$ 9.80**	$ 10.35

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 123**	$ 137
Interest for distribution purposes	**69 335**	42 379
Net gain (loss) from futures contracts	**(317)**	117
Other derivatives	**(3 863)**	–
Net realized gain (loss) on investments	**86 267**	23 211
Net gain (loss) on foreign currencies and other net assets	**(147 165)**	(40 730)
Change in unrealized gain (loss) on investments	**(13 970)**	697
TOTAL INCOME (LOSS)	**(9 590)**	25 811
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 070**	3 532
Administration fees	**2 636**	1 790
Independent Review Committee costs	**3**	3
GST/HST	**591**	569
Transaction costs	**141**	14
Withholding tax	**453**	104
TOTAL EXPENSES	**6 894**	6 012
INCREASE (DECREASE) IN NAV	**$ (16 484)**	$ 19 799
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 319)**	$ 1 980
ADVISOR SERIES	**$ (1 276)**	$ 2 097
SERIES H	**$ (86)**	$ 121
SERIES D	**$ (193)**	$ 397
SERIES F	**$ (1 552)**	$ 3 727
SERIES I	**$ (187)**	$ 919
SERIES O	**$ (11 871)**	$ 10 558
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.27)**	$ 0.11
ADVISOR SERIES	**$ (0.27)**	$ 0.10
SERIES H	**$ (0.26)**	$ 0.12
SERIES D	**$ (0.21)**	$ 0.18
SERIES F	**$ (0.20)**	$ 0.19
SERIES I	**$ (0.19)**	$ 0.21
SERIES O	**$ (0.10)**	$ 0.27

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (16 484)**	$ 19 799
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes	**744**	217
Net realized loss (gain) on investments	**(82 404)**	(23 211)
Change in unrealized loss (gain) on investments	**13 970**	(697)
(Increase) decrease in accrued receivables	**(1 873)**	(6 388)
Increase (decrease) in accrued payables	**(103)**	(4 804)
Cost of investments purchased	**(2 577 208)**	(2 075 389)
Proceeds on sales of investments	**2 588 848**	1 569 826
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(74 510)**	(520 647)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**371 798**	761 818
Cash paid on redemption of redeemable units	**(265 179)**	(192 634)
Distributions paid to holders of redeemable units	**(19 106)**	(16 598)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 87 513**	$ 552 586
Net increase (decrease) in cash for the period	**13 003**	31 939
Cash (bank overdraft), beginning of period	**81 994**	50 055
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 94 997**	$ 81 994
Interest received (paid)	**$ 68 226**	$ 35 948
Dividends received, net of withholding taxes	**$ (328)**	$ (5 315)

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 67 539**	$ 67 294	**$ 67 207**	$ 69 008	**$ 4 524**	$ 4 899	**$ 11 567**	$ 10 217
INCREASE (DECREASE) IN NAV	**(1 319)**	1 980	**(1 276)**	2 097	**(86)**	121	**(193)**	397
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**5 695**	14 892	**4 086**	17 342	**667**	2 115	**790**	3 516
Reinvestments of distributions to holders of redeemable units	**1 892**	2 160	**1 730**	2 073	**94**	125	**389**	395
Redemption of redeemable units	**(22 549)**	(16 099)	**(24 036)**	(20 515)	**(1 545)**	(2 552)	**(2 366)**	(2 509)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(14 962)**	953	**(18 220)**	(1 100)	**(784)**	(312)	**(1 187)**	1 402
Distributions from net income	**(1 967)**	(2 148)	**(1 925)**	(2 236)	**(132)**	(147)	**(359)**	(359)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**(430)**	(540)	**(421)**	(562)	**(29)**	(37)	**(78)**	(90)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 397)**	(2 688)	**(2 346)**	(2 798)	**(161)**	(184)	**(437)**	(449)
NET INCREASE (DECREASE) IN NAV	**(18 678)**	245	**(21 842)**	(1 801)	**(1 031)**	(375)	**(1 817)**	1 350
NAV AT END OF PERIOD	**$ 48 861**	$ 67 539	**$ 45 365**	$ 67 207	**$ 3 493**	$ 4 524	**$ 9 750**	$ 11 567

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 99 663**	$ 97 616	**$ 13 805**	$ 20 898	**$ 956 918**	$ 362 132	**$ 1 221 223**	$ 632 064
INCREASE (DECREASE) IN NAV	**(1 552)**	3 727	**(187)**	919	**(11 871)**	10 558	**(16 484)**	19 799
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**29 758**	42 919	**4 759**	4 340	**312 818**	691 137	**358 573**	776 261
Reinvestments of distributions to holders of redeemable units	**2 052**	2 097	**326**	527	**34 020**	14 453	**40 503**	21 830
Redemption of redeemable units	**(45 988)**	(42 903)	**(7 407)**	(12 117)	**(161 949)**	(93 608)	**(265 840)**	(190 303)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(14 178)**	2 113	**(2 322)**	(7 250)	**184 889**	611 982	**133 236**	607 788
Distributions from net income	**(3 142)**	(3 031)	**(454)**	(609)	**(50 118)**	(27 754)	**(58 097)**	(36 284)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**(687)**	(762)	**(99)**	(153)	**–**	–	**(1 744)**	(2 144)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 829)**	(3 793)	**(553)**	(762)	**(50 118)**	(27 754)	**(59 841)**	(38 428)
NET INCREASE (DECREASE) IN NAV	**(19 559)**	2 047	**(3 062)**	(7 093)	**122 900**	594 786	**56 911**	589 159
NAV AT END OF PERIOD	**$ 80 104**	$ 99 663	**$ 10 743**	$ 13 805	**$ 1 079 818**	$ 956 918	**$ 1 278 134**	$ 1 221 223

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

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 2015**	December 31 2014
AAA	**0.6**	–
AA	**0.6**	0.2
A	**7.8**	1.8
BBB	**25.2**	19.7
BB	**16.8**	26.4
B	**23.5**	29.2
CCC	**9.4**	7.3
D	**–**	0.1
Unrated	**16.1**	15.3
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 2015**	December 31 2014
United States	**26.9**	27.3
Brazil	**7.1**	2.2
Loans	**4.0**	6.9
Indonesia	**3.6**	2.7
Mexico	**3.3**	2.9
South Africa	**2.9**	1.7
United Kingdom	**2.5**	6.2
Turkey	**2.4**	2.5
Colombia	**2.4**	1.1
Netherlands	**2.2**	0.9
France	**2.1**	1.8
Malaysia	**2.0**	0.3
Japan	**1.9**	0.5
Poland	**1.8**	0.9
Luxembourg	**1.6**	1.3
Thailand	**1.5**	–
Canada	**1.4**	1.7
China	**1.3**	3.4
Hong Kong	**1.3**	1.5
Germany	**1.1**	2.1
Romania	**0.6**	2.0
Other Countries	**18.1**	19.7
Cash/Other	**8.0**	10.4
Total	**100.0**	100.0

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

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 2015**	December 31 2014
Less than 1 year	**1.0**	1.3
1 – 5 years	**32.1**	24.5
5 – 10 years	**52.2**	60.4
> 10 years	**14.7**	13.8
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 4.9%). 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 2015**	December 31 2014
Mexican peso	**3.1**	–
South African rand	**2.9**	0.6
Turkish new lira	**2.7**	–
Malaysian ringgit	**2.5**	–
Brazilian real	**2.4**	–
Polish zloty	**2.3**	–
Indonesian rupiah	**2.2**	0.6
Thailand baht	**2.1**	–
Colombian peso	**1.7**	–
Russian ruble	**1.2**	–
Romanian leu	**0.7**	–
Hungarian forint	**0.6**	–
Other currencies	**(1.9)**	0.5
Total	**22.5**	1.7

As at December 31, 2015, 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, 2014 – 0.0%). 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**599**	**2 788**	**–**	**3 387**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**1 173 529**	**–**	**1 173 529**
Short-term investments	**–**	**17 986**	**–**	**17 986**
Derivatives – assets	**83**	**6 355**	**–**	**6 438**
Derivatives – liabilities	**–**	**(24 634)**	**–**	**(24 634)**
Total financial instruments	**682**	**1 176 024**	**–**	**1 176 706**
% of total portfolio	**0.1**	**99.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.65%
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 2015	December 31 2014
Units held		
Series A	**–**	69
Advisor Series	**–**	58
Series H	**117**	112
Series D	**–**	58
Series F	**–**	58
Series I	**–**	111
Value of all units	**1**	5

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	85 820
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)	**2015**	2014
Series A		
Opening units	**6 833**	6 742
Issued number of units	**582**	1 465
Reinvested number of units	**196**	213
Redeemed number of units	**(2 317)**	(1 587)
Ending number of units	**5 294**	6 833
Advisor Series		
Opening units	**6 797**	6 910
Issued number of units	**415**	1 705
Reinvested number of units	**179**	204
Redeemed number of units	**(2 478)**	(2 022)
Ending number of units	**4 913**	6 797
Series H		
Opening units	**457**	490
Issued number of units	**67**	209
Reinvested number of units	**10**	12
Redeemed number of units	**(157)**	(254)
Ending number of units	**377**	457
Series D		
Opening units	**1 141**	1 006
Issued number of units	**78**	340
Reinvested number of units	**39**	38
Redeemed number of units	**(237)**	(243)
Ending number of units	**1 021**	1 141
Series F		
Opening units	**9 775**	9 567
Issued number of units	**2 933**	4 124
Reinvested number of units	**205**	201
Redeemed number of units	**(4 582)**	(4 117)
Ending number of units	**8 331**	9 775
Series I		
Opening units	**1 351**	2 045
Issued number of units	**465**	419
Reinvested number of units	**32**	50
Redeemed number of units	**(735)**	(1 163)
Ending number of units	**1 113**	1 351
Series O		
Opening units	**92 437**	35 028
Issued number of units	**30 435**	64 985
Reinvested number of units	**3 348**	1 374
Redeemed number of units	**(15 993)**	(8 950)
Ending number of units	**110 227**	92 437

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**141**	**100**	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 2015	December 31 2014
RBC Balanced Growth & Income Class	**0.4**	–
RBC Balanced Growth & Income Fund	**4.8**	3.5
RBC Conservative Growth & Income Fund	**0.4**	–
RBC Select Balanced Portfolio	**37.5**	31.7
RBC Select Growth Portfolio	**7.3**	6.9
Total	**50.4**	42.1

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, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FOREIGN BONDS						
Argentina						
1 768	Argentina Bonar USD	7.000	17-Apr-17	$ 1 779	$ 1 819	
2 156	Argentina Bonar USD	8.750	07-May-24	2 276	2 306	
973	YPF S.A. USD	8.875	19-Dec-18	1 024	986	
4 482	YPF S.A. USD	8.500	28-Jul-25	4 431	4 292	
				9 510	9 403	**1.9**
Barbados						
3 916	Columbus International Inc. USD	7.375	30-Mar-21	4 065	3 892	
				4 065	3 892	**0.8**
Brazil						
707	Centrais Eletricas Brasileiras S.A. USD	6.875	30-Jul-19	640	640	
913	Centrais Eletricas Brasileiras S.A. USD	5.750	27-Oct-21	764	724	
2 450	Cosan Luxembourg S.A. USD	5.000	14-Mar-23	2 042	2 024	
2 389	Cosan Overseas Ltd. USD	8.250	05-Nov-15	2 409	1 929	
272	GTL Trade Finance Inc. USD	5.893	29-Apr-24	243	194	
3 000	Klabin Finance S.A. USD	5.250	16-Jul-24	2 984	2 678	
1 320	Minerva Luxembourg S.A. USD	7.750	31-Jan-23	1 331	1 247	
1 822	Odebrecht Finance Ltd. BRL	8.250	25-Apr-18	481	247	
2 280	Oi S.A. USD	5.750	10-Feb-22	1 311	1 060	
3 340	Petrobras Global Finance BV USD	3.250	17-Mar-17	3 076	3 098	
5 700	Petrobras Global Finance BV USD	5.875	01-Mar-18	4 894	5 087	
3 500	Petrobras International Finance Co. USD	5.375	27-Jan-21	2 931	2 616	
3 910	TAM Capital 3 Inc. USD	8.375	03-Jun-21	4 075	3 112	
1 100	Votorantim Cimentos S.A. EUR	3.250	25-Apr-21	1 033	868	
				28 214	25 524	**5.0**
Chile						
1 460	AES Gener S.A. USD	5.000	14-Jul-25	1 454	1 400	
6 180	AES Gener S.A. USD	8.375	18-Dec-73	6 671	6 211	
2 570	Banco Santander Chile USD	3.875	20-Sep-22	2 623	2 565	
1 350	Cencosud S.A. USD	6.625	12-Feb-45	1 328	1 194	
2 029	Embotelladora Andina S.A. USD	5.000	01-Oct-23	2 190	2 098	
2 690	Empresa Electrica Guacolda S.A. USD	4.560	30-Apr-25	2 688	2 484	
4 845	Guanay Finance Ltd. USD	6.000	15-Dec-20	5 066	4 809	
1 050	Telefonica Chile S.A. USD	3.875	12-Oct-22	1 033	1 038	
7 460	VTR Finance BV USD	6.875	15-Jan-24	7 492	6 882	
				30 545	28 681	**5.7**
China						
2 140	Alibaba Group Holding Ltd. USD	3.600	28-Nov-24	2 082	2 052	
2 640	Baidu Inc. USD	3.500	28-Nov-22	2 599	2 607	
2 430	Bank of China Ltd. USD	5.000	13-Nov-24	2 470	2 511	
1 310	Bluestar Finance Holdings Ltd. USD	4.375	11-Jun-20	1 310	1 317	
6 540	China Construction Bank Corp. USD	3.875	13-May-25	6 509	6 468	
2 600	China Overseas Finance Cayman VI Ltd. USD	6.450	11-Jun-34	2 636	2 785	
3 820	China Resources Power East Foundation Co. Ltd. USD	7.250	31-Dec-99	3 972	3 868	
2 774	CITIC Pacific Ltd. USD	8.625	31-Dec-99	3 145	3 149	
1 860	CNOOC Finance 2013 Ltd. USD	3.000	09-May-23	1 794	1 747	
1 000	CRCC Yupeng Ltd. USD	3.950	01-Aug-19	1 000	1 016	
4 650	ENN Energy Holdings Ltd. USD	6.000	13-May-21	5 127	5 070	
306	Greenland Global Investment Ltd. USD	4.375	03-Jul-19	304	308	
2 804	Greenland Global Investment Ltd. USD	5.875	03-Jul-24	2 812	2 798	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
China (cont.)						
2 600	Industrial & Commercial Bank of China Ltd. USD	2.905	13-Nov-20	$ 2 600	$ 2 582	
2 570	Industrial & Commercial Bank of China Ltd. USD	4.875	21-Sep-25	2 549	2 610	
2 230	Kaisa Group Holdings Ltd. USD	8.875	19-Mar-18	1 544	1 547	
1 307	Longfor Properties Co. Ltd. USD	6.875	18-Oct-19	1 382	1 385	
1 200	Moon Wise Global Ltd. USD	9.000	31-Dec-99	1 298	1 300	
2 550	Shui On Development Holding Ltd. USD	10.125	31-Dec-99	2 663	2 677	
2 680	Tencent Holdings Ltd. USD	3.800	11-Feb-25	2 595	2 632	
1 219	Wanda Properties International Co. Ltd. USD	7.250	29-Jan-24	1 328	1 339	
				51 719	51 768	**10.2**
Colombia						
850	Banco Davivienda S.A. USD	5.875	09-Jul-22	814	851	
1 970	Bancolombia S.A. USD	5.950	03-Jun-21	2 084	2 041	
1 668	Ecopetrol S.A. USD	5.375	26-Jun-26	1 491	1 424	
7 000	Empresa de Energia de Bogota S.A. USD	6.125	10-Nov-21	7 357	7 210	
4 482 440	Empresa de Telecomunicaciones de Bogota COP	7.000	17-Jan-23	2 076	1 172	
				13 822	12 698	**2.5**
Guatemala						
2 872	Comcel Trust USD	6.875	06-Feb-24	2 969	2 227	
970	Industrial Senior Trust USD	5.500	01-Nov-22	923	898	
				3 892	3 125	**0.6**
Hong Kong						
2 600	CLP Power HK Finance Ltd. USD	4.250	31-Dec-99	2 648	2 625	
5 520	FPC Finance Ltd. USD	6.000	28-Jun-19	5 923	5 791	
700	FPC Treasury Ltd. USD	4.500	16-Apr-23	672	694	
900	FPT Finance Ltd. USD	6.375	28-Sep-20	997	986	
2 550	MCE Finance Ltd. USD	5.000	15-Feb-21	2 377	2 333	
1 350	PCCW-HKT Capital No 5 Ltd. USD	3.750	08-Mar-23	1 348	1 350	
				13 965	13 779	**2.7**
India						
2 610	Bharat Petroleum Corp Ltd. USD	4.000	08-May-25	2 587	2 542	
2 430	Bharti Airtel International Netherlands BV USD	5.125	11-Mar-23	2 404	2 521	
2 380	Bharti Airtel Ltd. USD	4.375	10-Jun-25	2 363	2 333	
2 984	Greenko Dutch BV USD	8.000	01-Aug-19	2 889	3 140	
2 370	Indian Oil Corp Ltd. USD	5.750	01-Aug-23	2 603	2 579	
5 314	NTPC Ltd. USD	5.625	14-Jul-21	5 845	5 778	
4 800	Vedanta Resources Plc. USD	6.000	31-Jan-19	3 989	3 062	
				22 680	21 955	**4.3**
Indonesia						
7 091	Listrindo Capital BV USD	6.950	21-Feb-19	7 407	7 286	
1 243	Pelabuhan Indonesia II PT USD	4.250	05-May-25	1 127	1 107	
3 400	Perusahaan Gas Negara Persero PT USD	5.125	16-May-24	3 326	3 269	
				11 860	11 662	**2.3**
Israel						
3 292	Delek & Avner Tamar Bond Ltd. USD	5.412	30-Dec-25	3 384	3 321	
7 621	Israel Electric Corp Ltd. USD	5.000	12-Nov-24	7 785	7 790	
1 380	Teva Pharmaceutical Finance Co. LLC	6.150	01-Feb-36	1 560	1 513	
				12 729	12 624	**2.5**
Jamaica						
1 690	Digicel Ltd. USD	6.750	01-Mar-23	1 686	1 420	
				1 686	1 420	**0.3**
Luxembourg						
1 349	Altice Financing S.A. USD	7.875	15-Dec-19	1 444	1 406	
1 345	Millicom International Cellular S.A. USD	6.625	15-Oct-21	1 389	1 249	
				2 833	2 655	**0.5**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Malaysia						
2 520	Axiata SPV2 Berhad USD	3.466	19-Nov-20	$ 2 520	$ 2 516	
				2 520	2 516	**0.5**
Mexico						
3 700	Alfa S.A.B. de C.V. USD	6.875	25-Mar-44	3 792	3 450	
3 540	Axtel S.A.B. de C.V. USD	9.000	31-Jan-20	3 654	3 690	
1 500	Banco Santander Mexico S.A. USD	5.950	30-Jan-24	1 537	1 545	
6 365	BBVA Bancomer S.A. USD	6.750	30-Sep-22	6 992	7 017	
4 800	Cemex Espana Luxembourg USD	9.875	30-Apr-19	5 355	5 100	
5 277	Cemex Finance LLC	9.375	12-Oct-22	5 914	5 580	
2 500	El Puerto de Liverpool S.A.B. de C.V. USD	3.950	02-Oct-24	2 456	2 434	
6 874	Fermaca Enterprises S. de R.L. de C.V. USD	6.375	30-Mar-38	6 975	6 462	
2 740	Grupo Posadas S.A.B. de C.V. USD	7.875	30-Jun-22	2 613	2 634	
33 280	Mexican Bonos MXN	10.000	05-Dec-24	2 597	2 448	
6 534	Mexico Generadora de Energia S. de R.L. USD	5.500	06-Dec-32	6 363	5 848	
1 650	Nacional Financiera S.N.C. USD	3.375	05-Nov-20	1 647	1 642	
2 540	Nemak S.A.B. de C.V. USD	5.500	28-Feb-23	2 593	2 559	
2 880	PLA Administradora Industrial S. de R.L. de C.V. USD	5.250	10-Nov-22	2 865	2 804	
8 600	Urbi Desarrollos Urbanos S.A.B. de C.V. USD	9.750	03-Feb-22	6 037	79	
				61 390	53 292	**10.5**
Morocco						
2 260	OCP S.A. USD	5.625	25-Apr-24	2 320	2 302	
3 070	OCP S.A. USD	4.500	22-Oct-25	3 032	2 871	
5 425	OCP S.A. USD	6.875	25-Apr-44	5 975	5 345	
				11 327	10 518	**2.1**
Peru						
2 200	Banco de Credito del Peru USD	6.875	16-Sep-26	2 474	2 393	
703	Banco de Credito del Peru USD	6.125	24-Apr-27	733	738	
4 800	Corp Financiera de Desarrollo S.A. USD	4.750	08-Feb-22	4 924	4 896	
775	Lima Metro Line 2 Finance Ltd. USD	5.875	05-Jul-34	775	756	
1 480	Southern Copper Corp.	5.875	23-Apr-45	1 295	1 139	
				10 201	9 922	**2.0**
Philippines						
2 680	Royal Capital BV USD	6.250	05-May-19	2 668	2 699	
2 790	Royal Capital BV USD	5.500	02-Aug-55	2 790	2 712	
				5 458	5 411	**1.1**
Poland						
1 466	Eileme 2 AB USD	11.625	31-Jan-20	1 656	1 561	
				1 656	1 561	**0.4**
Qatar						
5 625	Qtel International Finance Ltd. USD	3.875	31-Jan-28	5 173	5 358	
1 678	Ras Laffan Liquefied Natural Gas Co. Ltd. III USD	6.332	30-Sep-27	1 906	1 897	
				7 079	7 255	**1.4**
Russia						
1 850	Alfa Bank OJSC USD	5.000	27-Nov-18	1 850	1 847	
2 260	Alfa Bank OJSC USD	7.750	28-Apr-21	2 339	2 367	
821	Evraz Group S.A. USD	6.750	27-Apr-18	793	819	
2 460	Gazprom Neft OAO USD	6.000	27-Nov-23	2 351	2 328	
5 350	Gazprom PAO USD	9.250	23-Apr-19	5 672	5 990	
952	Gazprom PAO USD	7.288	16-Aug-37	989	951	
2 400	Lukoil International Finance BV USD	7.250	05-Nov-19	2 591	2 592	
1 700	MMC Norilsk Nickel OJSC USD	6.625	14-Oct-22	1 706	1 735	
760	OJSC Novolipetsk Steel USD	4.950	26-Sep-19	739	752	
2 960	OJSC Rosneft Oil Company USD	3.149	06-Mar-17	2 837	2 918	
1 044	OJSC Russian Agricultural Bank USD	5.298	27-Dec-17	948	1 049	
2 130	RZD Capital Ltd. USD	5.700	05-Apr-22	2 133	2 090	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Russia (cont.)						
3 000	Sibur Securities Ltd. USD	3.914	31-Jan-18	$ 2 826	$ 2 921	
2 550	Sberbank of Russia USD	4.950	07-Feb-17	2 602	2 580	
6 440	Sberbank of Russia USD	5.500	26-Feb-24	5 757	5 683	
2 346	Vimpel Communications OJSC USD	7.748	02-Feb-21	2 429	2 406	
2 300	VimpelCom Holdings BV USD	6.255	01-Mar-17	2 379	2 355	
				40 941	41 383	**8.2**
Singapore						
10 117	Puma International Financing S.A. USD	6.750	01-Feb-21	10 161	9 998	
				10 161	9 998	**2.0**
South Africa						
2 314	AngloGold Ashanti Holdings Plc. USD	5.125	01-Aug-22	2 088	1 848	
2 900	Eskom Holdings SOC Ltd. USD	7.125	11-Feb-25	2 554	2 523	
3 124	Myriad International Holdings BV USD	5.500	21-Jul-25	3 085	3 018	
				7 727	7 389	**1.5**
South Korea						
3 940	Export-Import Bank of Korea USD	2.500	10-May-21	3 932	3 920	
5 150	Korea National Oil Corp. USD	3.250	01-Oct-25	5 143	5 170	
6 160	Woori Bank USD	5.000	10-Jun-45	6 160	6 186	
				15 235	15 276	**3.0**
Thailand						
3 010	Krung Thai Bank PCL USD	5.200	26-Dec-24	3 094	3 077	
				3 094	3 077	**0.6**
Turkey						
1 010	Finansbank A.S. USD	6.250	30-Apr-19	1 025	1 062	
1 930	Turkcell Iletisim Hizmetleri A.S. USD	5.750	15-Oct-25	1 900	1 869	
5 150	Turkiye Is Bankasi USD	5.000	30-Apr-20	5 163	5 114	
2 690	Turkiye Vakiflar Bankasi T.A.O. USD	6.000	01-Nov-22	2 596	2 575	
				10 684	10 620	**2.2**
Ukraine						
1 293	JSC Ukreximbank USD	9.625	27-Apr-22	1 207	1 162	
3 228	JSC Ukreximbank USD	9.750	22-Jan-25	2 966	2 825	
3 100	Ukraine Government USD	0.000	31-May-40	1 447	1 256	
				5 620	5 243	**1.0**
United Arab Emirates						
650	DP World Ltd. USD	3.250	18-May-20	649	647	
7 040	DP World Ltd. USD	6.850	02-Jul-37	7 587	6 952	
800	National Bank of Abu Dhabi PJSC USD	2.250	11-Feb-20	803	789	
1 580	National Bank of Abu Dhabi PJSC USD	5.250	31-Dec-99	1 580	1 560	
				10 619	9 948	**2.0**
United Kingdom						
1 228	Doric Nimrod Air Finance Alpha Ltd 2012-1 Class A Pass Through Trust USD	5.125	30-Nov-22	1 257	1 264	
6 969	Sable International Finance Ltd. USD	8.750	01-Feb-20	7 647	7 335	
				8 904	8 599	**1.7**
United States						
510	Terraform Global Operating LLC	9.750	15-Aug-22	383	409	
1 500	United States Treasury	1.000	30-Sep-16	1 504	1 503	
15 000	United States Treasury	1.625	30-Nov-20	14 969	14 917	
3 000	United States Treasury	2.250	15-Nov-25	3 010	2 994	
21 500	United States Treasury	2.875	15-Aug-45	21 143	20 879	
				41 009	40 702	**8.0**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Venezuela						
6 880	Petroleos de Venezuela S.A. USD	5.250	12-Apr-17	$ 3 775	$ 3 474	
2 240	Petroleos de Venezuela S.A. USD	5.375	12-Apr-27	825	818	
				4 600	4 292	**0.8**
Zambia						
6 630	Zambia Government USD	5.375	20-Sep-22	5 013	4 819	
				5 013	4 819	**1.0**
TOTAL FOREIGN BONDS				470 758	451 007	**89.3**
SHORT-TERM INVESTMENTS*				1 998	1 998	**0.4**
TOTAL INVESTMENTS				472 756	453 005	**89.7**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	390	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(492)	**(0.1)**
TOTAL PORTFOLIO				$ 472 756	452 903	**89.7**
CASH					34 545	**6.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					17 866	**3.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 505 314	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought BRL 1 931 Sold USD 479 @ 4.0317	05-Jan-16	$ 9
Bought EUR 5 150 Sold USD 5 483 @ 0.9393	05-Jan-16	115
Bought USD 936 Sold EUR 840 @ 1.1143	05-Jan-16	23
Bought USD 1 319 Sold COP 4 124 543 @ 0.0003	05-Jan-16	19
Bought USD 11 248 Sold EUR 10 300 @ 1.0920	05-Jan-16	54
Bought USD 4 347 Sold EUR 3 992 @ 1.0890	03-Mar-16	2
Bought USD 271 Sold BRL 1 078 @ 0.2518	04-Apr-16	7
Bought MXN 19 747 Sold USD 1 129 @ 17.4936	05-Apr-16	9
Bought MXN 24 741 Sold USD 1 414 @ 17.4942	05-Apr-16	12
Bought USD 1 088 Sold EUR 988 @ 1.1012	05-Apr-16	12
Bought USD 10 256 Sold EUR 9 312 @ 1.1014	05-Apr-16	111
Bought USD 2 601 Sold MXN 45 067 @ 0.0577	05-Apr-16	4
Bought USD 2 534 Sold MXN 43 908 @ 0.0577	05-Apr-16	4
Bought USD 1 294 Sold COP 4 124 543 @ 0.0003	05-Apr-16	9
		$ 390

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought BRL 477 Sold USD 124 @ 3.8508	05-Jan-16	$ (3)
Bought BRL 665 Sold USD 175 @ 3.8028	05-Jan-16	(7)
Bought BRL 470 Sold USD 125 @ 3.7649	05-Jan-16	(6)
Bought BRL 278 Sold USD 74 @ 3.7618	05-Jan-16	(4)
Bought BRL 193 Sold USD 51 @ 3.7719	05-Jan-16	(2)
Bought BRL 1 078 Sold USD 280 @ 3.8493	05-Jan-16	(8)
Bought COP 4 124 543 Sold USD 1 309 @ 3150.0000	05-Jan-16	(10)
Bought EUR 988 Sold USD 1 086 @ 0.9103	05-Jan-16	(12)
Bought EUR 9 312 Sold USD 10 231 @ 0.9101	05-Jan-16	(112)
Bought MXN 43 908 Sold USD 2 550 @ 17.2193	05-Jan-16	(2)
Bought MXN 45 067 Sold USD 2 617 @ 17.2218	05-Jan-16	(2)
Bought USD 1 193 Sold BRL 5 093 @ 0.2343	05-Jan-16	(94)
Bought USD 4 555 Sold EUR 4 310 @ 1.0568	05-Jan-16	(129)
Bought USD 2 562 Sold MXN 44 487 @ 0.0576	05-Jan-16	(19)
Bought USD 1 136 Sold MXN 19 747 @ 0.0575	05-Jan-16	(10)
Bought USD 1 423 Sold MXN 24 741 @ 0.0575	05-Jan-16	(12)
Bought EUR 1 025 Sold USD 1 122 @ 0.9131	03-Mar-16	(7)
Bought EUR 10 300 Sold USD 11 274 @ 0.9136	05-Apr-16	(53)
		$ (492)
TOTAL FOREIGN EXCHANGE		$ (102)

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 a rate of 0.13% and mature on January 7, 2016.

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

BLUEBAY EMERGING MARKETS CORPORATE BOND FUND

(IN U.S. DOLLARS)

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 453 005**	$ 451 459
Cash	**34 545**	58 456
Due from investment dealers	**–**	158
Subscriptions receivable	**8 543**	87
Unrealized gain on futures contracts	**–**	57
Futures contracts margin receivable	**2 825**	3 226
Unrealized gain on foreign exchange contracts	**390**	1 490
Dividends receivable, interest accrued and other assets	**6 680**	6 257
TOTAL ASSETS	**505 988**	521 190
LIABILITIES		
Redemptions payable	**71**	245
Unrealized loss on foreign exchange contracts	**492**	338
Accounts payable and accrued expenses	**111**	126
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**674**	709
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 505 314**	$ 520 481
Investments at cost	**$ 472 756**	$ 463 992
NAV		
SERIES A	**$ 2 477**	$ 3 746
ADVISOR SERIES	**$ 1 579**	$ 2 613
SERIES H	**$ 204**	$ 233
SERIES D	**$ 1 848**	$ 2 231
SERIES F	**$ 5 800**	$ 7 936
SERIES I	**$ 388**	$ 1 731
SERIES O	**$ 493 018**	$ 501 991
NAV PER UNIT		
SERIES A	**$ 8.20**	$ 9.35
ADVISOR SERIES	**$ 8.18**	$ 9.34
SERIES H	**$ 8.21**	$ 9.36
SERIES D	**$ 8.23**	$ 9.38
SERIES F	**$ 8.25**	$ 9.41
SERIES I	**$ 8.19**	$ 9.34
SERIES O	**$ 8.25**	$ 9.41

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 28 905**	$ 24 226
Net gain (loss) from futures contracts	**(163)**	580
Net realized gain (loss) on investments	**(28 666)**	187
Net gain (loss) on foreign currencies and other net assets	**2 987**	1 371
Change in unrealized gain (loss) on investments	**(8 472)**	(2 806)
TOTAL INCOME (LOSS)	**(5 409)**	23 558
EXPENSES (see notes – Fund Specific Information)		
Management fees	**189**	315
Administration fees	**1 064**	929
Independent Review Committee costs	**2**	3
GST/HST	**147**	132
Transaction costs	**6**	36
Withholding tax	**14**	33
TOTAL EXPENSES	**1 422**	1 448
INCREASE (DECREASE) IN NAV	**$ (6 831)**	$ 22 110
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (88)**	$ 279
ADVISOR SERIES	**$ (51)**	$ 199
SERIES H	**$ (7)**	$ 49
SERIES D	**$ (45)**	$ 103
SERIES F	**$ (151)**	$ 485
SERIES I	**$ (5)**	$ 134
SERIES O	**$ (6 484)**	$ 20 861
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.29)**	$ 0.30
ADVISOR SERIES	**$ (0.28)**	$ 0.30
SERIES H	**$ (0.29)**	$ 0.32
SERIES D	**$ (0.23)**	$ 0.37
SERIES F	**$ (0.22)**	$ 0.38
SERIES I	**$ (0.20)**	$ 0.40
SERIES O	**$ (0.12)**	$ 0.48

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (6 831)**	$ 22 110
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**28 666**	(187)
Change in unrealized loss (gain) on investments	**8 472**	2 806
(Increase) decrease in accrued receivables	**(366)**	(660)
Increase (decrease) in accrued payables	**(15)**	17
Cost of investments purchased	**(874 997)**	(682 407)
Proceeds on sales of investments	**837 725**	620 419
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(7 346)**	(37 902)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**55 419**	124 061
Cash paid on redemption of redeemable units	**(69 982)**	(41 868)
Distributions paid to holders of redeemable units	**(2 403)**	(2 633)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (16 966)**	$ 79 560
Net increase (decrease) in cash for the period	**(24 312)**	41 658
Cash (bank overdraft), beginning of period	**61 682**	20 024
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 37 370**	$ 61 682
Interest received (paid)	**$ 28 482**	$ 23 841
Dividends received, net of withholding taxes	**$ (14)**	$ (93)

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 746**	$ 6 840	**$ 2 613**	$ 5 238	**$ 233**	$ 928	**$ 2 231**	$ 2 338
INCREASE (DECREASE) IN NAV	**(88)**	279	**(51)**	199	**(7)**	49	**(45)**	103
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**589**	1 004	**52**	356	**–**	–	**98**	231
Reinvestments of distributions to holders of redeemable units	**224**	288	**117**	139	**–**	18	**196**	176
Redemption of redeemable units	**(1 730)**	(4 333)	**(981)**	(3 093)	**–**	(726)	**(436)**	(440)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(917)**	(3 041)	**(812)**	(2 598)	**–**	(708)	**(142)**	(33)
Distributions from net income	**(108)**	(187)	**(73)**	(124)	**(9)**	(27)	**(86)**	(91)
Distributions from net gains	**(156)**	(145)	**(98)**	(102)	**(13)**	(9)	**(110)**	(86)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(264)**	(332)	**(171)**	(226)	**(22)**	(36)	**(196)**	(177)
NET INCREASE (DECREASE) IN NAV	**(1 269)**	(3 094)	**(1 034)**	(2 625)	**(29)**	(695)	**(383)**	(107)
NAV AT END OF PERIOD	**$ 2 477**	$ 3 746	**$ 1 579**	$ 2 613	**$ 204**	$ 233	**$ 1 848**	$ 2 231

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 7 936**	$ 10 264	**$ 1 731**	$ 2 853	**$ 501 991**	$ 390 954	**$ 520 481**	$ 419 415
INCREASE (DECREASE) IN NAV	**(151)**	485	**(5)**	134	**(6 484)**	20 861	**(6 831)**	22 110
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 421**	2 272	**442**	209	**61 273**	119 228	**63 875**	123 300
Reinvestments of distributions to holders of redeemable units	**161**	175	**35**	168	**56 137**	38 694	**56 870**	39 658
Redemption of redeemable units	**(2 876)**	(4 557)	**(1 742)**	(1 462)	**(62 043)**	(27 100)	**(69 808)**	(41 711)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(1 294)**	(2 110)	**(1 265)**	(1 085)	**55 367**	130 822	**50 937**	121 247
Distributions from net income	**(317)**	(382)	**(37)**	(105)	**(28 538)**	(21 595)	**(29 168)**	(22 511)
Distributions from net gains	**(374)**	(321)	**(36)**	(66)	**(29 318)**	(19 051)	**(30 105)**	(19 780)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(691)**	(703)	**(73)**	(171)	**(57 856)**	(40 646)	**(59 273)**	(42 291)
NET INCREASE (DECREASE) IN NAV	**(2 136)**	(2 328)	**(1 343)**	(1 122)	**(8 973)**	111 037	**(15 167)**	101 066
NAV AT END OF PERIOD	**$ 5 800**	$ 7 936	**$ 388**	$ 1 731	**$ 493 018**	$ 501 991	**$ 505 314**	$ 520 481

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

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 2015**	December 31 2014
AAA	**8.9**	–
AA	**2.6**	2.0
A	**5.8**	6.1
BBB	**35.6**	52.9
BB	**28.0**	28.3
B	**11.1**	8.3
CCC	**2.7**	0.2
Unrated	**5.3**	2.2
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 2015**	December 31 2014
Mexico	**10.5**	8.6
China	**10.2**	11.3
Russia	**8.2**	5.7
United States	**8.0**	–
Chile	**5.7**	3.3
Brazil	**5.0**	6.7
India	**4.3**	5.8
South Korea	**3.0**	–
Hong Kong	**2.7**	4.7
Colombia	**2.5**	4.9
Israel	**2.5**	3.5
Indonesia	**2.3**	–
Turkey	**2.2**	4.6
Morocco	**2.1**	–
Singapore	**2.0**	3.4
United Arab Emirates	**2.0**	4.6
Peru	**2.0**	–
Other Countries	**14.0**	19.5
Cash/Other	**10.8**	13.4
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**0.3**	–
1 – 5 years	**30.7**	17.5
5 – 10 years	**49.5**	59.4
> 10 years	**19.5**	23.1
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 5.6%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**451 007**	**–**	**451 007**
Short-term investments	**–**	**1 998**	**–**	**1 998**
Derivatives – assets	**–**	**390**	**–**	**390**
Derivatives – liabilities	**–**	**(492)**	**–**	**(492)**
Total financial instruments	**–**	**452 903**	**–**	**452 903**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series H	**123**	112
Series D	**–**	60
Series I	**128**	114
Value of all units	**2**	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, 2015.

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)	**2015**	2014
Series A		
Opening units	**401**	705
Issued number of units	**64**	101
Reinvested number of units	**26**	30
Redeemed number of units	**(189)**	(435)
Ending number of units	**302**	401
Advisor Series		
Opening units	**280**	540
Issued number of units	**5**	35
Reinvested number of units	**14**	15
Redeemed number of units	**(106)**	(310)
Ending number of units	**193**	280
Series H		
Opening units	**25**	95
Issued number of units	**–**	–
Reinvested number of units	**–**	2
Redeemed number of units	**–**	(72)
Ending number of units	**25**	25
Series D		
Opening units	**238**	241
Issued number of units	**11**	23
Reinvested number of units	**23**	18
Redeemed number of units	**(47)**	(44)
Ending number of units	**225**	238
Series F		
Opening units	**843**	1 053
Issued number of units	**153**	227
Reinvested number of units	**19**	18
Redeemed number of units	**(312)**	(455)
Ending number of units	**703**	843

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)	**2015**	2014
Series I		
Opening units	**185**	294
Issued number of units	**47**	21
Reinvested number of units	**4**	17
Redeemed number of units	**(189)**	(147)
Ending number of units	**47**	185
Series O		
Opening units	**53 325**	40 202
Issued number of units	**6 631**	11 827
Reinvested number of units	**6 550**	4 028
Redeemed number of units	**(6 766)**	(2 732)
Ending number of units	**59 740**	53 325

Transaction costs (USD000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**6**	**100**	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 2015	December 31 2014
RBC Bond Fund	**25.5**	25.1
RBC Global Bond Fund	**26.2**	25.8
RBC Global Corporate Bond Fund	**19.7**	16.8
RBC Global High Yield Bond Fund	**17.8**	17.5
RBC Monthly Income High Yield Bond Fund	**1.2**	0.6
Total	**90.4**	85.8

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Canada				
83 939	Jaguar Mining Inc.	$ 438	$ 14	
		438	14	–
France				
29 016	Eurazeo S.A.	2 444	2 769	
8 128	Unibail-Rodamco SE Real Estate Investment Trust	2 674	2 856	
		5 118	5 625	**0.4**
Germany				
122 768	Evonik Industries AG	5 721	5 619	
		5 721	5 619	**0.4**
TOTAL EQUITIES		11 277	11 258	**0.8**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
7 800	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	$ 9 263	$ 10 661	
4 144	Paladin Energy Ltd., Convertible USD	6.000	30-Apr-17	3 621	5 218	
3 236	Paladin Energy Ltd., Convertible USD	7.000	31-Mar-20	4 042	4 175	
				16 926	20 054	**1.5**
Austria						
1 231	IMMOFINANZ AG, Convertible EUR	4.250	08-Mar-18	8 147	8 468	
				8 147	8 468	**0.6**
China						
46 000	China Singyes Solar Technologies Holdings Ltd., Convertible CNY	5.000	08-Aug-19	8 460	8 617	
4 600	Cosmos Boom Investment Ltd., Convertible USD	0.500	23-Jun-20	5 735	6 047	
4 425	Ctrip.com International Ltd., Convertible USD	1.000	01-Jul-20	5 428	6 846	
6 637	Ctrip.com International Ltd., Convertible USD	1.990	01-Jul-25	8 143	10 337	
6 000	ENN Energy Holdings Ltd., Convertible USD	0.000	26-Feb-18	7 645	9 101	
13 000	Fufeng Group Ltd., Convertible CNY	3.000	27-Nov-18	2 968	2 985	
2 750	Haitian International Holdings Ltd., Convertible USD	2.000	13-Feb-19	3 130	3 715	
4 056	Qihoo 360 Technology Co. Ltd., Convertible USD	1.750	15-Aug-21	4 434	5 454	
12 000	Shenzhou International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	2 242	2 700	
4 590	SINA Corp., Convertible USD	1.000	01-Dec-18	4 811	6 169	
7 650	Vipshop Holdings Ltd., Convertible USD	1.500	15-Mar-19	11 273	11 207	
				64 269	73 178	**5.4**
Cyprus						
3 000	Primecity Investment Plc., Convertible EUR	4.000	13-Nov-19	4 659	5 368	
				4 659	5 368	**0.4**
Finland						
1 900	Talvivaara Mining Co. Plc., Convertible EUR	4.000	16-Dec-15	858	50	
				858	50	–
France						
258	Air France-KLM, Convertible EUR	2.030	15-Feb-23	4 458	4 093	
12 000	TOTAL S.A., Convertible USD	0.500	02-Dec-22	15 868	16 255	
				20 326	20 348	**1.5**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Germany						
7 200	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	$ 9 435	$ 8 445	
500 000	Deutsche Bank Luxembourg S.A. JPY	0.000	07-May-18	1 393	370	
400 000	Deutsche Bank Luxembourg S.A. JPY	0.000	07-Jun-20	848	171	
10 750	Siemens Financieringsmaatschappij N.V., Convertible USD	1.050	16-Aug-17	14 887	15 671	
				26 563	24 657	**1.8**
Hong Kong						
8 750	Asia View Ltd., Convertible USD	1.500	08-Aug-19	10 028	12 592	
28 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	4 079	5 087	
34 000	China Daye Non-Ferrous Metals Mining Ltd., Convertible CNY	0.500	30-May-18	5 934	7 064	
16 000	China LotSynergy Holdings Ltd., Convertible HKD	5.000	17-Apr-19	2 264	2 504	
10 600	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	14 098	18 004	
22 600	China Overseas Finance Investment Cayman V Ltd., Convertible USD	0.000	05-Jan-23	30 704	31 889	
6 083	PB Issuer No 3 Ltd., Convertible USD	1.875	22-Oct-18	7 830	8 165	
6 601	PB Issuer No 4 Ltd., Convertible USD	3.250	03-Jul-21	8 375	8 019	
32 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	4 631	5 549	
				87 943	98 873	**7.3**
India						
2 600	Amtek India Ltd., Convertible USD	2.500	21-Sep-17	2 841	971	
1 845	Jaiprakash Power Ventures Ltd., Convertible USD	5.000	13-Feb-15	1 895	1 915	
				4 736	2 886	**0.2**
Italy						
3 500	Beni Stabili S.p.A. SIIQ, Convertible EUR	0.875	31-Jan-21	5 030	5 408	
1 900	Finanziaria Citta Di Torina Holding S.p.A., Convertible EUR	0.625	30-Nov-20	2 725	2 955	
				7 755	8 363	**0.6**
Japan						
240 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	2 932	3 198	
109 000	Ebara Corp., Convertible JPY	0.000	19-Mar-18	1 381	1 584	
330 000	Fukuyama Transporting Co. Ltd., Convertible JPY	0.000	22-Mar-17	3 842	4 440	
370 000	K's Holdings Corp., Convertible JPY	0.000	20-Dec-19	3 773	5 266	
1 010 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	11 248	12 238	
990 000	LIXIL Group Corp., Convertible JPY	0.000	04-Mar-20	10 343	11 668	
4 300	Mitsui OSK Lines Ltd., Convertible USD	0.000	24-Apr-20	4 718	5 028	
1 650	NHK Spring Co. Ltd., Convertible USD	0.000	20-Sep-19	1 836	2 466	
260 000	Resorttrust Inc., Convertible JPY	0.000	01-Dec-21	2 750	3 558	
290 000	Sankyo Co. Ltd., Convertible JPY	0.000	23-Jul-20	3 088	3 472	
840 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	9 426	10 262	
540 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-18	5 967	6 535	
440 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-20	4 911	5 635	
440 000	Terumo Corp., Convertible JPY	0.000	04-Dec-19	4 632	5 945	
360 000	Terumo Corp., Convertible JPY	0.000	06-Dec-21	3 858	4 927	
720 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	23-Mar-18	7 697	8 672	
720 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	25-Mar-20	7 781	8 838	
2 300	The Gunma Bank Ltd., Convertible USD	0.000	11-Oct-19	2 601	3 278	
4 400	The Joyo Bank Ltd., Convertible USD	0.000	24-Apr-19	5 193	5 906	
1 400	The Yamagata Bank Ltd., Convertible USD	0.000	22-Apr-19	1 594	1 879	
380 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-18	4 261	4 604	
600 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-20	6 747	7 287	
370 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-16	3 959	4 638	
400 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-19	4 449	5 365	
450 000	Toray Industries Inc., Convertible JPY	0.000	30-Aug-19	5 090	6 838	
380 000	Toray Industries Inc., Convertible JPY	0.000	31-Aug-21	4 572	6 175	
590 000	Unicharm Corp., Convertible JPY	0.000	25-Sep-20	7 358	8 223	
890 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	9 850	11 578	
6 400	Yamaguchi Financial Group Inc., Convertible USD	0.000	26-Mar-20	8 318	9 342	
				154 175	178 845	**13.1**

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

BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Luxembourg						
4 500	Oryx S.A. USD	1.933	11-Sep-18	$ 5 580	$ 6 334	
				5 580	6 334	**0.5**
Malaysia						
18 349	Cahaya Capital Ltd., Convertible USD	0.000	18-Sep-21	21 261	24 653	
9 563	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	8 293	10 464	
				29 554	35 117	**2.6**
Mexico						
16 800	America Movil S.A.B. de C.V., Convertible EUR	0.000	28-May-20	23 141	25 944	
13 551	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	19 805	17 590	
				42 946	43 534	**3.2**
Netherlands						
4 500	Brenntag Finance BV, Convertible USD	1.875	02-Dec-22	5 983	6 568	
2 700	Centrics Oil & Gas Finance BV EUR	6.000	04-Mar-17	3 904	3 654	
1 600	Kore Coal Finance BV EUR	9.000	22-Oct-16	2 393	2 418	
10 330	NXP Semiconductors N.V., Convertible USD	1.000	01-Dec-19	12 679	15 732	
3 600	OCI N.V., Convertible EUR	3.875	25-Sep-18	6 427	6 171	
4 800	Sequa Petroleum N.V., Convertible USD	5.000	29-Apr-20	5 526	5 645	
5 900	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	8 862	9 743	
				45 774	49 931	**3.7**
Norway						
5 600	Golden Ocean Group Ltd., Convertible USD	3.070	30-Jan-19	6 077	6 509	
8 300	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	13 457	16 399	
2 800	Ship Finance International Ltd., Convertible USD	3.750	10-Feb-16	3 315	3 991	
7 513	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	8 676	11 104	
				31 525	38 003	**2.8**
Philippines						
5 211	AYC Finance Ltd., Convertible USD	0.500	02-May-19	6 936	7 751	
				6 936	7 751	**0.6**
Singapore						
19 750	CapitaLand Ltd., Convertible SGD	2.800	08-Jun-25	18 075	18 647	
5 250	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	4 799	5 111	
				22 874	23 758	**1.7**
South Africa						
4 700	Ichor Coal NV, Convertible EUR	8.000	07-Jun-17	7 027	6 608	
2 900	Steinhoff Finance Holding GmbH, Convertible EUR	4.000	30-Jan-21	6 170	5 945	
				13 197	12 553	**0.9**
Switzerland						
7 400	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	9 128	11 526	
				9 128	11 526	**0.8**
Taiwan						
2 900	Epistar Corp., Convertible USD	0.000	07-Aug-18	3 630	3 953	
1 400	Taiwan Glass Industry Corp., Convertible USD	0.000	10-Mar-19	1 549	1 840	
7 000	TPK Holding Co. Ltd., Convertible USD	0.000	08-Apr-20	8 820	8 172	
16 000	United Microelectronics Corp., Convertible USD	0.000	18-May-20	19 310	20 257	
1 000	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	1 378	1 401	
				34 687	35 623	**2.6**
United Arab Emirates						
19 700	Aabar Investments PJSC, Convertible EUR	0.500	27-Mar-20	28 247	27 719	
3 000	National Bank of Abu Dhabi PJSC, Convertible USD	1.000	12-Mar-18	3 860	4 104	
				32 107	31 823	**2.3**

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

BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United Kingdom						
2 800	African Minerals Ltd., Convertible USD	8.500	10-Feb-17	$ 2 928	$ 29	
2 200	Capital Shopping Centres Jersey Ltd., Convertible GBP	2.500	04-Oct-18	4 379	4 891	
2 100	Great Portland Estates Capital Jersey Ltd., Convertible GBP	1.000	10-Sep-18	4 812	5 214	
4 400	Gulf Keystone Petroleum Ltd., Convertible USD	6.250	18-Oct-17	4 599	1 613	
2 100	Helical Bar Jersey Ltd., Convertible GBP	4.000	17-Jun-19	3 881	4 722	
1 000	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	2 839	2 974	
4 500	J Sainsbury Plc., Convertible GBP	2.875	31-Dec-99	9 104	8 830	
4 500	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	8 594	10 397	
4 900	Premier Oil Finance Jersey Ltd., Convertible USD	2.500	27-Jul-18	5 109	5 119	
2 900	St Modwen Properties Securities Jersey Ltd., Convertible GBP	2.875	06-Mar-19	5 624	6 063	
				51 869	49 852	**3.7**
United States						
9 290	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	11 240	12 347	
25	American Tower Corp. Real Estate Investment Trust	5.500	15-Feb-18	3 118	3 466	
2 150	Ares Capital Corp., Convertible	5.750	01-Feb-16	2 546	2 980	
533	BioMarin Pharmaceutical Inc., Convertible	0.750	15-Oct-18	624	949	
2 733	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	3 506	5 072	
5 000	Brocade Communications Systems Inc., Convertible	1.375	01-Jan-20	6 645	6 659	
10 530	Cardtronics Inc., Convertible	1.000	01-Dec-20	11 987	13 596	
5 187	Cepheid Inc., Convertible	1.250	01-Feb-21	6 177	6 410	
17 634	Citrix Systems Inc., Convertible	0.500	15-Apr-19	24 346	26 657	
10 960	Cobalt International Energy Inc., Convertible	3.125	15-May-24	10 026	8 076	
5 764	Euronet Worldwide Inc., Convertible	1.500	01-Oct-44	6 828	9 456	
4 900	Extra Space Storage LP, Convertible	3.125	01-Oct-35	6 428	7 420	
9 608	FireEye Inc., Convertible	1.625	01-Jun-35	11 365	10 727	
1 720	Hologic Inc., Convertible	2.000	15-Dec-37	2 706	4 034	
4 571	Huron Consulting Group Inc., Convertible	1.250	01-Oct-19	5 403	6 289	
1 110	Illumina Inc., Convertible	0.250	15-Mar-16	2 765	3 503	
5 085	Intel Corp., Convertible	3.250	01-Aug-39	7 897	11 715	
5 000	Jarden Corp., Convertible	1.500	15-Jun-19	9 509	10 322	
5 220	Jarden Corp., Convertible	1.125	15-Mar-34	6 168	8 945	
5 749	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	6 933	7 493	
3 750	Lam Research Corp., Convertible	0.500	15-May-16	5 745	6 765	
5 631	Liberty Interactive LLC, Convertible	3.500	15-Jan-31	3 192	4 022	
8 860	Liberty Media Corp., Convertible	1.375	15-Oct-23	9 909	12 068	
11 720	LinkedIn Corp., Convertible	0.500	01-Nov-19	13 852	17 089	
7 810	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	10 335	11 840	
15 966	Microchip Technology Inc., Convertible	1.625	15-Feb-25	20 694	22 065	
9 200	Micron Technology Inc., Convertible	3.000	15-Nov-43	10 925	10 645	
6 336	Nuance Communications Inc., Convertible	1.000	15-Dec-35	8 492	8 477	
3 292	ON Semiconductor Corp., Convertible	1.000	01-Dec-20	4 100	4 265	
2 601	Pattern Energy Group Inc., Convertible	4.000	15-Jul-20	3 415	3 334	
1 000	Proofpoint Inc., Convertible	1.250	15-Dec-18	2 208	2 390	
4 800	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	6 258	7 678	
7 665	Restoration Hardware Holdings Inc., Convertible	0.000	15-Jun-19	9 342	9 824	
14 064	Salesforce.com Inc., Convertible	0.250	01-Apr-18	21 023	25 080	
9 640	SanDisk Corp., Convertible	1.500	15-Aug-17	16 555	20 984	
6 761	SanDisk Corp., Convertible	0.500	15-Oct-20	8 264	9 729	
4 800	ServiceNow Inc., Convertible	0.000	01-Nov-18	6 004	8 555	
4 580	SolarCity Corp., Convertible	1.625	01-Nov-19	5 087	5 149	
3 633	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	4 244	5 137	
2 468	SunEdison Inc., Convertible	0.250	15-Jan-20	2 744	1 382	
13 442	SunEdison Inc., Convertible	2.375	15-Apr-22	17 256	7 644	
3 000	SunPower Corp., Convertible	4.000	15-Jan-23	4 165	4 997	
3 238	Synchronoss Technologies Inc., Convertible	0.750	15-Aug-19	4 549	4 525	

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

BLUEBAY GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 805	TESARO Inc., Convertible	3.000	01-Oct-21	$ 2 011	$ 4 212	
6 525	Tesla Motors Inc., Convertible	0.250	03-Jan-19	7 027	8 509	
16 030	Tesla Motors Inc., Convertible	1.250	03-Jan-21	17 579	20 434	
10 502	The Priceline Group Inc., Convertible	1.000	15-Mar-18	17 191	20 735	
5 410	Wright Medical Group Inc., Convertible	2.000	15-Feb-20	6 887	7 781	
14 001	Yahoo! Inc., Convertible	0.000	01-Dec-18	16 229	18 937	
				411 499	460 368	**33.8**
Vietnam						
1 200	Vingroup JSC, Convertible USD	5.000	03-Apr-17	1 488	2 208	
				1 488	2 208	**0.2**
TOTAL BONDS				1 135 521	1 249 471	**91.8**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
550	adidas AG, Call @ 84.00 December 16, 2016	$ 804	$ 961	
5 000 000	Advanced Semiconductor Engineering Inc., Call @ 1.85 September 5, 2016	–	1 678	
440	Airbus Group SE, Call @ 76.00 December 15, 2017	389	291	
3 000 000	Asia Cement Corp., Call @ 1.75 May 13, 2016	–	–	
7 000 000	AYC Finance Ltd., Call @ 100.00 May 10, 2017	1 218	1 055	
5 700 000	Epistar Corp., Call @ 1.60 August 7, 2018	–	–	
50 000 000	Hengan International Group Co. Ltd., Call @ 1.80 June 27, 2016	164	–	
23 391	Koninklijke KPN N.V., Call @ 4.00 December 15, 2017	1 262	1 262	
1 100 000 000	LIXIL Group Corp., Call @ 0.40 March 4, 2022	–	718	
58 000 000	Shenzou International Group, Call @ 2.50 June 18, 2017	1 064	2 853	
1 958	Siemens AG, Call @ 100.00 June 17, 2016	1 887	365	
2 000 000	Siliconware Precision Industries Co., Call @ 1.75 October 31, 2017	–	215	
5 000 000	Siliconware Precision Industries Co., Call @ 1.75 October 31, 2017	–	537	
8 000 000	Siliconware Precision Industries Co., Call @ 1.75 October 31, 2019	–	858	
2 000 000	Suntec Real Estate Investment Trust, Call @ 1.80 March 18, 2016	63	1	
10 000 000	Suntec Real Estate Investment Trust, Call @ 2.00 March 18, 2016	298	10	
700 000 000	Terumo Corp., Call @ 0.28 December 6, 2021	–	1 786	
3 300	The Euro Stoxx 50 Index Future, Call @ 4 000.00 December 16, 2016	3 481	1 389	
(1 059)	The S&P 500 Index Future, Written Put @ 1 850.00 January 15, 2016	(2 037)	(190)	
1 059	The S&P 500 Index Future, Put @ 1 950.00 January 15, 2016	4 597	821	
200 000 000	Toppan Printing Co. Ltd., Call @ 0.28 December 19, 2016	–	387	
100 000 000	Toppan Printing Co. Ltd., Call @ 0.38 December 19, 2019	–	213	
1 185	Vodafone Group Plc., Call @ 240.00 December 15, 2017	405	357	
3 900 000	Zhen Ding Technology Holding Ltd., Call @ 1.80 June 26, 2019	–	259	
TOTAL OTHER INVESTMENTS		13 595	15 826	**1.2**
SHORT-TERM INVESTMENTS*		31 956	31 956	**2.3**
TOTAL INVESTMENTS		1 192 349	1 308 511	**96.1**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	315	**–**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(30 427)	**(2.2)**
TOTAL PORTFOLIO		$ 1 192 349	1 278 399	**93.9**
CASH			117 465	**8.6**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(33 291)	**(2.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 1 362 573	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 33 Sold HKD 186 @ 0.1770	03-Mar-16	$ –
Bought CAD 8 849 Sold GBP 4 290 @ 2.0626	03-Mar-16	99
Bought CAD 938 Sold SGD 951 @ 0.9860	03-Mar-16	12
Bought EUR 5 800 Sold CAD 8 718 @ 0.6653	03-Mar-16	16
Bought JPY 224 159 Sold CAD 2 549 @ 87.9534	03-Mar-16	35
Bought USD 2 744 Sold CAD 3 718 @ 0.7381	03-Mar-16	78
Bought USD 6 081 Sold CAD 8 337 @ 0.7294	03-Mar-16	75
		$ 315

Contracts	Maturity Date	Unrealized Loss
Bought CAD 17 717 Sold HKD 101 353 @ 0.1748	03-Mar-16	$ (385)
Bought CAD 60 950 Sold GBP 30 000 @ 2.0317	03-Mar-16	(241)
Bought CAD 29 638 Sold SGD 30 960 @ 0.9573	03-Mar-16	(508)
Bought CAD 169 224 Sold EUR 115 000 @ 1.4715	03-Mar-16	(3 951)
Bought CAD 149 430 Sold JPY 13 562 862 @ 0.0110	03-Mar-16	(6 891)
Bought CAD 10 529 Sold CHF 7 726 @ 1.3628	03-Mar-16	(172)
Bought CAD 839 719 Sold USD 620 000 @ 1.3544	03-Mar-16	(18 029)
Bought CAD 758 Sold SGD 790 @ 0.9600	03-Mar-16	(11)
Bought CAD 1 945 Sold SGD 2 000 @ 0.9725	03-Mar-16	(2)
Bought CAD 4 563 Sold USD 3 300 @ 1.3829	03-Mar-16	(2)
Bought EUR 3 011 Sold CAD 4 542 @ 0.6629	03-Mar-16	(8)
Bought GBP 4 667 Sold CAD 9 709 @ 0.4807	03-Mar-16	(189)
Bought USD 4 871 Sold CAD 6 776 @ 0.7188	03-Mar-16	(38)
		$ (30 427)
TOTAL FOREIGN EXCHANGE		$ (30 112)

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 a rate of 0.45% and mature on January 14, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 308 511**	$ 1 004 824
Cash	**117 465**	56 699
Due from investment dealers	**–**	678
Subscriptions receivable	**2 876**	1 534
Unrealized gain on futures contracts	**–**	278
Futures contracts margin receivable	**–**	13 994
Unrealized gain on foreign exchange contracts	**315**	1 875
Dividends receivable, interest accrued and other assets	**4 381**	3 784
TOTAL ASSETS	**1 433 548**	1 083 666
LIABILITIES		
Due to investment dealers	**31 306**	–
Redemptions payable	**1 289**	594
Futures contracts margin payable	**6 861**	–
Unrealized loss on foreign exchange contracts	**30 427**	10 884
Distributions payable	**33**	–
Accounts payable and accrued expenses	**1 059**	944
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**70 975**	12 422
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 362 573**	$ 1 071 244
Investments at cost	**$ 1 192 349**	$ 956 575
NAV		
SERIES A	**$ 75 067**	$ 62 201
ADVISOR SERIES	**$ 179 667**	$ 180 624
ADVISOR T5 SERIES	**$ 2 609**	$ 1 028
SERIES T5	**$ 1 069**	$ 708
SERIES H	**$ 13 836**	$ 15 991
SERIES D	**$ 6 412**	$ 5 075
SERIES F	**$ 345 899**	$ 245 520
SERIES FT5	**$ 6 573**	$ 1 277
SERIES I	**$ 79 878**	$ 63 395
SERIES O	**$ 651 563**	$ 495 425
NAV PER UNIT		
SERIES A	**$ 11.98**	$ 11.66
ADVISOR SERIES	**$ 11.98**	$ 11.66
ADVISOR T5 SERIES	**$ 11.13**	$ 11.36
SERIES T5	**$ 11.12**	$ 11.36
SERIES H	**$ 12.05**	$ 11.70
SERIES D	**$ 12.11**	$ 11.72
SERIES F	**$ 12.15**	$ 11.75
SERIES FT5	**$ 11.36**	$ 11.49
SERIES I	**$ 12.20**	$ 11.77
SERIES O	**$ 12.30**	$ 11.80

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 652**	$ 1 276
Interest for distribution purposes	**16 142**	14 185
Net gain (loss) from futures contracts	**(1 958)**	642
Net realized gain (loss) on investments	**139 737**	33 252
Net gain (loss) on foreign currencies and other net assets	**(148 608)**	(16 976)
Change in unrealized gain (loss) on investments	**46 810**	20 613
TOTAL INCOME (LOSS)	**52 775**	52 992
EXPENSES (see notes – Fund Specific Information)		
Management fees	**8 204**	6 265
Administration fees	**2 491**	1 805
Independent Review Committee costs	**3**	3
GST/HST	**1 132**	899
Transaction costs	**694**	170
Withholding tax	**139**	154
TOTAL EXPENSES	**12 663**	9 296
INCREASE (DECREASE) IN NAV	**$ 40 112**	$ 43 696
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 552**	$ 1 863
ADVISOR SERIES	**$ 4 847**	$ 6 286
ADVISOR T5 SERIES	**$ 3**	$ 10
SERIES T5	**$ 11**	$ 1
SERIES H	**$ 544**	$ 611
SERIES D	**$ 155**	$ 193
SERIES F	**$ 7 993**	$ 9 358
SERIES FT5	**$ (60)**	$ 14
SERIES I	**$ 2 179**	$ 2 793
SERIES O	**$ 22 888**	$ 22 567
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.26**	$ 0.43
ADVISOR SERIES	**$ 0.25**	$ 0.45
ADVISOR T5 SERIES	**$ 0.25**	$ 0.45
SERIES T5	**$ 0.23**	$ 0.23
SERIES H	**$ 0.30**	$ 0.48
SERIES D	**$ 0.34**	$ 0.53
SERIES F	**$ 0.35**	$ 0.54
SERIES FT5	**$ 0.33**	$ 0.30
SERIES I	**$ 0.40**	$ 0.57
SERIES O	**$ 0.49**	$ 0.66

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 40 112**	$ 43 696
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes	**1 833**	2 494
Net realized loss (gain) on investments	**(139 737)**	(33 252)
Change in unrealized loss (gain) on investments	**(46 810)**	(20 613)
(Increase) decrease in accrued receivables	**(319)**	(2 873)
Increase (decrease) in accrued payables	**115**	(7 289)
Cost of investments purchased	**(1 431 575)**	(1 463 520)
Proceeds on sales of investments	**1 365 689**	969 578
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(210 692)**	(511 779)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**488 679**	770 939
Cash paid on redemption of redeemable units	**(235 502)**	(201 339)
Distributions paid to holders of redeemable units	**(2 574)**	(7 963)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 250 603**	$ 561 637
Net increase (decrease) in cash for the period	**39 911**	49 858
Cash (bank overdraft), beginning of period	**70 693**	20 835
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 110 604**	$ 70 693
Interest received (paid)	**$ 17 360**	$ 14 780
Dividends received, net of withholding taxes	**$ 531**	$ 901

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 62 201**	$ 22 403	**$ 180 624**	$ 99 309	**$ 1 028**	$ –	**$ 708**	$ –
INCREASE (DECREASE) IN NAV	**1 552**	1 863	**4 847**	6 286	**3**	10	**11**	1
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**26 686**	48 753	**50 057**	110 101	**1 897**	1 039	**477**	710
Reinvestments of distributions to holders of redeemable units	**82**	652	**211**	1 780	**25**	4	**21**	12
Redemption of redeemable units	**(15 360)**	(10 734)	**(55 821)**	(34 707)	**(250)**	(5)	**(103)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**11 408**	38 671	**(5 553)**	77 174	**1 672**	1 038	**395**	722
Distributions from net income	**(94)**	–	**(251)**	–	**–**	–	**–**	–
Distributions from net gains	**–**	(736)	**–**	(2 145)	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**(94)**	(20)	**(45)**	(15)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(94)**	(736)	**(251)**	(2 145)	**(94)**	(20)	**(45)**	(15)
NET INCREASE (DECREASE) IN NAV	**12 866**	39 798	**(957)**	81 315	**1 581**	1 028	**361**	708
NAV AT END OF PERIOD	**$ 75 067**	$ 62 201	**$ 179 667**	$ 180 624	**$ 2 609**	$ 1 028	**$ 1 069**	$ 708

For the periods ended December 31 (see note 2 in the generic notes)	Series H		Series D		Series F		Series FT5	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 15 991**	$ 8 695	**$ 5 075**	$ 2 333	**$ 245 520**	$ 104 248	**$ 1 277**	$ –
INCREASE (DECREASE) IN NAV	**544**	611	**155**	193	**7 993**	9 358	**(60)**	14
Early redemption fees	**–**	6	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**4 730**	11 141	**2 329**	4 210	**169 062**	198 634	**5 894**	1 347
Reinvestments of distributions to holders of redeemable units	**27**	173	**18**	75	**684**	2 544	**56**	4
Redemption of redeemable units	**(7 423)**	(4 435)	**(1 147)**	(1 660)	**(76 353)**	(65 395)	**(377)**	(73)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(2 666)**	6 885	**1 200**	2 625	**93 394**	135 783	**5 573**	1 278
Distributions from net income	**(33)**	(11)	**(18)**	(16)	**(1 008)**	(988)	**–**	(1)
Distributions from net gains	**–**	(189)	**–**	(60)	**–**	(2 881)	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**(217)**	(14)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(33)**	(200)	**(18)**	(76)	**(1 008)**	(3 869)	**(217)**	(15)
NET INCREASE (DECREASE) IN NAV	**(2 155)**	7 296	**1 337**	2 742	**100 379**	141 272	**5 296**	1 277
NAV AT END OF PERIOD	**$ 13 836**	$ 15 991	**$ 6 412**	$ 5 075	**$ 345 899**	$ 245 520	**$ 6 573**	$ 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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 63 395**	$ 39 792	**$ 495 425**	$ 192 259	**$ 1 071 244**	$ 469 039
INCREASE (DECREASE) IN NAV	**2 179**	2 793	**22 888**	22 567	**40 112**	43 696
Early redemption fees	**–**	–	**–**	–	**1**	6
Proceeds from redeemable units issued	**28 955**	37 620	**199 934**	354 740	**490 021**	768 295
Reinvestments of distributions to holders of redeemable units	**244**	971	**1 581**	5 286	**2 949**	11 501
Redemption of redeemable units	**(14 585)**	(16 612)	**(64 779)**	(68 208)	**(236 198)**	(201 829)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**14 614**	21 979	**136 736**	291 818	**256 773**	577 973
Distributions from net income	**(310)**	(421)	**(3 486)**	(5 429)	**(5 200)**	(6 866)
Distributions from net gains	**–**	(748)	**–**	(5 790)	**–**	(12 549)
Distributions from capital	**–**	–	**–**	–	**(356)**	(49)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(310)**	(1 169)	**(3 486)**	(11 219)	**(5 556)**	(19 464)
NET INCREASE (DECREASE) IN NAV	**16 483**	23 603	**156 138**	303 166	**291 329**	602 205
NAV AT END OF PERIOD	**$ 79 878**	$ 63 395	**$ 651 563**	$ 495 425	**$ 1 362 573**	$ 1 071 244

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

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.

Advisor T5 Series, Series T5 and Series FT5 units were started in April 2014.

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 2015**	December 31 2014
AA	**1.6**	0.6
A	**4.3**	3.6
BBB	**7.4**	9.1
BB	**17.5**	15.5
B	**5.6**	8.6
CCC	**0.6**	0.2
Unrated	**63.0**	62.4
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 2015**	December 31 2014
United States	**33.8**	28.6
Japan	**13.1**	8.4
Hong Kong	**7.3**	3.9
China	**5.4**	7.8
Netherlands	**3.7**	2.4
United Kingdom	**3.7**	3.9
Mexico	**3.2**	0.5
Norway	**2.8**	2.5
Taiwan	**2.6**	2.6
Malaysia	**2.6**	3.0
United Arab Emirates	**2.3**	1.9
Germany	**2.2**	3.4
Singapore	**1.7**	4.2
Australia	**1.5**	3.2
France	**1.5**	2.7
Portugal	**–**	2.2
Other Countries	**5.2**	6.7
Cash/Other	**7.4**	12.1
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**2.1**	7.4
1 – 5 years	**71.1**	61.2
5 – 10 years	**19.6**	24.2
> 10 years	**7.2**	7.2
Total	**100.0**	100.0

As at December 31, 2015, 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 3.4% (December 31, 2014 – 3.3%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**4 111**	**15 869**	**–**	**19 980**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**1 256 575**	**–**	**1 256 575**
Short-term investments	**–**	**31 956**	**–**	**31 956**
Derivatives – assets	**–**	**315**	**–**	**315**
Derivatives – liabilities	**–**	**(30 427)**	**–**	**(30 427)**
Total financial instruments	**4 111**	**1 274 288**	**–**	**1 278 399**
% of total portfolio	**0.3**	**99.7**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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%

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 2015	December 31 2014
Units held		
Series A	**–**	101
Advisor Series	**–**	101
Advisor T5 Series	**95**	90
Series T5	**95**	90
Series H	**102**	102
Series D	**–**	102
Series F	**–**	102
Series FT5	**94**	90
Series I	**–**	103
Value of all units	**4**	10

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	9 382
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)	**2015**	2014
Series A		
Opening units	**5 335**	1 988
Issued number of units	**2 186**	4 217
Reinvested number of units	**7**	56
Redeemed number of units	**(1 264)**	(926)
Ending number of units	**6 264**	5 335
Advisor Series		
Opening units	**15 497**	8 815
Issued number of units	**4 098**	9 526
Reinvested number of units	**17**	153
Redeemed number of units	**(4 613)**	(2 997)
Ending number of units	**14 999**	15 497
Advisor T5 Series		
Opening units	**91**	–
Issued number of units	**164**	91
Reinvested number of units	**2**	–
Redeemed number of units	**(22)**	–
Ending number of units	**235**	91

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)	2015	2014
Series T5		
Opening units	**62**	–
Issued number of units	**41**	61
Reinvested number of units	**2**	1
Redeemed number of units	**(9)**	–
Ending number of units	**96**	62
Series H		
Opening units	**1 366**	770
Issued number of units	**386**	964
Reinvested number of units	**2**	15
Redeemed number of units	**(606)**	(383)
Ending number of units	**1 148**	1 366
Series D		
Opening units	**433**	207
Issued number of units	**189**	363
Reinvested number of units	**1**	6
Redeemed number of units	**(94)**	(143)
Ending number of units	**529**	433
Series F		
Opening units	**20 891**	9 214
Issued number of units	**13 732**	17 091
Reinvested number of units	**55**	217
Redeemed number of units	**(6 218)**	(5 631)
Ending number of units	**28 460**	20 891
Series FT5		
Opening units	**111**	–
Issued number of units	**495**	117
Reinvested number of units	**5**	–
Redeemed number of units	**(32)**	(6)
Ending number of units	**579**	111
Series I		
Opening units	**5 385**	3 511
Issued number of units	**2 332**	3 224
Reinvested number of units	**19**	83
Redeemed number of units	**(1 188)**	(1 433)
Ending number of units	**6 548**	5 385
Series O		
Opening units	**41 995**	16 966
Issued number of units	**16 125**	30 419
Reinvested number of units	**126**	450
Redeemed number of units	**(5 259)**	(5 840)
Ending number of units	**52 987**	41 995

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**694**	**100**	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 2015	December 31 2014
BlueBay Global Convertible Bond Class (Canada)	**12.6**	10.4
RBC Monthly Income High Yield Bond Fund	**0.4**	0.2
Total	**13.0**	10.6

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

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

BLUEBAY $U.S. GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
France				
933	Eurazeo S.A.	$ 62	$ 64	
251	Unibail-Rodamco SE Real Estate Investment Trust	67	64	
		129	128	**0.4**
Germany				
3 790	Evonik Industries AG	144	125	
		144	125	**0.4**
TOTAL EQUITIES		273	253	**0.8**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Australia						
200	Drillsearch Finance Pty Ltd., Convertible USD	6.000	01-Sep-18	$ 198	$ 198	
250	Paladin Energy Ltd., Convertible USD	7.000	31-Mar-20	271	233	
				469	431	**1.3**
Austria						
45	IMMOFINANZ AG, Convertible EUR	4.250	08-Mar-18	235	224	
				235	224	**0.7**
China						
1 000	China Singyes Solar Technologies Holdings Ltd., Convertible CNY	5.000	08-Aug-19	169	135	
200	Cosmos Boom Investment Ltd., Convertible USD	0.500	23-Jun-20	191	190	
248	Ctrip.com International Ltd., Convertible USD	1.250	15-Oct-18	285	329	
250	ENN Energy Holdings Ltd., Convertible USD	0.000	26-Feb-18	277	274	
2 000	Hengan International Group Co. Ltd., Convertible HKD	0.000	27-Jun-18	273	271	
200	Qihoo 360 Technology Co. Ltd., Convertible USD	1.750	15-Aug-21	178	194	
2 000	Shenzhou International Group Holdings Ltd., Convertible HKD	0.500	18-Jun-19	302	325	
75	SINA Corp., Convertible USD	1.000	01-Dec-18	70	73	
235	Vipshop Holdings Ltd., Convertible USD	1.500	15-Mar-19	262	249	
				2 007	2 040	**6.3**
Cyprus						
100	Primecity Investment Plc., Convertible EUR	4.000	13-Nov-19	125	129	
				125	129	**0.4**
France						
3	Air France-KLM, Convertible EUR	2.030	15-Feb-23	39	37	
400	TOTAL S.A., Convertible USD	0.500	02-Dec-22	396	392	
				435	429	**1.3**
Germany						
100	Air Berlin Finance BV, Convertible EUR	6.000	06-Mar-19	104	85	
500	Siemens Financieringsmaatschappij N.V., Convertible USD	1.050	16-Aug-17	524	527	
				628	612	**1.9**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Hong Kong						
250	Asia View Ltd., Convertible USD	1.500	08-Aug-19	$ 278	$ 260	
2 000	ASM Pacific Technology Ltd., Convertible HKD	2.000	28-Mar-19	272	263	
400	China Overseas Finance Investment Cayman IV Ltd., Convertible USD	0.000	04-Feb-21	456	491	
600	China Overseas Finance Investment Cayman V Ltd., Convertible USD	0.000	05-Jan-23	600	612	
200	PB Issuer No 4 Ltd., Convertible USD	3.250	03-Jul-21	206	176	
2 000	Shine Power International Ltd., Convertible HKD	0.000	28-Jul-19	260	251	
				2 072	2 053	**6.4**
Italy						
100	Beni Stabili S.p.A. SIIQ, Convertible EUR	0.875	31-Jan-21	111	112	
100	Finanziaria Citta Di Torina Holding S.p.A., Convertible EUR	0.625	30-Nov-20	109	112	
				220	224	**0.7**
Japan						
10 000	Asics Corp., Convertible JPY	0.000	01-Mar-19	102	96	
1 000	Ebara Corp., Convertible JPY	0.000	19-Mar-18	10	11	
10 000	Fukuyama Transporting Co. Ltd., Convertible JPY	0.000	22-Mar-17	100	97	
10 000	K's Holdings Corp., Convertible JPY	0.000	20-Dec-19	97	103	
30 000	Kawasaki Kisen Kaisha Ltd., Convertible JPY	0.000	26-Sep-18	270	263	
40 000	LIXIL Group Corp., Convertible JPY	0.000	04-Mar-20	331	341	
10 000	LIXIL Group Corp., Convertible JPY	0.000	04-Mar-22	86	85	
100	Mitsui OSK Lines Ltd., Convertible USD	0.000	24-Apr-20	98	85	
50	NHK Spring Co. Ltd., Convertible USD	0.000	20-Sep-19	54	54	
10 000	Resorttrust Inc., Convertible JPY	0.000	01-Dec-21	97	99	
10 000	Sankyo Co. Ltd., Convertible JPY	0.000	23-Jul-20	84	87	
10 000	SBI Holdings Inc., Convertible JPY	0.000	02-Nov-17	93	88	
20 000	Takashimaya Co. Ltd., Convertible JPY	0.000	11-Dec-20	191	185	
50 000	Terumo Corp., Convertible JPY	0.000	06-Dec-21	449	495	
10 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	23-Mar-18	88	87	
20 000	The Chugoku Electric Power Co Inc., Convertible JPY	0.000	25-Mar-20	178	177	
100	The Gunma Bank Ltd., Convertible USD	0.000	11-Oct-19	118	103	
100	The Joyo Bank Ltd., Convertible USD	0.000	24-Apr-19	104	97	
20 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-18	168	175	
20 000	Tohoku Electric Power Co. Inc., Convertible JPY	0.000	03-Dec-20	169	176	
30 000	Toppan Printing Co. Ltd., Convertible JPY	0.000	19-Dec-19	269	291	
10 000	Toray Industries Inc., Convertible JPY	0.000	30-Aug-19	104	110	
20 000	Toray Industries Inc., Convertible JPY	0.000	31-Aug-21	208	235	
20 000	Unicharm Corp., Convertible JPY	0.000	25-Sep-20	189	201	
20 000	Yamada Denki Co. Ltd., Convertible JPY	0.000	28-Jun-19	185	188	
300	Yamaguchi Financial Group Inc., Convertible USD	0.000	26-Mar-20	324	316	
				4 166	4 245	**13.2**
Malaysia						
450	Cahaya Capital Ltd., Convertible USD	0.000	18-Sep-21	460	437	
250	Indah Capital Ltd., Convertible SGD	0.000	24-Oct-18	209	198	
				669	635	**2.0**
Mexico						
500	America Movil S.A.B. de C.V., Convertible EUR	0.000	28-May-20	564	558	
450	Cemex S.A.B. de C.V., Convertible USD	3.750	15-Mar-18	540	422	
				1 104	980	**3.0**
Netherlands						
250	Brenntag Finance BV, Convertible USD	1.875	02-Dec-22	250	264	
100	OCI N.V., Convertible EUR	3.875	25-Sep-18	136	124	
100	Vastned Retail N.V., Convertible EUR	1.875	10-Apr-19	122	119	
				508	507	**1.6**

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

BLUEBAY $U.S. GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Norway						
300	Marine Harvest ASA, Convertible EUR	0.875	06-May-19	$ 400	$ 428	
320	Ship Finance International Ltd., Convertible USD	3.250	01-Feb-18	341	342	
				741	770	**2.4**
Philippines						
400	AYC Finance Ltd., Convertible USD	0.500	02-May-19	449	430	
				449	430	**1.3**
Singapore						
1 250	CapitaLand Ltd., Convertible SGD	2.800	08-Jun-25	862	853	
500	Suntec Real Estate Investment Trust, Convertible SGD	1.400	18-Mar-18	370	352	
				1 232	1 205	**3.7**
South Africa						
100	Steinhoff Finance Holding GmbH, Convertible EUR	4.000	30-Jan-21	149	148	
				149	148	**0.5**
Switzerland						
30	BKW AG, Convertible CHF	0.125	30-Sep-20	33	32	
100	Schindler Holding AG, Convertible CHF	0.375	05-Jun-17	108	113	
				141	145	**0.4**
Taiwan						
200	Advanced Semiconductor Engineering Inc., Convertible USD	0.000	05-Sep-18	256	246	
200	Epistar Corp., Convertible USD	0.000	07-Aug-18	199	197	
500	Siliconware Precision Industries Co., Convertible USD	0.000	31-Oct-19	527	530	
500	TPK Holding Co. Ltd., Convertible USD	0.000	08-Apr-20	494	422	
600	United Microelectronics Corp., Convertible USD	0.000	18-May-20	574	549	
100	Zhen Ding Technology Holding Ltd., Convertible USD	0.000	26-Jun-19	108	101	
				2 158	2 045	**6.3**
United Arab Emirates						
400	Aabar Investments PJSC, Convertible EUR	0.500	27-Mar-20	452	407	
200	Aabar Investments PJSC, Convertible EUR	1.000	27-Mar-22	227	201	
200	National Bank of Abu Dhabi PJSC, Convertible USD	1.000	12-Mar-18	215	198	
				894	806	**2.5**
United Kingdom						
100	Great Portland Estates Capital Jersey Ltd., Convertible GBP	1.000	10-Sep-18	186	179	
100	International Consolidated Airlines Group S.A., Convertible EUR	1.750	31-May-18	209	215	
100	J Sainsbury Plc., Convertible GBP	2.875	31-Dec-99	155	142	
100	PHP Finance Jersey Ltd., Convertible GBP	4.250	20-May-19	165	167	
200	Premier Oil Finance Jersey Ltd., Convertible USD	2.500	27-Jul-18	157	151	
				872	854	**2.6**
United States						
300	Akamai Technologies Inc., Convertible	0.000	15-Feb-19	317	288	
1	American Tower Corp. Real Estate Investment Trust	5.500	15-Feb-18	61	61	
130	Ares Capital Corp., Convertible	4.375	15-Jan-19	135	129	
125	BioMarin Pharmaceutical Inc., Convertible	1.500	15-Oct-20	193	168	
400	Cardtronics Inc., Convertible	1.000	01-Dec-20	393	373	
250	Cepheid Inc., Convertible	1.250	01-Feb-21	278	223	
559	Citrix Systems Inc., Convertible	0.500	15-Apr-19	592	611	
315	Cobalt International Energy Inc., Convertible	3.125	15-May-24	220	167	
165	Euronet Worldwide Inc., Convertible	1.500	01-Oct-44	210	195	
60	Hologic Inc., Convertible	2.000	15-Dec-37	88	101	
175	Huron Consulting Group Inc., Convertible	1.250	01-Oct-19	190	173	
30	Illumina Inc., Convertible	0.250	15-Mar-16	70	68	
175	Intel Corp., Convertible	3.250	01-Aug-39	274	291	
230	Jarden Corp., Convertible	1.500	15-Jun-19	333	343	
100	Jarden Corp., Convertible	1.125	15-Mar-34	119	124	
115	JDS Uniphase Corp., Convertible	0.625	15-Aug-33	117	108	
110	Lam Research Corp., Convertible	0.500	15-May-16	143	143	

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

BLUEBAY $U.S. GLOBAL CONVERTIBLE BOND FUND (CANADA)

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
23	Liberty Interactive LLC, Convertible	3.500	15-Jan-31	$ 13	$ 12	
180	Liberty Media Corp., Convertible	1.375	15-Oct-23	181	177	
360	LinkedIn Corp., Convertible	0.500	01-Nov-19	398	379	
300	Medidata Solutions Inc., Convertible	1.000	01-Aug-18	347	329	
250	Micron Technology Inc., Convertible	3.000	15-Nov-43	228	209	
200	Palo Alto Networks Inc., Convertible	0.000	01-Jul-19	328	333	
50	Proofpoint Inc., Convertible	1.250	15-Dec-18	83	86	
200	QIAGEN N.V., Convertible USD	0.375	19-Mar-19	223	231	
640	Salesforce.com Inc., Convertible	0.250	01-Apr-18	787	825	
260	SanDisk Corp., Convertible	1.500	15-Aug-17	342	409	
235	SanDisk Corp., Convertible	0.500	15-Oct-20	241	244	
350	ServiceNow Inc., Convertible	0.000	01-Nov-18	411	451	
140	SolarCity Corp., Convertible	1.625	01-Nov-19	109	114	
75	Starwood Property Trust Inc., Convertible	4.550	01-Mar-18	82	77	
99	Synchronoss Technologies Inc., Convertible	0.750	15-Aug-19	105	100	
50	TESARO Inc., Convertible	3.000	01-Oct-21	96	84	
745	Tesla Motors Inc., Convertible	1.250	03-Jan-21	696	686	
475	The Priceline Group Inc., Convertible	1.000	15-Mar-18	656	678	
430	Yahoo! Inc., Convertible	0.000	01-Dec-18	454	420	
				9 513	9 410	**29.2**
TOTAL BONDS				28 787	28 322	**87.7**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
20	adidas AG, Call @ 84.00 December 16, 2016	$ 22	$ 25	
10	Airbus Group SE, Call @ 76.00 December 15, 2017	7	5	
758	Koninklijke KPN N.V., Call @ 4.00 December 15, 2017	29	30	
61	Siemens AG, Call @ 100.00 June 17, 2016	36	8	
100	The Euro Stoxx 50 Index Future, Call @ 4 000.00 December 16, 2016	79	30	
(31)	The S&P 500 Index Future, Written Put @ 1 850.00 January 15, 2016	(43)	(4)	
31	The S&P 500 Index Future, Put @ 1 950.00 January 15, 2016	98	17	
40	Vodafone Group Plc., Call @ 240.00 December 15, 2017	10	9	
TOTAL OTHER INVESTMENTS		238	120	**0.4**
SHORT-TERM INVESTMENTS*		400	400	**1.2**
TOTAL INVESTMENTS		29 698	29 095	**90.1**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	26	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(93)	**(0.3)**
TOTAL PORTFOLIO		$ 29 698	29 028	**89.9**
CASH			3 478	**10.8**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(243)	**(0.7)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 32 263	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 6 422 Sold USD 53 @ 120.4450	03-Mar-16	$ –
Bought USD 1 097 Sold HKD 8 500 @ 0.1291	03-Mar-16	–
Bought USD 1 390 Sold SGD 1 967 @ 0.7068	03-Mar-16	5
Bought USD 134 Sold CHF 133 @ 1.0065	03-Mar-16	1
Bought USD 959 Sold GBP 639 @ 1.5004	03-Mar-16	17
Bought USD 224 Sold GBP 150 @ 1.4919	03-Mar-16	3
		$ 26

Contracts	Maturity Date	Unrealized Loss
Bought EUR 174 Sold USD 192 @ 0.9078	03-Mar-16	$ (2)
Bought GBP 161 Sold USD 240 @ 0.6712	03-Mar-16	(3)
Bought USD 3 538 Sold JPY 434 867 @ 0.0081	03-Mar-16	(85)
Bought USD 3 698 Sold EUR 3 400 @ 1.0876	03-Mar-16	(3)
		$ (93)
TOTAL FOREIGN EXCHANGE		$ (67)

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 a rate of 0.10% and mature on January 7, 2016.

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

BLUEBAY $U.S. GLOBAL CONVERTIBLE BOND FUND (CANADA)

(IN U.S. DOLLARS)

Statement of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015
ASSETS	
Investments at fair value	$ 29 095
Cash	3 478
Subscriptions receivable	70
Futures contracts margin receivable	230
Unrealized gain on foreign exchange contracts	26
Dividends receivable, interest accrued and other assets	71
TOTAL ASSETS	32 970
LIABILITIES	
Due to investment dealers	600
Unrealized loss on foreign exchange contracts	93
Accounts payable and accrued expenses	14
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	707
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	$ 32 263
Investments at cost	$ 29 698
NAV	
SERIES A	$ 644
ADVISOR SERIES	$ 728
ADVISOR T5 SERIES	$ 1
SERIES T5	$ 1
SERIES H	$ 871
SERIES D	$ 22
SERIES F	$ 2 983
SERIES FT5	$ 26
SERIES I	$ 5 751
SERIES O	$ 21 236
NAV PER UNIT	
SERIES A	$ 9.75
ADVISOR SERIES	$ 9.75
ADVISOR T5 SERIES	$ 9.38
SERIES T5	$ 9.38
SERIES H	$ 9.77
SERIES D	$ 9.79
SERIES F	$ 9.80
SERIES FT5	$ 9.43
SERIES I	$ 9.81
SERIES O	$ 9.84

Statement of Comprehensive Income

(in $000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)	2015
INCOME (see note 3 in the generic notes)	
Dividends	$ 6
Interest for distribution purposes	30
Net gain (loss) from futures contracts	(2)
Net realized gain (loss) on investments	377
Net gain (loss) on foreign currencies and other net assets	143
Change in unrealized gain (loss) on investments	(670)
TOTAL INCOME (LOSS)	(116)
EXPENSES (see notes – Fund Specific Information)	
Management fees	44
Administration fees	33
Independent Review Committee costs	2
GST/HST	7
Transaction costs	6
Withholding tax	1
Expenses reimbursed by manager	(2)
TOTAL EXPENSES	91
INCREASE (DECREASE) IN NAV	$ (207)
INCREASE (DECREASE) IN NAV	
SERIES A	$ (13)
ADVISOR SERIES	$ (12)
ADVISOR T5 SERIES	$ –
SERIES T5	$ –
SERIES H	$ (5)
SERIES D	$ –
SERIES F	$ (5)
SERIES FT5	$ –
SERIES I	$ (30)
SERIES O	$ (142)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT	
SERIES A	$ (0.19)
ADVISOR SERIES	$ (0.19)
ADVISOR T5 SERIES	$ (0.19)
SERIES T5	$ (0.21)
SERIES H	$ (0.17)
SERIES D	$ (0.14)
SERIES F	$ (0.14)
SERIES FT5	$ (0.14)
SERIES I	$ (0.11)
SERIES O	$ (0.08)

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

Statement of Cash Flow *(in $000s)*

For the period ended December 31 (see note 2 in the generic notes)		2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	$	(207)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes		119
Net realized loss (gain) on investments		(377)
Change in unrealized loss (gain) on investments		670
(Increase) decrease in accrued receivables		(71)
Increase (decrease) in accrued payables		14
Cost of investments purchased		(37 621)
Proceeds on sales of investments		8 781
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		(28 692)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units		33 915
Cash paid on redemption of redeemable units		(1 499)
Distributions paid to holders of redeemable units		(16)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	$	32 400
Net increase (decrease) in cash for the period		3 708
Cash (bank overdraft), beginning of period		–
CASH (BANK OVERDRAFT), END OF PERIOD	$	3 708
Interest received (paid)	$	81
Dividends received, net of withholding taxes	$	5

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

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

Statement of Changes in NAV *(in $000s)*

For the period ended December 31 (see note 2 in the generic notes)	Series A 2015	Advisor Series 2015	Advisor T5 Series 2015	Series T5 2015
NAV AT BEGINNING OF PERIOD	$ –	$ –	$ –	$ –
INCREASE (DECREASE) IN NAV	(13)	(12)	–	–
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	1 192	878	1	1
Reinvestments of distributions to holders of redeemable units	–	–	–	–
Redemption of redeemable units	(535)	(138)	–	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	657	740	1	1
Distributions from net income	–	–	–	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	–	–
NET INCREASE (DECREASE) IN NAV	644	728	1	1
NAV AT END OF PERIOD	$ 644	$ 728	$ 1	$ 1

For the period ended December 31 (see note 2 in the generic notes)	Series H 2015	Series D 2015	Series F 2015	Series FT5 2015
NAV AT BEGINNING OF PERIOD	$ –	$ –	$ –	$ –
INCREASE (DECREASE) IN NAV	(5)	–	(5)	–
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	951	22	3 640	26
Reinvestments of distributions to holders of redeemable units	–	–	1	–
Redemption of redeemable units	(75)	–	(651)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	876	22	2 990	26
Distributions from net income	–	–	(2)	–
Distributions from net gains	–	–	–	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	–	–	(2)	–
NET INCREASE (DECREASE) IN NAV	871	22	2 983	26
NAV AT END OF PERIOD	$ 871	$ 22	$ 2 983	$ 26

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

Statement of Changes in NAV (cont.) *(in $000s)*

For the period ended December 31 (see note 2 in the generic notes)	Series I 2015	Series O 2015	Total 2015
NAV AT BEGINNING OF PERIOD	$ –	$ –	$ –
INCREASE (DECREASE) IN NAV	(30)	(142)	(207)
Early redemption fees	–	–	–
Proceeds from redeemable units issued	5 782	21 492	33 985
Reinvestments of distributions to holders of redeemable units	1	48	50
Redemption of redeemable units	–	(100)	(1 499)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	5 783	21 440	32 536
Distributions from net income	(2)	(62)	(66)
Distributions from net gains	–	–	–
Distributions from capital	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2)	(62)	(66)
NET INCREASE (DECREASE) IN NAV	5 751	21 236	32 263
NAV AT END OF PERIOD	$ 5 751	$ 21 236	$ 32 263

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

General information (see note 1 in the generic notes)

The investment objective of the Fund is to provide U.S. dollar 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.

The Fund was started in March 2015.

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 2015
AA	2.1
A	4.9
BBB	8.4
BB	12.8
B	5.9
CCC	0.6
Unrated	65.3
Total	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 2015
United States	29.2
Japan	13.2
Hong Kong	6.4
Taiwan	6.3
China	6.3
Singapore	3.7
Mexico	3.0
United Kingdom	2.6
United Arab Emirates	2.5
Norway	2.4
Malaysia	2.0
Germany	1.9
Netherlands	1.6
France	1.3
Philippines	1.3
Australia	1.3
Other Countries	2.7
Cash/Other	12.3
Total	100.0

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 2015
Less than 1 year	0.7
1 – 5 years	74.4
5 – 10 years	19.6
> 10 years	5.3
Total	100.0

As at December 31, 2015, 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%. 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 (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2015.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	74	360	–	434
Mutual fund units	–	–	–	–
Fixed-income and debt securities	–	28 261	–	28 261
Short-term investments	–	400	–	400
Derivatives – assets	–	26	–	26
Derivatives – liabilities	–	(93)	–	(93)
Total financial instruments	74	28 954	–	29 028
% of total portfolio	0.3	99.7	–	100.0

For the period ended December 31, 2015, there were no transfers of financial instruments between Level 1, 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%
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%

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 2015
Units held	
Series A	**100**
Advisor Series	**100**
Advisor T5 Series	**104**
Series T5	**104**
Series H	**100**
Series D	**100**
Series F	**100**
Series FT5	**104**
Series I	**100**
Series O	**1 203 764**
Value of all units	**11 859**

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, 2015 for the Fund were approximately:

Capital losses	229
Non-capital losses	52
Non-capital losses expire in:	
2035	52

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)	2015
Series A	
Opening units	–
Issued number of units	**121**
Reinvested number of units	–
Redeemed number of units	**(55)**
Ending number of units	**66**

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)	2015
Advisor Series	
Opening units	–
Issued number of units	**89**
Reinvested number of units	–
Redeemed number of units	**(14)**
Ending number of units	**75**
Advisor T5 Series	
Opening units	–
Issued number of units	–
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	–
Series T5	
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	**97**
Reinvested number of units	–
Redeemed number of units	**(8)**
Ending number of units	**89**
Series D	
Opening units	–
Issued number of units	**2**
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	**2**
Series F	
Opening units	–
Issued number of units	**370**
Reinvested number of units	–
Redeemed number of units	**(66)**
Ending number of units	**304**
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	–
Issued number of units	**586**
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	**586**

For the period ended December 31 (see note 2 in the generic notes)	2015
Series O	
Opening units	–
Issued number of units	**2 162**
Reinvested number of units	**5**
Redeemed number of units	**(10)**
Ending number of units	**2 157**

Transaction costs (USD000s except %)

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

	December 31 2015	
	$	%
Total transaction costs	**6**	**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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC MANAGED PAYOUT SOLUTION

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
26 282 467	Phillips, Hager & North Canadian Income Fund*	$ 372 210	$ 339 259	**8.5**
9 038 434	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	152 141	147 787	**3.7**
116 483 632	RBC Bond Fund*	770 527	803 912	**20.2**
5 265 002	RBC Canadian Dividend Fund*	283 026	312 372	**7.9**
61 672 851	RBC Canadian Short-Term Income Fund*	675 599	670 884	**16.9**
77 699 263	RBC Global Corporate Bond Fund*	742 607	739 798	**18.6**
18 100 672	RBC Global High Yield Bond Fund*	194 188	181 968	**4.6**
40 631 566	RBC Monthly Income Fund*	549 442	599 572	**15.1**
9 458 694	RBC QUBE U.S. Equity Fund*	145 172	145 650	**3.7**
TOTAL MUTUAL FUND UNITS		3 884 912	3 941 202	**99.2**
SHORT-TERM INVESTMENTS†		42 567	42 567	**1.1**
TOTAL INVESTMENTS		3 927 479	3 983 769	**100.3**
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(187)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	963	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(105)	–
TOTAL PORTFOLIO		$ 3 927 479	3 984 440	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(12 971)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 3 971 469	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Loss
174	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 24 244	$ (187)
TOTAL FUTURES		$ 24 244	$ (187)

$3 500 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 519 Sold CAD 684 @ 0.7592	13-Jan-16	$ 34
Bought USD 610 Sold CAD 815 @ 0.7484	08-Feb-16	29
Bought USD 516 Sold CAD 714 @ 0.7224	16-Feb-16	–
Bought USD 18 310 Sold CAD 24 441 @ 0.7491	19-Feb-16	891
Bought USD 175 Sold CAD 233 @ 0.7495	19-Feb-16	9
		$ 963

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 095 Sold USD 841 @ 1.3023	13-Jan-16	$ (69)
Bought CAD 873 Sold USD 653 @ 1.3371	13-Jan-16	(30)
Bought CAD 951 Sold USD 692 @ 1.3748	19-Feb-16	(6)
		$ (105)
TOTAL FOREIGN EXCHANGE		$ 858

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 3 983 769**	$ 4 274 484
Cash	**3**	–
Due from investment dealers	**3 500**	13 000
Subscriptions receivable	**955**	1 059
Unrealized gain on foreign exchange contracts	**963**	–
Dividends receivable, interest accrued and other assets	**21**	1
TOTAL ASSETS	**3 989 211**	4 288 544
LIABILITIES		
Due to investment dealers	**500**	8 000
Redemptions payable	**2 082**	1 332
Unrealized loss on futures contracts	**187**	–
Futures contracts margin payable	**4**	–
Unrealized loss on foreign exchange contracts	**105**	–
Distributions payable	**9 673**	–
Accounts payable and accrued expenses	**5 191**	6 061
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**17 742**	15 393
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 3 971 469**	$ 4 273 151
Investments at cost	**$ 3 927 479**	$ 4 014 295
NAV		
SERIES A	**$ 3 896 066**	$ 4 203 115
ADVISOR SERIES	**$ 34 598**	$ 42 609
SERIES F	**$ 40 805**	$ 27 427
NAV PER UNIT		
SERIES A	**$ 8.97**	$ 9.49
ADVISOR SERIES	**$ 8.97**	$ 9.49
SERIES F	**$ 9.59**	$ 10.06

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 508**	$ 767
Net gain (loss) from futures contracts	**2 104**	–
Other income received from underlying funds	**138 229**	130 985
Capital gains received from underlying funds	**21 887**	7 176
Net realized gain (loss) on investments	**81 990**	109 391
Net gain (loss) on foreign currencies and other net assets	**1 311**	–
Change in unrealized gain (loss) on investments	**(203 041)**	72 552
TOTAL INCOME (LOSS)	**42 988**	320 871
EXPENSES (see notes – Fund Specific Information)		
Management fees	**58 786**	57 147
Administration fees	**2 108**	2 039
Independent Review Committee costs	**3**	3
GST/HST	**6 151**	5 968
TOTAL EXPENSES	**67 048**	65 157
INCREASE (DECREASE) IN NAV	**$ (24 060)**	$ 255 714
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (23 850)**	$ 251 964
ADVISOR SERIES	**$ (160)**	$ 2 555
SERIES F	**$ (50)**	$ 1 195
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.06)**	$ 0.60
ADVISOR SERIES	**$ (0.06)**	$ 0.60
SERIES F	**$ 0.03**	$ 0.72

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (24 060)**	$ 255 714
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(81 990)**	(109 391)
Change in unrealized loss (gain) on investments	**203 041**	(72 552)
(Increase) decrease in accrued receivables	**(20)**	(12 981)
Increase (decrease) in accrued payables	**(683)**	8 740
Cost of investments purchased	**(1 913 901)**	(2 813 250)
Proceeds on sales of investments	**2 084 707**	2 578 527
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**267 094**	(165 193)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**704 459**	966 823
Cash paid on redemption of redeemable units	**(864 524)**	(694 154)
Distributions paid to holders of redeemable units	**(107 030)**	(107 486)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (267 095)**	$ 165 183
Net increase (decrease) in cash for the period	**(1)**	(10)
Cash (bank overdraft), beginning of period	–	10
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (1)**	$ –
Interest received (paid)	**$ 488**	$ 786
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 4 203 115**	$ 3 797 152	**$ 42 609**	$ 39 131	**$ 27 427**	$ 14 996	**$ 4 273 151**	$ 3 851 279
INCREASE (DECREASE) IN NAV	**(23 850)**	251 964	**(160)**	2 555	**(50)**	1 195	**(24 060)**	255 714
Early redemption fees	**2**	3	**–**	–	**–**	–	**2**	3
Proceeds from redeemable units issued	**668 825**	934 377	**8 487**	13 187	**27 043**	18 888	**704 355**	966 452
Reinvestments of distributions to holders of redeemable units	**94 751**	91 283	**1 282**	1 343	**1 065**	508	**97 098**	93 134
Redemption of redeemable units	**(836 756)**	(673 977)	**(15 659)**	(11 594)	**(12 861)**	(7 240)	**(865 276)**	(692 811)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(73 178)**	351 686	**(5 890)**	2 936	**15 247**	12 156	**(63 821)**	366 778
Distributions from net income	**(67 795)**	(59 207)	**(633)**	(603)	**(587)**	(275)	**(69 015)**	(60 085)
Distributions from net gains	**(93 186)**	(82 238)	**(870)**	(837)	**(807)**	(383)	**(94 863)**	(83 458)
Distributions from capital	**(49 040)**	(56 242)	**(458)**	(573)	**(425)**	(262)	**(49 923)**	(57 077)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(210 021)**	(197 687)	**(1 961)**	(2 013)	**(1 819)**	(920)	**(213 801)**	(200 620)
NET INCREASE (DECREASE) IN NAV	**(307 049)**	405 963	**(8 011)**	3 478	**13 378**	12 431	**(301 682)**	421 872
NAV AT END OF PERIOD	**$ 3 896 066**	$ 4 203 115	**$ 34 598**	$ 42 609	**$ 40 805**	$ 27 427	**$ 3 971 469**	$ 4 273 151

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**83.9**	99.8
Canadian Equity Funds	**7.9**	–
United States Equity Funds	**7.4**	–
Cash/Other	**0.8**	0.2
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 3.8% (December 31, 2014 – 4.2%). 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**3 941 202**	**–**	**–**	**3 941 202**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**42 567**	**–**	**42 567**
Derivatives – assets	**–**	**963**	**–**	**963**
Derivatives – liabilities	**(187)**	**(105)**	**–**	**(292)**
Total financial instruments	**3 941 015**	**43 425**	**–**	**3 984 440**
% of total portfolio	**98.9**	**1.1**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.55%
Advisor Series	1.55%
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 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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Income Fund	**8.5**	**34.5**	9.5	48.6
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**3.7**	**3.8**	–	–
RBC Bond Fund	**20.2**	**5.2**	20.4	6.6
RBC Canadian Dividend Fund	**7.9**	**1.9**	14.4	3.4
RBC Canadian Short-Term Income Fund	**16.9**	**14.3**	18.3	15.1
RBC Global Corporate Bond Fund	**18.6**	**13.9**	18.5	23.5
RBC Global High Yield Bond Fund	**4.6**	**6.8**	3.7	7.3
RBC Monthly Income Fund	**15.1**	**7.3**	15.0	6.8
RBC QUBE U.S. Equity Fund	**3.7**	**5.5**	–	–

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	1 638
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)	**2015**	2014
Series A		
Opening units	**442 864**	406 197
Issued number of units	**71 269**	97 820
Reinvested number of units	**10 181**	9 565
Redeemed number of units	**(89 775)**	(70 718)
Ending number of units	**434 539**	442 864
Advisor Series		
Opening units	**4 489**	4 187
Issued number of units	**900**	1 378
Reinvested number of units	**138**	141
Redeemed number of units	**(1 669)**	(1 217)
Ending number of units	**3 858**	4 489
Series F		
Opening units	**2 726**	1 527
Issued number of units	**2 712**	1 871
Reinvested number of units	**108**	50
Redeemed number of units	**(1 292)**	(722)
Ending number of units	**4 254**	2 726

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
11 006 519	Phillips, Hager & North Canadian Income Fund*	$ 155 641	$ 142 074	**5.9**
9 706 228	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	162 982	158 707	**6.6**
78 642 721	RBC Bond Fund*	521 546	542 753	**22.5**
7 174 171	RBC Canadian Dividend Fund*	389 717	425 643	**17.6**
5 717 378	RBC Canadian Equity Income Fund*	165 592	142 581	**5.9**
25 906 175	RBC Canadian Short-Term Income Fund*	282 946	281 810	**11.7**
22 712 700	RBC Global Corporate Bond Fund*	218 881	216 254	**9.0**
32 291 149	RBC Global High Yield Bond Fund*	336 315	324 626	**13.5**
10 335 429	RBC QUBE U.S. Equity Fund*	158 484	159 150	**6.6**
TOTAL MUTUAL FUND UNITS		2 392 104	2 393 598	**99.3**
SHORT-TERM INVESTMENTS†		29 414	29 414	**1.2**
TOTAL INVESTMENTS		2 421 518	2 423 012	**100.5**
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(135)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	728	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(82)	–
TOTAL PORTFOLIO		$ 2 421 518	2 423 523	**100.5**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(11 469)	**(0.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 2 412 054	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Loss
126	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 17 556	$ (135)
TOTAL FUTURES		$ 17 556	$ (135)

$4 000 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 USD 420 Sold CAD 553 @ 0.7592	13-Jan-16	$ 28
Bought USD 261 Sold CAD 347 @ 0.7513	13-Jan-16	14
Bought USD 247 Sold CAD 330 @ 0.7490	08-Feb-16	12
Bought USD 442 Sold CAD 591 @ 0.7484	08-Feb-16	21
Bought USD 6 427 Sold CAD 8 556 @ 0.7512	16-Feb-16	336
Bought USD 374 Sold CAD 518 @ 0.7224	16-Feb-16	–
Bought USD 6 396 Sold CAD 8 538 @ 0.7491	19-Feb-16	311
Bought USD 120 Sold CAD 160 @ 0.7495	19-Feb-16	6
		$ 728

Contracts	Maturity Date	Unrealized Loss
Bought CAD 887 Sold USD 681 @ 1.3023	13-Jan-16	$ (56)
Bought CAD 632 Sold USD 473 @ 1.3371	13-Jan-16	(22)
Bought CAD 687 Sold USD 500 @ 1.3748	19-Feb-16	(4)
		$ (82)
TOTAL FOREIGN EXCHANGE		$ 646

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.84% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 423 012**	$ 2 583 027
Cash	**1**	–
Due from investment dealers	**4 750**	12 000
Subscriptions receivable	**462**	910
Unrealized gain on foreign exchange contracts	**728**	–
Dividends receivable, interest accrued and other assets	**17**	2
TOTAL ASSETS	**2 428 970**	2 595 939
LIABILITIES		
Due to investment dealers	**2 250**	12 000
Redemptions payable	**2 786**	733
Unrealized loss on futures contracts	**135**	–
Futures contracts margin payable	**3**	–
Unrealized loss on foreign exchange contracts	**82**	–
Distributions payable	**8 077**	–
Accounts payable and accrued expenses	**3 583**	4 152
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**16 916**	16 885
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 412 054**	$ 2 579 054
Investments at cost	**$ 2 421 518**	$ 2 444 898
NAV		
SERIES A	**$ 2 368 445**	$ 2 527 241
ADVISOR SERIES	**$ 23 728**	$ 26 017
SERIES F	**$ 19 881**	$ 25 796
NAV PER UNIT		
SERIES A	**$ 8.47**	$ 9.08
ADVISOR SERIES	**$ 8.46**	$ 9.08
SERIES F	**$ 9.17**	$ 9.73

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 322**	$ 384
Net gain (loss) from futures contracts	**742**	–
Other income received from underlying funds	**87 203**	88 243
Capital gains received from underlying funds	**24 817**	16 186
Net realized gain (loss) on investments	**47 719**	132 810
Net gain (loss) on foreign currencies and other net assets	**1 166**	–
Change in unrealized gain (loss) on investments	**(135 989)**	(39 158)
TOTAL INCOME (LOSS)	**25 980**	198 465
EXPENSES (see notes – Fund Specific Information)		
Management fees	**40 294**	38 464
Administration fees	**1 274**	1 214
Independent Review Committee costs	**3**	3
GST/HST	**4 024**	3 807
TOTAL EXPENSES	**45 595**	43 488
INCREASE (DECREASE) IN NAV	**$ (19 615)**	$ 154 977
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (19 492)**	$ 152 322
ADVISOR SERIES	**$ (171)**	$ 1 651
SERIES F	**$ 48**	$ 1 004
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.06)**	$ 0.59
ADVISOR SERIES	**$ (0.06)**	$ 0.59
SERIES F	**$ 0.03**	$ 0.73

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (19 615)**	$ 154 977
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(47 719)**	(132 810)
Change in unrealized loss (gain) on investments	**135 989**	39 158
(Increase) decrease in accrued receivables	**(15)**	(11 992)
Increase (decrease) in accrued payables	**(434)**	10 311
Cost of investments purchased	**(1 511 190)**	(2 735 346)
Proceeds on sales of investments	**1 579 789**	2 420 960
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**136 805**	(254 742)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**460 162**	728 265
Cash paid on redemption of redeemable units	**(508 907)**	(387 536)
Distributions paid to holders of redeemable units	**(88 062)**	(85 988)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (136 807)**	$ 254 741
Net increase (decrease) in cash for the period	**(2)**	(1)
Cash (bank overdraft), beginning of period	–	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (2)**	$ –
Interest received (paid)	**$ 307**	$ 392
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 527 241**	$ 2 134 517	**$ 26 017**	$ 24 065	**$ 25 796**	$ 9 643	**$ 2 579 054**	$ 2 168 225
INCREASE (DECREASE) IN NAV	**(19 492)**	152 322	**(171)**	1 651	**48**	1 004	**(19 615)**	154 977
Early redemption fees	**2**	2	**–**	–	**–**	–	**2**	2
Proceeds from redeemable units issued	**447 189**	705 755	**4 532**	5 711	**7 993**	16 806	**459 714**	728 272
Reinvestments of distributions to holders of redeemable units	**59 026**	85 716	**785**	1 079	**485**	638	**60 296**	87 433
Redemption of redeemable units	**(491 950)**	(380 683)	**(5 893)**	(4 693)	**(13 119)**	(1 058)	**(510 962)**	(386 434)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**14 267**	410 790	**(576)**	2 097	**(4 641)**	16 386	**9 050**	429 273
Distributions from net income	**(38 838)**	(32 349)	**(390)**	(342)	**(334)**	(217)	**(39 562)**	(32 908)
Distributions from net gains	**(69 307)**	(138 039)	**(696)**	(1 454)	**(597)**	(1 020)	**(70 600)**	(140 513)
Distributions from capital	**(45 426)**	–	**(456)**	–	**(391)**	–	**(46 273)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(153 571)**	(170 388)	**(1 542)**	(1 796)	**(1 322)**	(1 237)	**(156 435)**	(173 421)
NET INCREASE (DECREASE) IN NAV	**(158 796)**	392 724	**(2 289)**	1 952	**(5 915)**	16 153	**(167 000)**	410 829
NAV AT END OF PERIOD	**$ 2 368 445**	$ 2 527 241	**$ 23 728**	$ 26 017	**$ 19 881**	$ 25 796	**$ 2 412 054**	$ 2 579 054

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**62.6**	66.7
Canadian Equity Funds	**23.5**	33.1
United States Equity Funds	**13.2**	–
Cash/Other	**0.7**	0.2
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 3.2% (December 31, 2014 – 3.1%). 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**2 393 598**	**–**	**–**	**2 393 598**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**29 414**	**–**	**29 414**
Derivatives – assets	**–**	**728**	**–**	**728**
Derivatives – liabilities	**(135)**	**(82)**	**–**	**(217)**
Total financial instruments	**2 393 463**	**30 060**	**–**	**2 423 523**
% of total portfolio	**98.8**	**1.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.75%
Advisor Series	1.75%
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 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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Income Fund	**5.9**	**14.4**	9.1	28.0
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**6.6**	**4.1**	–	–
RBC Bond Fund	**22.5**	**3.5**	22.2	4.3
RBC Canadian Dividend Fund	**17.6**	**2.6**	24.0	3.4
RBC Canadian Equity Income Fund	**5.9**	**4.4**	9.1	5.6
RBC Canadian Short-Term Income Fund	**11.7**	**6.0**	13.3	6.7
RBC Global Corporate Bond Fund	**9.0**	**4.1**	8.8	6.8
RBC Global High Yield Bond Fund	**13.5**	**12.2**	13.3	16.0
RBC QUBE U.S. Equity Fund	**6.6**	**6.0**	–	–

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	617
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)	**2015**	2014
Series A		
Opening units	**278 313**	234 227
Issued number of units	**50 163**	75 756
Reinvested number of units	**6 678**	9 320
Redeemed number of units	**(55 526)**	(40 990)
Ending number of units	**279 628**	278 313
Advisor Series		
Opening units	**2 867**	2 642
Issued number of units	**508**	612
Reinvested number of units	**89**	117
Redeemed number of units	**(660)**	(504)
Ending number of units	**2 804**	2 867
Series F		
Opening units	**2 652**	999
Issued number of units	**830**	1 696
Reinvested number of units	**51**	65
Redeemed number of units	**(1 366)**	(108)
Ending number of units	**2 167**	2 652

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
26 629 196	Phillips, Hager & North Canadian Income Fund*	$ 379 196	$ 343 735	**16.7**
11 697 288	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	195 950	191 262	**9.3**
50 767 998	RBC Bond Fund*	347 502	350 375	**17.0**
7 712 054	RBC Canadian Dividend Fund*	499 614	457 555	**22.3**
4 603 629	RBC Canadian Equity Income Fund*	130 972	114 806	**5.6**
20 923 627	RBC Canadian Short-Term Income Fund*	228 172	227 610	**11.1**
17 309 159	RBC Global High Yield Bond Fund*	187 432	174 012	**8.5**
12 411 169	RBC QUBE U.S. Equity Fund*	190 378	191 113	**9.3**
TOTAL MUTUAL FUND UNITS		2 159 216	2 050 468	**99.8**
SHORT-TERM INVESTMENTS†		15 393	15 393	**0.7**
TOTAL INVESTMENTS		2 174 609	2 065 861	**100.5**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	23	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(9)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	245	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(148)	–
TOTAL PORTFOLIO		$ 2 174 609	2 065 972	**100.5**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(10 953)	**(0.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 2 055 019	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
19	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	$ 2 868	$ 23
		$ 2 868	$ 23

Number of Contracts		Contracted Value	Unrealized Loss
8	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 1 115	$ (9)
		$ 1 115	$ (9)
TOTAL FUTURES		$ 3 983	$ 14

$5 500 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 195 Sold CAD 257 @ 0.7591	27-Jan-16	$ 13
Bought USD 3 195 Sold CAD 4 206 @ 0.7596	27-Jan-16	215
Bought USD 160 Sold CAD 209 @ 0.7639	27-Jan-16	12
Bought CAD 47 Sold USD 34 @ 1.3843	08-Feb-16	–
Bought USD 82 Sold CAD 109 @ 0.7490	08-Feb-16	4
Bought USD 28 Sold CAD 37 @ 0.7510	08-Feb-16	1
		$ 245

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 727 Sold USD 2 800 @ 1.3311	27-Jan-16	$ (147)
Bought CAD 33 Sold USD 25 @ 1.3363	08-Feb-16	(1)
		$ (148)
TOTAL FOREIGN EXCHANGE		$ 97

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.70% and mature between December 4, 2015 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 065 861**	$ 2 168 953
Cash	**3**	151
Due from investment dealers	**2 500**	–
Subscriptions receivable	**907**	1 542
Unrealized gain on futures contracts	**23**	7 795
Unrealized gain on foreign exchange contracts	**245**	2 191
Dividends receivable, interest accrued and other assets	**9**	1 873
TOTAL ASSETS	**2 069 548**	2 182 505
LIABILITIES		
Due to investment dealers	**1 000**	–
Redemptions payable	**1 732**	1 680
Unrealized loss on futures contracts	**9**	–
Futures contracts margin payable	**67**	8 915
Unrealized loss on foreign exchange contracts	**148**	33
Distributions payable	**8 290**	–
Accounts payable and accrued expenses	**3 283**	3 623
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**14 529**	14 251
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 055 019**	$ 2 168 254
Investments at cost	**$ 2 174 609**	$ 1 975 803
NAV		
SERIES A	**$ 1 911 731**	$ 2 026 614
ADVISOR SERIES	**$ 23 399**	$ 28 633
SERIES D	**$ 79 210**	$ 74 002
SERIES F	**$ 39 388**	$ 38 083
SERIES O	**$ 1 291**	$ 922
NAV PER UNIT		
SERIES A	**$ 6.44**	$ 7.49
ADVISOR SERIES	**$ 6.45**	$ 7.50
SERIES D	**$ 6.92**	$ 7.98
SERIES F	**$ 7.59**	$ 8.74
SERIES O	**$ 7.52**	$ 8.59

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 5 335**	$ 32 246
Interest for distribution purposes	**1 121**	26 820
Net gain (loss) from futures contracts	**12 637**	29 774
Other income (loss)	**167**	521
Other income received from underlying funds	**64 653**	12 561
Securities lending revenue (see note 6 in the generic notes)	**21**	224
Capital gains received from underlying funds	**29 128**	–
Net realized gain (loss) on investments	**225 748**	237 200
Net gain (loss) on foreign currencies and other net assets	**9 039**	2 190
Change in unrealized gain (loss) on investments	**(303 959)**	(59 380)
TOTAL INCOME (LOSS)	**43 890**	282 156
EXPENSES (see notes – Fund Specific Information)		
Management fees	**36 082**	34 450
Administration fees	**1 094**	1 124
Independent Review Committee costs	**3**	3
GST/HST	**3 418**	3 259
Transaction costs	**885**	1 591
Withholding tax	**82**	717
TOTAL EXPENSES	**41 564**	41 144
INCREASE (DECREASE) IN NAV	**$ 2 326**	$ 241 012
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 368**	$ 168 105
ADVISOR SERIES	**$ 108**	$ 2 383
SERIES D	**$ 542**	$ 6 333
SERIES F	**$ 306**	$ 3 090
SERIES O	**$ 2**	$ 61 101
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ –**	$ 0.74
ADVISOR SERIES	**$ –**	$ 0.74
SERIES D	**$ 0.06**	$ 0.86
SERIES F	**$ 0.10**	$ 0.98
SERIES O	**$ 0.17**	$ 0.72

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 2 326**	$ 241 012
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(225 748)**	(237 185)
Change in unrealized loss (gain) on investments	**303 959**	59 380
(Increase) decrease in accrued receivables	**9 636**	4 925
Increase (decrease) in accrued payables	**(331)**	(239)
Cost of investments purchased	**(3 388 445)**	(6 337 418)
Proceeds on sales of investments	**3 413 887**	7 603 425
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**115 284**	1 333 900
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**388 015**	507 256
Cash paid on redemption of redeemable units	**(410 277)**	(1 743 153)
Distributions paid to holders of redeemable units	**(84 322)**	(107 506)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (106 584)**	$ (1 343 403)
Net increase (decrease) in cash for the period	**8 700**	(9 503)
Cash (bank overdraft), beginning of period	**(8 764)**	739
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (64)**	$ (8 764)
Interest received (paid)	**$ 1 251**	$ 35 155
Dividends received, net of withholding taxes	**$ 7 154**	$ 33 385

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 026 614**	$ 1 812 333	**$ 28 633**	$ 24 978	**$ 74 002**	$ 60 116	**$ 38 083**	$ 26 821
INCREASE (DECREASE) IN NAV	**1 368**	168 105	**108**	2 383	**542**	6 333	**306**	3 090
Early redemption fees	**–**	2	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**339 455**	419 108	**4 462**	8 565	**28 614**	33 997	**14 087**	13 860
Reinvestments of distributions to holders of redeemable units	**207 307**	80 750	**2 329**	827	**8 778**	3 171	**4 038**	1 151
Redemption of redeemable units	**(369 569)**	(294 371)	**(8 377)**	(5 847)	**(20 988)**	(24 024)	**(11 077)**	(4 165)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**177 193**	205 489	**(1 586)**	3 545	**16 405**	13 144	**7 048**	10 846
Distributions from net income	**(58 770)**	(45 118)	**(787)**	(645)	**(2 293)**	(1 573)	**(1 184)**	(743)
Distributions from net gains	**(234 674)**	(114 195)	**(2 969)**	(1 628)	**(9 446)**	(4 018)	**(4 865)**	(1 931)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(293 444)**	(159 313)	**(3 756)**	(2 273)	**(11 739)**	(5 591)	**(6 049)**	(2 674)
NET INCREASE (DECREASE) IN NAV	**(114 883)**	214 281	**(5 234)**	3 655	**5 208**	13 886	**1 305**	11 262
NAV AT END OF PERIOD	**$ 1 911 731**	$ 2 026 614	**$ 23 399**	$ 28 633	**$ 79 210**	$ 74 002	**$ 39 388**	$ 38 083

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 922**	$ 1 345 316	**$ 2 168 254**	$ 3 269 564
INCREASE (DECREASE) IN NAV	**2**	61 101	**2 326**	241 012
Early redemption fees	**–**	–	**1**	2
Proceeds from redeemable units issued	**762**	32 805	**387 380**	508 335
Reinvestments of distributions to holders of redeemable units	**103**	12	**222 555**	85 911
Redemption of redeemable units	**(319)**	(1 414 746)	**(410 330)**	(1 743 153)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**546**	(1 381 929)	**199 606**	(1 148 905)
Distributions from net income	**(31)**	(7 931)	**(63 065)**	(56 010)
Distributions from net gains	**(148)**	(15 635)	**(252 102)**	(137 407)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(179)**	(23 566)	**(315 167)**	(193 417)
NET INCREASE (DECREASE) IN NAV	**369**	(1 344 394)	**(113 235)**	(1 101 310)
NAV AT END OF PERIOD	**$ 1 291**	$ 922	**$ 2 055 019**	$ 2 168 254

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

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)

During 2015, the Fund began investing primarily in other mutual funds. As at December 31, 2015, the Fund's exposure to financial instrument risk is based on the underlying mutual fund asset mix.

Credit risk (%)

As at December 31, 2015, 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.

As at December 31, 2014, credit-exposed securities, excluding short-term investments, comprise 37.3% 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
AAA	10.5
AA	37.2
A	18.4
BBB	16.1
BB	10.1
B	6.7
CCC	0.4
Unrated	0.6
Total	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 2015**	December 31 2014
Income Funds	**53.3**	37.3
Canadian Equity Funds	**27.9**	37.3
United States Equity Funds	**18.6**	7.0
Cash/Other	**0.2**	18.4
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, the Fund is exposed to interest rate risk from investments in underlying mutual funds.

As at December 31, 2014, fixed-income and debt securities, excluding short-term investments, comprise 37.3% 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
Less than 1 year	0.9
1 – 5 years	34.6
5 – 10 years	38.1
> 10 years	26.4
Total	100.0

As at December 31, 2015, 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 2.0% (December 31, 2014 – 1.9%). 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, 2015, the Fund is exposed to currency risk from investments in underlying mutual funds.

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

Currency	December 31 2014
United States dollar	11.6
Other currencies	0.2
Total	11.8

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**2 050 468**	**–**	**–**	**2 050 468**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**15 393**	**–**	**15 393**
Derivatives – assets	**23**	**245**	**–**	**268**
Derivatives – liabilities	**(9)**	**(148)**	**–**	**(157)**
Total financial instruments	**2 050 482**	**15 490**	**–**	**2 065 972**
% of total portfolio	**99.3**	**0.7**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Income Fund	**16.7**	**34.9**	–	–
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**9.3**	**4.9**	–	–
RBC Bond Fund	**17.0**	**2.3**	16.7	2.7
RBC Canadian Dividend Fund	**22.3**	**2.8**	–	–
RBC Canadian Equity Income Fund	**5.6**	**3.5**	–	–
RBC Canadian Short-Term Income Fund	**11.1**	**4.8**	12.3	5.2
RBC Global High Yield Bond Fund	**8.5**	**6.5**	8.3	8.4
RBC QUBE U.S. Equity Fund	**9.3**	**7.2**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**270 725**	243 655
Issued number of units	**45 811**	55 178
Reinvested number of units	**30 799**	10 692
Redeemed number of units	**(50 453)**	(38 800)
Ending number of units	**296 882**	270 725
Advisor Series		
Opening units	**3 820**	3 354
Issued number of units	**597**	1 124
Reinvested number of units	**348**	110
Redeemed number of units	**(1 136)**	(768)
Ending number of units	**3 629**	3 820
Series D		
Opening units	**9 273**	7 646
Issued number of units	**3 634**	4 222
Reinvested number of units	**1 213**	395
Redeemed number of units	**(2 672)**	(2 990)
Ending number of units	**11 448**	9 273
Series F		
Opening units	**4 357**	3 125
Issued number of units	**1 617**	1 573
Reinvested number of units	**512**	131
Redeemed number of units	**(1 299)**	(472)
Ending number of units	**5 187**	4 357
Series O		
Opening units	**107**	160 861
Issued number of units	**91**	3 880
Reinvested number of units	**13**	1
Redeemed number of units	**(39)**	(164 635)
Ending number of units	**172**	107

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**885**	**100**	1 591	100
Related-party brokerage commissions*	**413**	**47**	166	10
Commission arrangements†	**686**	**78**	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 2015	December 31 2014
Fair value of securities loaned	**–**	87 762
Fair value of collateral received	**–**	89 517

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC MONTHLY INCOME FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INCOME TRUSTS				
Real Estate				
912 293	Allied Properties Real Estate Investment Trust	$ 30 879	$ 28 801	
1 164 800	Boardwalk Real Estate Investment Trust	69 549	55 270	
1 026 725	Canadian Real Estate Investment Trust	41 359	43 184	
1 704 401	Chartwell Retirement Residences Real Estate Investment Trust	13 383	21 646	
2 080 000	Cominar Real Estate Investment Trust	34 649	30 597	
TOTAL INCOME TRUSTS		189 819	179 498	**2.2**
COMMON EQUITIES				
Consumer Discretionary				
450 000	General Motors Co.	18 516	21 186	
1 254 800	Magna International Inc., Class A	31 019	70 419	
1 325 200	Shaw Communications Inc., Class B	30 727	31 540	
441 507	Thomson Corp.	15 680	23 139	
		95 942	146 284	**1.8**
Consumer Staples				
237 200	Bunge Ltd.	14 463	22 419	
340 100	George Weston Ltd.	26 917	36 370	
670 643	Loblaw Companies Ltd.	30 758	43 820	
1 040 300	Maple Leaf Foods Inc.	14 777	24 718	
855 100	Metro Inc., Class A	29 442	33 127	
150 000	Walgreens Boots Alliance Inc.	10 392	17 674	
		126 749	178 128	**2.1**
Energy				
774 108	AltaGas Ltd.	29 731	23 920	
2 404 768	ARC Resources Ltd.	63 505	40 160	
880 469	Baytex Energy Corp.	18 410	3 945	
1 977 030	Bonavista Energy Corp.	36 506	3 598	
1 300 000	Cameco Corp.	21 125	22 191	
2 675 008	Canadian Natural Resources Ltd.	95 014	80 839	
2 638 759	Cenovus Energy Inc.	70 757	46 178	
924 324	Crescent Point Energy Corp.	31 196	14 900	
3 063 551	Enbridge Inc.	117 917	140 923	
620 000	Enbridge Income Fund Holdings Inc.	20 212	17 379	
1 856 700	Encana Corp.	36 637	13 053	
1 817 997	Gibson Energy Inc.	40 335	25 125	
2 111 743	Husky Energy Inc.	61 606	30 219	
321 900	Imperial Oil Ltd.	15 478	14 511	
683 280	Keyera Corp.	18 610	27 509	
2 432 749	Newalta Inc.	23 296	8 490	
1 863 082	Pembina Pipeline Corp.	70 170	56 172	
2 378 237	Pengrowth Energy Corp.	24 982	2 426	
2 062 900	PrairieSky Royalty Ltd.	61 232	45 219	
1 805 800	Precision Drilling Corp.	15 497	9 878	
257 900	ShawCor Ltd.	11 158	7 239	
Energy (cont.)				
508 900	Spectra Energy Corp.	$ 15 858	$ 16 858	
2 987 200	Suncor Energy Inc.	99 014	106 703	
3 189 926	TransCanada Corp.	140 219	144 153	
3 483 000	Trinidad Drilling Ltd.	29 636	7 384	
3 365 096	Veresen Inc.	44 858	29 815	
643 397	Vermilion Energy Inc.	34 950	24 198	
		1 247 909	962 985	**11.7**
Financials				
1 492 796	Bank of Montreal	79 582	116 558	
3 382 743	Bank of Nova Scotia	160 997	189 332	
2 027 778	Brookfield Asset Management Inc., Class A	42 119	88 513	
462 600	Brookfield Canada Office Properties	10 945	12 055	
3 221 904	Brookfield Property Partners LP	51 795	103 810	
1 096 689	Canadian Imperial Bank of Commerce	80 988	100 007	
1 299 704	CI Financial Corp.	25 448	39 771	
500 000	Element Financial Corp.	9 625	8 350	
16 700	Fairfax Financial Holdings Ltd.	6 680	10 970	
1 511 821	First Capital Realty Inc.	26 450	27 742	
7 100	Intact Financial Corp.	636	630	
6 442 068	Manulife Financial Corporation	122 708	133 608	
497 453	National Bank of Canada	18 809	20 052	
1 408 700	Power Corporation of Canada	41 351	40 768	
4 216 654	Royal Bank of Canada*	209 567	312 665	
1 747 563	Sun Life Financial Inc.	56 996	75 407	
4 238 908	Toronto-Dominion Bank	141 362	229 918	
		1 086 058	1 510 156	**18.3**
Health Care				
248 000	Merck & Co. Inc.	9 702	18 126	
523 900	Pfizer Inc.	9 402	23 400	
		19 104	41 526	**0.5**
Industrials				
816	Black Diamond Group Ltd.	20 468	5 923	
1 072	CAE Inc.	12 029	16 460	
1 162 000	Canadian National Railway Co.	38 568	89 881	
253 900	Canadian Pacific Railway Ltd.	20 477	44 872	
377 682	CSX Corp.	8 258	13 561	
634 706	Finning International Inc.	13 587	11 856	
420 100	Fluor Corp.	23 167	27 449	
350 000	General Electric Company	10 676	15 079	
363 100	KBR Inc.	11 468	8 501	
186 000	Norfolk Southern Corp.	21 166	21 763	
1 107 519	Russel Metals Inc.	23 839	17 798	
100 000	Union Pacific Corp.	11 065	10 821	
985 988	WestJet Airlines Ltd.	19 191	20 075	
563 495	Westshore Terminals Investment Corp.	11 406	6 565	
		245 365	310 604	**3.8**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
343 000	Acadian Timber Corp.	$ 3 534	$ 6 918	
584 200	Agnico Eagle Mines Ltd.	18 752	21 247	
468 823	Agrium Inc.	39 384	57 979	
1 460 300	Barrick Gold Corp.	42 620	14 953	
580 000	BHP Billiton Plc.	18 450	8 950	
2 155 600	Goldcorp Inc.	76 327	34 468	
1 215 400	iShares S&P/TSX Global Gold Index Fund	30 577	9 808	
533 566	Methanex Corp.	25 005	24 384	
461 000	Norbord Inc.	13 102	12 424	
1 064 800	Potash Corporation of Saskatchewan Inc.	47 068	25 236	
580 000	South32 Ltd.	1 185	618	
1 200 000	Teck Resources Ltd., Class B	9 900	6 408	
388 400	The Mosaic Co.	25 016	14 828	
		350 920	238 221	**2.9**
Telecommunication Services				
803 185	BCE Inc.	19 333	42 938	
579 850	Rogers Communications Inc., Class B	23 134	27 670	
2 176 900	TELUS Corp.	77 922	83 288	
		120 389	153 896	**1.9**
Utilities				
3 889 036	Algonquin Power & Utilities Corp.	$ 29 066	$ 42 429	
322 380	Atco Ltd., Class I, Non-Voting	7 857	11 509	
504 023	Brookfield Infrastructure Partners LP	23 705	26 401	
932 322	Brookfield Renewable Energy Partners LP	21 583	33 815	
1 551 529	Canadian Utilities Ltd., Class A	42 428	49 556	
394 190	Emera Inc.	10 924	17 041	
500 000	Exelon Corp.	20 038	19 213	
1 505 127	Fortis Inc.	47 888	56 307	
1 242 500	Northland Power Inc.	20 003	23 185	
170 000	Sempra Energy	22 404	22 114	
637 200	TransAlta Corp.	7 924	3 129	
		253 820	304 699	**3.7**
TOTAL COMMON EQUITIES		3 546 256	3 846 499	**46.7**

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	$ 27 407	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 464	
4 000	Aéroports de Montréal	5.670	16-Oct-37	4 340	5 163	
1 000	Air Canada	7.625	01-Oct-19	1 069	1 048	
10 000	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	10 049	10 202	
7 600	AltaGas Ltd.	4.550	17-Jan-19	8 303	8 075	
5 000	AltaGas Ltd.	3.570	12-Jun-23	4 996	5 018	
9 800	AltaLink LP	3.668	06-Nov-23	9 876	10 618	
6 300	American Express Canada Credit Corp.	2.310	29-Mar-18	6 298	6 410	
5 000	Bank of Montreal	2.240	11-Dec-17	4 999	5 087	
14 000	Bank of Montreal	6.020	02-May-18	15 599	15 461	
23 900	Bank of Montreal	3.210	13-Sep-18	24 365	24 974	
23 950	Bank of Montreal	2.430	04-Mar-19	23 944	24 556	
5 000	Bank of Montreal	2.840	04-Jun-20	4 999	5 202	
9 600	Bank of Montreal	2.100	06-Oct-20	9 598	9 659	
10 000	Bank of Montreal	6.170	28-Mar-23	11 367	10 954	
28 000	Bank of Nova Scotia	2.242	22-Mar-18	27 931	28 489	
13 000	Bank of Nova Scotia	2.750	13-Aug-18	12 982	13 405	
11 500	Bank of Nova Scotia	2.462	14-Mar-19	11 500	11 783	
13 500	Bank of Nova Scotia	2.400	28-Oct-19	13 497	13 786	
3 750	Bank of Nova Scotia	2.270	13-Jan-20	3 749	3 809	
3 400	Bank of Nova Scotia	2.130	15-Jun-20	3 399	3 424	
1 000	Bank of Nova Scotia	2.090	09-Sep-20	999	1 002	
17 825	Bank of Nova Scotia	8.900	20-Jun-25	26 108	26 476	
8 000	BC Tel	10.650	19-Jun-21	12 237	11 215	
10 000	bcIMC Realty Corp.	2.650	29-Jun-17	10 061	10 199	
3 900	bcIMC Realty Corp.	2.100	03-Jun-21	3 898	3 911	
23 000	Bell Canada	4.400	16-Mar-18	23 560	24 311	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
5 000	Bell Canada	4.880	26-Apr-18	$ 5 331	$ 5 346	
10 000	Bell Canada	3.500	10-Sep-18	10 130	10 432	
8 500	Bell Canada	3.350	18-Jun-19	8 744	8 871	
15 000	Bell Canada	3.540	12-Jun-20	14 930	15 794	
300	Bell Canada	3.250	17-Jun-20	314	313	
12 500	Bell Canada	4.950	19-May-21	13 107	14 019	
4 100	Bell Canada	3.000	03-Oct-22	4 084	4 141	
10 000	Bell Canada	3.350	22-Mar-23	9 983	10 235	
1 500	Bell Canada	6.100	16-Mar-35	1 681	1 757	
10 000	Bell Canada	4.750	29-Sep-44	9 910	9 857	
6 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	7 209	8 271	
3 000	Brookfield Renewable Power Inc.	6.132	30-Nov-16	3 296	3 119	
2 050	Brookfield Renewable Power Inc.	5.140	13-Oct-20	2 049	2 275	
17 380	Caisse Centrale Desjardins	2.795	19-Nov-18	17 740	17 933	
7 700	Caisse Centrale Desjardins	2.443	17-Jul-19	7 700	7 882	
5 000	Caisse Centrale Desjardins	1.748	02-Mar-20	5 000	4 968	
3 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	3 009	3 098	
4 500	Calloway Real Estate Investment Trust	3.985	30-May-23	4 504	4 676	
5 000	Cameco Corp.	5.670	02-Sep-19	5 116	5 547	
10 000	Canada Life Capital Trust	7.529	30-Jun-32	13 174	13 504	
10 000	Canadian Credit Card Trust II	1.829	24-Mar-20	10 000	9 988	
2 700	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	2 697	2 749	
38 425	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	38 319	39 106	
800	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	800	804	
4 600	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	4 596	4 709	
20 000	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	19 963	19 976	
3 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	3 000	3 020	
5 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	4 986	5 684	
5 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	5 000	5 168	
6 600	Canadian Real Estate Investment Trust	4.323	15-Jan-21	6 684	7 034	
10 000	Canadian Western Bank	3.049	18-Jan-17	10 000	10 118	
10 000	Canadian Western Bank	2.531	22-Mar-18	10 000	10 058	
13 500	Capital Desjardins Inc.	5.187	05-May-20	14 597	15 088	
1 500	Cards II Trust	2.155	15-Oct-20	1 500	1 511	
8 420	Centra Gas Ontario Inc.	8.650	19-Oct-18	11 330	9 971	
3 000	Choice Properties LP	3.000	20-Sep-19	3 000	3 090	
2 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	2 012	2 071	
5 000	Daimler Canada Finance Inc.	2.280	17-Feb-17	5 000	5 041	
5 000	Daimler Canada Finance Inc.	2.270	26-Mar-18	5 000	5 054	
5 000	Daimler Canada Finance Inc.	1.780	19-Aug-19	4 998	4 959	
5 000	Emera Inc.	2.960	13-Dec-16	4 998	5 065	
10 000	Emera Inc., Convertible	4.000	29-Sep-25	3 330	3 445	
3 000	Enbridge Gas Distribution Inc.	4.040	23-Nov-20	2 999	3 276	
6 000	Enbridge Gas Distribution Inc.	9.850	02-Dec-24	9 037	8 917	
5 000	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	5 906	5 717	
11 000	Enbridge Inc.	5.170	19-May-16	12 137	11 140	
500	Enbridge Inc.	5.570	14-Nov-35	563	499	
6 000	Enbridge Pipelines Inc.	4.490	12-Nov-19	6 272	6 523	
3 500	EnerCare Solutions Inc.	4.600	03-Feb-20	3 498	3 719	
7 750	EPCOR Utilities Inc.	5.800	31-Jan-18	8 697	8 459	
7 000	EPCOR Utilities Inc.	4.550	28-Feb-42	7 315	7 680	
10 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	9 959	11 324	
4 000	First Capital Realty Inc.	4.430	31-Jan-22	3 942	4 343	
5 000	Ford Credit Canada Ltd.	4.875	08-Feb-17	5 342	5 154	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	4 998	5 112	
4 500	FortisAlberta Inc.	3.300	30-Sep-24	4 500	4 739	
1 200	FortisAlberta Inc.	6.220	31-Oct-34	1 489	1 547	
1 500	FortisBC Energy Inc.	5.900	26-Feb-35	1 775	1 881	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 500	FortisBC Energy Inc.	3.375	13-Apr-45	$ 1 500	$ 1 337	
14 200	Gaz Metro Inc.	10.450	31-Oct-16	20 733	15 253	
3 100	Gaz Metro Inc.	9.000	16-May-25	4 624	4 561	
20 000	GE Capital Canada Funding Co.	5.530	17-Aug-17	20 947	21 363	
6 400	GE Capital Canada Funding Co.	5.680	10-Sep-19	7 494	7 308	
10 000	GE Capital Canada Funding Co.	5.730	22-Oct-37	9 994	12 708	
4 000	Genesis Trust II	2.295	15-Feb-17	4 008	4 049	
5 000	Genesis Trust II	1.675	17-Sep-18	5 000	5 015	
10 000	Genesis Trust II	1.699	15-Apr-20	10 000	9 948	
9 000	Genworth MI Canada Inc.	5.680	15-Jun-20	9 390	9 820	
10 000	Great-West Lifeco Inc.	6.140	21-Mar-18	10 866	11 003	
5 000	Great-West Lifeco Inc.	4.650	13-Aug-20	5 534	5 609	
6 000	Great-West Lifeco Inc.	6.740	24-Nov-31	6 967	7 931	
5 000	Greater Toronto Airports Authority	4.850	01-Jun-17	5 315	5 252	
4 500	Greater Toronto Airports Authority	5.960	20-Nov-19	4 963	5 269	
10 000	Greater Toronto Airports Authority	6.980	15-Oct-32	12 194	14 195	
9 500	Greater Toronto Airports Authority	6.470	02-Feb-34	12 056	13 029	
11 500	Greater Toronto Airports Authority	5.630	07-Jun-40	13 676	14 962	
10 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 911	10 220	
5 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	5 000	4 981	
3 000	Honda Canada Finance Inc.	1.631	12-Aug-19	3 000	2 989	
10 500	HSBC Bank Canada	3.558	04-Oct-17	10 750	10 865	
9 500	HSBC Bank Canada	2.078	26-Nov-18	9 500	9 558	
5 000	HSBC Bank Canada	2.491	13-May-19	5 000	5 089	
9 000	HSBC Bank Canada	2.938	14-Jan-20	9 039	9 295	
17 000	Hydro One Inc.	1.620	30-Apr-20	16 998	17 031	
20 600	Hydro One Inc.	7.350	03-Jun-30	26 032	29 098	
8 000	Hydro One Inc.	5.360	20-May-36	9 420	9 621	
3 000	Inter Pipeline Ltd.	3.448	20-Jul-20	3 087	3 143	
10 000	Inter Pipeline Ltd.	4.967	02-Feb-21	10 676	11 156	
5 000	Loblaw Companies Ltd.	7.100	01-Jun-16	6 094	5 117	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 290	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 481	
5 900	Loblaw Companies Ltd.	6.050	09-Jun-34	6 446	6 924	
10 200	Loblaw Companies Ltd.	5.900	18-Jan-36	9 614	11 842	
8 000	Manulife Bank of Canada	1.405	27-Feb-18	8 000	7 976	
15 000	Manulife Financial Corporation	5.059	15-Dec-41	12 811	15 711	
17 100	Master Credit Card Trust	2.626	21-Jan-17	17 454	17 363	
1 600	Master Credit Card Trust II	2.723	21-Nov-18	1 600	1 653	
1 000	Mattamy Group Corp. USD	6.500	15-Nov-20	1 307	1 321	
5 000	National Bank of Canada	2.019	13-Apr-17	5 000	5 051	
20 000	National Bank of Canada	2.689	21-Aug-17	20 155	20 449	
15 000	National Bank of Canada	1.951	11-Dec-17	15 000	15 164	
12 500	National Bank of Canada	2.794	09-Aug-18	12 500	12 903	
4 600	National Bank of Canada	1.742	03-Mar-20	4 600	4 572	
5 400	National Bank of Canada	2.105	18-Mar-22	5 400	5 324	
2 876	Newfoundland Power Inc.	10.900	02-May-16	4 342	2 963	
2 400	North West Redwater Partnership	3.200	22-Jul-24	2 396	2 468	
8 000	Nova Gas Transmission Ltd.	9.900	16-Dec-24	11 975	12 125	
6 972	Nova Scotia Power Inc.	9.750	02-Aug-19	9 768	8 837	
3 000	Nova Scotia Power Inc.	4.500	20-Jul-43	3 028	3 158	
5 500	OMERS Realty Corp.	2.498	05-Jun-18	5 428	5 631	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 297	
5 000	Pembina Pipeline Corp.	4.240	15-Jun-27	5 000	4 981	
1 600	Pembina Pipeline Corp.	4.750	30-Apr-43	1 596	1 443	
5 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	5 022	5 160	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	525	486	
5 000	Reliance LP	4.574	15-Mar-17	5 000	5 111	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
5 000	Reliance LP	5.187	15-Mar-19	$ 5 366	$ 5 294	
6 500	Rogers Communications Inc.	5.380	04-Nov-19	6 870	7 262	
5 000	Rogers Communications Inc.	4.700	29-Sep-20	4 997	5 507	
22 500	Rogers Communications Inc.	5.340	22-Mar-21	24 462	25 490	
17 000	Rogers Communications Inc.	6.110	25-Aug-40	18 454	19 576	
20 000	Royal Bank of Canada*	3.660	25-Jan-17	19 993	20 526	
5 000	Royal Bank of Canada*	2.580	13-Apr-17	5 045	5 087	
14 500	Royal Bank of Canada*	2.364	21-Sep-17	14 500	14 760	
5 000	Royal Bank of Canada*	2.820	12-Jul-18	4 999	5 164	
15 000	Royal Bank of Canada*	2.770	11-Dec-18	14 994	15 510	
5 000	Royal Bank of Canada*	1.920	17-Jul-20	5 000	4 999	
5 000	Royal Bank of Canada*	2.860	04-Mar-21	4 999	5 190	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 687	
8 300	Scotiabank Capital Trust	7.802	30-Jun-08	8 300	9 753	
2 600	Shaw Communications Inc.	5.700	02-Mar-17	2 727	2 716	
12 900	Shaw Communications Inc.	5.650	01-Oct-19	13 435	14 337	
7 000	Shaw Communications Inc.	4.350	31-Jan-24	7 101	7 329	
10 000	Shaw Communications Inc.	6.750	09-Nov-39	9 737	11 519	
20 000	Sun Life Financial Inc.	4.570	23-Aug-21	19 992	22 358	
8 000	Sun Life Financial Inc.	5.400	29-May-42	7 995	8 943	
5 000	Suncor Energy Inc.	5.800	22-May-18	5 271	5 462	
5 000	Suncor Energy Inc.	3.100	26-Nov-21	4 983	5 139	
5 000	TELUS Corp.	3.200	05-Apr-21	4 987	5 168	
5 000	TELUS Corp.	4.400	01-Apr-43	4 988	4 559	
5 000	Teranet Holdings LP	4.807	16-Dec-20	5 508	5 492	
2 260	Teranet Holdings LP	5.754	17-Dec-40	2 214	2 462	
4 626	Terasen Gas Inc.	10.300	30-Sep-16	6 320	4 923	
4 000	The Manufacturers Life Insurance Co.	4.165	01-Jun-22	4 233	4 139	
1 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 500	1 540	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 582	
6 000	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	6 000	5 985	
6 600	Thomson Reuters Corp.	3.309	12-Nov-21	6 600	6 770	
6 200	Toronto-Dominion Bank	4.779	14-Dec-16	6 016	6 367	
9 500	Toronto-Dominion Bank	2.433	15-Aug-17	9 500	9 685	
16 600	Toronto-Dominion Bank	2.171	02-Apr-18	16 646	16 892	
26 600	Toronto-Dominion Bank	2.447	02-Apr-19	26 615	27 292	
8 700	Toronto-Dominion Bank	1.693	02-Apr-20	8 700	8 653	
10 000	Toronto-Dominion Bank	2.563	24-Jun-20	10 000	10 296	
7 000	Toronto-Dominion Bank	2.621	22-Dec-21	7 175	7 154	
8 000	Toronto-Dominion Bank	3.226	24-Jul-24	8 000	8 354	
3 000	Toronto-Dominion Bank	9.150	26-May-25	4 326	4 521	
3 000	Toronto Hydro Corp.	4.490	12-Nov-19	2 999	3 330	
3 000	Toyota Credit Canada Inc.	1.800	19-Feb-20	2 997	2 999	
10 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	9 999	10 579	
3 000	TransCanada PipeLines Ltd.	3.300	17-Jul-25	2 996	3 034	
10 000	Union Gas Ltd.	8.750	03-Aug-18	13 460	11 729	
15 000	Union Gas Ltd.	4.880	21-Jun-41	17 162	16 834	
1 500	Videotron Ltd.	5.625	15-Jun-25	1 554	1 501	
7 000	VW Credit Canada Inc.	2.500	01-Oct-19	6 996	6 849	
19 000	Wells Fargo Canada Corp.	2.774	09-Feb-17	19 000	19 330	
10 000	Wells Fargo Canada Corp.	2.780	15-Nov-18	9 997	10 341	
14 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	14 012	14 607	
10 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	9 996	10 479	
9 500	Westcoast Energy Inc.	3.280	15-Jan-16	9 491	9 503	
5 000	Westcoast Energy Inc.	5.600	16-Jan-19	5 817	5 511	
5 000	Westcoast Energy Inc.	6.750	15-Dec-27	5 662	6 248	
				1 689 752	1 735 660	**21.1**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
5 000	Canada Housing Trust No. 1	1.950	15-Jun-19	$ 5 147	$ 5 164	
53 950	Canada Housing Trust No. 1	3.350	15-Dec-20	56 706	59 314	
52 000	Canada Housing Trust No. 1	2.650	15-Mar-22	52 949	55 576	
35 000	Canada Housing Trust No. 1	2.350	15-Sep-23	34 550	36 549	
9 000	Canada Post Corp.	4.080	16-Jul-25	8 995	10 671	
22 000	Government of Canada	1.250	01-Aug-17	22 284	22 266	
10 000	Government of Canada	0.750	01-Sep-20	9 948	10 010	
7 500	Government of Canada	1.500	01-Jun-23	7 681	7 675	
9 765	Government of Canada	2.250	01-Jun-25	10 070	10 498	
20 000	Government of Canada	5.750	01-Jun-29	26 999	29 417	
22 886	Government of Canada	5.750	01-Jun-33	29 477	35 390	
79 990	Government of Canada	4.000	01-Jun-41	98 573	108 663	
23 200	Government of Canada	3.500	01-Dec-45	29 362	30 090	
17 100	Labrador-Island Link Funding Trust	3.760	01-Jun-33	17 416	19 768	
				410 157	441 051	**5.4**
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	15 836	
35 000	Hydro-Quebec	11.000	15-Aug-20	57 482	49 949	
45 000	Hydro-Quebec	6.500	15-Feb-35	55 644	66 338	
30 000	Municipal Finance Authority of British Columbia	4.800	01-Dec-17	32 950	32 205	
9 500	Newfoundland & Labrador Hydro	10.250	14-Jul-17	14 204	10 856	
7 280	Ontario Electricity Financial Corp.	8.400	06-Nov-20	9 229	9 488	
10 000	Ontario Electricity Financial Corp.	8.500	26-May-25	14 776	15 078	
60 000	Ontario Electricity Financial Corp.	8.250	22-Jun-26	86 813	91 077	
9 000	Province of British Columbia	9.000	23-Aug-24	13 483	13 785	
15 000	Province of Manitoba	2.050	01-Dec-16	15 145	15 195	
5 000	Province of Manitoba	4.600	05-Mar-38	4 899	5 981	
7 000	Province of Manitoba	4.650	05-Mar-40	6 825	8 481	
8 000	Province of New Brunswick	4.400	03-Jun-19	8 197	8 854	
24 000	Province of New Brunswick	4.800	03-Jun-41	24 183	29 348	
6 000	Province of Newfoundland and Labrador	5.600	17-Oct-33	6 595	7 814	
3 700	Province of Nova Scotia	9.600	30-Jan-22	5 804	5 325	
15 000	Province of Nova Scotia	6.600	01-Dec-31	19 889	21 571	
10 000	Province of Nova Scotia	4.500	01-Jun-37	9 373	11 774	
75 100	Province of Ontario	2.100	08-Sep-18	74 876	77 395	
82 100	Province of Ontario	4.400	02-Jun-19	89 755	91 076	
16 010	Province of Ontario	4.000	02-Jun-21	16 889	18 023	
65 700	Province of Ontario	3.150	02-Jun-22	67 434	71 069	
28 000	Province of Ontario	2.850	02-Jun-23	27 208	29 644	
68 900	Province of Ontario	3.500	02-Jun-24	71 196	75 888	
55 700	Province of Ontario	2.600	02-Jun-25	56 741	56 941	
72 700	Province of Ontario	6.500	08-Mar-29	94 089	102 463	
16 400	Province of Ontario	5.600	02-Jun-35	21 734	22 296	
14 770	Province of Ontario	4.700	02-Jun-37	17 668	18 245	
84 860	Province of Ontario	4.600	02-Jun-39	93 296	104 196	
92 450	Province of Ontario	4.650	02-Jun-41	101 017	115 347	
59 730	Province of Ontario	3.500	02-Jun-43	61 268	62 737	
88 450	Province of Ontario	3.450	02-Jun-45	81 498	92 532	
24 525	Province of Ontario	2.900	02-Dec-46	22 831	23 062	
8 750	Province of Prince Edward Island	4.250	24-Sep-19	8 740	9 692	
3 000	Province of Prince Edward Island	4.650	19-Nov-37	2 925	3 562	
45 000	Province of Quebec	4.500	01-Dec-17	48 987	48 165	
46 980	Province of Quebec	4.500	01-Dec-20	52 827	53 751	
77 800	Province of Quebec	3.000	01-Sep-23	77 918	83 088	
51 000	Province of Quebec	3.750	01-Sep-24	54 392	57 162	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
5 600	Province of Quebec	5.750	01-Dec-36	$ 6 559	$ 7 764	
7 000	Province of Quebec	5.000	01-Dec-38	8 733	8 982	
52 500	Province of Quebec	5.000	01-Dec-41	57 951	68 450	
23 000	Province of Quebec	4.250	01-Dec-43	25 678	27 177	
				1 642 699	1 747 662	**21.2**
TOTAL CANADIAN BONDS				3 742 608	3 924 373	**47.7**
UNITED STATES BONDS						
1 000	Alcoa Inc.	5.400	15-Apr-21	1 320	1 351	
1 500	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	2 012	2 179	
500	Antero Resources Corp.	5.625	01-Jun-23	603	543	
500	Antero Resources Finance Corp.	5.375	01-Nov-21	632	557	
1 500	Avis Budget Car Rental LLC	5.250	15-Mar-25	1 899	1 974	
1 000	Ball Corp.	5.250	01-Jul-25	1 306	1 420	
590	CalAtlantic Group Inc.	5.875	15-Nov-24	829	857	
1 250	Calpine Corp.	6.000	15-Jan-22	1 764	1 794	
1 000	CCO Holdings LLC	6.500	30-Apr-21	1 405	1 442	
1 500	CCOH Safari LLC	5.750	15-Feb-26	1 988	2 086	
1 000	CenturyLink Inc.	6.750	01-Dec-23	1 279	1 302	
250	Chesapeake Energy Corp.	6.125	15-Feb-21	93	99	
706	Chesapeake Energy Corp.	8.000	15-Dec-22	669	484	
1 000	Choice Hotels International Inc.	5.750	01-Jul-22	1 440	1 487	
1 000	Consol Energy Inc.	5.875	15-Apr-22	854	865	
1 500	Continental Resources Inc.	3.800	01-Jun-24	1 671	1 465	
1 000	Crown Castle International Corp.	4.875	15-Apr-22	1 347	1 439	
750	CSC Holdings LLC	6.750	15-Nov-21	1 041	1 022	
1 000	DISH DBS Corp.	5.875	15-Nov-24	1 227	1 235	
1 500	Equinix Inc.	5.875	15-Jan-26	2 010	2 143	
1 000	HCA Inc.	5.875	15-Mar-22	1 436	1 463	
1 200	HCA Inc.	5.875	15-Feb-26	1 611	1 671	
1 250	Ingles Markets Inc.	5.750	15-Jun-23	1 707	1 734	
10 000	JPMorgan Chase & Co. CAD	5.058	22-Feb-21	10 067	10 038	
250	Kinder Morgan Inc.	5.625	15-Nov-23	322	317	
350	Kinder Morgan Inc.	7.800	01-Aug-31	466	455	
400	Kinder Morgan Inc.	7.750	15-Jan-32	539	528	
1 000	Lamar Media Corp.	5.375	15-Jan-24	1 342	1 432	
1 000	Lear Corp.	5.375	15-Mar-24	1 331	1 429	
5 505	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	3 458	437	
1 000	Lennar Corp.	4.750	30-May-25	1 285	1 359	
10 000	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	9 719	10 276	
1 500	Micron Technology Inc.	5.875	15-Feb-22	1 977	2 026	
1 000	MPLX LP	4.875	01-Jun-25	1 204	1 245	
1 000	NCR Corp.	5.000	15-Jul-22	1 295	1 347	
1 000	NRG Energy Inc.	7.875	15-May-21	1 370	1 304	
1 300	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 678	1 765	
1 500	Range Resources Corp.	4.875	15-May-25	1 795	1 585	
750	Regal Entertainment Group	5.750	15-Mar-22	1 005	1 042	
1 500	Reynolds Group Issuer Inc.	6.875	15-Feb-21	2 072	2 143	
675	Rite Aid Corp.	6.125	01-Apr-23	921	970	
1 000	Sabine Pass Liquefaction LLC	5.750	15-May-24	1 269	1 211	
500	Seagate HDD Cayman USD	4.750	01-Jan-25	593	577	
965	Service Corp. International	5.375	15-Jan-22	1 348	1 399	
750	Sinclair Television Group Inc.	5.375	01-Apr-21	996	1 044	
1 500	Smithfield Foods Inc.	6.625	15-Aug-22	2 102	2 161	
1 000	Sonic Automotive Inc.	5.000	15-May-23	1 311	1 321	
500	Sprint Capital Corp.	6.875	15-Nov-28	564	486	
1 250	T-Mobile USA Inc.	6.625	01-Apr-23	1 713	1 769	
1 250	Targa Resources Partners LP	6.875	01-Feb-21	1 664	1 574	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
UNITED STATES BONDS (cont.)						
1 500	Tenet Healthcare Corp.	6.000	01-Oct-20	$ 2 136	$ 2 195	
1 500	The AES Corp.	5.500	15-Mar-24	1 884	1 863	
1 000	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	1 333	1 425	
305	The Hertz Corp.	7.500	15-Oct-18	408	432	
250	The Hertz Corp.	5.875	15-Oct-20	342	358	
1 500	Toll Brothers Finance Corp.	4.375	15-Apr-23	1 936	2 024	
1 250	United Rentals North America Inc.	4.625	15-Jul-23	1 614	1 732	
700	United Rentals North America Inc.	5.500	15-Jul-25	921	943	
1 500	Universal Health Services Inc.	4.750	01-Aug-22	2 054	2 101	
1 000	Whiting Petroleum Corp.	5.750	15-Mar-21	1 236	1 016	
500	WPX Energy Inc.	5.250	15-Sep-24	532	460	
TOTAL UNITED STATES BONDS				97 945	96 401	**1.2**
FOREIGN BONDS						
800	ArcelorMittal USD	9.850	01-Jun-19	1 235	1 043	
200	ArcelorMittal USD	6.250	05-Aug-20	242	222	
1 250	Ashtead Capital Inc.	6.500	15-Jul-22	1 718	1 812	
500	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	643	638	
1 200	Numericable Group S.A. USD	6.000	15-May-22	1 567	1 615	
TOTAL FOREIGN BONDS				5 405	5 330	**0.1**
TOTAL BONDS				3 845 958	4 026 104	**49.0**

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
398 700	Barclays Capital High Yield Bond SPDR Fund	$ 19 369	$ 18 708	
TOTAL OTHER INVESTMENTS		19 369	18 708	**0.2**
SHORT-TERM INVESTMENTS†		144 819	144 819	**1.7**
TOTAL INVESTMENTS		7 746 221	8 215 628	**99.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	286	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(6 262)	**(0.1)**
TOTAL PORTFOLIO		$ 7 746 221	8 209 652	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			25 948	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 8 235 600	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 600 Sold CAD 810 @ 0.7410	06-Jan-16	$ 22
Bought USD 259 Sold CAD 336 @ 0.7701	08-Jan-16	22
Bought USD 5 Sold CAD 7 @ 0.7510	08-Jan-16	–
Bought USD 14 Sold CAD 19 @ 0.7491	08-Jan-16	1
Bought USD 1 500 Sold CAD 2 033 @ 0.7378	12-Jan-16	42
Bought USD 545 Sold CAD 709 @ 0.7686	14-Jan-16	45
Bought USD 875 Sold CAD 1 138 @ 0.7690	21-Jan-16	73
Bought CAD 5 Sold USD 4 @ 1.3574	25-Jan-16	–
Bought USD 433 Sold CAD 568 @ 0.7620	25-Jan-16	31
Bought USD 14 Sold CAD 18 @ 0.7637	25-Jan-16	1
Bought USD 4 Sold CAD 5 @ 0.7596	25-Jan-16	–
Bought USD 6 Sold CAD 8 @ 0.7506	25-Jan-16	–
Bought USD 18 Sold CAD 24 @ 0.7510	25-Jan-16	1
Bought USD 6 Sold CAD 8 @ 0.7471	01-Feb-16	–
Bought CAD 58 Sold USD 42 @ 1.3830	03-Feb-16	–
Bought USD 42 Sold CAD 56 @ 0.7500	24-Feb-16	2

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 12 Sold CAD 16 @ 0.7478	24-Feb-16	$ 1
Bought USD 104 Sold CAD 139 @ 0.7490	07-Mar-16	5
Bought USD 42 Sold CAD 57 @ 0.7359	08-Mar-16	1
Bought USD 1 500 Sold CAD 2 059 @ 0.7286	08-Mar-16	16
Bought CAD 2 539 Sold USD 1 819 @ 1.3961	22-Mar-16	23
		$ 286

Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 570 Sold USD 4 152 @ 1.3415	06-Jan-16	$ (174)
Bought CAD 504 Sold USD 369 @ 1.3660	08-Jan-16	(7)
Bought CAD 381 Sold USD 290 @ 1.3131	12-Jan-16	(20)
Bought CAD 3 190 Sold USD 2 325 @ 1.3720	14-Jan-16	(27)
Bought CAD 401 Sold USD 300 @ 1.3359	21-Jan-16	(14)
Bought CAD 19 Sold USD 14 @ 1.3293	25-Jan-16	(1)
Bought CAD 506 Sold USD 370 @ 1.3660	25-Jan-16	(7)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 7 000 Sold USD 5 313 @ 1.3176	26-Jan-16	$ (351)
Bought CAD 630 Sold USD 473 @ 1.3316	26-Jan-16	(25)
Bought USD 248 Sold CAD 344 @ 0.7208	26-Jan-16	(1)
Bought CAD 18 Sold USD 14 @ 1.3160	01-Feb-16	(1)
Bought CAD 9 462 Sold USD 7 216 @ 1.3113	03-Feb-16	(522)
Bought CAD 5 532 Sold USD 4 000 @ 1.3830	03-Feb-16	(3)
Bought CAD 7 418 Sold USD 5 558 @ 1.3346	08-Feb-16	(272)
Bought CAD 658 Sold USD 500 @ 1.3165	09-Feb-16	(34)
Bought CAD 8 673 Sold USD 6 582 @ 1.3177	10-Feb-16	(434)
Bought CAD 57 366 Sold USD 42 969 @ 1.3350	11-Feb-16	(2 085)
Bought CAD 570 Sold USD 430 @ 1.3265	17-Feb-16	(25)
Bought CAD 18 106 Sold USD 13 565 @ 1.3348	18-Feb-16	(661)
Bought CAD 138 Sold USD 102 @ 1.3495	18-Feb-16	(3)
Bought CAD 1 669 Sold USD 1 256 @ 1.3289	19-Feb-16	(69)
Bought CAD 811 Sold USD 610 @ 1.3303	22-Feb-16	(32)
Bought CAD 2 120 Sold USD 1 592 @ 1.3317	24-Feb-16	(82)
Bought USD 1 000 Sold CAD 1 393 @ 0.7178	24-Feb-16	(10)
Bought CAD 695 Sold USD 522 @ 1.3323	25-Feb-16	(27)
Bought CAD 5 946 Sold USD 4 447 @ 1.3370	26-Feb-16	(207)
Bought CAD 8 776 Sold USD 6 597 @ 1.3303	01-Mar-16	(351)
Bought CAD 3 812 Sold USD 2 852 @ 1.3365	02-Mar-16	(134)
Bought CAD 5 677 Sold USD 4 245 @ 1.3373	04-Mar-16	(196)
Bought CAD 3 690 Sold USD 2 763 @ 1.3356	07-Mar-16	(132)
Bought CAD 5 650 Sold USD 4 220 @ 1.3389	08-Mar-16	(188)
Bought USD 105 Sold CAD 147 @ 0.7163	08-Mar-16	(1)
Bought CAD 4 523 Sold USD 3 388 @ 1.3351	10-Mar-16	(164)
Bought CAD 1 961 Sold USD 1 419 @ 1.3817	17-Mar-16	(2)
		$ (6 262)
TOTAL FOREIGN EXCHANGE		$ (5 976)

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.83% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 8 215 628**	$ 9 456 637
Cash	**2 745**	764
Subscriptions receivable	**376**	2 102
Futures contracts margin receivable	**–**	138
Unrealized gain on foreign exchange contracts	**286**	405
Dividends receivable, interest accrued and other assets	**44 757**	44 842
TOTAL ASSETS	**8 263 792**	9 504 888
LIABILITIES		
Due to investment dealers	**3 520**	30 403
Redemptions payable	**5 614**	3 948
Unrealized loss on foreign exchange contracts	**6 262**	1 699
Distributions payable	**5 058**	–
Accounts payable and accrued expenses	**7 738**	9 383
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**28 192**	45 433
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 8 235 600**	$ 9 459 455
Investments at cost	**$ 7 746 221**	$ 8 316 480
NAV		
SERIES A	**$ 7 292 559**	$ 8 486 039
ADVISOR SERIES	**$ 53 963**	$ 59 292
SERIES D	**$ 160 850**	$ 172 123
SERIES F	**$ 116 040**	$ 90 228
SERIES O	**$ 612 188**	$ 651 773
NAV PER UNIT		
SERIES A	**$ 13.24**	$ 14.21
ADVISOR SERIES	**$ 13.38**	$ 14.34
SERIES D	**$ 13.67**	$ 14.60
SERIES F	**$ 14.31**	$ 15.24
SERIES O	**$ 14.76**	$ 15.60

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 159 887**	$ 129 555
Interest for distribution purposes	**167 304**	185 715
Net gain (loss) from futures contracts	**(460)**	2 186
Other income (loss)	**8 482**	3 458
Securities lending revenue (see note 6 in the generic notes)	**969**	1 013
Net realized gain (loss) on investments	**170 529**	100 791
Net gain (loss) on foreign currencies and other net assets	**(11 106)**	(4 306)
Change in unrealized gain (loss) on investments	**(675 432)**	479 852
TOTAL INCOME (LOSS)	**(179 827)**	898 264
EXPENSES (see notes – Fund Specific Information)		
Management fees	**83 684**	85 686
Administration fees	**7 603**	7 783
Independent Review Committee costs	**3**	3
GST/HST	**9 026**	9 245
Transaction costs	**2 105**	2 208
Withholding tax	**1 424**	923
TOTAL EXPENSES	**103 845**	105 848
INCREASE (DECREASE) IN NAV	**$ (283 672)**	$ 792 416
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (259 575)**	$ 708 091
ADVISOR SERIES	**$ (1 866)**	$ 4 854
SERIES D	**$ (5 280)**	$ 14 281
SERIES F	**$ (3 390)**	$ 5 769
SERIES O	**$ (13 561)**	$ 59 421
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.45)**	$ 1.19
ADVISOR SERIES	**$ (0.45)**	$ 1.21
SERIES D	**$ (0.42)**	$ 1.27
SERIES F	**$ (0.41)**	$ 1.34
SERIES O	**$ (0.31)**	$ 1.48

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (283 672)**	$ 792 416
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(170 529)**	(100 791)
Change in unrealized loss (gain) on investments	**675 432**	(479 852)
(Increase) decrease in accrued receivables	**85**	(237)
Increase (decrease) in accrued payables	**(1 645)**	18 883
Cost of investments purchased	**(4 613 371)**	(6 207 565)
Proceeds on sales of investments	**5 327 276**	6 235 859
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**933 576**	258 713
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**611 786**	1 102 598
Cash paid on redemption of redeemable units	**(1 486 121)**	(1 294 299)
Distributions paid to holders of redeemable units	**(57 398)**	(67 315)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (931 733)**	$ (259 016)
Net increase (decrease) in cash for the period	**1 843**	(303)
Cash (bank overdraft), beginning of period	**902**	1 205
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2 745**	$ 902
Interest received (paid)	**$ 170 389**	$ 187 632
Dividends received, net of withholding taxes	**$ 163 945**	$ 129 936

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 8 486 039**	$ 8 088 353	**$ 59 292**	$ 53 908	**$ 172 123**	$ 154 446	**$ 90 228**	$ 48 710
INCREASE (DECREASE) IN NAV	**(259 575)**	708 091	**(1 866)**	4 854	**(5 280)**	14 281	**(3 390)**	5 769
Early redemption fees	**8**	2	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**502 497**	966 992	**9 681**	15 324	**25 307**	37 128	**56 194**	50 700
Reinvestments of distributions to holders of redeemable units	**235 480**	244 629	**1 377**	1 314	**4 875**	4 710	**1 950**	1 491
Redemption of redeemable units	**(1 377 605)**	(1 219 779)	**(12 436)**	(14 069)	**(30 093)**	(32 600)	**(25 595)**	(14 014)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(639 620)**	(8 156)	**(1 378)**	2 569	**89**	9 238	**32 549**	38 177
Distributions from net income	**(206 529)**	(199 817)	**(1 463)**	(1 348)	**(4 268)**	(3 862)	**(2 349)**	(1 605)
Distributions from net gains	**(67 068)**	–	**(475)**	–	**(1 386)**	–	**(763)**	–
Distributions from capital	**(20 688)**	(102 432)	**(147)**	(691)	**(428)**	(1 980)	**(235)**	(823)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(294 285)**	(302 249)	**(2 085)**	(2 039)	**(6 082)**	(5 842)	**(3 347)**	(2 428)
NET INCREASE (DECREASE) IN NAV	**(1 193 480)**	397 686	**(5 329)**	5 384	**(11 273)**	17 677	**25 812**	41 518
NAV AT END OF PERIOD	**$ 7 292 559**	$ 8 486 039	**$ 53 963**	$ 59 292	**$ 160 850**	$ 172 123	**$ 116 040**	$ 90 228

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 651 773**	$ 580 217	**$ 9 459 455**	$ 8 925 634
INCREASE (DECREASE) IN NAV	**(13 561)**	59 421	**(283 672)**	792 416
Early redemption fees	**–**	–	**8**	2
Proceeds from redeemable units issued	**16 381**	32 131	**610 060**	1 102 275
Reinvestments of distributions to holders of redeemable units	**20 860**	13 710	**264 542**	265 854
Redemption of redeemable units	**(42 066)**	(13 095)	**(1 487 795)**	(1 293 557)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(4 825)**	32 746	**(613 185)**	74 574
Distributions from net income	**(14 878)**	(13 626)	**(229 487)**	(220 258)
Distributions from net gains	**(4 831)**	–	**(74 523)**	–
Distributions from capital	**(1 490)**	(6 985)	**(22 988)**	(112 911)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(21 199)**	(20 611)	**(326 998)**	(333 169)
NET INCREASE (DECREASE) IN NAV	**(39 585)**	71 556	**(1 223 855)**	533 821
NAV AT END OF PERIOD	**$ 612 188**	$ 651 773	**$ 8 235 600**	$ 9 459 455

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

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)

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 49.0% (December 31, 2014 – 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 2015	December 31 2014
AAA	**13.5**	20.4
AA	**40.8**	40.0
A	**29.3**	28.0
BBB	**14.4**	11.6
BB	**1.2**	–
B	**0.8**	–
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 2015	December 31 2014
Canadian Bonds	**47.7**	49.9
Equities	**46.7**	47.4
Income Trusts	**2.2**	0.9
Foreign Bonds	**1.3**	0.2
Cash/Other	**2.1**	1.6
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 49.0% (December 31, 2014 – 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 2015	December 31 2014
Less than 1 year	**2.4**	3.6
1 – 5 years	**38.6**	39.4
5 – 10 years	**23.1**	25.5
> 10 years	**35.9**	31.5
Total	**100.0**	100.0

As at December 31, 2015, 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 3.7% (December 31, 2014 – 3.6%). 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.5**	+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**4 038 582**	**9 568**	**–**	**4 048 150**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**4 022 659**	**–**	**4 022 659**
Short-term investments	**–**	**144 819**	**–**	**144 819**
Derivatives – assets	**–**	**286**	**–**	**286**
Derivatives – liabilities	**–**	**(6 262)**	**–**	**(6 262)**
Total financial instruments	**4 038 582**	**4 171 070**	**–**	**8 209 652**
% of total portfolio	**49.2**	**50.8**	**–**	**100.0**

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

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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, 2015.

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)	**2015**	2014
Series A		
Opening units	**597 130**	598 177
Issued number of units	**35 490**	68 640
Reinvested number of units	**16 865**	17 364
Redeemed number of units	**(98 795)**	(87 051)
Ending number of units	**550 690**	597 130
Advisor Series		
Opening units	**4 135**	3 955
Issued number of units	**682**	1 080
Reinvested number of units	**98**	92
Redeemed number of units	**(880)**	(992)
Ending number of units	**4 035**	4 135
Series D		
Opening units	**11 787**	11 161
Issued number of units	**1 734**	2 574
Reinvested number of units	**339**	326
Redeemed number of units	**(2 090)**	(2 274)
Ending number of units	**11 770**	11 787
Series F		
Opening units	**5 920**	3 383
Issued number of units	**3 761**	3 371
Reinvested number of units	**130**	99
Redeemed number of units	**(1 702)**	(933)
Ending number of units	**8 109**	5 920
Series O		
Opening units	**41 791**	39 678
Issued number of units	**1 077**	2 092
Reinvested number of units	**1 351**	882
Redeemed number of units	**(2 732)**	(861)
Ending number of units	**41 487**	41 791

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**2 105**	**100**	2 208	100
Related-party brokerage commissions*	**180**	**9**	198	9
Commission arrangements†	**154**	**7**	266	12

* 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.

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**559 677**	1 079 430
Fair value of collateral received	**571 216**	1 101 333

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 2015	December 31 2014
RBC Managed Payout Solution	**7.3**	6.8

SCHEDULE OF INVESTMENT PORTFOLIO (in USD000s)

RBC U.S. MONTHLY INCOME FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
71 400	Comcast Corp., Class A	$ 4 226	$ 4 029	
53 700	Hasbro Inc.	3 892	3 616	
43 600	Home Depot Inc.	4 356	5 766	
(215)	Home Depot Inc., Written Call @ 135.00 January 15, 2016	(26)	(13)	
100 800	Leggett & Platt Inc.	4 421	4 236	
37 700	Lowe's Companies	2 868	2 866	
(190)	Lowe's Companies, Written Call @ 75.00 January 15, 2016	(31)	(33)	
88 900	McDonald's Corp.	8 433	10 503	
44 800	Nike Inc.	2 890	2 801	
49 900	Starbucks Corp.	2 671	2 995	
165 500	Target Corporation	13 411	12 014	
25 400	The Walt Disney Company	1 895	2 669	
105 300	TJX Companies Inc.	7 155	7 467	
		56 161	58 916	**5.2**
Consumer Staples				
362 100	Altria Group Inc.	15 624	21 078	
23 600	Clorox Company	2 975	2 993	
155 700	CVS Health Corp.	11 604	15 219	
168 800	PepsiCo Inc.	15 521	16 861	
120 700	Philip Morris International Inc.	10 128	10 609	
273 200	The Coca-Cola Co.	11 080	11 737	
90 700	The Procter & Gamble Co.	6 917	7 201	
		73 849	85 698	**7.5**
Energy				
128 700	Chevron Corp.	10 693	11 575	
122 900	Energy Select Sector SPDR Fund	8 084	7 413	
35 700	Helmerich & Payne	1 978	1 912	
153 500	Occidental Petroleum Corp.	11 126	10 378	
23 900	Phillips 66 Company	1 930	1 955	
		33 811	33 233	**2.9**
Financials				
38 200	Blackstone Group LP	1 172	1 116	
106 500	Capital One Financial Corp.	8 734	7 686	
56 500	Crown Castle International Corp. Real Estate Investment Trust	4 671	4 884	
75 800	iShares Dow Jones US Real Estate Index Fund	5 640	5 691	
256 800	JPMorgan Chase & Co.	14 014	16 957	
435 100	KeyCorp	5 732	5 739	
78 000	PNC Bank Corp.	7 320	7 434	
40 300	Simon Property Group Inc.	7 333	7 835	
24 200	Travelers Cos. Inc.	2 507	2 731	
311 100	Wells Fargo & Company	15 124	16 904	
		72 247	76 977	**6.7**
Health Care				
100 500	AbbVie Inc.	$ 5 813	$ 5 952	
66 900	Anthem Inc.	8 412	9 329	
124 900	Cardinal Health Inc.	8 025	11 148	
55 200	Gilead Sciences Inc.	5 550	5 586	
172 000	Johnson & Johnson	16 703	17 664	
132 700	Medtronic Plc.	9 047	10 204	
182 800	Merck & Co. Inc.	10 359	9 655	
529 300	Pfizer Inc.	16 358	17 086	
103 900	UnitedHealth Group Incorporated	11 711	12 223	
		91 978	98 847	**8.6**
Industrials				
43 000	Boeing Co.	6 255	6 215	
582 500	General Electric Company	14 577	18 136	
36 900	Honeywell International Inc.	3 690	3 821	
(180)	Honeywell International Inc., Written Call @ 105.00 January 15, 2016	(28)	(16)	
7 100	Lockheed Martin Corporation	1 356	1 542	
16 200	Northrop Grumman Corp.	2 410	3 059	
38 100	Raytheon Company	4 383	4 743	
27 900	Union Pacific Corp.	2 742	2 182	
26 600	United Technologies Corp.	2 635	2 555	
		38 020	42 237	**3.7**
Information Technology				
166 200	Apple Inc.	17 896	17 488	
18 700	Avago Technologies Ltd.	2 382	2 714	
(90)	Avago Technologies Ltd., Written Call @ 145.00 January 15, 2016	(43)	(36)	
530 900	Cisco Systems Inc.	14 560	14 417	
93 200	Fidelity National Information Services Inc.	6 115	5 645	
418 150	Intel Corp.	13 403	14 405	
390 124	Microsoft Corp.	16 493	21 634	
53 300	Nvidia Corp.	1 768	1 757	
147 500	Oracle Corporation	5 820	5 388	
95 900	Texas Instruments Inc.	4 679	5 256	
(490)	Texas Instruments Inc., Written Call @ 60.00 January 15, 2016	(23)	(2)	
		83 050	88 666	**7.7**
Materials				
169 000	Dow Chemical Company	7 891	8 700	
62 600	LyondellBasell Industries N.V.	5 622	5 440	
(310)	LyondellBasell Industries N.V., Written Call @ 90.00 January 15, 2016	(59)	(26)	
		13 454	14 114	**1.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
359 300	AT&T Inc.	$ 12 383	$ 12 364	
		12 383	12 364	**1.1**
Utilities				
47 700	Edison International	2 875	2 824	
49 300	NextEra Energy Inc.	4 994	5 121	
71 000	PG&E Corporation	3 722	3 775	
136 600	Utilities Select Sector SPDR Fund	5 838	5 910	
		17 429	17 630	**1.5**
TOTAL COMMON EQUITIES		492 382	528 682	**46.1**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
4 695 026	RBC Emerging Markets Bond Fund*	$ 44 789	$ 40 234	
TOTAL MUTUAL FUND UNITS		44 789	40 234	**3.5**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
Canada						
550	Air Canada USD	6.750	01-Oct-19	$ 575	$ 573	
150	Air Canada	7.625	01-Oct-19	149	114	
1 000	Bank of Montreal USD	2.375	25-Jan-19	1 008	1 006	
1 000	Bank of Nova Scotia USD	2.050	05-Jun-19	992	992	
217	Barrick Gold Corp. USD	6.950	01-Apr-19	260	228	
200	Baytex Energy Corp. USD	5.125	01-Jun-21	199	141	
300	Baytex Energy Corp. USD	5.625	01-Jun-24	299	206	
500	Caisse Centrale Desjardins USD	1.550	12-Sep-17	500	497	
1 000	Canadian Natural Resources Ltd. USD	5.700	15-May-17	1 137	1 022	
1 525	Canadian Pacific Railway Co. USD	4.450	15-Mar-23	1 664	1 621	
1 000	Enbridge Inc. USD	4.500	10-Jun-44	882	700	
1 500	Fairfax Financial Holdings Ltd. USD	5.800	15-May-21	1 589	1 591	
668	Mattamy Group Corp. USD	6.500	15-Nov-20	672	638	
200	MEG Energy Corp. USD	6.500	15-Mar-21	171	141	
350	New Gold Inc. USD	7.000	15-Apr-20	355	316	
250	New Gold Inc. USD	6.250	15-Nov-22	262	200	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	500	351	
9 100	Province of Ontario USD	3.150	15-Dec-17	9 842	9 380	
205	Quebecor Media Inc.	7.375	15-Jan-21	207	154	
1 000	Rogers Communications Inc. USD	6.800	15-Aug-18	1 270	1 117	
100	Rogers Communications Inc. USD	7.500	15-Aug-38	137	130	
250	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	229	178	
1 000	Suncor Energy Inc. USD	6.500	15-Jun-38	1 162	1 073	
750	Thomson Reuters Corp. USD	6.500	15-Jul-18	827	829	
750	Thomson Reuters Corp. USD	5.500	15-Aug-35	836	769	
1 500	Toronto-Dominion Bank USD	2.250	05-Nov-19	1 497	1 501	
750	TransCanada PipeLines Ltd. USD	3.800	01-Oct-20	718	766	
500	TransCanada PipeLines Ltd. USD	6.100	01-Jun-40	620	519	
440	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	472	389	
				29 031	27 142	**2.4**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
1 000	BPCE S.A. USD	5.150	21-Jul-24	$ 998	$ 1 010	
700	Numericable Group S.A. USD	6.000	15-May-22	691	681	
600	Orange S.A. USD	2.750	06-Feb-19	611	609	
1 000	Total Capital International S.A. USD	2.700	25-Jan-23	1 005	960	
				3 305	3 260	**0.3**
Germany						
1 400	Deutsche Telekom International Finance BV USD	6.750	20-Aug-18	1 717	1 562	
500	Deutsche Telekom International Finance BV USD	6.000	08-Jul-19	584	560	
1 000	Siemens Financieringsmaatschappij N.V. USD	3.250	27-May-25	985	1 001	
				3 286	3 123	**0.3**
Japan						
1 000	Toyota Motor Credit Corp.	3.400	15-Sep-21	1 050	1 037	
				1 050	1 037	**0.1**
Luxembourg						
500	Altice Financing S.A. USD	6.625	15-Feb-23	511	495	
400	ArcelorMittal USD	9.850	01-Jun-19	501	377	
100	ArcelorMittal USD	6.250	05-Aug-20	91	80	
250	ArcelorMittal USD	8.000	15-Oct-39	170	172	
850	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	859	828	
225	Intelsat Jackson Holdings S.A. USD	7.250	01-Apr-19	227	208	
250	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	266	219	
800	Schlumberger Investment S.A. USD	3.300	14-Sep-21	813	801	
500	Schlumberger Investment S.A. USD	3.650	01-Dec-23	539	508	
				3 977	3 688	**0.3**
Netherlands						
416	Constellium N.V. USD	5.750	15-May-24	429	285	
1 000	ING Bank N.V. USD	4.125	21-Nov-23	997	1 022	
250	NXP BV USD	5.750	15-Feb-21	253	261	
1 000	Rabobank Nederland N.V. USD	3.375	19-Jan-17	1 024	1 022	
1 000	Shell International Finance BV USD	6.375	15-Dec-38	1 273	1 185	
				3 976	3 775	**0.3**
Singapore						
250	Flextronics International Ltd. USD	4.625	15-Feb-20	253	259	
				253	259	–
Spain						
325	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	328	333	
				328	333	–
United Kingdom						
125	Ashtead Capital Inc.	6.500	15-Jul-22	135	131	
450	Ashtead Capital Inc.	5.625	01-Oct-24	474	458	
1 000	BP Capital Markets Plc. USD	2.750	10-May-23	976	940	
500	Diageo Capital Plc. USD	2.625	29-Apr-23	476	484	
500	Diageo Investment Corp.	2.875	11-May-22	504	496	
800	Diageo Investment Corp.	4.250	11-May-42	810	790	
500	GlaxoSmithKline Capital Inc. USD	2.800	18-Mar-23	504	499	
1 500	HSBC Holdings Plc. USD	5.100	05-Apr-21	1 691	1 669	
550	International Game Technology Plc. USD	6.250	15-Feb-22	550	517	
1 000	Lloyds Bank Plc. USD	1.750	14-May-18	1 002	999	
500	The Royal Bank of Scotland Plc. USD	9.500	16-Mar-22	558	542	
1 000	Vodafone Group Plc. USD	5.625	27-Feb-17	1 175	1 044	
				8 855	8 569	**0.8**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
1 000	AbbVie Inc.	2.500	14-May-20	$ 999	$ 991	
250	Access Midstream Partners LP	4.875	15-May-23	251	203	
147	Alabama Power Co.	5.500	15-Oct-17	155	156	
370	Alabama Power Co.	4.150	15-Aug-44	413	352	
600	Alcoa Inc.	5.400	15-Apr-21	647	586	
250	Ally Financial Inc.	6.250	01-Dec-17	247	263	
201	Ally Financial Inc.	8.000	15-Mar-20	243	230	
400	Ally Financial Inc.	4.625	19-May-22	397	403	
2 000	Altria Group Inc.	4.000	31-Jan-24	2 048	2 076	
1 500	Amazon.com, Inc.	2.500	29-Nov-22	1 473	1 454	
440	AMC Entertainment Inc.	5.875	15-Feb-22	459	449	
300	American Axle & Manufacturing Holdings, Inc.	7.750	15-Nov-19	304	333	
250	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	271	263	
700	American Electric Power Co. Inc.	2.950	15-Dec-22	655	693	
1 500	American Express Co.	2.650	02-Dec-22	1 451	1 456	
1 000	American Honda Finance Corp.	1.500	11-Sep-17	1 011	1 001	
1 500	American International Group Inc.	4.875	01-Jun-22	1 674	1 623	
500	American International Group Inc.	6.250	01-May-36	620	579	
1 750	AmerisourceBergen Corp.	3.400	15-May-24	1 760	1 713	
250	Anheuser-Busch InBev Finance Inc.	2.625	17-Jan-23	239	241	
1 000	Anheuser-Busch InBev Worldwide Inc.	6.375	15-Jan-40	1 414	1 196	
250	Antero Resources Corp.	5.625	01-Jun-23	250	196	
400	Antero Resources Finance Corp.	5.375	01-Nov-21	409	322	
1 000	AT&T Inc.	1.700	01-Jun-17	1 027	1 003	
500	AT&T Inc.	5.500	01-Feb-18	557	535	
1 000	AT&T Inc.	3.000	15-Feb-22	988	982	
1 000	AT&T Inc.	6.500	01-Sep-37	1 102	1 120	
350	Avery Dennison Corp.	5.375	15-Apr-20	360	376	
175	Avis Budget Car Rental LLC	5.500	01-Apr-23	182	177	
350	Avis Budget Car Rental LLC	5.250	15-Mar-25	351	333	
500	Ball Corp.	5.250	01-Jul-25	500	513	
1 000	Bank of America Corp.	5.650	01-May-18	1 129	1 076	
2 000	Bank of America Corp.	7.625	01-Jun-19	2 425	2 316	
2 000	Bank of America Corp.	5.700	24-Jan-22	2 329	2 260	
550	Beazer Homes USA Inc.	6.625	15-Apr-18	564	558	
500	Berry Plastics Corp.	5.500	15-May-22	519	499	
250	Bio-Rad Laboratories Inc.	4.875	15-Dec-20	249	267	
1 000	Boston Scientific Corp.	2.650	01-Oct-18	1 020	1 006	
500	Boyd Gaming Corp.	6.875	15-May-23	504	516	
250	Brunswick Corp.	4.625	15-May-21	247	251	
127	California Resources Corp.	5.500	15-Sep-21	129	41	
338	California Resources Corp.	8.000	15-Dec-22	429	179	
400	Calpine Corp.	6.000	15-Jan-22	414	415	
1 000	Cardinal Health Inc.	3.500	15-Nov-24	992	1 004	
500	Cardinal Health Inc.	4.500	15-Nov-44	546	484	
400	Carmike Cinemas Inc.	6.000	15-Jun-23	405	411	
1 250	Caterpillar Financial Services Ltd.	7.150	15-Feb-19	1 573	1 433	
1 200	CC Holdings GS V LLC	3.849	15-Apr-23	1 141	1 180	
225	CCO Holdings LLC	6.500	30-Apr-21	232	234	
1 000	CCO Safari II LLC	4.908	23-Jul-25	1 027	1 001	
1 000	CCOH Safari LLC	5.750	15-Feb-26	1 003	1 005	
500	CDW LLC	5.000	01-Sep-23	500	509	
351	Cedar Fair LP	5.250	15-Mar-21	357	363	
200	CenturyLink Inc.	6.750	01-Dec-23	221	188	
424	Chesapeake Energy Corp.	8.000	15-Dec-22	609	210	
300	Choice Hotels International Inc.	5.750	01-Jul-22	311	323	
1 250	Church & Dwight Co Inc.	2.875	01-Oct-22	1 232	1 214	
500	Cinemark USA Inc.	4.875	01-Jun-23	487	489	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	Cintas Corp.	4.300	01-Jun-21	$ 537	$ 529	
1 500	Cisco Systems Inc.	5.900	15-Feb-39	1 921	1 833	
250	CIT Group Inc.	5.000	01-Aug-23	256	254	
2 000	Citigroup Inc.	4.500	14-Jan-22	2 096	2 145	
300	CNH Industrial Capital LLC	3.875	16-Jul-18	301	291	
925	Comcast Corp.	5.700	15-May-18	1 001	1 012	
800	Comcast Corp.	7.050	15-Mar-33	1 031	1 034	
125	CommScope Inc.	4.375	15-Jun-20	126	126	
250	CommScope Inc.	5.500	15-Jun-24	251	238	
500	Communications Sales & Leasing Inc.	6.000	15-Apr-23	507	474	
250	Community Health Systems Inc.	7.125	15-Jul-20	255	250	
600	Concho Resources Inc.	5.500	01-Apr-23	632	558	
2 000	ConocoPhillips Co.	2.875	15-Nov-21	1 991	1 945	
175	ConocoPhillips Holding Co.	6.950	15-Apr-29	229	201	
650	Consol Energy Inc.	5.875	15-Apr-22	569	406	
500	Consolidated Edison Company of New York Inc.	6.650	01-Apr-19	602	568	
500	Consolidated Edison Company of New York Inc.	5.700	01-Feb-34	591	560	
250	Continental Resources Inc.	7.125	01-Apr-21	278	232	
250	Continental Resources Inc.	3.800	01-Jun-24	213	176	
1 500	Cox Communications Inc.	8.375	01-Mar-39	2 096	1 657	
500	Crown Castle International Corp.	4.875	15-Apr-22	496	520	
450	CSC Holdings LLC	6.750	15-Nov-21	482	443	
1 000	CSX Corp.	4.100	15-Mar-44	897	909	
1 750	CVS Health Corp.	4.125	15-May-21	1 860	1 854	
775	D.R. Horton Inc.	5.750	15-Aug-23	820	830	
1 500	Delphi Corp.	4.150	15-Mar-24	1 556	1 515	
75	Denbury Resources Inc.	6.375	15-Aug-21	81	27	
275	Denbury Resources Inc.	5.500	01-May-22	249	93	
1 000	DIRECTV Holdings LLC	3.950	15-Jan-25	1 030	988	
300	DISH DBS Corp.	7.875	01-Sep-19	346	327	
200	DISH DBS Corp.	5.875	15-Nov-24	202	179	
500	Dominion Resources Inc.	5.200	15-Aug-19	513	545	
1 000	Dominion Resources Inc.	4.050	15-Sep-42	983	886	
2 000	Domtar Corp.	4.400	01-Apr-22	2 063	2 037	
500	Dynegy Inc.	6.750	01-Nov-19	511	473	
1 250	Energy Transfer Partners LP	5.200	01-Feb-22	1 327	1 169	
1 000	Enterprise Products Operating LLC	4.450	15-Feb-43	921	765	
500	Equinix Inc.	5.375	01-Jan-22	502	515	
2 000	Everest Reinsurance Holdings Inc.	6.600	15-May-37	2 062	1 825	
1 000	Exelon Generation Co. LLC	5.200	01-Oct-19	1 030	1 078	
1 000	Expedia Inc.	7.456	15-Aug-18	1 121	1 115	
1 210	Federal Realty Investment Trust	2.750	01-Jun-23	1 099	1 158	
1 250	Fidelity National Information Services Inc.	5.000	15-Mar-22	1 299	1 300	
1 200	Ford Motor Credit Co. LLC	2.375	12-Mar-19	1 202	1 184	
300	Ford Motor Credit Co. LLC	7.450	16-Jul-31	371	371	
200	Frontier Communications Corp.	6.250	15-Sep-21	200	171	
300	Frontier Communications Corp.	7.125	15-Jan-23	307	260	
1 250	GE Capital Corp.	2.950	09-May-16	1 258	1 258	
1 500	GE Capital Corp.	5.625	01-May-18	1 687	1 637	
1 000	GE Capital Corp.	5.875	14-Jan-38	1 071	1 227	
1 000	General Electric Company	5.250	06-Dec-17	1 121	1 068	
1 000	General Mills Inc.	3.150	15-Dec-21	996	1 003	
1 500	Georgia-Pacific LLC	5.400	01-Nov-20	1 547	1 657	
1 475	GlaxoSmithKline Capital Inc. USD	6.375	15-May-38	1 970	1 886	
208	Graphic Packaging International Inc.	4.750	15-Apr-21	211	213	
338	Graphic Packaging International Inc.	4.875	15-Nov-22	347	343	
1 000	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	1 037	1 013	
750	Halliburton Co.	6.700	15-Sep-38	1 006	881	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Hasbro Inc.	6.350	15-Mar-40	$ 1 104	$ 1 092	
500	HCA Inc.	5.875	15-Mar-22	538	529	
500	HCA Inc.	5.875	15-Feb-26	506	503	
250	HDTFS Inc.	6.250	15-Oct-22	264	260	
250	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	259	260	
200	HJ Heinz Co.	4.875	15-Feb-25	210	213	
2 000	Host Hotels & Resorts LP	4.000	15-Jun-25	2 017	1 922	
250	Indiana Michigan Power Co.	7.000	15-Mar-19	299	284	
500	Ingles Markets Inc.	5.750	15-Jun-23	505	501	
1 150	International Business Machines Corp.	5.700	14-Sep-17	1 316	1 234	
780	International Business Machines Corp.	7.000	30-Oct-25	1 043	1 002	
270	International Game Technology	7.500	15-Jun-19	321	290	
500	International Paper Co.	7.300	15-Nov-39	685	571	
750	John Deere Capital Corp.	5.500	13-Apr-17	843	790	
750	John Deere Capital Corp.	1.950	04-Mar-19	750	748	
1 000	Johnson Controls Inc.	4.625	02-Jul-44	984	851	
3 000	JPMorgan Chase & Co.	1.625	15-May-18	2 887	2 979	
2 000	JPMorgan Chase & Co.	4.500	24-Jan-22	2 156	2 159	
1 500	JPMorgan Chase & Co.	6.400	15-May-38	1 861	1 914	
1 500	Kimberly-Clark Corp.	6.625	01-Aug-37	2 081	1 962	
1 250	Kinder Morgan Energy Partners LP	5.800	01-Mar-21	1 484	1 246	
250	Kinder Morgan Energy Partners LP	5.000	15-Aug-42	240	185	
1 650	Kinder Morgan Inc.	5.625	15-Nov-23	1 808	1 512	
1 000	KLA-Tencor Corp.	4.650	01-Nov-24	1 018	1 008	
929	Kraft Heinz Foods Co.	2.800	02-Jul-20	942	928	
1 000	L-3 Communications Corp.	4.750	15-Jul-20	1 022	1 041	
650	L-3 Communications Corp.	4.950	15-Feb-21	694	671	
400	Lamar Media Corp.	5.375	15-Jan-24	405	414	
400	Lear Corp.	5.375	15-Mar-24	404	413	
925	Lennar Corp.	4.750	30-May-25	928	909	
1 000	Liberty Mutual Group Inc.	5.000	01-Jun-21	986	1 071	
750	Liberty Mutual Group Inc.	4.950	01-May-22	809	796	
250	Liberty Mutual Group Inc.	4.250	15-Jun-23	258	255	
555	LIN Television Corp.	6.375	15-Jan-21	579	583	
75	LIN Television Corp.	5.875	15-Nov-22	77	75	
1 000	Lincoln National Corp.	6.050	20-Apr-67	1 025	783	
840	Lubrizol Corp.	8.875	01-Feb-19	1 063	1 004	
1 500	LyondellBasell Industries N.V. USD	5.750	15-Apr-24	1 681	1 655	
1 000	McDonald's Corp.	6.300	15-Oct-37	1 229	1 176	
1 000	McKesson Corp.	7.500	15-Feb-19	1 233	1 145	
500	Medtronic Inc.	2.500	15-Mar-20	511	504	
500	Medtronic Inc.	3.500	15-Mar-25	495	507	
250	Medtronic Inc.	4.375	15-Mar-35	248	253	
1 000	Merck & Co Inc.	3.700	10-Feb-45	986	932	
500	MetLife Inc.	7.717	15-Feb-19	620	582	
2 000	MetLife Inc.	5.700	15-Jun-35	2 435	2 316	
350	MGM Resorts International	6.750	01-Oct-20	361	361	
375	MGM Resorts International	6.000	15-Mar-23	376	373	
350	Micron Technology Inc.	5.875	15-Feb-22	370	342	
1 000	MidAmerican Energy Co.	6.750	30-Dec-31	1 298	1 280	
520	Mobile Mini Inc.	7.875	01-Dec-20	571	541	
1 000	Mohawk Industries Inc.	3.850	01-Feb-23	999	1 014	
1 500	Morgan Stanley	5.500	28-Jul-21	1 696	1 683	
500	MPLX LP	5.500	15-Feb-23	522	440	
250	MPLX LP	4.875	01-Jun-25	248	225	
250	NCR Corp.	5.000	15-Jul-22	256	243	
200	Nevada Power Co.	6.500	15-May-18	204	223	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
500	Newfield Exploration Co.	5.625	01-Jul-24	$ 533	$ 413	
750	NewMarket Corp.	4.100	15-Dec-22	756	748	
250	NRG Energy Inc.	7.875	15-May-21	267	236	
250	NRG Energy Inc.	6.250	01-May-24	251	211	
250	Oshkosh Corp.	5.375	01-Mar-22	256	251	
1 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 021	981	
1 350	Owens Corning	4.200	15-Dec-22	1 322	1 354	
485	Penske Truck Leasing Co. LP	3.750	11-May-17	507	495	
1 000	PepsiCo Inc.	2.750	01-Mar-23	977	997	
500	Pioneer Natural Resources Co.	6.650	15-Mar-17	579	516	
750	Pioneer Natural Resources Co.	6.875	01-May-18	888	797	
900	PNC Bank Corp.	4.875	21-Sep-17	1 003	944	
450	Prestige Brands Inc.	8.125	01-Feb-20	470	468	
1 000	Progress Energy Inc.	3.150	01-Apr-22	1 016	983	
1 900	Progress Energy Inc.	6.000	01-Dec-39	2 377	2 205	
1 500	Prudential Financial Inc.	2.300	15-Aug-18	1 498	1 512	
1 000	PSEG Power LLC	5.125	15-Apr-20	1 130	1 075	
750	Qwest Corp.	6.500	01-Jun-17	838	787	
400	Qwest Corp.	6.750	01-Dec-21	430	420	
400	Range Resources Corp.	5.750	01-Jun-21	431	318	
550	Range Resources Corp.	4.875	15-May-25	552	420	
1 200	Raytheon Co.	4.200	15-Dec-44	1 241	1 209	
500	Regal Entertainment Group	5.750	15-Mar-22	503	502	
750	Regency Centers LP	4.800	15-Apr-21	802	807	
1 000	Republic Services Inc.	4.750	15-May-23	1 089	1 091	
400	Reynolds Group Issuer Inc.	6.875	15-Feb-21	430	413	
425	Rite Aid Corp.	6.125	01-Apr-23	431	441	
500	Rose Rock Midstream LP	5.625	15-Nov-23	495	358	
500	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	500	425	
500	Seagate HDD Cayman USD	4.750	01-Jun-23	509	438	
750	Sinclair Television Group Inc.	5.375	01-Apr-21	760	755	
250	Six Flags Entertainment Corp.	5.250	15-Jan-21	245	254	
750	Smithfield Foods Inc.	6.625	15-Aug-22	783	781	
346	Sonic Automotive Inc.	7.000	15-Jul-22	379	368	
150	Sonic Automotive Inc.	5.000	15-May-23	152	143	
1 000	Southern California Edison Co.	3.600	01-Feb-45	959	909	
750	Sprint Capital Corp.	6.875	15-Nov-28	596	527	
500	Sprint Nextel Corp.	9.000	15-Nov-18	621	528	
150	Sprint Nextel Corp.	6.000	15-Nov-22	154	108	
125	T-Mobile USA Inc.	6.731	28-Apr-22	131	131	
300	T-Mobile USA Inc.	6.625	01-Apr-23	304	307	
50	T-Mobile USA Inc.	6.500	15-Jan-24	50	51	
500	Targa Resources Partners LP	6.875	01-Feb-21	536	455	
1 000	Target Corp.	3.500	01-Jul-24	1 061	1 039	
425	Tempur Sealy International Inc.	6.875	15-Dec-20	444	447	
150	Tempur Sealy International Inc.	5.625	15-Oct-23	151	152	
475	Tenet Healthcare Corp.	6.000	01-Oct-20	500	502	
450	Tenet Healthcare Corp.	8.125	01-Apr-22	480	451	
850	The AES Corp.	5.500	15-Mar-24	855	763	
1 500	The Dow Chemical Co.	8.550	15-May-19	1 898	1 770	
2 250	The Goldman Sachs Group Inc.	6.250	01-Sep-17	2 596	2 411	
1 250	The Goldman Sachs Group Inc.	5.750	24-Jan-22	1 428	1 423	
500	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	509	515	
60	The Hertz Corp.	7.500	15-Oct-18	61	61	
250	The Hertz Corp.	5.875	15-Oct-20	260	259	
750	The Kroger Co.	2.300	15-Jan-19	760	753	
750	The Kroger Co.	5.400	15-Jul-40	824	796	
250	The Sun Products Corp.	7.750	15-Mar-21	218	218	

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Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
2 500	Thermo Fisher Scientific Inc.	3.600	15-Aug-21	$ 2 675	$ 2 542	
1 400	Time Warner Cable Inc.	5.850	01-May-17	1 517	1 465	
641	Time Warner Cable Inc.	7.250	15-Oct-17	798	702	
1 577	Time Warner Cable Inc.	6.950	15-Jan-28	2 033	1 878	
991	Toll Brothers Finance Corp.	5.875	15-Feb-22	1 069	1 046	
1 750	Tyco Electronics Group S.A. USD	6.550	01-Oct-17	2 018	1 888	
1 000	Tyson Foods Inc.	4.500	15-Jun-22	1 036	1 067	
472	Unit Corp.	6.625	15-May-21	494	342	
200	United Parcel Service Inc.	8.375	01-Apr-20	270	248	
800	United Parcel Service Inc.	3.625	01-Oct-42	745	744	
500	United Rentals North America Inc.	4.625	15-Jul-23	501	501	
250	United Rentals North America Inc.	5.500	15-Jul-25	251	243	
19 000	United States Treasury	1.000	30-Sep-19	18 391	18 611	
31 500	United States Treasury	1.125	30-Apr-20	30 209	30 796	
10 000	United States Treasury	1.750	15-May-23	9 780	9 746	
15 500	United States Treasury	2.250	15-Nov-24	15 880	15 498	
5 000	United States Treasury	3.500	15-Feb-39	5 649	5 530	
1 000	United Technologies Corp.	8.875	15-Nov-19	1 439	1 229	
483	Universal Health Services Inc.	4.750	01-Aug-22	495	489	
750	Unum Group	7.125	30-Sep-16	833	780	
900	Verizon Communications Inc.	3.650	14-Sep-18	959	942	
1 250	Verizon Communications Inc.	5.150	15-Sep-23	1 246	1 377	
1 500	Verizon Communications Inc.	5.050	15-Mar-34	1 669	1 498	
750	Verizon Communications Inc.	6.550	15-Sep-43	749	893	
1 250	Volkswagen Group of America Finance LLC	2.125	23-May-19	1 250	1 187	
225	VRX Escrow Corp. USD	6.125	15-Apr-25	198	201	
1 000	Wal-Mart Stores Inc.	3.300	22-Apr-24	1 055	1 034	
386	Walgreen Co.	5.250	15-Jan-19	432	413	
1 000	Waste Management Inc.	6.100	15-Mar-18	1 095	1 091	
500	Waste Management Inc.	3.900	01-Mar-35	499	469	
500	Waste Management Inc.	4.100	01-Mar-45	499	467	
1 000	Watson Pharmaceuticals Inc.	6.125	15-Aug-19	1 203	1 116	
2 000	Wells Fargo & Co.	2.100	08-May-17	2 070	2 020	
1 500	Wells Fargo & Co.	4.600	01-Apr-21	1 657	1 636	
1 100	Whirlpool Corp.	5.150	01-Mar-43	1 123	1 086	
650	Whiting Petroleum Corp.	5.750	15-Mar-21	679	477	
360	Windstream Holdings Inc.	7.750	01-Oct-21	388	285	
500	WPX Energy Inc.	5.250	15-Sep-24	483	333	
250	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	258	238	
1 000	Xerox Corp.	6.750	01-Feb-17	1 181	1 048	
				300 618	291 063	**25.4**
TOTAL BONDS				354 679	342 249	**29.9**
MORTGAGE-BACKED SECURITIES						
8	Fannie Mae Pool	5.500	01-Sep-17	8	8	
19	Fannie Mae Pool	5.000	01-Aug-18	19	20	
11	Fannie Mae Pool	5.000	01-Jan-19	11	12	
35	Fannie Mae Pool	5.000	01-Oct-19	35	37	
44	Fannie Mae Pool	5.500	01-May-21	44	47	
3 418	Fannie Mae Pool	3.000	01-Nov-26	3 557	3 539	
4 363	Fannie Mae Pool	3.000	01-Aug-28	4 552	4 511	
37	Fannie Mae Pool	5.000	01-May-33	36	41	
25	Fannie Mae Pool	5.000	01-Jul-33	25	27	
217	Fannie Mae Pool	5.000	01-Sep-33	228	240	
84	Fannie Mae Pool	5.500	01-Oct-33	83	94	
79	Fannie Mae Pool	5.500	01-Nov-33	78	88	
244	Fannie Mae Pool	5.000	01-Aug-34	255	270	
158	Fannie Mae Pool	6.500	01-Oct-37	170	181	

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
MORTGAGE-BACKED SECURITIES (cont.)						
1 870	Fannie Mae Pool	4.000	01-Aug-40	$ 1 898	$ 1 984	
12 327	Fannie Mae Pool	4.000	01-Sep-40	13 053	13 079	
3 915	Fannie Mae Pool	4.000	01-Oct-40	4 140	4 153	
1 457	Fannie Mae Pool	4.000	01-Nov-40	1 492	1 546	
3 675	Fannie Mae Pool	4.000	01-Dec-40	3 923	3 899	
4 134	Fannie Mae Pool	4.500	01-Dec-40	4 431	4 475	
3 416	Fannie Mae Pool	4.500	01-May-41	3 665	3 699	
10 587	Fannie Mae Pool	4.000	01-Dec-41	11 308	11 234	
11 118	Fannie Mae Pool	4.000	01-Jan-42	11 903	11 794	
1 804	Fannie Mae Pool	3.500	01-May-42	1 834	1 867	
5 096	Fannie Mae Pool	4.000	01-May-44	5 418	5 395	
8 092	Fannie Mae Pool	4.000	01-Sep-44	8 688	8 567	
4 192	Fannie Mae Pool	4.000	01-Oct-44	4 496	4 438	
5 167	Fannie Mae Pool	4.000	01-Dec-44	5 552	5 471	
9 655	Fannie Mae Pool	3.000	01-Apr-45	9 698	9 663	
7 765	Fannie Mae Pool	3.000	01-May-45	7 890	7 772	
5	Freddie Mac Gold Pool	5.500	01-Dec-19	5	5	
50	Freddie Mac Gold Pool	5.000	01-May-20	51	53	
32	Freddie Mac Gold Pool	5.500	01-Nov-20	32	34	
31	Freddie Mac Gold Pool	5.000	01-Feb-21	31	33	
26	Freddie Mac Gold Pool	5.500	01-Nov-21	26	28	
48	Freddie Mac Gold Pool	5.500	01-Apr-22	48	52	
205	Freddie Mac Gold Pool	4.500	01-Mar-24	213	220	
7 725	Freddie Mac Gold Pool	2.500	01-Feb-28	8 018	7 856	
6 626	Freddie Mac Gold Pool	3.000	01-Mar-29	6 867	6 836	
39	Freddie Mac Gold Pool	5.500	01-Dec-34	39	44	
262	Freddie Mac Gold Pool	5.000	01-Jan-37	284	288	
1 185	Freddie Mac Gold Pool	4.500	01-May-39	1 232	1 278	
489	Freddie Mac Gold Pool	4.500	01-Sep-40	511	528	
8 701	Freddie Mac Gold Pool	4.000	01-Sep-40	9 177	9 221	
3 386	Freddie Mac Gold Pool	4.500	01-Oct-40	3 636	3 655	
2 347	Freddie Mac Gold Pool	4.000	01-Dec-40	2 331	2 487	
2 746	Freddie Mac Gold Pool	4.500	01-Feb-41	2 849	2 963	
2 236	Freddie Mac Gold Pool	4.000	01-Sep-41	2 310	2 377	
1 142	Freddie Mac Gold Pool	3.500	01-Nov-41	1 174	1 178	
5 621	Freddie Mac Gold Pool	3.500	01-Feb-42	5 836	5 795	
6 185	Freddie Mac Gold Pool	3.500	01-Apr-42	6 346	6 376	
3 688	Freddie Mac Gold Pool	3.000	01-Aug-42	3 791	3 690	
4 603	Freddie Mac Gold Pool	3.500	01-Aug-42	4 940	4 744	
5 272	Freddie Mac Gold Pool	4.000	01-Jun-44	5 594	5 575	
11 954	Freddie Mac Gold Pool	4.000	01-Jun-44	12 852	12 644	
5 153	Freddie Mac Gold Pool	4.000	01-Nov-44	5 545	5 452	
8 922	Freddie Mac Gold Pool	4.000	01-Feb-45	9 583	9 437	
5 776	Freddie Mac Gold Pool	3.000	01-Mar-45	5 861	5 771	
11 678	Freddie Mac Gold Pool	3.000	01-May-45	11 590	11 667	
20	Ginnie Mae I Pool	5.500	15-May-33	20	22	
84	Ginnie Mae I Pool	5.000	15-Nov-33	83	94	
80	Ginnie Mae I Pool	5.500	15-Nov-34	81	90	
139	Ginnie Mae I Pool	5.000	15-Mar-35	140	155	
TOTAL MORTGAGE-BACKED SECURITIES				219 586	218 799	**19.1**
SHORT-TERM INVESTMENTS†				13 380	13 379	**1.2**
TOTAL INVESTMENTS				$ 1 124 816	1 143 343	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					1 824	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 1 145 167	**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 0.15% to 0.50% and mature on January 4, 2016.

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

RBC U.S. MONTHLY INCOME FUND

(IN U.S. DOLLARS)

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 143 343**	$ 1 119 860
Due from investment dealers	**53**	–
Subscriptions receivable	**354**	1 755
Dividends receivable, interest accrued and other assets	**5 008**	4 682
TOTAL ASSETS	**1 148 758**	1 126 297
LIABILITIES		
Bank overdraft	**–**	80
Due to investment dealers	**–**	1 877
Redemptions payable	**1 365**	959
Distributions payable	**584**	–
Accounts payable and accrued expenses	**1 642**	1 686
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**3 591**	4 602
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 145 167**	$ 1 121 695
Investments at cost	**$ 1 124 816**	$ 1 059 755
NAV		
SERIES A	**$ 937 138**	$ 932 545
ADVISOR SERIES	**$ 63 222**	$ 66 322
SERIES H	**$ 26 863**	$ 30 296
SERIES D	**$ 33 007**	$ 26 564
SERIES F	**$ 33 163**	$ 32 009
SERIES I	**$ 51 774**	$ 33 959
NAV PER UNIT		
SERIES A	**$ 9.73**	$ 10.74
ADVISOR SERIES	**$ 9.83**	$ 10.84
SERIES H	**$ 9.74**	$ 10.78
SERIES D	**$ 10.42**	$ 11.42
SERIES F	**$ 10.10**	$ 11.04
SERIES I	**$ 10.14**	$ 11.07

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 15 989**	$ 10 992
Interest for distribution purposes	**22 539**	17 642
Other income (loss)	**(50)**	–
Other income received from underlying funds	**2 177**	1 719
Securities lending revenue (see note 6 in the generic notes)	**48**	19
Capital gains received from underlying funds	**1 351**	625
Net realized gain (loss) on investments	**8 043**	35 779
Net gain (loss) on foreign currencies and other net assets	**(77)**	(6)
Change in unrealized gain (loss) on investments	**(41 578)**	18 867
TOTAL INCOME (LOSS)	**8 442**	85 637
EXPENSES (see notes – Fund Specific Information)		
Management fees	**17 345**	13 556
Administration fees	**1 114**	860
Independent Review Committee costs	**2**	3
GST/HST	**1 830**	1 448
Transaction costs	**926**	664
Withholding tax	**2 048**	1 470
TOTAL EXPENSES	**23 265**	18 001
INCREASE (DECREASE) IN NAV	**$ (14 823)**	$ 67 636
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (13 242)**	$ 55 684
ADVISOR SERIES	**$ (762)**	$ 4 600
SERIES H	**$ (378)**	$ 1 867
SERIES D	**$ (123)**	$ 1 700
SERIES F	**$ (151)**	$ 2 123
SERIES I	**$ (167)**	$ 1 662
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.14)**	$ 0.79
ADVISOR SERIES	**$ (0.14)**	$ 0.80
SERIES H	**$ (0.12)**	$ 0.79
SERIES D	**$ (0.07)**	$ 0.91
SERIES F	**$ (0.04)**	$ 0.91
SERIES I	**$ (0.02)**	$ 0.90

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (14 823)**	$ 67 636
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(8 043)**	(35 777)
Change in unrealized loss (gain) on investments	**41 578**	(18 867)
(Increase) decrease in accrued receivables	**(326)**	(1 293)
Increase (decrease) in accrued payables	**(44)**	(3 565)
Cost of investments purchased	**(7 187 177)**	(7 928 108)
Proceeds on sales of investments	**7 128 229**	7 650 157
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(40 606)**	(269 817)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**458 632**	501 549
Cash paid on redemption of redeemable units	**(399 652)**	(217 808)
Distributions paid to holders of redeemable units	**(18 294)**	(14 008)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 40 686**	$ 269 733
Net increase (decrease) in cash for the period	**80**	(84)
Cash (bank overdraft), beginning of period	**(80)**	4
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ (80)
Interest received (paid)	**$ 22 338**	$ 16 544
Dividends received, net of withholding taxes	**$ 13 766**	$ 9 327

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 932 545**	$ 653 064	**$ 66 322**	$ 61 673	**$ 30 296**	$ 15 728	**$ 26 564**	$ 15 655
INCREASE (DECREASE) IN NAV	**(13 242)**	55 684	**(762)**	4 600	**(378)**	1 867	**(123)**	1 700
Early redemption fees	**–**	2	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**349 588**	398 031	**17 631**	17 903	**17 434**	26 110	**18 308**	14 755
Reinvestments of distributions to holders of redeemable units	**68 086**	50 811	**4 308**	3 714	**1 919**	1 562	**2 538**	1 591
Redemption of redeemable units	**(316 729)**	(162 390)	**(18 820)**	(16 895)	**(19 798)**	(12 907)	**(11 494)**	(5 415)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**100 945**	286 454	**3 119**	4 722	**(445)**	14 765	**9 352**	10 933
Distributions from net income	**(30 893)**	(10 248)	**(1 962)**	(827)	**(992)**	(331)	**(970)**	(270)
Distributions from net gains	**(52 217)**	(52 409)	**(3 495)**	(3 846)	**(1 618)**	(1 733)	**(1 816)**	(1 454)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(83 110)**	(62 657)	**(5 457)**	(4 673)	**(2 610)**	(2 064)	**(2 786)**	(1 724)
NET INCREASE (DECREASE) IN NAV	**4 593**	279 481	**(3 100)**	4 649	**(3 433)**	14 568	**6 443**	10 909
NAV AT END OF PERIOD	**$ 937 138**	$ 932 545	**$ 63 222**	$ 66 322	**$ 26 863**	$ 30 296	**$ 33 007**	$ 26 564

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Total	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 32 009**	$ 22 004	**$ 33 959**	$ 13 405	**$ 1 121 695**	$ 781 529
INCREASE (DECREASE) IN NAV	**(151)**	2 123	**(167)**	1 662	**(14 823)**	67 636
Early redemption fees	**–**	–	**–**	–	**–**	4
Proceeds from redeemable units issued	**21 174**	19 615	**33 096**	26 190	**457 231**	502 604
Reinvestments of distributions to holders of redeemable units	**2 114**	1 677	**3 297**	1 888	**82 262**	61 243
Redemption of redeemable units	**(19 131)**	(11 329)	**(14 086)**	(7 134)	**(400 058)**	(216 070)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 157**	9 963	**22 307**	20 944	**139 435**	347 781
Distributions from net income	**(1 013)**	(334)	**(1 458)**	(262)	**(37 288)**	(12 272)
Distributions from net gains	**(1 839)**	(1 747)	**(2 867)**	(1 790)	**(63 852)**	(62 979)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 852)**	(2 081)	**(4 325)**	(2 052)	**(101 140)**	(75 251)
NET INCREASE (DECREASE) IN NAV	**1 154**	10 005	**17 815**	20 554	**23 472**	340 166
NAV AT END OF PERIOD	**$ 33 163**	$ 32 009	**$ 51 774**	$ 33 959	**$ 1 145 167**	$ 1 121 695

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

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 52.5% (December 31, 2014 – 51.8%) 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 2015**	December 31 2014
AAA	**50.0**	0.1
AA	**4.6**	55.5
A	**10.9**	12.6
BBB	**22.3**	21.2
BB	**6.9**	5.9
B	**4.5**	4.2
CCC	**0.7**	0.4
Unrated	**0.1**	0.1
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 2015**	December 31 2014
Equities	**46.1**	46.4
Bonds	**33.4**	33.9
Mortgage-Backed Securities	**19.1**	17.9
Cash/Other	**1.4**	1.8
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 49.0% (December 31, 2014 – 48.7%) 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 2015**	December 31 2014
Less than 1 year	**4.7**	4.9
1 – 5 years	**36.7**	40.0
5 – 10 years	**33.7**	33.0
> 10 years	**24.9**	22.1
Total	**100.0**	100.0

As at December 31, 2015, 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 4.6% (December 31, 2014 – 4.2%). 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 2015	December 31 2014
S&P 500 Total Return Index (USD)	**+ 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 (USD000s except % amounts) (see note 3 in the generic notes)

The following is a summary of the inputs used as of December 31, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**528 682**	**–**	**–**	**528 682**
Mutual fund units	**40 234**	**–**	**–**	**40 234**
Fixed-income and debt securities	**–**	**561 048**	**–**	**561 048**
Short-term investments	**–**	**13 379**	**–**	**13 379**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**568 916**	**574 427**	**–**	**1 143 343**
% of total portfolio	**49.8**	**50.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

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 2015	December 31 2014
Units held		
Series H	**114**	104
Series I	**112**	103
Value of all units	**2**	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Emerging Markets Bond Fund	**3.5**	**6.7**	3.1	8.1

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 Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**86 791**	60 724
Issued number of units	**32 659**	36 227
Reinvested number of units	**6 826**	4 645
Redeemed number of units	**(29 965)**	(14 805)
Ending number of units	**96 311**	86 791
Advisor Series		
Opening units	**6 120**	5 691
Issued number of units	**1 647**	1 619
Reinvested number of units	**428**	337
Redeemed number of units	**(1 761)**	(1 527)
Ending number of units	**6 434**	6 120
Series H		
Opening units	**2 811**	1 461
Issued number of units	**1 616**	2 373
Reinvested number of units	**192**	142
Redeemed number of units	**(1 861)**	(1 165)
Ending number of units	**2 758**	2 811
Series D		
Opening units	**2 327**	1 383
Issued number of units	**1 615**	1 274
Reinvested number of units	**239**	137
Redeemed number of units	**(1 013)**	(467)
Ending number of units	**3 168**	2 327
Series F		
Opening units	**2 899**	2 012
Issued number of units	**1 923**	1 746
Reinvested number of units	**205**	150
Redeemed number of units	**(1 744)**	(1 009)
Ending number of units	**3 283**	2 899

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)	**2015**	2014
Series I		
Opening units	**3 068**	1 225
Issued number of units	**3 009**	2 307
Reinvested number of units	**319**	168
Redeemed number of units	**(1 289)**	(632)
Ending number of units	**5 107**	3 068

Transaction costs (USD000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**926**	**100**	664	100
Related-party brokerage commissions*	**91**	**10**	31	5
Commission arrangements†	**96**	**10**	42	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 (USD000s) (see note 6 in the generic notes)

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**78 913**	81 841
Fair value of collateral received	**80 492**	83 477

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC BALANCED FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
94 900	Canadian Tire Corp. Ltd., Class A	$ 8 966	$ 11 213	
67 024	Dollarama Inc.	1 928	5 358	
471 600	Gildan Activewear Inc., Class A	9 489	18 553	
357 782	Hudson's Bay Co.	6 099	6 476	
208 900	Linamar Corp.	7 270	15 611	
510 192	Magna International Inc., Class A	9 083	28 632	
369 348	Quebecor Inc., Class B	9 244	12 514	
128 000	Restaurant Brands International Inc.	6 434	6 624	
542 405	Shaw Communications Inc., Class B	11 358	12 909	
680 000	Thomson Corp.	21 597	35 639	
		91 468	153 529	**2.5**
Consumer Staples				
587 489	Alimentation Couche-Tard Inc.	11 666	35 784	
295 000	Jean Coutu Group, Class A	5 250	5 283	
474 850	Loblaw Companies Ltd.	22 470	31 027	
798 150	Maple Leaf Foods Inc.	10 829	18 964	
212 300	Metro Inc., Class A	7 420	8 225	
363 000	Saputo Group Inc.	11 288	12 015	
		68 923	111 298	**1.8**
Energy				
737 735	ARC Resources Ltd.	16 573	12 320	
723 587	Cameco Corp.	14 088	12 352	
1 765 000	Canadian Natural Resources Ltd.	50 787	53 338	
284 950	Canadian Oil Sands Ltd.	7 260	2 357	
1 572 829	Cenovus Energy Inc.	30 669	27 525	
554 512	Crescent Point Energy Corp.	22 949	8 939	
1 067 976	Enbridge Inc.	34 589	49 127	
1 579 631	Encana Corp.	34 159	11 105	
300 000	Gibson Energy Inc.	6 091	4 146	
729 981	Husky Energy Inc.	20 054	10 446	
439 700	Imperial Oil Ltd.	20 370	19 822	
175 994	Keyera Corp.	3 712	7 086	
608 741	Pembina Pipeline Corp.	23 850	18 354	
629 000	PrairieSky Royalty Ltd.	19 203	13 788	
2 556 698	Suncor Energy Inc.	73 901	91 325	
938 875	TransCanada Corp.	36 430	42 428	
248 906	Veresen Inc.	3 617	2 205	
		418 302	386 663	**6.3**
Financials				
264 600	Allied Properties Real Estate Investment Trust	8 706	8 353	
811 691	Bank of Montreal	52 364	63 377	
1 655 351	Bank of Nova Scotia	84 471	92 650	
1 443 954	Brookfield Asset Management Inc., Class A	29 865	63 029	
751 379	Brookfield Property Partners LP	11 955	24 209	
502 697	Canadian Imperial Bank of Commerce	39 118	45 841	
544 300	CI Financial Corp.	10 686	16 656	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
1 093 400	Element Financial Corp.	$ 18 695	$ 18 260	
25 718	Fairfax Financial Holdings Ltd.	10 648	16 894	
179 900	First Capital Realty Inc.	3 445	3 301	
694 900	GMP Capital Inc.	4 196	3 266	
124 683	Intact Financial Corp.	7 415	11 057	
2 760 679	Manulife Financial Corporation	49 257	57 256	
405 400	National Bank of Canada	19 469	16 342	
251 055	Onex Corporation	6 560	21 294	
1 165 844	Power Corporation of Canada	27 242	33 740	
1 939 393	Royal Bank of Canada*	101 850	143 806	
128 900	Smart Real Estate Investment Trust	3 405	3 891	
777 386	Sun Life Financial Inc.	25 200	33 544	
2 537 579	Toronto-Dominion Bank	92 570	137 638	
		607 117	814 404	**13.3**
Health Care				
532 700	Chartwell Retirement Residences Real Estate Investment Trust	4 892	6 765	
160 500	Valeant Pharmaceuticals International Inc.	6 956	22 560	
		11 848	29 325	**0.5**
Industrials				
242 300	Air Canada	677	2 474	
1 402 855	Bombardier Inc., Class B	5 116	1 880	
209 476	CAE Inc.	2 380	3 215	
874 000	Canadian National Railway Co.	19 302	67 604	
215 287	Canadian Pacific Railway Ltd.	29 145	38 048	
475 356	SNC-Lavalin Group Inc.	19 532	19 547	
107 160	Toromont Industries Ltd.	1 737	3 381	
100 301	WestJet Airlines Ltd.	2 168	2 042	
		80 057	138 191	**2.2**
Information Technology				
607 900	BlackBerry Ltd.	5 426	7 805	
636 000	CGI Group Inc., Class A	20 619	35 234	
116 200	DH Corp.	3 613	3 674	
196 788	Open Text Corp.	6 712	13 055	
1 145 900	Redknee Solutions Inc.	6 789	3 403	
		43 159	63 171	**1.0**
Materials				
410 140	Agnico Eagle Mines Ltd.	15 147	14 917	
176 001	Agrium Inc.	19 914	21 766	
2 021 944	B2Gold Corp.	5 770	2 831	
328 314	Barrick Gold Corp.	6 037	3 362	
462 790	Continental Gold Inc.	3 274	727	
656 700	Detour Gold Corp.	9 733	9 463	
324 016	Dundee Precious Metals Inc.	2 616	415	
820 100	Eldorado Gold Corp.	7 229	3 362	
288 760	First Quantum Minerals Ltd.	5 071	1 496	
174 555	Franco-Nevada Corp.	7 838	11 049	
137 500	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	616	1 306	
1 105 930	Goldcorp Inc.	32 056	17 684	
519 692	Mountain Province Diamonds Inc.	2 554	2 058	

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

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
2 500 000	One Earth Farms Corp. (Private)†	$ 3 500	$ 1 150	
229 071	Osisko Gold Royalties Ltd.	3 639	3 131	
756 900	Potash Corporation of Saskatchewan Inc.	30 342	17 939	
505 000	Primero Mining Corp.	3 190	1 576	
893 200	Semafo Inc.	3 163	3 135	
499 100	Silver Wheaton Corp.	12 867	8 585	
462 848	Tahoe Resources Inc.	6 847	5 540	
2 503 750	Torex Gold Resources Inc.	4 163	3 155	
		185 566	134 647	**2.2**
Telecommunication Services				
632 924	BCE Inc.	20 609	33 836	
609 955	Rogers Communications Inc., Class B	20 325	29 107	
1 028 100	TELUS Corp.	24 202	39 335	
		65 136	102 278	**1.7**
Utilities				
433 900	Algonquin Power & Utilities Corp.	4 339	4 734	
381 124	Atco Ltd., Class I, Non-Voting	5 602	13 606	
155 000	Brookfield Renewable Energy Partners LP	5 904	5 622	
129 476	Canadian Utilities Ltd., Class A	3 210	4 135	
355 949	Fortis Inc.	10 776	13 316	
370 000	Northland Power Inc.	6 294	6 904	
405 000	TransAlta Corp.	2 321	1 989	
		38 446	50 306	**0.8**
TOTAL CANADIAN EQUITIES		1 610 022	1 983 812	**32.3**
FOREIGN EQUITIES				
UNITED STATES EQUITIES				
Consumer Discretionary				
11 300	Amazon.com, Inc.	6 165	10 568	
41 700	Comcast Corp., Class A	3 317	3 256	
12 900	Expedia Inc.	1 655	2 219	
126 600	Ford Motor Company	2 448	2 468	
14 500	Helen Of Troy Ltd.	1 939	1 890	
47 011	Home Depot Inc.	5 050	8 603	
38 600	Kohls Corp.	2 536	2 544	
18 200	Lennar Corp.	1 054	1 232	
43 800	McDonald's Corp.	5 893	7 160	
16 100	Netflix Inc.	2 718	2 548	
79 600	Nike Inc.	5 033	6 886	
10 800	O'Reilly Automotive Inc.	2 857	3 787	
54 200	Ross Stores Inc.	4 014	4 036	
39 300	Royal Caribbean Cruises Ltd.	4 850	5 504	
85 100	Starbucks Corp.	4 644	7 069	
43 400	The Walt Disney Company	5 778	6 310	
43 100	TJX Companies Inc.	4 238	4 229	
54 900	Viacom Inc.	3 389	3 127	
		67 578	83 436	**1.4**
Consumer Staples				
76 000	Altria Group Inc.	5 495	6 121	
23 100	Clorox Company	3 535	4 053	
18 500	Costco Wholesale Corp.	3 415	4 134	
43 800	Dr Pepper Snapple Group Inc.	4 732	5 648	
40 800	Kellogg Co.	3 744	4 080	
34 000	Kimberly-Clark Corp.	5 327	5 988	
61 800	Mondelez International Inc.	2 931	3 834	

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
63 200	PepsiCo Inc.	$ 6 968	$ 8 735	
155 300	The Coca-Cola Co.	8 199	9 232	
71 800	The Kroger Co.	3 490	4 156	
65 900	The Procter & Gamble Co.	6 871	7 240	
54 200	Tyson Foods Inc.	2 936	4 000	
		57 643	67 221	**1.1**
Energy				
46 800	Chevron Corp.	4 915	5 824	
71 600	ConocoPhillips	4 783	4 626	
20 600	Diamondback Energy Inc.	2 220	1 906	
88 900	Exxon Mobil Corp.	9 564	9 586	
84 300	Halliburton Co.	4 480	3 971	
25 900	Pioneer Natural Resources Co.	4 522	4 493	
		30 484	30 406	**0.5**
Financials				
45 700	ACE Ltd.	6 881	7 388	
90 500	American International Group Inc.	6 555	7 760	
148 300	Bank of New York Mellon Corp.	8 373	8 458	
197 000	Citigroup Inc.	11 780	14 106	
39 500	CME Group Inc., Class A	4 948	4 951	
36 200	E*TRADE Financial Corp.	1 533	1 485	
56 700	Equity Residential Properties Trust	5 953	6 400	
146 400	JPMorgan Chase & Co.	10 454	13 376	
18 200	Public Storage Inc. Real Estate Investment Trust	5 080	6 239	
121 900	Synchrony Financial	4 968	5 127	
83 900	Synovus Financial Corp.	3 612	3 759	
33 100	The Goldman Sachs Group Inc.	8 267	8 248	
157 400	Wells Fargo & Company	8 971	11 834	
		87 375	99 131	**1.6**
Health Care				
40 700	Abbott Laboratories	2 462	2 529	
8 300	Allergan plc	3 386	3 589	
33 700	Amgen Inc.	7 401	7 570	
163 200	Boston Scientific Corp.	4 043	4 164	
110 300	Bristol-Myers Squibb Co.	8 052	10 499	
57 700	Cardinal Health Inc.	6 520	7 126	
16 000	Celgene Corp.	2 673	2 651	
85 000	Eli Lilly & Co.	8 477	9 908	
36 000	Gilead Sciences Inc.	4 809	5 041	
63 400	Johnson & Johnson	8 328	9 009	
92 500	Medtronic Plc.	7 930	9 842	
64 700	Merck & Co. Inc.	4 646	4 729	
126 400	Pfizer Inc.	5 147	5 646	
41 800	UnitedHealth Group Incorporated	5 210	6 804	
		79 084	89 107	**1.4**
Industrials				
33 900	Boeing Co.	6 131	6 780	
29 000	Danaher Corp.	3 430	3 726	
94 400	Delta Air Lines Inc.	5 482	6 621	
357 300	General Electric Company	11 976	15 393	
34 100	Honeywell International Inc.	3 924	4 885	
15 400	Illinois Tool Works Inc.	1 927	1 974	
27 400	Joy Global Inc.	1 539	478	
29 000	Lockheed Martin Corporation	6 406	8 714	
117 400	Masco Corp.	4 670	4 597	

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

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
33 100	Raytheon Company	$ 4 941	$ 5 702	
118 901	Ryanair Holdings Plc. ADR	4 481	14 225	
45 100	Stanley Black & Decker Inc.	6 339	6 659	
27 300	Union Pacific Corp.	3 407	2 954	
		64 653	82 708	**1.3**
Information Technology				
51 400	Accenture Plc., Class A	6 669	7 432	
20 000	Alphabet Inc., Class A	15 250	21 531	
123 300	Apple Inc.	15 643	17 952	
151 900	Applied Materials Inc.	3 702	3 924	
183 100	Cisco Systems Inc.	6 151	6 880	
41 700	Electronic Arts Inc.	4 092	3 965	
83 500	Facebook Inc., Class A	8 291	12 092	
246 300	HP Inc.	4 551	4 035	
229 600	Intel Corp.	8 981	10 945	
52 400	MasterCard Inc.	6 812	7 065	
308 600	Microsoft Corp.	17 304	23 680	
34 700	Oracle Corporation	1 797	1 754	
63 300	Salesforce.com Inc.	5 691	6 865	
69 700	Texas Instruments Inc.	5 433	5 286	
45 800	Xilinx Inc.	2 974	2 977	
		113 341	136 383	**2.2**
Materials				
37 500	Ball Corp.	3 678	3 774	
44 700	Celanese Corp.	4 112	4 164	
82 500	Newmont Mining Corporation	2 067	2 054	
23 700	Vulcan Materials Co.	3 133	3 114	
		12 990	13 106	**0.2**
Telecommunication Services				
90 900	AT&T Inc.	4 042	4 328	
		4 042	4 328	**0.1**
Utilities				
349 300	NiSource Inc.	8 991	9 430	
71 700	PPL Corporation	3 302	3 385	
		12 293	12 815	**0.2**
TOTAL UNITED STATES EQUITIES		529 483	618 641	**10.0**
INTERNATIONAL EQUITIES				
Australia				
707 016	Brambles Ltd.	7 194	8 193	
86 297	CSL Ltd.	7 333	9 104	
922 200	Link Administration Holdings Ltd.	6 473	6 918	
		21 000	24 215	**0.4**
Belgium				
103 967	InBev N.V.	12 547	17 903	
		12 547	17 903	**0.3**
Denmark				
81 812	Coloplast A/S	5 108	9 140	
319 419	Novo Nordisk A/S	12 032	25 606	
213 700	Novozymes A/S	12 647	14 158	
		29 787	48 904	**0.8**
Finland				
181 820	Sampo OYJ	5 983	12 790	
		5 983	12 790	**0.2**
France				
33 905	Christian Dior SE	$ 7 571	$ 7 969	
24 973	Safran S.A.	1 428	2 374	
191 181	Zodiac S.A.	4 390	6 299	
		13 389	16 642	**0.3**
Germany				
62 518	Bayer AG	7 079	10 839	
33 988	Continental AG	6 296	11 393	
118 322	GEA Group AG	3 834	6 624	
81 863	Henkel KGaA, Preferred Non-Voting	6 432	12 660	
105 008	SAP SE	7 781	11 568	
104 370	Symrise AG	7 049	9 598	
		38 471	62 682	**1.0**
Hong Kong				
1 356 400	AIA Group Ltd.	7 667	11 214	
430 852	CK Hutchison Holdings Ltd.	9 630	8 014	
786 535	Standard Chartered Plc.	11 462	9 110	
370 200	Tencent Holdings Ltd.	5 884	10 030	
		34 643	38 368	**0.6**
Ireland				
159 615	Paddy Power Plc.	11 420	29 547	
		11 420	29 547	**0.5**
Italy				
523 609	Anima Holding S.p.A.	6 403	6 258	
92 062	Luxottica Group S.p.A.	6 443	8 301	
		12 846	14 559	**0.2**
Japan				
300 000	Ajinomoto Co. Inc.	7 969	9 828	
223 000	Bridgestone Corp.	7 073	10 584	
156 000	Fuji Heavy Industries Ltd.	5 306	8 893	
460 000	Kubota Corp.	8 726	9 833	
1 430 000	Mitsubishi UFJ Financial Group Inc.	10 716	12 257	
88 000	Nitori Co. Ltd.	9 067	10 226	
174 000	Olympus Optical Co. Ltd.	6 546	9 479	
490 000	Seiko Epson Corp.	10 533	10 441	
197 000	SoftBank Group Corp.	15 835	13 758	
262 000	Sony Corp.	8 678	8 910	
129 000	Sysmex Corp.	8 930	11 450	
330 000	The Dai-ichi Life Insurance Co. Ltd.	5 402	7 597	
108 000	Toyota Motor Corp.	6 712	9 202	
		111 493	132 458	**2.2**
Netherlands				
648 174	ING Groep N.V.	7 927	12 073	
2 343 134	Koninklijke KPN N.V.	9 401	12 263	
653 313	Relx N.V.	11 336	15 225	
		28 664	39 561	**0.6**
Norway				
525 247	DnB ASA	7 917	8 955	
		7 917	8 955	**0.1**
Spain				
64 576	Red Electrica de Espana	5 938	7 464	
		5 938	7 464	**0.1**
Sweden				
341 984	Swedbank AB	7 331	10 444	
		7 331	10 444	**0.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Switzerland				
107 401	Novartis AG	$ 10 875	$ 12 783	
59 208	Roche Holdings AG Genusscheine	16 218	22 702	
37 626	Schindler Holding AG	4 121	8 710	
		31 214	44 195	**0.7**
Taiwan				
1 587 000	Taiwan Semiconductor Manufacturing Co. Ltd.	3 551	9 474	
		3 551	9 474	**0.2**
United Kingdom				
940 474	Aberdeen Asset Management Plc.	6 995	5 545	
360 494	ARM Holdings Plc.	7 185	7 603	
233 050	Aveva Group Plc.	6 989	7 665	
123 088	British American Tobacco Plc.	7 922	9 458	
1 633 023	BT Group Plc.	6 996	15 690	
371 386	Capita Plc.	8 258	9 143	
898 455	Daily Mail & General Trust Plc.	11 621	12 795	
359 824	Diageo Plc.	10 988	13 596	
401 593	Hargreaves Lansdown Plc.	7 247	12 337	
227 849	London Stock Exchange Group Plc.	6 548	12 755	
427 303	Petrofac Limited	8 901	6 935	
687 180	Playtech Plc.	9 032	11 641	
246 811	Royal Dutch Shell Plc., A Shares	10 738	7 789	
165 998	Schroders Plc.	9 582	10 060	
65 376	Shire Plc.	5 031	6 206	
386 995	Unilever Plc.	18 905	22 968	
		142 938	172 186	**2.8**
TOTAL INTERNATIONAL EQUITIES		519 132	690 347	**11.2**
TOTAL FOREIGN EQUITIES		1 048 615	1 308 988	**21.2**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
16 148 727	RBC Canadian Small & Mid-Cap Resources Fund*	$ 157 352	$ 85 290	
1 891 076	RBC Emerging Markets Dividend Fund*	19 037	19 841	
18 911 945	RBC Emerging Markets Equity Fund*	195 686	268 567	
1 849 073	RBC Emerging Markets Small-Cap Equity Fund*	18 733	23 336	
899 097	RBC U.S. Mid-Cap Equity Fund*	18 604	28 498	
2 221 305	RBC U.S. Mid-Cap Value Equity Fund*	25 753	29 475	
346 259	RBC U.S. Small-Cap Core Equity Fund*	3 558	6 335	
TOTAL MUTUAL FUND UNITS		438 723	461 342	**7.5**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
2 500	407 International Inc.	3.870	24-Nov-17	$ 2 625	$ 2 611	
8 430	407 International Inc.	5.750	14-Feb-36	8 869	10 454	
500	Air Canada USD	6.750	01-Oct-19	646	720	
500	Air Canada	7.625	01-Oct-19	534	524	
3 000	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	2 991	3 060	
1 756	Alliance Pipeline LP	6.765	31-Dec-25	1 984	2 025	
3 000	AltaGas Ltd.	3.720	28-Sep-21	3 101	3 106	
2 000	AltaGas Ltd.	3.840	15-Jan-25	2 098	1 987	
3 000	AltaLink LP	3.668	06-Nov-23	3 367	3 250	
1 000	American Express Canada Credit Corp.	2.310	29-Mar-18	1 000	1 017	
1 200	Bank of Montreal	6.020	02-May-18	1 301	1 325	
9 000	Bank of Montreal	3.210	13-Sep-18	9 000	9 404	
9 150	Bank of Montreal	2.430	04-Mar-19	9 140	9 382	
4 700	Bank of Montreal	2.840	04-Jun-20	4 878	4 890	
10 000	Bank of Montreal	2.100	06-Oct-20	9 998	10 062	
4 000	Bank of Nova Scotia	2.370	11-Jan-18	3 907	4 076	
8 000	Bank of Nova Scotia	2.242	22-Mar-18	8 000	8 140	
3 000	Bank of Nova Scotia	1.330	01-May-18	3 004	2 990	
10 650	Bank of Nova Scotia	2.462	14-Mar-19	10 650	10 912	
6 500	Bank of Nova Scotia	2.400	28-Oct-19	6 499	6 638	
13 000	Bank of Nova Scotia	2.270	13-Jan-20	12 995	13 204	
3 500	Bank of Nova Scotia	2.090	09-Sep-20	3 492	3 508	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
500	Baytex Energy Corp. USD	5.125	01-Jun-21	$ 557	$ 488	
850	BC Tel	10.650	19-Jun-21	1 319	1 192	
2 200	BC Tel	9.650	08-Apr-22	3 220	3 042	
3 700	bcIMC Realty Corp.	2.790	02-Aug-18	3 810	3 816	
3 000	bcIMC Realty Corp.	2.960	07-Mar-19	2 994	3 124	
13 060	Bell Canada	4.400	16-Mar-18	14 101	13 805	
2 500	Bell Canada	3.350	18-Jun-19	2 580	2 609	
400	Bell Canada	3.250	17-Jun-20	418	417	
5 700	Bell Canada	3.000	03-Oct-22	5 677	5 758	
4 200	Bell Canada	6.100	16-Mar-35	3 911	4 918	
650	Brookfield Power Corp.	5.840	05-Nov-36	658	695	
1 600	Brookfield Renewable Power Inc.	5.140	13-Oct-20	1 599	1 775	
9 900	Caisse Centrale Desjardins	2.795	19-Nov-18	10 101	10 215	
2 000	Caisse Centrale Desjardins	1.748	02-Mar-20	2 000	1 987	
4 000	Calloway Real Estate Investment Trust	3.730	22-Jul-22	4 034	4 130	
2 000	Cameco Corp.	5.670	02-Sep-19	2 035	2 219	
2 000	Canadian Credit Card Trust II	1.829	24-Mar-20	2 001	1 998	
4 200	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	4 195	4 277	
2 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 502	2 544	
2 300	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	2 303	2 311	
300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	300	307	
1 200	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	1 198	1 199	
2 700	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	2 699	3 262	
2 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	2 063	2 067	
1 500	Canadian Western Bank	2.531	22-Mar-18	1 500	1 509	
3 500	Canadian Western Bank	3.077	14-Jan-19	3 564	3 570	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 470	
600	Cascades Inc.	5.500	15-Jul-21	586	585	
4 000	Choice Properties LP	3.600	20-Sep-21	4 063	4 187	
180	Corus Entertainment Inc.	4.250	11-Feb-20	177	167	
5 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	5 086	5 178	
2 700	CU Inc.	6.800	13-Aug-19	3 109	3 185	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 512	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 516	
2 500	Emera Inc.	4.830	02-Dec-19	2 744	2 746	
5 250	Emera Inc., Convertible	4.000	29-Sep-25	1 748	1 809	
4 400	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	4 303	5 031	
500	Enbridge Inc.	5.570	14-Nov-35	563	499	
1 550	Enbridge Pipelines Inc.	4.490	12-Nov-19	1 549	1 685	
2 200	EnerCare Solutions Inc.	4.300	30-Nov-17	2 300	2 282	
3 000	EPCOR Utilities Inc.	5.800	31-Jan-18	3 458	3 274	
5 000	Fairfax Financial Holdings Ltd.	7.500	19-Aug-19	5 693	5 724	
4 000	First Capital Realty Inc.	4.430	31-Jan-22	4 289	4 343	
5 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	5 020	5 112	
2 000	Ford Credit Canada Ltd.	2.939	19-Feb-19	2 023	2 029	
3 500	FortisBC Energy Inc.	5.900	26-Feb-35	3 701	4 388	
6 750	GE Capital Canada Funding Co.	5.530	17-Aug-17	7 180	7 210	
2 500	GE Capital Canada Funding Co.	5.680	10-Sep-19	2 824	2 855	
14 000	Genesis Trust II	2.295	15-Feb-17	14 000	14 172	
5 000	Genesis Trust II	1.699	15-Apr-20	5 000	4 974	
3 000	Genworth MI Canada Inc.	5.680	15-Jun-20	3 067	3 273	
500	Gibson Energy Inc.	5.375	15-Jul-22	501	444	
4 300	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	4 267	4 525	
2 350	Great-West Lifeco Inc.	6.140	21-Mar-18	2 544	2 586	
3 000	Great-West Lifeco Inc.	4.650	13-Aug-20	3 350	3 365	
1 750	Great-West Lifeco Inc.	6.740	24-Nov-31	1 894	2 313	
8 150	Greater Toronto Airports Authority	5.960	20-Nov-19	9 503	9 542	
6 000	Greater Toronto Airports Authority	6.470	02-Feb-34	7 194	8 229	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
2 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	$ 2 000	$ 1 992	
3 000	Honda Canada Finance Inc.	1.631	12-Aug-19	3 000	2 989	
5 000	HSBC Bank Canada	2.938	14-Jan-20	5 035	5 164	
3 850	HSBC Bank Canada	4.800	10-Apr-22	3 714	3 995	
4 900	Hydro One Inc.	6.930	01-Jun-32	6 295	6 789	
1 500	Inter Pipeline Ltd.	4.967	02-Feb-21	1 718	1 673	
2 000	Loblaw Companies Ltd.	6.450	09-Feb-28	2 275	2 481	
2 000	Loblaw Companies Ltd.	6.050	09-Jun-34	1 850	2 347	
6 170	Loblaw Companies Ltd.	5.900	18-Jan-36	5 934	7 163	
2 300	Manulife Bank of Canada	1.405	27-Feb-18	2 300	2 293	
2 500	Manulife Financial Corporation	5.059	15-Dec-41	2 498	2 618	
14 300	Master Credit Card Trust	2.626	21-Jan-17	14 524	14 520	
2 700	Master Credit Card Trust II	2.723	21-Nov-18	2 700	2 790	
500	Mattamy Group Corp. USD	6.500	15-Nov-20	655	661	
300	MEG Energy Corp. USD	6.500	15-Mar-21	342	293	
5 000	National Bank of Canada	2.689	21-Aug-17	5 084	5 112	
6 300	National Bank of Canada	1.951	11-Dec-17	6 300	6 369	
8 000	National Bank of Canada	2.404	28-Oct-19	8 000	8 175	
2 000	NAV Canada	4.397	18-Feb-21	2 000	2 270	
500	New Gold Inc. USD	6.250	15-Nov-22	553	553	
4 500	OMERS Realty Corp.	3.328	12-Nov-24	4 500	4 734	
3 000	Pembina Pipeline Corp.	3.540	03-Feb-25	2 999	2 910	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 043	2 064	
500	Precision Drilling Corp. USD	5.250	15-Nov-24	522	486	
370	Quebecor Media Inc.	7.375	15-Jan-21	398	386	
4 000	Reliance LP	4.574	15-Mar-17	4 169	4 089	
5 000	Rogers Communications Inc.	5.380	04-Nov-19	5 070	5 586	
6 500	Rogers Communications Inc.	4.700	29-Sep-20	6 669	7 159	
4 000	Rogers Communications Inc.	6.110	25-Aug-40	4 016	4 606	
8 000	Royal Bank of Canada*	3.660	25-Jan-17	7 997	8 211	
13 800	Royal Bank of Canada*	2.580	13-Apr-17	13 826	14 041	
7 000	Royal Bank of Canada*	2.364	21-Sep-17	7 056	7 125	
2 000	Royal Bank of Canada*	2.770	11-Dec-18	1 999	2 068	
2 000	Royal Bank of Canada*	2.860	04-Mar-21	2 108	2 076	
1 500	Shaw Communications Inc.	5.700	02-Mar-17	1 583	1 567	
5 500	Shaw Communications Inc.	5.650	01-Oct-19	6 160	6 113	
4 500	Shaw Communications Inc.	6.750	09-Nov-39	4 581	5 184	
500	Sirius XM Canada Holdings Inc.	5.625	23-Apr-21	500	493	
6 800	Sun Life Financial Inc.	5.700	02-Jul-19	7 236	7 689	
4 820	Sun Life Financial Inc.	5.400	29-May-42	4 815	5 388	
3 700	Suncor Energy Inc.	5.800	22-May-18	3 900	4 042	
2 000	Suncor Energy Inc.	3.100	26-Nov-21	1 993	2 056	
2 400	TELUS Corp.	5.050	04-Dec-19	2 386	2 661	
2 000	TELUS Corp.	3.600	26-Jan-21	2 171	2 108	
5 000	TELUS Corp.	3.350	15-Mar-23	5 341	5 101	
3 000	TELUS Corp.	4.400	01-Apr-43	2 979	2 736	
1 500	Teranet Holdings LP	5.754	17-Dec-40	1 490	1 634	
1 400	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	1 400	1 437	
3 100	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 100	3 172	
4 500	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	4 500	4 489	
3 200	The Manufacturers Life Insurance Co.	3.181	22-Nov-27	3 200	3 249	
2 600	Thomson Reuters Corp.	3.309	12-Nov-21	2 600	2 667	
10 800	Toronto-Dominion Bank	4.779	14-Dec-16	10 870	11 092	
10 300	Toronto-Dominion Bank	2.171	02-Apr-18	10 349	10 481	
10 900	Toronto-Dominion Bank	2.447	02-Apr-19	10 910	11 183	
500	Toronto-Dominion Bank	1.693	02-Apr-20	500	497	
1 000	Toronto Hydro Corp.	4.490	12-Nov-19	1 000	1 110	
5 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	5 000	5 289	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
660	Trinidad Drilling Ltd. USD	7.875	15-Jan-19	$ 754	$ 808	
800	Union Gas Ltd.	5.460	11-Sep-36	800	938	
2 500	Union Gas Ltd.	5.200	23-Jul-40	2 488	2 922	
750	Videotron Ltd.	5.625	15-Jun-25	753	750	
6 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	6 239	6 260	
8 000	Westcoast Energy Inc.	3.280	15-Jan-16	8 203	8 003	
2 000	Westcoast Energy Inc.	6.750	15-Dec-27	2 265	2 499	
				570 369	589 135	**9.6**
FEDERAL						
30 000	Canada Housing Trust No. 1	1.950	15-Jun-19	30 226	30 986	
48 900	Canada Housing Trust No. 1	3.350	15-Dec-20	50 973	53 762	
39 850	Canada Housing Trust No. 1	2.650	15-Mar-22	41 418	42 591	
30 000	Canada Housing Trust No. 1	2.350	15-Sep-23	29 714	31 328	
32 000	Government of Canada	0.750	01-Sep-20	31 925	32 032	
34 755	Government of Canada	2.750	01-Jun-22	37 119	38 454	
41 520	Government of Canada	1.500	01-Jun-23	41 319	42 487	
25 125	Government of Canada	2.500	01-Jun-24	25 083	27 559	
16 260	Government of Canada	2.250	01-Jun-25	16 922	17 481	
28 238	Government of Canada	4.000	01-Jun-41	35 382	38 360	
25 000	Government of Canada	3.500	01-Dec-45	31 110	32 424	
11 900	Labrador-Island Link Funding Trust	3.760	01-Jun-33	12 120	13 757	
				383 311	401 221	**6.5**
PROVINCIAL/MUNICIPAL						
15 000	Cadillac Fairview Finance Trust	3.640	09-May-18	14 998	15 836	
35 000	Hydro-Quebec	6.500	15-Feb-35	40 772	51 596	
4 000	Newfoundland & Labrador Hydro	4.300	13-Oct-16	3 991	4 112	
12 000	Newfoundland & Labrador Hydro	6.650	27-Aug-31	11 981	17 056	
6 000	Ontario Infrastructure Projects Corp.	4.700	01-Jun-37	6 008	7 071	
54 300	Province of Manitoba	6.500	22-Sep-17	57 712	59 573	
15 000	Province of Manitoba	4.600	05-Mar-38	17 747	17 944	
24 000	Province of New Brunswick	4.400	03-Jun-19	26 623	26 562	
15 000	Province of New Brunswick	4.500	02-Jun-20	16 858	16 960	
16 000	Province of New Brunswick	5.500	27-Jan-34	16 450	20 781	
5 000	Province of New Brunswick	4.800	03-Jun-41	4 872	6 114	
5 000	Province of Nova Scotia	6.600	01-Dec-31	6 630	7 190	
15 000	Province of Nova Scotia	4.900	01-Jun-35	15 190	18 482	
6 000	Province of Nova Scotia	4.500	01-Jun-37	5 951	7 064	
56 500	Province of Ontario	2.100	08-Sep-18	56 231	58 227	
39 500	Province of Ontario	4.400	02-Jun-19	41 698	43 819	
68 900	Province of Ontario	3.150	02-Jun-22	71 647	74 530	
73 200	Province of Ontario	2.850	02-Jun-23	71 228	77 497	
19 000	Province of Ontario	3.500	02-Jun-24	19 523	20 927	
50 060	Province of Ontario	2.600	02-Jun-25	51 280	51 175	
32 800	Province of Ontario	6.200	02-Jun-31	45 602	46 019	
40 200	Province of Ontario	4.700	02-Jun-37	43 737	49 658	
51 185	Province of Ontario	4.600	02-Jun-39	57 603	62 848	
63 130	Province of Ontario	4.650	02-Jun-41	70 695	78 766	
9 380	Province of Ontario	3.500	02-Jun-43	9 592	9 852	
46 870	Province of Ontario	3.450	02-Jun-45	44 101	49 033	
15 025	Province of Ontario	2.900	02-Dec-46	14 150	14 129	
5 000	Province of Prince Edward Island	5.700	15-Jun-35	5 282	6 670	
20 000	Province of Quebec	4.500	01-Dec-17	19 692	21 406	
30 000	Province of Quebec	4.500	01-Dec-20	31 186	34 323	
16 550	Province of Quebec	3.500	01-Dec-22	17 328	18 264	
43 200	Province of Quebec	3.000	01-Sep-23	42 721	46 136	
5 000	Province of Quebec	3.750	01-Sep-24	5 389	5 604	
10 000	Province of Quebec	2.750	01-Sep-25	10 075	10 331	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
11 500	Province of Quebec	6.000	01-Oct-29	$ 15 059	$ 15 616	
10 000	Province of Quebec	5.750	01-Dec-36	12 553	13 865	
10 300	Province of Quebec	5.000	01-Dec-38	12 399	13 217	
18 000	Province of Quebec	5.000	01-Dec-41	22 028	23 469	
25 500	Province of Quebec	4.250	01-Dec-43	27 828	30 131	
7 500	Province of Quebec	3.500	01-Dec-45	7 499	7 871	
15 000	Province of Saskatchewan	5.750	05-Mar-29	15 562	19 805	
5 000	Province of Saskatchewan	5.600	05-Sep-35	5 261	6 758	
				1 092 732	1 186 287	**19.3**
TOTAL CANADIAN BONDS				2 046 412	2 176 643	**35.4**
FOREIGN BONDS						
France						
750	Numericable Group S.A. USD	6.000	15-May-22	838	1 009	
				838	1 009	–
Luxembourg						
500	Altice Financing S.A. USD	6.625	15-Feb-23	655	685	
475	ArcelorMittal USD	9.850	01-Jun-19	653	619	
125	ArcelorMittal USD	6.250	05-Aug-20	151	139	
500	ArcelorMittal USD	8.000	15-Oct-39	468	476	
600	INEOS Group Holdings S.A. USD	5.875	15-Feb-19	743	808	
500	Intelsat Jackson Holdings S.A. USD	7.250	15-Oct-20	598	605	
250	Intelsat Jackson Holdings S.A. USD	5.500	01-Aug-23	288	273	
				3 556	3 605	**0.1**
Singapore						
500	Flextronics International Ltd. USD	4.625	15-Feb-20	571	718	
				571	718	–
Spain						
325	Gestamp Funding Luxembourg S.A. USD	5.625	31-May-20	370	460	
				370	460	–
Supranational						
6 000	Inter-American Development Bank CAD	4.400	26-Jan-26	5 794	7 003	
				5 794	7 003	**0.1**
United Kingdom						
125	Ashtead Capital Inc.	6.500	15-Jul-22	167	181	
450	Ashtead Capital Inc.	5.625	01-Oct-24	584	634	
550	International Game Technology Plc. USD	6.250	15-Feb-22	689	715	
				1 440	1 530	–
United States						
1 000	Access Midstream Partners LP	4.875	15-May-23	1 218	1 123	
1 000	Alcoa Inc.	5.400	15-Apr-21	1 306	1 351	
400	Ally Financial Inc.	4.625	19-May-22	477	558	
1 000	AMC Entertainment Inc.	5.875	15-Feb-22	1 286	1 411	
750	American Axle & Manufacturing Holdings, Inc.	6.625	15-Oct-22	901	1 090	
250	Antero Resources Corp.	5.625	01-Jun-23	312	272	
750	Antero Resources Finance Corp.	5.375	01-Nov-21	911	835	
250	Avis Budget Car Rental LLC	5.500	01-Apr-23	325	349	
750	Avis Budget Car Rental LLC	5.250	15-Mar-25	937	987	
750	Ball Corp.	5.250	01-Jul-25	925	1 065	
500	Beazer Homes USA Inc.	6.625	15-Apr-18	591	701	
1 000	Berry Plastics Corp.	5.500	15-May-22	1 256	1 380	
500	Boyd Gaming Corp.	6.875	15-May-23	610	714	
92	California Resources Corp.	5.500	15-Sep-21	99	41	
246	California Resources Corp.	8.000	15-Dec-22	331	180	
750	Calpine Corp.	6.000	15-Jan-22	890	1 076	
400	Carmike Cinemas Inc.	6.000	15-Jun-23	497	569	

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
550	CCO Holdings LLC	6.500	30-Apr-21	$ 642	$ 793	
1 000	CCOH Safari LLC	5.750	15-Feb-26	1 326	1 391	
750	CDW LLC	5.000	01-Sep-23	950	1 056	
800	Cedar Fair LP	5.250	15-Mar-21	952	1 146	
750	CenturyLink Inc.	6.750	01-Dec-23	901	977	
706	Chesapeake Energy Corp.	8.000	15-Dec-22	1 142	484	
500	Choice Hotels International Inc.	5.750	01-Jul-22	605	744	
500	Cinemark USA Inc.	4.875	01-Jun-23	551	677	
700	CNH Industrial Capital LLC	3.875	16-Jul-18	869	940	
500	Communications Sales & Leasing Inc.	6.000	15-Apr-23	619	656	
450	Community Health Systems Inc.	7.125	15-Jul-20	548	623	
500	Community Health Systems Inc.	5.125	01-Aug-21	646	692	
750	Concho Resources Inc.	5.500	01-Apr-23	863	965	
1 000	Consol Energy Inc.	5.875	15-Apr-22	994	865	
750	Continental Resources Inc.	3.800	01-Jun-24	836	733	
697	Crown Castle International Corp.	4.875	15-Apr-22	778	1 003	
500	CSC Holdings LLC	6.750	15-Nov-21	608	681	
1 000	D.R. Horton Inc.	5.750	15-Aug-23	1 359	1 482	
500	Denbury Resources Inc.	6.375	15-Aug-21	459	253	
250	DISH DBS Corp.	7.875	01-Sep-19	322	377	
750	DISH DBS Corp.	5.875	15-Nov-24	851	926	
1 000	Equinix Inc.	5.875	15-Jan-26	1 340	1 429	
500	Frontier Communications Corp.	7.125	15-Jan-23	585	600	
1 000	Frontier Communications Corp.	11.000	15-Sep-25	1 339	1 373	
500	Graphic Packaging International Inc.	4.750	15-Apr-21	564	709	
750	HCA Inc.	5.875	15-Mar-22	904	1 097	
750	HCA Inc.	5.875	15-Feb-26	1 012	1 044	
500	Hilton Worldwide Finance Corp.	5.625	15-Oct-21	588	720	
1 050	Ingles Markets Inc.	5.750	15-Jun-23	1 267	1 457	
750	Lamar Media Corp.	5.375	15-Jan-24	891	1 074	
925	Lennar Corp.	4.750	30-May-25	1 137	1 258	
555	LIN Television Corp.	6.375	15-Jan-21	710	807	
445	LIN Television Corp.	5.875	15-Nov-22	587	614	
790	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	773	812	
750	Micron Technology Inc.	5.875	15-Feb-22	880	1 013	
500	Mobile Mini Inc.	7.875	01-Dec-20	608	720	
750	MPLX LP	5.500	15-Feb-23	944	913	
375	MPLX LP	4.875	01-Jun-25	462	467	
250	NRG Energy Inc.	7.875	15-May-21	304	326	
750	NRG Energy Inc.	6.250	01-May-24	849	877	
500	Oshkosh Corp.	5.375	01-Mar-22	674	695	
1 000	Owens-Brockway Glass Container Inc.	5.000	15-Jan-22	1 199	1 358	
1 000	Range Resources Corp.	5.750	01-Jun-21	1 318	1 100	
630	Regal Entertainment Group	5.750	15-Mar-22	776	875	
350	Regal Entertainment Group	5.750	15-Jun-23	445	484	
500	Reynolds Group Issuer Inc.	6.875	15-Feb-21	603	714	
425	Rite Aid Corp.	6.125	01-Apr-23	543	611	
500	Rose Rock Midstream LP	5.625	15-Nov-23	593	495	
250	Sabine Pass Liquefaction LLC	5.750	15-May-24	317	303	
500	Sabine Pass Liquefaction LLC	5.625	01-Mar-25	626	588	
500	Seagate HDD Cayman USD	4.750	01-Jun-23	578	607	
250	Seagate HDD Cayman USD	4.750	01-Jan-25	296	289	
750	Sinclair Television Group Inc.	6.375	01-Nov-21	873	1 074	
500	Six Flags Entertainment Corp.	5.250	15-Jan-21	564	704	
750	Smithfield Foods Inc.	6.625	15-Aug-22	909	1 081	
300	Sonic Automotive Inc.	7.000	15-Jul-22	371	441	
500	Sonic Automotive Inc.	5.000	15-May-23	547	661	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States (cont.)						
1 000	Sprint Capital Corp.	6.875	15-Nov-28	$ 1 071	$ 972	
500	T-Mobile USA Inc.	6.625	01-Apr-23	583	707	
500	Targa Resources Partners LP	6.875	01-Feb-21	597	630	
500	Targa Resources Partners LP	6.375	01-Aug-22	605	600	
425	Tempur Sealy International Inc.	6.875	15-Dec-20	506	619	
250	Tempur Sealy International Inc.	5.625	15-Oct-23	334	351	
800	Tenet Healthcare Corp.	6.000	01-Oct-20	959	1 171	
650	Tenet Healthcare Corp.	8.125	01-Apr-22	874	902	
1 000	The AES Corp.	5.500	15-Mar-24	1 142	1 242	
500	The Goodyear Tire & Rubber Co.	5.125	15-Nov-23	666	713	
145	The Hertz Corp.	7.500	15-Oct-18	194	205	
750	The Hertz Corp.	5.875	15-Oct-20	1 026	1 075	
344	The Sun Products Corp.	7.750	15-Mar-21	412	415	
1 000	Toll Brothers Finance Corp.	5.875	15-Feb-22	1 212	1 460	
500	Unit Corp.	6.625	15-May-21	510	502	
600	United Rentals North America Inc.	4.625	15-Jul-23	765	831	
400	United Rentals North America Inc.	5.500	15-Jul-25	510	539	
375	Universal Health Services Inc.	4.750	01-Aug-22	433	525	
375	VRX Escrow Corp. USD	6.125	15-Apr-25	450	464	
1 000	Whiting Petroleum Corp.	5.750	15-Mar-21	1 168	1 016	
500	Windstream Holdings Inc.	7.750	01-Oct-21	603	548	
200	WPX Energy Inc.	6.000	15-Jan-22	237	195	
500	WPX Energy Inc.	5.250	15-Sep-24	531	460	
500	Wynn Las Vegas LLC Corp.	5.375	15-Mar-22	644	658	
				72 701	77 356	**1.3**
TOTAL FOREIGN BONDS				85 270	91 681	**1.5**
TOTAL BONDS				2 131 682	2 268 324	**36.9**
MORTGAGE-BACKED SECURITIES						
1 829	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	1 829	1 883	
TOTAL MORTGAGE-BACKED SECURITIES				1 829	1 883	–

Holdings	Security	Cost	Fair Value	% of Net Assets
OTHER INVESTMENTS				
260 000	Barclays Capital High Yield Bond SPDR Fund	$ 11 637	$ 12 200	
TOTAL OTHER INVESTMENTS		11 637	12 200	**0.2**
SHORT-TERM INVESTMENTS‡		116 126	116 126	**2.0**
TOTAL INVESTMENTS		5 358 634	6 152 675	**100.1**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	1 138	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(1 782)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	3 178	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(19 583)	**(0.3)**
TOTAL PORTFOLIO		$ 5 358 634	6 135 626	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			8 980	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 6 144 606	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
(268)	Mini MSCI Emerging Markets Index Future, March 2016 Contracts at USD 790.96 per contract	$ (14 805)	$ 64
750	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 753.74 per contract	113 061	1 074
		$ 98 256	$ 1 138

Number of Contracts		Contracted Value	Unrealized Loss
(464)	The Dow Jones Euro STOXX 50 Future, March 2016 Contracts at EUR 3 187.00 per contract	$ (22 289)	$ (663)
16	The S&P 500 Index Future, March 2016 Contracts at USD 2 050.65 per contract	11 145	(84)
(175)	United Kingdom New FTSE 100 Future, March 2016 Contracts at GBP 5 908.00 per contract	(21 560)	(1 035)
		$ (32 704)	$ (1 782)
TOTAL FUTURES		$ 65 552	$ (644)

$25 410 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 115 Sold USD 83 @ 1.3898	04-Jan-16	$ 1
Bought EUR 6 467 Sold CAD 9 461 @ 0.6836	06-Jan-16	265
Bought USD 647 Sold CAD 840 @ 0.7701	08-Jan-16	56
Bought EUR 39 Sold CAD 57 @ 0.6804	12-Jan-16	1
Bought USD 600 Sold CAD 813 @ 0.7378	12-Jan-16	17
Bought CAD 472 Sold NOK 2 950 @ 0.1601	13-Jan-16	11
Bought NOK 14 494 Sold CAD 2 227 @ 6.5069	14-Jan-16	38
Bought USD 580 Sold CAD 796 @ 0.7289	14-Jan-16	7
Bought BRL 21 016 Sold CAD 6 957 @ 3.0207	15-Jan-16	363
Bought CAD 101 Sold AUD 100 @ 1.0097	15-Jan-16	–
Bought CAD 2 800 Sold SEK 17 029 @ 0.1644	19-Jan-16	7
Bought PLN 18 583 Sold CAD 6 186 @ 3.0042	19-Jan-16	367
Bought CAD 436 Sold NOK 2 732 @ 0.1597	20-Jan-16	9
Bought AUD 225 Sold CAD 216 @ 1.0398	21-Jan-16	10
Bought AUD 1 450 Sold CAD 1 431 @ 1.0132	21-Jan-16	29
Bought AUD 4 815 Sold CAD 4 813 @ 1.0003	21-Jan-16	37
Bought AUD 457 Sold CAD 457 @ 1.0003	21-Jan-16	3
Bought CAD 3 Sold USD 2 @ 1.3293	25-Jan-16	–
Bought EUR 100 Sold CAD 147 @ 0.6802	25-Jan-16	3
Bought USD 57 Sold CAD 75 @ 0.7620	25-Jan-16	4
Bought USD 5 Sold CAD 7 @ 0.7637	25-Jan-16	–
Bought USD 2 Sold CAD 3 @ 0.7596	25-Jan-16	–
Bought USD 9 Sold CAD 12 @ 0.7510	25-Jan-16	–
Bought USD 15 Sold CAD 20 @ 0.7501	25-Jan-16	1
Bought USD 9 Sold CAD 12 @ 0.7501	25-Jan-16	–
Bought CAD 1 120 Sold USD 807 @ 1.3874	26-Jan-16	3

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 13 Sold CAD 17 @ 0.7593	01-Feb-16	$ 1
Bought USD 5 Sold CAD 7 @ 0.7471	01-Feb-16	–
Bought CAD 691 Sold USD 500 @ 1.3830	03-Feb-16	–
Bought CAD 2 198 Sold GBP 1 065 @ 2.0643	09-Feb-16	26
Bought CAD 9 015 Sold GBP 4 312 @ 2.0906	09-Feb-16	219
Bought CAD 854 Sold USD 615 @ 1.3884	09-Feb-16	3
Bought TRY 11 627 Sold CAD 5 321 @ 2.1853	10-Feb-16	131
Bought MXN 38 416 Sold CAD 3 026 @ 12.6939	16-Feb-16	47
Bought SEK 370 Sold CAD 57 @ 6.5057	17-Feb-16	4
Bought JPY 70 000 Sold CAD 806 @ 86.8990	18-Feb-16	1
Bought AUD 1 500 Sold CAD 1 466 @ 1.0233	19-Feb-16	43
Bought TRY 15 968 Sold CAD 7 246 @ 2.2037	19-Feb-16	223
Bought USD 178 Sold CAD 237 @ 0.7500	24-Feb-16	9
Bought USD 26 Sold CAD 35 @ 0.7500	24-Feb-16	1
Bought USD 8 Sold CAD 11 @ 0.7478	24-Feb-16	–
Bought CAD 2 Sold JPY 214 @ 0.0109	26-Feb-16	–
Bought JPY 589 904 Sold CAD 6 792 @ 86.8470	26-Feb-16	6
Bought USD 2 379 Sold CAD 3 177 @ 0.7487	07-Mar-16	114
Bought USD 1 128 Sold CAD 1 506 @ 0.7490	07-Mar-16	55
Bought USD 333 Sold CAD 445 @ 0.7490	07-Mar-16	16
Bought USD 4 050 Sold CAD 5 559 @ 0.7286	08-Mar-16	44
Bought CAD 1 433 Sold EUR 946 @ 1.5148	09-Mar-16	8
Bought CAD 481 Sold GBP 233 @ 2.0652	09-Mar-16	6
Bought USD 6 091 Sold CAD 8 132 @ 0.7490	10-Mar-16	295
Bought USD 1 844 Sold CAD 2 458 @ 0.7501	10-Mar-16	93
Bought CAD 18 535 Sold GBP 8 907 @ 2.0810	15-Mar-16	368
Bought SEK 114 908 Sold CAD 18 645 @ 6.1631	15-Mar-16	228
Bought CAD 100 Sold EUR 66 @ 1.5131	16-Mar-16	–
Bought CAD 561 Sold USD 402 @ 1.3961	22-Mar-16	5
		$ 3 178

Contracts	Maturity Date	Unrealized Loss
Bought CAD 827 Sold USD 615 @ 1.3439	04-Jan-16	$ (24)
Bought USD 615 Sold CAD 854 @ 0.7202	04-Jan-16	(3)
Bought CAD 9 720 Sold EUR 6 624 @ 1.4674	06-Jan-16	(243)
Bought CAD 4 923 Sold CHF 3 651 @ 1.3483	06-Jan-16	(121)
Bought CAD 9 461 Sold EUR 6 403 @ 1.4776	06-Jan-16	(168)
Bought CAD 434 Sold EUR 300 @ 1.4453	06-Jan-16	(18)
Bought CAD 1 200 Sold EUR 843 @ 1.4236	06-Jan-16	(68)
Bought CAD 361 Sold SEK 2 276 @ 0.1587	07-Jan-16	(12)
Bought CAD 663 Sold CHF 491 @ 1.3497	07-Jan-16	(16)
Bought CAD 270 Sold CHF 200 @ 1.3502	07-Jan-16	(6)
Bought CAD 2 729 Sold EUR 1 860 @ 1.4675	08-Jan-16	(68)
Bought CAD 222 Sold GBP 112 @ 1.9850	08-Jan-16	(6)
Bought CAD 1 702 Sold EUR 1 200 @ 1.4182	08-Jan-16	(103)
Bought CAD 516 Sold USD 378 @ 1.3660	08-Jan-16	(7)
Bought CAD 1 301 Sold USD 1 000 @ 1.3013	12-Jan-16	(82)
Bought CAD 9 658 Sold EUR 6 552 @ 1.4741	12-Jan-16	(198)
Bought CAD 721 Sold USD 549 @ 1.3131	12-Jan-16	(39)
Bought CAD 848 Sold USD 625 @ 1.3574	12-Jan-16	(16)
Bought CAD 300 Sold GBP 150 @ 1.9973	13-Jan-16	(6)
Bought CAD 1 246 Sold DKK 6 300 @ 0.1977	13-Jan-16	(24)
Bought CAD 512 Sold DKK 2 675 @ 0.1915	13-Jan-16	(27)
Bought CAD 14 075 Sold USD 10 818 @ 1.3011	14-Jan-16	(894)

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 512 Sold CHF 380 @ 1.3476	14-Jan-16	$ (13)
Bought CAD 206 Sold SEK 1 300 @ 0.1584	14-Jan-16	(7)
Bought CAD 1 296 Sold USD 1 000 @ 1.2959	14-Jan-16	(88)
Bought CAD 147 Sold CHF 108 @ 1.3636	14-Jan-16	(2)
Bought CAD 2 264 Sold NOK 14 494 @ 0.1562	14-Jan-16	(1)
Bought CAD 837 Sold AUD 880 @ 0.9516	15-Jan-16	(49)
Bought CAD 278 Sold NOK 1 800 @ 0.1545	15-Jan-16	(3)
Bought CAD 19 Sold AUD 20 @ 0.9465	15-Jan-16	(1)
Bought CAD 455 Sold AUD 457 @ 0.9955	15-Jan-16	(6)
Bought CAD 886 Sold GBP 446 @ 1.9863	19-Jan-16	(24)
Bought CAD 6 436 Sold PLN 18 583 @ 0.3463	19-Jan-16	(117)
Bought CAD 8 404 Sold USD 6 459 @ 1.3011	20-Jan-16	(533)
Bought CAD 534 Sold DKK 2 672 @ 0.2000	20-Jan-16	(4)
Bought CAD 5 122 Sold JPY 470 426 @ 0.0109	20-Jan-16	(295)
Bought CAD 101 Sold AUD 108 @ 0.9373	20-Jan-16	(8)
Bought CAD 86 Sold AUD 92 @ 0.9366	20-Jan-16	(7)
Bought CAD 1 115 Sold HKD 6 486 @ 0.1720	20-Jan-16	(43)
Bought CAD 1 503 Sold HKD 9 000 @ 0.1670	21-Jan-16	(104)
Bought CAD 9 777 Sold USD 7 518 @ 1.3005	21-Jan-16	(625)
Bought CAD 6 222 Sold AUD 6 490 @ 0.9587	21-Jan-16	(315)
Bought CAD 455 Sold AUD 457 @ 0.9952	21-Jan-16	(6)
Bought CAD 11 289 Sold USD 8 773 @ 1.2868	22-Jan-16	(849)
Bought CAD 271 Sold CHF 200 @ 1.3529	22-Jan-16	(6)
Bought CAD 1 519 Sold CHF 1 123 @ 1.3523	22-Jan-16	(34)
Bought CAD 1 879 Sold USD 1 410 @ 1.3329	22-Jan-16	(72)
Bought CAD 645 Sold CHF 484 @ 1.3332	22-Jan-16	(24)
Bought CAD 742 Sold CHF 565 @ 1.3140	22-Jan-16	(39)
Bought CAD 501 Sold CHF 363 @ 1.3797	22-Jan-16	(1)
Bought CAD 6 622 Sold EUR 4 509 @ 1.4686	25-Jan-16	(162)
Bought CAD 520 Sold USD 381 @ 1.3660	25-Jan-16	(7)
Bought EUR 1 700 Sold CAD 2 577 @ 0.6597	25-Jan-16	(19)
Bought RUB 155 566 Sold CAD 3 113 @ 49.9810	25-Jan-16	(183)
Bought CAD 1 601 Sold EUR 1 100 @ 1.4557	26-Jan-16	(54)
Bought CAD 6 519 Sold USD 4 948 @ 1.3176	26-Jan-16	(327)
Bought CAD 1 812 Sold DKK 9 296 @ 0.1950	26-Jan-16	(62)
Bought CAD 149 Sold NOK 973 @ 0.1531	26-Jan-16	(3)
Bought CAD 314 Sold USD 236 @ 1.3316	26-Jan-16	(12)
Bought CAD 799 Sold USD 600 @ 1.3316	26-Jan-16	(31)
Bought CAD 688 Sold USD 500 @ 1.3764	26-Jan-16	(4)
Bought CAD 4 459 Sold EUR 3 139 @ 1.4205	28-Jan-16	(264)
Bought CAD 21 900 Sold USD 16 921 @ 1.2943	29-Jan-16	(1 512)
Bought CAD 9 404 Sold GBP 4 709 @ 1.9971	29-Jan-16	(201)
Bought CAD 1 010 Sold GBP 500 @ 2.0193	29-Jan-16	(10)
Bought CAD 1 194 Sold EUR 817 @ 1.4614	01-Feb-16	(35)
Bought CAD 416 Sold DKK 2 161 @ 0.1927	02-Feb-16	(19)
Bought CAD 135 Sold DKK 700 @ 0.1927	02-Feb-16	(6)
Bought CAD 1 110 Sold AUD 1 184 @ 0.9376	02-Feb-16	(82)
Bought CAD 29 Sold DKK 150 @ 0.1907	02-Feb-16	(2)
Bought CAD 45 Sold SEK 294 @ 0.1535	03-Feb-16	(3)
Bought CAD 77 Sold SEK 500 @ 0.1535	03-Feb-16	(5)
Bought CAD 14 921 Sold EUR 10 402 @ 1.4344	03-Feb-16	(733)
Bought CAD 1 472 Sold USD 1 116 @ 1.3194	03-Feb-16	(72)
Bought CAD 6 994 Sold GBP 3 497 @ 2.0000	03-Feb-16	(140)
Bought CAD 1 705 Sold JPY 156 900 @ 0.0109	04-Feb-16	(102)
Bought CAD 541 Sold JPY 50 000 @ 0.0108	04-Feb-16	(35)

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 11 385 Sold EUR 7 808 @ 1.4581	05-Feb-16	$ (366)
Bought CAD 391 Sold DKK 2 000 @ 0.1956	05-Feb-16	(12)
Bought CAD 201 Sold HKD 1 185 @ 0.1700	05-Feb-16	(10)
Bought CAD 839 Sold DKK 4 260 @ 0.1968	05-Feb-16	(21)
Bought CAD 1 319 Sold EUR 898 @ 1.4689	05-Feb-16	(32)
Bought CAD 309 Sold NOK 2 010 @ 0.1536	08-Feb-16	(5)
Bought CAD 89 Sold NOK 584 @ 0.1532	08-Feb-16	(2)
Bought CAD 107 Sold NOK 700 @ 0.1532	08-Feb-16	(2)
Bought CAD 9 413 Sold USD 7 053 @ 1.3346	08-Feb-16	(345)
Bought CAD 348 Sold NOK 2 250 @ 0.1548	08-Feb-16	(3)
Bought CAD 1 871 Sold USD 1 421 @ 1.3165	09-Feb-16	(95)
Bought CAD 1 853 Sold USD 1 390 @ 1.3331	09-Feb-16	(70)
Bought CAD 1 333 Sold USD 1 000 @ 1.3331	09-Feb-16	(50)
Bought CAD 1 286 Sold USD 952 @ 1.3513	09-Feb-16	(31)
Bought CAD 1 845 Sold JPY 168 014 @ 0.0110	09-Feb-16	(91)
Bought CAD 120 Sold DKK 600 @ 0.1999	09-Feb-16	(1)
Bought CAD 1 564 Sold USD 1 187 @ 1.3177	10-Feb-16	(78)
Bought CAD 138 Sold SEK 850 @ 0.1619	10-Feb-16	(2)
Bought CAD 716 Sold EUR 500 @ 1.4315	11-Feb-16	(37)
Bought CAD 1 982 Sold GBP 989 @ 2.0042	12-Feb-16	(35)
Bought CAD 5 981 Sold USD 4 489 @ 1.3324	12-Feb-16	(230)
Bought CAD 755 Sold AUD 785 @ 0.9613	12-Feb-16	(35)
Bought CAD 2 048 Sold DKK 10 633 @ 0.1926	16-Feb-16	(97)
Bought RUB 313 465 Sold CAD 6 030 @ 51.9820	16-Feb-16	(163)
Bought CAD 1 088 Sold USD 820 @ 1.3265	17-Feb-16	(47)
Bought CAD 104 Sold NOK 675 @ 0.1545	17-Feb-16	(1)
Bought CAD 394 Sold CHF 300 @ 1.3150	17-Feb-16	(21)
Bought CAD 1 152 Sold DKK 6 030 @ 0.1910	17-Feb-16	(65)
Bought CAD 8 382 Sold USD 6 285 @ 1.3337	17-Feb-16	(313)
Bought CAD 60 Sold SEK 370 @ 0.1619	17-Feb-16	(1)
Bought CAD 526 Sold USD 394 @ 1.3348	18-Feb-16	(19)
Bought CAD 2 653 Sold JPY 245 000 @ 0.0108	18-Feb-16	(170)
Bought CAD 6 639 Sold JPY 613 033 @ 0.0108	18-Feb-16	(425)
Bought CAD 5 495 Sold GBP 2 702 @ 2.0335	18-Feb-16	(17)
Bought CAD 149 Sold GBP 74 @ 2.0154	18-Feb-16	(2)
Bought CAD 274 Sold USD 203 @ 1.3495	18-Feb-16	(7)
Bought CAD 1 889 Sold USD 1 400 @ 1.3495	18-Feb-16	(48)
Bought CAD 9 352 Sold USD 6 878 @ 1.3597	18-Feb-16	(164)
Bought CAD 421 Sold AUD 422 @ 0.9972	18-Feb-16	(4)
Bought CAD 1 135 Sold USD 854 @ 1.3289	19-Feb-16	(47)
Bought CAD 1 741 Sold AUD 1 830 @ 0.9516	19-Feb-16	(99)
Bought CAD 408 Sold AUD 417 @ 0.9790	19-Feb-16	(11)
Bought CAD 6 464 Sold TRY 14 263 @ 0.4532	19-Feb-16	(208)
Bought CAD 448 Sold AUD 450 @ 0.9947	19-Feb-16	(5)
Bought CAD 884 Sold GBP 436 @ 2.0285	22-Feb-16	(5)
Bought CAD 3 592 Sold USD 2 700 @ 1.3303	22-Feb-16	(144)
Bought CAD 1 313 Sold JPY 120 620 @ 0.0109	22-Feb-16	(77)
Bought MXN 123 753 Sold CAD 9 938 @ 12.4530	22-Feb-16	(41)
Bought CAD 3 281 Sold USD 2 468 @ 1.3296	23-Feb-16	(133)
Bought CAD 798 Sold USD 600 @ 1.3300	23-Feb-16	(32)
Bought CAD 1 545 Sold DKK 8 101 @ 0.1907	23-Feb-16	(90)
Bought CAD 685 Sold HKD 3 900 @ 0.1757	23-Feb-16	(11)
Bought CAD 2 719 Sold USD 2 042 @ 1.3316	24-Feb-16	(106)
Bought CAD 20 430 Sold USD 15 341 @ 1.3317	24-Feb-16	(794)
Bought CAD 1 354 Sold USD 990 @ 1.3672	24-Feb-16	(16)

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 1 600 Sold CAD 2 229 @ 0.7178	24-Feb-16	$ (15)
Bought CAD 1 655 Sold HKD 9 611 @ 0.1722	25-Feb-16	(61)
Bought CAD 19 208 Sold USD 14 393 @ 1.3346	25-Feb-16	(704)
Bought CAD 400 Sold HKD 2 280 @ 0.1753	25-Feb-16	(8)
Bought CAD 6 438 Sold JPY 589 690 @ 0.0109	26-Feb-16	(358)
Bought CAD 3 974 Sold USD 2 972 @ 1.3370	26-Feb-16	(138)
Bought CAD 1 064 Sold GBP 523 @ 2.0351	26-Feb-16	(2)
Bought CAD 12 298 Sold USD 9 237 @ 1.3314	29-Feb-16	(481)
Bought CAD 3 424 Sold HKD 19 826 @ 0.1727	01-Mar-16	(117)
Bought CAD 20 602 Sold USD 15 487 @ 1.3303	01-Mar-16	(824)
Bought CAD 8 033 Sold JPY 736 300 @ 0.0109	01-Mar-16	(453)
Bought CAD 3 551 Sold USD 2 657 @ 1.3365	02-Mar-16	(125)
Bought CAD 373 Sold GBP 187 @ 1.9952	02-Mar-16	(8)
Bought CAD 273 Sold SEK 1 734 @ 0.1576	02-Mar-16	(11)
Bought CAD 10 292 Sold USD 7 720 @ 1.3332	03-Mar-16	(388)
Bought CAD 1 801 Sold JPY 165 095 @ 0.0109	04-Mar-16	(102)
Bought CAD 476 Sold AUD 487 @ 0.9783	04-Mar-16	(13)
Bought CAD 14 549 Sold USD 10 875 @ 1.3378	07-Mar-16	(496)
Bought BRL 15 786 Sold CAD 5 464 @ 2.8890	08-Mar-16	(63)
Bought CAD 12 Sold JPY 1 070 @ 0.0109	08-Mar-16	(1)
Bought CAD 9 881 Sold USD 7 380 @ 1.3389	08-Mar-16	(329)
Bought USD 566 Sold CAD 790 @ 0.7163	08-Mar-16	(7)
Bought CAD 480 Sold SEK 2 960 @ 0.1620	09-Mar-16	(7)
Bought CAD 11 230 Sold USD 8 305 @ 1.3523	11-Mar-16	(259)
Bought CAD 3 909 Sold EUR 2 633 @ 1.4845	14-Mar-16	(57)
Bought CAD 3 192 Sold JPY 280 000 @ 0.0114	14-Mar-16	(37)
Bought CAD 522 Sold DKK 2 615 @ 0.1998	15-Mar-16	(6)
Bought CAD 871 Sold SEK 5 370 @ 0.1622	17-Mar-16	(11)
Bought CAD 14 524 Sold USD 10 512 @ 1.3817	17-Mar-16	(18)
Bought CAD 2 395 Sold USD 1 759 @ 1.3617	18-Mar-16	(38)
		$ (19 583)
TOTAL FOREIGN EXCHANGE		$ (16 405)

All counterparties have a credit rating of at least A.

* 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 0.41% to 0.81% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 6 152 675**	$ 6 890 813
Cash	**1 008**	1 445
Due from investment dealers	**110**	736
Subscriptions receivable	**1 631**	1 453
Unrealized gain on futures contracts	**1 138**	4 689
Unrealized gain on foreign exchange contracts	**3 178**	4 309
Dividends receivable, interest accrued and other assets	**21 792**	22 465
TOTAL ASSETS	**6 181 532**	6 925 910
LIABILITIES		
Due to investment dealers	**247**	15 202
Redemptions payable	**3 589**	2 985
Unrealized loss on futures contracts	**1 782**	1 663
Futures contracts margin payable	**949**	3 164
Unrealized loss on foreign exchange contracts	**19 583**	8 192
Distributions payable	**19**	–
Accounts payable and accrued expenses	**10 757**	13 743
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**36 926**	44 949
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 6 144 606**	$ 6 880 961
Investments at cost	**$ 5 358 634**	$ 5 867 794
NAV		
SERIES A	**$ 5 717 850**	$ 6 459 792
ADVISOR SERIES	**$ 17 719**	$ 19 550
SERIES T5	**$ 837**	$ 336
SERIES T8	**$ 2 884**	$ 2 424
SERIES D	**$ 111 999**	$ 109 532
SERIES F	**$ 23 676**	$ 22 710
SERIES I	**$ 218 208**	$ 219 561
SERIES O	**$ 51 433**	$ 47 056
NAV PER UNIT		
SERIES A	**$ 13.18**	$ 13.46
ADVISOR SERIES	**$ 13.31**	$ 13.60
SERIES T5	**$ 12.40**	$ 12.93
SERIES T8	**$ 8.46**	$ 9.10
SERIES D	**$ 13.70**	$ 13.99
SERIES F	**$ 14.47**	$ 14.78
SERIES I	**$ 14.99**	$ 15.31
SERIES O	**$ 14.59**	$ 14.91

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 99 728**	$ 87 293
Interest for distribution purposes	**85 610**	93 197
Net gain (loss) from futures contracts	**2 099**	19 784
Other income (loss)	**1 139**	830
Other income received from underlying funds	**11 184**	9 664
Securities lending revenue (see note 6 in the generic notes)	**793**	837
Capital gains received from underlying funds	**6 960**	17 911
Net realized gain (loss) on investments	**296 682**	380 696
Net gain (loss) on foreign currencies and other net assets	**(44 176)**	(13 376)
Change in unrealized gain (loss) on investments	**(241 500)**	159 686
TOTAL INCOME (LOSS)	**218 519**	756 522
EXPENSES (see notes – Fund Specific Information)		
Management fees	**117 484**	133 809
Administration fees	**6 419**	6 752
Independent Review Committee costs	**3**	3
GST/HST	**12 459**	14 166
Transaction costs	**3 197**	4 975
Withholding tax	**3 891**	3 333
TOTAL EXPENSES	**143 453**	163 038
INCREASE (DECREASE) IN NAV	**$ 75 066**	$ 593 484
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 65 799**	$ 553 519
ADVISOR SERIES	**$ 195**	$ 1 725
SERIES T5	**$ (12)**	$ 25
SERIES T8	**$ (2)**	$ 191
SERIES D	**$ 1 658**	$ 9 552
SERIES F	**$ 436**	$ 2 043
SERIES I	**$ 5 681**	$ 21 672
SERIES O	**$ 1 311**	$ 4 757
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.14**	$ 1.15
ADVISOR SERIES	**$ 0.14**	$ 1.15
SERIES T5	**$ 0.14**	$ 1.10
SERIES T8	**$ 0.10**	$ 0.78
SERIES D	**$ 0.26**	$ 1.30
SERIES F	**$ 0.32**	$ 1.43
SERIES I	**$ 0.44**	$ 1.61
SERIES O	**$ 0.48**	$ 1.63

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 75 066**	$ 593 484
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(296 682)**	(379 378)
Change in unrealized loss (gain) on investments	**241 500**	(159 686)
(Increase) decrease in accrued receivables	**4 224**	19 664
Increase (decrease) in accrued payables	**(2 867)**	(863)
Cost of investments purchased	**(4 655 394)**	(6 387 209)
Proceeds on sales of investments	**5 446 907**	7 014 200
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**812 754**	700 212
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**348 746**	421 307
Cash paid on redemption of redeemable units	**(1 158 043)**	(1 124 750)
Distributions paid to holders of redeemable units	**(1 679)**	(2 278)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (810 976)**	$ (705 721)
Net increase (decrease) in cash for the period	**1 778**	(5 509)
Cash (bank overdraft), beginning of period	**(1 719)**	3 790
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 59**	$ (1 719)
Interest received (paid)	**$ 86 441**	$ 93 957
Dividends received, net of withholding taxes	**$ 95 619**	$ 85 353

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 6 459 792**	$ 6 610 493	**$ 19 550**	$ 21 017	**$ 336**	$ 192	**$ 2 424**	$ 1 902
INCREASE (DECREASE) IN NAV	**65 799**	553 519	**195**	1 725	**(12)**	25	**(2)**	191
Early redemption fees	**2**	6	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**298 690**	373 657	**1 966**	2 800	**630**	313	**1 614**	836
Reinvestments of distributions to holders of redeemable units	**168 453**	260 132	**443**	685	**24**	14	**49**	31
Redemption of redeemable units	**(1 105 266)**	(1 076 200)	**(3 917)**	(5 888)	**(106)**	(190)	**(959)**	(356)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(638 121)**	(442 405)	**(1 508)**	(2 403)	**548**	137	**704**	511
Distributions from net income	**(54 712)**	(29 575)	**(165)**	(87)	**(5)**	(2)	**(20)**	(12)
Distributions from net gains	**(114 908)**	(232 240)	**(353)**	(702)	**(16)**	(12)	**(56)**	(87)
Distributions from capital	**–**	–	**–**	–	**(14)**	(4)	**(166)**	(81)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(169 620)**	(261 815)	**(518)**	(789)	**(35)**	(18)	**(242)**	(180)
NET INCREASE (DECREASE) IN NAV	**(741 942)**	(150 701)	**(1 831)**	(1 467)	**501**	144	**460**	522
NAV AT END OF PERIOD	**$ 5 717 850**	$ 6 459 792	**$ 17 719**	$ 19 550	**$ 837**	$ 336	**$ 2 884**	$ 2 424

For the periods ended December 31 (see note 2 in the generic notes)	Series D		Series F		Series I	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 109 532**	$ 96 600	**$ 22 710**	$ 18 588	**$ 219 561**	$ 201 591
INCREASE (DECREASE) IN NAV	**1 658**	9 552	**436**	2 043	**5 681**	21 672
Early redemption fees	**–**	1	**1**	–	**–**	–
Proceeds from redeemable units issued	**16 673**	20 546	**7 897**	6 938	**11 864**	11 460
Reinvestments of distributions to holders of redeemable units	**4 102**	5 186	**778**	927	**10 025**	12 784
Redemption of redeemable units	**(15 804)**	(17 092)	**(7 217)**	(4 634)	**(18 898)**	(15 161)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 971**	8 641	**1 459**	3 231	**2 991**	9 083
Distributions from net income	**(1 964)**	(1 354)	**(468)**	(335)	**(5 782)**	(4 970)
Distributions from net gains	**(2 198)**	(3 907)	**(461)**	(817)	**(4 243)**	(7 815)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 162)**	(5 261)	**(929)**	(1 152)	**(10 025)**	(12 785)
NET INCREASE (DECREASE) IN NAV	**2 467**	12 932	**966**	4 122	**(1 353)**	17 970
NAV AT END OF PERIOD	**$ 111 999**	$ 109 532	**$ 23 676**	$ 22 710	**$ 218 208**	$ 219 561

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	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 47 056**	$ 42 369	**$ 6 880 961**	$ 6 992 752
INCREASE (DECREASE) IN NAV	**1 311**	4 757	**75 066**	593 484
Early redemption fees	**–**	–	**3**	7
Proceeds from redeemable units issued	**9 590**	4 488	**348 924**	421 038
Reinvestments of distributions to holders of redeemable units	**2 497**	2 878	**186 371**	282 637
Redemption of redeemable units	**(6 483)**	(4 521)	**(1 158 650)**	(1 124 042)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**5 604**	2 845	**(623 352)**	(420 360)
Distributions from net income	**(1 509)**	(1 224)	**(64 625)**	(37 559)
Distributions from net gains	**(1 029)**	(1 691)	**(123 264)**	(247 271)
Distributions from capital	**–**	–	**(180)**	(85)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 538)**	(2 915)	**(188 069)**	(284 915)
NET INCREASE (DECREASE) IN NAV	**4 377**	4 687	**(736 355)**	(111 791)
NAV AT END OF PERIOD	**$ 51 433**	$ 47 056	**$ 6 144 606**	$ 6 880 961

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

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 0.0% (December 31, 2014 – 0.1%) of the net assets of the Fund.

Credit risk (%)

Credit-exposed securities, excluding short-term investments, comprise 36.9% (December 31, 2014 – 36.9%) 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 2015**	December 31 2014
AAA	**20.7**	24.8
AA	**38.3**	36.4
A	**28.7**	29.5
BBB	**8.5**	6.6
BB	**1.9**	1.1
B	**1.7**	1.0
CCC	**0.2**	–
Unrated	**–**	0.6
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 2015**	December 31 2014
Canadian Bonds	**35.4**	35.8
Canadian Equities	**32.3**	33.1
International Equities	**11.2**	8.5
United States Equities	**10.0**	11.3
Investment Funds	**7.5**	7.5
Foreign Bonds	**1.5**	0.8
Cash/Other	**2.1**	3.0
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.9% (December 31, 2014 – 36.6%) 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:

Term to maturity	**December 31 2015**	December 31 2014
Less than 1 year	**1.2**	2.9
1 – 5 years	**35.5**	36.8
5 – 10 years	**28.4**	29.5
> 10 years	**34.9**	30.8
Total	**100.0**	100.0

As at December 31, 2015, 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 2.9% (December 31, 2014 – 2.7%). 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 2015**	December 31 2014
United States dollar	**8.4**	8.9
Euro	**2.2**	1.9
Pound sterling	**1.7**	1.2
Japanese yen	**1.6**	1.1
Danish krone	**0.6**	–
Hong Kong dollar	**0.5**	–
Swiss franc	**0.5**	0.5
Other currencies	**1.6**	1.5
Total	**17.1**	15.1

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**2 615 312**	**690 347**	**1 150**	**3 306 809**
Mutual fund units	**461 342**	**–**	**–**	**461 342**
Fixed-income and debt securities	**–**	**2 268 398**	**–**	**2 268 398**
Short-term investments	**–**	**116 126**	**–**	**116 126**
Derivatives – assets	**1 138**	**3 178**	**–**	**4 316**
Derivatives – liabilities	**(1 782)**	**(19 583)**	**–**	**(21 365)**
Total financial instruments	**3 076 010**	**3 058 466**	**1 150**	**6 135 626**
% of total portfolio	**50.1**	**49.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

During the periods ended December 31, 2015 and 2014, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2015	December 31 2014
Balance at beginning of period	**2 400**	4 425
Net purchases	**–**	–
Net sales	**(12)**	–
Net transfers in (out)	**–**	–
Realized gains (losses)	**(488)**	–
Unrealized gains (losses)	**(750)**	(2 025)
Balance at end of period	**1 150**	2 400

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, 2015, 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, 2014 – 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	1.85%
Advisor Series	1.85%
Series T5	1.85%
Series T8	1.85%
Series D	1.10%
Series F	0.85%
Series I	0.35%

Effective January 1, 2015, the management fees for Series A, Advisor Series, Series T5 and Series T8 units were reduced to 1.85% from 2.00%; for Series D units were reduced to 1.10% from 1.25%; and for Series F units were 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 2015	December 31 2014
Units held		
Series T5	**49**	47
Series O	**556**	529
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	**1.3**	**30.3**	1.9	31.1
RBC Emerging Markets Dividend Fund	**0.3**	**4.6**	0.3	6.9
RBC Emerging Markets Equity Fund	**4.4**	**11.5**	3.9	14.3
RBC Emerging Markets Small-Cap Equity Fund	**0.4**	**7.5**	0.3	10.4
RBC U.S. Mid-Cap Equity Fund	**0.5**	**4.6**	0.5	2.9
RBC U.S. Mid-Cap Value Equity Fund	**0.5**	**6.1**	0.5	13.6
RBC U.S. Small-Cap Core Equity Fund	**0.1**	**4.1**	0.1	5.9

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**479 781**	512 529
Issued number of units	**21 604**	27 669
Reinvested number of units	**12 696**	19 364
Redeemed number of units	**(80 107)**	(79 781)
Ending number of units	**433 974**	479 781
Advisor Series		
Opening units	**1 437**	1 614
Issued number of units	**142**	205
Reinvested number of units	**33**	51
Redeemed number of units	**(281)**	(433)
Ending number of units	**1 331**	1 437

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)	2015	2014
Series T5		
Opening units	**26**	15
Issued number of units	**47**	25
Reinvested number of units	**2**	1
Redeemed number of units	**(8)**	(15)
Ending number of units	**67**	26
Series T8		
Opening units	**266**	210
Issued number of units	**178**	92
Reinvested number of units	**5**	3
Redeemed number of units	**(108)**	(39)
Ending number of units	**341**	266
Series D		
Opening units	**7 828**	7 210
Issued number of units	**1 157**	1 457
Reinvested number of units	**296**	370
Redeemed number of units	**(1 105)**	(1 209)
Ending number of units	**8 176**	7 828
Series F		
Opening units	**1 537**	1 314
Issued number of units	**524**	471
Reinvested number of units	**53**	63
Redeemed number of units	**(477)**	(311)
Ending number of units	**1 637**	1 537
Series I		
Opening units	**14 340**	13 750
Issued number of units	**756**	738
Reinvested number of units	**659**	832
Redeemed number of units	**(1 201)**	(980)
Ending number of units	**14 554**	14 340
Series O		
Opening units	**3 156**	2 964
Issued number of units	**624**	300
Reinvested number of units	**169**	192
Redeemed number of units	**(424)**	(300)
Ending number of units	**3 525**	3 156

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**3 197**	**100**	4 975	100
Related-party brokerage commissions*	**292**	**9**	337	7
Commission arrangements†	**210**	**7**	171	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 2015	December 31 2014
Fair value of securities loaned	**502 740**	591 270
Fair value of collateral received	**513 906**	603 121

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL BALANCED FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
6 533	Canadian Tire Corp. Ltd., Class A	$ 754	$ 772	
19 301	Cara Operations Ltd.	444	593	
11 680	Dollarama Inc.	336	934	
40 780	Gildan Activewear Inc., Class A	1 213	1 604	
14 154	Linamar Corp.	494	1 058	
35 237	Magna International Inc., Class A	612	1 978	
20 075	Quebecor Inc., Class B	494	680	
37 221	Shaw Communications Inc., Class B	832	886	
41 077	Thomson Corp.	1 314	2 153	
		6 493	10 658	**1.4**
Consumer Staples				
48 600	Alimentation Couche-Tard Inc.	583	2 960	
31 982	Loblaw Companies Ltd.	1 321	2 090	
34 841	Maple Leaf Foods Inc.	699	828	
27 715	Saputo Group Inc.	839	917	
		3 442	6 795	**0.9**
Energy				
54 143	ARC Resources Ltd.	1 373	904	
38 504	Cameco Corp.	858	657	
114 462	Canadian Natural Resources Ltd.	2 451	3 459	
93 735	Cenovus Energy Inc.	2 756	1 640	
50 184	Crescent Point Energy Corp.	2 178	809	
78 690	Enbridge Inc.	2 390	3 620	
78 614	Encana Corp.	2 267	553	
48 993	Husky Energy Inc.	1 494	701	
30 684	Imperial Oil Ltd.	1 273	1 383	
33 159	Pembina Pipeline Corp.	1 133	1 000	
22 964	PrairieSky Royalty Ltd.	825	503	
147 284	Suncor Energy Inc.	5 321	5 261	
63 546	TransCanada Corp.	2 628	2 872	
		26 947	23 362	**3.1**
Financials				
34 248	Allied Properties Real Estate Investment Trust	1 181	1 081	
58 003	Bank of Montreal	2 804	4 529	
103 733	Bank of Nova Scotia	3 781	5 806	
75 869	Brookfield Asset Management Inc., Class A	968	3 312	
44 839	Brookfield Property Partners LP	663	1 445	
37 811	Canadian Imperial Bank of Commerce	2 531	3 448	
35 572	Canadian Real Estate Investment Trust	842	1 496	
32 367	CI Financial Corp.	792	990	
69 891	Element Financial Corp.	1 125	1 167	
2 257	Fairfax Financial Holdings Ltd.	1 063	1 483	
10 739	Intact Financial Corp.	706	952	
186 214	Manulife Financial Corporation	3 211	3 862	
28 012	National Bank of Canada	$ 1 152	$ 1 129	
15 738	Onex Corporation	535	1 335	
95 418	Power Corporation of Canada	2 652	2 761	
131 348	Royal Bank of Canada*	5 232	9 739	
48 303	Sun Life Financial Inc.	1 407	2 084	
171 011	Toronto-Dominion Bank	5 077	9 276	
		35 722	55 895	**7.5**
Health Care				
16 827	Valeant Pharmaceuticals International Inc.	988	2 365	
		988	2 365	**0.3**
Industrials				
33 555	Air Canada	242	343	
46 600	CAE Inc.	714	715	
74 236	Canadian National Railway Co.	2 112	5 742	
12 076	Canadian Pacific Railway Ltd.	2 635	2 134	
23 360	Finning International Inc.	496	436	
29 991	Progressive Waste Solutions Ltd.	727	978	
17 322	SNC-Lavalin Group Inc.	660	712	
35 633	WestJet Airlines Ltd.	874	725	
		8 460	11 785	**1.6**
Information Technology				
38 999	BlackBerry Ltd.	362	501	
32 763	CGI Group Inc., Class A	931	1 815	
12 478	Open Text Corp.	435	828	
136 198	Redknee Solutions Inc.	719	405	
		2 447	3 549	**0.5**
Materials				
27 596	Agnico Eagle Mines Ltd.	842	1 004	
17 124	Agrium Inc.	1 409	2 118	
92 548	Barrick Gold Corp.	2 928	948	
41 077	Detour Gold Corp.	585	592	
137 584	Eldorado Gold Corp.	1 251	564	
82 254	First Quantum Minerals Ltd.	1 492	426	
75 028	Goldcorp Inc.	2 660	1 200	
82 847	Potash Corporation of Saskatchewan Inc.	2 072	1 963	
51 965	Silver Wheaton Corp.	1 588	894	
64 833	Teck Resources Ltd., Class B	1 906	346	
		16 733	10 055	**1.3**
Telecommunication Services				
52 568	BCE Inc.	2 537	2 810	
40 794	Rogers Communications Inc., Class B	1 473	1 947	
61 171	TELUS Corp.	1 430	2 340	
		5 440	7 097	**1.0**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
60 000	Algonquin Power & Utilities Corp.	$ 604	$ 655	
44 740	Canadian Utilities Ltd., Class A	1 687	1 429	
37 019	Fortis Inc.	1 453	1 385	
		3 744	3 469	**0.5**
TOTAL CANADIAN EQUITIES		110 416	135 030	**18.1**
UNITED STATES EQUITIES				
Consumer Discretionary				
2 600	Amazon.com, Inc.	1 420	2 432	
10 000	Comcast Corp., Class A	794	781	
3 200	Expedia Inc.	402	550	
28 700	Ford Motor Company	555	560	
3 400	Helen Of Troy Ltd.	455	443	
10 799	Home Depot Inc.	1 117	1 976	
8 200	Kohls Corp.	539	540	
3 400	Lennar Corp.	195	230	
10 700	McDonald's Corp.	1 441	1 749	
3 900	Netflix Inc.	658	617	
16 600	Nike Inc.	1 053	1 436	
2 400	O'Reilly Automotive Inc.	625	842	
11 200	Ross Stores Inc.	829	834	
9 600	Royal Caribbean Cruises Ltd.	1 187	1 344	
19 500	Starbucks Corp.	1 058	1 620	
10 000	The Walt Disney Company	1 334	1 454	
11 100	TJX Companies Inc.	1 091	1 089	
12 800	Viacom Inc.	789	729	
		15 542	19 226	**2.6**
Consumer Staples				
17 800	Altria Group Inc.	1 287	1 434	
5 300	Clorox Company	811	930	
4 700	Costco Wholesale Corp.	657	1 050	
10 700	Dr Pepper Snapple Group Inc.	1 154	1 380	
9 000	Kellogg Co.	823	900	
8 100	Kimberly-Clark Corp.	1 271	1 427	
13 500	Mondelez International Inc.	641	838	
15 000	PepsiCo Inc.	1 644	2 073	
34 400	The Coca-Cola Co.	1 813	2 045	
16 800	The Kroger Co.	816	972	
11 600	The Procter & Gamble Co.	1 204	1 274	
13 800	Tyson Foods Inc.	738	1 018	
		12 859	15 341	**2.1**
Energy				
10 000	Chevron Corp.	1 045	1 244	
16 200	ConocoPhillips	1 079	1 047	
4 301	Diamondback Energy Inc.	463	398	
21 300	Exxon Mobil Corp.	2 290	2 297	
20 100	Halliburton Co.	1 068	947	
6 300	Pioneer Natural Resources Co.	1 091	1 093	
		7 036	7 026	**0.9**
Financials				
9 000	ACE Ltd.	1 354	1 455	
21 900	American International Group Inc.	1 575	1 878	
35 200	Bank of New York Mellon Corp.	1 987	2 008	
47 700	Citigroup Inc.	2 858	3 416	
9 900	CME Group Inc., Class A	1 240	1 241	
8 400	E*TRADE Financial Corp.	356	345	

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
13 000	Equity Residential Properties Trust	$ 1 365	$ 1 467	
33 600	JPMorgan Chase & Co.	2 402	3 070	
3 900	Public Storage Inc. Real Estate Investment Trust	1 089	1 337	
25 900	Synchrony Financial	1 056	1 089	
21 700	Synovus Financial Corp.	934	972	
7 500	The Goldman Sachs Group Inc.	1 866	1 869	
37 300	Wells Fargo & Company	2 179	2 804	
		20 261	22 951	**3.1**
Health Care				
10 100	Abbott Laboratories	611	628	
1 900	Allergan plc	775	822	
6 900	Amgen Inc.	1 502	1 550	
39 600	Boston Scientific Corp.	981	1 010	
23 300	Bristol-Myers Squibb Co.	1 568	2 218	
13 300	Cardinal Health Inc.	1 498	1 643	
4 000	Celgene Corp.	668	663	
17 400	Eli Lilly & Co.	1 641	2 028	
7 600	Gilead Sciences Inc.	1 004	1 064	
14 400	Johnson & Johnson	1 884	2 046	
19 200	Medtronic Plc.	1 640	2 043	
15 200	Merck & Co. Inc.	1 092	1 111	
30 000	Pfizer Inc.	1 193	1 340	
7 900	UnitedHealth Group Incorporated	923	1 286	
		16 980	19 452	**2.6**
Industrials				
8 100	Boeing Co.	1 457	1 620	
6 900	Danaher Corp.	820	887	
22 100	Delta Air Lines Inc.	1 281	1 550	
75 500	General Electric Company	2 491	3 253	
8 800	Honeywell International Inc.	1 011	1 261	
4 300	Illinois Tool Works Inc.	538	551	
6 700	Lockheed Martin Corporation	1 464	2 013	
27 100	Masco Corp.	1 078	1 061	
7 800	Raytheon Company	1 164	1 344	
22 512	Ryanair Holdings Plc. ADR	807	2 693	
11 400	Stanley Black & Decker Inc.	1 595	1 683	
6 100	Union Pacific Corp.	761	660	
		14 467	18 576	**2.5**
Information Technology				
11 100	Accenture Plc., Class A	1 417	1 605	
4 900	Alphabet Inc., Class A	3 820	5 275	
28 700	Apple Inc.	3 598	4 179	
32 900	Applied Materials Inc.	794	850	
43 900	Cisco Systems Inc.	1 423	1 650	
8 600	Electronic Arts Inc.	846	818	
17 900	Facebook Inc., Class A	1 772	2 592	
58 100	HP Inc.	1 072	952	
46 900	Intel Corp.	1 846	2 236	
12 500	MasterCard Inc.	1 625	1 685	
72 900	Microsoft Corp.	4 049	5 594	
8 500	Oracle Corporation	440	430	
14 600	Salesforce.com Inc.	1 318	1 583	
16 100	Texas Instruments Inc.	1 255	1 221	
11 600	Xilinx Inc.	753	754	
		26 028	31 424	**4.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
7 600	Ball Corp.	$ 745	$ 765	
10 000	Celanese Corp.	920	932	
17 300	Newmont Mining Corporation	438	431	
5 500	Vulcan Materials Co.	728	723	
		2 831	2 851	**0.4**
Telecommunication Services				
16 800	AT&T Inc.	747	800	
		747	800	**0.1**
Utilities				
71 500	NiSource Inc.	1 840	1 930	
18 300	PPL Corporation	843	864	
		2 683	2 794	**0.4**
TOTAL UNITED STATES EQUITIES		119 434	140 441	**18.9**
INTERNATIONAL EQUITIES				
Australia				
130 828	Brambles Ltd.	1 332	1 516	
18 153	CSL Ltd.	1 543	1 915	
175 396	Link Administration Holdings Ltd.	1 228	1 316	
		4 103	4 747	**0.6**
Belgium				
16 695	InBev N.V.	2 015	2 875	
		2 015	2 875	**0.4**
Denmark				
13 488	Coloplast A/S	804	1 507	
51 486	Novo Nordisk A/S	1 945	4 127	
34 003	Novozymes A/S	2 016	2 253	
		4 765	7 887	**1.1**
Finland				
29 833	Sampo OYJ	982	2 099	
		982	2 099	**0.3**
France				
5 525	Christian Dior SE	1 233	1 299	
3 475	Safran S.A.	198	330	
31 938	Zodiac S.A.	732	1 052	
		2 163	2 681	**0.4**
Germany				
10 043	Bayer AG	1 139	1 741	
5 476	Continental AG	1 015	1 836	
18 837	GEA Group AG	606	1 055	
13 309	Henkel KGaA, Preferred Non-Voting	1 049	2 058	
16 976	SAP SE	1 256	1 870	
16 124	Symrise AG	1 120	1 483	
		6 185	10 043	**1.3**
Hong Kong				
258 000	AIA Group Ltd.	1 444	2 133	
72 904	CK Hutchison Holdings Ltd.	1 652	1 356	
150 285	Standard Chartered Plc.	2 183	1 741	
70 500	Tencent Holdings Ltd.	1 110	1 910	
		6 389	7 140	**1.0**
Ireland				
25 184	Paddy Power Plc.	1 895	4 662	
		1 895	4 662	**0.6**
Italy				
81 861	Anima Holding S.p.A.	$ 1 000	$ 978	
13 864	Luxottica Group S.p.A.	986	1 250	
		1 986	2 228	**0.3**
Japan				
57 000	Ajinomoto Co. Inc.	1 515	1 867	
42 000	Bridgestone Corp.	1 303	1 993	
30 200	Fuji Heavy Industries Ltd.	1 026	1 721	
84 000	Kubota Corp.	1 595	1 796	
271 700	Mitsubishi UFJ Financial Group Inc.	2 036	2 329	
16 700	Nitori Co. Ltd.	1 721	1 941	
33 000	Olympus Optical Co. Ltd.	1 242	1 798	
94 300	Seiko Epson Corp.	2 027	2 009	
37 300	SoftBank Group Corp.	2 997	2 605	
50 500	Sony Corp.	1 672	1 717	
24 500	Sysmex Corp.	1 696	2 175	
59 000	The Dai-ichi Life Insurance Co. Ltd.	965	1 358	
20 900	Toyota Motor Corp.	1 297	1 781	
		21 092	25 090	**3.4**
Netherlands				
105 010	ING Groep N.V.	1 281	1 956	
386 687	Koninklijke KPN N.V.	1 551	2 024	
106 530	Relx N.V.	1 849	2 483	
		4 681	6 463	**0.9**
Norway				
84 564	DnB ASA	1 263	1 442	
		1 263	1 442	**0.2**
Spain				
10 356	Red Electrica de Espana	952	1 197	
		952	1 197	**0.2**
Sweden				
55 132	Swedbank AB	1 192	1 684	
		1 192	1 684	**0.2**
Switzerland				
16 548	Novartis AG	1 675	1 970	
9 459	Roche Holdings AG Genusscheine	2 564	3 627	
5 882	Schindler Holding AG	640	1 362	
		4 879	6 959	**0.9**
Taiwan				
322 000	Taiwan Semiconductor Manufacturing Co. Ltd.	717	1 922	
		717	1 922	**0.3**
United Kingdom				
152 048	Aberdeen Asset Management Plc.	1 142	897	
57 920	ARM Holdings Plc.	1 154	1 222	
34 484	Aveva Group Plc.	1 040	1 134	
19 888	British American Tobacco Plc.	1 279	1 528	
263 692	BT Group Plc.	1 132	2 534	
58 325	Capita Plc.	1 296	1 436	
140 321	Daily Mail & General Trust Plc.	1 811	1 998	
57 287	Diageo Plc.	1 753	2 165	
63 512	Hargreaves Lansdown Plc.	1 200	1 951	
36 534	London Stock Exchange Group Plc.	929	2 045	
67 934	Petrofac Limited	1 384	1 103	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom (cont.)				
108 662	Playtech Plc.	$ 1 406	$ 1 841	
40 148	Royal Dutch Shell Plc., A Shares	1 747	1 267	
25 886	Schroders Plc.	1 498	1 569	
9 984	Shire Plc.	750	948	
61 143	Unilever Plc.	2 972	3 629	
		22 493	27 267	**3.7**
TOTAL INTERNATIONAL EQUITIES		87 752	116 386	**15.8**
TOTAL EQUITIES		317 602	391 857	**52.8**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 475 160	RBC Canadian Small & Mid-Cap Resources Fund*	$ 12 560	$ 7 791	
195 629	RBC Emerging Markets Dividend Fund*	1 969	2 053	
2 222 417	RBC Emerging Markets Equity Fund*	22 999	31 560	
191 283	RBC Emerging Markets Small-Cap Equity Fund*	1 938	2 414	
210 624	RBC U.S. Mid-Cap Equity Fund*	4 360	6 676	
494 757	RBC U.S. Mid-Cap Value Equity Fund*	5 556	6 565	
86 442	RBC U.S. Small-Cap Core Equity Fund*	889	1 581	
TOTAL MUTUAL FUND UNITS		50 271	58 640	**7.8**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
600	407 International Inc.	5.750	14-Feb-36	$ 620	$ 744	
200	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	199	204	
268	Alliance Pipeline LP	6.765	31-Dec-25	306	309	
100	AltaGas Ltd.	4.600	15-Jan-18	108	105	
450	AltaGas Ltd.	4.550	17-Jan-19	473	478	
400	AltaLink LP	3.668	06-Nov-23	432	433	
400	American Express Canada Credit Corp.	2.310	29-Mar-18	400	407	
130	Bank of Montreal	6.020	02-May-18	141	144	
325	Bank of Montreal	2.430	04-Mar-19	325	333	
300	Bank of Montreal	2.840	04-Jun-20	311	312	
1 250	Bank of Montreal	2.100	06-Oct-20	1 250	1 258	
1 000	Bank of Nova Scotia	1.330	01-May-18	1 001	997	
1 000	Bank of Nova Scotia	2.462	14-Mar-19	1 000	1 025	
1 000	Bank of Nova Scotia	2.270	13-Jan-20	1 000	1 016	
250	Bank of Nova Scotia	2.130	15-Jun-20	250	252	
150	BC Tel	10.650	19-Jun-21	233	210	
255	BC Tel	9.650	08-Apr-22	374	353	
300	bcIMC Realty Corp.	2.790	02-Aug-18	309	309	
590	Bell Canada	4.400	16-Mar-18	634	624	
350	Bell Canada	3.350	18-Jun-19	367	365	
300	Bell Canada	3.250	17-Jun-20	314	313	
800	Bell Canada	6.100	16-Mar-35	779	937	
100	Brookfield Power Corp.	5.840	05-Nov-36	101	107	
350	Brookfield Renewable Power Inc.	5.140	13-Oct-20	350	388	
600	Caisse Centrale Desjardins	2.795	19-Nov-18	603	619	
400	Caisse Centrale Desjardins	1.748	02-Mar-20	400	397	
250	Cameco Corp.	5.670	02-Sep-19	254	277	
950	Canadian Credit Card Trust II	1.829	24-Mar-20	950	949	
2 350	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	2 350	2 392	
500	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	501	502	
300	Canadian Pacific Railway Ltd.	6.450	17-Nov-39	300	362	
400	Canadian Real Estate Investment Trust	4.323	15-Jan-21	400	426	
500	Choice Properties LP	3.600	20-Sep-21	508	523	
500	Crombie Real Estate Investment Trust	3.986	31-Oct-18	515	518	
300	Emera Inc.	4.830	02-Dec-19	329	330	
600	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	587	686	

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
250	Enbridge Pipelines Inc.	4.490	12-Nov-19	$ 250	$ 272	
500	Ford Credit Canada Ltd.	3.320	19-Dec-17	500	511	
500	Ford Credit Canada Ltd.	2.939	19-Feb-19	506	507	
250	FortisAlberta Inc.	6.220	31-Oct-34	275	322	
500	FortisBC Energy Inc.	5.900	26-Feb-35	529	627	
750	GE Capital Canada Funding Co.	5.530	17-Aug-17	781	801	
200	Genesis Trust II	2.295	15-Feb-17	200	202	
600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	595	631	
500	Great-West Lifeco Inc.	6.140	21-Mar-18	557	550	
360	Greater Toronto Airports Authority	4.850	01-Jun-17	367	378	
500	Greater Toronto Airports Authority	5.960	20-Nov-19	582	585	
250	Greater Toronto Airports Authority	6.470	02-Feb-34	282	343	
400	H&R Real Estate Investment Trust	3.344	20-Jun-18	397	409	
500	HSBC Bank Canada	4.800	10-Apr-22	483	519	
350	Hydro One Inc.	6.930	01-Jun-32	426	485	
500	Hydro One Inc.	5.360	20-May-36	606	601	
500	Hydro-Quebec USD	1.375	19-Jun-17	502	692	
1 000	Loblaw Companies Ltd.	5.900	18-Jan-36	957	1 161	
200	Manulife Bank of Canada	1.405	27-Feb-18	200	199	
575	Manulife Financial Corporation	5.059	15-Dec-41	575	602	
700	Master Credit Card Trust	2.626	21-Jan-17	705	711	
1 000	National Bank of Canada	2.404	28-Oct-19	1 000	1 022	
500	NAV Canada	4.397	18-Feb-21	500	568	
400	OMERS Realty Corp.	2.498	05-Jun-18	409	410	
400	Pembina Pipeline Corp.	3.540	03-Feb-25	400	388	
500	Rogers Communications Inc.	5.380	04-Nov-19	507	559	
350	Rogers Communications Inc.	4.700	29-Sep-20	370	385	
300	Rogers Communications Inc.	6.110	25-Aug-40	301	345	
1 000	Royal Bank of Canada*	3.660	25-Jan-17	1 000	1 026	
220	Shaw Communications Inc.	5.700	02-Mar-17	232	230	
580	Shaw Communications Inc.	5.650	01-Oct-19	649	645	
500	Shaw Communications Inc.	6.750	09-Nov-39	509	576	
635	Sun Life Financial Inc.	5.400	29-May-42	634	710	
300	Suncor Energy Inc.	5.800	22-May-18	316	328	
300	TELUS Corp.	5.050	04-Dec-19	298	333	
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	358	
340	Thomson Reuters Corp.	3.309	12-Nov-21	340	349	
1 530	Toronto-Dominion Bank	4.779	14-Dec-16	1 510	1 571	
1 700	Toronto-Dominion Bank	2.447	02-Apr-19	1 700	1 744	
500	Toronto Hydro Corp.	4.490	12-Nov-19	500	555	
250	TransCanada PipeLines Ltd.	3.690	19-Jul-23	250	264	
500	Union Gas Ltd.	4.850	25-Apr-22	557	572	
500	Union Gas Ltd.	5.200	23-Jul-40	498	584	
300	Wells Fargo Canada Corp.	2.780	15-Nov-18	300	310	
500	Wells Fargo Canada Corp.	2.944	25-Jul-19	500	522	
500	Westcoast Energy Inc.	3.280	15-Jan-16	500	500	
250	Westcoast Energy Inc.	6.750	15-Dec-27	283	312	
				43 812	46 032	**6.2**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
FEDERAL						
1 100	Canada Housing Trust No. 1	1.700	15-Dec-17	$ 1 109	$ 1 120	
1 300	Canada Housing Trust No. 1	3.350	15-Dec-20	1 319	1 428	
1 600	Government of Canada	1.250	01-Aug-17	1 621	1 619	
2 100	Government of Canada	0.750	01-Sep-20	2 073	2 102	
610	Government of Canada	1.500	01-Jun-23	605	624	
700	Government of Canada	2.500	01-Jun-24	682	768	
615	Government of Canada	5.750	01-Jun-33	757	951	
840	Government of Canada	4.000	01-Jun-41	953	1 141	
				9 119	9 753	**1.3**
PROVINCIAL						
750	Province of New Brunswick USD	2.750	15-Jun-18	743	1 065	
2 000	Province of New Brunswick	4.400	03-Jun-19	2 219	2 213	
2 500	Province of Nova Scotia	4.900	01-Jun-35	2 509	3 079	
9 570	Province of Ontario USD	1.100	25-Oct-17	10 629	13 164	
1 600	Province of Ontario USD	3.150	15-Dec-17	1 613	2 282	
3 500	Province of Ontario	2.100	08-Sep-18	3 470	3 607	
1 500	Province of Ontario USD	2.000	30-Jan-19	1 995	2 084	
2 000	Province of Ontario	4.400	02-Jun-19	2 024	2 219	
1 200	Province of Ontario	4.200	02-Jun-20	1 308	1 347	
6 400	Province of Ontario	3.150	02-Jun-22	6 459	6 923	
500	Province of Ontario	2.850	02-Jun-23	478	529	
400	Province of Ontario	3.500	02-Jun-24	422	441	
1 300	Province of Ontario	2.600	02-Jun-25	1 347	1 329	
4 500	Province of Ontario	4.700	02-Jun-37	4 487	5 559	
500	Province of Ontario	4.600	02-Jun-39	508	614	
2 400	Province of Ontario	3.450	02-Jun-45	2 270	2 511	
1 000	Province of Ontario	2.900	02-Dec-46	931	940	
1 600	Province of Quebec	4.500	01-Dec-17	1 590	1 713	
2 200	Province of Quebec	3.000	01-Sep-23	2 283	2 350	
600	Province of Quebec	3.750	01-Sep-24	647	672	
155	Province of Quebec	5.000	01-Dec-38	187	199	
1 350	Province of Quebec	5.000	01-Dec-41	1 471	1 760	
500	Province of Quebec	4.250	01-Dec-43	522	591	
3 100	Province of Quebec	3.500	01-Dec-45	3 393	3 253	
				53 505	60 444	**8.1**
TOTAL CANADIAN BONDS				106 436	116 229	**15.6**
FOREIGN BONDS						
Australia						
440	Australia Government AUD	2.750	21-Apr-24	418	444	
440	Australia Government AUD	2.750	21-Jun-35	426	402	
				844	846	**0.1**
Austria						
1 100	Austria Government EUR	1.200	20-Oct-25	1 544	1 704	
				1 544	1 704	**0.2**
Belgium						
2 945	Belgium Government EUR	2.600	22-Jun-24	4 863	5 103	
				4 863	5 103	**0.7**
Denmark						
13 700	Denmark Government DKK	3.000	15-Nov-21	2 808	3 198	
				2 808	3 198	**0.4**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
France						
2 900	France O.A.T. EUR	2.250	25-May-24	$ 4 523	$ 4 913	
600	France O.A.T. EUR	4.750	25-Apr-35	1 376	1 355	
135	France O.A.T. EUR	3.250	25-May-45	262	259	
620	France O.A.T. EUR	4.000	25-Apr-60	1 457	1 420	
				7 618	7 947	**1.1**
Germany						
5 370	Bundesrepublik Deutschland EUR	0.500	15-Feb-25	7 618	8 041	
				7 618	8 041	**1.1**
Ireland						
460 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	4 373	5 342	
500	GE Capital European Funding EUR	3.750	04-Apr-16	807	759	
700	GE Capital European Funding EUR	4.125	27-Oct-16	1 004	1 088	
470	Ireland Government EUR	5.000	18-Oct-20	737	868	
250	Ireland Government EUR	3.400	18-Mar-24	376	448	
300	Ireland Government EUR	2.400	15-May-30	480	492	
				7 777	8 997	**1.2**
Italy						
6 400	Buoni Poliennali Del Tesoro EUR	0.300	15-Oct-18	9 487	9 682	
2 300	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	3 505	3 714	
1 000	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	1 718	1 878	
1 350	Buoni Poliennali Del Tesoro EUR	3.250	01-Sep-46	2 162	2 274	
				16 872	17 548	**2.4**
Japan						
200 000	Development Bank of Japan JPY	1.750	17-Mar-17	2 233	2 350	
250 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	3 568	3 006	
760	Japan Finance Organization for Municipalities EUR	0.875	22-Sep-21	1 111	1 144	
300 000	Japan Government Ten Year JPY	1.000	20-Sep-20	3 591	3 612	
597 000	Japan Government Ten Year JPY	0.300	20-Dec-24	6 236	6 943	
90 000	Japan Government Twenty Year JPY	1.200	20-Mar-35	900	1 083	
880 000	Japan Government Twenty Year JPY	1.300	20-Jun-35	9 952	10 745	
190 000	Japan Government Thirty Year JPY	1.500	20-Dec-44	2 105	2 314	
500	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	689	765	
				30 385	31 962	**4.3**
Mexico						
9 700	Mexican Bonos MXN	8.500	13-Dec-18	861	859	
25 700	Mexican Bonos MXN	6.500	09-Jun-22	2 160	2 128	
				3 021	2 987	**0.4**
Norway						
1 700	Eksportfinans ASA USD	5.500	26-Jun-17	1 939	2 452	
				1 939	2 452	**0.3**
Portugal						
150	Portugal Obrigacoes do Tesouro EUR	2.875	15-Oct-25	211	233	
				211	233	–
Romania						
120	Romanian Government EUR	2.875	28-Oct-24	180	187	
				180	187	–
South Korea						
250	The Korea Development Bank AUD	4.500	22-Nov-19	252	260	
				252	260	–

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Spain						
900	Spain Government EUR	0.500	31-Oct-17	$ 1 299	$ 1 365	
3 760	Spain Government EUR	2.750	30-Apr-19	5 780	6 109	
1 740	Spain Government EUR	1.150	30-Jul-20	2 548	2 673	
1 660	Spain Government EUR	3.800	30-Apr-24	2 758	2 932	
				12 385	13 079	**1.7**
Sweden						
7 100	Government of Sweden SEK	1.500	13-Nov-23	1 143	1 224	
				1 143	1 224	**0.2**
United Kingdom						
315	United Kingdom Gilt GBP	1.500	22-Jan-21	632	644	
850	United Kingdom Gilt GBP	2.000	07-Sep-25	1 655	1 740	
830	United Kingdom Gilt GBP	4.250	07-Mar-36	2 138	2 141	
295	United Kingdom Gilt GBP	3.250	22-Jan-44	671	671	
1 450	United Kingdom Gilt GBP	3.500	22-Jan-45	3 512	3 456	
				8 608	8 652	**1.2**
United States						
700	United States Treasury	0.875	31-Jan-17	893	969	
1 870	United States Treasury	0.750	30-Jun-17	2 317	2 580	
3 160	United States Treasury	1.000	15-May-18	3 947	4 353	
4 920	United States Treasury	1.000	30-Sep-19	5 741	6 668	
1 400	United States Treasury	1.375	30-Sep-20	1 836	1 904	
6 200	United States Treasury	1.500	31-Jan-22	7 908	8 342	
5 100	United States Treasury	1.750	15-May-23	6 583	6 878	
220	United States Treasury	2.500	15-May-24	298	311	
1 100	United States Treasury	2.250	15-Nov-24	1 403	1 522	
2 250	United States Treasury	2.000	15-Feb-25	3 053	3 044	
5 660	United States Treasury	2.500	15-Feb-45	6 522	7 027	
693	United States Treasury Inflation Indexed	2.125	15-Feb-40	1 071	1 128	
				41 572	44 726	**6.0**
TOTAL FOREIGN BONDS				149 640	159 146	**21.3**
TOTAL BONDS				256 076	275 375	**36.9**
MORTGAGE-BACKED SECURITIES						
229	Schooner Trust Series 2007-7, Class A2	4.723	12-Feb-22	229	235	
TOTAL MORTGAGE-BACKED SECURITIES				229	235	–
SHORT-TERM INVESTMENTS†				27 734	27 734	**3.7**
TOTAL INVESTMENTS				651 912	753 841	**101.2**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)				–	134	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)				–	(146)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	1 530	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)				–	(9 484)	**(1.3)**
TOTAL PORTFOLIO				$ 651 912	745 875	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(223)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 745 652	**100.0**

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

SCHEDULE A

Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
5	The S&P 500 Index Future, March 2016 Contracts at USD 2 021.10 per contract	$ 3 486	$ 25
68	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 752.89 per contract	10 239	109
		$ 13 725	$ 134

Number of Contracts		Contracted Value	Unrealized Loss
(43)	The Dow Jones Euro STOXX 50 Future, March 2016 Contracts at EUR 3 202.00 per contract	$ (2 100)	$ (52)
15	Japanese Nikkei 225 Index Future, March 2016 Contracts at JPY 19 850.00 per contract	1 621	(94)
		$ (479)	$ (146)
TOTAL FUTURES		$ 13 246	$ (12)

$7 750 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 EUR 1 078 Sold CAD 1 577 @ 0.6836	06-Jan-16	$ 44
Bought CAD 5 Sold CHF 4 @ 1.3497	07-Jan-16	–
Bought SEK 250 Sold CAD 40 @ 6.3070	07-Jan-16	1
Bought EUR 250 Sold CAD 358 @ 0.6987	08-Jan-16	18
Bought EUR 30 Sold CAD 43 @ 0.7008	08-Jan-16	2
Bought EUR 335 Sold CAD 478 @ 0.7015	08-Jan-16	26
Bought EUR 3 550 Sold CAD 5 038 @ 0.7046	08-Jan-16	301
Bought USD 1 578 Sold CAD 2 049 @ 0.7701	08-Jan-16	134
Bought USD 36 Sold CAD 50 @ 0.7289	08-Jan-16	–
Bought EUR 5 Sold CAD 7 @ 0.6804	12-Jan-16	–
Bought USD 980 Sold CAD 1 328 @ 0.7378	12-Jan-16	28
Bought USD 400 Sold CAD 542 @ 0.7378	12-Jan-16	11
Bought USD 75 Sold CAD 102 @ 0.7367	12-Jan-16	2
Bought CAD 151 Sold NOK 945 @ 0.1601	13-Jan-16	4
Bought DKK 4 390 Sold CAD 868 @ 5.0572	13-Jan-16	17
Bought GBP 98 Sold CAD 198 @ 0.4948	13-Jan-16	2
Bought CAD 56 Sold NOK 350 @ 0.1586	14-Jan-16	1
Bought CAD 365 Sold NOK 2 339 @ 0.1562	14-Jan-16	–
Bought EUR 800 Sold CAD 1 165 @ 0.6866	14-Jan-16	38
Bought NOK 2 689 Sold CAD 413 @ 6.5069	14-Jan-16	7
Bought USD 125 Sold CAD 163 @ 0.7686	14-Jan-16	10
Bought USD 2 662 Sold CAD 3 652 @ 0.7289	14-Jan-16	31
Bought BRL 2 429 Sold CAD 804 @ 3.0207	15-Jan-16	42
Bought CAD 32 Sold AUD 32 @ 1.0097	15-Jan-16	–
Bought CAD 446 Sold SEK 2 713 @ 0.1644	19-Jan-16	1
Bought PLN 2 238 Sold CAD 745 @ 3.0042	19-Jan-16	44
Bought AUD 17 Sold CAD 16 @ 1.0397	20-Jan-16	1
Bought CAD 79 Sold NOK 497 @ 0.1597	20-Jan-16	2
Bought JPY 11 661 Sold CAD 127 @ 91.8450	20-Jan-16	7

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

SCHEDULE B (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought AUD 27 Sold CAD 26 @ 1.0398	21-Jan-16	$ 1
Bought AUD 275 Sold CAD 271 @ 1.0132	21-Jan-16	6
Bought AUD 951 Sold CAD 951 @ 1.0003	21-Jan-16	7
Bought AUD 87 Sold CAD 87 @ 1.0003	21-Jan-16	1
Bought USD 1 094 Sold CAD 1 423 @ 0.7690	21-Jan-16	91
Bought CAD 80 Sold CHF 58 @ 1.3797	22-Jan-16	–
Bought CHF 185 Sold CAD 243 @ 0.7609	22-Jan-16	13
Bought JPY 141 900 Sold CAD 1 608 @ 88.2258	22-Jan-16	26
Bought CAD 639 Sold USD 460 @ 1.3899	25-Jan-16	3
Bought EUR 15 Sold CAD 22 @ 0.6802	25-Jan-16	1
Bought USD 121 Sold CAD 159 @ 0.7620	25-Jan-16	9
Bought USD 17 Sold CAD 23 @ 0.7533	25-Jan-16	1
Bought USD 6 Sold CAD 8 @ 0.7501	25-Jan-16	–
Bought USD 16 Sold CAD 22 @ 0.7200	25-Jan-16	–
Bought CAD 819 Sold USD 590 @ 1.3874	26-Jan-16	2
Bought USD 43 Sold CAD 59 @ 0.7265	26-Jan-16	–
Bought CAD 366 Sold MXN 4 548 @ 0.0805	28-Jan-16	2
Bought USD 398 Sold CAD 524 @ 0.7599	01-Feb-16	27
Bought USD 40 Sold CAD 53 @ 0.7593	01-Feb-16	3
Bought CAD 5 Sold DKK 27 @ 0.1907	02-Feb-16	–
Bought CAD 80 Sold EUR 53 @ 1.5136	02-Feb-16	–
Bought CAD 1 135 Sold EUR 750 @ 1.5132	02-Feb-16	6
Bought DKK 1 500 Sold CAD 286 @ 5.2483	02-Feb-16	17
Bought GBP 1 965 Sold CAD 3 921 @ 0.5012	03-Feb-16	88
Bought USD 1 607 Sold CAD 2 120 @ 0.7579	03-Feb-16	103
Bought CAD 6 Sold NOK 40 @ 0.1536	08-Feb-16	–
Bought NOK 365 Sold CAD 56 @ 6.4849	08-Feb-16	1
Bought CAD 433 Sold GBP 210 @ 2.0643	09-Feb-16	5
Bought CAD 1 915 Sold GBP 916 @ 2.0906	09-Feb-16	46
Bought TRY 1 328 Sold CAD 608 @ 2.1852	10-Feb-16	15
Bought MXN 4 602 Sold CAD 363 @ 12.6939	16-Feb-16	6
Bought SEK 450 Sold CAD 69 @ 6.4818	17-Feb-16	4
Bought CAD 26 Sold GBP 13 @ 2.0154	18-Feb-16	–
Bought CAD 31 Sold GBP 15 @ 2.0663	18-Feb-16	–
Bought JPY 4 000 Sold CAD 46 @ 86.8990	18-Feb-16	–
Bought AUD 296 Sold CAD 289 @ 1.0233	19-Feb-16	8
Bought TRY 1 957 Sold CAD 888 @ 2.2037	19-Feb-16	27
Bought CAD 83 Sold GBP 40 @ 2.0761	22-Feb-16	1
Bought USD 35 Sold CAD 47 @ 0.7500	24-Feb-16	2
Bought USD 104 Sold CAD 139 @ 0.7478	24-Feb-16	5
Bought USD 2 000 Sold CAD 2 734 @ 0.7314	24-Feb-16	33
Bought JPY 106 274 Sold CAD 1 224 @ 86.8470	26-Feb-16	1
Bought USD 5 Sold CAD 7 @ 0.7468	03-Mar-16	–
Bought CAD 1 836 Sold USD 1 315 @ 1.3961	08-Mar-16	17
Bought CAD 2 191 Sold USD 1 578 @ 1.3886	08-Mar-16	8
Bought USD 153 Sold CAD 210 @ 0.7286	08-Mar-16	2
Bought CAD 2 689 Sold EUR 1 775 @ 1.5148	09-Mar-16	15
Bought CAD 202 Sold GBP 98 @ 2.0652	09-Mar-16	3
Bought USD 631 Sold CAD 841 @ 0.7501	10-Mar-16	32
Bought CAD 42 Sold DKK 210 @ 0.1998	15-Mar-16	–
Bought CAD 3 568 Sold EUR 2 353 @ 1.5162	15-Mar-16	23
Bought CAD 2 208 Sold GBP 1 061 @ 2.0810	15-Mar-16	44
Bought SEK 13 680 Sold CAD 2 220 @ 6.1631	15-Mar-16	27
Bought CAD 3 518 Sold EUR 2 325 @ 1.5131	16-Mar-16	16
Bought CAD 138 Sold USD 100 @ 1.3814	16-Mar-16	–
Bought JPY 45 317 Sold CAD 515 @ 87.9903	16-Mar-16	8
		$ 1 530

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 512 Sold USD 1 125 @ 1.3439	04-Jan-16	$ (45)
Bought USD 1 125 Sold CAD 1 571 @ 0.7162	04-Jan-16	(14)
Bought CAD 1 680 Sold EUR 1 145 @ 1.4674	06-Jan-16	(42)
Bought CAD 667 Sold CHF 495 @ 1.3483	06-Jan-16	(16)
Bought CAD 1 575 Sold EUR 1 066 @ 1.4776	06-Jan-16	(28)
Bought CAD 70 Sold EUR 49 @ 1.4236	06-Jan-16	(4)
Bought CAD 215 Sold SEK 1 353 @ 0.1587	07-Jan-16	(7)
Bought CAD 54 Sold CHF 40 @ 1.3502	07-Jan-16	(1)
Bought CAD 18 084 Sold EUR 12 323 @ 1.4675	08-Jan-16	(449)
Bought CAD 48 Sold GBP 24 @ 1.9850	08-Jan-16	(1)
Bought CAD 473 Sold EUR 322 @ 1.4676	08-Jan-16	(12)
Bought CAD 289 Sold EUR 200 @ 1.4458	08-Jan-16	(12)
Bought CAD 180 Sold USD 135 @ 1.3315	08-Jan-16	(7)
Bought CAD 425 Sold EUR 300 @ 1.4182	08-Jan-16	(26)
Bought CAD 135 Sold USD 100 @ 1.3495	08-Jan-16	(3)
Bought CAD 336 Sold USD 246 @ 1.3660	08-Jan-16	(4)
Bought CAD 260 Sold USD 200 @ 1.3013	12-Jan-16	(16)
Bought CAD 1 555 Sold EUR 1 055 @ 1.4741	12-Jan-16	(32)
Bought CAD 2 259 Sold USD 1 720 @ 1.3131	12-Jan-16	(121)
Bought USD 465 Sold CAD 649 @ 0.7162	12-Jan-16	(6)
Bought CAD 90 Sold GBP 45 @ 1.9973	13-Jan-16	(2)
Bought CAD 44 Sold DKK 230 @ 0.1915	13-Jan-16	(2)
Bought CAD 89 Sold SEK 560 @ 0.1584	14-Jan-16	(3)
Bought CAD 259 Sold USD 200 @ 1.2959	14-Jan-16	(18)
Bought CAD 365 Sold CHF 268 @ 1.3636	14-Jan-16	(5)
Bought CAD 7 782 Sold EUR 5 220 @ 1.4907	14-Jan-16	(70)
Bought CAD 419 Sold AUD 440 @ 0.9516	15-Jan-16	(25)
Bought CAD 192 Sold NOK 1 240 @ 0.1545	15-Jan-16	(2)
Bought CAD 38 Sold AUD 40 @ 0.9465	15-Jan-16	(2)
Bought CAD 419 Sold AUD 439 @ 0.9538	15-Jan-16	(24)
Bought CAD 87 Sold AUD 87 @ 0.9955	15-Jan-16	(1)
Bought CAD 97 Sold GBP 49 @ 1.9863	19-Jan-16	(3)
Bought CAD 496 Sold MXN 6 297 @ 0.0787	19-Jan-16	(9)
Bought CAD 775 Sold PLN 2 238 @ 0.3463	19-Jan-16	(14)
Bought CAD 74 Sold DKK 370 @ 0.2000	20-Jan-16	(1)
Bought CAD 1 117 Sold JPY 102 900 @ 0.0109	20-Jan-16	(68)
Bought CAD 182 Sold HKD 1 059 @ 0.1720	20-Jan-16	(7)
Bought CAD 73 Sold HKD 440 @ 0.1670	21-Jan-16	(5)
Bought CAD 1 201 Sold AUD 1 253 @ 0.9587	21-Jan-16	(61)
Bought CAD 87 Sold AUD 87 @ 0.9952	21-Jan-16	(1)
Bought CAD 4 845 Sold JPY 446 226 @ 0.0109	22-Jan-16	(295)
Bought CAD 61 Sold CHF 45 @ 1.3529	22-Jan-16	(1)
Bought CAD 176 Sold CHF 130 @ 1.3523	22-Jan-16	(4)
Bought CAD 557 Sold USD 418 @ 1.3329	22-Jan-16	(21)
Bought CAD 251 Sold CHF 188 @ 1.3332	22-Jan-16	(9)
Bought CAD 164 Sold CHF 125 @ 1.3140	22-Jan-16	(9)
Bought CAD 4 849 Sold EUR 3 302 @ 1.4686	25-Jan-16	(119)
Bought CAD 232 Sold EUR 163 @ 1.4228	25-Jan-16	(13)
Bought CAD 500 Sold EUR 350 @ 1.4275	25-Jan-16	(28)
Bought CAD 53 Sold USD 39 @ 1.3553	25-Jan-16	(1)
Bought CAD 339 Sold USD 248 @ 1.3660	25-Jan-16	(4)
Bought EUR 95 Sold CAD 144 @ 0.6597	25-Jan-16	(1)
Bought EUR 819 Sold CAD 1 242 @ 0.6597	25-Jan-16	(9)
Bought RUB 17 924 Sold CAD 359 @ 49.9810	25-Jan-16	(21)
Bought CAD 320 Sold EUR 220 @ 1.4557	26-Jan-16	(11)

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 51 Sold SEK 328 @ 0.1554	26-Jan-16	$ (3)
Bought CAD 237 Sold USD 180 @ 1.3176	26-Jan-16	(12)
Bought CAD 400 Sold DKK 2 054 @ 0.1950	26-Jan-16	(14)
Bought CAD 206 Sold USD 155 @ 1.3316	26-Jan-16	(8)
Bought CAD 642 Sold EUR 452 @ 1.4205	28-Jan-16	(38)
Bought CAD 673 Sold GBP 337 @ 1.9971	29-Jan-16	(14)
Bought CAD 242 Sold GBP 120 @ 2.0193	29-Jan-16	(2)
Bought CAD 1 319 Sold MXN 16 589 @ 0.0795	29-Jan-16	(10)
Bought CAD 6 937 Sold JPY 638 092 @ 0.0109	01-Feb-16	(413)
Bought CAD 2 462 Sold EUR 1 685 @ 1.4614	01-Feb-16	(73)
Bought CAD 33 Sold USD 24 @ 1.3578	01-Feb-16	(1)
Bought CAD 48 Sold USD 35 @ 1.3672	01-Feb-16	(1)
Bought CAD 658 Sold USD 479 @ 1.3740	01-Feb-16	(5)
Bought CAD 1 519 Sold EUR 1 049 @ 1.4485	02-Feb-16	(59)
Bought CAD 2 726 Sold DKK 14 145 @ 0.1927	02-Feb-16	(126)
Bought CAD 27 Sold DKK 140 @ 0.1927	02-Feb-16	(1)
Bought CAD 785 Sold AUD 837 @ 0.9376	02-Feb-16	(58)
Bought CAD 21 Sold SEK 140 @ 0.1535	03-Feb-16	(1)
Bought CAD 6 951 Sold EUR 4 846 @ 1.4344	03-Feb-16	(342)
Bought CAD 7 006 Sold GBP 3 503 @ 2.0000	03-Feb-16	(140)
Bought CAD 1 003 Sold GBP 500 @ 2.0063	03-Feb-16	(17)
Bought CAD 193 Sold JPY 17 762 @ 0.0109	04-Feb-16	(12)
Bought CAD 2 590 Sold JPY 238 340 @ 0.0109	04-Feb-16	(155)
Bought CAD 141 Sold JPY 13 000 @ 0.0108	04-Feb-16	(9)
Bought CAD 2 133 Sold USD 1 553 @ 1.3735	04-Feb-16	(16)
Bought USD 1 530 Sold CAD 2 136 @ 0.7162	04-Feb-16	(19)
Bought CAD 4 314 Sold EUR 2 959 @ 1.4581	05-Feb-16	(139)
Bought CAD 98 Sold DKK 500 @ 0.1956	05-Feb-16	(3)
Bought CAD 35 Sold HKD 205 @ 0.1700	05-Feb-16	(2)
Bought CAD 182 Sold DKK 925 @ 0.1968	05-Feb-16	(4)
Bought CAD 9 507 Sold EUR 6 472 @ 1.4689	05-Feb-16	(233)
Bought CAD 707 Sold USD 530 @ 1.3346	08-Feb-16	(26)
Bought CAD 10 134 Sold USD 7 698 @ 1.3165	09-Feb-16	(516)
Bought CAD 333 Sold USD 250 @ 1.3331	09-Feb-16	(13)
Bought CAD 5 540 Sold JPY 504 543 @ 0.0110	09-Feb-16	(272)
Bought CAD 195 Sold SEK 1 230 @ 0.1585	09-Feb-16	(7)
Bought CAD 97 Sold DKK 485 @ 0.1999	09-Feb-16	(1)
Bought CAD 930 Sold USD 706 @ 1.3177	10-Feb-16	(47)
Bought CAD 306 Sold SEK 1 887 @ 0.1619	10-Feb-16	(4)
Bought CAD 544 Sold USD 410 @ 1.3275	11-Feb-16	(23)
Bought CAD 720 Sold GBP 359 @ 2.0042	12-Feb-16	(13)
Bought CAD 362 Sold USD 272 @ 1.3324	12-Feb-16	(14)
Bought CAD 888 Sold MXN 11 120 @ 0.0799	12-Feb-16	(2)
Bought CAD 223 Sold DKK 1 160 @ 0.1926	16-Feb-16	(11)
Bought RUB 38 604 Sold CAD 743 @ 51.9820	16-Feb-16	(20)
Bought CAD 1 857 Sold USD 1 400 @ 1.3265	17-Feb-16	(80)
Bought CAD 104 Sold SEK 677 @ 0.1537	17-Feb-16	(7)
Bought CAD 99 Sold CHF 75 @ 1.3150	17-Feb-16	(5)
Bought CAD 1 205 Sold DKK 6 312 @ 0.1910	17-Feb-16	(68)
Bought CAD 172 Sold SEK 1 061 @ 0.1619	17-Feb-16	(2)
Bought CAD 1 204 Sold USD 902 @ 1.3348	18-Feb-16	(44)
Bought CAD 487 Sold JPY 45 000 @ 0.0108	18-Feb-16	(31)
Bought CAD 162 Sold JPY 14 925 @ 0.0108	18-Feb-16	(10)
Bought CAD 2 385 Sold GBP 1 173 @ 2.0335	18-Feb-16	(7)
Bought CAD 322 Sold GBP 160 @ 2.0139	18-Feb-16	(4)

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 201 Sold GBP 100 @ 2.0104	18-Feb-16	$ (3)
Bought CAD 890 Sold USD 666 @ 1.3358	18-Feb-16	(32)
Bought CAD 398 Sold USD 295 @ 1.3495	18-Feb-16	(10)
Bought CAD 2 726 Sold USD 2 005 @ 1.3597	18-Feb-16	(48)
Bought CAD 80 Sold AUD 80 @ 0.9972	18-Feb-16	(1)
Bought USD 79 Sold CAD 110 @ 0.7166	18-Feb-16	(1)
Bought CAD 3 482 Sold USD 2 620 @ 1.3289	19-Feb-16	(143)
Bought CAD 64 Sold AUD 67 @ 0.9516	19-Feb-16	(4)
Bought CAD 83 Sold AUD 85 @ 0.9790	19-Feb-16	(2)
Bought CAD 758 Sold TRY 1 672 @ 0.4532	19-Feb-16	(24)
Bought CAD 111 Sold AUD 112 @ 0.9947	19-Feb-16	(1)
Bought CAD 1 016 Sold GBP 501 @ 2.0285	22-Feb-16	(6)
Bought CAD 2 574 Sold USD 1 935 @ 1.3303	22-Feb-16	(103)
Bought CAD 1 261 Sold JPY 115 857 @ 0.0109	22-Feb-16	(74)
Bought MXN 14 776 Sold CAD 1 187 @ 12.4530	22-Feb-16	(5)
Bought CAD 266 Sold USD 200 @ 1.3300	23-Feb-16	(11)
Bought CAD 898 Sold DKK 4 707 @ 0.1907	23-Feb-16	(52)
Bought CAD 97 Sold HKD 550 @ 0.1757	23-Feb-16	(2)
Bought CAD 5 951 Sold USD 4 469 @ 1.3316	24-Feb-16	(232)
Bought CAD 1 213 Sold USD 911 @ 1.3317	24-Feb-16	(47)
Bought USD 200 Sold CAD 279 @ 0.7178	24-Feb-16	(2)
Bought CAD 750 Sold HKD 4 356 @ 0.1722	25-Feb-16	(28)
Bought CAD 237 Sold SEK 1 545 @ 0.1535	25-Feb-16	(16)
Bought CAD 10 750 Sold USD 8 055 @ 1.3346	25-Feb-16	(394)
Bought CAD 75 Sold HKD 427 @ 0.1753	25-Feb-16	(1)
Bought CAD 1 160 Sold JPY 106 274 @ 0.0109	26-Feb-16	(64)
Bought CAD 4 401 Sold USD 3 292 @ 1.3370	26-Feb-16	(153)
Bought CAD 1 964 Sold GBP 965 @ 2.0351	26-Feb-16	(4)
Bought CAD 1 274 Sold USD 957 @ 1.3314	29-Feb-16	(50)
Bought CAD 483 Sold HKD 2 798 @ 0.1727	01-Mar-16	(17)
Bought CAD 4 001 Sold USD 3 008 @ 1.3303	01-Mar-16	(160)
Bought CAD 5 543 Sold JPY 508 081 @ 0.0109	01-Mar-16	(313)
Bought CAD 2 817 Sold USD 2 108 @ 1.3365	02-Mar-16	(99)
Bought CAD 734 Sold GBP 368 @ 1.9952	02-Mar-16	(16)
Bought CAD 169 Sold SEK 1 072 @ 0.1576	02-Mar-16	(7)
Bought CAD 996 Sold USD 747 @ 1.3332	03-Mar-16	(38)
Bought CAD 2 292 Sold JPY 211 317 @ 0.0108	03-Mar-16	(143)
Bought CAD 7 082 Sold EUR 4 995 @ 1.4178	04-Mar-16	(440)
Bought CAD 2 600 Sold USD 1 944 @ 1.3373	04-Mar-16	(90)
Bought CAD 4 892 Sold JPY 448 569 @ 0.0109	04-Mar-16	(278)
Bought CAD 336 Sold AUD 343 @ 0.9783	04-Mar-16	(9)
Bought CAD 12 376 Sold USD 9 251 @ 1.3378	07-Mar-16	(422)
Bought CAD 2 761 Sold USD 2 067 @ 1.3356	07-Mar-16	(99)

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 230 Sold USD 1 670 @ 1.3351	07-Mar-16	$ (81)
Bought BRL 1 760 Sold CAD 609 @ 2.8890	08-Mar-16	(7)
Bought CAD 377 Sold JPY 34 538 @ 0.0109	08-Mar-16	(21)
Bought CAD 8 092 Sold USD 6 044 @ 1.3389	08-Mar-16	(269)
Bought CAD 254 Sold USD 190 @ 1.3365	10-Mar-16	(9)
Bought CAD 10 239 Sold USD 7 669 @ 1.3351	10-Mar-16	(371)
Bought CAD 4 403 Sold USD 3 256 @ 1.3523	11-Mar-16	(102)
Bought CAD 4 401 Sold JPY 386 105 @ 0.0114	14-Mar-16	(51)
Bought CAD 33 Sold JPY 3 000 @ 0.0111	15-Mar-16	(1)
Bought CAD 142 Sold SEK 875 @ 0.1622	17-Mar-16	(2)
Bought CAD 1 002 Sold USD 725 @ 1.3817	17-Mar-16	(1)
Bought CAD 3 299 Sold USD 2 423 @ 1.3617	18-Mar-16	(53)
		$ (9 484)
TOTAL FOREIGN EXCHANGE		$ (7 954)

All counterparties have a credit rating of at least A.

* Investment in related party (see note 8 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 0.41% to 0.82% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 753 841**	$ 774 018
Cash	**197**	167
Due from investment dealers	**–**	167
Subscriptions receivable	**260**	230
Unrealized gain on futures contracts	**134**	1 082
Unrealized gain on foreign exchange contracts	**1 530**	2 784
Dividends receivable, interest accrued and other assets	**2 182**	2 233
TOTAL ASSETS	**758 144**	780 681
LIABILITIES		
Due to investment dealers	**880**	1 507
Redemptions payable	**506**	508
Unrealized loss on futures contracts	**146**	192
Futures contracts margin payable	**100**	906
Unrealized loss on foreign exchange contracts	**9 484**	3 695
Distributions payable	**20**	–
Accounts payable and accrued expenses	**1 356**	1 619
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**12 492**	8 427
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 745 652**	$ 772 254
Investments at cost	**$ 651 912**	$ 670 035
NAV		
SERIES A	**$ 701 620**	$ 742 388
ADVISOR SERIES	**$ 7 619**	$ 6 996
SERIES T5	**$ 87**	$ 59
SERIES T8	**$ 3 108**	$ 687
SERIES D	**$ 15 962**	$ 13 315
SERIES F	**$ 3 158**	$ 2 165
SERIES O	**$ 14 098**	$ 6 644
NAV PER UNIT		
SERIES A	**$ 15.83**	$ 15.21
ADVISOR SERIES	**$ 15.97**	$ 15.34
SERIES T5	**$ 13.51**	$ 13.63
SERIES T8	**$ 8.74**	$ 9.09
SERIES D	**$ 16.98**	$ 16.17
SERIES F	**$ 18.23**	$ 17.31
SERIES O	**$ 18.69**	$ 17.57

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 10 929**	$ 9 336
Interest for distribution purposes	**7 112**	8 199
Net gain (loss) from futures contracts	**29**	668
Other derivatives	**5**	–
Other income (loss)	**93**	86
Other income received from underlying funds	**1 281**	956
Securities lending revenue (see note 6 in the generic notes)	**86**	67
Capital gains received from underlying funds	**1 519**	2 353
Net realized gain (loss) on investments	**60 461**	67 693
Net gain (loss) on foreign currencies and other net assets	**(22 718)**	(3 084)
Change in unrealized gain (loss) on investments	**(9 097)**	(3 830)
TOTAL INCOME (LOSS)	**49 700**	82 444
EXPENSES (see notes – Fund Specific Information)		
Management fees	**13 920**	15 234
Administration fees	**1 128**	1 143
Independent Review Committee costs	**3**	3
GST/HST	**1 493**	1 628
Transaction costs	**529**	828
Withholding tax	**710**	665
TOTAL EXPENSES	**17 783**	19 501
INCREASE (DECREASE) IN NAV	**$ 31 917**	$ 62 943
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 30 385**	$ 60 568
ADVISOR SERIES	**$ 274**	$ 514
SERIES T5	**$ 2**	$ 6
SERIES T8	**$ 8**	$ 43
SERIES D	**$ 640**	$ 1 104
SERIES F	**$ 110**	$ 142
SERIES O	**$ 498**	$ 566
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.64**	$ 1.18
ADVISOR SERIES	**$ 0.66**	$ 1.21
SERIES T5	**$ 0.58**	$ 1.08
SERIES T8	**$ 0.38**	$ 0.74
SERIES D	**$ 0.84**	$ 1.39
SERIES F	**$ 0.95**	$ 1.54
SERIES O	**$ 1.16**	$ 1.75

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 31 917**	$ 62 943
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(60 466)**	(67 687)
Change in unrealized loss (gain) on investments	**9 097**	3 830
(Increase) decrease in accrued receivables	**999**	3 011
Increase (decrease) in accrued payables	**(309)**	(2 725)
Cost of investments purchased	**(1 040 046)**	(1 096 243)
Proceeds on sales of investments	**1 118 175**	1 162 629
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**59 367**	65 758
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**60 950**	51 295
Cash paid on redemption of redeemable units	**(119 379)**	(118 067)
Distributions paid to holders of redeemable units	**(102)**	(33)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (58 531)**	$ (66 805)
Net increase (decrease) in cash for the period	**836**	(1 047)
Cash (bank overdraft), beginning of period	**(739)**	308
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 97**	$ (739)
Interest received (paid)	**$ 7 280**	$ 8 554
Dividends received, net of withholding taxes	**$ 10 195**	$ 8 793

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 742 388**	$ 754 205	**$ 6 996**	$ 5 435	**$ 59**	$ 120	**$ 687**	$ 368
INCREASE (DECREASE) IN NAV	**30 385**	60 568	**274**	514	**2**	6	**8**	43
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**37 168**	40 865	**2 051**	2 389	**48**	40	**3 041**	428
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**3**	1	**15**	15
Redemption of redeemable units	**(108 321)**	(113 250)	**(1 702)**	(1 342)	**(21)**	(105)	**(507)**	(121)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(71 153)**	(72 385)	**349**	1 047	**30**	(64)	**2 549**	322
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**(4)**	(3)	**(136)**	(46)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**(4)**	(3)	**(136)**	(46)
NET INCREASE (DECREASE) IN NAV	**(40 768)**	(11 817)	**623**	1 561	**28**	(61)	**2 421**	319
NAV AT END OF PERIOD	**$ 701 620**	$ 742 388	**$ 7 619**	$ 6 996	**$ 87**	$ 59	**$ 3 108**	$ 687

For the periods ended December 31 (see note 2 in the generic notes)	Series D		Series F		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 13 315**	$ 11 178	**$ 2 165**	$ 1 038	**$ 6 644**	$ 4 113	**$ 772 254**	$ 776 457
INCREASE (DECREASE) IN NAV	**640**	1 104	**110**	142	**498**	566	**31 917**	62 943
Early redemption fees	**1**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**5 066**	3 865	**1 462**	1 324	**12 144**	2 303	**60 980**	51 214
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**18**	16
Redemption of redeemable units	**(3 060)**	(2 832)	**(579)**	(339)	**(5 188)**	(338)	**(119 378)**	(118 327)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 007**	1 033	**883**	985	**6 956**	1 965	**(58 379)**	(67 097)
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**(140)**	(49)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**(140)**	(49)
NET INCREASE (DECREASE) IN NAV	**2 647**	2 137	**993**	1 127	**7 454**	2 531	**(26 602)**	(4 203)
NAV AT END OF PERIOD	**$ 15 962**	$ 13 315	**$ 3 158**	$ 2 165	**$ 14 098**	$ 6 644	**$ 745 652**	$ 772 254

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

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 36.9% (December 31, 2014 – 37.1%) 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 2015**	December 31 2014
AAA	**31.1**	17.2
AA	**26.3**	41.3
A	**32.1**	35.3
BBB	**10.4**	6.2
BB	**0.1**	–
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 2015**	December 31 2014
Foreign Bonds	**21.3**	21.2
United States Equities	**18.9**	19.5
Canadian Equities	**18.1**	17.9
International Equities	**15.8**	13.8
Canadian Bonds	**15.6**	15.9
Investment Funds	**7.8**	7.6
Cash/Other	**2.5**	4.1
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.9% (December 31, 2014 – 37.1%) 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 2015**	December 31 2014
Less than 1 year	**3.5**	6.5
1 – 5 years	**43.4**	50.3
5 – 10 years	**28.9**	18.5
> 10 years	**24.2**	24.7
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 2.3%). 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 2015**	December 31 2014
United States dollar	**15.9**	17.9
Euro	**2.7**	2.7
Japanese yen	**2.7**	2.0
Pound sterling	**2.3**	2.0
Danish krone	**0.8**	–
Hong Kong dollar	**0.7**	–
Swiss franc	**0.7**	0.7
Australian dollar	**0.5**	0.5
Other currencies	**1.4**	1.8
Total	**27.7**	27.6

As at December 31, 2015, 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, 2014 – 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 36-month historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**275 471**	**116 386**	**–**	**391 857**
Mutual fund units	**58 640**	**–**	**–**	**58 640**
Fixed-income and debt securities	**–**	**275 610**	**–**	**275 610**
Short-term investments	**–**	**27 734**	**–**	**27 734**
Derivatives – assets	**134**	**1 530**	**–**	**1 664**
Derivatives – liabilities	**(146)**	**(9 484)**	**–**	**(9 630)**
Total financial instruments	**334 099**	**411 776**	**–**	**745 875**
% of total portfolio	**44.8**	**55.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 D	1.10%
Series F	0.85%

Effective January 1, 2015, the management fees for Series A, Advisor Series, Series T5 and Series T8 units were reduced to 1.85% from 2.00%; for Series D units were reduced to 1.10% from 1.25%; and for Series F units were 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%

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 2015	December 31 2014
Units held		
Series T5	**48**	46
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	**1.0**	**2.8**	1.0	1.9
RBC Emerging Markets Dividend Fund	**0.3**	**0.5**	0.3	0.7
RBC Emerging Markets Equity Fund	**4.2**	**1.3**	3.9	1.6
RBC Emerging Markets Small-Cap Equity Fund	**0.3**	**0.8**	0.3	1.1
RBC U.S. Mid-Cap Equity Fund	**0.9**	**1.1**	0.9	0.6
RBC U.S. Mid-Cap Value Equity Fund	**0.9**	**1.4**	0.9	2.8
RBC U.S. Small-Cap Core Equity Fund	**0.2**	**1.0**	0.3	1.3

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	–
Non-capital losses	5 509
Non-capital losses expire in:	
2028	5 509

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)	**2015**	2014
Series A		
Opening units	**48 812**	53 778
Issued number of units	**2 343**	2 808
Reinvested number of units	**–**	–
Redeemed number of units	**(6 838)**	(7 774)
Ending number of units	**44 317**	48 812
Advisor Series		
Opening units	**456**	384
Issued number of units	**129**	163
Reinvested number of units	**–**	–
Redeemed number of units	**(108)**	(91)
Ending number of units	**477**	456
Series T5		
Opening units	**4**	9
Issued number of units	**4**	3
Reinvested number of units	**–**	–
Redeemed number of units	**(2)**	(8)
Ending number of units	**6**	4
Series T8		
Opening units	**76**	41
Issued number of units	**333**	46
Reinvested number of units	**2**	2
Redeemed number of units	**(55)**	(13)
Ending number of units	**356**	76
Series D		
Opening units	**823**	756
Issued number of units	**298**	251
Reinvested number of units	**–**	–
Redeemed number of units	**(181)**	(184)
Ending number of units	**940**	823
Series F		
Opening units	**125**	66
Issued number of units	**80**	79
Reinvested number of units	**–**	–
Redeemed number of units	**(32)**	(20)
Ending number of units	**173**	125
Series O		
Opening units	**378**	260
Issued number of units	**655**	138
Reinvested number of units	**–**	–
Redeemed number of units	**(279)**	(20)
Ending number of units	**754**	378

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**529**	**100**	828	100
Related-party brokerage commissions*	**39**	**7**	60	7
Commission arrangements†	**25**	**5**	47	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 2015	December 31 2014
Fair value of securities loaned	**48 615**	57 342
Fair value of collateral received	**49 588**	58 488

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC JANTZI BALANCED FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
1 529	Canadian Tire Corp. Ltd., Class A	$ 155	$ 181	
1 864	Dollarama Inc.	100	149	
5 462	Gildan Activewear Inc., Class A	141	215	
2 065	Imax Corp.	71	102	
1 491	Linamar Corp.	73	111	
5 792	Magna International Inc., Class A	255	325	
4 039	Quebecor Inc., Class B	115	137	
1 625	Restaurant Brands International Inc.	82	84	
5 060	Shaw Communications Inc., Class B	127	120	
6 566	Thomson Corp.	271	344	
		1 390	1 768	**1.8**
Consumer Staples				
4 370	Loblaw Companies Ltd.	236	286	
4 634	Maple Leaf Foods Inc.	93	110	
2 036	Metro Inc., Class A	72	79	
4 265	Saputo Group Inc.	129	141	
		530	616	**0.6**
Energy				
2 601	AltaGas Ltd.	97	80	
7 309	ARC Resources Ltd.	163	122	
2 105	Baytex Energy Corp.	33	9	
3 772	Bonavista Energy Corp.	49	7	
14 238	Canadian Natural Resources Ltd.	486	430	
4 679	Canadian Oil Sands Ltd.	55	39	
5 907	Cardinal Energy Ltd.	67	52	
13 496	Cenovus Energy Inc.	327	236	
5 486	Crescent Point Energy Corp.	191	88	
16 754	Crew Energy Inc.	118	68	
14 614	Encana Corp.	250	103	
3 830	Enerplus Corp.	76	18	
1 602	Gibson Energy Inc.	34	22	
6 247	Husky Energy Inc.	162	89	
4 170	Imperial Oil Ltd.	188	188	
4 633	Inter Pipeline Ltd.	121	103	
6 224	Kelt Exploration Ltd.	44	26	
3 654	Keyera Corp.	119	147	
2 775	MEG Energy Corp.	67	22	
11 633	Nuvista Energy Ltd.	90	47	
7 679	Pembina Pipeline Corp.	258	232	
15 452	Pengrowth Energy Corp.	69	16	
5 773	PrairieSky Royalty Ltd.	169	127	
9 382	Precision Drilling Corp.	75	51	
2 619	Raging River Exploration Inc.	20	22	
2 744	ShawCor Ltd.	93	77	
31 402	Spartan Energy Corp.	94	74	
17 613	Suncor Energy Inc.	616	629	
1 973	Tourmaline Oil Corp.	79	44	
4 691	Trinidad Drilling Ltd.	30	10	
Energy (cont.)				
5 065	Veresen Inc.	$ 74	$ 45	
3 368	Vermilion Energy Inc.	134	127	
7 882	Whitecap Resources Inc.	105	71	
		4 553	3 421	**3.5**
Financials				
2 707	Allied Properties Real Estate Investment Trust	96	85	
8 169	Bank of Montreal	571	638	
15 887	Bank of Nova Scotia	929	889	
1 654	Boardwalk Real Estate Investment Trust	96	78	
13 853	Brookfield Asset Management Inc., Class A	477	605	
6 633	Brookfield Property Partners LP	147	214	
8 062	Canaccord Genuity Group Inc.	63	41	
4 759	Canadian Imperial Bank of Commerce	419	434	
4 107	CI Financial Corp.	130	126	
12 091	Element Financial Corp.	203	202	
7 068	Fiera Capital Corp.	88	80	
6 518	First Capital Realty Inc.	121	120	
1 604	Intact Financial Corp.	122	142	
29 961	Manulife Financial Corporation	629	621	
3 962	National Bank of Canada	174	160	
1 079	Onex Corporation	57	92	
19 127	Plaza Retail Real Estate Investment Trust	83	90	
10 481	Power Corporation of Canada	305	303	
17 857	Royal Bank of Canada*	1 172	1 324	
7 201	Sun Life Financial Inc.	261	311	
23 417	Toronto-Dominion Bank	1 057	1 270	
		7 200	7 825	**8.0**
Health Care				
5 334	Chartwell Retirement Residences Real Estate Investment Trust	56	68	
		56	68	**0.1**
Industrials				
5 272	Air Canada	40	54	
5 217	ATS Automation Tooling Systems	79	59	
17 572	Bombardier Inc., Class B	43	24	
12 010	Canadian National Railway Co.	634	929	
1 598	Canadian Pacific Railway Ltd.	237	282	
1 986	Progressive Waste Solutions Ltd.	63	65	
1 448	WestJet Airlines Ltd.	35	29	
		1 131	1 442	**1.5**
Information Technology				
5 642	BlackBerry Ltd.	58	72	
5 849	CGI Group Inc., Class A	300	324	
5 315	Descartes Systems Group Inc.	89	148	
1 928	Open Text Corp.	100	128	
18 601	Redknee Solutions Inc.	91	55	
		638	727	**0.7**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
4 840	Agnico Eagle Mines Ltd.	$ 168	$ 176	
1 986	Agrium Inc.	227	246	
4 835	Canfor Pulp Products Inc.	59	65	
3 876	Detour Gold Corp.	50	56	
6 484	Dominion Diamond Corp.	110	92	
8 428	Eldorado Gold Corp.	59	35	
8 298	First Quantum Minerals Ltd.	60	43	
2 686	Franco-Nevada Corp.	147	170	
10 696	Goldcorp Inc.	218	171	
144	HudBay Minerals Inc.	1	1	
1 587	Interfor Corp.	19	22	
18 482	Lundin Mining Corp.	93	70	
1 586	Methanex Corp.	97	72	
1 492	Norbord Inc.	32	40	
2 665	Osisko Gold Royalties Ltd.	42	36	
7 863	Potash Corporation of Saskatchewan Inc.	296	186	
4 503	Primero Mining Corp.	28	14	
3 584	Silver Wheaton Corp.	87	62	
16 797	Torex Gold Resources Inc.	28	21	
		1 821	1 578	**1.6**
Telecommunication Services				
8 079	BCE Inc.	379	432	
5 927	Rogers Communications Inc., Class B	257	283	
9 421	TELUS Corp.	333	360	
		969	1 075	**1.1**
Utilities				
12 199	Algonquin Power & Utilities Corp.	101	133	
5 030	Boralex Inc., Class A	65	73	
1 877	Brookfield Infrastructure Partners LP	72	98	
3 070	Brookfield Renewable Energy Partners LP	90	111	
2 960	Canadian Utilities Ltd., Class A	117	95	
4 123	Fortis Inc.	157	154	
4 752	Northland Power Inc.	78	89	
		680	753	**0.8**
TOTAL CANADIAN EQUITIES		18 968	19 273	**19.7**
FOREIGN EQUITIES				
UNITED STATES EQUITIES				
Consumer Discretionary				
1 900	Home Depot Inc.	326	348	
3 200	McDonald's Corp.	505	523	
2 800	Nike Inc.	242	242	
2 100	Nordstrom Inc.	157	145	
600	O'Reilly Automotive Inc.	209	210	
4 000	Starbucks Corp.	328	332	
2 300	The Walt Disney Company	357	334	
4 100	TJX Companies Inc.	372	402	
		2 496	2 536	**2.6**
Consumer Staples				
900	Costco Wholesale Corp.	$ 195	$ 201	
1 000	CVS Health Corp.	134	135	
3 200	Kimberly-Clark Corp.	498	564	
4 600	PepsiCo Inc.	612	636	
3 300	The Coca-Cola Co.	199	196	
5 800	The Kroger Co.	290	336	
5 000	The Procter & Gamble Co.	531	549	
		2 459	2 617	**2.7**
Energy				
7 400	Devon Energy Corporation	434	328	
2 600	EOG Resources Inc.	290	255	
2 200	Schlumberger Ltd.	222	212	
2 500	Valero Energy Corp.	234	245	
		1 180	1 040	**1.1**
Financials				
2 200	Aflac Inc.	185	182	
3 600	American International Group Inc.	280	309	
3 500	Bank of New York Mellon Corp.	202	200	
500	BlackRock Inc.	238	236	
2 900	Capital One Financial Corp.	298	290	
1 300	CME Group Inc., Class A	164	163	
300	Essex Property Trust Inc.	99	99	
8 600	Morgan Stanley	381	379	
300	Public Storage Inc. Real Estate Investment Trust	95	103	
1 600	The Goldman Sachs Group Inc.	404	399	
6 700	Wells Fargo & Company	498	504	
		2 844	2 864	**2.9**
Health Care				
1 000	Amgen Inc.	226	225	
1 200	Anthem Inc.	224	232	
900	Biogen Inc.	368	382	
2 600	Cardinal Health Inc.	301	321	
800	Cigna Corp.	142	162	
2 900	Edwards Lifesciences Corp.	310	317	
4 200	Eli Lilly & Co.	482	490	
2 400	Gilead Sciences Inc.	338	336	
13 600	Pfizer Inc.	612	607	
1 100	UnitedHealth Group Incorporated	172	179	
		3 175	3 251	**3.3**
Industrials				
2 300	Danaher Corp.	296	296	
3 400	Delta Air Lines Inc.	221	238	
13 800	General Electric Company	553	595	
2 200	Honeywell International Inc.	318	315	
4 800	Masco Corp.	184	188	
8 000	The ADT Corp.	365	365	
4 800	Waste Management Inc.	352	354	
		2 289	2 351	**2.4**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
2 200	Accenture Plc., Class A	$ 313	$ 318	
200	Alphabet Inc., Class A	203	215	
300	Alphabet Inc., Class C	297	315	
5 100	Apple Inc.	774	743	
7 000	Cisco Systems Inc.	261	263	
5 000	eBay Inc.	190	190	
1 600	Electronic Arts Inc.	143	152	
11 300	Intel Corp.	520	539	
3 200	MasterCard Inc.	419	431	
7 900	Microsoft Corp.	555	606	
3 500	Visa Inc., Class A	370	376	
		4 045	4 148	**4.2**
Materials				
4 700	LyondellBasell Industries N.V.	573	565	
		573	565	**0.6**
Telecommunication Services				
11 900	AT&T Inc.	545	567	
3 100	Verizon Communications Inc.	189	198	
		734	765	**0.8**
Utilities				
24 200	NiSource Inc.	627	653	
		627	653	**0.7**
TOTAL UNITED STATES EQUITIES		20 422	20 790	**21.3**
INTERNATIONAL EQUITIES				
Australia				
45 382	Brambles Ltd.	435	526	
4 300	CSL Ltd.	324	454	
4 281	Macquarie Group Ltd.	325	354	
9 721	Westpac Banking Corporation	324	326	
		1 408	1 660	**1.7**
Belgium				
4 364	InBev N.V.	560	751	
		560	751	**0.8**
Denmark				
9 237	Christian Hansen Holding A/S	365	799	
10 649	Novo Nordisk A/S	464	854	
7 934	Novozymes A/S	429	526	
		1 258	2 179	**2.2**
Finland				
7 263	Sampo OYJ	312	511	
		312	511	**0.5**
Germany				
1 247	Continental AG	261	418	
7 005	GEA Group AG	273	392	
3 725	Henkel KGaA, Preferred Non-Voting	382	576	
3 782	SAP SE	271	417	
4 275	Symrise AG	341	393	
		1 528	2 196	**2.2**
Hong Kong				
18 760	CK Hutchison Holdings Ltd.	406	349	
23 821	Standard Chartered Plc.	348	276	
		754	625	**0.6**
Ireland				
3 951	Paddy Power Plc.	$ 375	$ 731	
		375	731	**0.8**
Italy				
16 746	Anima Holding S.p.A.	204	200	
		204	200	**0.2**
Japan				
11 000	Ajinomoto Co. Inc.	281	360	
8 200	Bridgestone Corp.	385	389	
12 000	Kubota Corp.	225	257	
60 000	Mitsubishi UFJ Financial Group Inc.	450	514	
3 000	Nitori Co. Ltd.	306	349	
11 100	Seiko Epson Corp.	263	237	
4 300	SoftBank Group Corp.	353	300	
6 700	Sony Corp.	221	228	
3 600	Sysmex Corp.	253	320	
10 500	The Dai-ichi Life Insurance Co. Ltd.	176	242	
6 700	Tokio Marine Holdings, Inc.	242	358	
3 300	Toyota Motor Corp.	196	281	
		3 351	3 835	**3.9**
Netherlands				
21 280	ING Groep N.V.	318	396	
95 948	Koninklijke KPN N.V.	384	502	
25 782	Relx N.V.	426	601	
		1 128	1 499	**1.5**
Norway				
15 487	DnB ASA	236	264	
		236	264	**0.3**
Spain				
4 363	Grifols S.A.	234	279	
		234	279	**0.3**
Sweden				
10 461	Swedbank AB	235	319	
		235	319	**0.3**
Switzerland				
3 754	Novartis AG	324	447	
1 913	Roche Holdings AG Genusscheine	528	734	
1 379	Schindler Holding AG	208	319	
		1 060	1 500	**1.5**
United Kingdom				
37 706	Aberdeen Asset Management Plc.	240	222	
11 735	ARM Holdings Plc.	233	247	
3 869	Berkeley Group Holdings Plc.	167	291	
67 956	BT Group Plc.	362	653	
13 450	Capita Plc.	295	331	
33 549	Daily Mail & General Trust Plc.	453	478	
9 209	London Stock Exchange Group Plc.	325	516	
14 142	Petrofac Limited	263	230	
24 775	Playtech Plc.	338	420	
3 206	Shire Plc.	254	304	
		2 930	3 692	**3.8**
TOTAL INTERNATIONAL EQUITIES		15 573	20 241	**20.6**
TOTAL FOREIGN EQUITIES		35 995	41 031	**41.9**
TOTAL EQUITIES		54 963	60 304	**61.6**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
CORPORATE						
100	407 International Inc.	5.750	14-Feb-36	$ 95	$ 124	
100	AltaGas Ltd.	4.600	15-Jan-18	108	105	
150	AltaGas Ltd.	4.550	17-Jan-19	163	159	
100	AltaLink LP	3.668	06-Nov-23	108	108	
250	Bank of Montreal	6.020	02-May-18	285	276	
100	Bank of Montreal	2.120	16-Mar-22	100	99	
100	Bank of Nova Scotia	1.330	01-May-18	100	100	
150	Bank of Nova Scotia	2.130	15-Jun-20	150	151	
100	Bell Canada	3.500	10-Sep-18	106	104	
150	Bell Canada	6.100	16-Mar-35	170	176	
150	Caisse Centrale Desjardins	2.795	19-Nov-18	150	155	
150	Caisse Centrale Desjardins	1.748	02-Mar-20	150	149	
100	Canadian Credit Card Trust II	1.829	24-Mar-20	100	100	
200	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	202	204	
50	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	50	50	
150	Canadian Real Estate Investment Trust	3.676	24-Jul-18	154	155	
150	Canadian Western Bank	3.077	14-Jan-19	150	153	
100	Choice Properties LP	3.000	20-Sep-19	104	103	
200	First Capital Realty Inc.	4.790	30-Aug-24	214	219	
150	Ford Credit Canada Ltd.	2.939	19-Feb-19	152	152	
100	FortisBC Energy Inc.	3.375	13-Apr-45	100	89	
150	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	155	158	
100	Greater Toronto Airports Authority	5.960	20-Nov-19	123	117	
50	Greater Toronto Airports Authority	6.470	02-Feb-34	56	69	
100	H&R Real Estate Investment Trust	3.344	20-Jun-18	99	102	
250	Inter Pipeline Ltd.	4.967	02-Feb-21	281	279	
150	Loblaw Companies Ltd.	5.900	18-Jan-36	138	174	
200	Manulife Bank of Canada	1.405	27-Feb-18	200	199	
250	Master Credit Card Trust	2.626	21-Jan-17	255	254	
150	National Bank of Canada	2.689	21-Aug-17	153	153	
100	OMERS Realty Corp.	2.498	05-Jun-18	102	102	
125	Rogers Communications Inc.	6.110	25-Aug-40	138	144	
250	Royal Bank of Canada*	1.920	17-Jul-20	249	250	
150	Shaw Communications Inc.	5.650	01-Oct-19	168	167	
100	TELUS Corp.	2.350	28-Mar-22	99	98	
100	TELUS Corp.	4.400	01-Apr-43	89	91	
100	Toronto-Dominion Bank	4.779	14-Dec-16	99	103	
100	Toronto-Dominion Bank	1.693	02-Apr-20	100	99	
150	Union Gas Ltd.	4.850	25-Apr-22	167	171	
25	Wells Fargo Canada Corp.	2.780	15-Nov-18	25	26	
150	Wells Fargo Canada Corp.	2.944	25-Jul-19	147	157	
				5 754	5 844	**6.0**
FEDERAL						
100	Canada Housing Trust No. 1	1.700	15-Dec-17	102	102	
265	Canada Housing Trust No. 1	3.350	15-Dec-20	286	291	
200	Government of Canada	1.250	01-Aug-17	204	202	
150	Government of Canada	1.750	01-Sep-19	151	156	
300	Government of Canada	0.750	01-Sep-20	297	300	
175	Government of Canada	1.500	01-Jun-23	180	179	
30	Government of Canada	2.500	01-Jun-24	30	33	
42	Government of Canada	5.750	01-Jun-33	55	65	
75	Government of Canada	4.000	01-Jun-41	96	102	
				1 401	1 430	**1.5**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL						
300	Province of New Brunswick	4.400	03-Jun-19	$ 332	$ 333	
75	Province of Newfoundland and Labrador	6.150	17-Apr-28	89	101	
130	Province of Nova Scotia	4.500	01-Jun-37	137	153	
285	Province of Ontario USD	1.100	25-Oct-17	320	393	
100	Province of Ontario USD	3.150	15-Dec-17	129	143	
550	Province of Ontario	2.100	08-Sep-18	547	567	
300	Province of Ontario USD	2.000	30-Jan-19	399	417	
200	Province of Ontario	4.200	02-Jun-20	218	224	
400	Province of Ontario	3.150	02-Jun-22	402	433	
100	Province of Ontario	2.850	02-Jun-23	100	106	
200	Province of Ontario	3.500	02-Jun-24	206	220	
300	Province of Ontario	2.600	02-Jun-25	310	307	
300	Province of Ontario	4.600	02-Jun-39	370	368	
150	Province of Ontario	4.650	02-Jun-41	176	187	
330	Province of Ontario	3.450	02-Jun-45	307	345	
400	Province of Ontario	2.900	02-Dec-46	377	376	
240	Province of Quebec	4.500	01-Dec-17	237	257	
150	Province of Quebec	3.000	01-Sep-23	149	160	
300	Province of Quebec	3.750	01-Sep-24	322	336	
70	Province of Quebec	5.000	01-Dec-38	84	90	
65	Province of Quebec	5.000	01-Dec-41	71	85	
50	Province of Quebec	4.250	01-Dec-43	52	59	
350	Province of Quebec	3.500	01-Dec-45	391	367	
				5 725	6 027	**6.2**
TOTAL CANADIAN BONDS				12 880	13 301	**13.7**
FOREIGN BONDS						
Australia						
55	Australia Government AUD	2.750	21-Apr-24	52	55	
40	Australia Government AUD	2.750	21-Jun-35	39	37	
				91	92	**0.1**
Austria						
130	Austria Government EUR	1.200	20-Oct-25	182	201	
				182	201	**0.2**
Belgium						
289	Belgium Government EUR	2.600	22-Jun-24	472	501	
15	Belgium Government EUR	3.750	22-Jun-45	20	31	
				492	532	**0.5**
Denmark						
1 850	Denmark Government DKK	3.000	15-Nov-21	391	432	
				391	432	**0.4**
Finland						
16	Finland Government EUR	2.750	04-Jul-28	21	29	
				21	29	–
France						
550	France O.A.T. EUR	2.250	25-May-24	871	932	
151	France O.A.T. EUR	4.750	25-Apr-35	346	341	
18	France O.A.T. EUR	3.250	25-May-45	35	35	
61	France O.A.T. EUR	4.000	25-Apr-60	143	140	
				1 395	1 448	**1.5**
Germany						
170	Bundesrepublik Deutschland EUR	1.500	04-Sep-22	222	279	
465	Bundesrepublik Deutschland EUR	0.500	15-Feb-25	668	696	
				890	975	**1.0**

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December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
Ireland						
10 000	DEPFA ACS Bank JPY	1.650	20-Dec-16	$ 110	$ 116	
60	GE Capital European Funding EUR	3.750	04-Apr-16	97	91	
66	Ireland Government EUR	5.000	18-Oct-20	112	122	
18	Ireland Government EUR	3.400	18-Mar-24	27	32	
20	Ireland Government EUR	2.400	15-May-30	32	33	
				378	394	**0.4**
Italy						
520	Buoni Poliennali Del Tesoro EUR	0.300	15-Oct-18	771	787	
352	Buoni Poliennali Del Tesoro EUR	2.500	01-May-19	537	568	
120	Buoni Poliennali Del Tesoro EUR	2.500	01-Dec-24	184	196	
200	Buoni Poliennali Del Tesoro EUR	4.000	01-Feb-37	347	376	
90	Buoni Poliennali Del Tesoro EUR	3.250	01-Sep-46	143	152	
				1 982	2 079	**2.1**
Japan						
10 000	Development Bank of Japan JPY	1.750	17-Mar-17	113	117	
10 000	Japan Finance Organization for Municipalities JPY	1.900	22-Jun-18	143	120	
26 000	Japan Government Five Year JPY	0.100	20-Dec-19	262	300	
72 000	Japan Government Ten Year JPY	1.000	20-Sep-20	814	867	
48 000	Japan Government Ten Year JPY	0.300	20-Dec-24	501	558	
65 000	Japan Government Twenty Year JPY	1.200	20-Mar-35	659	782	
40 000	Japan Government Twenty Year JPY	1.300	20-Jun-35	452	488	
41 000	Japan Government Thirty Year JPY	1.500	20-Dec-44	447	499	
25	Toyota Motor Credit Corp. EUR	1.250	01-Aug-17	34	38	
				3 425	3 769	**3.9**
Mexico						
1 200	Mexican Bonos MXN	8.500	13-Dec-18	106	106	
2 450	Mexican Bonos MXN	6.500	09-Jun-22	213	203	
				319	309	**0.3**
Norway						
25	Eksportfinans ASA USD	5.500	26-Jun-17	28	36	
				28	36	–
South Korea						
20	The Korea Development Bank AUD	4.500	22-Nov-19	20	21	
				20	21	–
Spain						
335	Spain Government EUR	0.500	31-Oct-17	471	508	
185	Spain Government EUR	2.750	30-Apr-19	291	301	
275	Spain Government EUR	1.150	30-Jul-20	405	422	
157	Spain Government EUR	3.800	30-Apr-24	262	277	
40	Spain Government EUR	4.000	31-Oct-64	58	73	
				1 487	1 581	**1.6**
Sweden						
780	Government of Sweden SEK	1.500	13-Nov-23	125	134	
				125	134	**0.1**
United Kingdom						
62	United Kingdom Gilt GBP	1.500	22-Jan-21	124	127	
207	United Kingdom Gilt GBP	2.000	07-Sep-25	396	424	
116	United Kingdom Gilt GBP	4.250	07-Mar-36	299	299	
175	United Kingdom Gilt GBP	3.500	22-Jan-45	423	417	
				1 242	1 267	**1.3**

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

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
United States						
750	United States Treasury	0.875	31-Jan-17	$ 941	$ 1 038	
661	United States Treasury	0.750	30-Jun-17	825	912	
415	United States Treasury	1.000	15-May-18	527	572	
1 480	United States Treasury	1.000	30-Sep-19	1 694	2 006	
500	United States Treasury	1.375	30-Sep-20	654	680	
960	United States Treasury	1.500	31-Jan-22	1 228	1 292	
321	United States Treasury	1.750	15-May-23	414	433	
30	United States Treasury	2.500	15-May-24	41	42	
1 158	United States Treasury	2.000	15-Feb-25	1 528	1 567	
167	United States Treasury	3.500	15-Feb-39	198	256	
334	United States Treasury	2.500	15-Feb-45	387	415	
83	United States Treasury Inflation Indexed	2.125	15-Feb-40	128	134	
				8 565	9 347	**9.6**
TOTAL FOREIGN BONDS				21 033	22 646	**23.0**
TOTAL BONDS				33 913	35 947	**36.7**
SHORT-TERM INVESTMENTS†				2 800	2 800	**2.9**
TOTAL INVESTMENTS				91 676	99 051	**101.2**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	99	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(1 219)	**(1.2)**
TOTAL PORTFOLIO				$ 91 676	97 931	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(144)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 97 787	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 13 Sold USD 10 @ 1.3439	04-Jan-16	$ –
Bought USD 10 Sold CAD 14 @ 0.7202	04-Jan-16	–
Bought CAD 13 Sold CHF 9 @ 1.3483	06-Jan-16	–
Bought EUR 177 Sold CAD 259 @ 0.6836	06-Jan-16	7
Bought CAD 14 Sold SEK 91 @ 0.1587	07-Jan-16	–
Bought SEK 30 Sold CAD 5 @ 6.3070	07-Jan-16	–
Bought SEK 30 Sold CAD 5 @ 6.1703	07-Jan-16	–
Bought CAD 8 Sold USD 6 @ 1.3719	08-Jan-16	–
Bought EUR 30 Sold CAD 43 @ 0.6987	08-Jan-16	2
Bought EUR 22 Sold CAD 31 @ 0.7015	08-Jan-16	2
Bought USD 63 Sold CAD 82 @ 0.7701	08-Jan-16	5
Bought USD 1 Sold CAD 2 @ 0.7410	08-Jan-16	–
Bought USD 196 Sold CAD 266 @ 0.7378	12-Jan-16	6
Bought CAD 12 Sold NOK 73 @ 0.1601	13-Jan-16	–
Bought CAD 9 Sold DKK 45 @ 0.1915	13-Jan-16	–
Bought DKK 120 Sold CAD 24 @ 5.0572	13-Jan-16	–
Bought GBP 11 Sold CAD 22 @ 0.4948	13-Jan-16	–
Bought CAD 67 Sold NOK 427 @ 0.1562	14-Jan-16	–
Bought EUR 78 Sold CAD 114 @ 0.6866	14-Jan-16	4
Bought NOK 427 Sold CAD 66 @ 6.5069	14-Jan-16	1
Bought USD 328 Sold CAD 450 @ 0.7289	14-Jan-16	4
Bought CAD 18 Sold NOK 116 @ 0.1545	15-Jan-16	–
Bought CAD 6 Sold AUD 6 @ 0.9808	15-Jan-16	–
Bought CAD 81 Sold SEK 493 @ 0.1644	19-Jan-16	–
Bought CAD 3 Sold NOK 20 @ 0.1597	20-Jan-16	–
Bought CAD 19 Sold DKK 95 @ 0.2000	20-Jan-16	–
Bought AUD 391 Sold CAD 391 @ 1.0003	21-Jan-16	3
Bought CAD 7 Sold AUD 7 @ 0.9618	21-Jan-16	–

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 2 Sold CAD 3 @ 0.7690	21-Jan-16	$ –
Bought CAD 8 Sold CHF 6 @ 1.3529	22-Jan-16	–
Bought JPY 10 400 Sold CAD 118 @ 88.2258	22-Jan-16	2
Bought CAD 12 Sold USD 9 @ 1.3553	25-Jan-16	–
Bought CAD 96 Sold USD 69 @ 1.3899	25-Jan-16	–
Bought EUR 10 Sold CAD 15 @ 0.6597	25-Jan-16	–
Bought USD 97 Sold CAD 128 @ 0.7624	25-Jan-16	8
Bought USD 3 Sold CAD 4 @ 0.7533	25-Jan-16	–
Bought USD 7 Sold CAD 9 @ 0.7501	25-Jan-16	–
Bought USD 3 Sold CAD 4 @ 0.7200	25-Jan-16	–
Bought CAD 3 Sold SEK 20 @ 0.1554	26-Jan-16	–
Bought CAD 5 Sold NOK 30 @ 0.1531	26-Jan-16	–
Bought CAD 123 Sold USD 89 @ 1.3874	26-Jan-16	–
Bought CAD 142 Sold MXN 1 758 @ 0.0805	28-Jan-16	1
Bought CAD 10 Sold GBP 5 @ 2.0193	29-Jan-16	–
Bought CAD 7 Sold USD 5 @ 1.3578	01-Feb-16	–
Bought CAD 10 Sold USD 7 @ 1.3672	01-Feb-16	–
Bought USD 48 Sold CAD 63 @ 0.7599	01-Feb-16	3
Bought USD 82 Sold CAD 108 @ 0.7593	01-Feb-16	6
Bought USD 6 Sold CAD 8 @ 0.7479	01-Feb-16	–
Bought CAD 5 Sold SEK 35 @ 0.1535	03-Feb-16	–
Bought EUR 96 Sold CAD 137 @ 0.7023	03-Feb-16	8
Bought CAD 2 Sold HKD 10 @ 0.1773	05-Feb-16	–
Bought CAD 15 Sold NOK 97 @ 0.1536	08-Feb-16	–
Bought CAD 9 Sold NOK 56 @ 0.1532	08-Feb-16	–
Bought CAD 98 Sold GBP 47 @ 2.0643	08-Feb-16	1
Bought CAD 7 Sold USD 5 @ 1.3331	09-Feb-16	–
Bought CAD 48 Sold GBP 23 @ 2.0906	09-Feb-16	1

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SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 14 Sold USD 10 @ 1.3884	09-Feb-16	$ –
Bought CAD 23 Sold SEK 139 @ 0.1619	10-Feb-16	–
Bought CAD 17 Sold GBP 8 @ 2.0042	12-Feb-16	–
Bought CAD 110 Sold MXN 1 375 @ 0.0799	12-Feb-16	–
Bought CAD 17 Sold AUD 17 @ 0.9923	16-Feb-16	–
Bought CAD 9 Sold USD 7 @ 1.3265	17-Feb-16	–
Bought CAD 6 Sold NOK 40 @ 0.1545	17-Feb-16	–
Bought CAD 183 Sold USD 131 @ 1.3955	18-Feb-16	2
Bought JPY 1 100 Sold CAD 13 @ 86.8990	18-Feb-16	–
Bought CAD 7 Sold USD 5 @ 1.3289	19-Feb-16	–
Bought CAD 30 Sold AUD 30 @ 0.9947	19-Feb-16	–
Bought CAD 28 Sold GBP 14 @ 2.0285	22-Feb-16	–
Bought CAD 7 Sold USD 5 @ 1.3300	23-Feb-16	–
Bought CAD 14 Sold CHF 10 @ 1.3798	23-Feb-16	–
Bought USD 17 Sold CAD 23 @ 0.7478	24-Feb-16	1
Bought USD 222 Sold CAD 304 @ 0.7314	24-Feb-16	4
Bought CAD 12 Sold HKD 66 @ 0.1753	25-Feb-16	–
Bought JPY 15 820 Sold CAD 182 @ 86.8470	26-Feb-16	–
Bought CAD 6 Sold HKD 32 @ 0.1727	01-Mar-16	–
Bought CAD 11 Sold SEK 72 @ 0.1576	02-Mar-16	–
Bought USD 1 Sold CAD 1 @ 0.7468	03-Mar-16	–
Bought CAD 411 Sold USD 296 @ 1.3886	08-Mar-16	2
Bought CAD 108 Sold EUR 71 @ 1.5148	09-Mar-16	1
Bought CAD 385 Sold GBP 187 @ 2.0652	09-Mar-16	5
Bought CAD 39 Sold DKK 195 @ 0.1998	15-Mar-16	–
Bought CAD 563 Sold EUR 371 @ 1.5162	15-Mar-16	4
Bought CAD 275 Sold GBP 132 @ 2.0810	15-Mar-16	5
Bought SEK 1 702 Sold CAD 276 @ 6.1631	15-Mar-16	3
Bought CAD 1 753 Sold EUR 1 158 @ 1.5131	16-Mar-16	8
Bought CAD 35 Sold USD 25 @ 1.3814	16-Mar-16	–
Bought CAD 14 Sold USD 10 @ 1.3817	17-Mar-16	–
Bought CAD 28 Sold USD 20 @ 1.3935	29-Mar-16	–
		$ 99

Contracts	Maturity Date	Unrealized Loss
Bought CAD 279 Sold EUR 190 @ 1.4674	06-Jan-16	$ (7)
Bought CAD 260 Sold EUR 176 @ 1.4776	06-Jan-16	(5)
Bought CAD 75 Sold EUR 53 @ 1.4236	06-Jan-16	(4)
Bought CAD 22 Sold CHF 16 @ 1.3497	07-Jan-16	(1)
Bought CAD 1 405 Sold EUR 957 @ 1.4675	08-Jan-16	(37)
Bought CAD 46 Sold GBP 23 @ 1.9850	08-Jan-16	(1)
Bought CAD 112 Sold EUR 76 @ 1.4676	08-Jan-16	(3)
Bought CAD 58 Sold EUR 40 @ 1.4458	08-Jan-16	(2)
Bought CAD 23 Sold USD 17 @ 1.3315	08-Jan-16	(1)
Bought CAD 57 Sold EUR 40 @ 1.4182	08-Jan-16	(3)
Bought CAD 51 Sold USD 37 @ 1.3660	08-Jan-16	(1)
Bought CAD 13 Sold USD 10 @ 1.3255	11-Jan-16	(1)
Bought CAD 252 Sold EUR 171 @ 1.4741	12-Jan-16	(5)
Bought CAD 24 Sold MXN 311 @ 0.0784	12-Jan-16	(1)
Bought CAD 213 Sold USD 162 @ 1.3131	12-Jan-16	(11)
Bought CAD 68 Sold CHF 50 @ 1.3509	13-Jan-16	(2)
Bought CAD 186 Sold USD 143 @ 1.3011	14-Jan-16	(12)
Bought CAD 52 Sold CHF 38 @ 1.3476	14-Jan-16	(1)
Bought CAD 42 Sold SEK 262 @ 0.1584	14-Jan-16	(1)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 69 Sold CHF 51 @ 1.3636	14-Jan-16	$ (1)
Bought CAD 216 Sold EUR 145 @ 1.4907	14-Jan-16	(2)
Bought CAD 279 Sold JPY 25 681 @ 0.0108	14-Jan-16	(17)
Bought CAD 87 Sold AUD 92 @ 0.9516	15-Jan-16	(5)
Bought CAD 52 Sold AUD 55 @ 0.9538	15-Jan-16	(3)
Bought CAD 45 Sold MXN 572 @ 0.0787	19-Jan-16	(1)
Bought CAD 252 Sold USD 194 @ 1.3011	20-Jan-16	(16)
Bought CAD 776 Sold JPY 71 313 @ 0.0109	20-Jan-16	(46)
Bought CAD 62 Sold AUD 66 @ 0.9373	20-Jan-16	(5)
Bought CAD 17 Sold AUD 18 @ 0.9366	20-Jan-16	(1)
Bought CAD 112 Sold JPY 10 290 @ 0.0109	20-Jan-16	(7)
Bought CAD 14 Sold AUD 15 @ 0.9618	20-Jan-16	(1)
Bought USD 179 Sold CAD 249 @ 0.7162	20-Jan-16	(2)
Bought CAD 16 Sold HKD 98 @ 0.1670	21-Jan-16	(1)
Bought CAD 368 Sold AUD 384 @ 0.9587	21-Jan-16	(19)
Bought CAD 62 Sold USD 48 @ 1.2868	22-Jan-16	(5)
Bought CAD 261 Sold JPY 24 010 @ 0.0109	22-Jan-16	(16)
Bought CAD 39 Sold CHF 29 @ 1.3523	22-Jan-16	(1)
Bought CAD 173 Sold USD 130 @ 1.3329	22-Jan-16	(7)
Bought CAD 60 Sold CHF 45 @ 1.3332	22-Jan-16	(2)
Bought CAD 743 Sold EUR 506 @ 1.4686	25-Jan-16	(18)
Bought CAD 36 Sold EUR 25 @ 1.4228	25-Jan-16	(2)
Bought CAD 71 Sold EUR 50 @ 1.4275	25-Jan-16	(4)
Bought CAD 51 Sold USD 37 @ 1.3660	25-Jan-16	(1)
Bought EUR 135 Sold CAD 205 @ 0.6597	25-Jan-16	(2)
Bought CAD 1 066 Sold USD 809 @ 1.3176	26-Jan-16	(53)
Bought CAD 121 Sold DKK 620 @ 0.1950	26-Jan-16	(4)
Bought USD 898 Sold CAD 1 254 @ 0.7162	26-Jan-16	(11)
Bought CAD 288 Sold EUR 203 @ 1.4205	28-Jan-16	(17)
Bought CAD 58 Sold GBP 29 @ 1.9971	29-Jan-16	(1)
Bought CAD 389 Sold JPY 35 785 @ 0.0109	01-Feb-16	(23)
Bought CAD 206 Sold EUR 141 @ 1.4614	01-Feb-16	(6)
Bought CAD 98 Sold USD 71 @ 1.3740	01-Feb-16	(1)
Bought CAD 201 Sold EUR 139 @ 1.4485	02-Feb-16	(8)
Bought CAD 256 Sold DKK 1 328 @ 0.1927	02-Feb-16	(12)
Bought CAD 16 Sold DKK 85 @ 0.1927	02-Feb-16	(1)
Bought CAD 53 Sold AUD 57 @ 0.9376	02-Feb-16	(4)
Bought CAD 157 Sold USD 120 @ 1.3113	03-Feb-16	(9)
Bought CAD 35 Sold SEK 227 @ 0.1535	03-Feb-16	(2)
Bought CAD 616 Sold EUR 429 @ 1.4344	03-Feb-16	(30)
Bought CAD 99 Sold USD 75 @ 1.3194	03-Feb-16	(5)
Bought CAD 550 Sold GBP 275 @ 2.0000	03-Feb-16	(11)
Bought CAD 43 Sold JPY 3 985 @ 0.0109	04-Feb-16	(3)
Bought CAD 242 Sold JPY 22 227 @ 0.0109	04-Feb-16	(14)
Bought CAD 16 Sold JPY 1 500 @ 0.0108	04-Feb-16	(1)
Bought CAD 473 Sold EUR 325 @ 1.4581	05-Feb-16	(15)
Bought CAD 20 Sold DKK 100 @ 0.1956	05-Feb-16	(1)
Bought CAD 48 Sold DKK 246 @ 0.1968	05-Feb-16	(1)
Bought CAD 1 007 Sold EUR 685 @ 1.4689	05-Feb-16	(25)
Bought CAD 880 Sold USD 641 @ 1.3737	05-Feb-16	(6)
Bought CAD 581 Sold USD 441 @ 1.3165	09-Feb-16	(30)
Bought CAD 179 Sold JPY 16 258 @ 0.0110	09-Feb-16	(9)
Bought CAD 16 Sold SEK 98 @ 0.1585	09-Feb-16	(1)
Bought CAD 69 Sold DKK 347 @ 0.1999	09-Feb-16	(1)
Bought CAD 533 Sold USD 404 @ 1.3177	10-Feb-16	(27)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 70 Sold USD 53 @ 1.3275	11-Feb-16	$ (3)
Bought CAD 303 Sold USD 227 @ 1.3350	11-Feb-16	(11)
Bought CAD 48 Sold USD 36 @ 1.3324	12-Feb-16	(2)
Bought CAD 229 Sold USD 175 @ 1.3090	16-Feb-16	(13)
Bought CAD 52 Sold DKK 269 @ 0.1926	16-Feb-16	(2)
Bought CAD 45 Sold SEK 292 @ 0.1537	17-Feb-16	(3)
Bought CAD 13 Sold CHF 10 @ 1.3150	17-Feb-16	(1)
Bought CAD 118 Sold DKK 618 @ 0.1910	17-Feb-16	(7)
Bought CAD 16 Sold USD 12 @ 1.3348	18-Feb-16	(1)
Bought CAD 417 Sold JPY 38 530 @ 0.0108	18-Feb-16	(27)
Bought CAD 35 Sold JPY 3 214 @ 0.0108	18-Feb-16	(2)
Bought CAD 835 Sold GBP 411 @ 2.0335	18-Feb-16	(3)
Bought CAD 50 Sold GBP 25 @ 2.0139	18-Feb-16	(1)
Bought CAD 40 Sold USD 30 @ 1.3495	18-Feb-16	(1)
Bought CAD 685 Sold USD 504 @ 1.3597	18-Feb-16	(12)
Bought CAD 583 Sold USD 439 @ 1.3289	19-Feb-16	(24)
Bought CAD 47 Sold AUD 49 @ 0.9516	19-Feb-16	(3)
Bought CAD 58 Sold AUD 59 @ 0.9790	19-Feb-16	(2)
Bought CAD 681 Sold USD 512 @ 1.3303	22-Feb-16	(27)
Bought CAD 127 Sold JPY 11 626 @ 0.0109	22-Feb-16	(7)
Bought CAD 183 Sold DKK 959 @ 0.1907	23-Feb-16	(11)
Bought CAD 495 Sold USD 372 @ 1.3316	24-Feb-16	(19)
Bought CAD 595 Sold USD 447 @ 1.3317	24-Feb-16	(23)
Bought USD 90 Sold CAD 125 @ 0.7178	24-Feb-16	(1)
Bought CAD 108 Sold HKD 629 @ 0.1722	25-Feb-16	(4)
Bought CAD 19 Sold SEK 123 @ 0.1535	25-Feb-16	(1)
Bought CAD 685 Sold USD 513 @ 1.3346	25-Feb-16	(25)
Bought CAD 173 Sold JPY 15 820 @ 0.0109	26-Feb-16	(10)
Bought CAD 1 075 Sold USD 804 @ 1.3370	26-Feb-16	(37)
Bought CAD 63 Sold USD 47 @ 1.3314	29-Feb-16	(2)
Bought CAD 1 128 Sold USD 848 @ 1.3303	01-Mar-16	(45)
Bought CAD 164 Sold JPY 15 045 @ 0.0109	01-Mar-16	(9)
Bought CAD 277 Sold USD 207 @ 1.3365	02-Mar-16	(10)
Bought CAD 70 Sold GBP 35 @ 1.9952	02-Mar-16	(2)
Bought CAD 605 Sold USD 454 @ 1.3332	03-Mar-16	(23)
Bought CAD 104 Sold EUR 74 @ 1.4178	04-Mar-16	(6)
Bought CAD 134 Sold USD 100 @ 1.3373	04-Mar-16	(5)
Bought CAD 164 Sold JPY 15 059 @ 0.0109	04-Mar-16	(9)
Bought CAD 38 Sold AUD 39 @ 0.9783	04-Mar-16	(1)
Bought CAD 463 Sold USD 347 @ 1.3356	07-Mar-16	(17)
Bought CAD 223 Sold JPY 20 407 @ 0.0109	08-Mar-16	(13)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 113 Sold USD 1 578 @ 1.3389	08-Mar-16	$ (70)
Bought CAD 1 434 Sold USD 1 074 @ 1.3351	10-Mar-16	(52)
Bought CAD 231 Sold USD 173 @ 1.3332	10-Mar-16	(9)
Bought CAD 1 124 Sold EUR 757 @ 1.4845	14-Mar-16	(16)
Bought CAD 536 Sold JPY 47 031 @ 0.0114	14-Mar-16	(6)
Bought CAD 455 Sold JPY 40 843 @ 0.0111	15-Mar-16	(16)
Bought CAD 307 Sold JPY 27 055 @ 0.0114	16-Mar-16	(5)
Bought CAD 225 Sold USD 165 @ 1.3617	18-Mar-16	(4)
		$ (1 219)
TOTAL FOREIGN EXCHANGE		$ (1 120)

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 99 051**	$ 74 043
Cash	**17**	29
Due from investment dealers	**3 208**	94
Subscriptions receivable	**220**	80
Unrealized gain on foreign exchange contracts	**99**	245
Dividends receivable, interest accrued and other assets	**312**	221
TOTAL ASSETS	**102 907**	74 712
LIABILITIES		
Due to investment dealers	**3 683**	408
Redemptions payable	**42**	29
Unrealized loss on foreign exchange contracts	**1 219**	336
Accounts payable and accrued expenses	**176**	151
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 120**	924
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 97 787**	$ 73 788
Investments at cost	**$ 91 676**	$ 67 628
NAV		
SERIES A	**$ 86 550**	$ 67 611
ADVISOR SERIES	**$ 5 113**	$ 2 699
SERIES D	**$ 3 159**	$ 1 947
SERIES F	**$ 2 308**	$ 1 118
SERIES I	**$ 657**	$ 413
NAV PER UNIT		
SERIES A	**$ 11.19**	$ 11.17
ADVISOR SERIES	**$ 11.25**	$ 11.21
SERIES D	**$ 11.69**	$ 11.59
SERIES F	**$ 11.80**	$ 11.67
SERIES I	**$ 11.95**	$ 11.79

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 446**	$ 880
Interest for distribution purposes	**749**	621
Other income (loss)	**10**	7
Securities lending revenue (see note 6 in the generic notes)	**13**	7
Net realized gain (loss) on investments	**6 106**	6 269
Net gain (loss) on foreign currencies and other net assets	**(2 788)**	(192)
Change in unrealized gain (loss) on investments	**(69)**	(82)
TOTAL INCOME (LOSS)	**5 467**	7 510
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 596**	1 262
Administration fees	**127**	95
Independent Review Committee costs	**3**	3
GST/HST	**180**	140
Transaction costs	**103**	86
Withholding tax	**91**	63
TOTAL EXPENSES	**2 100**	1 649
INCREASE (DECREASE) IN NAV	**$ 3 367**	$ 5 861
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 3 077**	$ 5 405
ADVISOR SERIES	**$ 114**	$ 206
SERIES D	**$ 79**	$ 159
SERIES F	**$ 67**	$ 77
SERIES I	**$ 30**	$ 14
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.43**	$ 1.06
ADVISOR SERIES	**$ 0.44**	$ 1.06
SERIES D	**$ 0.56**	$ 1.19
SERIES F	**$ 0.59**	$ 1.21
SERIES I	**$ 0.64**	$ 1.21

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 3 367**	$ 5 861
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(6 106)**	(6 268)
Change in unrealized loss (gain) on investments	**69**	82
(Increase) decrease in accrued receivables	**(91)**	1 145
Increase (decrease) in accrued payables	**25**	(1 524)
Cost of investments purchased	**(741 751)**	(725 951)
Proceeds on sales of investments	**723 970**	712 224
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(20 517)**	(14 431)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**34 586**	23 287
Cash paid on redemption of redeemable units	**(13 926)**	(8 757)
Distributions paid to holders of redeemable units	**(155)**	(97)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 20 505**	$ 14 433
Net increase (decrease) in cash for the period	**(12)**	2
Cash (bank overdraft), beginning of period	**29**	27
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 17**	$ 29
Interest received (paid)	**$ 693**	$ 594
Dividends received, net of withholding taxes	**$ 1 331**	$ 819

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 67 611**	$ 49 672	**$ 2 699**	$ 1 912	**$ 1 947**	$ 1 360	**$ 1 118**	$ 481
INCREASE (DECREASE) IN NAV	**3 077**	5 405	**114**	206	**79**	159	**67**	77
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**26 763**	19 459	**2 962**	1 093	**3 027**	1 330	**1 372**	916
Reinvestments of distributions to holders of redeemable units	**3 499**	5 129	**199**	190	**137**	144	**80**	64
Redemption of redeemable units	**(10 817)**	(6 895)	**(651)**	(500)	**(1 894)**	(902)	**(221)**	(335)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**19 445**	17 693	**2 510**	783	**1 270**	572	**1 231**	645
Distributions from net income	**(109)**	–	**(6)**	–	**(10)**	–	**(8)**	–
Distributions from net gains	**(3 474)**	(5 159)	**(204)**	(202)	**(127)**	(144)	**(100)**	(85)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 583)**	(5 159)	**(210)**	(202)	**(137)**	(144)	**(108)**	(85)
NET INCREASE (DECREASE) IN NAV	**18 939**	17 939	**2 414**	787	**1 212**	587	**1 190**	637
NAV AT END OF PERIOD	**$ 86 550**	$ 67 611	**$ 5 113**	$ 2 699	**$ 3 159**	$ 1 947	**$ 2 308**	$ 1 118

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 413**	$ 1	**$ 73 788**	$ 53 426
INCREASE (DECREASE) IN NAV	**30**	14	**3 367**	5 861
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**602**	433	**34 726**	23 231
Reinvestments of distributions to holders of redeemable units	**–**	–	**3 915**	5 527
Redemption of redeemable units	**(356)**	(1)	**(13 939)**	(8 633)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**246**	432	**24 702**	20 125
Distributions from net income	**(4)**	–	**(137)**	–
Distributions from net gains	**(28)**	(34)	**(3 933)**	(5 624)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(32)**	(34)	**(4 070)**	(5 624)
NET INCREASE (DECREASE) IN NAV	**244**	412	**23 999**	20 362
NAV AT END OF PERIOD	**$ 657**	$ 413	**$ 97 787**	$ 73 788

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

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 36.7% (December 31, 2014 – 36.6%) 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 2015**	December 31 2014
AAA	**42.8**	16.6
AA	**19.5**	46.3
A	**28.4**	29.7
BBB	**9.3**	7.4
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 2015**	December 31 2014
Foreign Bonds	**23.0**	22.9
United States Equities	**21.3**	22.8
International Equities	**20.6**	17.3
Canadian Equities	**19.7**	21.2
Canadian Bonds	**13.7**	13.7
Cash/Other	**1.7**	2.1
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 36.7% (December 31, 2014 – 36.6%) 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:

Term to maturity	**December 31 2015**	December 31 2014
Less than 1 year	**0.9**	8.9
1 – 5 years	**46.7**	50.5
5 – 10 years	**31.0**	18.9
> 10 years	**21.4**	21.7
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 2.3%). 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 2015**	December 31 2014
United States dollar	**16.1**	17.9
Euro	**4.0**	3.8
Japanese yen	**2.9**	2.5
Pound sterling	**2.6**	2.2
Danish krone	**1.7**	0.8
Australian dollar	**1.3**	1.0
Swiss franc	**1.2**	0.9
Hong Kong dollar	**0.5**	0.5
Other currencies	**0.7**	0.5
Total	**31.0**	30.1

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ or - 0.5**	+ 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**40 063**	**20 241**	**–**	**60 304**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**35 947**	**–**	**35 947**
Short-term investments	**–**	**2 800**	**–**	**2 800**
Derivatives – assets	**–**	**99**	**–**	**99**
Derivatives – liabilities	**–**	**(1 219)**	**–**	**(1 219)**
Total financial instruments	**40 063**	**57 868**	**–**	**97 931**
% of total portfolio	**40.9**	**59.1**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.10%
Series F	0.85%
Series I	0.70%

Effective January 1, 2015, the management fees for Series A and Advisor Series units were reduced to 1.85% from 2.00%; for Series D units were reduced to 1.10% from 1.25%; for Series F units were reduced to 0.85% from 1.00%; and for Series I were 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 2015	December 31 2014
Units held		
Series D	**–**	114
Series F	**–**	116
Series I	**132**	126
Value of all units	**2**	4

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**6 055**	4 504
Issued number of units	**2 291**	1 692
Reinvested number of units	**314**	458
Redeemed number of units	**(928)**	(599)
Ending number of units	**7 732**	6 055
Advisor Series		
Opening units	**241**	173
Issued number of units	**252**	94
Reinvested number of units	**18**	17
Redeemed number of units	**(56)**	(43)
Ending number of units	**455**	241

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)	2015	2014
Series D		
Opening units	**168**	120
Issued number of units	**247**	113
Reinvested number of units	**12**	12
Redeemed number of units	**(157)**	(77)
Ending number of units	**270**	168
Series F		
Opening units	**96**	42
Issued number of units	**112**	76
Reinvested number of units	**7**	5
Redeemed number of units	**(19)**	(27)
Ending number of units	**196**	96
Series I		
Opening units	**35**	–
Issued number of units	**49**	35
Reinvested number of units	**–**	–
Redeemed number of units	**(29)**	–
Ending number of units	**55**	35

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**103**	**100**	86	100
Related-party brokerage commissions*	**10**	**10**	6	7
Commission arrangements†	**14**	**14**	8	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 2015	December 31 2014
Fair value of securities loaned	**11 234**	4 810
Fair value of collateral received	**11 466**	4 906

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CONSERVATIVE GROWTH & INCOME FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
457 862	BlueBay Global Monthly Income Bond Fund*	$ 4 742	$ 4 485	**6.8**
1 482 229	Phillips, Hager & North Total Return Bond Fund*	17 700	17 005	**25.6**
2 464 517	RBC Bond Fund*	17 478	17 009	**25.6**
279 352	RBC Canadian Equity Income Fund*	7 857	6 966	**10.5**
226 161	RBC Emerging Markets Dividend Fund*	2 660	2 373	**3.6**
259 090	RBC European Dividend Fund*	3 143	3 317	**5.0**
617 496	RBC Global Corporate Bond Fund*	6 128	5 879	**8.9**
445 864	RBC Global High Yield Bond Fund*	4 778	4 482	**6.8**
179 960	RBC U.S. Dividend Fund*	4 575	4 659	**7.0**
TOTAL MUTUAL FUND UNITS		69 061	66 175	**99.8**
SHORT-TERM INVESTMENTS†		515	515	**0.8**
TOTAL INVESTMENTS		$ 69 576	66 690	**100.6**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(378)	**(0.6)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 66 312	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 66 690**	$ –
Cash	**1**	150
Due from investment dealers	**135**	–
Subscriptions receivable	**56**	–
Dividends receivable, interest accrued and other assets	**3**	–
TOTAL ASSETS	**66 885**	150
LIABILITIES		
Due to investment dealers	**275**	–
Redemptions payable	**197**	–
Distributions payable	**17**	–
Accounts payable and accrued expenses	**84**	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**573**	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 66 312**	$ 150
Investments at cost	**$ 69 576**	$ –
NAV		
SERIES A	**$ 30 139**	$ 1
ADVISOR SERIES	**$ 14 475**	$ 1
ADVISOR T5 SERIES	**$ 1 215**	$ 1
SERIES T5	**$ 816**	$ 1
SERIES H	**$ 4 373**	$ 1
SERIES F	**$ 10 234**	$ 1
SERIES FT5	**$ 2 310**	$ 1
SERIES I	**$ 2 622**	$ 1
SERIES O	**$ 128**	$ 142
NAV PER UNIT		
SERIES A	**$ 9.57**	$ 10.00
ADVISOR SERIES	**$ 9.57**	$ 10.00
ADVISOR T5 SERIES	**$ 9.39**	$ 10.00
SERIES T5	**$ 9.39**	$ 10.00
SERIES H	**$ 9.57**	$ 10.00
SERIES F	**$ 9.57**	$ 10.00
SERIES FT5	**$ 9.45**	$ 10.00
SERIES I	**$ 9.56**	$ 10.00
SERIES O	**$ 9.56**	$ 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)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 2**	$ –
Other income received from underlying funds	**2 535**	–
Capital gains received from underlying funds	**571**	–
Net realized gain (loss) on investments	**(1 106)**	–
Change in unrealized gain (loss) on investments	**(2 886)**	–
TOTAL INCOME (LOSS)	**(884)**	–
EXPENSES (see notes – Fund Specific Information)		
Management fees	**644**	–
Administration fees	**64**	–
Independent Review Committee costs	**3**	–
GST/HST	**79**	–
Expenses reimbursed by manager	**(3)**	–
TOTAL EXPENSES	**787**	–
INCREASE (DECREASE) IN NAV	**$ (1 671)**	$ –
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (537)**	$ –
ADVISOR SERIES	**$ (257)**	$ –
ADVISOR T5 SERIES	**$ (18)**	$ –
SERIES T5	**$ (14)**	$ –
SERIES H	**$ (99)**	$ –
SERIES F	**$ (105)**	$ –
SERIES FT5	**$ 7**	$ –
SERIES I	**$ (653)**	$ –
SERIES O	**$ 5**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.28)**	$ –
ADVISOR SERIES	**$ (0.28)**	$ –
ADVISOR T5 SERIES	**$ (0.28)**	$ –
SERIES T5	**$ (0.27)**	$ –
SERIES H	**$ (0.25)**	$ –
SERIES F	**$ (0.20)**	$ –
SERIES FT5	**$ (0.20)**	$ –
SERIES I	**$ (0.19)**	$ –
SERIES O	**$ (0.24)**	$ –

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (1 671)**	$ –
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**1 106**	–
Change in unrealized loss (gain) on investments	**2 886**	–
(Increase) decrease in accrued receivables	**(3)**	–
Increase (decrease) in accrued payables	**84**	–
Cost of investments purchased	**(323 745)**	–
Proceeds on sales of investments	**253 203**	–
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(68 140)**	–
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**115 325**	150
Cash paid on redemption of redeemable units	**(46 601)**	–
Distributions paid to holders of redeemable units	**(733)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 67 991**	$ 150
Net increase (decrease) in cash for the period	**(149)**	150
Cash (bank overdraft), beginning of period	**150**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 150
Interest received (paid)	**$ 2**	$ –
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ –	**$ 1**	$ –	**$ 1**	$ –	**$ 1**	$ –
INCREASE (DECREASE) IN NAV	**(537)**	–	**(257)**	–	**(18)**	–	**(14)**	–
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**36 688**	1	**17 078**	1	**1 313**	1	**1 300**	1
Reinvestments of distributions to holders of redeemable units	**755**	–	**333**	–	**5**	–	**7**	–
Redemption of redeemable units	**(5 975)**	–	**(2 302)**	–	**(53)**	–	**(454)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**31 468**	1	**15 109**	1	**1 265**	1	**853**	1
Distributions from net income	**(548)**	–	**(258)**	–	**(10)**	–	**(6)**	–
Distributions from net gains	**(245)**	–	**(120)**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**(23)**	–	**(18)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(793)**	–	**(378)**	–	**(33)**	–	**(24)**	–
NET INCREASE (DECREASE) IN NAV	**30 138**	1	**14 474**	1	**1 214**	1	**815**	1
NAV AT END OF PERIOD	**$ 30 139**	$ 1	**$ 14 475**	$ 1	**$ 1 215**	$ 1	**$ 816**	$ 1

For the periods ended December 31 (see note 2 in the generic notes)	Series H		Series F		Series FT5		Series I	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ –	**$ 1**	$ –	**$ 1**	$ –	**$ 1**	$ –
INCREASE (DECREASE) IN NAV	**(99)**	–	**(105)**	–	**7**	–	**(653)**	–
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**7 730**	1	**14 281**	1	**2 387**	1	**32 587**	1
Reinvestments of distributions to holders of redeemable units	**116**	–	**228**	–	**6**	–	**87**	–
Redemption of redeemable units	**(3 253)**	–	**(3 858)**	–	**(65)**	–	**(28 802)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 593**	1	**10 651**	1	**2 328**	1	**3 872**	1
Distributions from net income	**(86)**	–	**(236)**	–	**(6)**	–	**(576)**	–
Distributions from net gains	**(36)**	–	**(77)**	–	**(5)**	–	**(22)**	–
Distributions from capital	**–**	–	**–**	–	**(15)**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(122)**	–	**(313)**	–	**(26)**	–	**(598)**	–
NET INCREASE (DECREASE) IN NAV	**4 372**	1	**10 233**	1	**2 309**	1	**2 621**	1
NAV AT END OF PERIOD	**$ 4 373**	$ 1	**$ 10 234**	$ 1	**$ 2 310**	$ 1	**$ 2 622**	$ 1

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	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 142**	$ –	**$ 150**	$ –
INCREASE (DECREASE) IN NAV	**5**	–	**(1 671)**	–
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**2 017**	142	**115 381**	150
Reinvestments of distributions to holders of redeemable units	**54**	–	**1 591**	–
Redemption of redeemable units	**(2 036)**	–	**(46 798)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**35**	142	**70 174**	150
Distributions from net income	**(53)**	–	**(1 779)**	–
Distributions from net gains	**(1)**	–	**(506)**	–
Distributions from capital	**–**	–	**(56)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(54)**	–	**(2 341)**	–
NET INCREASE (DECREASE) IN NAV	**(14)**	142	**66 162**	150
NAV AT END OF PERIOD	**$ 128**	$ 142	**$ 66 312**	$ 150

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

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 anywhere in the world.

The Fund was started in November 2014.

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

As at December 31, 2014, the Fund held only cash and therefore was not exposed to significant financial instrument risk. On January 26, 2015, the Fund began investing primarily in other mutual funds. As at December 31, 2015, 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 2015**	December 31 2014
Income Funds	**73.7**	–
Canadian Equity Funds	**10.5**	–
International Equity Funds	**8.6**	–
United States Equity Funds	**7.0**	–
Cash/Other	**0.2**	100.0
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 3.0%. 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 2015
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.3**

Due to the fact that the Fund was in existence for less than six months prior to December 31, 2014, 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, 2015.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**66 175**	**–**	**–**	**66 175**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**515**	**–**	**515**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**66 175**	**515**	**–**	**66 690**
% of total portfolio	**99.2**	**0.8**	**–**	**100.0**

For the period ended December 31, 2015, there were no transfers of financial instruments between Level 1, 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	1.40%
Advisor Series	1.40%
Advisor T5 Series	1.40%
Series T5	1.40%
Series H	1.30%
Series F	0.65%
Series FT5	0.65%
Series I	0.55%

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 F	0.10%
Series FT5	0.10%
Series I	0.10%
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Global Monthly Income Bond Fund	**6.8**	**0.4**	–	–
Phillips, Hager & North Total Return Bond Fund	**25.6**	**0.2**	–	–
RBC Bond Fund	**25.6**	**0.1**	–	–
RBC Canadian Equity Income Fund	**10.5**	**0.2**	–	–
RBC Emerging Markets Dividend Fund	**3.6**	**0.5**	–	–
RBC European Dividend Fund	**5.0**	**2.3**	–	–
RBC Global Corporate Bond Fund	**8.9**	**0.1**	–	–
RBC Global High Yield Bond Fund	**6.8**	**0.2**	–	–
RBC U.S. Dividend Fund	**7.0**	**0.2**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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 2015	December 31 2014
Units held		
Series A	**–**	100
Advisor Series	**–**	100
Advisor T5 Series	**105**	100
Series T5	**105**	100
Series H	**103**	100
Series F	**–**	100
Series FT5	**105**	100
Series I	**104**	100
Series O	**109**	14 200
Value of all units	**6**	150

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)	2015	2014
Series A		
Opening units	–	–
Issued number of units	**3 680**	–
Reinvested number of units	**78**	–
Redeemed number of units	**(607)**	–
Ending number of units	**3 151**	–
Advisor Series		
Opening units	–	–
Issued number of units	**1 711**	–
Reinvested number of units	**35**	–
Redeemed number of units	**(233)**	–
Ending number of units	**1 513**	–
Advisor T5 Series		
Opening units	–	–
Issued number of units	**134**	–
Reinvested number of units	**1**	–
Redeemed number of units	**(6)**	–
Ending number of units	**129**	–
Series T5		
Opening units	–	–
Issued number of units	**132**	–
Reinvested number of units	**1**	–
Redeemed number of units	**(46)**	–
Ending number of units	**87**	–
Series H		
Opening units	–	–
Issued number of units	**774**	–
Reinvested number of units	**12**	–
Redeemed number of units	**(329)**	–
Ending number of units	**457**	–
Series F		
Opening units	–	–
Issued number of units	**1 442**	–
Reinvested number of units	**24**	–
Redeemed number of units	**(396)**	–
Ending number of units	**1 070**	–
Series FT5		
Opening units	–	–
Issued number of units	**251**	–
Reinvested number of units	**1**	–
Redeemed number of units	**(7)**	–
Ending number of units	**245**	–

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
Series I		
Opening units	–	–
Issued number of units	**3 237**	–
Reinvested number of units	**9**	–
Redeemed number of units	**(2 972)**	–
Ending number of units	**274**	–
Series O		
Opening units	**14**	–
Issued number of units	**202**	14
Reinvested number of units	**6**	–
Redeemed number of units	**(209)**	–
Ending number of units	**13**	14

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC BALANCED GROWTH & INCOME FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
12 406	Canadian Tire Corp. Ltd., Class A	$ 1 441	$ 1 466	
25 537	Cara Operations Ltd.	587	785	
42 593	Linamar Corp.	2 979	3 183	
35 661	Magna International Inc., Class A	1 935	2 001	
44 379	Quebecor Inc., Class B	1 200	1 504	
103 666	Shaw Communications Inc., Class B	2 750	2 467	
100 000	Sleep Country Canada Holdings Inc.	1 775	1 724	
29 363	Thomson Corp.	1 414	1 539	
		14 081	14 669	**1.4**
Consumer Staples				
24 682	George Weston Ltd.	2 544	2 639	
45 742	Loblaw Companies Ltd.	2 824	2 989	
92 864	Maple Leaf Foods Inc.	1 641	2 206	
48 743	Metro Inc., Class A	1 688	1 888	
		8 697	9 722	**0.9**
Energy				
45 365	AltaGas Ltd.	1 875	1 402	
253 799	ARC Resources Ltd.	5 992	4 239	
94 897	Bonavista Energy Corp.	1 401	174	
100 000	Cameco Corp.	1 625	1 707	
181 290	Canadian Natural Resources Ltd.	6 439	5 479	
91 891	Cardinal Energy Ltd.	1 146	806	
191 458	Cenovus Energy Inc.	4 698	3 351	
72 836	Crescent Point Energy Corp.	1 983	1 174	
226 326	Enbridge Inc.	11 810	10 411	
50 000	Enbridge Income Fund Holdings Inc.	1 630	1 402	
119 260	Encana Corp.	1 759	838	
104 453	Enerflex Ltd.	1 650	1 388	
153 257	Gibson Energy Inc.	3 746	2 118	
110 978	Husky Energy Inc.	3 136	1 588	
37 000	Imperial Oil Ltd.	1 616	1 668	
39 116	Keyera Corp.	1 476	1 575	
169 690	Newalta Inc.	2 592	592	
181 738	Pembina Pipeline Corp.	6 877	5 479	
113 423	Pengrowth Energy Corp.	494	116	
120 713	PrairieSky Royalty Ltd.	3 108	2 646	
208 189	Precision Drilling Corp.	1 833	1 139	
44 754	ShawCor Ltd.	1 980	1 256	
239 633	Suncor Energy Inc.	8 938	8 560	
242 978	TransCanada Corp.	12 236	10 980	
392 851	Trinidad Drilling Ltd.	2 435	833	
504 815	Veresen Inc.	6 106	4 473	
34 265	Vermilion Energy Inc.	1 801	1 289	
		100 382	76 683	**7.4**
Financials				
111 725	Agellan Commercial Real Estate Investment Trust	$ 947	$ 994	
76 651	Allied Properties Real Estate Investment Trust	2 603	2 420	
12 239	Bank of Montreal	917	956	
250 380	Bank of Nova Scotia	15 827	14 014	
88 981	Boardwalk Real Estate Investment Trust	5 182	4 222	
179 181	Brookfield Asset Management Inc., Class A	6 813	7 821	
156 688	Brookfield Property Partners LP	3 963	5 048	
67 652	Canadian Imperial Bank of Commerce	6 401	6 169	
85 893	Canadian Real Estate Investment Trust	3 811	3 613	
63 620	Canadian Western Bank	1 623	1 487	
76 312	CI Financial Corp.	2 501	2 335	
168 613	Cominar Real Estate Investment Trust	2 982	2 480	
137 453	Crombie Real Estate Investment Trust	1 716	1 759	
105 430	Dream Unlimited Corp.	1 145	766	
53 196	Granite Real Estate Investment Trust	2 050	2 019	
147 877	H&R Real Estate Investment Trust	3 178	2 965	
10 600	Industrial Alliance Insurance & Financial Services Inc.	457	468	
250 298	InnVest Real Estate Investment Trust	1 297	1 284	
456 931	Manulife Financial Corporation	9 756	9 477	
100 000	Milestone Apartments Real Estate Investment Trust, Subscription Receipts	1 500	1 499	
170 729	Morguard Real Estate Investment Trust	2 541	2 325	
70 000	National Bank of Canada	3 080	2 822	
97 877	Power Corporation of Canada	2 755	2 833	
398 430	Pure Industrial Real Estate Investment Trust	1 808	1 741	
284 499	Royal Bank of Canada*	21 347	21 096	
103 335	Sun Life Financial Inc.	4 020	4 459	
114 727	Toronto-Dominion Bank	5 971	6 223	
		116 191	113 295	**10.9**
Health Care				
140 745	Chartwell Retirement Residences Real Estate Investment Trust	1 497	1 787	
		1 497	1 787	**0.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
60 325	Badger Daylighting Ltd.	$ 1 698	$ 1 473	
69 412	Black Diamond Group Ltd.	1 818	504	
76 428	Canadian National Railway Co.	5 249	5 912	
31 524	Canadian Pacific Railway Ltd.	6 025	5 571	
82 412	Russel Metals Inc.	2 457	1 324	
95 302	TransForce Inc.	2 353	2 250	
58 726	Wajax Corp.	1 374	986	
105 216	WestJet Airlines Ltd.	2 829	2 142	
57 818	Westshore Terminals Investment Corp.	1 409	674	
		25 212	20 836	**2.0**
Materials				
34 720	Agnico Eagle Mines Ltd.	1 190	1 263	
22 775	Agrium Inc.	2 536	2 817	
97 877	Barrick Gold Corp.	1 570	1 002	
78 302	Chemtrade Logistics Income Fund	1 385	1 398	
87 672	Goldcorp Inc.	2 377	1 402	
109 151	Norbord Inc.	2 987	2 942	
64 149	Potash Corporation of Saskatchewan Inc.	2 495	1 520	
175 000	Silver Wheaton Corp.	3 057	3 010	
100 000	Teck Resources Ltd., Class B	825	534	
484 693	Yamana Gold Inc.	2 079	1 246	
		20 501	17 134	**1.7**
Telecommunication Services				
48 645	BCE Inc.	2 448	2 601	
49 377	Rogers Communications Inc., Class B	2 215	2 356	
179 100	TELUS Corp.	7 211	6 852	
		11 874	11 809	**1.1**
Utilities				
277 838	Algonquin Power & Utilities Corp.	2 469	3 031	
64 946	Atco Ltd., Class I, Non-Voting	3 024	2 319	
349 785	Boralex Inc., Class A	4 483	5 058	
44 045	Brookfield Infrastructure Partners LP	2 332	2 307	
43 832	Brookfield Renewable Energy Partners LP	1 361	1 590	
94 018	Canadian Utilities Ltd., Class A	3 390	3 003	
92 694	Capital Power Corp.	2 119	1 647	
54 369	Emera Inc.	2 039	2 350	
121 941	Fortis Inc.	4 399	4 562	
120 662	Northland Power Inc.	1 891	2 252	
246 391	Superior Plus Corp.	2 859	2 651	
370 223	TransAlta Renewables Inc.	4 370	3 839	
		34 736	34 609	**3.3**
TOTAL CANADIAN EQUITIES		333 171	300 544	**28.9**

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
20 400	Comcast Corp., Class A	$ 1 509	$ 1 593	
14 700	Hasbro Inc.	1 431	1 370	
11 100	Home Depot Inc.	1 449	2 031	
(55)	Home Depot Inc., Written Call @ 135.00 January 15, 2016	(9)	(5)	
23 400	Leggett & Platt Inc.	1 358	1 361	
10 300	Lowe's Companies	1 071	1 084	
(50)	Lowe's Companies, Written Call @ 75.00 January 15, 2016	(11)	(12)	
19 600	McDonald's Corp.	2 381	3 204	
12 200	Nike Inc.	1 076	1 055	
13 600	Starbucks Corp.	910	1 130	
47 600	Target Corporation	4 769	4 781	
7 300	The Walt Disney Company	941	1 061	
29 400	TJX Companies Inc.	2 503	2 885	
		19 378	21 538	**2.1**
Consumer Staples				
107 900	Altria Group Inc.	6 185	8 691	
6 300	Clorox Company	1 060	1 105	
41 300	CVS Health Corp.	4 102	5 586	
52 500	PepsiCo Inc.	5 922	7 256	
38 400	Philip Morris International Inc.	3 878	4 670	
78 600	The Coca-Cola Co.	4 064	4 672	
24 200	The Procter & Gamble Co.	2 468	2 659	
		27 679	34 639	**3.3**
Energy				
43 700	Chevron Corp.	4 663	5 438	
39 100	Energy Select Sector SPDR Fund	3 430	3 263	
10 000	Helmerich & Payne	772	741	
46 300	Occidental Petroleum Corp.	4 441	4 331	
		13 306	13 773	**1.3**
Financials				
10 300	Blackstone Group LP	438	416	
32 100	Capital One Financial Corp.	3 294	3 205	
15 600	Crown Castle International Corp. Real Estate Investment Trust	1 673	1 866	
27 600	iShares Dow Jones US Real Estate Index Fund	2 700	2 867	
73 800	JPMorgan Chase & Co.	5 200	6 743	
128 800	KeyCorp	2 254	2 351	
19 100	PNC Bank Corp.	2 250	2 519	
10 900	Simon Property Group Inc.	2 636	2 932	
6 900	Travelers Cos. Inc.	903	1 077	
89 500	Wells Fargo & Company	5 402	6 729	
		26 750	30 705	**3.0**
Health Care				
27 800	AbbVie Inc.	2 009	2 278	
19 100	Anthem Inc.	3 026	3 685	
42 000	Cardinal Health Inc.	3 789	5 187	
15 250	Gilead Sciences Inc.	1 954	2 135	
51 300	Johnson & Johnson	6 199	7 290	
41 500	Medtronic Plc.	3 146	4 416	
63 800	Merck & Co. Inc.	4 606	4 663	
150 500	Pfizer Inc.	5 734	6 722	
35 400	UnitedHealth Group Incorporated	5 136	5 762	
		35 599	42 138	**4.1**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
14 600	Boeing Co.	$ 2 647	$ 2 920	
138 300	General Electric Company	4 411	5 958	
8 000	Honeywell International Inc.	1 040	1 146	
(40)	Honeywell International Inc., Written Call @ 105.00 January 15, 2016	(9)	(5)	
4 500	Lockheed Martin Corporation	1 169	1 352	
5 300	Northrop Grumman Corp.	1 118	1 385	
8 000	Raytheon Company	1 220	1 378	
7 800	Union Pacific Corp.	933	844	
7 400	United Technologies Corp.	980	983	
		13 509	15 961	**1.5**
Information Technology				
49 030	Apple Inc.	6 795	7 139	
7 100	Avago Technologies Ltd.	1 148	1 426	
(35)	Avago Technologies Ltd., Written Call @ 145.00 January 15, 2016	(23)	(19)	
153 000	Cisco Systems Inc.	5 355	5 749	
24 900	Fidelity National Information Services Inc.	2 178	2 087	
125 200	Intel Corp.	4 865	5 968	
96 800	Microsoft Corp.	5 094	7 428	
14 000	Nvidia Corp.	633	638	
42 500	Oracle Corporation	2 208	2 148	
34 100	Texas Instruments Inc.	2 145	2 586	
(170)	Texas Instruments Inc., Written Call @ 60.00 January 15, 2016	(11)	(1)	
		30 387	35 149	**3.4**
Materials				
46 400	Dow Chemical Company	2 793	3 305	
22 300	LyondellBasell Industries N.V.	2 684	2 681	
(80)	LyondellBasell Industries N.V., Written Call @ 90.00 January 15, 2016	(21)	(9)	
		5 456	5 977	**0.6**
Telecommunication Services				
73 800	AT&T Inc.	3 286	3 514	
		3 286	3 514	**0.3**
Utilities				
13 000	Edison International	1 051	1 065	
13 500	NextEra Energy Inc.	1 842	1 940	
19 400	PG&E Corporation	1 373	1 427	
37 200	Utilities Select Sector SPDR Fund	2 125	2 227	
		6 391	6 659	**0.6**
TOTAL UNITED STATES EQUITIES		181 741	210 053	**20.2**
TOTAL EQUITIES		514 912	510 597	**49.1**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
6 266 055	BlueBay Global Monthly Income Bond Fund*	$ 65 354	$ 61 384	
10 361 660	Phillips, Hager & North Total Return Bond Fund*	119 765	118 869	
9 794 574	RBC Emerging Markets Dividend Fund*	108 013	102 766	
7 156 722	RBC European Dividend Fund*	78 917	91 627	
8 469 097	RBC Global Corporate Bond Fund*	82 719	80 637	
6 091 910	RBC Global High Yield Bond Fund*	65 145	61 243	
TOTAL MUTUAL FUND UNITS		519 913	516 526	**49.8**
SHORT-TERM INVESTMENTS†		9 817	9 896	**1.0**
TOTAL INVESTMENTS		$1 044 642	1 037 019	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			686	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 037 705	**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 0.45% to 0.79% and mature between January 4, 2016 and January 15, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 037 019**	$ 728 141
Cash	**307**	45
Due from investment dealers	**750**	260
Subscriptions receivable	**835**	3 300
Dividends receivable, interest accrued and other assets	**1 610**	930
TOTAL ASSETS	**1 040 521**	732 676
LIABILITIES		
Due to investment dealers	**–**	5 267
Redemptions payable	**890**	808
Distributions payable	**328**	1
Accounts payable and accrued expenses	**1 598**	1 167
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 816**	7 243
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 037 705**	$ 725 433
Investments at cost	**$ 1 044 642**	$ 702 418
NAV		
SERIES A	**$ 416 675**	$ 297 822
ADVISOR SERIES	**$ 300 450**	$ 211 437
ADVISOR T5 SERIES	**$ 57 484**	$ 42 541
SERIES T5	**$ 17 998**	$ 12 360
SERIES H	**$ 53 660**	$ 43 817
SERIES D	**$ 15 968**	$ 11 005
SERIES F	**$ 110 738**	$ 63 363
SERIES FT5	**$ 18 850**	$ 10 586
SERIES I	**$ 35 373**	$ 32 103
SERIES O	**$ 10 509**	$ 399
NAV PER UNIT		
SERIES A	**$ 11.02**	$ 11.30
ADVISOR SERIES	**$ 11.03**	$ 11.30
ADVISOR T5 SERIES	**$ 10.64**	$ 11.04
SERIES T5	**$ 10.64**	$ 11.03
SERIES H	**$ 11.03**	$ 11.31
SERIES D	**$ 11.08**	$ 11.33
SERIES F	**$ 11.12**	$ 11.36
SERIES FT5	**$ 10.91**	$ 11.19
SERIES I	**$ 11.13**	$ 11.36
SERIES O	**$ 10.76**	$ 10.97

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 15 529**	$ 7 316
Interest for distribution purposes	**120**	111
Other income (loss)	**1 120**	311
Other income received from underlying funds	**18 235**	9 114
Securities lending revenue (see note 6 in the generic notes)	**49**	28
Capital gains received from underlying funds	**2 695**	1 063
Net realized gain (loss) on investments	**16 583**	13 731
Net gain (loss) on foreign currencies and other net assets	**103**	124
Change in unrealized gain (loss) on investments	**(33 346)**	20 058
TOTAL INCOME (LOSS)	**21 088**	51 856
EXPENSES (see notes – Fund Specific Information)		
Management fees	**15 271**	7 608
Administration fees	**976**	479
Independent Review Committee costs	**3**	3
GST/HST	**1 528**	769
Transaction costs	**919**	512
Withholding tax	**733**	351
TOTAL EXPENSES	**19 430**	9 722
INCREASE (DECREASE) IN NAV	**$ 1 658**	$ 42 134
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (152)**	$ 16 635
ADVISOR SERIES	**$ (56)**	$ 12 687
ADVISOR T5 SERIES	**$ 181**	$ 2 472
SERIES T5	**$ (23)**	$ 675
SERIES H	**$ 316**	$ 2 712
SERIES D	**$ 87**	$ 660
SERIES F	**$ 457**	$ 4 094
SERIES FT5	**$ 106**	$ 828
SERIES I	**$ 819**	$ 1 369
SERIES O	**$ (77)**	$ 2
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ –**	$ 0.97
ADVISOR SERIES	**$ –**	$ 0.98
ADVISOR T5 SERIES	**$ –**	$ 0.98
SERIES T5	**$ –**	$ 0.93
SERIES H	**$ 0.02**	$ 0.99
SERIES D	**$ 0.09**	$ 1.06
SERIES F	**$ 0.12**	$ 1.09
SERIES FT5	**$ 0.11**	$ 1.13
SERIES I	**$ 0.14**	$ 1.08
SERIES O	**$ 0.21**	$ 1.20

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 1 658**	$ 42 134
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(16 583)**	(13 731)
Change in unrealized loss (gain) on investments	**33 346**	(20 058)
(Increase) decrease in accrued receivables	**(680)**	(970)
Increase (decrease) in accrued payables	**431**	5 336
Cost of investments purchased	**(2 803 126)**	(3 095 172)
Proceeds on sales of investments	**2 471 728**	2 594 856
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(313 226)**	(487 605)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**585 894**	581 646
Cash paid on redemption of redeemable units	**(265 032)**	(89 544)
Distributions paid to holders of redeemable units	**(7 374)**	(4 484)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 313 488**	$ 487 618
Net increase (decrease) in cash for the period	**262**	13
Cash (bank overdraft), beginning of period	**45**	32
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 307**	$ 45
Interest received (paid)	**$ 122**	$ 106
Dividends received, net of withholding taxes	**$ 15 234**	$ 6 571

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 297 822**	$ 77 723	**$ 211 437**	$ 61 998	**$ 42 541**	$ 12 961	**$ 12 360**	$ 2 977
INCREASE (DECREASE) IN NAV	**(152)**	16 635	**(56)**	12 687	**181**	2 472	**(23)**	675
Early redemption fees	**–**	–	**2**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**227 606**	237 591	**152 720**	158 498	**32 112**	34 107	**12 437**	10 137
Reinvestments of distributions to holders of redeemable units	**14 495**	8 768	**9 785**	5 862	**535**	322	**102**	65
Redemption of redeemable units	**(107 617)**	(33 505)	**(62 376)**	(20 824)	**(15 213)**	(5 878)	**(6 056)**	(1 083)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**134 484**	212 854	**100 131**	143 536	**17 434**	28 551	**6 483**	9 119
Distributions from net income	**(5 631)**	(2 565)	**(3 963)**	(1 930)	**(1 510)**	(370)	**(479)**	(102)
Distributions from net gains	**(9 848)**	(6 825)	**(7 099)**	(4 854)	**–**	(866)	**–**	(258)
Distributions from capital	**–**	–	**–**	–	**(1 162)**	(207)	**(343)**	(51)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(15 479)**	(9 390)	**(11 062)**	(6 784)	**(2 672)**	(1 443)	**(822)**	(411)
NET INCREASE (DECREASE) IN NAV	**118 853**	220 099	**89 013**	149 439	**14 943**	29 580	**5 638**	9 383
NAV AT END OF PERIOD	**$ 416 675**	$ 297 822	**$ 300 450**	$ 211 437	**$ 57 484**	$ 42 541	**$ 17 998**	$ 12 360

For the periods ended December 31 (see note 2 in the generic notes)	Series H		Series D		Series F		Series FT5	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 43 817**	$ 11 609	**$ 11 005**	$ 3 076	**$ 63 363**	$ 14 876	**$ 10 586**	$ 5 044
INCREASE (DECREASE) IN NAV	**316**	2 712	**87**	660	**457**	4 094	**106**	828
Early redemption fees	**–**	–	**–**	1	**–**	–	**–**	–
Proceeds from redeemable units issued	**30 456**	42 666	**10 977**	11 475	**76 406**	53 342	**12 419**	6 188
Reinvestments of distributions to holders of redeemable units	**1 758**	1 232	**686**	394	**3 649**	1 816	**239**	96
Redemption of redeemable units	**(20 594)**	(12 946)	**(6 099)**	(4 204)	**(28 328)**	(8 332)	**(3 674)**	(1 158)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**11 620**	30 952	**5 564**	7 666	**51 727**	46 826	**8 984**	5 126
Distributions from net income	**(838)**	(469)	**(308)**	(150)	**(2 221)**	(1 010)	**(664)**	(187)
Distributions from net gains	**(1 255)**	(987)	**(380)**	(247)	**(2 588)**	(1 423)	**–**	(225)
Distributions from capital	**–**	–	**–**	–	**–**	–	**(162)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(2 093)**	(1 456)	**(688)**	(397)	**(4 809)**	(2 433)	**(826)**	(412)
NET INCREASE (DECREASE) IN NAV	**9 843**	32 208	**4 963**	7 929	**47 375**	48 487	**8 264**	5 542
NAV AT END OF PERIOD	**$ 53 660**	$ 43 817	**$ 15 968**	$ 11 005	**$ 110 738**	$ 63 363	**$ 18 850**	$ 10 586

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 32 103**	$ 6 425	**$ 399**	$ 16	**$ 725 433**	$ 196 705
INCREASE (DECREASE) IN NAV	**819**	1 369	**(77)**	2	**1 658**	42 134
Early redemption fees	**–**	–	**–**	–	**2**	1
Proceeds from redeemable units issued	**16 629**	26 814	**11 667**	399	**583 429**	581 217
Reinvestments of distributions to holders of redeemable units	**1 158**	724	**459**	2	**32 866**	19 281
Redemption of redeemable units	**(13 679)**	(2 191)	**(1 480)**	(18)	**(265 116)**	(90 139)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 108**	25 347	**10 646**	383	**351 181**	510 360
Distributions from net income	**(805)**	(361)	**(211)**	–	**(16 630)**	(7 144)
Distributions from net gains	**(852)**	(677)	**(248)**	(2)	**(22 270)**	(16 364)
Distributions from capital	**–**	–	**–**	–	**(1 667)**	(258)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 657)**	(1 038)	**(459)**	(2)	**(40 567)**	(23 766)
NET INCREASE (DECREASE) IN NAV	**3 270**	25 678	**10 110**	383	**312 272**	528 728
NAV AT END OF PERIOD	**$ 35 373**	$ 32 103	**$ 10 509**	$ 399	**$ 1 037 705**	$ 725 433

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

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 (%)

Credit-exposed securities, excluding short-term investments, comprise 31.0% (December 31, 2014 – 0.0%) 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 2015**	December 31 2014
AAA	**9.8**	–
AA	**18.6**	–
A	**15.1**	–
BBB	**25.4**	–
BB	**13.7**	–
B	**11.0**	–
CCC	**3.0**	–
Unrated	**3.4**	–
Total	**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 2015**	December 31 2014
Investment Funds	**49.8**	47.3
Canadian Equities	**28.9**	29.5
United States Equities	**20.2**	20.7
Cash/Other	**1.1**	2.5
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 1.8% (December 31, 2014 – 1.9%). 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 2015**	December 31 2014
United States dollar	**21.8**	22.6
Euro	**4.2**	2.9
Pound sterling	**2.7**	2.0
Hong Kong dollar	**2.5**	2.4
South Korean won	**1.8**	1.6
New Taiwan dollar	**1.3**	1.2
Swiss franc	**1.3**	0.9
Brazilian real	**0.7**	0.9
South African rand	**0.6**	–
Indian rupee	**0.6**	0.8
Thailand baht	**0.5**	–
Other currencies	**2.8**	2.7
Total	**40.8**	38.0

As at December 31, 2015, 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, 2014 – 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 28-month (December 31, 2014 – 16-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ or - 0.5**	+ 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**510 597**	**–**	**–**	**510 597**
Mutual fund units	**516 526**	**–**	**–**	**516 526**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**9 896**	**–**	**9 896**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 027 123**	**9 896**	**–**	**1 037 019**
% of total portfolio	**99.0**	**1.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series A	**–**	105
Advisor Series	**–**	105
Advisor T5 Series	**–**	107
Series T5	**–**	107
Series H	**–**	105
Series D	**–**	106
Series F	**–**	106
Series FT5	**–**	107
Series I	**–**	106
Series O	**116**	110
Value of all units	**1**	12

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Global Monthly Income Bond Fund	**5.9**	**4.8**	5.8	3.5
Phillips, Hager & North Total Return Bond Fund	**11.5**	**1.6**	11.9	1.4
RBC Emerging Markets Dividend Fund	**9.9**	**23.8**	9.8	24.2
RBC European Dividend Fund	**8.8**	**62.6**	6.2	84.1
RBC Global Corporate Bond Fund	**7.8**	**1.5**	7.8	1.7
RBC Global High Yield Bond Fund	**5.9**	**2.3**	5.8	2.0

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**26 357**	7 320
Issued number of units	**19 406**	21 223
Reinvested number of units	**1 312**	778
Redeemed number of units	**(9 277)**	(2 964)
Ending number of units	**37 798**	26 357
Advisor Series		
Opening units	**18 708**	5 838
Issued number of units	**13 026**	14 203
Reinvested number of units	**886**	520
Redeemed number of units	**(5 371)**	(1 853)
Ending number of units	**27 249**	18 708
Advisor T5 Series		
Opening units	**3 852**	1 233
Issued number of units	**2 851**	3 126
Reinvested number of units	**48**	29
Redeemed number of units	**(1 349)**	(536)
Ending number of units	**5 402**	3 852
Series T5		
Opening units	**1 120**	283
Issued number of units	**1 107**	930
Reinvested number of units	**9**	6
Redeemed number of units	**(544)**	(99)
Ending number of units	**1 692**	1 120
Series H		
Opening units	**3 875**	1 094
Issued number of units	**2 593**	3 808
Reinvested number of units	**159**	109
Redeemed number of units	**(1 763)**	(1 136)
Ending number of units	**4 864**	3 875
Series D		
Opening units	**971**	289
Issued number of units	**931**	1 015
Reinvested number of units	**62**	35
Redeemed number of units	**(523)**	(368)
Ending number of units	**1 441**	971
Series F		
Opening units	**5 579**	1 397
Issued number of units	**6 481**	4 750
Reinvested number of units	**327**	160
Redeemed number of units	**(2 432)**	(728)
Ending number of units	**9 955**	5 579
Series FT5		
Opening units	**946**	478
Issued number of units	**1 086**	563
Reinvested number of units	**21**	9
Redeemed number of units	**(325)**	(104)
Ending number of units	**1 728**	946
Series I		
Opening units	**2 826**	604
Issued number of units	**1 413**	2 352
Reinvested number of units	**103**	64
Redeemed number of units	**(1 164)**	(194)
Ending number of units	**3 178**	2 826
Series O		
Opening units	**36**	1
Issued number of units	**1 030**	37
Reinvested number of units	**43**	–
Redeemed number of units	**(133)**	(2)
Ending number of units	**976**	36

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**919**	**100**	512	100
Related-party brokerage commissions*	–	–	42	8
Commission arrangements†	**52**	**6**	63	12

* 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 2015	December 31 2014
Fair value of securities loaned	**34 801**	35 015
Fair value of collateral received	**35 497**	35 716

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT VERY CONSERVATIVE PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
148 665 450	Phillips, Hager & North Bond Fund*	$ 1 567 083	$ 1 552 439	**15.5**
14 742 600	Phillips, Hager & North Canadian Equity Underlying Fund*	149 978	147 374	**1.5**
24 170 528	Phillips, Hager & North Canadian Equity Underlying Fund II*	227 435	206 027	**2.1**
71 068 259	Phillips, Hager & North Short Term Bond & Mortgage Fund*	724 309	722 097	**7.2**
83 973 934	Phillips, Hager & North Total Return Bond Fund*	973 794	963 350	**9.7**
33 439 125	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	551 666	546 763	**5.5**
8 550 313	RBC Asia Pacific ex-Japan Equity Fund*	89 292	93 616	**0.9**
140 563 791	RBC Bond Fund*	941 414	970 101	**9.7**
10 063 347	RBC Canadian Dividend Fund*	546 719	597 057	**6.0**
67 127 408	RBC Canadian Short-Term Income Fund*	736 511	730 219	**7.3**
24 670 267	RBC European Equity Fund*	481 343	601 525	**6.0**
86 518 348	RBC Global Bond Fund*	931 492	964 515	**9.7**
100 681 114	RBC Global Corporate Bond Fund*	996 127	958 615	**9.6**
10 864 166	RBC Global Equity Fund*	111 145	143 297	**1.4**
18 834 914	RBC Global High Yield Bond Fund*	201 957	189 349	**1.9**
5 280 185	RBC Japanese Equity Fund*	54 169	63 809	**0.6**
11 189 942	RBC Private Canadian Equity Pool*	268 893	232 580	**2.3**
7 602 854	RBC QUBE Low Volatility Canadian Equity Fund*	105 740	99 087	**1.0**
5 053 154	RBC QUBE Low Volatility U.S. Equity Fund*	91 132	99 709	**1.0**
13 943	RBC U.S. Equity Fund*	382	411	–
TOTAL MUTUAL FUND UNITS		9 750 581	9 881 940	**98.9**
SHORT-TERM INVESTMENTS†		127 684	127 684	**1.3**
TOTAL INVESTMENTS		9 878 265	10 009 624	**100.2**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	57	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(159)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	3 062	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(228)	–
TOTAL PORTFOLIO		$ 9 878 265	10 012 356	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(16 495)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 9 995 861	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
269	Mini MSCI EAFE Index Future, March 2016 Contracts at USD 1 697.79 per contract	$ 31 131	$ 8
40	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	6 038	49
		$ 37 169	$ 57

Number of Contracts		Contracted Value	Unrealized Loss
148	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 20 621	$ (159)
		$ 20 621	$ (159)
TOTAL FUTURES		$ 57 790	$ (102)

$9 000 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 USD 5 Sold CAD 7 @ 0.7208	04-Jan-16	$ –
Bought USD 13 197 Sold CAD 17 186 @ 0.7679	13-Jan-16	1 074
Bought USD 27 197 Sold CAD 35 793 @ 0.7598	27-Jan-16	1 837
Bought USD 305 Sold CAD 407 @ 0.7490	08-Feb-16	15
Bought USD 1 150 Sold CAD 1 537 @ 0.7484	08-Feb-16	54
Bought USD 1 676 Sold CAD 2 237 @ 0.7491	19-Feb-16	82
		$ 3 062

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 591 Sold USD 1 190 @ 1.3371	13-Jan-16	$ (55)
Bought CAD 3 988 Sold USD 2 996 @ 1.3311	27-Jan-16	(158)
Bought USD 1 060 Sold CAD 1 467 @ 0.7224	16-Feb-16	(1)
Bought CAD 2 237 Sold USD 1 627 @ 1.3748	19-Feb-16	(14)
		$ (228)
TOTAL FOREIGN EXCHANGE		$ 2 834

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 10 009 624**	$ 8 038 048
Cash	**5**	1
Due from investment dealers	**–**	10 000
Subscriptions receivable	**9 414**	7 358
Unrealized gain on futures contracts	**57**	3 021
Unrealized gain on foreign exchange contracts	**3 062**	473
Dividends receivable, interest accrued and other assets	**35**	90
TOTAL ASSETS	**10 022 197**	8 058 991
LIABILITIES		
Due to investment dealers	**4 500**	33 500
Redemptions payable	**5 963**	3 363
Unrealized loss on futures contracts	**159**	–
Futures contracts margin payable	**566**	2 980
Unrealized loss on foreign exchange contracts	**228**	1 086
Distributions payable	**649**	–
Accounts payable and accrued expenses	**14 271**	12 030
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**26 336**	52 959
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 9 995 861**	$ 8 006 032
Investments at cost	**$ 9 878 265**	$ 7 741 181
NAV		
SERIES A	**$ 9 632 305**	$ 7 742 891
ADVISOR SERIES	**$ 70 223**	$ 50 737
SERIES T5	**$ 220 953**	$ 135 201
SERIES F	**$ 69 807**	$ 77 195
SERIES O	**$ 2 573**	$ 8
NAV PER UNIT		
SERIES A	**$ 12.04**	$ 12.14
ADVISOR SERIES	**$ 12.10**	$ 12.20
SERIES T5	**$ 11.48**	$ 11.74
SERIES F	**$ 12.13**	$ 12.24
SERIES O	**$ 9.91**	$ 9.99

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 1 807**	$ 1 234
Net gain (loss) from futures contracts	**(1 568)**	(372)
Other income received from underlying funds	**282 565**	203 247
Capital gains received from underlying funds	**121 589**	138 234
Net realized gain (loss) on investments	**124 145**	136 835
Net gain (loss) on foreign currencies and other net assets	**5 904**	(351)
Change in unrealized gain (loss) on investments	**(162 061)**	88 763
TOTAL INCOME (LOSS)	**372 381**	567 590
EXPENSES (see notes – Fund Specific Information)		
Management fees	**134 260**	101 806
Administration fees	**4 656**	3 529
Independent Review Committee costs	**3**	3
GST/HST	**14 712**	11 172
TOTAL EXPENSES	**153 631**	116 510
INCREASE (DECREASE) IN NAV	**$ 218 750**	$ 451 080
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 210 737**	$ 439 374
ADVISOR SERIES	**$ 1 312**	$ 2 097
SERIES T5	**$ 3 891**	$ 6 279
SERIES F	**$ 2 828**	$ 3 291
SERIES O	**$ (18)**	$ 39
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.29**	$ 0.78
ADVISOR SERIES	**$ 0.29**	$ 0.76
SERIES T5	**$ 0.29**	$ 0.75
SERIES F	**$ 0.41**	$ 0.88
SERIES O	**$ 0.40**	$ 0.66

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 218 750**	$ 451 080
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(124 145)**	(136 835)
Change in unrealized loss (gain) on investments	**162 061**	(88 763)
(Increase) decrease in accrued receivables	**3 019**	(13 081)
Increase (decrease) in accrued payables	**2 400**	30 645
Cost of investments purchased	**(9 698 890)**	(7 905 610)
Proceeds on sales of investments	**7 666 951**	6 054 659
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 769 854)**	(1 607 905)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**3 578 271**	2 986 732
Cash paid on redemption of redeemable units	**(1 792 640)**	(1 371 745)
Distributions paid to holders of redeemable units	**(13 359)**	(10 062)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 772 272**	$ 1 604 925
Net increase (decrease) in cash for the period	**2 418**	(2 980)
Cash (bank overdraft), beginning of period	**(2 979)**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (561)**	$ (2 979)
Interest received (paid)	**$ 1 862**	$ 1 174
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 7 742 891**	$ 5 841 347	**$ 50 737**	$ 20 520	**$ 135 201**	$ 65 990	**$ 77 195**	$ 20 194
INCREASE (DECREASE) IN NAV	**210 737**	439 374	**1 312**	2 097	**3 891**	6 279	**2 828**	3 291
Early redemption fees	**21**	33	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**3 350 724**	2 743 822	**35 672**	37 544	**130 155**	86 602	**59 835**	68 430
Reinvestments of distributions to holders of redeemable units	**324 877**	286 518	**2 098**	1 585	**2 830**	1 765	**2 250**	1 939
Redemption of redeemable units	**(1 665 960)**	(1 276 409)	**(17 214)**	(9 233)	**(41 996)**	(20 348)	**(68 852)**	(13 447)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 009 662**	1 753 964	**20 556**	29 896	**90 989**	68 019	**(6 767)**	56 922
Distributions from net income	**(131 391)**	(79 473)	**(934)**	(387)	**(2 664)**	(1 133)	**(1 965)**	(1 117)
Distributions from net gains	**(199 594)**	(212 321)	**(1 448)**	(1 389)	**(4 395)**	(3 540)	**(1 484)**	(2 095)
Distributions from capital	**–**	–	**–**	–	**(2 069)**	(414)	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(330 985)**	(291 794)	**(2 382)**	(1 776)	**(9 128)**	(5 087)	**(3 449)**	(3 212)
NET INCREASE (DECREASE) IN NAV	**1 889 414**	1 901 544	**19 486**	30 217	**85 752**	69 211	**(7 388)**	57 001
NAV AT END OF PERIOD	**$ 9 632 305**	$ 7 742 891	**$ 70 223**	$ 50 737	**$ 220 953**	$ 135 201	**$ 69 807**	$ 77 195

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 8**	$ –	**$ 8 006 032**	$ 5 948 051
INCREASE (DECREASE) IN NAV	**(18)**	39	**218 750**	451 080
Early redemption fees	**–**	–	**21**	33
Proceeds from redeemable units issued	**3 941**	52 414	**3 580 327**	2 988 812
Reinvestments of distributions to holders of redeemable units	**–**	–	**332 055**	291 807
Redemption of redeemable units	**(1 239)**	(52 445)	**(1 795 261)**	(1 371 882)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 702**	(31)	**2 117 142**	1 908 770
Distributions from net income	**(65)**	–	**(137 019)**	(82 110)
Distributions from net gains	**(54)**	–	**(206 975)**	(219 345)
Distributions from capital	**–**	–	**(2 069)**	(414)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(119)**	–	**(346 063)**	(301 869)
NET INCREASE (DECREASE) IN NAV	**2 565**	8	**1 989 829**	2 057 981
NAV AT END OF PERIOD	**$ 2 573**	$ 8	**$ 9 995 861**	$ 8 006 032

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

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.

Series O units were started in February 2014.

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 2015**	December 31 2014
Income Funds	**70.6**	73.7
Canadian Equity Funds	**12.9**	11.4
International Equity Funds	**8.9**	6.8
United States Equity Funds	**6.5**	6.3
Cash/Other	**1.1**	1.8
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 4.3% (December 31, 2014 – 4.1%). 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**9 881 940**	**–**	**–**	**9 881 940**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**127 684**	**–**	**127 684**
Derivatives – assets	**57**	**3 062**	**–**	**3 119**
Derivatives – liabilities	**(159)**	**(228)**	**–**	**(387)**
Total financial instruments	**9 881 838**	**130 518**	**–**	**10 012 356**
% of total portfolio	**98.7**	**1.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.60%
Advisor Series	1.60%
Series T5	1.60%
Series F	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%

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 2015	December 31 2014
Units held		
Series T5	–	48
Series O	**111**	106
Value of all units	**1**	2

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Bond Fund	**15.5**	**17.5**	15.9	14.7
Phillips, Hager & North Canadian Equity Underlying Fund	**1.5**	**6.2**	2.0	6.2
Phillips, Hager & North Canadian Equity Underlying Fund II	**2.1**	**14.7**	1.0	19.3
Phillips, Hager & North Short Term Bond & Mortgage Fund	**7.2**	**14.1**	10.4	17.9
Phillips, Hager & North Total Return Bond Fund	**9.7**	**12.9**	9.5	12.7
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**5.5**	**14.0**	2.4	8.5
RBC Asia Pacific ex-Japan Equity Fund	**0.9**	**6.1**	0.7	5.5
RBC Bond Fund	**9.7**	**6.2**	10.4	6.3
RBC Canadian Dividend Fund	**6.0**	**3.6**	6.1	2.7
RBC Canadian Short-Term Income Fund	**7.3**	**15.5**	10.1	15.7
RBC European Equity Fund	**6.0**	**10.2**	4.3	8.8
RBC Global Bond Fund	**9.7**	**25.5**	10.8	21.8
RBC Global Corporate Bond Fund	**9.6**	**18.1**	5.6	13.2
RBC Global Equity Fund	**1.4**	**21.3**	1.3	34.1
RBC Global High Yield Bond Fund	**1.9**	**7.1**	1.0	3.8
RBC Japanese Equity Fund	**0.6**	**6.5**	0.5	6.0
RBC Private Canadian Equity Pool	**2.3**	**7.4**	2.3	7.4
RBC QUBE Low Volatility Canadian Equity Fund	**1.0**	**7.8**	–	–
RBC QUBE Low Volatility U.S. Equity Fund	**1.0**	**9.5**	–	–
RBC U.S. Equity Fund	–	–	3.9	8.6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**637 751**	493 870
Issued number of units	**269 479**	224 816
Reinvested number of units	**26 777**	23 611
Redeemed number of units	**(134 260)**	(104 546)
Ending number of units	**799 747**	637 751
Advisor Series		
Opening units	**4 159**	1 729
Issued number of units	**2 850**	3 054
Reinvested number of units	**172**	130
Redeemed number of units	**(1 378)**	(754)
Ending number of units	**5 803**	4 159
Series T5		
Opening units	**11 513**	5 711
Issued number of units	**11 061**	7 390
Reinvested number of units	**241**	151
Redeemed number of units	**(3 569)**	(1 739)
Ending number of units	**19 246**	11 513
Series F		
Opening units	**6 305**	1 696
Issued number of units	**4 773**	5 538
Reinvested number of units	**184**	158
Redeemed number of units	**(5 507)**	(1 087)
Ending number of units	**5 755**	6 305
Series O		
Opening units	**1**	–
Issued number of units	**380**	5 133
Reinvested number of units	**–**	–
Redeemed number of units	**(121)**	(5 132)
Ending number of units	**260**	1

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT CONSERVATIVE PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
54 355 392	Phillips, Hager & North Bond Fund*	$ 571 360	$ 567 606	**2.8**
54 212 407	Phillips, Hager & North Canadian Equity Underlying Fund*	545 826	541 934	**2.7**
65 030 467	Phillips, Hager & North Canadian Equity Underlying Fund II*	607 112	554 313	**2.8**
74 725 459	Phillips, Hager & North Short Term Bond & Mortgage Fund*	765 341	759 256	**3.8**
165 168 086	Phillips, Hager & North Total Return Bond Fund*	1 907 986	1 894 807	**9.4**
60 952 488	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	919 622	996 634	**5.0**
43 714 350	RBC Asia Pacific ex-Japan Equity Fund*	450 188	478 620	**2.4**
550 664 612	RBC Bond Fund*	3 637 964	3 800 411	**19.0**
24 870 038	RBC Canadian Dividend Fund*	1 281 454	1 475 537	**7.4**
139 992 961	RBC Canadian Short-Term Income Fund*	1 529 746	1 522 857	**7.6**
73 700 100	RBC European Equity Fund*	1 370 589	1 797 000	**9.0**
84 820 552	RBC Global Bond Fund*	907 010	945 588	**4.7**
98 966 231	RBC Global Corporate Bond Fund*	976 556	942 287	**4.7**
18 250 160	RBC Global Equity Fund*	184 256	240 718	**1.2**
55 782 131	RBC Global High Yield Bond Fund*	599 466	560 783	**2.8**
26 977 881	RBC Japanese Equity Fund*	271 033	326 020	**1.6**
37 649 723	RBC Private Canadian Equity Pool*	905 751	782 538	**3.9**
14 971 615	RBC QUBE Low Volatility Canadian Equity Fund*	208 444	195 124	**1.0**
9 813 196	RBC QUBE Low Volatility U.S. Equity Fund*	177 243	193 634	**1.0**
28 479 912	RBC QUBE U.S. Equity Fund*	437 858	438 548	**2.2**
17 594 560	RBC U.S. Dividend Fund*	442 265	455 476	**2.3**
7 529 541	RBC U.S. Equity Fund*	200 469	221 846	**1.1**
TOTAL MUTUAL FUND UNITS		18 897 539	19 691 537	**98.4**
SHORT-TERM INVESTMENTS†		358 453	358 453	**1.8**
TOTAL INVESTMENTS		19 255 992	20 049 990	**100.2**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	363	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(782)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	8 690	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(242)	–
TOTAL PORTFOLIO		$19 255 992	20 058 019	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(37 596)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$20 020 423	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
602	Mini MSCI EAFE Index Future, March 2016 Contracts at USD 1 697.79 per contract	$ 69 670	$ 17
281	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	42 416	346
		$ 112 086	$ 363

Number of Contracts		Contracted Value	Unrealized Loss
729	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 101 574	$ (782)
		$ 101 574	$ (782)
TOTAL FUTURES		$ 213 660	$ (419)

$21 500 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 39 177 Sold CAD 51 019 @ 0.7679	13-Jan-16	$ 3 189
Bought USD 46 548 Sold CAD 61 279 @ 0.7596	27-Jan-16	3 126
Bought CAD 699 Sold USD 500 @ 1.3979	08-Feb-16	7
Bought USD 19 596 Sold CAD 26 164 @ 0.7490	08-Feb-16	948
Bought USD 3 990 Sold CAD 5 332 @ 0.7484	08-Feb-16	189
Bought USD 22 995 Sold CAD 30 612 @ 0.7512	16-Feb-16	1 203
Bought USD 560 Sold CAD 747 @ 0.7495	19-Feb-16	28
		$ 8 690

Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 562 Sold USD 4 160 @ 1.3371	13-Jan-16	$ (193)
Bought USD 3 552 Sold CAD 4 917 @ 0.7224	16-Feb-16	(3)
Bought CAD 7 178 Sold USD 5 221 @ 1.3748	19-Feb-16	(46)
		$ (242)
TOTAL FOREIGN EXCHANGE		$ 8 448

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 20 049 990**	$ 16 817 640
Cash	**7**	2
Due from investment dealers	**2 000**	25 000
Subscriptions receivable	**15 056**	10 083
Unrealized gain on futures contracts	**363**	7 466
Unrealized gain on foreign exchange contracts	**8 690**	964
Dividends receivable, interest accrued and other assets	**137**	185
TOTAL ASSETS	**20 076 243**	16 861 340
LIABILITIES		
Due to investment dealers	**11 500**	44 500
Redemptions payable	**9 555**	6 455
Unrealized loss on futures contracts	**782**	273
Futures contracts margin payable	**2 230**	6 682
Unrealized loss on foreign exchange contracts	**242**	3 246
Distributions payable	**1 243**	–
Accounts payable and accrued expenses	**30 268**	27 376
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**55 820**	88 532
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 20 020 423**	$ 16 772 808
Investments at cost	**$ 19 255 992**	$ 15 703 146
NAV		
SERIES A	**$ 19 307 267**	$ 16 325 444
ADVISOR SERIES	**$ 38 102**	$ 28 791
SERIES T5	**$ 376 825**	$ 209 456
SERIES F	**$ 62 316**	$ 35 950
SERIES O	**$ 235 913**	$ 173 167
NAV PER UNIT		
SERIES A	**$ 20.37**	$ 20.50
ADVISOR SERIES	**$ 20.56**	$ 20.68
SERIES T5	**$ 19.66**	$ 19.91
SERIES F	**$ 20.67**	$ 20.74
SERIES O	**$ 20.97**	$ 21.01

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 3 931**	$ 2 626
Net gain (loss) from futures contracts	**(15 577)**	(515)
Other income received from underlying funds	**552 878**	414 479
Capital gains received from underlying funds	**292 363**	446 670
Net realized gain (loss) on investments	**491 333**	472 278
Net gain (loss) on foreign currencies and other net assets	**12 361**	(993)
Change in unrealized gain (loss) on investments	**(309 766)**	87 957
TOTAL INCOME (LOSS)	**1 027 523**	1 422 502
EXPENSES (see notes – Fund Specific Information)		
Management fees	**295 818**	242 153
Administration fees	**9 345**	7 618
Independent Review Committee costs	**3**	3
GST/HST	**31 721**	26 057
TOTAL EXPENSES	**336 887**	275 831
INCREASE (DECREASE) IN NAV	**$ 690 636**	$ 1 146 671
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 667 352**	$ 1 120 144
ADVISOR SERIES	**$ 1 178**	$ 2 013
SERIES T5	**$ 9 258**	$ 11 646
SERIES F	**$ 2 025**	$ 2 259
SERIES O	**$ 10 823**	$ 10 609
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.78**	$ 1.56
ADVISOR SERIES	**$ 0.77**	$ 1.57
SERIES T5	**$ 0.74**	$ 1.48
SERIES F	**$ 1.01**	$ 1.79
SERIES O	**$ 1.19**	$ 1.97

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 690 636**	$ 1 146 671
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(491 333)**	(472 278)
Change in unrealized loss (gain) on investments	**309 766**	(87 957)
(Increase) decrease in accrued receivables	**7 151**	(32 613)
Increase (decrease) in accrued payables	**3 401**	31 095
Cost of investments purchased	**(16 966 006)**	(15 243 925)
Proceeds on sales of investments	**13 894 493**	12 323 450
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(2 551 892)**	(2 335 557)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**5 091 992**	4 377 038
Cash paid on redemption of redeemable units	**(2 516 603)**	(2 034 212)
Distributions paid to holders of redeemable units	**(19 040)**	(14 076)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 2 556 349**	$ 2 328 750
Net increase (decrease) in cash for the period	**4 457**	(6 807)
Cash (bank overdraft), beginning of period	**(6 680)**	127
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (2 223)**	$ (6 680)
Interest received (paid)	**$ 3 979**	$ 2 479
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 16 325 444**	$ 13 077 664	**$ 28 791**	$ 24 859	**$ 209 456**	$ 99 674	**$ 35 950**	$ 17 052
INCREASE (DECREASE) IN NAV	**667 352**	1 120 144	**1 178**	2 013	**9 258**	11 646	**2 025**	2 259
Early redemption fees	**22**	22	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**4 738 401**	4 064 501	**17 957**	11 237	**222 210**	134 270	**40 338**	26 197
Reinvestments of distributions to holders of redeemable units	**860 777**	853 882	**1 587**	1 380	**4 480**	4 730	**2 401**	1 594
Redemption of redeemable units	**(2 416 155)**	(1 929 295)	**(9 729)**	(9 225)	**(52 665)**	(30 318)	**(15 259)**	(9 015)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 183 045**	2 989 110	**9 815**	3 392	**174 025**	108 682	**27 480**	18 776
Distributions from net income	**(200 385)**	(120 888)	**(384)**	(212)	**(3 193)**	(1 254)	**(1 022)**	(506)
Distributions from net gains	**(668 189)**	(740 586)	**(1 298)**	(1 261)	**(12 721)**	(9 292)	**(2 117)**	(1 631)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(868 574)**	(861 474)	**(1 682)**	(1 473)	**(15 914)**	(10 546)	**(3 139)**	(2 137)
NET INCREASE (DECREASE) IN NAV	**2 981 823**	3 247 780	**9 311**	3 932	**167 369**	109 782	**26 366**	18 898
NAV AT END OF PERIOD	**$ 19 307 267**	$ 16 325 444	**$ 38 102**	$ 28 791	**$ 376 825**	$ 209 456	**$ 62 316**	$ 35 950

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 173 167**	$ 79 726	**$ 16 772 808**	$ 13 298 975
INCREASE (DECREASE) IN NAV	**10 823**	10 609	**690 636**	1 146 671
Early redemption fees	**–**	–	**22**	22
Proceeds from redeemable units issued	**78 059**	141 990	**5 096 965**	4 378 195
Reinvestments of distributions to holders of redeemable units	**13 211**	10 591	**882 456**	872 177
Redemption of redeemable units	**(25 917)**	(59 126)	**(2 519 725)**	(2 036 979)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**65 353**	93 455	**3 459 718**	3 213 415
Distributions from net income	**(5 235)**	(2 924)	**(210 219)**	(125 784)
Distributions from net gains	**(8 195)**	(7 699)	**(692 520)**	(760 469)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(13 430)**	(10 623)	**(902 739)**	(886 253)
NET INCREASE (DECREASE) IN NAV	**62 746**	93 441	**3 247 615**	3 473 833
NAV AT END OF PERIOD	**$ 235 913**	$ 173 167	**$ 20 020 423**	$ 16 772 808

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**54.8**	58.2
Canadian Equity Funds	**17.8**	16.5
International Equity Funds	**14.2**	12.0
United States Equity Funds	**11.6**	11.7
Cash/Other	**1.6**	1.6
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 3.4% (December 31, 2014 – 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**19 691 537**	**–**	**–**	**19 691 537**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**358 453**	**–**	**358 453**
Derivatives – assets	**363**	**8 690**	**–**	**9 053**
Derivatives – liabilities	**(782)**	**(242)**	**–**	**(1 024)**
Total financial instruments	**19 691 118**	**366 901**	**–**	**20 058 019**
% of total portfolio	**98.2**	**1.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.75%
Advisor Series	1.75%
Series T5	1.75%
Series F	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%

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 2015	December 31 2014
Units held		
Series T5	–	30
Series O	**78**	73
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Bond Fund	**2.8**	**6.4**	3.3	6.4
Phillips, Hager & North Canadian Equity Underlying Fund	**2.7**	**22.7**	3.5	22.9
Phillips, Hager & North Canadian Equity Underlying Fund II	**2.8**	**39.6**	1.3	52.3
Phillips, Hager & North Short Term Bond & Mortgage Fund	**3.8**	**14.8**	1.9	7.0
Phillips, Hager & North Total Return Bond Fund	**9.4**	**25.4**	10.1	28.4
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**5.0**	**25.5**	3.8	28.9
RBC Asia Pacific ex-Japan Equity Fund	**2.4**	**31.1**	2.1	31.7
RBC Bond Fund	**19.0**	**24.5**	21.9	27.9
RBC Canadian Dividend Fund	**7.4**	**8.9**	3.9	7.3
RBC Canadian Short-Term Income Fund	**7.6**	**32.4**	8.6	27.8
RBC European Equity Fund	**9.0**	**30.5**	7.3	31.2
RBC Global Bond Fund	**4.7**	**25.0**	8.0	34.0
RBC Global Corporate Bond Fund	**4.7**	**17.8**	3.3	16.7
RBC Global Equity Fund	**1.2**	**35.7**	1.2	64.6
RBC Global High Yield Bond Fund	**2.8**	**21.0**	1.1	8.3
RBC Japanese Equity Fund	**1.6**	**33.4**	1.4	33.5
RBC Private Canadian Equity Pool	**3.9**	**24.8**	7.8	26.4
RBC QUBE Low Volatility Canadian Equity Fund	**1.0**	**15.3**	–	–
RBC QUBE Low Volatility U.S. Equity Fund	**1.0**	**18.5**	–	–
RBC QUBE U.S. Equity Fund	**2.2**	**16.5**	–	–
RBC U.S. Dividend Fund	**2.3**	**17.3**	–	–
RBC U.S. Equity Fund	**1.1**	**13.4**	7.9	36.1

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, 2015.

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)	**2015**	2014
Series A		
Opening units	**796 534**	651 959
Issued number of units	**223 302**	195 437
Reinvested number of units	**41 997**	41 680
Redeemed number of units	**(114 044)**	(92 542)
Ending number of units	**947 789**	796 534
Advisor Series		
Opening units	**1 392**	1 230
Issued number of units	**839**	535
Reinvested number of units	**77**	67
Redeemed number of units	**(455)**	(440)
Ending number of units	**1 853**	1 392
Series T5		
Opening units	**10 520**	5 081
Issued number of units	**11 042**	6 717
Reinvested number of units	**224**	237
Redeemed number of units	**(2 617)**	(1 515)
Ending number of units	**19 169**	10 520
Series F		
Opening units	**1 734**	842
Issued number of units	**1 876**	1 242
Reinvested number of units	**115**	77
Redeemed number of units	**(709)**	(427)
Ending number of units	**3 016**	1 734
Series O		
Opening units	**8 241**	3 888
Issued number of units	**3 572**	6 571
Reinvested number of units	**624**	504
Redeemed number of units	**(1 189)**	(2 722)
Ending number of units	**11 248**	8 241

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT BALANCED PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
48 931 282	BlueBay Global Monthly Income Bond Fund*	$ 516 409	$ 479 346	**2.5**
67 094 503	Phillips, Hager & North Canadian Equity Underlying Fund*	677 686	670 710	**3.5**
62 234 694	Phillips, Hager & North Canadian Equity Underlying Fund II*	578 320	530 482	**2.8**
69 860 317	Phillips, Hager & North Total Return Bond Fund*	825 790	801 438	**4.2**
67 277 959	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	949 391	1 100 062	**5.8**
43 002 336	RBC Asia Pacific ex-Japan Equity Fund*	444 433	470 824	**2.5**
536 363 126	RBC Bond Fund*	3 563 866	3 701 710	**19.5**
17 661 233	RBC Canadian Dividend Fund*	904 721	1 047 839	**5.5**
9 000 931	RBC Emerging Markets Dividend Fund*	96 576	94 439	**0.5**
46 855 909	RBC Emerging Markets Equity Fund*	545 167	665 396	**3.5**
7 918 597	RBC Emerging Markets Small-Cap Equity Fund*	87 077	99 937	**0.5**
65 671 958	RBC European Equity Fund*	1 235 112	1 601 253	**8.4**
42 735 015	RBC Global Bond Fund*	457 342	476 414	**2.5**
134 495 869	RBC Global Corporate Bond Fund*	1 328 035	1 280 575	**6.7**
40 866 143	RBC Global Dividend Growth Fund*	489 322	551 558	**2.9**
40 860 704	RBC Global Equity Focus Fund*	438 234	559 739	**2.9**
15 776 894	RBC Global High Yield Bond Fund*	168 905	158 607	**0.8**
20 321 601	RBC Japanese Equity Fund*	201 190	245 580	**1.3**
49 785 165	RBC Private Canadian Equity Pool*	1 198 584	1 034 770	**5.4**
17 678 071	RBC Private U.S. Large-Cap Core Equity Pool*	384 867	373 152	**2.0**
62 244 148	RBC QUBE Canadian Equity Fund*	675 273	618 769	**3.3**
65 487 113	RBC QUBE U.S. Equity Fund*	821 920	1 008 403	**5.3**
15 293 663	RBC U.S. Dividend Fund*	383 490	395 912	**2.1**
6 614 154	RBC U.S. Equity Fund*	179 296	194 875	**1.0**
6 268 841	RBC U.S. Mid-Cap Equity Fund*	138 459	198 700	**1.1**
12 365 450	RBC U.S. Mid-Cap Value Equity Fund*	184 705	164 078	**0.9**
TOTAL MUTUAL FUND UNITS		17 474 170	18 524 568	**97.4**
SHORT-TERM INVESTMENTS†		507 003	507 003	**2.7**
TOTAL INVESTMENTS		17 981 173	19 031 571	**100.1**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	858	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(1 209)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	14 296	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(525)	–
TOTAL PORTFOLIO		$17 981 173	19 044 991	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(37 750)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$19 007 241	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
738	Mini MSCI EAFE Index Future, March 2016 Contracts at USD 1 697.79 per contract	$ 85 409	$ 22
843	Mini MSCI Emerging Markets Index Future, March 2016 Contracts at USD 780.80 per contract	44 867	390
362	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	54 643	446
		$ 184 919	$ 858

Number of Contracts		Contracted Value	Unrealized Loss
1 127	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 157 028	$ (1 209)
		$ 157 028	$ (1 209)
TOTAL FUTURES		$ 341 947	$ (351)

$33 500 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 64 206 Sold CAD 83 614 @ 0.7679	13-Jan-16	$ 5 227
Bought USD 1 802 Sold CAD 2 374 @ 0.7591	27-Jan-16	120
Bought USD 47 836 Sold CAD 62 974 @ 0.7596	27-Jan-16	3 213
Bought USD 15 123 Sold CAD 19 903 @ 0.7598	27-Jan-16	1 022
Bought USD 42 728 Sold CAD 57 049 @ 0.7490	08-Feb-16	2 066
Bought USD 7 316 Sold CAD 9 776 @ 0.7484	08-Feb-16	346
Bought USD 7 546 Sold CAD 10 052 @ 0.7507	16-Feb-16	389
Bought USD 37 913 Sold CAD 50 608 @ 0.7491	19-Feb-16	1 845
Bought USD 1 380 Sold CAD 1 841 @ 0.7495	19-Feb-16	68
		$ 14 296

Contracts	Maturity Date	Unrealized Loss
Bought CAD 10 550 Sold USD 7 890 @ 1.3371	13-Jan-16	$ (367)
Bought CAD 1 731 Sold USD 1 300 @ 1.3316	08-Feb-16	(68)
Bought USD 5 927 Sold CAD 8 205 @ 0.7224	16-Feb-16	(5)
Bought CAD 13 331 Sold USD 9 697 @ 1.3748	19-Feb-16	(85)
		$ (525)
TOTAL FOREIGN EXCHANGE		$ 13 771

All counterparties have a credit rating of at least A.

* 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 0.41% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 19 031 571**	$ 15 000 070
Cash	**14**	–
Due from investment dealers	**–**	6 000
Subscriptions receivable	**16 751**	10 673
Unrealized gain on futures contracts	**858**	11 358
Unrealized gain on foreign exchange contracts	**14 296**	1 026
Dividends receivable, interest accrued and other assets	**157**	173
TOTAL ASSETS	**19 063 647**	15 029 300
LIABILITIES		
Bank overdraft	**–**	99
Due to investment dealers	**16 000**	36 500
Redemptions payable	**6 313**	6 091
Unrealized loss on futures contracts	**1 209**	1 755
Futures contracts margin payable	**4 360**	7 904
Unrealized loss on foreign exchange contracts	**525**	4 128
Distributions payable	**573**	–
Accounts payable and accrued expenses	**27 426**	23 716
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**56 406**	80 193
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 19 007 241**	$ 14 949 107
Investments at cost	**$ 17 981 173**	$ 13 691 261
NAV		
SERIES A	**$ 18 504 874**	$ 14 592 897
ADVISOR SERIES	**$ 105 271**	$ 99 506
SERIES T5	**$ 173 316**	$ 106 581
SERIES F	**$ 44 100**	$ 27 272
SERIES O	**$ 179 680**	$ 122 851
NAV PER UNIT		
SERIES A	**$ 24.70**	$ 24.65
ADVISOR SERIES	**$ 25.03**	$ 24.97
SERIES T5	**$ 23.97**	$ 24.05
SERIES F	**$ 25.47**	$ 25.27
SERIES O	**$ 25.62**	$ 25.32

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 4 337**	$ 2 419
Net gain (loss) from futures contracts	**(11 416)**	(2 580)
Other income received from underlying funds	**492 288**	326 157
Capital gains received from underlying funds	**400 491**	447 110
Net realized gain (loss) on investments	**511 518**	754 368
Net gain (loss) on foreign currencies and other net assets	**(2 950)**	(1 320)
Change in unrealized gain (loss) on investments	**(241 538)**	(18 597)
TOTAL INCOME (LOSS)	**1 152 730**	1 507 557
EXPENSES (see notes – Fund Specific Information)		
Management fees	**289 398**	222 115
Administration fees	**8 694**	6 650
Independent Review Committee costs	**3**	3
GST/HST	**29 681**	22 870
TOTAL EXPENSES	**327 776**	251 638
INCREASE (DECREASE) IN NAV	**$ 824 954**	$ 1 255 919
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 802 098**	$ 1 229 030
ADVISOR SERIES	**$ 5 446**	$ 5 659
SERIES T5	**$ 5 736**	$ 7 619
SERIES F	**$ 1 925**	$ 1 698
SERIES O	**$ 9 749**	$ 11 913
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.21**	$ 2.38
ADVISOR SERIES	**$ 1.23**	$ 2.35
SERIES T5	**$ 1.15**	$ 2.26
SERIES F	**$ 1.51**	$ 2.65
SERIES O	**$ 1.74**	$ 2.94

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 824 954**	$ 1 255 919
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(511 518)**	(754 368)
Change in unrealized loss (gain) on investments	**241 538**	18 597
(Increase) decrease in accrued receivables	**10 516**	(17 483)
Increase (decrease) in accrued payables	**3 164**	18 450
Cost of investments purchased	**(19 400 724)**	(15 452 278)
Proceeds on sales of investments	**15 607 830**	12 327 640
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(3 224 240)**	(2 603 523)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**5 210 607**	4 058 296
Cash paid on redemption of redeemable units	**(1 972 611)**	(1 454 650)
Distributions paid to holders of redeemable units	**(10 099)**	(8 167)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 3 227 897**	$ 2 595 479
Net increase (decrease) in cash for the period	**3 657**	(8 044)
Cash (bank overdraft), beginning of period	**(8 003)**	41
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (4 346)**	$ (8 003)
Interest received (paid)	**$ 4 353**	$ 2 294
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 14 592 897**	$ 10 933 044	**$ 99 506**	$ 26 788	**$ 106 581**	$ 49 554	**$ 27 272**	$ 6 719
INCREASE (DECREASE) IN NAV	**802 098**	1 229 030	**5 446**	5 659	**5 736**	7 619	**1 925**	1 698
Early redemption fees	**24**	19	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**5 005 662**	3 830 480	**23 799**	82 372	**101 093**	66 683	**26 684**	24 625
Reinvestments of distributions to holders of redeemable units	**922 947**	1 098 282	**4 838**	6 428	**2 856**	4 018	**1 903**	1 666
Redemption of redeemable units	**(1 891 683)**	(1 395 619)	**(23 107)**	(14 815)	**(34 648)**	(14 203)	**(11 324)**	(5 389)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 036 950**	3 533 162	**5 530**	73 985	**69 301**	56 498	**17 263**	20 902
Distributions from net income	**(166 926)**	(56 051)	**(938)**	(261)	**(1 322)**	(347)	**(580)**	(235)
Distributions from net gains	**(760 145)**	(1 046 288)	**(4 273)**	(6 665)	**(6 980)**	(6 743)	**(1 780)**	(1 812)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(927 071)**	(1 102 339)	**(5 211)**	(6 926)	**(8 302)**	(7 090)	**(2 360)**	(2 047)
NET INCREASE (DECREASE) IN NAV	**3 911 977**	3 659 853	**5 765**	72 718	**66 735**	57 027	**16 828**	20 553
NAV AT END OF PERIOD	**$ 18 504 874**	$ 14 592 897	**$ 105 271**	$ 99 506	**$ 173 316**	$ 106 581	**$ 44 100**	$ 27 272

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 122 851**	$ 85 337	**$ 14 949 107**	$ 11 101 442
INCREASE (DECREASE) IN NAV	**9 749**	11 913	**824 954**	1 255 919
Early redemption fees	**–**	–	**24**	19
Proceeds from redeemable units issued	**59 447**	53 112	**5 216 685**	4 057 272
Reinvestments of distributions to holders of redeemable units	**10 007**	10 946	**942 551**	1 121 340
Redemption of redeemable units	**(12 095)**	(27 352)	**(1 972 857)**	(1 457 378)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**57 359**	36 706	**4 186 403**	3 721 253
Distributions from net income	**(3 073)**	(2 448)	**(172 839)**	(59 342)
Distributions from net gains	**(7 206)**	(8 657)	**(780 384)**	(1 070 165)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(10 279)**	(11 105)	**(953 223)**	(1 129 507)
NET INCREASE (DECREASE) IN NAV	**56 829**	37 514	**4 058 134**	3 847 665
NAV AT END OF PERIOD	**$ 179 680**	$ 122 851	**$ 19 007 241**	$ 14 949 107

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**35.4**	37.8
International Equity Funds	**23.3**	19.9
Canadian Equity Funds	**20.5**	20.0
United States Equity Funds	**18.2**	20.5
Cash/Other	**2.6**	1.8
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 2.5%). 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, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**18 524 568**	**–**	**–**	**18 524 568**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**507 003**	**–**	**507 003**
Derivatives – assets	**858**	**14 296**	**–**	**15 154**
Derivatives – liabilities	**(1 209)**	**(525)**	**–**	**(1 734)**
Total financial instruments	**18 524 217**	**520 774**	**–**	**19 044 991**
% of total portfolio	**97.3**	**2.7**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.85%
Advisor Series	1.85%
Series T5	1.85%
Series F	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%

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 2015	December 31 2014
Units held		
Series T5	–	27
Series O	**136**	128
Value of all units	**3**	4

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Global Monthly Income Bond Fund	**2.5**	**37.5**	2.6	31.7
Phillips, Hager & North Canadian Equity Underlying Fund	**3.5**	**28.1**	4.8	28.4
Phillips, Hager & North Canadian Equity Underlying Fund II	**2.8**	**37.9**	0.7	26.2
Phillips, Hager & North Total Return Bond Fund	**4.2**	**10.7**	1.8	4.4
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**5.8**	**28.1**	5.3	35.3
RBC Asia Pacific ex-Japan Equity Fund	**2.5**	**30.6**	2.2	30.3
RBC Bond Fund	**19.5**	**23.8**	25.4	28.8
RBC Canadian Dividend Fund	**5.5**	**6.3**	6.2	5.1
RBC Emerging Markets Dividend Fund	**0.5**	**21.9**	0.5	28.0
RBC Emerging Markets Equity Fund	**3.5**	**28.4**	3.3	26.4
RBC Emerging Markets Small-Cap Equity Fund	**0.5**	**32.0**	0.6	41.6
RBC European Equity Fund	**8.4**	**27.2**	7.1	26.8
RBC Global Bond Fund	**2.5**	**12.6**	3.8	14.5
RBC Global Corporate Bond Fund	**6.7**	**24.1**	3.6	16.2
RBC Global Dividend Growth Fund	**2.9**	**24.8**	2.5	23.8
RBC Global Equity Focus Fund	**2.9**	**31.4**	2.5	36.0
RBC Global High Yield Bond Fund	**0.8**	**6.0**	0.6	4.0
RBC Japanese Equity Fund	**1.3**	**25.2**	1.2	26.6
RBC Private Canadian Equity Pool	**5.4**	**32.9**	5.2	31.6
RBC Private U.S. Large-Cap Core Equity Pool	**2.0**	**21.1**	–	–
RBC QUBE Canadian Equity Fund	**3.3**	**59.6**	3.1	68.4
RBC QUBE U.S. Equity Fund	**5.3**	**38.0**	5.8	65.5
RBC U.S. Dividend Fund	**2.1**	**15.0**	–	–

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

	December 31 2015		December 31 2014	
	NAV	Ownership	NAV	Ownership
RBC U.S. Equity Fund	**1.0**	**11.8**	6.4	25.9
RBC U.S. Mid-Cap Equity Fund	**1.1**	**31.8**	3.0	38.3
RBC U.S. Mid-Cap Value Equity Fund	**0.9**	**34.0**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	2015	2014
Series A		
Opening units	**591 902**	450 649
Issued number of units	**193 380**	151 765
Reinvested number of units	**37 082**	44 515
Redeemed number of units	**(73 252)**	(55 027)
Ending number of units	**749 112**	591 902
Advisor Series		
Opening units	**3 985**	1 091
Issued number of units	**909**	3 209
Reinvested number of units	**192**	258
Redeemed number of units	**(881)**	(573)
Ending number of units	**4 205**	3 985
Series T5		
Opening units	**4 431**	2 098
Issued number of units	**4 091**	2 753
Reinvested number of units	**117**	166
Redeemed number of units	**(1 409)**	(586)
Ending number of units	**7 230**	4 431
Series F		
Opening units	**1 079**	272
Issued number of units	**1 003**	946
Reinvested number of units	**74**	66
Redeemed number of units	**(425)**	(205)
Ending number of units	**1 731**	1 079
Series O		
Opening units	**4 852**	3 431
Issued number of units	**2 228**	2 010
Reinvested number of units	**387**	430
Redeemed number of units	**(453)**	(1 019)
Ending number of units	**7 014**	4 852

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

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT GROWTH PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
9 578 002	BlueBay Global Monthly Income Bond Fund*	$ 101 011	$ 93 829	**1.5**
33 096 462	Phillips, Hager & North Canadian Equity Underlying Fund*	331 290	330 849	**5.1**
10 121 192	Phillips, Hager & North Canadian Equity Underlying Fund II*	92 313	86 272	**1.3**
8 798 115	Phillips, Hager & North Canadian Growth Fund*	264 767	275 864	**4.3**
12 502 045	Phillips, Hager & North Total Return Bond Fund*	147 040	143 422	**2.2**
27 201 129	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	372 891	444 766	**6.9**
15 832 872	RBC Asia Pacific ex-Japan Equity Fund*	162 259	173 351	**2.7**
83 258 020	RBC Bond Fund*	556 693	574 605	**8.9**
4 675 114	RBC Canadian Dividend Fund*	255 943	277 374	**4.3**
6 343 948	RBC Emerging Markets Dividend Fund*	69 387	66 561	**1.0**
20 738 995	RBC Emerging Markets Equity Fund*	236 906	294 512	**4.6**
5 318 469	RBC Emerging Markets Small-Cap Equity Fund*	60 040	67 122	**1.0**
27 026 675	RBC European Equity Fund*	504 270	658 981	**10.2**
12 750 647	RBC Global Bond Fund*	137 236	142 145	**2.2**
40 160 164	RBC Global Corporate Bond Fund*	397 004	382 377	**5.9**
21 670 049	RBC Global Dividend Growth Fund*	253 974	292 474	**4.5**
21 947 637	RBC Global Equity Focus Fund*	230 380	300 654	**4.7**
9 395 080	RBC Japanese Equity Fund*	92 461	113 537	**1.8**
19 578 692	RBC Private Canadian Equity Pool*	475 982	406 937	**6.3**
9 748 916	RBC Private U.S. Large-Cap Core Equity Pool*	211 751	205 782	**3.2**
20 236 144	RBC QUBE Canadian Equity Fund*	219 074	201 168	**3.1**
21 994 215	RBC QUBE U.S. Equity Fund*	276 374	338 678	**5.3**
8 010 763	RBC U.S. Dividend Fund*	200 268	207 377	**3.2**
3 492 131	RBC U.S. Equity Fund*	93 132	102 890	**1.6**
2 169 091	RBC U.S. Mid-Cap Equity Fund*	47 646	68 753	**1.1**
5 009 236	RBC U.S. Mid-Cap Value Equity Fund*	74 531	66 468	**1.0**
TOTAL MUTUAL FUND UNITS		5 864 623	6 316 748	**97.9**
SHORT-TERM INVESTMENTS†		147 936	147 936	**2.3**
TOTAL INVESTMENTS		6 012 559	6 464 684	**100.2**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	479	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(69)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	2 950	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(127)	–
TOTAL PORTFOLIO		$ 6 012 559	6 467 917	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(14 566)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 6 453 351	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
212	Mini MSCI EAFE Index Future, March 2016 Contracts at USD 1 697.79 per contract	$ 24 535	$ 6
396	Mini MSCI Emerging Markets Index Future, March 2016 Contracts at USD 780.80 per contract	21 076	183
235	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	35 473	290
		$ 81 084	$ 479

Number of Contracts		Contracted Value	Unrealized Loss
64	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 8 917	$ (69)
		$ 8 917	$ (69)
TOTAL FUTURES		$ 90 001	$ 410

$8 000 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 USD 15 443 Sold CAD 20 111 @ 0.7679	13-Jan-16	$ 1 259
Bought USD 328 Sold CAD 432 @ 0.7591	27-Jan-16	22
Bought USD 13 897 Sold CAD 18 295 @ 0.7596	27-Jan-16	933
Bought USD 2 803 Sold CAD 3 689 @ 0.7598	27-Jan-16	189
Bought USD 6 682 Sold CAD 8 922 @ 0.7490	08-Feb-16	323
Bought USD 1 490 Sold CAD 1 991 @ 0.7484	08-Feb-16	70
Bought USD 2 127 Sold CAD 2 832 @ 0.7512	16-Feb-16	111
Bought USD 685 Sold CAD 914 @ 0.7491	19-Feb-16	33
Bought USD 210 Sold CAD 280 @ 0.7495	19-Feb-16	10
		$ 2 950

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 193 Sold USD 1 640 @ 1.3371	13-Jan-16	$ (76)
Bought CAD 798 Sold USD 599 @ 1.3316	08-Feb-16	(31)
Bought USD 1 093 Sold CAD 1 513 @ 0.7224	16-Feb-16	(1)
Bought CAD 3 004 Sold USD 2 185 @ 1.3748	19-Feb-16	(19)
		$ (127)
TOTAL FOREIGN EXCHANGE		$ 2 823

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 6 464 684**	$ 5 277 042
Cash	**2**	7
Due from investment dealers	**–**	2 800
Subscriptions receivable	**6 251**	4 132
Unrealized gain on futures contracts	**479**	3 927
Unrealized gain on foreign exchange contracts	**2 950**	387
Dividends receivable, interest accrued and other assets	**34**	60
TOTAL ASSETS	**6 474 400**	5 288 355
LIABILITIES		
Due to investment dealers	**7 000**	5 500
Redemptions payable	**1 875**	2 220
Unrealized loss on futures contracts	**69**	583
Futures contracts margin payable	**2 181**	2 879
Unrealized loss on foreign exchange contracts	**127**	1 534
Distributions payable	**38**	–
Accounts payable and accrued expenses	**9 759**	8 728
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**21 049**	21 444
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 6 453 351**	$ 5 266 911
Investments at cost	**$ 6 012 559**	$ 4 759 119
NAV		
SERIES A	**$ 6 290 444**	$ 5 138 120
ADVISOR SERIES	**$ 66 786**	$ 66 135
SERIES T5	**$ 14 176**	$ 7 634
SERIES F	**$ 16 976**	$ 11 555
SERIES O	**$ 64 969**	$ 43 467
NAV PER UNIT		
SERIES A	**$ 26.19**	$ 26.02
ADVISOR SERIES	**$ 26.69**	$ 26.51
SERIES T5	**$ 25.10**	$ 25.23
SERIES F	**$ 26.10**	$ 25.95
SERIES O	**$ 27.05**	$ 26.92

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 1 316**	$ 804
Net gain (loss) from futures contracts	**(2 293)**	(742)
Other income received from underlying funds	**154 288**	101 124
Capital gains received from underlying funds	**165 803**	195 660
Net realized gain (loss) on investments	**219 079**	345 271
Net gain (loss) on foreign currencies and other net assets	**(25)**	(437)
Change in unrealized gain (loss) on investments	**(61 828)**	(68 415)
TOTAL INCOME (LOSS)	**476 340**	573 265
EXPENSES (see notes – Fund Specific Information)		
Management fees	**105 259**	83 963
Administration fees	**3 003**	2 387
Independent Review Committee costs	**3**	3
GST/HST	**10 567**	8 482
TOTAL EXPENSES	**118 832**	94 835
INCREASE (DECREASE) IN NAV	**$ 357 508**	$ 478 430
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 347 526**	$ 469 279
ADVISOR SERIES	**$ 4 417**	$ 3 287
SERIES T5	**$ 522**	$ 638
SERIES F	**$ 941**	$ 685
SERIES O	**$ 4 102**	$ 4 541
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.62**	$ 2.71
ADVISOR SERIES	**$ 1.65**	$ 2.66
SERIES T5	**$ 1.51**	$ 2.54
SERIES F	**$ 1.91**	$ 2.92
SERIES O	**$ 2.26**	$ 3.39

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 357 508**	$ 478 430
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(219 079)**	(345 271)
Change in unrealized loss (gain) on investments	**61 828**	68 415
(Increase) decrease in accrued receivables	**3 474**	(6 771)
Increase (decrease) in accrued payables	**517**	2 321
Cost of investments purchased	**(6 057 593)**	(5 578 073)
Proceeds on sales of investments	**5 027 532**	4 739 972
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(825 813)**	(640 977)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 526 851**	1 201 771
Cash paid on redemption of redeemable units	**(699 091)**	(562 362)
Distributions paid to holders of redeemable units	**(1 254)**	(1 305)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 826 506**	$ 638 104
Net increase (decrease) in cash for the period	**693**	(2 873)
Cash (bank overdraft), beginning of period	**(2 872)**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (2 179)**	$ (2 872)
Interest received (paid)	**$ 1 342**	$ 760
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 5 138 120**	$ 4 105 012	**$ 66 135**	$ 6 963	**$ 7 634**	$ 3 893	**$ 11 555**	$ 1 669
INCREASE (DECREASE) IN NAV	**347 526**	469 279	**4 417**	3 287	**522**	638	**941**	685
Early redemption fees	**9**	9	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 483 640**	1 106 724	**5 360**	62 996	**8 876**	5 175	**8 099**	11 436
Reinvestments of distributions to holders of redeemable units	**359 963**	469 304	**3 621**	5 435	**502**	472	**921**	956
Redemption of redeemable units	**(678 389)**	(542 244)	**(8 906)**	(6 783)	**(2 555)**	(1 895)	**(3 381)**	(2 096)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 165 223**	1 033 793	**75**	61 648	**6 823**	3 752	**5 639**	10 296
Distributions from net income	**(36 836)**	(1 803)	**(387)**	–	**(56)**	–	**(279)**	(69)
Distributions from net gains	**(323 589)**	(468 161)	**(3 454)**	(5 763)	**(747)**	(649)	**(880)**	(1 026)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(360 425)**	(469 964)	**(3 841)**	(5 763)	**(803)**	(649)	**(1 159)**	(1 095)
NET INCREASE (DECREASE) IN NAV	**1 152 324**	1 033 108	**651**	59 172	**6 542**	3 741	**5 421**	9 886
NAV AT END OF PERIOD	**$ 6 290 444**	$ 5 138 120	**$ 66 786**	$ 66 135	**$ 14 176**	$ 7 634	**$ 16 976**	$ 11 555

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 43 467**	$ 32 602	**$ 5 266 911**	$ 4 150 139
INCREASE (DECREASE) IN NAV	**4 102**	4 541	**357 508**	478 430
Early redemption fees	**–**	–	**9**	9
Proceeds from redeemable units issued	**22 995**	16 636	**1 528 970**	1 202 967
Reinvestments of distributions to holders of redeemable units	**4 908**	4 661	**369 915**	480 828
Redemption of redeemable units	**(5 524)**	(10 311)	**(698 755)**	(563 329)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**22 379**	10 986	**1 200 139**	1 120 475
Distributions from net income	**(1 652)**	(748)	**(39 210)**	(2 620)
Distributions from net gains	**(3 327)**	(3 914)	**(331 997)**	(479 513)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 979)**	(4 662)	**(371 207)**	(482 133)
NET INCREASE (DECREASE) IN NAV	**21 502**	10 865	**1 186 440**	1 116 772
NAV AT END OF PERIOD	**$ 64 969**	$ 43 467	**$ 6 453 351**	$ 5 266 911

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

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 2015**	December 31 2014
International Equity Funds	**30.5**	27.8
Canadian Equity Funds	**24.4**	24.2
United States Equity Funds	**22.3**	23.6
Income Funds	**20.7**	22.3
Cash/Other	**2.1**	2.1
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 1.4%). 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, 2015, 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, 2014 – 0.5%). 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**6 316 748**	**–**	**–**	**6 316 748**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**147 936**	**–**	**147 936**
Derivatives – assets	**479**	**2 950**	**–**	**3 429**
Derivatives – liabilities	**(69)**	**(127)**	**–**	**(196)**
Total financial instruments	**6 317 158**	**150 759**	**–**	**6 467 917**
% of total portfolio	**97.7**	**2.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.95%
Advisor Series	1.95%
Series T5	1.95%
Series F	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%

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 2015	December 31 2014
Units held		
Series T5	–	26
Series F	–	55
Series O	**133**	122
Value of all units	**4**	5

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
BlueBay Global Monthly Income Bond Fund	**1.5**	**7.3**	1.6	6.9
Phillips, Hager & North Canadian Equity Underlying Fund	**5.1**	**13.9**	6.8	14.1
Phillips, Hager & North Canadian Equity Underlying Fund II	**1.3**	**6.2**	0.2	2.2
Phillips, Hager & North Canadian Growth Fund	**4.3**	**54.1**	4.1	47.2
Phillips, Hager & North Total Return Bond Fund	**2.2**	**1.9**	1.1	1.0
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**6.9**	**11.4**	6.3	14.8
RBC Asia Pacific ex-Japan Equity Fund	**2.7**	**11.3**	2.4	11.7
RBC Bond Fund	**8.9**	**3.7**	10.2	4.1
RBC Canadian Dividend Fund	**4.3**	**1.7**	4.1	1.2
RBC Emerging Markets Dividend Fund	**1.0**	**15.4**	1.1	19.4
RBC Emerging Markets Equity Fund	**4.6**	**12.6**	4.4	12.2
RBC Emerging Markets Small-Cap Equity Fund	**1.0**	**21.5**	1.1	28.6
RBC European Equity Fund	**10.2**	**11.2**	8.7	11.7
RBC Global Bond Fund	**2.2**	**3.8**	6.1	8.2
RBC Global Corporate Bond Fund	**5.9**	**7.2**	3.3	5.1
RBC Global Dividend Growth Fund	**4.5**	**13.1**	4.2	14.3
RBC Global Equity Focus Fund	**4.7**	**16.9**	4.3	21.7
RBC Japanese Equity Fund	**1.8**	**11.6**	1.6	12.4
RBC Private Canadian Equity Pool	**6.3**	**12.9**	6.1	13.2
RBC Private U.S. Large-Cap Core Equity Pool	**3.2**	**11.6**	–	–
RBC QUBE Canadian Equity Fund	**3.1**	**19.4**	2.9	22.6
RBC QUBE U.S. Equity Fund	**5.3**	**12.8**	6.9	27.4
RBC U.S. Dividend Fund	**3.2**	**7.9**	–	–
RBC U.S. Equity Fund	**1.6**	**6.2**	6.8	9.7

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

	December 31 2015		December 31 2014	
	NAV	Ownership	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	**1.1**	**11.0**	3.6	16.5
RBC U.S. Mid-Cap Value Equity Fund	**1.0**	**13.8**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	2015	2014
Series A		
Opening units	**197 442**	158 478
Issued number of units	**53 803**	40 945
Reinvested number of units	**13 613**	18 002
Redeemed number of units	**(24 641)**	(19 983)
Ending number of units	**240 217**	197 442
Advisor Series		
Opening units	**2 494**	263
Issued number of units	**192**	2 267
Reinvested number of units	**134**	205
Redeemed number of units	**(317)**	(241)
Ending number of units	**2 503**	2 494
Series T5		
Opening units	**303**	156
Issued number of units	**340**	201
Reinvested number of units	**20**	19
Redeemed number of units	**(98)**	(73)
Ending number of units	**565**	303
Series F		
Opening units	**445**	65
Issued number of units	**292**	419
Reinvested number of units	**35**	37
Redeemed number of units	**(122)**	(76)
Ending number of units	**650**	445
Series O		
Opening units	**1 615**	1 218
Issued number of units	**800**	582
Reinvested number of units	**180**	173
Redeemed number of units	**(193)**	(358)
Ending number of units	**2 402**	1 615

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT AGGRESSIVE GROWTH PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
7 175 809	Phillips, Hager & North Canadian Equity Underlying Fund*	$ 72 530	$ 71 733	**5.6**
2 576 579	Phillips, Hager & North Canadian Equity Underlying Fund II*	24 126	21 962	**1.7**
2 420 065	Phillips, Hager & North Canadian Growth Fund*	75 969	75 881	**6.0**
7 227 790	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	98 994	118 182	**9.3**
3 666 366	RBC Asia Pacific ex-Japan Equity Fund*	37 446	40 142	**3.2**
1 057 984	RBC Canadian Dividend Fund*	57 923	62 770	**4.9**
1 788 509	RBC Emerging Markets Dividend Fund*	19 863	18 765	**1.5**
5 369 206	RBC Emerging Markets Equity Fund*	62 588	76 248	**6.0**
1 535 669	RBC Emerging Markets Small-Cap Equity Fund*	17 636	19 381	**1.5**
6 541 208	RBC European Equity Fund*	119 475	159 492	**12.5**
4 275 302	RBC Global Dividend Growth Fund*	49 738	57 702	**4.5**
4 149 522	RBC Global Equity Focus Fund*	45 038	56 843	**4.5**
2 222 244	RBC Japanese Equity Fund*	21 933	26 855	**2.1**
4 863 946	RBC Private Canadian Equity Pool*	117 585	101 096	**8.0**
2 346 833	RBC Private U.S. Large-Cap Core Equity Pool*	51 246	49 537	**3.9**
7 561 396	RBC QUBE Canadian Equity Fund*	82 338	75 168	**5.9**
6 577 766	RBC QUBE U.S. Equity Fund*	82 742	101 288	**8.0**
1 941 032	RBC U.S. Dividend Fund*	48 582	50 248	**3.9**
852 098	RBC U.S. Equity Fund*	22 358	25 106	**2.0**
556 116	RBC U.S. Mid-Cap Equity Fund*	12 120	17 627	**1.4**
1 301 746	RBC U.S. Mid-Cap Value Equity Fund*	18 965	17 273	**1.4**
TOTAL MUTUAL FUND UNITS		1 139 195	1 243 299	**97.8**
SHORT-TERM INVESTMENTS†		30 026	30 026	**2.4**
TOTAL INVESTMENTS		1 169 221	1 273 325	**100.2**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	45	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(64)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	400	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(14)	–
TOTAL PORTFOLIO		$ 1 169 221	1 273 692	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(2 456)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 1 271 236	**100.0**

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

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
8	Mini MSCI EAFE Index Future, March 2016 Contracts at USD 1 697.79 per contract	$ 926	$ –
3	Mini MSCI Emerging Markets Index Future, March 2016 Contracts at USD 780.80 per contract	160	1
35	The S&P/TSX 60 Index Future, March 2016 Contracts at CAD 754.74 per contract	5 283	44
		$ 6 369	$ 45

Number of Contracts		Contracted Value	Unrealized Loss
60	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 8 360	$ (64)
		$ 8 360	$ (64)
TOTAL FUTURES		$ 14 729	$ (19)

$2 650 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 51 Sold CAD 66 @ 0.7679	13-Jan-16	$ 4
Bought USD 74 Sold CAD 97 @ 0.7591	27-Jan-16	5
Bought USD 1 630 Sold CAD 2 146 @ 0.7596	27-Jan-16	109
Bought USD 87 Sold CAD 114 @ 0.7598	27-Jan-16	6
Bought USD 82 Sold CAD 109 @ 0.7490	08-Feb-16	4
Bought USD 235 Sold CAD 314 @ 0.7484	08-Feb-16	11
Bought USD 2 577 Sold CAD 3 431 @ 0.7512	16-Feb-16	135
Bought USD 200 Sold CAD 277 @ 0.7224	16-Feb-16	–
Bought USD 2 581 Sold CAD 3 445 @ 0.7491	19-Feb-16	126
		$ 400

Contracts	Maturity Date	Unrealized Loss
Bought CAD 336 Sold USD 251 @ 1.3371	13-Jan-16	$ (12)
Bought CAD 382 Sold USD 278 @ 1.3748	19-Feb-16	(2)
		$ (14)
TOTAL FOREIGN EXCHANGE		$ 386

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 273 325**	$ 1 003 779
Cash	**1**	–
Subscriptions receivable	**2 385**	771
Unrealized gain on futures contracts	**45**	888
Unrealized gain on foreign exchange contracts	**400**	39
Dividends receivable, interest accrued and other assets	**11**	21
TOTAL ASSETS	**1 276 167**	1 005 498
LIABILITIES		
Due to investment dealers	**2 100**	2 000
Redemptions payable	**590**	829
Unrealized loss on futures contracts	**64**	8
Futures contracts margin payable	**192**	907
Unrealized loss on foreign exchange contracts	**14**	–
Distributions payable	**4**	–
Accounts payable and accrued expenses	**1 967**	1 685
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**4 931**	5 429
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 271 236**	$ 1 000 069
Investments at cost	**$ 1 169 221**	$ 886 732
NAV		
SERIES A	**$ 1 215 268**	$ 952 321
ADVISOR SERIES	**$ 28 628**	$ 29 362
SERIES T5	**$ 2 814**	$ 1 679
SERIES F	**$ 6 026**	$ 5 460
SERIES O	**$ 18 500**	$ 11 247
NAV PER UNIT		
SERIES A	**$ 10.56**	$ 10.43
ADVISOR SERIES	**$ 10.47**	$ 10.34
SERIES T5	**$ 10.13**	$ 10.06
SERIES F	**$ 11.27**	$ 11.13
SERIES O	**$ 11.70**	$ 11.56

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 265**	$ 78
Net gain (loss) from futures contracts	**25**	306
Other income received from underlying funds	**26 218**	16 523
Capital gains received from underlying funds	**39 912**	43 921
Net realized gain (loss) on investments	**51 387**	80 861
Net gain (loss) on foreign currencies and other net assets	**908**	–
Change in unrealized gain (loss) on investments	**(12 596)**	(27 226)
TOTAL INCOME (LOSS)	**106 119**	114 463
EXPENSES (see notes – Fund Specific Information)		
Management fees	**21 381**	16 335
Administration fees	**585**	445
Independent Review Committee costs	**3**	3
GST/HST	**2 051**	1 576
TOTAL EXPENSES	**24 020**	18 359
INCREASE (DECREASE) IN NAV	**$ 82 099**	$ 96 104
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 77 952**	$ 92 813
ADVISOR SERIES	**$ 2 295**	$ 1 450
SERIES T5	**$ 123**	$ 186
SERIES F	**$ 468**	$ 308
SERIES O	**$ 1 261**	$ 1 347
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.78**	$ 1.18
ADVISOR SERIES	**$ 0.77**	$ 1.10
SERIES T5	**$ 0.73**	$ 1.12
SERIES F	**$ 0.95**	$ 1.32
SERIES O	**$ 1.13**	$ 1.55

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 82 099**	$ 96 104
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(51 387)**	(80 861)
Change in unrealized loss (gain) on investments	**12 596**	27 226
(Increase) decrease in accrued receivables	**853**	(908)
Increase (decrease) in accrued payables	**338**	667
Cost of investments purchased	**(1 385 144)**	(1 204 194)
Proceeds on sales of investments	**1 154 142**	1 002 245
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(186 503)**	(159 721)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**358 035**	296 684
Cash paid on redemption of redeemable units	**(170 513)**	(137 459)
Distributions paid to holders of redeemable units	**(303)**	(411)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 187 219**	$ 158 814
Net increase (decrease) in cash for the period	**716**	(907)
Cash (bank overdraft), beginning of period	**(907)**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (191)**	$ (907)
Interest received (paid)	**$ 275**	$ 58
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 952 321**	$ 732 435	**$ 29 362**	$ 1 100	**$ 1 679**	$ 1 379	**$ 5 460**	$ 1 741
INCREASE (DECREASE) IN NAV	**77 952**	92 813	**2 295**	1 450	**123**	186	**468**	308
Early redemption fees	**5**	3	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**346 156**	253 316	**1 575**	29 865	**2 306**	2 418	**1 546**	5 185
Reinvestments of distributions to holders of redeemable units	**76 681**	96 310	**1 684**	2 648	**152**	129	**379**	472
Redemption of redeemable units	**(161 116)**	(126 152)	**(4 444)**	(2 827)	**(1 269)**	(2 277)	**(1 376)**	(1 710)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**261 726**	223 477	**(1 185)**	29 686	**1 189**	270	**549**	3 947
Distributions from net income	**(3 765)**	–	**(90)**	–	**(7)**	–	**(80)**	–
Distributions from net gains	**(72 966)**	(96 404)	**(1 754)**	(2 874)	**(170)**	(156)	**(371)**	(536)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(76 731)**	(96 404)	**(1 844)**	(2 874)	**(177)**	(156)	**(451)**	(536)
NET INCREASE (DECREASE) IN NAV	**262 947**	219 886	**(734)**	28 262	**1 135**	300	**566**	3 719
NAV AT END OF PERIOD	**$ 1 215 268**	$ 952 321	**$ 28 628**	$ 29 362	**$ 2 814**	$ 1 679	**$ 6 026**	$ 5 460

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 11 247**	$ 9 005	**$ 1 000 069**	$ 745 660
INCREASE (DECREASE) IN NAV	**1 261**	1 347	**82 099**	96 104
Early redemption fees	**–**	–	**5**	3
Proceeds from redeemable units issued	**8 066**	5 918	**359 649**	296 702
Reinvestments of distributions to holders of redeemable units	**1 551**	1 167	**80 447**	100 726
Redemption of redeemable units	**(2 074)**	(5 023)	**(170 279)**	(137 989)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**7 543**	2 062	**269 822**	259 442
Distributions from net income	**(435)**	–	**(4 377)**	–
Distributions from net gains	**(1 116)**	(1 167)	**(76 377)**	(101 137)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 551)**	(1 167)	**(80 754)**	(101 137)
NET INCREASE (DECREASE) IN NAV	**7 253**	2 242	**271 167**	254 409
NAV AT END OF PERIOD	**$ 18 500**	$ 11 247	**$ 1 271 236**	$ 1 000 069

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

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 2015**	December 31 2014
International Equity Funds	**35.8**	33.7
Canadian Equity Funds	**32.1**	31.9
United States Equity Funds	**29.9**	31.5
Cash/Other	**2.2**	2.9
Total	**100.0**	100.0

Currency risk (% of net assets)

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**1 243 299**	**–**	**–**	**1 243 299**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**30 026**	**–**	**30 026**
Derivatives – assets	**45**	**400**	**–**	**445**
Derivatives – liabilities	**(64)**	**(14)**	**–**	**(78)**
Total financial instruments	**1 243 280**	**30 412**	**–**	**1 273 692**
% of total portfolio	**97.6**	**2.4**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	2.05%
Advisor Series	2.05%
Series T5	2.05%
Series F	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.

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	0.05%
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 2015	December 31 2014
Units held		
Series T5	–	71
Series F	–	131
Series O	**152**	139
Value of all units	**2**	4

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Equity Underlying Fund	**5.6**	**3.0**	7.7	3.0
Phillips, Hager & North Canadian Equity Underlying Fund II	**1.7**	**1.6**	–	–
Phillips, Hager & North Canadian Growth Fund	**6.0**	**14.9**	5.7	12.5
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**9.3**	**3.0**	8.9	4.0
RBC Asia Pacific ex-Japan Equity Fund	**3.2**	**2.6**	3.1	2.9
RBC Canadian Dividend Fund	**4.9**	**0.4**	4.8	0.3
RBC Emerging Markets Dividend Fund	**1.5**	**4.3**	1.5	5.0
RBC Emerging Markets Equity Fund	**6.0**	**3.3**	5.9	3.1
RBC Emerging Markets Small-Cap Equity Fund	**1.5**	**6.2**	1.5	7.3
RBC European Equity Fund	**12.5**	**2.7**	11.9	3.0
RBC Global Dividend Growth Fund	**4.5**	**2.6**	3.9	2.5
RBC Global Equity Focus Fund	**4.5**	**3.2**	3.7	3.5
RBC Japanese Equity Fund	**2.1**	**2.8**	2.2	3.1
RBC Private Canadian Equity Pool	**8.0**	**3.2**	7.9	3.2
RBC Private U.S. Large-Cap Core Equity Pool	**3.9**	**2.8**	–	–
RBC QUBE Canadian Equity Fund	**5.9**	**7.2**	5.8	8.5
RBC QUBE U.S. Equity Fund	**8.0**	**3.8**	8.8	6.6
RBC U.S. Dividend Fund	**3.9**	**1.9**	–	–
RBC U.S. Equity Fund	**2.0**	**1.5**	7.4	2.0
RBC U.S. Mid-Cap Equity Fund	**1.4**	**2.8**	6.4	5.5
RBC U.S. Mid-Cap Value Equity Fund	**1.4**	**3.6**	–	–

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	2015	2014
Series A		
Opening units	**91 349**	70 389
Issued number of units	**31 008**	23 258
Reinvested number of units	**7 170**	9 229
Redeemed number of units	**(14 456)**	(11 527)
Ending number of units	**115 071**	91 349
Advisor Series		
Opening units	**2 838**	106
Issued number of units	**142**	2 731
Reinvested number of units	**159**	256
Redeemed number of units	**(405)**	(255)
Ending number of units	**2 734**	2 838

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)	2015	2014
Series T5		
Opening units	**167**	139
Issued number of units	**216**	237
Reinvested number of units	**15**	13
Redeemed number of units	**(120)**	(222)
Ending number of units	**278**	167
Series F		
Opening units	**491**	158
Issued number of units	**128**	443
Reinvested number of units	**33**	42
Redeemed number of units	**(117)**	(152)
Ending number of units	**535**	491
Series O		
Opening units	**973**	797
Issued number of units	**645**	486
Reinvested number of units	**131**	101
Redeemed number of units	**(167)**	(411)
Ending number of units	**1 582**	973

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.

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT CHOICES CONSERVATIVE PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
170 832	CI American Value Fund	$ 3 922	$ 6 833	**3.7**
83 336	Franklin Bissett Canadian Equity Fund	9 728	10 171	**5.6**
279 870	Invesco International Growth Class	3 716	7 432	**4.1**
558 985	Invesco International Growth Fund	4 767	5 169	**2.8**
2 394 597	Phillips, Hager & North Short Term Bond & Mortgage Fund*	24 018	24 331	**13.3**
2 488 015	Phillips, Hager & North Total Return Bond Fund*	27 831	28 543	**15.6**
419 457	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	5 723	6 859	**3.7**
4 138 141	RBC Bond Fund*	26 756	28 559	**15.6**
171 070	RBC Canadian Dividend Fund*	9 245	10 150	**5.5**
524 290	RBC Canadian Equity Fund*	11 720	10 089	**5.5**
93 188	RBC Canadian Money Market Fund*	932	932	**0.5**
467 957	RBC O'Shaughnessy U.S. Value Fund*	5 647	6 539	**3.6**
1 279 882	Renaissance International Equity Fund	9 025	12 356	**6.8**
2 230 016	TD Canadian Bond Fund	23 531	24 416	**13.4**
TOTAL MUTUAL FUND UNITS		166 561	182 379	**99.7**
SHORT-TERM INVESTMENTS†		25	25	–
TOTAL INVESTMENTS		$ 166 586	182 404	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			536	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 182 940	**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 0.82% and mature on January 15, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 182 404**	$ 196 706
Cash	**3**	1
Due from investment dealers	**1 075**	600
Subscriptions receivable	**72**	90
TOTAL ASSETS	**183 554**	197 397
LIABILITIES		
Due to investment dealers	**–**	350
Redemptions payable	**311**	88
Accounts payable and accrued expenses	**303**	343
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**614**	781
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 182 940**	$ 196 616
Investments at cost	**$ 166 586**	$ 177 356
NAV		
SERIES A	**$ 181 118**	$ 195 046
ADVISOR SERIES	**$ 1 822**	$ 1 570
NAV PER UNIT		
SERIES A	**$ 12.37**	$ 12.43
ADVISOR SERIES	**$ 12.41**	$ 12.49

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 8**	$ 28
Other income received from underlying funds	**4 952**	6 737
Capital gains received from underlying funds	**1 301**	3 275
Net realized gain (loss) on investments	**5 822**	4 413
Change in unrealized gain (loss) on investments	**(3 532)**	3 687
TOTAL INCOME (LOSS)	**8 551**	18 140
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 304**	3 268
Administration fees	**97**	95
Independent Review Committee costs	**3**	3
GST/HST	**374**	365
TOTAL EXPENSES	**3 778**	3 731
INCREASE (DECREASE) IN NAV	**$ 4 773**	$ 14 409
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 4 736**	$ 14 296
ADVISOR SERIES	**$ 37**	$ 113
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.31**	$ 0.94
ADVISOR SERIES	**$ 0.32**	$ 0.93

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 4 773**	$ 14 409
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(5 822)**	(4 413)
Change in unrealized loss (gain) on investments	**3 532**	(3 687)
(Increase) decrease in accrued receivables	**–**	(599)
Increase (decrease) in accrued payables	**(40)**	391
Cost of investments purchased	**(110 743)**	(187 561)
Proceeds on sales of investments	**126 510**	184 458
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**18 210**	2 998
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**17 349**	25 016
Cash paid on redemption of redeemable units	**(35 505)**	(27 932)
Distributions paid to holders of redeemable units	**(52)**	(82)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (18 208)**	$ (2 998)
Net increase (decrease) in cash for the period	**2**	–
Cash (bank overdraft), beginning of period	**1**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3**	$ 1
Interest received (paid)	**$ 8**	$ 29
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 195 046**	$ 183 827	**$ 1 570**	$ 1 312	**$ 196 616**	$ 185 139
INCREASE (DECREASE) IN NAV	**4 736**	14 296	**37**	113	**4 773**	14 409
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**16 637**	24 618	**694**	467	**17 331**	25 085
Reinvestments of distributions to holders of redeemable units	**5 249**	7 449	**46**	48	**5 295**	7 497
Redemption of redeemable units	**(35 256)**	(27 624)	**(472)**	(311)	**(35 728)**	(27 935)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(13 370)**	4 443	**268**	204	**(13 102)**	4 647
Distributions from net income	**(1 173)**	(2 905)	**(12)**	(22)	**(1 185)**	(2 927)
Distributions from net gains	**(4 121)**	(4 615)	**(41)**	(37)	**(4 162)**	(4 652)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5 294)**	(7 520)	**(53)**	(59)	**(5 347)**	(7 579)
NET INCREASE (DECREASE) IN NAV	**(13 928)**	11 219	**252**	258	**(13 676)**	11 477
NAV AT END OF PERIOD	**$ 181 118**	$ 195 046	**$ 1 822**	$ 1 570	**$ 182 940**	$ 196 616

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**58.4**	59.0
Canadian Equity Funds	**16.6**	17.4
International Equity Funds	**13.7**	11.4
United States Equity Funds	**11.0**	12.1
Cash/Other	**0.3**	0.1
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 2.6%). 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**145 606**	**36 773**	**–**	**182 379**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**25**	**–**	**25**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**145 606**	**36 798**	**–**	**182 404**
% of total portfolio	**79.8**	**20.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.85%
Advisor Series	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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Short Term Bond & Mortgage Fund	**13.3**	**0.5**	13.4	0.6
Phillips, Hager & North Total Return Bond Fund	**15.6**	**0.4**	15.8	0.5
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**3.7**	**0.2**	4.0	0.4
RBC Bond Fund	**15.6**	**0.2**	15.8	0.2
RBC Canadian Dividend Fund	**5.5**	**0.1**	5.8	0.1
RBC Canadian Equity Fund	**5.5**	**0.4**	5.8	0.4
RBC Canadian Money Market Fund	**0.5**	**0.1**	0.5	0.1
RBC O'Shaughnessy U.S. Value Fund	**3.6**	**0.4**	4.0	0.4

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, 2015.

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)	**2015**	2014
Series A		
Opening units	**15 686**	15 322
Issued number of units	**1 301**	1 980
Reinvested number of units	**423**	600
Redeemed number of units	**(2 763)**	(2 216)
Ending number of units	**14 647**	15 686
Advisor Series		
Opening units	**126**	109
Issued number of units	**54**	38
Reinvested number of units	**4**	4
Redeemed number of units	**(37)**	(25)
Ending number of units	**147**	126

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC SELECT CHOICES BALANCED PORTFOLIO

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
593 305	CI American Value Fund	$ 12 685	$ 23 732	**7.1**
135 121	Franklin Bissett Canadian Equity Fund	15 616	16 492	**4.9**
175 000	IA Clarington Canadian Small Cap Fund	9 826	11 167	**3.3**
638 967	Invesco International Growth Class	8 227	16 967	**5.0**
1 009 714	Invesco International Growth Fund	8 605	9 338	**2.8**
1 283 890	Phillips, Hager & North High Yield Bond Fund*	14 219	13 440	**4.0**
2 851 521	Phillips, Hager & North Short Term Bond & Mortgage Fund*	28 672	28 973	**8.6**
3 559 105	Phillips, Hager & North Total Return Bond Fund*	40 227	40 830	**12.1**
732 905	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	9 783	11 984	**3.6**
5 999 146	RBC Bond Fund*	39 027	41 403	**12.3**
324 388	RBC Canadian Dividend Fund*	17 281	19 246	**5.7**
1 188 861	RBC Canadian Equity Fund*	26 250	22 878	**6.8**
173 035	RBC Canadian Money Market Fund*	1 730	1 730	**0.5**
1 109 487	RBC Emerging Markets Equity Fund*	12 296	15 756	**4.7**
1 627 283	RBC O'Shaughnessy U.S. Value Fund*	19 720	22 740	**6.8**
2 723 682	Renaissance International Equity Fund	18 901	26 296	**7.8**
445 788	TD U.S. Mid-Cap Growth Fund	6 919	12 598	**3.7**
TOTAL MUTUAL FUND UNITS		289 984	335 570	**99.7**
SHORT-TERM INVESTMENTS†		1 275	1 275	**0.4**
TOTAL INVESTMENTS		$ 291 259	336 845	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(368)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 336 477	**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 0.84% to 0.85% and mature between January 22, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 336 845**	$ 352 419
Cash	**3**	1
Due from investment dealers	**275**	1 050
Subscriptions receivable	**97**	105
Dividends receivable, interest accrued and other assets	**–**	1
TOTAL ASSETS	**337 220**	353 576
LIABILITIES		
Due to investment dealers	**–**	450
Redemptions payable	**173**	167
Accounts payable and accrued expenses	**570**	643
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**743**	1 260
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 336 477**	$ 352 316
Investments at cost	**$ 291 259**	$ 300 708
NAV		
SERIES A	**$ 334 288**	$ 349 921
ADVISOR SERIES	**$ 2 189**	$ 2 395
NAV PER UNIT		
SERIES A	**$ 13.11**	$ 13.12
ADVISOR SERIES	**$ 13.10**	$ 13.10

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 16**	$ 51
Other income received from underlying funds	**8 199**	11 811
Capital gains received from underlying funds	**2 892**	7 361
Net realized gain (loss) on investments	**13 323**	10 115
Change in unrealized gain (loss) on investments	**(6 125)**	7 867
TOTAL INCOME (LOSS)	**18 305**	37 205
EXPENSES (see notes – Fund Specific Information)		
Management fees	**6 589**	6 407
Administration fees	**177**	169
Independent Review Committee costs	**3**	3
GST/HST	**717**	700
TOTAL EXPENSES	**7 486**	7 279
INCREASE (DECREASE) IN NAV	**$ 10 819**	$ 29 926
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 10 748**	$ 29 705
ADVISOR SERIES	**$ 71**	$ 221
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.42**	$ 1.11
ADVISOR SERIES	**$ 0.41**	$ 1.11

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 10 819**	$ 29 926
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(13 323)**	(10 115)
Change in unrealized loss (gain) on investments	**6 125**	(7 867)
(Increase) decrease in accrued receivables	**1**	(1 048)
Increase (decrease) in accrued payables	**(73)**	11
Cost of investments purchased	**(164 613)**	(250 271)
Proceeds on sales of investments	**187 710**	237 820
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**26 646**	(1 544)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**30 101**	43 615
Cash paid on redemption of redeemable units	**(56 689)**	(42 032)
Distributions paid to holders of redeemable units	**(56)**	(38)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (26 644)**	$ 1 545
Net increase (decrease) in cash for the period	**2**	1
Cash (bank overdraft), beginning of period	**1**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3**	$ 1
Interest received (paid)	**$ 17**	$ 53
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 349 921**	$ 318 451	**$ 2 395**	$ 2 071	**$ 352 316**	$ 320 522
INCREASE (DECREASE) IN NAV	**10 748**	29 705	**71**	221	**10 819**	29 926
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**29 760**	42 618	**333**	897	**30 093**	43 515
Reinvestments of distributions to holders of redeemable units	**10 014**	5 104	**48**	22	**10 062**	5 126
Redemption of redeemable units	**(56 103)**	(40 829)	**(592)**	(780)	**(56 695)**	(41 609)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(16 329)**	6 893	**(211)**	139	**(16 540)**	7 032
Distributions from net income	**(1 065)**	(4 339)	**(7)**	(31)	**(1 072)**	(4 370)
Distributions from net gains	**(8 987)**	(789)	**(59)**	(5)	**(9 046)**	(794)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(10 052)**	(5 128)	**(66)**	(36)	**(10 118)**	(5 164)
NET INCREASE (DECREASE) IN NAV	**(15 633)**	31 470	**(206)**	324	**(15 839)**	31 794
NAV AT END OF PERIOD	**$ 334 288**	$ 349 921	**$ 2 189**	$ 2 395	**$ 336 477**	$ 352 316

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**37.5**	38.3
United States Equity Funds	**21.2**	22.0
Canadian Equity Funds	**20.7**	21.4
International Equity Funds	**20.3**	17.9
Cash/Other	**0.3**	0.4
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 2.1%). 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, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**296 676**	**38 894**	**–**	**335 570**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 275**	**–**	**1 275**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**296 676**	**40 169**	**–**	**336 845**
% of total portfolio	**88.1**	**11.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	2.05%
Advisor Series	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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North High Yield Bond Fund	**4.0**	**0.4**	4.1	0.4
Phillips, Hager & North Short Term Bond & Mortgage Fund	**8.6**	**0.6**	8.7	0.7
Phillips, Hager & North Total Return Bond Fund	**12.1**	**0.5**	12.4	0.7
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**3.6**	**0.3**	3.7	0.6
RBC Bond Fund	**12.3**	**0.3**	12.6	0.3
RBC Canadian Dividend Fund	**5.7**	**0.1**	5.9	0.1
RBC Canadian Equity Fund	**6.8**	**1.0**	7.1	0.9
RBC Canadian Money Market Fund	**0.5**	**0.1**	0.5	0.1
RBC Emerging Markets Equity Fund	**4.7**	**0.7**	4.6	0.9
RBC O'Shaughnessy U.S. Value Fund	**6.8**	**1.3**	7.3	1.2

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**26 666**	26 113
Issued number of units	**2 188**	3 358
Reinvested number of units	**758**	390
Redeemed number of units	**(4 122)**	(3 195)
Ending number of units	**25 490**	26 666
Advisor Series		
Opening units	**183**	170
Issued number of units	**24**	71
Reinvested number of units	**4**	2
Redeemed number of units	**(44)**	(60)
Ending number of units	**167**	183

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
315 350	CI American Value Fund	$ 6 824	$ 12 614	**4.8**
562 026	Fidelity Canadian Disciplined Equity Fund	18 298	22 878	**8.6**
134 484	IA Clarington Canadian Small Cap Fund	7 580	8 582	**3.2**
729 700	Invesco European Growth Class	8 606	13 188	**5.0**
533 133	Invesco International Growth Class	6 707	14 157	**5.3**
581 569	Invesco International Growth Fund	4 960	5 378	**2.0**
323 290	Phillips, Hager & North Canadian Growth Fund*	9 561	10 137	**3.8**
1 039 291	Phillips, Hager & North High Yield Bond Fund*	11 718	10 880	**4.1**
977 251	Phillips, Hager & North Total Return Bond Fund*	11 017	11 210	**4.2**
1 531 840	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	20 541	25 047	**9.5**
5 018 899	RBC Bond Fund*	33 277	34 637	**13.1**
1 260 143	RBC Canadian Equity Fund*	28 093	24 250	**9.2**
133 176	RBC Canadian Money Market Fund*	1 332	1 332	**0.5**
1 278 061	RBC Emerging Markets Equity Fund*	14 456	18 150	**6.9**
859 023	RBC O'Shaughnessy U.S. Value Fund*	10 757	12 004	**4.5**
1 021 522	Renaissance International Equity Fund	7 021	9 862	**3.7**
617 837	TD Asian Growth Fund	8 057	9 793	**3.7**
709 268	TD U.S. Mid-Cap Growth Fund	11 134	20 045	**7.6**
TOTAL MUTUAL FUND UNITS		219 939	264 144	**99.7**
SHORT-TERM INVESTMENTS†		819	819	**0.3**
TOTAL INVESTMENTS		$ 220 758	264 963	**100.0**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(72)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 264 891	**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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 264 963**	$ 259 159
Due from investment dealers	**500**	500
Subscriptions receivable	**108**	93
TOTAL ASSETS	**265 571**	259 752
LIABILITIES		
Redemptions payable	**197**	78
Accounts payable and accrued expenses	**483**	505
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**680**	583
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 264 891**	$ 259 169
Investments at cost	**$ 220 758**	$ 214 905
NAV		
SERIES A	**$ 264 186**	$ 258 576
ADVISOR SERIES	**$ 705**	$ 593
NAV PER UNIT		
SERIES A	**$ 13.70**	$ 13.20
ADVISOR SERIES	**$ 13.68**	$ 13.18

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 14**	$ 35
Other income received from underlying funds	**5 425**	8 299
Capital gains received from underlying funds	**4 611**	7 473
Net realized gain (loss) on investments	**10 428**	8 068
Change in unrealized gain (loss) on investments	**(49)**	7 080
TOTAL INCOME (LOSS)	**20 429**	30 955
EXPENSES (see notes – Fund Specific Information)		
Management fees	**5 562**	5 144
Administration fees	**135**	124
Independent Review Committee costs	**3**	3
GST/HST	**571**	530
TOTAL EXPENSES	**6 271**	5 801
INCREASE (DECREASE) IN NAV	**$ 14 158**	$ 25 154
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 14 126**	$ 25 101
ADVISOR SERIES	**$ 32**	$ 53
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.73**	$ 1.27
ADVISOR SERIES	**$ 0.73**	$ 1.27

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 14 158**	$ 25 154
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(10 428)**	(8 068)
Change in unrealized loss (gain) on investments	**49**	(7 080)
(Increase) decrease in accrued receivables	**–**	(498)
Increase (decrease) in accrued payables	**(22)**	47
Cost of investments purchased	**(140 498)**	(216 462)
Proceeds on sales of investments	**145 073**	204 995
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**8 332**	(1 912)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**26 750**	33 535
Cash paid on redemption of redeemable units	**(35 074)**	(31 621)
Distributions paid to holders of redeemable units	**(8)**	(2)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (8 332)**	$ 1 912
Net increase (decrease) in cash for the period	**–**	–
Cash (bank overdraft), beginning of period	**–**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ –
Interest received (paid)	**$ 14**	$ 37
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 258 576**	$ 231 820	**$ 593**	$ 378	**$ 259 169**	$ 232 198
INCREASE (DECREASE) IN NAV	**14 126**	25 101	**32**	53	**14 158**	25 154
Early redemption fees	**1**	1	**–**	–	**1**	1
Proceeds from redeemable units issued	**26 626**	33 197	**139**	310	**26 765**	33 507
Reinvestments of distributions to holders of redeemable units	**4 272**	1 363	**11**	2	**4 283**	1 365
Redemption of redeemable units	**(35 136)**	(31 542)	**(58)**	(147)	**(35 194)**	(31 689)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(4 237)**	3 019	**92**	165	**(4 145)**	3 184
Distributions from net income	**–**	(1 364)	**–**	(3)	**–**	(1 367)
Distributions from net gains	**(4 279)**	–	**(12)**	–	**(4 291)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 279)**	(1 364)	**(12)**	(3)	**(4 291)**	(1 367)
NET INCREASE (DECREASE) IN NAV	**5 610**	26 756	**112**	215	**5 722**	26 971
NAV AT END OF PERIOD	**$ 264 186**	$ 258 576	**$ 705**	$ 593	**$ 264 891**	$ 259 169

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

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 2015**	December 31 2014
International Equity Funds	**26.6**	23.8
United States Equity Funds	**26.4**	27.5
Canadian Equity Funds	**24.8**	25.5
Income Funds	**21.9**	22.7
Cash/Other	**0.3**	0.5
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 1.4%). 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, 2015, 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, 2014 – 0.5%). 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**224 444**	**39 700**	**–**	**264 144**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**819**	**–**	**819**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**224 444**	**40 519**	**–**	**264 963**
% of total portfolio	**84.7**	**15.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	2.25%
Advisor Series	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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Growth Fund	**3.8**	**2.0**	3.8	2.2
Phillips, Hager & North High Yield Bond Fund	**4.1**	**0.3**	4.4	0.3
Phillips, Hager & North Total Return Bond Fund	**4.2**	**0.2**	4.4	0.2
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**9.5**	**0.6**	9.9	1.1
RBC Bond Fund	**13.1**	**0.2**	13.4	0.3
RBC Canadian Equity Fund	**9.2**	**1.0**	9.5	0.9
RBC Canadian Money Market Fund	**0.5**	**0.1**	0.5	0.1
RBC Emerging Markets Equity Fund	**6.9**	**0.8**	6.6	0.9
RBC O'Shaughnessy U.S. Value Fund	**4.5**	**0.7**	4.9	0.6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**19 585**	19 337
Issued number of units	**1 912**	2 642
Reinvested number of units	**309**	103
Redeemed number of units	**(2 521)**	(2 497)
Ending number of units	**19 285**	19 585
Advisor Series		
Opening units	**45**	32
Issued number of units	**10**	25
Reinvested number of units	**1**	–
Redeemed number of units	**(4)**	(12)
Ending number of units	**52**	45

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
248 194	AGF American Growth Class	$ 8 070	$ 15 915	**8.1**
296 707	CI American Value Fund	6 313	11 868	**6.0**
358 306	Fidelity Canadian Disciplined Equity Fund	11 519	14 585	**7.4**
122 586	IA Clarington Canadian Small Cap Fund	6 894	7 823	**4.0**
646 988	Invesco European Growth Class	7 027	11 693	**5.9**
452 359	Invesco International Growth Class	5 726	12 012	**6.1**
362 324	Invesco International Growth Fund	3 000	3 351	**1.7**
341 087	Phillips, Hager & North Canadian Growth Fund*	10 061	10 695	**5.4**
971 038	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	12 954	15 877	**8.0**
867 851	RBC Canadian Equity Fund*	19 461	16 701	**8.5**
1 243 062	RBC Emerging Markets Equity Fund*	14 203	17 653	**8.9**
796 591	RBC O'Shaughnessy U.S. Value Fund*	9 803	11 132	**5.6**
1 148 929	Renaissance International Equity Fund	7 823	11 092	**5.6**
836 341	Synergy Canadian Corporate Class	11 113	14 561	**7.4**
397 796	TD Asian Growth Fund	5 119	6 305	**3.2**
507 552	TD U.S. Mid-Cap Growth Fund	7 810	14 344	**7.3**
TOTAL MUTUAL FUND UNITS		146 896	195 607	**99.1**
SHORT-TERM INVESTMENTS†		2 200	2 200	**1.1**
TOTAL INVESTMENTS		$ 149 096	197 807	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(354)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 197 453	**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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 197 807**	$ 184 784
Cash	**–**	1
Due from investment dealers	**–**	500
Subscriptions receivable	**87**	283
Dividends receivable, interest accrued and other assets	**–**	1
TOTAL ASSETS	**197 894**	185 569
LIABILITIES		
Redemptions payable	**61**	46
Accounts payable and accrued expenses	**380**	386
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**441**	432
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 197 453**	$ 185 137
Investments at cost	**$ 149 096**	$ 141 038
NAV		
SERIES A	**$ 196 269**	$ 184 103
ADVISOR SERIES	**$ 1 184**	$ 1 034
NAV PER UNIT		
SERIES A	**$ 12.85**	$ 11.97
ADVISOR SERIES	**$ 12.96**	$ 12.06

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 15**	$ 8
Other income received from underlying funds	**2 503**	4 459
Capital gains received from underlying funds	**3 540**	4 871
Net realized gain (loss) on investments	**7 558**	7 213
Change in unrealized gain (loss) on investments	**4 965**	6 937
TOTAL INCOME (LOSS)	**18 581**	23 488
EXPENSES (see notes – Fund Specific Information)		
Management fees	**4 422**	4 022
Administration fees	**98**	91
Independent Review Committee costs	**3**	3
GST/HST	**437**	399
TOTAL EXPENSES	**4 960**	4 515
INCREASE (DECREASE) IN NAV	**$ 13 621**	$ 18 973
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 13 542**	$ 18 904
ADVISOR SERIES	**$ 79**	$ 69
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.88**	$ 1.21
ADVISOR SERIES	**$ 0.90**	$ 1.23

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 13 621**	$ 18 973
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(7 558)**	(7 213)
Change in unrealized loss (gain) on investments	**(4 965)**	(6 937)
(Increase) decrease in accrued receivables	**1**	(201)
Increase (decrease) in accrued payables	**(6)**	30
Cost of investments purchased	**(137 671)**	(125 768)
Proceeds on sales of investments	**137 671**	120 716
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**1 093**	(400)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**25 695**	27 426
Cash paid on redemption of redeemable units	**(26 789)**	(27 025)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (1 094)**	$ 401
Net increase (decrease) in cash for the period	**(1)**	1
Cash (bank overdraft), beginning of period	**1**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ 1
Interest received (paid)	**$ 16**	$ 7
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 184 103**	$ 165 262	**$ 1 034**	$ 347	**$ 185 137**	$ 165 609
INCREASE (DECREASE) IN NAV	**13 542**	18 904	**79**	69	**13 621**	18 973
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**25 265**	26 832	**234**	765	**25 499**	27 597
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(26 641)**	(26 895)	**(163)**	(147)	**(26 804)**	(27 042)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(1 376)**	(63)	**71**	618	**(1 305)**	555
Distributions from net income	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**12 166**	18 841	**150**	687	**12 316**	19 528
NAV AT END OF PERIOD	**$ 196 269**	$ 184 103	**$ 1 184**	$ 1 034	**$ 197 453**	$ 185 137

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

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 2015**	December 31 2014
United States Equity Funds	**35.0**	35.5
Canadian Equity Funds	**32.7**	33.3
International Equity Funds	**31.4**	30.1
Cash/Other	**0.9**	1.1
Total	**100.0**	100.0

Currency risk (% of net assets)

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**147 949**	**47 658**	**–**	**195 607**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**2 200**	**–**	**2 200**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**147 949**	**49 858**	**–**	**197 807**
% of total portfolio	**74.8**	**25.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	2.45%
Advisor Series	2.45%

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	0.05%
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 2015	December 31 2014
Units held		
Advisor Series	**738**	738
Value of all units	**10**	9

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Growth Fund	**5.4**	**2.1**	5.6	2.3
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**8.0**	**0.4**	8.1	0.7
RBC Canadian Equity Fund	**8.5**	**0.7**	8.6	0.6
RBC Emerging Markets Equity Fund	**8.9**	**0.8**	8.9	0.9
RBC O'Shaughnessy U.S. Value Fund	**5.6**	**0.7**	6.1	0.5

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	8 427
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

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)	**2015**	2014
Series A		
Opening units	**15 382**	15 369
Issued number of units	**1 979**	2 378
Reinvested number of units	**–**	–
Redeemed number of units	**(2 090)**	(2 365)
Ending number of units	**15 271**	15 382
Advisor Series		
Opening units	**86**	32
Issued number of units	**18**	66
Reinvested number of units	**–**	–
Redeemed number of units	**(13)**	(12)
Ending number of units	**91**	86

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC TARGET 2020 EDUCATION FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 428 179	Phillips, Hager & North Total Return Bond Fund*	$ 39 864	$ 39 328	**5.0**
854 927	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	11 879	13 979	**1.8**
784 401	RBC Asia Pacific ex-Japan Equity Fund*	7 947	8 588	**1.1**
41 186 812	RBC Bond Fund*	275 042	284 251	**36.2**
302 264	RBC Canadian Dividend Fund*	15 280	17 933	**2.3**
1 850 230	RBC Canadian Equity Fund*	42 228	35 606	**4.5**
18 911 807	RBC Canadian Short-Term Income Fund*	206 862	205 725	**26.2**
770 312	RBC Emerging Markets Equity Fund*	9 144	10 939	**1.4**
1 128 306	RBC European Equity Fund*	19 924	27 511	**3.5**
5 192 054	RBC Global Bond Fund*	56 510	57 882	**7.4**
474 158	RBC Japanese Equity Fund*	4 726	5 730	**0.7**
1 253 639	RBC O'Shaughnessy U.S. Value Fund*	14 174	17 518	**2.2**
669 467	RBC Private U.S. Large-Cap Core Equity Pool*	10 663	14 131	**1.8**
1 345 476	RBC QUBE Low Volatility Canadian Equity Fund*	16 264	17 535	**2.2**
478 637	RBC U.S. Equity Fund*	12 606	14 102	**1.8**
342 879	RBC U.S. Mid-Cap Equity Fund*	7 084	10 868	**1.4**
TOTAL MUTUAL FUND UNITS		750 197	781 626	**99.5**
SHORT-TERM INVESTMENTS†		7 249	7 249	**0.9**
TOTAL INVESTMENTS		$ 757 446	788 875	**100.4**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(3 717)	**(0.4)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 785 158	**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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 788 875**	$ 682 277
Cash	**2**	3
Due from investment dealers	**–**	1 200
Subscriptions receivable	**756**	838
Dividends receivable, interest accrued and other assets	**–**	1
TOTAL ASSETS	**789 633**	684 319
LIABILITIES		
Due to investment dealers	**3 200**	2 300
Redemptions payable	**223**	112
Accounts payable and accrued expenses	**1 052**	1 095
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**4 475**	3 507
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 785 158**	$ 680 812
Investments at cost	**$ 757 446**	$ 643 545
NAV		
SERIES A	**$ 782 032**	$ 678 561
SERIES D	**$ 3 126**	$ 2 251
NAV PER UNIT		
SERIES A	**$ 12.09**	$ 12.17
SERIES D	**$ 12.10**	$ 12.18

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 38**	$ 46
Other income received from underlying funds	**22 253**	22 325
Capital gains received from underlying funds	**7 900**	15 431
Net realized gain (loss) on investments	**8 040**	8 352
Change in unrealized gain (loss) on investments	**(7 303)**	9 114
TOTAL INCOME (LOSS)	**30 928**	55 268
EXPENSES (see notes – Fund Specific Information)		
Management fees	**10 403**	9 837
Administration fees	**371**	310
Independent Review Committee costs	**3**	3
GST/HST	**1 071**	1 008
TOTAL EXPENSES	**11 848**	11 158
INCREASE (DECREASE) IN NAV	**$ 19 080**	$ 44 110
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 18 998**	$ 43 971
SERIES D	**$ 82**	$ 139
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.32**	$ 0.89
SERIES D	**$ 0.41**	$ 0.97

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 19 080**	$ 44 110
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(8 040)**	(8 352)
Change in unrealized loss (gain) on investments	**7 303**	(9 114)
(Increase) decrease in accrued receivables	**1**	(1 200)
Increase (decrease) in accrued payables	**(43)**	(321)
Cost of investments purchased	**(452 359)**	(457 695)
Proceeds on sales of investments	**348 598**	351 943
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(85 460)**	(80 629)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**127 274**	112 570
Cash paid on redemption of redeemable units	**(41 802)**	(31 923)
Distributions paid to holders of redeemable units	**(13)**	(18)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 85 459**	$ 80 629
Net increase (decrease) in cash for the period	**(1)**	–
Cash (bank overdraft), beginning of period	**3**	3
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 3
Interest received (paid)	**$ 39**	$ 46
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 678 561**	$ 554 660	**$ 2 251**	$ 1 207	**$ 680 812**	$ 555 867
INCREASE (DECREASE) IN NAV	**18 998**	43 971	**82**	139	**19 080**	44 110
Early redemption fees	**4**	3	**–**	–	**4**	3
Proceeds from redeemable units issued	**125 974**	111 555	**1 218**	1 031	**127 192**	112 586
Reinvestments of distributions to holders of redeemable units	**26 054**	32 611	**123**	116	**26 177**	32 727
Redemption of redeemable units	**(41 494)**	(31 611)	**(423)**	(125)	**(41 917)**	(31 736)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**110 538**	112 558	**918**	1 022	**111 456**	113 580
Distributions from net income	**(10 513)**	(11 051)	**(63)**	(46)	**(10 576)**	(11 097)
Distributions from net gains	**(15 552)**	(21 577)	**(62)**	(71)	**(15 614)**	(21 648)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(26 065)**	(32 628)	**(125)**	(117)	**(26 190)**	(32 745)
NET INCREASE (DECREASE) IN NAV	**103 471**	123 901	**875**	1 044	**104 346**	124 945
NAV AT END OF PERIOD	**$ 782 032**	$ 678 561	**$ 3 126**	$ 2 251	**$ 785 158**	$ 680 812

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**74.8**	69.2
Canadian Equity Funds	**9.0**	11.1
United States Equity Funds	**9.0**	10.9
International Equity Funds	**6.7**	8.1
Cash/Other	**0.5**	0.7
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 4.3% (December 31, 2014 – 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, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**781 626**	**–**	**–**	**781 626**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**7 249**	**–**	**7 249**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**781 626**	**7 249**	**–**	**788 875**
% of total portfolio	**99.1**	**0.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

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

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.55%
Series D	0.90%

Effective January 1, 2015, the Specified Percentage for Series A units was reduced to 1.55% from 1.75% and for Series D units was 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 2015	December 31 2014
Units held		
Series D	**54**	52
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Total Return Bond Fund	**5.0**	**0.5**	9.8	1.1
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**1.8**	**0.4**	2.2	0.7
RBC Asia Pacific ex-Japan Equity Fund	**1.1**	**0.6**	1.3	0.8
RBC Bond Fund	**36.2**	**1.8**	35.3	1.8
RBC Canadian Dividend Fund	**2.3**	**0.1**	2.8	0.1
RBC Canadian Equity Fund	**4.5**	**1.5**	5.5	1.3
RBC Canadian Short-Term Income Fund	**26.2**	**4.4**	19.2	2.5
RBC Emerging Markets Equity Fund	**1.4**	**0.5**	1.5	0.6
RBC European Equity Fund	**3.5**	**0.5**	4.4	0.8
RBC Global Bond Fund	**7.4**	**1.5**	4.9	0.8
RBC Japanese Equity Fund	**0.7**	**0.6**	0.9	0.8
RBC O'Shaughnessy U.S. Value Fund	**2.2**	**1.0**	2.7	0.9
RBC Private U.S. Large-Cap Core Equity Pool	**1.8**	**0.8**	2.2	2.2
RBC QUBE Low Volatility Canadian Equity Fund	**2.2**	**1.4**	2.8	2.2
RBC U.S. Equity Fund	**1.8**	**0.9**	2.2	0.4
RBC U.S. Mid-Cap Equity Fund	**1.4**	**1.7**	1.6	0.9

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**55 760**	46 598
Issued number of units	**10 086**	9 035
Reinvested number of units	**2 150**	2 685
Redeemed number of units	**(3 320)**	(2 558)
Ending number of units	**64 676**	55 760
Series D		
Opening units	**185**	102
Issued number of units	**97**	83
Reinvested number of units	**10**	10
Redeemed number of units	**(34)**	(10)
Ending number of units	**258**	185

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC TARGET 2025 EDUCATION FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 613 277	Phillips, Hager & North Total Return Bond Fund*	$ 41 979	$ 41 452	**5.0**
2 013 940	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	28 174	32 930	**4.0**
1 825 507	RBC Asia Pacific ex-Japan Equity Fund*	18 582	19 987	**2.4**
37 218 470	RBC Bond Fund*	251 172	256 863	**31.0**
686 577	RBC Canadian Dividend Fund*	36 638	40 735	**4.9**
4 269 304	RBC Canadian Equity Fund*	98 187	82 158	**9.9**
3 426 494	RBC Canadian Short-Term Income Fund*	37 524	37 273	**4.5**
1 745 437	RBC Emerging Markets Equity Fund*	20 897	24 787	**3.0**
2 682 354	RBC European Equity Fund*	47 171	65 403	**7.9**
3 688 035	RBC High Yield Bond Fund*	39 930	37 062	**4.5**
1 103 491	RBC Japanese Equity Fund*	11 006	13 335	**1.6**
2 837 411	RBC O'Shaughnessy U.S. Value Fund*	33 216	39 650	**4.8**
1 573 045	RBC Private U.S. Large-Cap Core Equity Pool*	25 436	33 204	**4.0**
3 109 252	RBC QUBE Low Volatility Canadian Equity Fund*	38 537	40 523	**4.9**
1 124 242	RBC U.S. Equity Fund*	29 683	33 124	**4.0**
780 379	RBC U.S. Mid-Cap Equity Fund*	16 864	24 735	**3.0**
TOTAL MUTUAL FUND UNITS		774 996	823 221	**99.4**
SHORT-TERM INVESTMENTS†		8 890	8 890	**1.1**
TOTAL INVESTMENTS		$ 783 886	832 111	**100.5**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(4 568)	**(0.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 827 543	**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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 832 111**	$ 674 616
Cash	**2**	1
Due from investment dealers	**–**	1 000
Subscriptions receivable	**1 118**	963
Dividends receivable, interest accrued and other assets	**–**	2
TOTAL ASSETS	**833 231**	676 582
LIABILITIES		
Due to investment dealers	**4 200**	3 300
Redemptions payable	**245**	105
Distributions payable	**–**	1
Accounts payable and accrued expenses	**1 243**	1 102
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 688**	4 508
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 827 543**	$ 672 074
Investments at cost	**$ 783 886**	$ 619 759
NAV		
SERIES A	**$ 822 747**	$ 669 585
SERIES D	**$ 4 796**	$ 2 489
NAV PER UNIT		
SERIES A	**$ 10.15**	$ 10.16
SERIES D	**$ 10.13**	$ 10.15

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 42**	$ 50
Other income received from underlying funds	**23 206**	25 263
Capital gains received from underlying funds	**17 170**	26 493
Net realized gain (loss) on investments	**6 963**	7 549
Change in unrealized gain (loss) on investments	**(6 632)**	4 628
TOTAL INCOME (LOSS)	**40 749**	63 983
EXPENSES (see notes – Fund Specific Information)		
Management fees	**12 069**	9 900
Administration fees	**382**	294
Independent Review Committee costs	**3**	3
GST/HST	**1 211**	989
TOTAL EXPENSES	**13 665**	11 186
INCREASE (DECREASE) IN NAV	**$ 27 084**	$ 52 797
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 26 959**	$ 52 622
SERIES D	**$ 125**	$ 175
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.37**	$ 0.93
SERIES D	**$ 0.45**	$ 1.00

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 27 084**	$ 52 797
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(6 963)**	(7 549)
Change in unrealized loss (gain) on investments	**6 632**	(4 628)
(Increase) decrease in accrued receivables	**2**	(1 001)
Increase (decrease) in accrued payables	**141**	(198)
Cost of investments purchased	**(547 443)**	(498 737)
Proceeds on sales of investments	**392 179**	345 747
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(128 368)**	(113 569)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**157 863**	137 732
Cash paid on redemption of redeemable units	**(29 476)**	(24 143)
Distributions paid to holders of redeemable units	**(18)**	(21)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 128 369**	$ 113 568
Net increase (decrease) in cash for the period	**1**	(1)
Cash (bank overdraft), beginning of period	**1**	2
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 1
Interest received (paid)	**$ 44**	$ 49
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 669 585**	$ 504 952	**$ 2 489**	$ 979	**$ 672 074**	$ 505 931
INCREASE (DECREASE) IN NAV	**26 959**	52 622	**125**	175	**27 084**	52 797
Early redemption fees	**6**	4	**–**	–	**6**	4
Proceeds from redeemable units issued	**155 316**	135 924	**2 702**	1 578	**158 018**	137 502
Reinvestments of distributions to holders of redeemable units	**32 845**	45 526	**228**	171	**33 073**	45 697
Redemption of redeemable units	**(29 102)**	(23 896)	**(520)**	(242)	**(29 622)**	(24 138)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**159 065**	157 558	**2 410**	1 507	**161 475**	159 065
Distributions from net income	**(9 665)**	(13 968)	**(94)**	(56)	**(9 759)**	(14 024)
Distributions from net gains	**(23 197)**	(31 579)	**(134)**	(116)	**(23 331)**	(31 695)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(32 862)**	(45 547)	**(228)**	(172)	**(33 090)**	(45 719)
NET INCREASE (DECREASE) IN NAV	**153 162**	164 633	**2 307**	1 510	**155 469**	166 143
NAV AT END OF PERIOD	**$ 822 747**	$ 669 585	**$ 4 796**	$ 2 489	**$ 827 543**	$ 672 074

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**45.0**	41.5
United States Equity Funds	**19.8**	20.9
Canadian Equity Funds	**19.7**	21.3
International Equity Funds	**14.9**	15.5
Cash/Other	**0.6**	0.8
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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 3.0% (December 31, 2014 – 2.7%). 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, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**823 221**	**–**	**–**	**823 221**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**8 890**	**–**	**8 890**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**823 221**	**8 890**	**–**	**832 111**
% of total portfolio	**98.9**	**1.1**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.75%
Series D	1.00%

Effective January 1, 2015, the Specified Percentage for Series A units was reduced to 1.75% from 1.85% and for Series D units was 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 2015	December 31 2014
Units held		
Series D	**71**	68
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Growth Fund	–	–	1.0	1.5
Phillips, Hager & North Total Return Bond Fund	**5.0**	**0.6**	4.9	0.6
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**4.0**	**0.8**	4.0	1.2
RBC Asia Pacific ex-Japan Equity Fund	**2.4**	**1.3**	2.5	1.6
RBC Bond Fund	**31.0**	**1.7**	30.5	1.6
RBC Canadian Dividend Fund	**4.9**	**0.2**	5.1	0.2
RBC Canadian Equity Fund	**9.9**	**3.5**	10.5	2.5
RBC Canadian Short-Term Income Fund	**4.5**	**0.8**	–	–
RBC Emerging Markets Equity Fund	**3.0**	**1.1**	3.1	1.1
RBC European Equity Fund	**7.9**	**1.1**	8.2	1.4
RBC High Yield Bond Fund	**4.5**	**2.2**	6.1	3.1
RBC Japanese Equity Fund	**1.6**	**1.4**	1.7	1.7
RBC O'Shaughnessy U.S. Value Fund	**4.8**	**2.3**	4.9	1.6
RBC Private U.S. Large-Cap Core Equity Pool	**4.0**	**1.9**	4.3	4.2
RBC QUBE Low Volatility Canadian Equity Fund	**4.9**	**3.2**	4.7	3.6
RBC U.S. Equity Fund	**4.0**	**2.0**	4.3	0.8
RBC U.S. Mid-Cap Equity Fund	**3.0**	**4.0**	3.4	2.0

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**65 917**	50 673
Issued number of units	**14 715**	13 039
Reinvested number of units	**3 220**	4 494
Redeemed number of units	**(2 756)**	(2 289)
Ending number of units	**81 096**	65 917
Series D		
Opening units	**245**	99
Issued number of units	**255**	152
Reinvested number of units	**22**	17
Redeemed number of units	**(49)**	(23)
Ending number of units	**473**	245

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC TARGET 2030 EDUCATION FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
408 776	Phillips, Hager & North Canadian Growth Fund*	$ 13 445	$ 12 817	**4.9**
638 867	Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund*	9 859	10 446	**4.0**
853 474	RBC Asia Pacific ex-Japan Equity Fund*	9 108	9 345	**3.6**
6 746 437	RBC Bond Fund*	46 405	46 561	**18.0**
215 949	RBC Canadian Dividend Fund*	13 143	12 812	**4.9**
1 595 077	RBC Canadian Equity Fund*	36 690	30 695	**11.9**
724 113	RBC Emerging Markets Equity Fund*	9 541	10 283	**4.0**
1 045 076	RBC European Equity Fund*	21 919	25 482	**9.8**
3 098 415	RBC High Yield Bond Fund*	33 202	31 136	**12.0**
507 432	RBC Japanese Equity Fund*	5 371	6 132	**2.4**
847 757	RBC O'Shaughnessy U.S. Value Fund*	12 472	11 847	**4.6**
676 822	RBC Private U.S. Large-Cap Core Equity Pool*	12 446	14 287	**5.5**
589 250	RBC QUBE Low Volatility Canadian Equity Fund*	7 785	7 680	**3.0**
483 767	RBC U.S. Equity Fund*	15 133	14 253	**5.5**
405 856	RBC U.S. Mid-Cap Equity Fund*	11 651	12 864	**5.0**
TOTAL MUTUAL FUND UNITS		258 170	256 640	**99.1**
SHORT-TERM INVESTMENTS†		6 156	6 156	**2.4**
TOTAL INVESTMENTS		$ 264 326	262 796	**101.5**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(3 936)	**(1.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 258 860	**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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 262 796**	$ 139 119
Cash	**1**	1
Subscriptions receivable	**1 160**	763
TOTAL ASSETS	**263 957**	139 883
LIABILITIES		
Due to investment dealers	**4 585**	3 550
Redemptions payable	**106**	23
Accounts payable and accrued expenses	**406**	216
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 097**	3 789
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 258 860**	$ 136 094
Investments at cost	**$ 264 326**	$ 136 990
NAV		
SERIES A	**$ 255 378**	$ 134 600
SERIES D	**$ 3 482**	$ 1 494
NAV PER UNIT		
SERIES A	**$ 12.06**	$ 12.00
SERIES D	**$ 12.13**	$ 12.07

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 18**	$ 15
Other income received from underlying funds	**6 733**	4 824
Capital gains received from underlying funds	**6 597**	5 965
Net realized gain (loss) on investments	**101**	223
Change in unrealized gain (loss) on investments	**(3 659)**	(1 447)
TOTAL INCOME (LOSS)	**9 790**	9 580
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 310**	1 614
Administration fees	**99**	48
Independent Review Committee costs	**3**	3
GST/HST	**326**	157
TOTAL EXPENSES	**3 738**	1 822
INCREASE (DECREASE) IN NAV	**$ 6 052**	$ 7 758
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 5 965**	$ 7 673
SERIES D	**$ 87**	$ 85
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.38**	$ 1.05
SERIES D	**$ 0.48**	$ 1.14

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 6 052**	$ 7 758
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(101)**	(223)
Change in unrealized loss (gain) on investments	**3 659**	1 447
(Increase) decrease in accrued receivables	**–**	–
Increase (decrease) in accrued payables	**190**	1 693
Cost of investments purchased	**(340 205)**	(287 262)
Proceeds on sales of investments	**214 005**	201 556
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(116 400)**	(75 031)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**124 185**	79 278
Cash paid on redemption of redeemable units	**(7 776)**	(4 241)
Distributions paid to holders of redeemable units	**(9)**	(7)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 116 400**	$ 75 030
Net increase (decrease) in cash for the period	**–**	(1)
Cash (bank overdraft), beginning of period	**1**	2
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 1
Interest received (paid)	**$ 18**	$ 15
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 134 600**	$ 52 715	**$ 1 494**	$ 389	**$ 136 094**	$ 53 104
INCREASE (DECREASE) IN NAV	**5 965**	7 673	**87**	85	**6 052**	7 758
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**122 249**	77 882	**2 333**	1 618	**124 582**	79 500
Reinvestments of distributions to holders of redeemable units	**9 812**	8 993	**159**	104	**9 971**	9 097
Redemption of redeemable units	**(7 428)**	(3 662)	**(431)**	(599)	**(7 859)**	(4 261)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**124 633**	83 213	**2 061**	1 123	**126 694**	84 336
Distributions from net income	**(3 101)**	(3 050)	**(69)**	(38)	**(3 170)**	(3 088)
Distributions from net gains	**(6 719)**	(5 951)	**(91)**	(65)	**(6 810)**	(6 016)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(9 820)**	(9 001)	**(160)**	(103)	**(9 980)**	(9 104)
NET INCREASE (DECREASE) IN NAV	**120 778**	81 885	**1 988**	1 105	**122 766**	82 990
NAV AT END OF PERIOD	**$ 255 378**	$ 134 600	**$ 3 482**	$ 1 494	**$ 258 860**	$ 136 094

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

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:

Investment mix	**December 31 2015**	December 31 2014
Income Funds	**30.0**	28.1
Canadian Equity Funds	**24.7**	25.5
United States Equity Funds	**24.6**	25.2
International Equity Funds	**19.8**	20.3
Cash/Other	**0.9**	0.9
Total	**100.0**	100.0

Interest rate risk (%)

As at December 31, 2015, 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, 2014 – 1.6%). 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, 2015, 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, 2014 – 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 (December 31, 2014 – 29-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.5**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**256 640**	**–**	**–**	**256 640**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**6 156**	**–**	**6 156**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**256 640**	**6 156**	**–**	**262 796**
% of total portfolio	**97.7**	**2.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

December 31, 2015

Management fees (see note 7 in the generic notes)

RBC GAM is the manager, trustee and portfolio manager 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.

Series A	1.85%
Series D	1.10%

Effective January 1, 2015, the Specified Percentage for Series A units was reduced to 1.85% from 1.95% and for Series D units was 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 2015	December 31 2014
Units held		
Series D	–	113
Value of all units	–	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
Phillips, Hager & North Canadian Growth Fund	**4.9**	**2.5**	5.1	1.5
Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund	**4.0**	**0.3**	4.1	0.2
RBC Asia Pacific ex-Japan Equity Fund	**3.6**	**0.6**	3.6	0.5
RBC Bond Fund	**18.0**	**0.3**	15.2	0.2
RBC Canadian Dividend Fund	**4.9**	**0.1**	5.1	–
RBC Canadian Equity Fund	**11.9**	**1.3**	12.2	0.6
RBC Emerging Markets Equity Fund	**4.0**	**0.4**	4.1	0.3
RBC European Equity Fund	**9.8**	**0.4**	10.2	0.4
RBC High Yield Bond Fund	**12.0**	**1.9**	12.9	1.3
RBC Japanese Equity Fund	**2.4**	**0.6**	2.4	0.5
RBC O'Shaughnessy U.S. Value Fund	**4.6**	**0.7**	5.0	0.3
RBC Private U.S. Large-Cap Core Equity Pool	**5.5**	**0.8**	5.5	1.1
RBC QUBE Low Volatility Canadian Equity Fund	**3.0**	**0.6**	3.1	0.5
RBC U.S. Equity Fund	**5.5**	**0.9**	5.5	0.2
RBC U.S. Mid-Cap Equity Fund	**5.0**	**2.1**	5.1	0.6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**11 213**	4 464
Issued number of units	**9 740**	6 293
Reinvested number of units	**807**	751
Redeemed number of units	**(592)**	(295)
Ending number of units	**21 168**	11 213
Series D		
Opening units	**124**	33
Issued number of units	**184**	130
Reinvested number of units	**13**	9
Redeemed number of units	**(34)**	(48)
Ending number of units	**287**	124

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN DIVIDEND FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
1 112 809	Lowe's Companies	$ 62 928	$ 117 063	
3 631 358	Magna International Inc., Class A	74 302	203 792	
1 935 322	Nike Inc.	83 670	167 409	
3 379 681	Quebecor Inc., Class B	91 179	114 504	
6 168 461	Shaw Communications Inc., Class B	120 069	146 809	
4 484 306	Thomson Corp.	145 451	235 022	
		577 599	984 599	**6.0**
Consumer Staples				
2 565 449	Alimentation Couche-Tard Inc.	76 753	156 261	
(3 000)	Alimentation Couche-Tard Inc., Written Call @ 64.00 January 15, 2016	(450)	(60)	
4 673 459	Loblaw Companies Ltd.	209 936	305 364	
4 671 539	Maple Leaf Foods Inc.	53 411	110 996	
830 205	Saputo Group Inc.	24 557	27 480	
		364 207	600 041	**3.6**
Energy				
5 741 508	ARC Resources Ltd.	119 025	95 883	
8 424 276	Bonavista Energy Corp.	139 243	15 333	
12 689 273	Canadian Natural Resources Ltd.	463 565	383 471	
10 391 543	Cenovus Energy Inc.	283 565	181 853	
9 928 515	Enbridge Inc.	304 470	456 712	
(5 000)	Enbridge Inc., Written Call @ 46.00 January 15, 2016	(360)	(413)	
2 780 000	Enbridge Income Fund Holdings Inc.	90 628	77 923	
9 109 635	Encana Corp.	219 736	64 041	
1 453 623	Gibson Energy Inc.	34 944	20 089	
9 724 746	Husky Energy Inc.	283 861	139 161	
6 792 476	Imperial Oil Ltd.	207 342	306 205	
1 198 916	Keyera Corp.	47 906	48 268	
5 492 538	Pembina Pipeline Corp.	196 378	165 600	
14 900 018	Pengrowth Energy Corp.	110 025	15 198	
8 028 143	PrairieSky Royalty Ltd.	255 343	175 977	
811 375	Schlumberger Ltd.	76 810	78 280	
2 509 612	ShawCor Ltd.	98 915	70 445	
14 115 331	Suncor Energy Inc.	476 922	504 200	
9 970 266	TransCanada Corp.	390 279	450 556	
(5 000)	TransCanada Corp., Written Call @ 49.00 January 15, 2016	(225)	(45)	
3 001 022	Veresen Inc.	47 530	26 589	
1 177 417	Vermilion Energy Inc.	57 302	44 283	
		3 903 204	3 319 609	**20.1**
Financials				
2 667 570	Allied Properties Real Estate Investment Trust	$ 88 046	$ 84 215	
8 121 161	Bank of Montreal	408 012	634 100	
15 173 759	Bank of Nova Scotia	708 723	849 275	
15 793 095	Brookfield Asset Management Inc., Class A	312 041	689 369	
299 556	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	7 541	4 393	
7 364 719	Brookfield Property Partners LP	130 726	237 291	
6 155 533	Canadian Imperial Bank of Commerce	421 784	561 323	
2 071 863	Canadian Real Estate Investment Trust	68 330	87 143	
5 542 435	CI Financial Corp.	115 295	169 599	
259 972	Fairfax Financial Holdings Ltd.	109 388	170 778	
4 167 386	First Capital Realty Inc.	67 305	76 472	
1 468 782	Intact Financial Corp.	71 259	130 252	
(5 000)	Intact Financial Corp., Written Call @ 92.00 January 15, 2016	(325)	(75)	
20 861 768	Manulife Financial Corporation	364 930	432 673	
2 963 465	National Bank of Canada	106 482	119 457	
(5 000)	National Bank of Canada, Written Call @ 42.00 January 15, 2016	(250)	(55)	
1 994 104	Onex Corporation	67 875	169 140	
9 439 642	Power Corporation of Canada	229 344	273 183	
15 180 593	Royal Bank of Canada*	746 096	1 125 641	
1 305 784	Smart Real Estate Investment Trust	34 918	39 422	
6 889 569	Sun Life Financial Inc.	206 404	297 285	
21 169 235	Toronto-Dominion Bank	670 963	1 148 219	
1 120 853	Weyerhaeuser Company Ltd.	45 158	46 497	
		4 980 045	7 345 597	**44.4**
Health Care				
4 737 113	Chartwell Retirement Residences Real Estate Investment Trust	37 715	60 161	
		37 715	60 161	**0.4**
Industrials				
1 965 382	CAE Inc.	19 751	30 169	
9 540 419	Canadian National Railway Co.	280 532	737 951	
1 701 420	Canadian Pacific Railway Ltd.	137 121	300 692	
559 492	Finning International Inc.	12 264	10 451	
1 507 580	Nielsen Holdings Plc.	86 558	97 209	
2 101 318	Russel Metals Inc.	42 238	33 768	
1 824 021	Tyco International Plc.	74 237	80 487	
671 463	United Technologies Corp.	72 618	89 226	
		725 319	1 379 953	**8.3**
Information Technology				
533 400	DH Corp.	16 453	16 866	
557 901	Microsoft Corp.	33 338	42 809	
		49 791	59 675	**0.4**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
614 658	Agrium Inc.	$ 54 813	$ 76 015	
5 122 413	Goldcorp Inc.	132 205	81 907	
6 330 280	Potash Corporation of Saskatchewan Inc.	256 147	150 028	
		443 165	307 950	**1.9**
Telecommunication Services				
4 334 833	BCE Inc.	107 033	231 740	
3 492 692	Rogers Communications Inc., Class B	131 362	166 671	
7 414 176	TELUS Corp.	180 390	283 666	
		418 785	682 077	**4.1**
Utilities				
4 466 601	Atco Ltd., Class I, Non-Voting	$ 85 662	$ 159 458	
1 657 400	Brookfield Infrastructure Partners LP	78 828	86 815	
3 047 540	Brookfield Renewable Energy Partners LP	73 375	110 534	
454 317	Brookfield Renewable Power Inc., Preferred Series 2, 1.729 %	11 349	6 565	
1 919 376	Canadian Utilities Ltd., Class A	68 350	61 305	
3 673 391	Fortis Inc.	113 160	137 422	
(5 000)	Fortis Inc., Written Call @ 40.00 January 15, 2016	(175)	(50)	
5 748 475	Northland Power Inc.	93 715	107 267	
3 024 463	TransAlta Corp.	39 605	14 850	
		563 869	684 166	**4.1**
TOTAL EQUITIES		12 063 699	15 423 828	**93.3**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
43 000	Element Financial Corp., Convertible	4.250	30-Jun-20	$ 43 000	$ 44 191	
49 534	Emera Inc., Convertible	4.000	29-Sep-25	16 495	17 064	
10 000	Greater Toronto Airports Authority	4.850	01-Jun-17	9 018	10 503	
TOTAL BONDS				68 513	71 758	**0.4**
SHORT-TERM INVESTMENTS†						
10 110	Bank of Montreal			10 103	10 103	
157 490	Bank of Nova Scotia			157 394	157 394	
406 912	Canadian Imperial Bank of Commerce			406 702	406 702	
37 441	Government of Canada Treasury Bills			37 408	37 408	
312 305	National Bank of Canada			312 102	312 102	
112 110	Toronto-Dominion Bank			112 037	112 037	
TOTAL SHORT-TERM INVESTMENTS				1 035 746	1 035 746	**6.3**
TOTAL INVESTMENTS				13 167 958	16 531 332	**100.0**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	1 314	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(31 057)	**(0.2)**
TOTAL PORTFOLIO				$13 167 958	16 501 589	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					27 013	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$16 528 602	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 13 000 Sold CAD 17 367 @ 0.7486	21-Jan-16	$ 622
Bought USD 541 Sold CAD 735 @ 0.7361	08-Mar-16	13
Bought USD 10 000 Sold CAD 13 725 @ 0.7286	08-Mar-16	109
Bought USD 4 000 Sold CAD 5 333 @ 0.7501	10-Mar-16	201
Bought CAD 40 625 Sold USD 29 099 @ 1.3961	22-Mar-16	369
		$ 1 314

Contracts	Maturity Date	Unrealized Loss
Bought CAD 49 053 Sold USD 36 500 @ 1.3439	04-Jan-16	$ (1 453)
Bought USD 36 500 Sold CAD 50 902 @ 0.7171	04-Jan-16	(398)
Bought CAD 18 455 Sold USD 13 757 @ 1.3415	06-Jan-16	(580)
Bought USD 13 757 Sold CAD 19 185 @ 0.7171	06-Jan-16	(149)
Bought CAD 26 135 Sold USD 20 000 @ 1.3067	13-Jan-16	(1 539)
Bought USD 13 743 Sold CAD 19 165 @ 0.7171	13-Jan-16	(149)
Bought CAD 6 505 Sold USD 5 000 @ 1.3011	14-Jan-16	(413)
Bought CAD 7 775 Sold USD 6 000 @ 1.2959	14-Jan-16	(527)
Bought CAD 32 745 Sold USD 25 000 @ 1.3098	14-Jan-16	(1 847)
Bought CAD 32 528 Sold USD 25 000 @ 1.3011	20-Jan-16	(2 063)
Bought CAD 24 579 Sold USD 18 900 @ 1.3005	21-Jan-16	(1 572)
Bought CAD 27 569 Sold USD 21 300 @ 1.2943	27-Jan-16	(1 902)
Bought CAD 5 238 Sold USD 4 000 @ 1.3094	02-Feb-16	(297)
Bought CAD 43 667 Sold USD 33 100 @ 1.3192	02-Feb-16	(2 130)
Bought CAD 2 651 Sold USD 1 930 @ 1.3735	04-Feb-16	(19)
Bought CAD 27 277 Sold USD 20 186 @ 1.3513	09-Feb-16	(652)
Bought CAD 21 610 Sold USD 16 400 @ 1.3177	10-Feb-16	(1 081)
Bought CAD 31 618 Sold USD 23 683 @ 1.3350	11-Feb-16	(1 149)
Bought CAD 14 010 Sold USD 10 515 @ 1.3324	12-Feb-16	(538)
Bought CAD 32 942 Sold USD 24 700 @ 1.3337	17-Feb-16	(1 231)
Bought CAD 20 973 Sold USD 15 425 @ 1.3597	18-Feb-16	(368)
Bought CAD 32 882 Sold USD 24 731 @ 1.3296	23-Feb-16	(1 333)
Bought CAD 20 245 Sold USD 15 202 @ 1.3317	24-Feb-16	(787)
Bought USD 8 000 Sold CAD 11 145 @ 0.7178	24-Feb-16	(77)
Bought CAD 8 551 Sold USD 6 407 @ 1.3346	25-Feb-16	(313)
Bought CAD 19 976 Sold USD 15 000 @ 1.3317	26-Feb-16	(776)
Bought CAD 19 253 Sold USD 14 400 @ 1.3370	26-Feb-16	(669)
Bought CAD 6 124 Sold USD 4 600 @ 1.3314	29-Feb-16	(240)
Bought CAD 49 917 Sold USD 37 600 @ 1.3276	29-Feb-16	(2 101)
Bought CAD 8 019 Sold USD 6 000 @ 1.3365	02-Mar-16	(282)
Bought CAD 5 351 Sold USD 4 000 @ 1.3378	07-Mar-16	(182)
Bought CAD 35 630 Sold USD 26 660 @ 1.3365	08-Mar-16	(1 253)
Bought CAD 40 602 Sold USD 30 326 @ 1.3389	08-Mar-16	(1 352)
Bought CAD 15 897 Sold USD 11 907 @ 1.3351	10-Mar-16	(576)
Bought CAD 42 666 Sold USD 31 552 @ 1.3523	11-Mar-16	(984)
Bought CAD 59 578 Sold USD 43 120 @ 1.3817	17-Mar-16	(75)
		$ (31 057)
TOTAL FOREIGN EXCHANGE		$ (29 743)

All counterparties have a credit rating of at least A.

* 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 0.43% to 0.84% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 16 531 332**	$ 18 044 432
Cash	**8 303**	3 036
Subscriptions receivable	**3 957**	5 821
Unrealized gain on foreign exchange contracts	**1 314**	157
Dividends receivable, interest accrued and other assets	**46 943**	37 354
TOTAL ASSETS	**16 591 849**	18 090 800
LIABILITIES		
Redemptions payable	**15 230**	37 206
Unrealized loss on foreign exchange contracts	**31 057**	11 624
Distributions payable	**449**	–
Accounts payable and accrued expenses	**16 511**	20 072
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**63 247**	68 902
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 16 528 602**	$ 18 021 898
Investments at cost	**$ 13 167 958**	$ 12 727 951
NAV		
SERIES A	**$ 10 062 888**	$ 11 865 196
ADVISOR SERIES	**$ 155 684**	$ 176 324
ADVISOR T5 SERIES	**$ 1 406**	$ 44
SERIES T5	**$ 7 177**	$ 5 579
SERIES T8	**$ 96 352**	$ 106 907
SERIES D	**$ 519 006**	$ 546 615
SERIES F	**$ 218 825**	$ 190 361
SERIES FT5	**$ 488**	$ 213
SERIES I	**$ 136 884**	$ 317 544
SERIES O	**$ 5 329 892**	$ 4 813 115
NAV PER UNIT		
SERIES A	**$ 58.12**	$ 63.36
ADVISOR SERIES	**$ 58.47**	$ 63.74
ADVISOR T5 SERIES	**$ 55.78**	$ 63.42
SERIES T5	**$ 52.00**	$ 59.08
SERIES T8	**$ 9.70**	$ 11.39
SERIES D	**$ 58.20**	$ 63.44
SERIES F	**$ 59.89**	$ 65.27
SERIES FT5	**$ 57.63**	$ 64.90
SERIES I	**$ 58.80**	$ 64.10
SERIES O	**$ 59.33**	$ 64.68

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 551 405**	$ 492 503
Interest for distribution purposes	**10 466**	19 167
Other income (loss)	**9 218**	9 879
Securities lending revenue (see note 6 in the generic notes)	**1 006**	1 413
Net realized gain (loss) on investments	**541 119**	856 620
Net gain (loss) on foreign currencies and other net assets	**(100 942)**	(24 277)
Change in unrealized gain (loss) on investments	**(1 971 383)**	1 003 013
TOTAL INCOME (LOSS)	**(959 111)**	2 358 318
EXPENSES (see notes – Fund Specific Information)		
Management fees	**179 966**	186 422
Administration fees	**13 264**	13 662
Independent Review Committee costs	**3**	3
GST/HST	**19 180**	19 874
Transaction costs	**3 676**	4 935
Withholding tax	**1 424**	759
TOTAL EXPENSES	**217 513**	225 655
INCREASE (DECREASE) IN NAV	**$ (1 176 624)**	$ 2 132 663
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (809 675)**	$ 1 311 676
ADVISOR SERIES	**$ (12 447)**	$ 19 034
ADVISOR T5 SERIES	**$ (60)**	$ –
SERIES T5	**$ (542)**	$ 382
SERIES T8	**$ (7 881)**	$ 10 108
SERIES D	**$ (37 402)**	$ 58 634
SERIES F	**$ (14 965)**	$ 19 735
SERIES FT5	**$ (26)**	$ –
SERIES I	**$ (19 793)**	$ 39 157
SERIES O	**$ (273 833)**	$ 673 937
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (4.49)**	$ 7.07
ADVISOR SERIES	**$ (4.51)**	$ 7.10
ADVISOR T5 SERIES	**$ (4.51)**	$ 7.10
SERIES T5	**$ (4.10)**	$ 6.60
SERIES T8	**$ (0.78)**	$ 1.30
SERIES D	**$ (4.15)**	$ 7.41
SERIES F	**$ (4.10)**	$ 7.79
SERIES FT5	**$ (3.96)**	$ 3.09
SERIES I	**$ (3.76)**	$ 7.93
SERIES O	**$ (3.49)**	$ 8.32

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (1 176 624)**	$ 2 132 663
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(541 119)**	(856 620)
Change in unrealized loss (gain) on investments	**1 971 383**	(1 003 013)
(Increase) decrease in accrued receivables	**(9 589)**	2 522
Increase (decrease) in accrued payables	**(3 561)**	(53 194)
Cost of investments purchased	**(15 950 746)**	(19 972 352)
Proceeds on sales of investments	**16 051 858**	20 388 590
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**341 602**	638 596
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**2 794 853**	2 377 457
Cash paid on redemption of redeemable units	**(3 119 612)**	(2 993 988)
Distributions paid to holders of redeemable units	**(11 576)**	(22 611)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (336 335)**	$ (639 142)
Net increase (decrease) in cash for the period	**5 267**	(546)
Cash (bank overdraft), beginning of period	**3 036**	3 582
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 8 303**	$ 3 036
Interest received (paid)	**$ 10 462**	$ 19 769
Dividends received, net of withholding taxes	**$ 549 615**	$ 503 213

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 11 865 196**	$ 10 897 204	**$ 176 324**	$ 154 034	**$ 44**	$ –	**$ 5 579**	$ 1 753
INCREASE (DECREASE) IN NAV	**(809 675)**	1 311 676	**(12 447)**	19 034	**(60)**	–	**(542)**	382
Early redemption fees	**10**	8	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**793 303**	1 147 185	**22 534**	29 185	**1 492**	44	**3 254**	3 941
Reinvestments of distributions to holders of redeemable units	**116 764**	236 886	**1 750**	3 380	**1**	–	**72**	50
Redemption of redeemable units	**(1 781 658)**	(1 482 448)	**(30 622)**	(25 711)	**(31)**	–	**(825)**	(351)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(871 581)**	(98 369)	**(6 338)**	6 854	**1 462**	44	**2 501**	3 640
Distributions from net income	**(121 052)**	(112 114)	**(1 855)**	(1 630)	**(9)**	–	**(93)**	(44)
Distributions from net gains	**–**	(133 201)	**–**	(1 968)	**–**	–	**–**	(53)
Distributions from capital	**–**	–	**–**	–	**(31)**	–	**(268)**	(99)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(121 052)**	(245 315)	**(1 855)**	(3 598)	**(40)**	–	**(361)**	(196)
NET INCREASE (DECREASE) IN NAV	**(1 802 308)**	967 992	**(20 640)**	22 290	**1 362**	44	**1 598**	3 826
NAV AT END OF PERIOD	**$ 10 062 888**	$ 11 865 196	**$ 155 684**	$ 176 324	**$ 1 406**	$ 44	**$ 7 177**	$ 5 579

For the periods ended December 31 (see note 2 in the generic notes)	Series T8		Series D		Series F		Series FT5	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 106 907**	$ 74 547	**$ 546 615**	$ 437 312	**$ 190 361**	$ 142 427	**$ 213**	$ –
INCREASE (DECREASE) IN NAV	**(7 881)**	10 108	**(37 402)**	58 634	**(14 965)**	19 735	**(26)**	–
Early redemption fees	**–**	–	**1**	4	**–**	1	**–**	–
Proceeds from redeemable units issued	**20 097**	40 507	**103 411**	143 412	**87 132**	65 237	**489**	235
Reinvestments of distributions to holders of redeemable units	**4 101**	3 344	**8 506**	13 250	**2 988**	3 633	**2**	1
Redemption of redeemable units	**(17 959)**	(14 339)	**(93 270)**	(92 253)	**(42 550)**	(35 624)	**(172)**	(19)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 239**	29 512	**18 648**	64 413	**47 570**	33 247	**319**	217
Distributions from net income	**(1 445)**	(1 057)	**(8 855)**	(7 646)	**(4 141)**	(2 982)	**(7)**	(1)
Distributions from net gains	**–**	(1 027)	**–**	(6 098)	**–**	(2 066)	**–**	(3)
Distributions from capital	**(7 468)**	(5 176)	**–**	–	**–**	–	**(11)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(8 913)**	(7 260)	**(8 855)**	(13 744)	**(4 141)**	(5 048)	**(18)**	(4)
NET INCREASE (DECREASE) IN NAV	**(10 555)**	32 360	**(27 609)**	109 303	**28 464**	47 934	**275**	213
NAV AT END OF PERIOD	**$ 96 352**	$ 106 907	**$ 519 006**	$ 546 615	**$ 218 825**	$ 190 361	**$ 488**	$ 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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 317 544**	$ 311 810	**$ 4 813 115**	$ 4 532 810	**$ 18 021 898**	$ 16 551 897
INCREASE (DECREASE) IN NAV	**(19 793)**	39 157	**(273 833)**	673 937	**(1 176 624)**	2 132 663
Early redemption fees	**–**	–	**–**	–	**11**	13
Proceeds from redeemable units issued	**16 014**	22 448	**1 745 263**	922 725	**2 792 989**	2 374 919
Reinvestments of distributions to holders of redeemable units	**5 423**	9 784	**145 541**	181 231	**285 148**	451 559
Redemption of redeemable units	**(176 449)**	(55 216)	**(954 111)**	(1 309 022)	**(3 097 647)**	(3 014 983)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(155 012)**	(22 984)	**936 693**	(205 066)	**(19 499)**	(188 492)
Distributions from net income	**(5 855)**	(6 916)	**(146 083)**	(135 452)	**(289 395)**	(267 842)
Distributions from net gains	**–**	(3 523)	**–**	(53 114)	**–**	(201 053)
Distributions from capital	**–**	–	**–**	–	**(7 778)**	(5 275)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5 855)**	(10 439)	**(146 083)**	(188 566)	**(297 173)**	(474 170)
NET INCREASE (DECREASE) IN NAV	**(180 660)**	5 734	**516 777**	280 305	**(1 493 296)**	1 470 001
NAV AT END OF PERIOD	**$ 136 884**	$ 317 544	**$ 5 329 892**	$ 4 813 115	**$ 16 528 602**	$ 18 021 898

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

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.

Advisor T5 Series and Series FT5 units were started in August 2014.

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 2015**	December 31 2014
Financials	**44.4**	43.8
Energy	**20.1**	22.0
Industrials	**8.3**	8.0
Consumer Discretionary	**6.0**	6.8
Telecommunication Services	**4.1**	3.9
Utilities	**4.1**	3.3
Consumer Staples	**3.6**	3.0
Materials	**1.9**	2.7
Health Care	**0.4**	–
Information Technology	**0.4**	0.3
Bonds	**0.4**	0.1
Cash/Other	**6.3**	6.1
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.8**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**15 440 892**	**–**	**–**	**15 440 892**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**54 694**	**–**	**54 694**
Short-term investments	**–**	**1 035 746**	**–**	**1 035 746**
Derivatives – assets	**–**	**1 314**	**–**	**1 314**
Derivatives – liabilities	**–**	**(31 057)**	**–**	**(31 057)**
Total financial instruments	**15 440 892**	**1 060 697**	**–**	**16 501 589**
% of total portfolio	**93.6**	**6.4**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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%

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 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 2015	December 31 2014
Units held		
Advisor T5 Series	**17**	16
Series T5	**–**	12
Series FT5	**16**	15
Series O	**–**	146
Value of all units	**2**	12

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**187 269**	188 857
Issued number of units	**12 735**	18 663
Reinvested number of units	**1 942**	3 786
Redeemed number of units	**(28 802)**	(24 037)
Ending number of units	**173 144**	187 269
Advisor Series		
Opening units	**2 766**	2 654
Issued number of units	**359**	472
Reinvested number of units	**29**	54
Redeemed number of units	**(491)**	(414)
Ending number of units	**2 663**	2 766
Advisor T5 Series		
Opening units	**1**	–
Issued number of units	**25**	1
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	–
Ending number of units	**25**	1
Series T5		
Opening units	**94**	32
Issued number of units	**58**	67
Reinvested number of units	**1**	1
Redeemed number of units	**(15)**	(6)
Ending number of units	**138**	94
Series T8		
Opening units	**9 383**	6 796
Issued number of units	**1 858**	3 549
Reinvested number of units	**386**	292
Redeemed number of units	**(1 696)**	(1 254)
Ending number of units	**9 931**	9 383
Series D		
Opening units	**8 616**	7 571
Issued number of units	**1 664**	2 324
Reinvested number of units	**141**	212
Redeemed number of units	**(1 503)**	(1 491)
Ending number of units	**8 918**	8 616
Series F		
Opening units	**2 916**	2 398
Issued number of units	**1 360**	1 023
Reinvested number of units	**48**	56
Redeemed number of units	**(670)**	(561)
Ending number of units	**3 654**	2 916
Series FT5		
Opening units	**3**	–
Issued number of units	**8**	3
Reinvested number of units	**–**	–
Redeemed number of units	**(3)**	–
Ending number of units	**8**	3

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)	2015	2014
Series I		
Opening units	**4 954**	5 342
Issued number of units	**253**	357
Reinvested number of units	**88**	155
Redeemed number of units	**(2 967)**	(900)
Ending number of units	**2 328**	4 954
Series O		
Opening units	**74 409**	76 947
Issued number of units	**27 922**	14 879
Reinvested number of units	**2 371**	2 835
Redeemed number of units	**(14 867)**	(20 252)
Ending number of units	**89 835**	74 409

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**3 676**	**100**	4 935	100
Related-party brokerage commissions*	**484**	**13**	786	16
Commission arrangements†	**184**	**5**	341	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 2015	December 31 2014
Fair value of securities loaned	**1 221 801**	1 026 796
Fair value of collateral received	**1 246 237**	1 047 332

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 2015	December 31 2014
RBC Managed Payout Solution	**1.9**	3.4
RBC Managed Payout Solution – Enhanced	**2.6**	3.4
RBC Managed Payout Solution – Enhanced Plus	**2.8**	–
RBC Select Aggressive Growth Portfolio	**0.4**	0.3
RBC Select Balanced Portfolio	**6.3**	5.1
RBC Select Choices Balanced Portfolio	**0.1**	0.1
RBC Select Choices Conservative Portfolio	**0.1**	0.1
RBC Select Conservative Portfolio	**8.9**	7.3
RBC Select Growth Portfolio	**1.7**	1.2
RBC Select Very Conservative Portfolio	**3.6**	2.7
RBC Target 2020 Education Fund	**0.1**	0.1
RBC Target 2025 Education Fund	**0.2**	0.2
RBC Target 2030 Education Fund	**0.1**	–
Total	**28.8**	23.9

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
581 896	Gildan Activewear Inc., Class A	$ 12 653	$ 22 892	
415 078	Hudson's Bay Co.	7 095	7 513	
218 770	Linamar Corp.	7 607	16 349	
365 120	Magna International Inc., Class A	6 237	20 491	
343 367	Quebecor Inc., Class B	7 294	11 633	
146 500	Restaurant Brands International Inc.	7 364	7 581	
481 122	Shaw Communications Inc., Class B	9 499	11 451	
677 571	Thomson Corp.	20 819	35 511	
		78 568	133 421	**5.7**
Consumer Staples				
619 711	Alimentation Couche-Tard Inc.	10 396	37 747	
327 800	Jean Coutu Group, Class A	5 834	5 871	
565 936	Loblaw Companies Ltd.	25 019	36 978	
844 253	Maple Leaf Foods Inc.	11 959	20 059	
347 100	Saputo Group Inc.	10 641	11 489	
		63 849	112 144	**4.8**
Energy				
889 493	ARC Resources Ltd.	20 540	14 855	
861 359	Cameco Corp.	16 832	14 703	
2 314 068	Canadian Natural Resources Ltd.	71 519	69 931	
309 945	Canadian Oil Sands Ltd.	7 896	2 563	
1 805 251	Cenovus Energy Inc.	38 006	31 592	
634 912	Crescent Point Energy Corp.	26 046	10 236	
1 263 043	Enbridge Inc.	41 299	58 101	
1 861 359	Encana Corp.	40 710	13 086	
349 800	Gibson Energy Inc.	7 088	4 835	
891 424	Husky Energy Inc.	25 117	12 757	
530 149	Imperial Oil Ltd.	24 466	23 899	
205 400	Keyera Corp.	8 902	8 269	
649 706	Pembina Pipeline Corp.	25 043	19 589	
721 024	PrairieSky Royalty Ltd.	22 229	15 805	
2 903 694	Suncor Energy Inc.	86 651	103 720	
1 047 114	TransCanada Corp.	44 620	47 319	
307 826	Veresen Inc.	4 457	2 727	
		511 421	453 987	**19.4**
Financials				
289 498	Allied Properties Real Estate Investment Trust	8 997	9 139	
932 824	Bank of Montreal	61 619	72 835	
1 986 849	Bank of Nova Scotia	102 006	111 204	
1 635 598	Brookfield Asset Management Inc., Class A	37 000	71 394	
874 033	Brookfield Property Partners LP	13 932	28 161	
928 624	Canaccord Genuity Group Inc.	8 008	4 745	
577 380	Canadian Imperial Bank of Commerce	45 441	52 651	
609 703	CI Financial Corp.	12 358	18 657	
1 252 327	Element Financial Corp.	21 439	20 914	
30 149	Fairfax Financial Holdings Ltd.	12 267	19 805	
575 500	Fiera Capital Corp.	7 251	6 526	
219 200	First Capital Realty Inc.	$ 4 198	$ 4 022	
1 318 931	GMP Capital Inc.	6 809	6 199	
90 600	Industrial Alliance Insurance & Financial Services Inc.	3 880	3 998	
145 602	Intact Financial Corp.	8 663	12 912	
3 145 012	Manulife Financial Corporation	56 266	65 228	
482 861	National Bank of Canada	21 582	19 464	
297 497	Onex Corporation	8 390	25 234	
1 362 556	Power Corporation of Canada	35 448	39 432	
2 194 137	Royal Bank of Canada*	116 421	162 695	
903 016	Sun Life Financial Inc.	28 729	38 965	
2 935 207	Toronto-Dominion Bank	111 545	159 206	
		732 249	953 386	**40.8**
Health Care				
939 397	Chartwell Retirement Residences Real Estate Investment Trust	8 808	11 930	
96 421	Valeant Pharmaceuticals International Inc.	4 223	13 553	
		13 031	25 483	**1.1**
Industrials				
273 715	Air Canada	852	2 795	
1 578 222	Bombardier Inc., Class B	5 835	2 115	
249 705	CAE Inc.	2 873	3 833	
1 014 624	Canadian National Railway Co.	24 262	78 481	
245 974	Canadian Pacific Railway Ltd.	34 150	43 471	
1 349	Russel Metals Inc.	17	22	
552 196	SNC-Lavalin Group Inc.	22 653	22 706	
114 639	Toromont Industries Ltd.	1 887	3 617	
117 606	WestJet Airlines Ltd.	2 551	2 394	
		95 080	159 434	**6.8**
Information Technology				
695 964	BlackBerry Ltd.	5 370	8 936	
406 389	CGI Group Inc., Class A	17 143	22 514	
112 300	Descartes Systems Group Inc.	2 428	3 126	
179 681	DH Corp.	6 235	5 682	
		31 176	40 258	**1.7**
Materials				
307 431	Agnico Eagle Mines Ltd.	11 322	11 181	
198 666	Agrium Inc.	21 719	24 569	
2 292 120	B2Gold Corp.	6 433	3 209	
274 471	Barrick Gold Corp.	4 903	2 811	
528 203	Detour Gold Corp.	7 496	7 611	
1 325 264	Eldorado Gold Corp.	12 985	5 434	
373 425	First Quantum Minerals Ltd.	6 581	1 934	
180 000	Franco-Nevada Corp., Warrants @ 75.00 June 17, 2017	807	1 710	
1 177 312	Goldcorp Inc.	35 608	18 825	
615 271	Mountain Province Diamonds Inc.	3 024	2 436	
4 071 430	One Earth Farms Corp. (Private)†	5 700	1 873	
266 797	Osisko Gold Royalties Ltd.	4 239	3 647	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
1 235 066	Potash Corporation of Saskatchewan Inc.	$ 44 626	$ 29 271	
570 615	Primero Mining Corp.	3 637	1 780	
1 029 903	Semafo Inc.	3 615	3 615	
566 185	Tahoe Resources Inc.	8 128	6 777	
2 765 339	Torex Gold Resources Inc.	4 489	3 484	
		185 312	130 167	**5.6**
Telecommunication Services				
916 070	BCE Inc.	30 188	48 973	
711 668	Rogers Communications Inc., Class B	25 010	33 961	
1 060 486	TELUS Corp.	25 666	40 574	
		80 864	123 508	**5.3**
Utilities				
473 123	Atco Ltd., Class I, Non-Voting	6 362	16 890	
168 930	Brookfield Renewable Energy Partners LP	6 435	6 127	
403 775	Fortis Inc.	13 344	15 105	
436 400	TransAlta Corp.	2 525	2 143	
10 000	TransAlta Corp., Call @ 11.00 January 19, 2017	1 198	270	
		29 864	40 535	**1.7**
TOTAL CANADIAN EQUITIES		1 821 414	2 172 323	**92.9**
UNITED STATES EQUITIES				
Consumer Discretionary				
125 000	Carnival Corp.	6 793	9 420	
		6 793	9 420	**0.4**
Health Care				
90 916	UnitedHealth Group Incorporated	7 505	14 799	
		7 505	14 799	**0.6**
Industrials				
125 000	Nielsen Holdings Plc.	7 176	8 060	
60 961	United Technologies Corp.	7 893	8 101	
		15 069	16 161	**0.7**
Information Technology				
107 800	Microsoft Corp.	6 466	8 272	
		6 466	8 272	**0.4**
TOTAL UNITED STATES EQUITIES		35 833	48 652	**2.1**
TOTAL EQUITIES		1 857 247	2 220 975	**95.0**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
18 933 584	RBC Canadian Small & Mid-Cap Resources Fund*	$ 184 549	$ 99 998	
TOTAL MUTUAL FUND UNITS		184 549	99 998	**4.3**
SHORT-TERM INVESTMENTS‡		14 848	14 848	**0.7**
TOTAL INVESTMENTS		2 056 644	2 335 821	**100.0**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 395)	**(0.1)**
TOTAL PORTFOLIO		$2 056 644	2 334 426	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 720	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 336 146	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 6 355 Sold USD 4 817 @ 1.3194	03-Feb-16	$ (309)
Bought CAD 14 861 Sold USD 10 820 @ 1.3735	04-Feb-16	(109)
Bought CAD 799 Sold USD 600 @ 1.3317	24-Feb-16	(31)
Bought CAD 12 271 Sold USD 9 217 @ 1.3314	29-Feb-16	(481)
Bought CAD 4 259 Sold USD 3 202 @ 1.3303	01-Mar-16	(170)
Bought CAD 2 038 Sold USD 1 526 @ 1.3356	07-Mar-16	(73)
Bought CAD 4 912 Sold USD 3 669 @ 1.3389	08-Mar-16	(164)
Bought CAD 1 602 Sold USD 1 200 @ 1.3351	10-Mar-16	(58)
TOTAL FOREIGN EXCHANGE		$ (1 395)

All counterparties have a credit rating of at least A.

* 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 0.44% to 0.82% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 335 821**	$ 2 827 329
Cash	**782**	347
Subscriptions receivable	**653**	1 010
Dividends receivable, interest accrued and other assets	**5 859**	6 622
TOTAL ASSETS	**2 343 115**	2 835 308
LIABILITIES		
Due to investment dealers	**273**	–
Redemptions payable	**1 929**	3 995
Unrealized loss on foreign exchange contracts	**1 395**	915
Accounts payable and accrued expenses	**3 372**	4 392
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**6 969**	9 302
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 336 146**	$ 2 826 006
Investments at cost	**$ 2 056 644**	$ 2 197 339
NAV		
SERIES A	**$ 1 795 493**	$ 2 268 583
ADVISOR SERIES	**$ 13 517**	$ 16 285
SERIES D	**$ 112 814**	$ 128 683
SERIES F	**$ 14 404**	$ 14 653
SERIES I	**$ 140 645**	$ 152 917
SERIES O	**$ 259 273**	$ 244 885
NAV PER UNIT		
SERIES A	**$ 20.82**	$ 23.35
ADVISOR SERIES	**$ 20.93**	$ 23.47
SERIES D	**$ 21.35**	$ 23.93
SERIES F	**$ 23.17**	$ 25.96
SERIES I	**$ 23.26**	$ 26.07
SERIES O	**$ 19.24**	$ 21.59

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 74 290**	$ 98 133
Interest for distribution purposes	**708**	1 616
Other income (loss)	**1 078**	925
Other income received from underlying funds	**3 045**	3 795
Securities lending revenue (see note 6 in the generic notes)	**138**	374
Capital gains received from underlying funds	**–**	10 930
Net realized gain (loss) on investments	**90 344**	723 096
Net gain (loss) on foreign currencies and other net assets	**(6 414)**	(2 358)
Change in unrealized gain (loss) on investments	**(351 293)**	(224 523)
TOTAL INCOME (LOSS)	**(188 104)**	611 988
EXPENSES (see notes – Fund Specific Information)		
Management fees	**38 115**	43 509
Administration fees	**2 715**	3 316
Independent Review Committee costs	**3**	3
GST/HST	**4 092**	4 699
Transaction costs	**1 126**	1 961
Withholding tax	**78**	94
TOTAL EXPENSES	**46 129**	53 582
INCREASE (DECREASE) IN NAV	**$ (234 233)**	$ 558 406
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (190 378)**	$ 211 534
ADVISOR SERIES	**$ (1 434)**	$ 1 543
SERIES D	**$ (10 767)**	$ 12 306
SERIES F	**$ (1 348)**	$ 1 164
SERIES I	**$ (11 492)**	$ 15 271
SERIES O	**$ (18 814)**	$ 316 588
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.12)**	$ 3.60
ADVISOR SERIES	**$ (2.13)**	$ 3.61
SERIES D	**$ (1.98)**	$ 3.96
SERIES F	**$ (2.08)**	$ 4.40
SERIES I	**$ (1.92)**	$ 4.65
SERIES O	**$ (1.55)**	$ 3.78

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (234 233)**	$ 558 406
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(90 344)**	(721 280)
Change in unrealized loss (gain) on investments	**351 293**	224 523
(Increase) decrease in accrued receivables	**763**	7 242
Increase (decrease) in accrued payables	**(1 020)**	(2 103)
Cost of investments purchased	**(1 265 637)**	(2 413 618)
Proceeds on sales of investments	**1 496 949**	4 578 467
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**257 771**	2 231 637
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**150 159**	196 432
Cash paid on redemption of redeemable units	**(406 882)**	(2 423 789)
Distributions paid to holders of redeemable units	**(613)**	(4 813)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (257 336)**	$ (2 232 170)
Net increase (decrease) in cash for the period	**435**	(533)
Cash (bank overdraft), beginning of period	**347**	880
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 782**	$ 347
Interest received (paid)	**$ 730**	$ 1 634
Dividends received, net of withholding taxes	**$ 74 229**	$ 102 127

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 268 583**	$ 2 326 757	**$ 16 285**	$ 16 307	**$ 128 683**	$ 120 365	**$ 14 653**	$ 10 452
INCREASE (DECREASE) IN NAV	**(190 378)**	211 534	**(1 434)**	1 543	**(10 767)**	12 306	**(1 348)**	1 164
Early redemption fees	**3**	1	**–**	–	**2**	1	**–**	–
Proceeds from redeemable units issued	**54 081**	78 704	**1 785**	3 351	**15 986**	21 244	**4 816**	5 794
Reinvestments of distributions to holders of redeemable units	**28 583**	281 350	**208**	1 950	**2 654**	16 791	**281**	1 372
Redemption of redeemable units	**(336 381)**	(344 985)	**(3 111)**	(4 829)	**(21 028)**	(24 832)	**(3 614)**	(2 228)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(253 714)**	15 070	**(1 118)**	472	**(2 386)**	13 204	**1 483**	4 938
Distributions from net income	**(9 380)**	(6 694)	**(70)**	(47)	**(1 526)**	(1 427)	**(229)**	(184)
Distributions from net gains	**(19 618)**	(278 084)	**(146)**	(1 990)	**(1 190)**	(15 765)	**(155)**	(1 717)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(28 998)**	(284 778)	**(216)**	(2 037)	**(2 716)**	(17 192)	**(384)**	(1 901)
NET INCREASE (DECREASE) IN NAV	**(473 090)**	(58 174)	**(2 768)**	(22)	**(15 869)**	8 318	**(249)**	4 201
NAV AT END OF PERIOD	**$ 1 795 493**	$ 2 268 583	**$ 13 517**	$ 16 285	**$ 112 814**	$ 128 683	**$ 14 404**	$ 14 653

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 152 917**	$ 135 874	**$ 244 885**	$ 1 892 407	**$ 2 826 006**	$ 4 502 162
INCREASE (DECREASE) IN NAV	**(11 492)**	15 271	**(18 814)**	316 588	**(234 233)**	558 406
Early redemption fees	**–**	–	**–**	–	**5**	2
Proceeds from redeemable units issued	**10 157**	11 493	**62 977**	75 514	**149 802**	196 100
Reinvestments of distributions to holders of redeemable units	**4 733**	21 657	**9 400**	63 401	**45 859**	386 521
Redemption of redeemable units	**(10 937)**	(9 721)	**(29 750)**	(2 039 256)	**(404 821)**	(2 425 851)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 953**	23 429	**42 627**	(1 900 341)	**(209 155)**	(1 843 228)
Distributions from net income	**(3 243)**	(3 087)	**(6 565)**	(33 945)	**(21 013)**	(45 384)
Distributions from net gains	**(1 490)**	(18 570)	**(2 860)**	(29 824)	**(25 459)**	(345 950)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4 733)**	(21 657)	**(9 425)**	(63 769)	**(46 472)**	(391 334)
NET INCREASE (DECREASE) IN NAV	**(12 272)**	17 043	**14 388**	(1 647 522)	**(489 860)**	(1 676 156)
NAV AT END OF PERIOD	**$ 140 645**	$ 152 917	**$ 259 273**	$ 244 885	**$ 2 336 146**	$ 2 826 006

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

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 0.1% (December 31, 2014 – 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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**40.8**	37.2
Energy	**19.4**	20.1
Industrials	**7.5**	8.7
Consumer Discretionary	**6.1**	6.2
Materials	**5.6**	7.8
Telecommunication Services	**5.3**	4.4
Consumer Staples	**4.8**	3.1
Investment Funds	**4.3**	5.4
Information Technology	**2.1**	1.6
Health Care	**1.7**	1.7
Utilities	**1.7**	1.2
Cash/Other	**0.7**	2.6
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**2 219 102**	**–**	**1 873**	**2 220 975**
Mutual fund units	**99 998**	**–**	**–**	**99 998**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**14 848**	**–**	**14 848**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**(1 395)**	**–**	**(1 395)**
Total financial instruments	**2 319 100**	**13 453**	**1 873**	**2 334 426**
% of total portfolio	**99.3**	**0.6**	**0.1**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

During the periods ended December 31, 2015 and 2014, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2015	December 31 2014
Balance at beginning of period	**3 723**	6 835
Net purchases	**–**	–
Net sales	**(18)**	–
Net transfers in (out)	**–**	–
Realized gains (losses)	**(722)**	–
Unrealized gains (losses)	**(1 110)**	(3 112)
Balance at end of period	**1 873**	3 723

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

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, 2015, 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, 2014 – 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	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	0.12%
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 2015	December 31 2014
Units held		
Series I	**312**	301
Series O	**385**	371
Value of all units	**15**	16

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	**4.3**	**35.5**	5.4	37.2

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**97 169**	95 185
Issued number of units	**2 359**	2 997
Reinvested number of units	**1 376**	12 178
Redeemed number of units	**(14 672)**	(13 191)
Ending number of units	**86 232**	97 169
Advisor Series		
Opening units	**694**	664
Issued number of units	**77**	128
Reinvested number of units	**10**	84
Redeemed number of units	**(135)**	(182)
Ending number of units	**646**	694
Series D		
Opening units	**5 378**	4 800
Issued number of units	**670**	787
Reinvested number of units	**125**	709
Redeemed number of units	**(888)**	(918)
Ending number of units	**5 285**	5 378
Series F		
Opening units	**564**	389
Issued number of units	**188**	199
Reinvested number of units	**12**	53
Redeemed number of units	**(142)**	(77)
Ending number of units	**622**	564
Series I		
Opening units	**5 865**	4 968
Issued number of units	**401**	386
Reinvested number of units	**204**	840
Redeemed number of units	**(422)**	(329)
Ending number of units	**6 048**	5 865
Series O		
Opening units	**11 344**	72 348
Issued number of units	**3 040**	2 751
Reinvested number of units	**490**	2 970
Redeemed number of units	**(1 401)**	(66 725)
Ending number of units	**13 473**	11 344

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**1 126**	**100**	1 961	100
Related-party brokerage commissions*	**123**	**11**	167	9
Commission arrangements†	**30**	**3**	216	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 2015	December 31 2014
Fair value of securities loaned	**236 584**	152 419
Fair value of collateral received	**241 316**	155 467

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 2015	December 31 2014
RBC Select Choices Aggressive Growth Portfolio	**0.7**	0.6
RBC Select Choices Balanced Portfolio	**1.0**	0.9
RBC Select Choices Conservative Portfolio	**0.4**	0.4
RBC Select Choices Growth Portfolio	**1.0**	0.9
RBC Target 2020 Education Fund	**1.5**	1.3
RBC Target 2025 Education Fund	**3.5**	2.5
RBC Target 2030 Education Fund	**1.3**	0.6
Total	**9.4**	7.2

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
202 400	Cogeco Cable Inc.	$ 12 746	$ 12 502	
432 500	Corus Entertainment Inc., Class B	5 923	4 671	
228 500	Dollarama Inc.	19 859	18 266	
73 600	Linamar Corp.	4 659	5 500	
511 100	Magna International Inc., Class A	29 408	28 683	
76 900	Uni-Select Inc.	4 449	5 268	
103 000	Yellow Pages Ltd.	1 846	1 573	
		78 890	76 463	**7.4**
Consumer Staples				
302 000	Alimentation Couche-Tard Inc.	12 666	18 395	
251 800	Empire Co. Ltd., Class A	7 396	6 481	
168 000	George Weston Ltd.	17 810	17 966	
62 800	Loblaw Companies Ltd.	4 183	4 103	
522 900	Metro Inc., Class A	17 883	20 257	
		59 938	67 202	**6.5**
Energy				
601 900	Advantage Oil & Gas Ltd.	3 797	4 231	
20 000	AltaGas Ltd.	673	618	
311 000	ARC Resources Ltd.	7 734	5 194	
361 500	Bonavista Energy Corp.	3 065	658	
958 900	Canadian Natural Resources Ltd.	35 916	28 978	
143 800	Cardinal Energy Ltd.	1 289	1 261	
372 500	Cenovus Energy Inc.	9 198	6 519	
312 600	Crescent Point Energy Corp.	5 873	5 039	
550 200	Crew Energy Inc.	2 831	2 228	
141 000	Enbridge Inc.	7 706	6 486	
389 400	Enbridge Income Fund Holdings Inc.	12 694	10 915	
396 000	Enerplus Corp.	4 177	1 881	
433 800	Ensign Energy Services Inc.	4 292	3 201	
348 600	Gran Tierra Energy Inc.	1 010	1 049	
235 900	Keyera Corp.	10 093	9 497	
80 700	MEG Energy Corp.	874	647	
64 800	Northern Blizzard Resources Inc.	215	257	
248 200	Parex Resources Inc.	2 818	2 522	
181 000	Pengrowth Energy Corp.	555	185	
492 800	Penn West Petroleum Ltd.	2 644	577	
118 400	Peyto Exploration & Development Corp.	3 635	2 945	
82 200	PrairieSky Royalty Ltd.	2 556	1 802	
202 200	Precision Drilling Corp.	1 082	1 106	
761 400	Raging River Exploration Inc.	6 698	6 373	
1 504 200	Suncor Energy Inc.	56 556	53 730	
226 300	TransCanada Corp.	11 930	10 226	
201 400	Western Energy Services Corp.	1 481	781	
		201 392	168 906	**16.2**
Financials				
142 900	Bank of Montreal	$ 11 186	$ 11 158	
1 135 100	Bank of Nova Scotia	70 541	63 532	
389 500	Brookfield Asset Management Inc., Class A	14 034	17 002	
329 600	Canadian Apartment Properties Real Estate Investment Trust	9 000	8 846	
441 900	Canadian Imperial Bank of Commerce	43 616	40 297	
427 200	CI Financial Corp.	14 166	13 072	
31 200	Colliers International Group Inc.	1 842	1 926	
233 500	Dream Global Real Estate Investment Trust	2 039	2 022	
275 800	Dream Office Real Estate Investment Trust	6 281	4 791	
77 900	Element Financial Corp.	1 384	1 301	
429 900	First Capital Realty Inc.	8 280	7 889	
125 100	Genworth MI Canada Inc.	3 998	3 328	
16 300	Granite Real Estate Investment Trust	632	619	
282 000	Great-West Lifeco Inc.	10 074	9 737	
718 600	H&R Real Estate Investment Trust	15 667	14 408	
34 600	Home Capital Group Inc.	1 025	931	
126 700	Intact Financial Corp.	10 970	11 236	
15 100	Laurentian Bank of Canada	759	729	
1 013 000	Manulife Financial Corporation	21 627	21 010	
3 500	Melcor Developments Ltd.	82	51	
18 300	Milestone Apartments Real Estate Investment Trust	253	275	
716 400	National Bank of Canada	34 497	28 878	
534 400	Power Corporation of Canada	16 098	15 466	
661 000	Royal Bank of Canada*	52 052	49 013	
795 000	Sun Life Financial Inc.	33 706	34 304	
791 100	Toronto-Dominion Bank	42 666	42 909	
		426 475	404 730	**39.0**
Health Care				
59 500	Chartwell Retirement Residences Real Estate Investment Trust	730	756	
101 000	Medical Facilities Corp.	1 517	1 453	
202 400	Valeant Pharmaceuticals International Inc.	36 499	28 449	
		38 746	30 658	**2.9**
Industrials				
1 166 000	Air Canada	13 374	11 905	
375 400	Canadian National Railway Co.	28 860	29 037	
6 600	Canadian Pacific Railway Ltd.	1 237	1 166	
681 200	Chorus Aviation Inc.	3 673	3 917	
433 700	Ritchie Bros. Auctioneers Inc.	14 957	14 460	
173 600	Transcontinental Inc., Class A	3 241	2 996	
23 900	WestJet Airlines Ltd.	589	487	
		65 931	63 968	**6.2**

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

RBC QUBE CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
609 100	BlackBerry Ltd.	$ 6 893	$ 7 821	
685 200	Celestica Inc.	10 049	10 484	
87 700	CGI Group Inc., Class A	4 764	4 859	
38 000	Constellation Software Inc.	20 342	21 921	
22 000	DH Corp.	782	696	
21 900	Kinaxis Inc.	893	1 028	
		43 723	46 809	**4.5**
Materials				
194 500	Agnico Eagle Mines Ltd.	6 928	7 074	
766 400	Alacer Gold Corp.	2 119	1 893	
279 100	Barrick Gold Corp.	3 820	2 858	
257 900	Canfor Pulp Products Inc.	3 509	3 489	
354 900	Cascades Inc.	2 996	4 511	
6 600	CCL Industries, Class B	1 319	1 481	
1 431 300	Centerra Gold Inc.	9 617	9 432	
289 700	Detour Gold Corp.	4 051	4 175	
473 800	Dominion Diamond Corp.	8 863	6 700	
359 500	Goldcorp Inc.	8 572	5 748	
776 400	Kinross Gold Corp.	2 550	1 949	
525 000	Kirkland Lake Gold Inc.	2 653	2 541	
596 700	Lucara Diamond Corp.	1 205	1 343	
173 600	Methanex Corp.	11 089	7 934	
121 400	Nevsun Resources Ltd.	527	455	
1 539 500	OceanaGold Corp.	3 661	4 064	
722 100	Potash Corporation of Saskatchewan Inc.	21 501	17 114	
123 600	Silver Standard Resources Inc.	813	885	
51 300	Tahoe Resources Inc.	806	614	
806 600	Teck Resources Ltd., Class B	10 815	4 307	
1 475 000	Turquoise Hill Resources Ltd.	6 411	5 177	
16 900	Winpak Ltd.	673	770	
		114 498	94 514	**9.1**
Telecommunication Services				
837 700	BCE Inc.	44 011	44 783	
94 500	Rogers Communications Inc., Class B	4 818	4 510	
		48 829	49 293	**4.7**
Utilities				
17 700	Atco Ltd., Class I, Non-Voting	$ 811	$ 632	
500 600	Emera Inc.	19 599	21 641	
59 300	Fortis Inc.	2 106	2 218	
531 100	Just Energy Group Inc.	4 591	5 247	
183 900	Superior Plus Corp.	2 290	1 979	
370 200	TransAlta Corp.	1 697	1 818	
120 200	TransAlta Renewables Inc.	1 463	1 246	
18 500	Valener Inc.	331	333	
		32 888	35 114	**3.4**
TOTAL CANADIAN EQUITIES		1 111 310	1 037 657	**99.9**
SHORT-TERM INVESTMENTS†		3 789	3 789	**0.4**
TOTAL INVESTMENTS		$1 115 099	1 041 446	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(2 957)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 038 489	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 041 446**	$ 684 170
Cash	**8**	47
Subscriptions receivable	**744**	–
Dividends receivable, interest accrued and other assets	**3 067**	1 811
TOTAL ASSETS	**1 045 265**	686 028
LIABILITIES		
Due to investment dealers	**3 257**	1 004
Redemptions payable	**19**	–
Distributions payable	**3 480**	–
Accounts payable and accrued expenses	**20**	12
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**6 776**	1 016
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 038 489**	$ 685 012
Investments at cost	**$ 1 115 099**	$ 681 476
NAV		
SERIES O	**$ 1 038 489**	$ 685 012
NAV PER UNIT		
SERIES O	**$ 9.94**	$ 10.92

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 24 628**	$ 4 526
Interest for distribution purposes	**12**	2
Other income (loss)	**1 008**	167
Securities lending revenue (see note 6 in the generic notes)	**105**	7
Net realized gain (loss) on investments	**(18 859)**	847
Net gain (loss) on foreign currencies and other net assets	**(12)**	–
Change in unrealized gain (loss) on investments	**(76 347)**	2 323
TOTAL INCOME (LOSS)	**(69 465)**	7 872
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**169**	31
Independent Review Committee costs	**2**	3
GST/HST	**22**	2
Transaction costs	**553**	288
Withholding tax	**1**	–
Expenses reimbursed by manager	**–**	(3)
TOTAL EXPENSES	**747**	321
INCREASE (DECREASE) IN NAV	**$ (70 212)**	$ 7 551
INCREASE (DECREASE) IN NAV		
SERIES O	**$ (70 212)**	$ 7 551
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ (0.90)**	$ 0.55

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (70 212)**	$ 7 551
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**18 859**	(847)
Change in unrealized loss (gain) on investments	**76 347**	(2 323)
(Increase) decrease in accrued receivables	**(1 256)**	(1 801)
Increase (decrease) in accrued payables	**8**	1 016
Cost of investments purchased	**(1 536 708)**	(780 794)
Proceeds on sales of investments	**1 086 479**	102 440
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(426 483)**	(674 758)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**437 140**	674 800
Cash paid on redemption of redeemable units	**(10 696)**	–
Distributions paid to holders of redeemable units	**–**	1
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 426 444**	$ 674 801
Net increase (decrease) in cash for the period	**(39)**	43
Cash (bank overdraft), beginning of period	**47**	4
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 8**	$ 47
Interest received (paid)	**$ 12**	$ 5
Dividends received, net of withholding taxes	**$ 24 379**	$ 2 889

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 685 012**	$ 2 660
INCREASE (DECREASE) IN NAV	**(70 212)**	7 551
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**437 884**	674 800
Reinvestments of distributions to holders of redeemable units	**21 265**	4 549
Redemption of redeemable units	**(10 715)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**448 434**	679 349
Distributions from net income	**(24 745)**	(3 115)
Distributions from net gains	**–**	(1 433)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(24 745)**	(4 548)
NET INCREASE (DECREASE) IN NAV	**353 477**	682 352
NAV AT END OF PERIOD	**$ 1 038 489**	$ 685 012

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

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 2015**	December 31 2014
Financials	**39.0**	36.5
Energy	**16.2**	20.8
Materials	**9.1**	9.2
Consumer Discretionary	**7.4**	8.8
Consumer Staples	**6.5**	3.0
Industrials	**6.2**	8.0
Telecommunication Services	**4.7**	2.5
Information Technology	**4.5**	1.8
Utilities	**3.4**	6.3
Health Care	**2.9**	2.8
Cash/Other	**0.1**	0.3
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 037 657**	**–**	**–**	**1 037 657**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**3 789**	**–**	**3 789**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 037 657**	**3 789**	**–**	**1 041 446**
% of total portfolio	**99.6**	**0.4**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series O	–	271 060
Value of all units	–	2 960

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	14 013
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)	**2015**	2014
Series O		
Opening units	**62 726**	269
Issued number of units	**40 598**	62 040
Reinvested number of units	**2 139**	417
Redeemed number of units	**(998)**	–
Ending number of units	**104 465**	62 726

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**553**	**100**	288	100
Related-party brokerage commissions*	**394**	**71**	12	4
Commission arrangements†	**11**	**2**	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 2015	December 31 2014
Fair value of securities loaned	**114 122**	44 734
Fair value of collateral received	**119 828**	45 629

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 2015	December 31 2014
RBC Select Aggressive Growth Portfolio	**7.2**	8.5
RBC Select Balanced Portfolio	**59.6**	68.4
RBC Select Growth Portfolio	**19.4**	22.6
Total	**86.2**	99.5

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC QUBE LOW VOLATILITY CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
285 300	Canadian Tire Corp. Ltd., Class A	$ 34 201	$ 33 711	
534 100	Cineplex Inc.	21 549	25 396	
12 600	Cogeco Cable Inc.	833	778	
559 500	Dollarama Inc.	32 678	44 726	
121 400	EnerCare Inc.	1 851	1 938	
394 600	Magna International Inc., Class A	22 335	22 145	
1 908 300	Shaw Communications Inc., Class B	54 608	45 418	
414 100	Thomson Corp.	20 260	21 703	
		188 315	195 815	**15.3**
Consumer Staples				
827 400	Alimentation Couche-Tard Inc.	24 755	50 397	
1 097 100	Empire Co. Ltd., Class A	33 156	28 239	
482 200	George Weston Ltd.	47 642	51 566	
144 400	Jean Coutu Group, Class A	2 552	2 586	
360 700	Metro Inc., Class A	12 621	13 974	
1 446 800	Saputo Group Inc.	45 601	47 889	
597 400	The North West Co. Inc.	14 974	17 127	
		181 301	211 778	**16.6**
Energy				
773 100	Imperial Oil Ltd.	34 094	34 851	
517 100	Peyto Exploration & Development Corp.	17 214	12 860	
163 300	Suncor Energy Inc.	6 068	5 833	
1 028 300	TransCanada Corp.	51 628	46 469	
		109 004	100 013	**7.8**
Financials				
24 600	Allied Properties Real Estate Investment Trust	955	777	
570 700	Bank of Montreal	40 299	44 560	
428 300	Bank of Nova Scotia	25 984	23 972	
283 800	Brookfield Asset Management Inc., Class A	12 718	12 388	
33 700	Canadian Apartment Properties Real Estate Investment Trust	899	905	
507 000	Canadian Real Estate Investment Trust	22 693	21 324	
124 800	Choice Properties Real Estate Investment Trust	1 371	1 473	
917 200	CI Financial Corp.	29 208	28 066	
500 100	Cominar Real Estate Investment Trust	8 908	7 356	
Financials (cont.)				
578 200	Crombie Real Estate Investment Trust	$ 7 271	$ 7 401	
2 000	Fairfax Financial Holdings Ltd.	1 329	1 314	
1 116 300	H&R Real Estate Investment Trust	24 437	22 382	
542 100	Intact Financial Corp.	47 341	48 073	
266 300	Killam Properties Inc.	2 736	2 799	
40 900	Morguard Corp.	4 865	5 440	
289 900	Pure Industrial Real Estate Investment Trust	1 326	1 267	
1 720 000	RioCan Real Estate Investment Trust	45 293	40 747	
683 600	Royal Bank of Canada*	52 635	50 689	
666 400	Toronto-Dominion Bank	31 418	36 146	
		361 686	357 079	**28.0**
Health Care				
27 400	Medical Facilities Corp.	419	394	
621 700	Sienna Senior Living Inc.	10 382	10 034	
		10 801	10 428	**0.8**
Industrials				
65 000	CAE Inc.	998	998	
599 600	Canadian National Railway Co.	38 248	46 379	
65 500	Canadian Pacific Railway Ltd.	12 991	11 576	
29 700	Exco Technologies Ltd.	456	503	
42 600	Richelieu Hardware Ltd.	2 845	2 891	
602 600	Toromont Industries Ltd.	18 189	19 012	
84 900	WestJet Airlines Ltd.	1 791	1 729	
115 200	WSP Global Inc.	5 269	4 897	
		80 787	87 985	**6.9**
Information Technology				
40 400	Constellation Software Inc.	16 981	23 306	
15 100	Enghouse Systems Ltd.	697	1 123	
		17 678	24 429	**1.9**
Materials				
19 700	Canfor Pulp Products Inc.	281	266	
82 100	CCL Industries, Class B	12 220	18 421	
153 300	Franco-Nevada Corp.	9 971	9 704	
161 100	Winpak Ltd.	6 795	7 340	
		29 267	35 731	**2.8**
Telecommunication Services				
934 300	BCE Inc.	46 296	49 948	
1 326 800	TELUS Corp.	52 894	50 763	
		99 190	100 711	**7.9**

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

RBC QUBE LOW VOLATILITY CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
45 700	Atco Ltd., Class I, Non-Voting	$ 1 672	$ 1 631	
274 900	Brookfield Infrastructure Partners LP	14 202	14 399	
389 900	Brookfield Renewable Energy Partners LP	12 757	14 142	
413 900	Canadian Utilities Ltd., Class A	16 530	13 220	
122 400	Capital Power Corp.	2 113	2 175	
866 800	Emera Inc.	34 407	37 472	
1 371 400	Fortis Inc.	48 679	51 304	
802 600	TransAlta Renewables Inc.	9 708	8 323	
234 100	Valener Inc.	3 865	4 216	
		143 933	146 882	**11.5**
TOTAL CANADIAN EQUITIES		1 221 962	1 270 851	**99.5**
SHORT-TERM INVESTMENTS†		3 710	3 710	**0.3**
TOTAL INVESTMENTS		$1 225 672	1 274 561	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 670	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 277 231	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 274 561**	$ 867 043
Cash	**428**	92
Subscriptions receivable	**1 338**	457
Dividends receivable, interest accrued and other assets	**3 487**	2 329
TOTAL ASSETS	**1 279 814**	869 921
LIABILITIES		
Due to investment dealers	**2 304**	1 821
Redemptions payable	**159**	180
Accounts payable and accrued expenses	**120**	75
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 583**	2 076
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 277 231**	$ 867 845
Investments at cost	**$ 1 225 672**	$ 742 904
NAV		
SERIES A	**$ 45 115**	$ 25 574
ADVISOR SERIES	**$ 3 938**	$ 3 056
SERIES H	**$ 390**	$ 1
SERIES D	**$ 10 350**	$ 7 752
SERIES F	**$ 3 045**	$ 1 321
SERIES I	**$ 250**	$ 1
SERIES O	**$ 1 214 143**	$ 830 140
NAV PER UNIT		
SERIES A	**$ 12.09**	$ 12.74
ADVISOR SERIES	**$ 12.02**	$ 12.68
SERIES H	**$ 12.02**	$ 12.68
SERIES D	**$ 12.20**	$ 12.86
SERIES F	**$ 11.98**	$ 12.64
SERIES I	**$ 12.15**	$ 12.80
SERIES O	**$ 13.03**	$ 13.75

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 31 957**	$ 22 032
Interest for distribution purposes	**17**	15
Other income (loss)	**3 203**	2 949
Securities lending revenue (see note 6 in the generic notes)	**141**	107
Net realized gain (loss) on investments	**22 709**	47 830
Net gain (loss) on foreign currencies and other net assets	**(7)**	–
Change in unrealized gain (loss) on investments	**(75 250)**	74 259
TOTAL INCOME (LOSS)	**(17 230)**	147 192
EXPENSES (see notes – Fund Specific Information)		
Management fees	**860**	370
Administration fees	**283**	177
Independent Review Committee costs	**3**	3
GST/HST	**107**	46
Transaction costs	**465**	202
TOTAL EXPENSES	**1 718**	798
INCREASE (DECREASE) IN NAV	**$ (18 948)**	$ 146 394
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 361)**	$ 2 586
ADVISOR SERIES	**$ (112)**	$ 480
SERIES H	**$ (11)**	$ –
SERIES D	**$ (152)**	$ 711
SERIES F	**$ (55)**	$ 238
SERIES I	**$ (1)**	$ –
SERIES O	**$ (17 256)**	$ 142 379
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.45)**	$ 2.12
ADVISOR SERIES	**$ (0.43)**	$ 2.14
SERIES H	**$ (0.40)**	$ 2.17
SERIES D	**$ (0.34)**	$ 2.25
SERIES F	**$ (0.30)**	$ 2.29
SERIES I	**$ (0.27)**	$ 2.33
SERIES O	**$ (0.20)**	$ 2.59

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (18 948)**	$ 146 394
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(22 709)**	(47 830)
Change in unrealized loss (gain) on investments	**75 250**	(74 259)
(Increase) decrease in accrued receivables	**(1 158)**	(82)
Increase (decrease) in accrued payables	**45**	931
Cost of investments purchased	**(1 523 317)**	(848 166)
Proceeds on sales of investments	**1 063 741**	788 823
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(427 096)**	(34 189)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**544 277**	145 246
Cash paid on redemption of redeemable units	**(109 739)**	(103 440)
Distributions paid to holders of redeemable units	**(7 106)**	(7 525)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 427 432**	$ 34 281
Net increase (decrease) in cash for the period	**336**	92
Cash (bank overdraft), beginning of period	**92**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 428**	$ 92
Interest received (paid)	**$ 17**	$ 15
Dividends received, net of withholding taxes	**$ 34 002**	$ 24 899

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 25 574**	$ 9 339	**$ 3 056**	$ 2 313	**$ 1**	$ 1	**$ 7 752**	$ 2 171
INCREASE (DECREASE) IN NAV	**(1 361)**	2 586	**(112)**	480	**(11)**	–	**(152)**	711
Early redemption fees	**3**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**33 349**	18 234	**1 614**	649	**400**	–	**10 597**	7 957
Reinvestments of distributions to holders of redeemable units	**982**	1 240	**76**	150	**10**	–	**285**	387
Redemption of redeemable units	**(12 430)**	(4 547)	**(612)**	(357)	**–**	–	**(7 822)**	(3 062)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**21 904**	14 927	**1 078**	442	**410**	–	**3 060**	5 282
Distributions from net income	**(270)**	(185)	**(23)**	(37)	**(3)**	–	**(143)**	(81)
Distributions from net gains	**(732)**	(1 093)	**(61)**	(142)	**(7)**	–	**(167)**	(331)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 002)**	(1 278)	**(84)**	(179)	**(10)**	–	**(310)**	(412)
NET INCREASE (DECREASE) IN NAV	**19 541**	16 235	**882**	743	**389**	–	**2 598**	5 581
NAV AT END OF PERIOD	**$ 45 115**	$ 25 574	**$ 3 938**	$ 3 056	**$ 390**	$ 1	**$ 10 350**	$ 7 752

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 321**	$ 1 220	**$ 1**	$ 1	**$ 830 140**	$ 672 183	**$ 867 845**	$ 687 228
INCREASE (DECREASE) IN NAV	**(55)**	238	**(1)**	–	**(17 256)**	142 379	**(18 948)**	146 394
Early redemption fees	**–**	–	**–**	–	**–**	–	**3**	–
Proceeds from redeemable units issued	**2 280**	290	**250**	–	**496 668**	118 210	**545 158**	145 340
Reinvestments of distributions to holders of redeemable units	**66**	56	**9**	–	**44 418**	54 332	**45 846**	56 165
Redemption of redeemable units	**(469)**	(387)	**–**	–	**(88 388)**	(95 239)	**(109 721)**	(103 592)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 877**	(41)	**259**	–	**452 698**	77 303	**481 286**	97 913
Distributions from net income	**(50)**	(32)	**(5)**	–	**(31 484)**	(24 129)	**(31 978)**	(24 464)
Distributions from net gains	**(48)**	(64)	**(4)**	–	**(19 955)**	(37 596)	**(20 974)**	(39 226)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(98)**	(96)	**(9)**	–	**(51 439)**	(61 725)	**(52 952)**	(63 690)
NET INCREASE (DECREASE) IN NAV	**1 724**	101	**249**	–	**384 003**	157 957	**409 386**	180 617
NAV AT END OF PERIOD	**$ 3 045**	$ 1 321	**$ 250**	$ 1	**$ 1 214 143**	$ 830 140	**$ 1 277 231**	$ 867 845

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

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 2015**	December 31 2014
Financials	**28.0**	27.7
Consumer Staples	**16.6**	14.0
Consumer Discretionary	**15.3**	15.4
Utilities	**11.5**	7.5
Telecommunication Services	**7.9**	6.9
Energy	**7.8**	20.6
Industrials	**6.9**	5.9
Materials	**2.8**	0.5
Information Technology	**1.9**	1.0
Health Care	**0.8**	–
Cash/Other	**0.5**	0.5
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.6**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 270 851**	**–**	**–**	**1 270 851**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**3 710**	**–**	**3 710**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 270 851**	**3 710**	**–**	**1 274 561**
% of total portfolio	**99.7**	**0.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 2015	December 31 2014
Units held		
Series A	**–**	108
Advisor Series	**–**	108
Series H	**104**	102
Series D	**–**	109
Series F	**–**	111
Series I	**106**	102
Series O	**47**	45
Value of all units	**3**	9

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**2 007**	823
Issued number of units	**2 629**	1 450
Reinvested number of units	**81**	99
Redeemed number of units	**(984)**	(365)
Ending number of units	**3 733**	2 007
Advisor Series		
Opening units	**241**	204
Issued number of units	**130**	53
Reinvested number of units	**6**	12
Redeemed number of units	**(49)**	(28)
Ending number of units	**328**	241
Series H		
Opening units	**–**	–
Issued number of units	**31**	–
Reinvested number of units	**1**	–
Redeemed number of units	**–**	–
Ending number of units	**32**	–
Series D		
Opening units	**603**	190
Issued number of units	**830**	623
Reinvested number of units	**23**	31
Redeemed number of units	**(608)**	(241)
Ending number of units	**848**	603
Series F		
Opening units	**105**	107
Issued number of units	**181**	24
Reinvested number of units	**5**	4
Redeemed number of units	**(37)**	(30)
Ending number of units	**254**	105
Series I		
Opening units	**–**	–
Issued number of units	**20**	–
Reinvested number of units	**1**	–
Redeemed number of units	**–**	–
Ending number of units	**21**	–
Series O		
Opening units	**60 389**	54 672
Issued number of units	**35 853**	8 853
Reinvested number of units	**3 400**	4 027
Redeemed number of units	**(6 482)**	(7 163)
Ending number of units	**93 160**	60 389

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**465**	**100**	202	100
Related-party brokerage commissions*	**112**	**24**	71	35
Commission arrangements†	**11**	**2**	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.

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 2015	December 31 2014
Fair value of securities loaned	**110 691**	80 712
Fair value of collateral received	**116 226**	82 327

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 2015	December 31 2014
RBC QUBE Low Volatility Canadian Equity Class	**0.5**	–
RBC Select Conservative Portfolio	**15.3**	–
RBC Select Very Conservative Portfolio	**7.8**	–
RBC Target 2020 Education Fund	**1.4**	2.2
RBC Target 2025 Education Fund	**3.2**	3.6
RBC Target 2030 Education Fund	**0.6**	0.5
Total	**28.8**	6.3

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC JANTZI CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
2 497	Canadian Tire Corp. Ltd., Class A	$ 213	$ 295	
2 944	Dollarama Inc.	116	235	
9 891	Gildan Activewear Inc., Class A	159	389	
4 113	Imax Corp.	124	202	
2 742	Linamar Corp.	95	205	
10 107	Magna International Inc., Class A	294	567	
6 977	Quebecor Inc., Class B	193	236	
2 100	Restaurant Brands International Inc.	105	109	
9 167	Shaw Communications Inc., Class B	215	218	
11 705	Thomson Corp.	440	613	
		1 954	3 069	**8.8**
Consumer Staples				
8 384	Loblaw Companies Ltd.	406	548	
6 072	Maple Leaf Foods Inc.	110	144	
3 600	Metro Inc., Class A	127	139	
7 500	Saputo Group Inc.	227	248	
		870	1 079	**3.1**
Energy				
4 505	AltaGas Ltd.	172	139	
12 742	ARC Resources Ltd.	284	213	
3 883	Baytex Energy Corp.	70	17	
6 099	Bonavista Energy Corp.	127	11	
24 998	Canadian Natural Resources Ltd.	933	755	
8 500	Canadian Oil Sands Ltd.	112	70	
9 793	Cardinal Energy Ltd.	104	86	
23 500	Cenovus Energy Inc.	598	411	
10 381	Crescent Point Energy Corp.	430	168	
29 380	Crew Energy Inc.	242	120	
25 704	Encana Corp.	531	182	
6 366	Enerplus Corp.	165	31	
2 689	Gibson Energy Inc.	50	38	
11 148	Husky Energy Inc.	304	161	
7 443	Imperial Oil Ltd.	355	336	
7 933	Inter Pipeline Ltd.	194	176	
11 546	Kelt Exploration Ltd.	85	49	
6 397	Keyera Corp.	181	258	
4 746	MEG Energy Corp.	143	38	
18 803	Nuvista Energy Ltd.	163	77	
11 654	Pembina Pipeline Corp.	343	351	
26 932	Pengrowth Energy Corp.	165	27	
10 644	PrairieSky Royalty Ltd.	321	233	
16 747	Precision Drilling Corp.	150	92	
4 500	Raging River Exploration Inc.	35	38	
4 856	ShawCor Ltd.	149	136	
28 431	Spartan Energy Corp.	106	67	
30 781	Suncor Energy Inc.	995	1 099	
3 533	Tourmaline Oil Corp.	149	79	
Energy (cont.)				
8 129	Trinidad Drilling Ltd.	$ 60	$ 17	
8 870	Veresen Inc.	116	79	
5 961	Vermilion Energy Inc.	238	224	
13 110	Whitecap Resources Inc.	181	119	
		8 251	5 897	**16.9**
Financials				
4 546	Allied Properties Real Estate Investment Trust	159	144	
14 809	Bank of Montreal	968	1 156	
27 544	Bank of Nova Scotia	1 482	1 542	
2 800	Boardwalk Real Estate Investment Trust	166	133	
24 541	Brookfield Asset Management Inc., Class A	702	1 071	
10 577	Brookfield Property Partners LP	172	341	
14 910	Canaccord Genuity Group Inc.	152	76	
8 564	Canadian Imperial Bank of Commerce	701	781	
5 887	CI Financial Corp.	191	180	
23 485	Element Financial Corp.	390	392	
13 500	Fiera Capital Corp.	170	153	
11 211	First Capital Realty Inc.	208	206	
2 767	Intact Financial Corp.	189	245	
53 247	Manulife Financial Corporation	1 077	1 104	
7 262	National Bank of Canada	319	293	
1 926	Onex Corporation	66	163	
33 500	Plaza Retail Real Estate Investment Trust	145	157	
18 776	Power Corporation of Canada	553	543	
32 339	Royal Bank of Canada*	1 877	2 398	
12 868	Sun Life Financial Inc.	419	555	
42 427	Toronto-Dominion Bank	1 724	2 301	
		11 830	13 934	**39.9**
Health Care				
9 394	Chartwell Retirement Residences Real Estate Investment Trust	89	119	
		89	119	**0.3**
Industrials				
8 912	Air Canada	47	91	
9 200	ATS Automation Tooling Systems	144	105	
30 947	Bombardier Inc., Class B	83	41	
20 639	Canadian National Railway Co.	661	1 596	
2 598	Canadian Pacific Railway Ltd.	243	459	
2 417	Progressive Waste Solutions Ltd.	57	79	
2 606	WestJet Airlines Ltd.	56	53	
		1 291	2 424	**7.0**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
10 103	BlackBerry Ltd.	$ 98	$ 130	
10 178	CGI Group Inc., Class A	524	564	
9 010	Descartes Systems Group Inc.	128	251	
3 240	Open Text Corp.	143	215	
35 060	Redknee Solutions Inc.	185	104	
		1 078	1 264	**3.6**
Materials				
8 919	Agnico Eagle Mines Ltd.	313	324	
3 409	Agrium Inc.	354	422	
8 344	Canfor Pulp Products Inc.	97	113	
7 213	Detour Gold Corp.	94	104	
11 795	Dominion Diamond Corp.	207	167	
20 371	Eldorado Gold Corp.	158	84	
15 045	First Quantum Minerals Ltd.	111	78	
4 811	Franco-Nevada Corp.	247	305	
19 125	Goldcorp Inc.	404	306	
2 860	Interfor Corp.	37	40	
32 709	Lundin Mining Corp.	173	124	
2 615	Methanex Corp.	166	120	
2 650	Norbord Inc.	55	71	
4 784	Osisko Gold Royalties Ltd.	77	65	
13 984	Potash Corporation of Saskatchewan Inc.	561	331	
8 423	Primero Mining Corp.	62	26	
6 257	Silver Wheaton Corp.	168	108	
31 976	Torex Gold Resources Inc.	65	40	
		3 349	2 828	**8.1**
Telecommunication Services				
14 368	BCE Inc.	553	768	
10 485	Rogers Communications Inc., Class B	432	500	
17 012	TELUS Corp.	500	651	
		1 485	1 919	**5.5**
Utilities				
20 566	Algonquin Power & Utilities Corp.	167	224	
7 051	Boralex Inc., Class A	92	102	
2 938	Brookfield Infrastructure Partners LP	74	154	
4 995	Brookfield Renewable Energy Partners LP	99	181	
4 995	Canadian Utilities Ltd., Class A	205	160	
7 276	Fortis Inc.	282	272	
7 835	Northland Power Inc.	128	146	
		1 047	1 239	**3.6**
TOTAL CANADIAN EQUITIES		31 244	33 772	**96.8**
SHORT-TERM INVESTMENTS†		1 059	1 059	**3.0**
TOTAL INVESTMENTS		$ 32 303	34 831	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			67	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 34 898	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 34 831**	$ 39 158
Cash	**12**	6
Subscriptions receivable	**20**	39
Dividends receivable, interest accrued and other assets	**93**	74
TOTAL ASSETS	**34 956**	39 277
LIABILITIES		
Redemptions payable	**–**	119
Accounts payable and accrued expenses	**58**	68
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**58**	187
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 34 898**	$ 39 090
Investments at cost	**$ 32 303**	$ 31 831
NAV		
SERIES A	**$ 26 731**	$ 30 631
ADVISOR SERIES	**$ 3 709**	$ 4 080
SERIES D	**$ 2 594**	$ 2 527
SERIES F	**$ 1 619**	$ 1 572
SERIES I	**$ 245**	$ 280
NAV PER UNIT		
SERIES A	**$ 11.19**	$ 12.26
ADVISOR SERIES	**$ 11.22**	$ 12.30
SERIES D	**$ 11.64**	$ 12.76
SERIES F	**$ 11.78**	$ 12.90
SERIES I	**$ 11.99**	$ 13.16

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 125**	$ 981
Interest for distribution purposes	**5**	13
Other income (loss)	**18**	17
Securities lending revenue (see note 6 in the generic notes)	**3**	4
Net realized gain (loss) on investments	**1 284**	670
Net gain (loss) on foreign currencies and other net assets	**(1)**	–
Change in unrealized gain (loss) on investments	**(4 799)**	2 240
TOTAL INCOME (LOSS)	**(2 365)**	3 925
EXPENSES (see notes – Fund Specific Information)		
Management fees	**624**	637
Administration fees	**55**	54
Independent Review Committee costs	**3**	3
GST/HST	**67**	68
Transaction costs	**31**	32
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**777**	791
INCREASE (DECREASE) IN NAV	**$ (3 142)**	$ 3 134
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (2 452)**	$ 2 416
ADVISOR SERIES	**$ (317)**	$ 387
SERIES D	**$ (225)**	$ 160
SERIES F	**$ (130)**	$ 163
SERIES I	**$ (18)**	$ 8
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (1.01)**	$ 0.97
ADVISOR SERIES	**$ (1.01)**	$ 0.98
SERIES D	**$ (0.95)**	$ 1.13
SERIES F	**$ (0.93)**	$ 1.18
SERIES I	**$ (0.91)**	$ 1.23

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (3 142)**	$ 3 134
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(1 284)**	(668)
Change in unrealized loss (gain) on investments	**4 799**	(2 240)
(Increase) decrease in accrued receivables	**(19)**	19
Increase (decrease) in accrued payables	**(10)**	12
Cost of investments purchased	**(208 924)**	(343 637)
Proceeds on sales of investments	**209 736**	341 546
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**1 156**	(1 834)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**7 607**	12 128
Cash paid on redemption of redeemable units	**(8 736)**	(10 280)
Distributions paid to holders of redeemable units	**(21)**	(11)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (1 150)**	$ 1 837
Net increase (decrease) in cash for the period	**6**	3
Cash (bank overdraft), beginning of period	**6**	3
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 12**	$ 6
Interest received (paid)	**$ 5**	$ 13
Dividends received, net of withholding taxes	**$ 1 127**	$ 1 017

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 30 631**	$ 26 752	**$ 4 080**	$ 4 139	**$ 2 527**	$ 1 639	**$ 1 572**	$ 1 641
INCREASE (DECREASE) IN NAV	**(2 452)**	2 416	**(317)**	387	**(225)**	160	**(130)**	163
Early redemption fees	**–**	–	**–**	–	**–**	1	**–**	–
Proceeds from redeemable units issued	**4 794**	7 400	**603**	452	**1 426**	2 788	**765**	1 223
Reinvestments of distributions to holders of redeemable units	**148**	12	**22**	3	**35**	23	**14**	12
Redemption of redeemable units	**(6 238)**	(5 937)	**(656)**	(898)	**(1 133)**	(2 060)	**(574)**	(1 445)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(1 296)**	1 475	**(31)**	(443)	**328**	752	**205**	(210)
Distributions from net income	**(100)**	(12)	**(16)**	(3)	**(32)**	(24)	**(25)**	(22)
Distributions from net gains	**(52)**	–	**(7)**	–	**(4)**	–	**(3)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(152)**	(12)	**(23)**	(3)	**(36)**	(24)	**(28)**	(22)
NET INCREASE (DECREASE) IN NAV	**(3 900)**	3 879	**(371)**	(59)	**67**	888	**47**	(69)
NAV AT END OF PERIOD	**$ 26 731**	$ 30 631	**$ 3 709**	$ 4 080	**$ 2 594**	$ 2 527	**$ 1 619**	$ 1 572

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 280**	$ 40	**$ 39 090**	$ 34 211
INCREASE (DECREASE) IN NAV	**(18)**	8	**(3 142)**	3 134
Early redemption fees	**–**	–	**–**	1
Proceeds from redeemable units issued	**–**	232	**7 588**	12 095
Reinvestments of distributions to holders of redeemable units	**5**	1	**224**	51
Redemption of redeemable units	**(16)**	–	**(8 617)**	(10 340)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(11)**	233	**(805)**	1 807
Distributions from net income	**(5)**	(1)	**(178)**	(62)
Distributions from net gains	**(1)**	–	**(67)**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(6)**	(1)	**(245)**	(62)
NET INCREASE (DECREASE) IN NAV	**(35)**	240	**(4 192)**	4 879
NAV AT END OF PERIOD	**$ 245**	$ 280	**$ 34 898**	$ 39 090

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

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**39.9**	36.7
Energy	**16.9**	20.4
Consumer Discretionary	**8.8**	7.7
Materials	**8.1**	9.7
Industrials	**7.0**	9.7
Telecommunication Services	**5.5**	4.6
Utilities	**3.6**	2.7
Information Technology	**3.6**	2.3
Consumer Staples	**3.1**	1.6
Health Care	**0.3**	2.2
Cash/Other	**3.2**	2.4
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**33 772**	**–**	**–**	**33 772**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 059**	**–**	**1 059**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**33 772**	**1 059**	**–**	**34 831**
% of total portfolio	**97.0**	**3.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series I	**127**	125
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, 2015 for the Fund were approximately:

Capital losses	7
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)	2015	2014
Series A		
Opening units	**2 498**	2 383
Issued number of units	**391**	603
Reinvested number of units	**13**	1
Redeemed number of units	**(513)**	(489)
Ending number of units	**2 389**	2 498
Advisor Series		
Opening units	**332**	368
Issued number of units	**49**	37
Reinvested number of units	**2**	–
Redeemed number of units	**(53)**	(73)
Ending number of units	**330**	332
Series D		
Opening units	**198**	140
Issued number of units	**110**	215
Reinvested number of units	**3**	2
Redeemed number of units	**(88)**	(159)
Ending number of units	**223**	198
Series F		
Opening units	**122**	139
Issued number of units	**58**	94
Reinvested number of units	**1**	1
Redeemed number of units	**(44)**	(112)
Ending number of units	**137**	122
Series I		
Opening units	**21**	3
Issued number of units	**–**	18
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	–
Ending number of units	**20**	21

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**31**	**100**	32	100
Related-party brokerage commissions*	**3**	**10**	2	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 2015	December 31 2014
Fair value of securities loaned	**2 689**	2 184
Fair value of collateral received	**2 743**	2 227

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN INDEX FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
55 883	Aimia Inc.	$ 835	$ 526	
38 600	Amaya Inc.	1 275	673	
7 500	AutoCanada Inc.	605	181	
13 300	BRP Inc.	397	264	
26 000	Canadian Tire Corp. Ltd., Class A	1 114	3 072	
23 200	Cineplex Inc.	378	1 103	
8 110	Cogeco Cable Inc.	313	501	
28 300	Corus Entertainment Inc., Class B	552	306	
41 500	DHX Media Ltd.	407	352	
41 800	Dollarama Inc.	663	3 341	
9 500	Dorel Industries, Class B	290	298	
34 400	EnerCare Inc.	495	549	
84 412	Gildan Activewear Inc., Class A	695	3 321	
16 600	Great Canadian Gaming Corp.	337	257	
39 100	Hudson's Bay Co.	718	708	
16 500	Linamar Corp.	303	1 233	
139 884	Magna International Inc., Class A	2 595	7 850	
30 799	Martinrea International Inc.	266	324	
15 800	Performance Sports Group Ltd.	391	211	
29 700	Quebecor Inc., Class B	550	1 006	
81 956	Restaurant Brands International Inc.	3 424	4 241	
34 860	RONA Inc.	493	431	
143 401	Shaw Communications Inc., Class B	2 592	3 413	
25 600	The Intertain Group Ltd.	473	255	
117 500	Thomson Corp.	4 717	6 158	
7 300	Uni-Select Inc.	407	500	
		25 285	41 074	**6.8**
Consumer Staples				
153 200	Alimentation Couche-Tard Inc.	1 060	9 331	
41 077	Cott Corporation	395	626	
58 800	Empire Co. Ltd., Class A	1 085	1 514	
17 300	George Weston Ltd.	1 061	1 850	
31 100	Jean Coutu Group, Class A	354	557	
79 941	Loblaw Companies Ltd.	3 514	5 223	
34 600	Maple Leaf Foods Inc.	455	822	
87 582	Metro Inc., Class A	735	3 393	
93 900	Saputo Group Inc.	1 010	3 108	
18 300	The North West Co. Inc.	319	525	
		9 988	26 949	**4.5**
Energy				
63 316	Advantage Oil & Gas Ltd.	879	445	
53 400	AltaGas Ltd.	1 548	1 650	
127 735	ARC Resources Ltd.	2 954	2 133	
130 400	Athabasca Oil Corp.	1 845	201	
73 200	Baytex Energy Corp.	2 108	327	
38 700	Birchcliff Energy Ltd.	480	155	
69 300	Bonavista Energy Corp.	1 746	125	
10 400	Bonterra Energy Corp.	591	178	
145 596	Cameco Corp.	2 081	2 484	
Energy (cont.)				
66 500	Canadian Energy Services & Technology Corp.	$ 427	$ 257	
399 538	Canadian Natural Resources Ltd.	7 726	12 073	
178 300	Canadian Oil Sands Ltd.	5 147	1 475	
305 543	Cenovus Energy Inc.	5 809	5 347	
183 661	Crescent Point Energy Corp.	5 987	2 961	
46 600	Crew Energy Inc.	611	189	
315 887	Enbridge Inc.	5 635	14 531	
27 962	Enbridge Income Fund Holdings Inc.	734	784	
309 262	Encana Corp.	5 872	2 174	
28 625	Enerflex Ltd.	244	380	
74 155	Enerplus Corp.	3 089	352	
47 900	Ensign Energy Services Inc.	475	354	
28 800	Freehold Royalties Ltd.	541	313	
45 000	Gibson Energy Inc.	973	622	
95 500	Gran Tierra Energy Inc.	617	287	
109 057	Husky Energy Inc.	1 841	1 561	
92 900	Imperial Oil Ltd.	2 508	4 188	
122 300	Inter Pipeline Ltd.	1 521	2 716	
48 200	Kelt Exploration Ltd.	560	204	
62 506	Keyera Corp.	847	2 516	
55 800	MEG Energy Corp.	2 616	448	
33 900	Mullen Group Ltd.	834	475	
52 500	Nuvista Energy Ltd.	376	214	
20 700	Paramount Resources Ltd., Class A	714	127	
49 200	Parex Resources Inc.	598	500	
34 500	Parkland Fuel Corp.	541	804	
24 800	Pason Systems Inc.	282	481	
135 067	Pembina Pipeline Corp.	3 145	4 072	
196 579	Pengrowth Energy Corp.	2 802	201	
182 711	Penn West Petroleum Ltd.	5 380	214	
58 700	Peyto Exploration & Development Corp.	1 289	1 460	
55 700	PrairieSky Royalty Ltd.	1 760	1 221	
108 500	Precision Drilling Corp.	1 547	593	
68 200	Raging River Exploration Inc.	483	571	
43 100	Secure Energy Services Inc.	479	360	
57 400	Seven Generations Energy Ltd.	936	774	
22 891	ShawCor Ltd.	368	643	
526 938	Suncor Energy Inc.	11 380	18 822	
81 400	Surge Energy Inc.	575	172	
40 800	TORC Oil & Gas Ltd.	486	210	
67 500	Tourmaline Oil Corp.	2 230	1 509	
258 873	TransCanada Corp.	7 245	11 698	
81 200	Trinidad Drilling Ltd.	574	172	
108 000	Veresen Inc.	1 446	957	
40 381	Vermilion Energy Inc.	1 527	1 519	
110 250	Whitecap Resources Inc.	1 244	1 000	
		116 253	110 199	**18.4**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials				
11 900	Alaris Royalty Corp.	$ 412	$ 280	
28 694	Allied Properties Real Estate Investment Trust	641	906	
49 227	Artis Real Estate Investment Trust	516	630	
234 941	Bank of Montreal	10 204	18 344	
439 586	Bank of Nova Scotia	15 397	24 604	
14 300	Boardwalk Real Estate Investment Trust	340	679	
315 806	Brookfield Asset Management Inc., Class A	4 052	13 785	
78 800	Brookfield Property Partners LP	1 634	2 539	
34 100	Canaccord Genuity Group Inc.	418	174	
46 735	Canadian Apartment Properties Real Estate Investment Trust	644	1 254	
144 741	Canadian Imperial Bank of Commerce	8 176	13 199	
27 000	Canadian Real Estate Investment Trust	623	1 136	
29 800	Canadian Western Bank	348	697	
87 700	CI Financial Corp.	2 070	2 684	
12 100	Colliers International Group Inc.	231	747	
57 542	Cominar Real Estate Investment Trust	999	846	
27 300	Crombie Real Estate Investment Trust	353	349	
40 900	Dream Global Real Estate Investment Trust	386	354	
39 574	Dream Office Real Estate Investment Trust	988	687	
140 300	Element Financial Corp.	1 948	2 343	
8 068	Fairfax Financial Holdings Ltd.	2 504	5 300	
41 000	First Capital Realty Inc.	650	752	
10 800	First Service Corp.	112	604	
14 523	Genworth MI Canada Inc.	376	386	
17 200	Granite Real Estate Investment Trust	597	653	
105 524	Great-West Lifeco Inc.	2 249	3 644	
100 818	H&R Real Estate Investment Trust	1 902	2 021	
24 000	Home Capital Group Inc.	397	646	
32 520	IGM Financial Inc.	747	1 149	
36 700	Industrial Alliance Insurance & Financial Services Inc.	828	1 620	
47 661	Intact Financial Corp.	1 918	4 227	
10 600	Laurentian Bank of Canada	261	512	
718 294	Manulife Financial Corporation	14 852	14 897	
122 666	National Bank of Canada	2 088	4 945	
16 131	Northview Apartment Real Estate Investment Trust	444	283	
29 476	Onex Corporation	691	2 500	
133 300	Power Corporation of Canada	2 696	3 858	
88 400	Power Financial Corp.	1 679	2 812	
69 200	Pure Industrial Real Estate Investment Trust	339	302	
116 676	RioCan Real Estate Investment Trust	2 033	2 764	
542 414	Royal Bank of Canada*	20 359	40 220	
40 900	Smart Real Estate Investment Trust	808	1 235	
223 196	Sun Life Financial Inc.	6 949	9 631	
8 500	TMX Group Ltd.	300	304	
677 288	Toronto-Dominion Bank	18 299	36 736	
35 600	Tricon Capital Group Inc.	395	323	
		134 853	228 561	**38.1**
Health Care				
64 300	Chartwell Retirement Residences Real Estate Investment Trust	476	817	
13 700	Concordia Healthcare Corp.	1 100	775	
32 100	Extendicare Inc.	243	310	
164 600	Prometic Life Sciences Inc.	435	553	
117 265	Valeant Pharmaceuticals International Inc.	6 667	16 483	
		8 921	18 938	**3.2**
Industrials				
22 000	Aecon Group Inc.	391	339	
105 800	Air Canada	348	1 080	
27 300	ATS Automation Tooling Systems	374	311	
14 100	Badger Daylighting Ltd.	404	344	
684 015	Bombardier Inc., Class B	6 577	917	
6 000	Boyd Group Income Fund	365	397	
98 100	CAE Inc.	705	1 506	
289 700	Canadian National Railway Co.	5 547	22 408	
50 650	Canadian Pacific Railway Ltd.	2 268	8 951	
63 200	Finning International Inc.	679	1 181	
13 208	MacDonald Dettwiler & Associates Ltd.	458	1 100	
13 500	New Flyer Industries Inc.	367	382	
38 881	Progressive Waste Solutions Ltd.	837	1 268	
39 500	Ritchie Bros. Auctioneers Inc.	865	1 317	
22 200	Russel Metals Inc.	337	357	
55 100	SNC-Lavalin Group Inc.	949	2 266	
33 800	Stantec Inc.	435	1 160	
26 725	Toromont Industries Ltd.	353	843	
23 800	Transcontinental Inc., Class A	256	411	
32 384	TransForce Inc.	373	765	
46 175	WestJet Airlines Ltd.	613	940	
22 400	Westshore Terminals Investment Corp.	318	261	
23 100	WSP Global Inc.	663	982	
		24 482	49 486	**8.2**
Information Technology				
12 800	Avigilon Corp.	405	175	
168 563	BlackBerry Ltd.	6 602	2 164	
45 682	Celestica Inc.	780	699	
100 332	CGI Group Inc., Class A	1 616	5 558	
28 000	Computer Modelling Group Ltd.	354	251	
6 800	Constellation Software Inc.	904	3 923	
27 300	Descartes Systems Group Inc.	391	760	
39 000	DH Corp.	957	1 233	
7 100	Enghouse Systems Ltd.	390	528	
7 200	Kinaxis Inc.	331	338	
35 000	Mitel Networks Corp.	397	373	
44 300	Open Text Corp.	731	2 939	
11 700	Sierra Wireless Inc.	576	255	
		14 434	19 196	**3.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
79 889	Agnico Eagle Mines Ltd.	$ 2 806	$ 2 906	
50 304	Agrium Inc.	1 922	6 221	
106 307	Alacer Gold Corp.	770	263	
96 131	Alamos Gold Inc., Class A	777	437	
340 200	B2Gold Corp.	1 043	476	
422 329	Barrick Gold Corp.	13 319	4 325	
28 372	Canfor Corp.	321	573	
9 900	CCL Industries, Class B	345	2 221	
56 706	Centerra Gold Inc.	673	374	
25 700	Chemtrade Logistics Income Fund	551	459	
62 952	Detour Gold Corp.	1 069	907	
30 400	Dominion Diamond Corp.	421	430	
264 839	Eldorado Gold Corp.	2 404	1 086	
63 200	First Majestic Silver Corp.	729	285	
251 310	First Quantum Minerals Ltd.	3 346	1 302	
57 500	Franco-Nevada Corp.	2 002	3 640	
301 283	Goldcorp Inc.	7 327	4 818	
86 375	HudBay Minerals Inc.	1 001	459	
144 404	IAMGOLD Corporation	1 375	284	
23 300	Interfor Corp.	377	327	
20 900	Intertape Polymer Group Inc.	310	391	
419 047	Kinross Gold Corp.	6 094	1 052	
24 400	Labrador Iron Ore Royalty Corp.	403	234	
231 639	Lundin Mining Corp.	1 732	880	
33 400	Methanex Corp.	359	1 526	
70 667	Nevsun Resources Ltd.	357	265	
183 900	New Gold Inc.	991	592	
13 700	Norbord Inc.	440	369	
89 800	Novagold Resources Inc.	682	522	
219 516	OceanaGold Corp.	666	580	
35 478	Osisko Gold Royalties Ltd.	570	485	
55 106	Pan American Silver Corp.	1 063	497	
304 584	Potash Corporation of Saskatchewan Inc.	6 514	7 219	
37 800	Pretium Resources Inc.	542	263	
59 700	Primero Mining Corp.	496	186	
101 103	Semafo Inc.	496	355	
30 050	Silver Standard Resources Inc.	681	215	
148 000	Silver Wheaton Corp.	2 396	2 546	
15 400	Stella-Jones Inc.	698	809	
81 400	Tahoe Resources Inc.	1 340	974	
169 678	Teck Resources Ltd., Class B	3 057	906	
300 900	Torex Gold Resources Inc.	537	379	
357 094	Turquoise Hill Resources Ltd.	1 892	1 253	
24 984	West Fraser Timber Co. Ltd.	568	1 312	
145 500	Western Forest Products Inc.	351	329	
343 822	Yamana Gold Inc.	2 989	884	
		78 802	56 816	**9.5**
Telecommunication Services				
316 005	BCE Inc.	$ 11 889	$ 16 894	
29 500	Manitoba Telecom Services Inc.	920	878	
130 826	Rogers Communications Inc., Class B	3 498	6 243	
219 218	TELUS Corp.	4 472	8 387	
		20 779	32 402	**5.4**
Utilities				
73 600	Algonquin Power & Utilities Corp.	539	803	
26 544	Atco Ltd., Class I, Non-Voting	427	948	
37 300	Brookfield Renewable Energy Partners LP	1 168	1 353	
42 400	Canadian Utilities Ltd., Class A	691	1 354	
35 400	Capital Power Corp.	862	629	
52 400	Emera Inc.	1 008	2 265	
101 500	Fortis Inc.	2 576	3 797	
31 300	Innergex Renewable Energy Inc.	326	355	
37 214	Just Energy Group Inc.	622	368	
39 300	Northland Power Inc.	585	733	
54 200	Superior Plus Corp.	682	583	
101 300	TransAlta Corp.	1 971	497	
		11 457	13 685	**2.3**
TOTAL CANADIAN EQUITIES		$ 445 254	597 306	**99.6**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 473	**0.4**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 599 779	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 597 306**	$ 678 902
Cash	**1 688**	849
Subscriptions receivable	**390**	342
Dividends receivable, interest accrued and other assets	**1 676**	1 558
TOTAL ASSETS	**601 060**	681 651
LIABILITIES		
Redemptions payable	**911**	308
Accounts payable and accrued expenses	**370**	435
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 281**	743
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 599 779**	$ 680 908
Investments at cost	**$ 445 254**	$ 448 040
NAV		
SERIES A	**$ 599 779**	$ 680 908
NAV PER UNIT		
SERIES A	**$ 24.28**	$ 27.28

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 19 156**	$ 18 479
Interest for distribution purposes	**–**	(1)
Other income (loss)	**518**	595
Securities lending revenue (see note 6 in the generic notes)	**87**	110
Net realized gain (loss) on investments	**5 004**	14 145
Net gain (loss) on foreign currencies and other net assets	**(16)**	(10)
Change in unrealized gain (loss) on investments	**(78 810)**	32 750
TOTAL INCOME (LOSS)	**(54 061)**	66 068
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 303**	3 394
Administration fees	**992**	1 016
Independent Review Committee costs	**3**	3
GST/HST	**449**	461
Transaction costs	**36**	17
TOTAL EXPENSES	**4 783**	4 891
INCREASE (DECREASE) IN NAV	**$ (58 844)**	$ 61 177
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (58 844)**	$ 61 177
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.40)**	$ 2.48

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (58 844)**	$ 61 177
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(5 004)**	(14 144)
Change in unrealized loss (gain) on investments	**78 810**	(32 750)
(Increase) decrease in accrued receivables	**(118)**	(60)
Increase (decrease) in accrued payables	**(65)**	59
Cost of investments purchased	**(33 183)**	(50 216)
Proceeds on sales of investments	**40 973**	45 268
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**22 569**	9 334
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**91 132**	106 643
Cash paid on redemption of redeemable units	**(112 650)**	(115 983)
Distributions paid to holders of redeemable units	**(212)**	(187)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (21 730)**	$ (9 527)
Net increase (decrease) in cash for the period	**839**	(193)
Cash (bank overdraft), beginning of period	**849**	1 042
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1 688**	$ 849
Interest received (paid)	**$ –**	$ (1)
Dividends received, net of withholding taxes	**$ 19 556**	$ 19 014

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series A 2015	Series A 2014
NAV AT BEGINNING OF PERIOD	**$ 680 908**	$ 628 844
INCREASE (DECREASE) IN NAV	**(58 844)**	61 177
Early redemption fees	**2**	2
Proceeds from redeemable units issued	**91 180**	106 484
Reinvestments of distributions to holders of redeemable units	**13 200**	12 923
Redemption of redeemable units	**(113 255)**	(115 412)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(8 873)**	3 997
Distributions from net income	**(13 412)**	(13 110)
Distributions from net gains	**–**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(13 412)**	(13 110)
NET INCREASE (DECREASE) IN NAV	**(81 129)**	52 064
NAV AT END OF PERIOD	**$ 599 779**	$ 680 908

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

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**38.1**	35.6
Energy	**18.4**	21.9
Materials	**9.5**	10.6
Industrials	**8.2**	8.7
Consumer Discretionary	**6.8**	6.4
Telecommunication Services	**5.4**	4.8
Consumer Staples	**4.5**	3.7
Health Care	**3.2**	3.5
Information Technology	**3.2**	2.3
Utilities	**2.3**	2.2
Cash/Other	**0.4**	0.3
Total	**100.0**	100.0

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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**597 306**	**–**	**–**	**597 306**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**597 306**	**–**	**–**	**597 306**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

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

The non-capital and capital losses as at December 31, 2015 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)	**2015**	2014
Series A		
Opening units	**24 962**	24 812
Issued number of units	**3 388**	3 900
Reinvested number of units	**544**	480
Redeemed number of units	**(4 186)**	(4 230)
Ending number of units	**24 708**	24 962

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**36**	**100**	17	100
Related-party brokerage commissions*	**7**	**19**	3	18
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 2015	December 31 2014
Fair value of securities loaned	**62 724**	53 599
Fair value of collateral received	**63 978**	54 671

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC O'SHAUGHNESSY CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
CANADIAN EQUITIES				
Consumer Discretionary				
131 410	BRP Inc.	$ 3 647	$ 2 612	
45 827	Canadian Tire Corp. Ltd., Class A	4 422	5 415	
120 998	Cogeco Cable Inc.	8 304	7 474	
322 080	Linamar Corp.	14 117	24 069	
473 932	Magna International Inc., Class A	11 206	26 597	
168 500	Reitmans (Canada) Ltd. Class A, Non-Voting	1 360	686	
489 902	RONA Inc.	7 582	6 050	
90 317	Shaw Communications Inc., Class B	2 792	2 150	
89 565	Uni-Select Inc.	3 991	6 136	
		57 421	81 189	**10.5**
Consumer Staples				
498 762	Empire Co. Ltd., Class A	14 196	12 838	
114 454	George Weston Ltd.	12 294	12 240	
1 000 924	Metro Inc., Class A	16 450	38 776	
39 509	Molson Coors Canada Inc., Class B	3 260	5 136	
258 416	The North West Co. Inc.	7 255	7 409	
		53 455	76 399	**9.9**
Energy				
427 945	Cenovus Energy Inc.	10 035	7 489	
240 778	Encana Corp.	4 256	1 693	
254 999	Granite Oil Corp.	2 209	2 060	
667 537	Husky Energy Inc.	18 316	9 552	
124 581	Imperial Oil Ltd.	6 107	5 615	
271 778	Suncor Energy Inc.	8 557	9 707	
76 613	Total Energy Services Inc.	1 301	1 038	
		50 781	37 154	**4.8**
Financials				
310 444	Bank of Montreal	18 623	24 239	
117 137	Bank of Nova Scotia	6 940	6 556	
298 443	Choice Properties Real Estate Investment Trust	3 514	3 522	
30 649	CI Financial Corp.	929	938	
77 513	Colliers International Group Inc.	4 102	4 785	
209 433	Dream Global Real Estate Investment Trust	1 928	1 814	
20 362	Fairfax Financial Holdings Ltd.	13 210	13 376	
78 215	Genworth MI Canada Inc.	2 778	2 081	
959 993	Great-West Lifeco Inc.	28 907	33 149	
346 167	Industrial Alliance Insurance & Financial Services Inc.	14 668	15 276	
243 308	Intact Financial Corp.	21 249	21 577	
1 041 158	Manulife Financial Corporation	17 659	21 594	
88 951	National Bank of Canada	3 808	3 586	
397 735	Royal Bank of Canada*	30 716	29 492	
597 334	Sun Life Financial Inc.	25 073	25 775	
84 027	Toronto-Dominion Bank	4 616	4 558	
		198 720	212 318	**27.4**
Health Care				
348 335	Chartwell Retirement Residences Real Estate Investment Trust	$ 4 452	$ 4 424	
902 651	Extendicare Inc.	7 928	8 710	
511 467	Nobilis Health Corp.	4 126	2 000	
655 352	Sienna Senior Living Inc.	11 020	10 577	
		27 526	25 711	**3.3**
Industrials				
115 076	Aecon Group Inc.	1 655	1 771	
575 799	Bird Construction Inc.	7 564	7 485	
2 014 212	Chorus Aviation Inc.	10 579	11 582	
747 262	Finning International Inc.	17 690	13 959	
393 852	Magellan Aerospace Corp.	4 700	6 341	
732 693	New Flyer Industries Inc.	12 281	20 750	
111 573	SNC-Lavalin Group Inc.	4 585	4 588	
520 017	Transcontinental Inc., Class A	10 065	8 975	
		69 119	75 451	**9.7**
InformationTechnology				
73 021	Celestica Inc.	1 111	1 114	
241 820	CGI Group Inc., Class A	11 581	13 397	
75 896	DH Corp.	2 718	2 400	
1 166 574	Sandvine Corp.	4 690	4 130	
		20 100	21 041	**2.7**
Materials				
40 437	Acadian Timber Corp.	809	816	
428 782	AirBoss of America Corp.	9 522	7 491	
355 206	Canfor Corp.	8 460	7 171	
239 146	Canfor Pulp Products Inc.	3 805	3 235	
266 369	Cascades Inc.	3 021	3 385	
73 457	CCL Industries, Class B	10 258	16 481	
280 073	Centerra Gold Inc.	1 979	1 845	
360 378	Dominion Diamond Corp.	7 726	5 095	
151 934	Intertape Polymer Group Inc.	2 648	2 839	
344 546	Kirkland Lake Gold Inc.	2 205	1 668	
1 364 562	Klondex Mines Ltd.	4 456	3 862	
797 649	Lucara Diamond Corp.	1 849	1 795	
55 972	Methanex Corp.	2 474	2 558	
158 819	Potash Corporation of Saskatchewan Inc.	4 523	3 764	
386 560	Turquoise Hill Resources Ltd.	2 083	1 357	
72 584	West Fraser Timber Co. Ltd.	5 006	3 813	
1 009 732	Western Forest Products Inc.	2 070	2 282	
284 904	Winpak Ltd.	9 386	12 980	
		82 280	82 437	**10.7**
Telecommunication Services				
17 071	Rogers Communications Inc., Class B	821	815	
261 198	TELUS Corp.	10 159	9 993	
		10 980	10 808	**1.4**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
70 882	Atco Ltd., Class I, Non-Voting	$ 2 781	$ 2 530	
197 798	Emera Inc.	8 565	8 551	
		11 346	11 081	**1.4**
TOTAL CANADIAN EQUITIES		581 728	633 589	**81.8**
UNITED STATES EQUITIES				
Consumer Discretionary				
36 397	Bassett Furniture Industries Inc.	1 305	1 263	
51 744	Bed Bath & Beyond Inc.	4 596	3 455	
13 844	Burlington Stores Inc.	1 009	822	
14 785	CBS Corp.	1 021	964	
22 314	Columbia Sportswear Co.	1 632	1 506	
19 928	Cooper Tire & Rubber	805	1 044	
29 298	Core-Mark Holding Co. Inc.	1 654	3 318	
59 710	Culp Inc.	2 258	2 101	
112 705	Denny's Corp.	1 338	1 533	
11 708	DineEquity Inc.	1 422	1 372	
23 344	Discovery Communications Inc., Class A	993	862	
58 649	Hooker Furniture Corp.	1 960	2 045	
36 843	Speedway Motorsports Inc.	995	1 056	
43 608	Viacom Inc.	2 892	2 484	
		23 880	23 825	**3.1**
Consumer Staples				
57 524	Central Garden and Pet Co., Class A	1 335	1 083	
14 521	John B. Sanfilippo & Son Inc.	678	1 086	
8 713	National Beverage Corp.	527	548	
54 771	SpartanNash Co.	2 156	1 640	
		4 696	4 357	**0.6**
Energy				
27 123	Hess Corp.	2 393	1 819	
31 147	National Oilwell Varco Inc.	1 562	1 443	
17 013	Phillips 66 Company	1 491	1 926	
		5 446	5 188	**0.7**
Financials				
21 967	American International Group Inc.	1 771	1 884	
37 287	Astoria Financial Corp.	819	818	
89 397	BNC Bancorp	2 572	3 139	
24 792	Cardinal Financial Corp.	789	780	
39 183	Centerstate Banks Inc.	818	846	
5 108	Credit Acceptance Corp.	1 439	1 513	
22 780	CU Bancorp	804	799	
6 149	Diamond Hill Investment Group Inc.	1 558	1 608	
47 791	Enterprise Financial Services Corp.	1 762	1 872	
32 333	Flagstar Bancorp Inc.	1 061	1 034	
69 405	Heartland Financial USA Inc.	2 932	3 012	
147 913	Heritage Commerce Corp.	2 151	2 448	
47 973	Investment Technology Group Inc.	1 432	1 130	
22 539	Mercantile Bank Corp.	760	763	
112 251	Old Second Bancorp Inc.	1 172	1 218	
53 844	Pacific Continental Corp.	1 148	1 107	
21 045	Selective Insurance Group Inc.	964	977	
33 457	Territorial Bancorp Inc.	1 236	1 284	
45 399	Travelers Cos. Inc.	5 135	7 089	
14 584	Voya Financial Inc.	801	745	
25 208	XL Group Plc.	1 013	1 367	
		32 137	35 433	**4.6**
Health Care				
16 627	Amedisys Inc.	963	905	
26 239	AMN Healthcare Services Inc.	1 154	1 127	
4 380	Anthem Inc.	855	845	
27 624	LHC Group Inc.	1 706	1 731	
10 090	Molina Healthcare Inc.	913	840	
		5 591	5 448	**0.7**
Industrials				
17 699	American Woodmark Corp.	1 271	1 957	
88 458	Comfort Systems USA Inc.	3 063	3 479	
44 629	Global Brass & Copper Holdings Inc.	1 256	1 314	
7 520	Illinois Tool Works Inc.	865	964	
36 416	Insperity Inc.	2 116	2 427	
19 272	National Presto Industries Inc.	2 198	2 210	
46 900	Northrop Grumman Corp.	2 787	12 253	
19 183	Tyco International Plc.	905	846	
		14 461	25 450	**3.3**
Information Technology				
106 150	Corning Inc.	2 596	2 685	
108 462	EarthLink Holdings Corp.	929	1 115	
29 572	Ebix Inc.	949	1 342	
35 993	Juniper Networks Inc.	945	1 375	
35 249	NetApp Inc.	1 532	1 294	
32 452	Sandisk Corp.	2 528	3 412	
29 871	Tessera Technologies Inc.	1 263	1 240	
29 582	Tucows Inc.	993	864	
123 206	Xerox Corp.	1 686	1 812	
		13 421	15 139	**2.0**
Materials				
5 477	Ashland Inc.	801	777	
32 340	Boise Cascade Co.	1 468	1 142	
26 588	CF Industries Holdings Inc.	1 364	1 501	
14 190	Innospec Inc.	1 079	1 066	
44 932	LyondellBasell Industries N.V.	4 992	5 403	
52 327	The Mosaic Co.	2 824	1 998	
		12 528	11 887	**1.5**
Telecommunication Services				
30 229	CenturyTel Inc.	1 196	1 052	
		1 196	1 052	**0.1**
TOTAL UNITED STATES EQUITIES		113 356	127 779	**16.6**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
FOREIGN EQUITIES				
India				
38 427	WNS Holdings Ltd. ADR	$ 1 515	$ 1 658	
		1 515	1 658	**0.2**
Ireland				
29 118	Seagate Technology	936	1 477	
		936	1 477	**0.2**
Netherlands				
111 782	Koninklijke Ahold N.V. ADR	2 632	3 269	
		2 632	3 269	**0.4**
TOTAL FOREIGN EQUITIES		5 083	6 404	**0.8**
TOTAL EQUITIES		700 167	767 772	**99.2**
SHORT-TERM INVESTMENTS†		14 037	13 984	**1.8**
TOTAL INVESTMENTS		714 204	781 756	**101.0**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	73	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(6 855)	**(0.9)**
TOTAL PORTFOLIO		$ 714 204	774 974	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 011)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 773 963	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 1 069 Sold CAD 1 406 @ 0.7604	19-Jan-16	$ 73
		$ 73

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 300 Sold USD 2 534 @ 1.3021	19-Jan-16	$ (205)
Bought CAD 16 930 Sold USD 13 083 @ 1.2941	19-Jan-16	(1 172)
Bought CAD 27 102 Sold USD 20 948 @ 1.2937	28-Jan-16	(1 883)
Bought CAD 11 393 Sold USD 8 773 @ 1.2987	05-Feb-16	(745)
Bought USD 499 Sold CAD 693 @ 0.7203	05-Feb-16	(2)
Bought CAD 19 479 Sold USD 14 672 @ 1.3276	18-Feb-16	(820)
Bought CAD 1 340 Sold USD 1 025 @ 1.3076	18-Feb-16	(78)
Bought CAD 1 500 Sold USD 1 125 @ 1.3329	29-Feb-16	(57)
Bought CAD 23 052 Sold USD 17 294 @ 1.3329	29-Feb-16	(874)
Bought CAD 19 253 Sold USD 14 397 @ 1.3373	03-Mar-16	(665)
Bought CAD 19 000 Sold USD 13 976 @ 1.3595	16-Mar-16	(335)
Bought CAD 4 936 Sold USD 3 582 @ 1.3781	24-Mar-16	(19)
		$ (6 855)
TOTAL FOREIGN EXCHANGE		$ (6 782)

All counterparties have a credit rating of at least A.

* 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 0.15% to 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 781 756**	$ 955 159
Cash	**3**	2
Due from investment dealers	**469**	316
Subscriptions receivable	**74**	98
Unrealized gain on foreign exchange contracts	**73**	71
Dividends receivable, interest accrued and other assets	**1 148**	1 196
TOTAL ASSETS	**783 523**	956 842
LIABILITIES		
Due to investment dealers	**1 157**	–
Redemptions payable	**538**	593
Unrealized loss on foreign exchange contracts	**6 855**	5 473
Accounts payable and accrued expenses	**1 010**	1 285
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**9 560**	7 351
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 773 963**	$ 949 491
Investments at cost	**$ 714 204**	$ 803 631
NAV		
SERIES A	**$ 719 841**	$ 890 504
ADVISOR SERIES	**$ 1 754**	$ 2 392
SERIES D	**$ 46 176**	$ 50 500
SERIES F	**$ 6 192**	$ 6 095
NAV PER UNIT		
SERIES A	**$ 18.85**	$ 20.22
ADVISOR SERIES	**$ 19.45**	$ 20.87
SERIES D	**$ 19.03**	$ 20.41
SERIES F	**$ 18.85**	$ 20.22

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 22 276**	$ 22 742
Interest for distribution purposes	**35**	31
Other income (loss)	**224**	283
Securities lending revenue (see note 6 in the generic notes)	**287**	118
Net realized gain (loss) on investments	**52 500**	130 378
Net gain (loss) on foreign currencies and other net assets	**(26 026)**	(13 097)
Change in unrealized gain (loss) on investments	**(85 356)**	(55 620)
TOTAL INCOME (LOSS)	**(36 060)**	84 835
EXPENSES (see notes – Fund Specific Information)		
Management fees	**10 774**	11 990
Administration fees	**1 284**	1 425
Independent Review Committee costs	**3**	3
GST/HST	**1 211**	1 347
Transaction costs	**842**	1 024
Withholding tax	**435**	424
TOTAL EXPENSES	**14 549**	16 213
INCREASE (DECREASE) IN NAV	**$ (50 609)**	$ 68 622
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (47 201)**	$ 64 414
ADVISOR SERIES	**$ (126)**	$ 163
SERIES D	**$ (2 904)**	$ 3 611
SERIES F	**$ (378)**	$ 434
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (1.17)**	$ 1.39
ADVISOR SERIES	**$ (1.19)**	$ 1.44
SERIES D	**$ (1.10)**	$ 1.48
SERIES F	**$ (1.05)**	$ 1.51

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (50 609)**	$ 68 622
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(52 500)**	(130 316)
Change in unrealized loss (gain) on investments	**85 356**	55 620
(Increase) decrease in accrued receivables	**48**	129
Increase (decrease) in accrued payables	**(275)**	(28)
Cost of investments purchased	**(3 082 055)**	(3 605 001)
Proceeds on sales of investments	**3 224 986**	3 711 560
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**124 951**	100 586
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**26 221**	43 170
Cash paid on redemption of redeemable units	**(151 073)**	(143 671)
Distributions paid to holders of redeemable units	**(98)**	(81)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (124 950)**	$ (100 582)
Net increase (decrease) in cash for the period	**1**	4
Cash (bank overdraft), beginning of period	**2**	(2)
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3**	$ 2
Interest received (paid)	**$ 35**	$ 31
Dividends received, net of withholding taxes	**$ 22 112**	$ 22 929

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 890 504**	$ 929 985	**$ 2 392**	$ 1 949	**$ 50 500**	$ 44 712
INCREASE (DECREASE) IN NAV	**(47 201)**	64 414	**(126)**	163	**(2 904)**	3 611
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**16 844**	26 373	**417**	446	**6 624**	13 920
Reinvestments of distributions to holders of redeemable units	**5 334**	4 779	**13**	12	**497**	422
Redemption of redeemable units	**(140 234)**	(130 210)	**(929)**	(165)	**(8 035)**	(11 736)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(118 056)**	(99 058)	**(499)**	293	**(914)**	2 606
Distributions from net income	**(5 406)**	(4 837)	**(13)**	(13)	**(506)**	(429)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5 406)**	(4 837)	**(13)**	(13)	**(506)**	(429)
NET INCREASE (DECREASE) IN NAV	**(170 663)**	(39 481)	**(638)**	443	**(4 324)**	5 788
NAV AT END OF PERIOD	**$ 719 841**	$ 890 504	**$ 1 754**	$ 2 392	**$ 46 176**	$ 50 500

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 6 095**	$ 5 142	**$ 949 491**	$ 981 788
INCREASE (DECREASE) IN NAV	**(378)**	434	**(50 609)**	68 622
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**2 312**	2 213	**26 197**	42 952
Reinvestments of distributions to holders of redeemable units	**67**	51	**5 911**	5 264
Redemption of redeemable units	**(1 820)**	(1 679)	**(151 018)**	(143 790)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**559**	585	**(118 910)**	(95 574)
Distributions from net income	**(84)**	(66)	**(6 009)**	(5 345)
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(84)**	(66)	**(6 009)**	(5 345)
NET INCREASE (DECREASE) IN NAV	**97**	953	**(175 528)**	(32 297)
NAV AT END OF PERIOD	**$ 6 192**	$ 6 095	**$ 773 963**	$ 949 491

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

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**32.0**	20.3
Consumer Discretionary	**13.6**	18.1
Industrials	**13.0**	9.6
Materials	**12.2**	13.7
Consumer Staples	**10.5**	11.9
Energy	**5.5**	12.0
Information Technology	**4.7**	3.1
Health Care	**4.0**	5.4
Telecommunication Services	**1.5**	3.1
Utilities	**1.4**	0.4
Foreign Equities	**0.8**	1.0
Cash/Other	**0.8**	1.4
Total	**100.0**	100.0

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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**767 772**	**–**	**–**	**767 772**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**13 984**	**–**	**13 984**
Derivatives – assets	**–**	**73**	**–**	**73**
Derivatives – liabilities	**–**	**(6 855)**	**–**	**(6 855)**
Total financial instruments	**767 772**	**7 202**	**–**	**774 974**
% of total portfolio	**99.1**	**0.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.25%
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, 2015 for the Fund were approximately:

Capital losses	171 688
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)	**2015**	2014
Series A		
Opening units	**44 041**	49 093
Issued number of units	**836**	1 350
Reinvested number of units	**284**	240
Redeemed number of units	**(6 968)**	(6 642)
Ending number of units	**38 193**	44 041
Advisor Series		
Opening units	**115**	100
Issued number of units	**19**	22
Reinvested number of units	**1**	1
Redeemed number of units	**(45)**	(8)
Ending number of units	**90**	115
Series D		
Opening units	**2 474**	2 338
Issued number of units	**324**	707
Reinvested number of units	**26**	21
Redeemed number of units	**(397)**	(592)
Ending number of units	**2 427**	2 474
Series F		
Opening units	**301**	272
Issued number of units	**113**	110
Reinvested number of units	**4**	3
Redeemed number of units	**(90)**	(84)
Ending number of units	**328**	301

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 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**842**	**100**	1 024	100
Related-party brokerage commissions*	**51**	**6**	87	8
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 2015	December 31 2014
Fair value of securities loaned	**41 807**	92 248
Fair value of collateral received	**42 643**	94 093

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC O'SHAUGHNESSY ALL-CANADIAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
21 890	BRP Inc.	$ 598	$ 435	
43 220	Cineplex Inc.	2 117	2 055	
33 360	COGECO Inc.	1 921	1 710	
127 981	Dollarama Inc.	8 077	10 231	
100 206	Hudson's Bay Co.	2 789	1 814	
45 164	Linamar Corp.	2 027	3 375	
160 448	Magna International Inc., Class A	8 568	9 004	
1 038 746	RONA Inc.	15 118	12 829	
179 671	Thomson Corp.	9 122	9 417	
207 323	Uni-Select Inc.	9 874	14 204	
12 400	Whistler Blackcomb Holdings Inc.	307	309	
51 659	Yellow Pages Ltd.	949	789	
		61 467	66 172	**15.0**
Consumer Staples				
140 202	Alimentation Couche-Tard Inc.	4 849	8 540	
16 393	Clearwater Seafoods Inc.	195	197	
142 039	Empire Co. Ltd., Class A	3 972	3 656	
6 209	George Weston Ltd.	697	664	
38 325	Jean Coutu Group, Class A	580	686	
65 188	Liquor Stores N.A. Ltd.	1 004	546	
45 064	Loblaw Companies Ltd.	3 152	2 944	
473 561	Metro Inc., Class A	9 855	18 346	
196 337	The North West Co. Inc.	5 515	5 629	
		29 819	41 208	**9.4**
Energy				
177 890	Advantage Oil & Gas Ltd.	1 321	1 251	
91 493	Enbridge Income Fund Holdings Inc.	3 020	2 565	
86 290	Suncor Energy Inc.	3 590	3 081	
		7 931	6 897	**1.6**
Financials				
17 261	Bank of Nova Scotia	1 005	966	
237 329	Canadian Apartment Properties Real Estate Investment Trust	6 458	6 370	
37 940	Canadian Western Bank	904	887	
64 272	Choice Properties Real Estate Investment Trust	717	758	
62 055	Colliers International Group Inc.	2 099	3 831	
181 730	Dream Global Real Estate Investment Trust	1 772	1 574	
16 133	Equitable Group Inc.	883	831	
7 527	Fairfax Financial Holdings Ltd.	5 060	4 945	
398 383	Genworth MI Canada Inc.	11 395	10 597	
332 070	Great-West Lifeco Inc.	11 581	11 466	
9 899	Industrial Alliance Insurance & Financial Services Inc.	445	437	
323 569	InnVest Real Estate Investment Trust	1 758	1 660	
103 667	Intact Financial Corp.	$ 9 343	$ 9 193	
615 896	Manulife Financial Corporation	12 783	12 774	
165 884	Royal Bank of Canada*	12 851	12 300	
41 783	Smart Real Estate Investment Trust	1 284	1 261	
254 414	Sun Life Financial Inc.	10 380	10 978	
458 906	Tricon Capital Group Inc.	4 599	4 158	
		95 317	94 986	**21.6**
Health Care				
160 623	Chartwell Retirement Residences Real Estate Investment Trust	1 864	2 040	
333 059	Extendicare Inc.	2 900	3 214	
345 178	Medical Facilities Corp.	5 288	4 967	
565 378	Sienna Senior Living Inc.	9 214	9 125	
		19 266	19 346	**4.4**
Industrials				
75 943	Aecon Group Inc.	1 157	1 169	
5 258	AG Growth International Inc.	269	175	
1 016 867	Bird Construction Inc.	12 236	13 219	
2 542 224	Chorus Aviation Inc.	12 646	14 618	
59 843	DirectCash Payments Inc.	965	744	
486 568	Finning International Inc.	14 166	9 089	
1 865 746	Horizon North Logistics Inc.	4 802	4 216	
395 859	New Flyer Industries Inc.	7 887	11 211	
54 597	Progressive Waste Solutions Ltd.	1 879	1 780	
167 514	Ritchie Bros. Auctioneers Inc.	5 877	5 585	
15 175	Toromont Industries Ltd.	488	479	
895 711	Transcontinental Inc., Class A	13 554	15 460	
47 877	Wajax Corp.	1 611	804	
		77 537	78 549	**17.8**
Information Technology				
335 478	Absolute Software Corp.	3 255	2 499	
339 619	Celestica Inc.	5 252	5 196	
118 264	CGI Group Inc., Class A	6 269	6 552	
78 600	Enghouse Systems Ltd.	4 128	5 843	
725 222	Sandvine Corp.	2 957	2 567	
		21 861	22 657	**5.1**
Materials				
97 498	AirBoss of America Corp.	2 113	1 703	
1 539 422	Alacer Gold Corp.	4 160	3 801	
168 438	Canfor Corp.	3 527	3 401	
451 986	Canfor Pulp Products Inc.	6 681	6 115	
583 122	Cascades Inc.	5 792	7 411	
58 072	CCL Industries, Class B	9 980	13 030	
496 440	Centerra Gold Inc.	2 874	3 272	
101 811	Dominion Diamond Corp.	2 199	1 440	
105 390	Domtar Corp.	5 502	5 393	
866 589	Klondex Mines Ltd.	2 939	2 452	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials (cont.)				
3 226 052	Nevsun Resources Ltd.	$ 14 334	$ 12 098	
3 309 729	OceanaGold Corp.	8 828	8 738	
540 523	Turquoise Hill Resources Ltd.	2 772	1 897	
1 924 152	Western Forest Products Inc.	3 869	4 349	
19 807	Winpak Ltd.	904	902	
		76 474	76 002	**17.3**
Telecommunication Services				
34 896	BCE Inc.	1 950	1 866	
177 276	Manitoba Telecom Services Inc.	4 429	5 278	
		6 379	7 144	**1.6**
Utilities				
181 037	Emera Inc.	7 196	7 826	
1 128 732	Just Energy Group Inc.	8 045	11 152	
141 934	Superior Plus Corp.	1 782	1 527	
		17 023	20 505	**4.7**
TOTAL CANADIAN EQUITIES		413 074	433 466	**98.5**
SHORT-TERM INVESTMENTS†		8 341	8 341	**1.9**
TOTAL INVESTMENTS		$ 421 415	441 807	**100.4**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 726)	**(0.4)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 440 081	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 441 807**	$ 494 262
Cash	**5**	–
Due from investment dealers	**14 249**	1 103
Subscriptions receivable	**406**	351
Dividends receivable, interest accrued and other assets	**1 096**	876
TOTAL ASSETS	**457 563**	496 592
LIABILITIES		
Due to investment dealers	**16 704**	3 476
Redemptions payable	**418**	220
Accounts payable and accrued expenses	**360**	448
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**17 482**	4 144
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 440 081**	$ 492 448
Investments at cost	**$ 421 415**	$ 445 383
NAV		
SERIES A	**$ 206 136**	$ 248 841
ADVISOR SERIES	**$ 5 719**	$ 6 779
SERIES D	**$ 20 662**	$ 22 425
SERIES F	**$ 6 935**	$ 7 446
SERIES O	**$ 200 629**	$ 206 957
NAV PER UNIT		
SERIES A	**$ 12.70**	$ 13.38
ADVISOR SERIES	**$ 12.75**	$ 13.44
SERIES D	**$ 12.95**	$ 13.65
SERIES F	**$ 12.95**	$ 13.65
SERIES O	**$ 13.59**	$ 14.33

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 13 295**	$ 10 868
Interest for distribution purposes	**49**	61
Other income (loss)	**481**	716
Securities lending revenue (see note 6 in the generic notes)	**145**	95
Net realized gain (loss) on investments	**19 473**	53 463
Net gain (loss) on foreign currencies and other net assets	**(2)**	(1)
Change in unrealized gain (loss) on investments	**(28 487)**	(48 789)
TOTAL INCOME (LOSS)	**4 954**	16 413
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 730**	4 358
Administration fees	**413**	458
Independent Review Committee costs	**3**	3
GST/HST	**419**	484
Transaction costs	**638**	569
TOTAL EXPENSES	**5 203**	5 872
INCREASE (DECREASE) IN NAV	**$ (249)**	$ 10 541
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (2 126)**	$ 9 160
ADVISOR SERIES	**$ (57)**	$ 264
SERIES D	**$ (54)**	$ 1 005
SERIES F	**$ (8)**	$ 284
SERIES O	**$ 1 996**	$ (172)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.12)**	$ 0.32
ADVISOR SERIES	**$ (0.12)**	$ 0.33
SERIES D	**$ (0.05)**	$ 0.44
SERIES F	**$ (0.01)**	$ 0.46
SERIES O	**$ 0.13**	$ 0.51

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (249)**	$ 10 541
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(19 473)**	(53 463)
Change in unrealized loss (gain) on investments	**28 487**	48 789
(Increase) decrease in accrued receivables	**(220)**	(1 016)
Increase (decrease) in accrued payables	**(88)**	2 735
Cost of investments purchased	**(2 179 665)**	(2 045 808)
Proceeds on sales of investments	**2 223 188**	1 868 248
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**51 980**	(169 974)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**122 929**	292 099
Cash paid on redemption of redeemable units	**(173 160)**	(102 539)
Distributions paid to holders of redeemable units	**(1 744)**	(19 587)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (51 975)**	$ 169 973
Net increase (decrease) in cash for the period	**5**	(1)
Cash (bank overdraft), beginning of period	**–**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 5**	$ –
Interest received (paid)	**$ 82**	$ 28
Dividends received, net of withholding taxes	**$ 13 524**	$ 11 433

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 248 841**	$ 260 651	**$ 6 779**	$ 7 414	**$ 22 425**	$ 21 848	**$ 7 446**	$ 6 769
INCREASE (DECREASE) IN NAV	**(2 126)**	9 160	**(57)**	264	**(54)**	1 005	**(8)**	284
Early redemption fees	**–**	1	**–**	–	**–**	3	**–**	–
Proceeds from redeemable units issued	**12 121**	34 789	**567**	950	**3 669**	12 860	**3 091**	2 777
Reinvestments of distributions to holders of redeemable units	**8 377**	33 471	**225**	890	**962**	3 195	**236**	754
Redemption of redeemable units	**(52 546)**	(55 145)	**(1 556)**	(1 788)	**(5 368)**	(13 263)	**(3 475)**	(2 057)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(32 048)**	13 116	**(764)**	52	**(737)**	2 795	**(148)**	1 474
Distributions from net income	**(2 035)**	(1 610)	**(60)**	(49)	**(334)**	(291)	**(133)**	(109)
Distributions from net gains	**(6 496)**	(32 476)	**(179)**	(902)	**(638)**	(2 932)	**(222)**	(972)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(8 531)**	(34 086)	**(239)**	(951)	**(972)**	(3 223)	**(355)**	(1 081)
NET INCREASE (DECREASE) IN NAV	**(42 705)**	(11 810)	**(1 060)**	(635)	**(1 763)**	577	**(511)**	677
NAV AT END OF PERIOD	**$ 206 136**	$ 248 841	**$ 5 719**	$ 6 779	**$ 20 662**	$ 22 425	**$ 6 935**	$ 7 446

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 206 957**	$ 15 524	**$ 492 448**	$ 312 206
INCREASE (DECREASE) IN NAV	**1 996**	(172)	**(249)**	10 541
Early redemption fees	**–**	–	**–**	4
Proceeds from redeemable units issued	**103 536**	240 507	**122 984**	291 883
Reinvestments of distributions to holders of redeemable units	**10 345**	2 561	**20 145**	40 871
Redemption of redeemable units	**(110 413)**	(30 346)	**(173 358)**	(102 599)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 468**	212 722	**(30 229)**	230 159
Distributions from net income	**(5 549)**	(2 551)	**(8 111)**	(4 610)
Distributions from net gains	**(6 243)**	(18 566)	**(13 778)**	(55 848)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(11 792)**	(21 117)	**(21 889)**	(60 458)
NET INCREASE (DECREASE) IN NAV	**(6 328)**	191 433	**(52 367)**	180 242
NAV AT END OF PERIOD	**$ 200 629**	$ 206 957	**$ 440 081**	$ 492 448

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

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 2015**	December 31 2014
Financials	**21.6**	21.8
Industrials	**17.8**	17.3
Materials	**17.3**	12.4
Consumer Discretionary	**15.0**	19.8
Consumer Staples	**9.4**	9.9
Information Technology	**5.1**	2.0
Utilities	**4.7**	2.6
Health Care	**4.4**	1.3
Energy	**1.6**	10.0
Telecommunication Services	**1.6**	0.2
Cash/Other	**1.5**	2.7
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**433 466**	**–**	**–**	**433 466**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**8 341**	**–**	**8 341**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**433 466**	**8 341**	**–**	**441 807**
% of total portfolio	**98.1**	**1.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series O	–	128
Value of all units	–	2

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**18 602**	17 545
Issued number of units	**909**	2 323
Reinvested number of units	**665**	2 450
Redeemed number of units	**(3 938)**	(3 716)
Ending number of units	**16 238**	18 602
Advisor Series		
Opening units	**505**	497
Issued number of units	**42**	63
Reinvested number of units	**18**	65
Redeemed number of units	**(116)**	(120)
Ending number of units	**449**	505
Series D		
Opening units	**1 643**	1 441
Issued number of units	**269**	841
Reinvested number of units	**75**	229
Redeemed number of units	**(392)**	(868)
Ending number of units	**1 595**	1 643
Series F		
Opening units	**546**	446
Issued number of units	**227**	182
Reinvested number of units	**18**	54
Redeemed number of units	**(255)**	(136)
Ending number of units	**536**	546
Series O		
Opening units	**14 439**	976
Issued number of units	**7 167**	15 224
Reinvested number of units	**767**	175
Redeemed number of units	**(7 610)**	(1 936)
Ending number of units	**14 763**	14 439

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**638**	**100**	569	100
Related-party brokerage commissions*	**22**	**3**	47	8
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 2015	December 31 2014
Fair value of securities loaned	**65 731**	46 217
Fair value of collateral received	**67 046**	47 141

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

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 O	0.95
Units issued by Continuing Fund Series O	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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN EQUITY INCOME FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
80 000	Canadian Tire Corp. Ltd., Class A	$ 8 998	$ 9 453	
270 000	General Motors Co.	11 540	12 712	
245 800	Magna International Inc., Class A	12 094	13 794	
515 000	Quebecor Inc., Class B	16 996	17 448	
1 128 929	Shaw Communications Inc., Class B	29 440	26 869	
500 000	Sleep Country Canada Holdings Inc.	8 875	8 620	
		87 943	88 896	**2.7**
Consumer Staples				
231 200	George Weston Ltd.	19 573	24 725	
461 814	Loblaw Companies Ltd.	24 985	30 175	
783 188	Maple Leaf Foods Inc.	12 596	18 609	
577 000	Metro Inc., Class A	19 928	22 353	
		77 082	95 862	**2.9**
Energy				
1 300 800	ARC Resources Ltd.	35 749	21 723	
1 491 924	Baytex Energy Corp.	24 420	6 684	
1 068 000	Cameco Corp.	20 940	18 231	
2 270 498	Canadian Natural Resources Ltd.	79 877	68 614	
1 098 500	Cardinal Energy Ltd.	14 819	9 634	
1 790 700	Cenovus Energy Inc.	51 322	31 338	
494 200	Crescent Point Energy Corp.	8 981	7 968	
2 450 777	Enbridge Inc.	120 588	112 736	
530 000	Enbridge Income Fund Holdings Inc.	17 278	14 856	
1 733 000	Encana Corp.	34 209	12 183	
1 012 300	Enerflex Ltd.	15 219	13 453	
1 947 635	Gibson Energy Inc.	47 309	26 916	
841 503	Husky Energy Inc.	25 063	12 042	
436 886	Keyera Corp.	15 181	17 589	
2 096 101	Newalta Inc.	27 147	7 315	
2 042 530	Pembina Pipeline Corp.	79 131	61 582	
586 300	Peyto Exploration & Development Corp.	17 330	14 581	
835 200	PrairieSky Royalty Ltd.	26 338	18 308	
900 000	StatoilHydro ASA	20 548	17 368	
2 848 400	Suncor Energy Inc.	100 758	101 745	
1 676 300	TORC Oil & Gas Ltd.	18 077	8 633	
275 441	Total S.A.	18 099	17 086	
2 599 100	TransCanada Corp.	133 347	117 453	
3 091 478	Veresen Inc.	42 888	27 390	
389 600	Vermilion Energy Inc.	22 388	14 653	
2 006 824	Whitecap Resources Inc.	25 385	18 202	
		1 042 391	798 283	**24.4**
Financials				
1 263 633	Agellan Commercial Real Estate Investment Trust	$ 11 094	$ 11 240	
812 650	Allied Properties Real Estate Investment Trust	28 253	25 655	
939 200	Bank of Montreal	66 888	73 333	
2 650 148	Bank of Nova Scotia	160 839	148 329	
1 156 275	Boardwalk Real Estate Investment Trust	69 890	54 865	
1 960 958	Brookfield Asset Management Inc., Class A	69 028	85 596	
1 458 100	Brookfield Canada Office Properties	39 113	37 998	
2 591 500	Brookfield Property Partners LP	44 853	83 498	
724 100	Canadian Imperial Bank of Commerce	66 088	66 031	
985 216	Canadian Real Estate Investment Trust	44 159	41 438	
500 000	Choice Properties Real Estate Investment Trust	5 512	5 900	
782 500	CI Financial Corp.	23 172	23 945	
2 283 587	Cominar Real Estate Investment Trust	40 105	33 592	
1 432 100	Crombie Real Estate Investment Trust	18 374	18 331	
538 800	Dream Office Real Estate Investment Trust	12 739	9 359	
533 134	Element Financial Corp.	9 063	8 903	
959 000	Fiera Capital Corp.	12 083	10 875	
1 137 800	GMP Capital Inc.	7 458	5 348	
1 657 000	H&R Real Estate Investment Trust	35 537	33 223	
237 000	IGM Financial Inc.	8 797	8 376	
106 600	Industrial Alliance Insurance & Financial Services Inc.	4 591	4 704	
1 789 733	InnVest Real Estate Investment Trust	9 118	9 181	
100 000	Intact Financial Corp.	8 820	8 868	
1 361 300	Killam Properties Inc.	14 564	14 307	
4 747 929	Manulife Financial Corporation	93 534	98 472	
570 184	Morguard Real Estate Investment Trust	7 682	7 766	
580 000	National Bank of Canada	24 402	23 380	
1 250 000	Power Corporation of Canada	35 912	36 175	
5 076 100	Pure Industrial Real Estate Investment Trust	22 884	22 183	
3 102 200	Royal Bank of Canada*	218 452	230 028	
1 075 000	Sun Life Financial Inc.	40 637	46 386	
1 394 500	Toronto-Dominion Bank	65 210	75 638	
1 390 000	Tricon Capital Group Inc.	13 994	12 593	
		1 332 845	1 375 516	**42.1**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
1 299 015	Chartwell Retirement Residences Real Estate Investment Trust	$ 12 915	$ 16 497	
		12 915	16 497	**0.5**
Industrials				
612 600	Badger Daylighting Ltd.	13 341	14 960	
840 000	Canadian National Railway Co.	63 751	64 974	
348 000	Canadian Pacific Railway Ltd.	67 045	61 502	
480 000	CSX Corp.	16 818	17 235	
400 000	Fluor Corp.	28 385	26 135	
1 179 023	Russel Metals Inc.	32 623	18 947	
839 700	TransForce Inc.	21 015	19 825	
885 300	WestJet Airlines Ltd.	22 751	18 025	
640 000	Westshore Terminals Investment Corp.	11 973	7 456	
		277 702	249 059	**7.6**
Materials				
287 832	Agrium Inc.	31 110	35 596	
1 033 500	Canfor Pulp Products Inc.	12 657	13 983	
891 200	Chemtrade Logistics Income Fund	18 942	15 917	
313 705	Methanex Corp.	17 018	14 336	
1 545 479	Potash Corporation of Saskatchewan Inc.	55 876	36 628	
258 900	WestRock Co.	20 159	16 343	
		155 762	132 803	**4.1**
Telecommunication Services				
480 000	BCE Inc.	$ 23 279	$ 25 661	
525 627	Rogers Communications Inc., Class B	23 197	25 083	
2 087 900	TELUS Corp.	83 402	79 883	
		129 878	130 627	**4.0**
Utilities				
3 131 523	Algonquin Power & Utilities Corp.	23 582	34 165	
2 581 000	Boralex Inc., Class A	33 245	37 321	
380 724	Brookfield Infrastructure Partners LP	18 433	19 942	
530 954	Brookfield Renewable Energy Partners LP	15 641	19 258	
1 078 728	Canadian Utilities Ltd., Class A	38 759	34 455	
1 130 600	Capital Power Corp.	26 894	20 091	
323 000	Emera Inc.	10 685	13 963	
1 435 365	Fortis Inc.	49 348	53 697	
865 900	Northland Power Inc.	13 717	16 158	
1 325 000	Pattern Energy Group Inc.	40 325	38 336	
85 000	Sempra Energy	11 279	11 057	
726 600	Superior Plus Corp.	7 263	7 818	
628 600	TransAlta Corp.	7 887	3 086	
1 500 000	TransAlta Renewables Inc., Subscription Receipts	14 625	15 495	
		311 683	324 842	**10.0**
TOTAL EQUITIES		3 428 201	3 212 385	**98.3**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
10 000	Emera Inc., Convertible	4.000	29-Sep-25	$ 3 330	$ 3 445	
TOTAL BONDS				3 330	3 445	**0.1**
SHORT-TERM INVESTMENTS†				53 065	53 065	**1.6**
TOTAL INVESTMENTS				3 484 596	3 268 895	**100.0**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	465	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(4 584)	**(0.1)**
TOTAL PORTFOLIO				$ 3 484 596	3 264 776	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					2 297	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 3 267 073	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 6 000 Sold CAD 8 232 @ 0.7289	14-Jan-16	$ 70
Bought NOK 13 000 Sold CAD 1 997 @ 6.5100	15-Jan-16	35
Bought USD 1 000 Sold CAD 1 300 @ 0.7690	21-Jan-16	83
Bought USD 1 000 Sold CAD 1 333 @ 0.7501	10-Mar-16	50
Bought CAD 24 942 Sold USD 17 866 @ 1.3961	22-Mar-16	227
		$ 465

Contracts	Maturity Date	Unrealized Loss
Bought CAD 20 138 Sold USD 15 193 @ 1.3255	11-Jan-16	$ (884)
Bought CAD 10 439 Sold USD 7 950 @ 1.3131	12-Jan-16	(561)
Bought CAD 8 950 Sold USD 6 879 @ 1.3011	14-Jan-16	(568)
Bought CAD 19 936 Sold NOK 129 060 @ 0.1545	15-Jan-16	(236)
Bought CAD 7 161 Sold USD 5 469 @ 1.3094	02-Feb-16	(406)
Bought CAD 11 257 Sold USD 8 140 @ 1.3830	03-Feb-16	(5)
Bought CAD 9 019 Sold EUR 6 140 @ 1.4689	05-Feb-16	(221)
Bought CAD 6 731 Sold USD 5 052 @ 1.3324	12-Feb-16	(258)
Bought CAD 4 009 Sold USD 3 000 @ 1.3365	02-Mar-16	(141)
Bought CAD 355 Sold USD 266 @ 1.3356	07-Mar-16	(13)
Bought CAD 4 686 Sold USD 3 500 @ 1.3389	08-Mar-16	(156)
Bought CAD 2 352 Sold USD 1 760 @ 1.3365	10-Mar-16	(83)
Bought CAD 22 496 Sold USD 16 850 @ 1.3351	10-Mar-16	(815)
Bought CAD 4 349 Sold USD 3 216 @ 1.3523	11-Mar-16	(100)
Bought CAD 9 323 Sold EUR 6 280 @ 1.4845	14-Mar-16	(137)
		$ (4 584)
TOTAL FOREIGN EXCHANGE		$ (4 119)

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.82% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 3 268 895**	$ 4 190 715
Cash	**1 632**	91
Due from investment dealers	**–**	7 868
Subscriptions receivable	**1 587**	4 596
Unrealized gain on foreign exchange contracts	**465**	809
Dividends receivable, interest accrued and other assets	**14 073**	11 246
TOTAL ASSETS	**3 286 652**	4 215 325
LIABILITIES		
Due to investment dealers	**1 874**	18 873
Redemptions payable	**6 989**	7 632
Unrealized loss on foreign exchange contracts	**4 584**	5 583
Distributions payable	**1 678**	2
Accounts payable and accrued expenses	**4 454**	6 270
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**19 579**	38 360
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 3 267 073**	$ 4 176 965
Investments at cost	**$ 3 484 596**	$ 3 855 064
NAV		
SERIES A	**$ 1 504 191**	$ 2 033 414
ADVISOR SERIES	**$ 710 826**	$ 1 013 100
SERIES H	**$ 25 423**	$ 26 845
SERIES D	**$ 231 129**	$ 304 050
SERIES F	**$ 252 483**	$ 290 113
SERIES I	**$ 12 838**	$ 14 111
SERIES O	**$ 530 183**	$ 495 332
NAV PER UNIT		
SERIES A	**$ 22.51**	$ 26.48
ADVISOR SERIES	**$ 22.67**	$ 26.64
SERIES H	**$ 22.76**	$ 26.71
SERIES D	**$ 24.59**	$ 28.58
SERIES F	**$ 25.57**	$ 29.60
SERIES I	**$ 25.59**	$ 29.58
SERIES O	**$ 24.94**	$ 28.62

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 134 285**	$ 113 318
Interest for distribution purposes	**1 087**	3 727
Other income (loss)	**12 957**	7 248
Securities lending revenue (see note 6 in the generic notes)	**561**	553
Net realized gain (loss) on investments	**120 918**	274 271
Net gain (loss) on foreign currencies and other net assets	**(31 658)**	(14 943)
Change in unrealized gain (loss) on investments	**(550 697)**	9 326
TOTAL INCOME (LOSS)	**(312 547)**	393 500
EXPENSES (see notes – Fund Specific Information)		
Management fees	**53 176**	55 860
Administration fees	**4 345**	4 514
Independent Review Committee costs	**3**	3
GST/HST	**5 472**	5 810
Transaction costs	**5 529**	6 202
Withholding tax	**1 059**	1 118
TOTAL EXPENSES	**69 584**	73 507
INCREASE (DECREASE) IN NAV	**$ (382 131)**	$ 319 993
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (184 874)**	$ 161 425
ADVISOR SERIES	**$ (90 567)**	$ 81 757
SERIES H	**$ (3 725)**	$ (776)
SERIES D	**$ (26 095)**	$ 24 645
SERIES F	**$ (27 803)**	$ 24 374
SERIES I	**$ (1 521)**	$ (480)
SERIES O	**$ (47 546)**	$ 29 048
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.63)**	$ 2.23
ADVISOR SERIES	**$ (2.64)**	$ 2.25
SERIES H	**$ (2.60)**	$ 0.78
SERIES D	**$ (2.60)**	$ 2.64
SERIES F	**$ (2.62)**	$ 2.81
SERIES I	**$ (2.59)**	$ 1.02
SERIES O	**$ (2.31)**	$ 2.92

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (382 131)**	$ 319 993
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(120 918)**	(274 205)
Change in unrealized loss (gain) on investments	**550 697**	(9 326)
(Increase) decrease in accrued receivables	**(2 827)**	(8 762)
Increase (decrease) in accrued payables	**(1 816)**	6 298
Cost of investments purchased	**(5 118 738)**	(6 879 235)
Proceeds on sales of investments	**5 600 993**	6 076 623
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**525 260**	(768 614)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**778 472**	1 530 737
Cash paid on redemption of redeemable units	**(1 280 195)**	(722 942)
Distributions paid to holders of redeemable units	**(21 996)**	(39 104)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (523 719)**	$ 768 691
Net increase (decrease) in cash for the period	**1 541**	77
Cash (bank overdraft), beginning of period	**91**	14
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1 632**	$ 91
Interest received (paid)	**$ 1 141**	$ 4 268
Dividends received, net of withholding taxes	**$ 143 302**	$ 118 013

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 033 414**	$ 1 663 346	**$ 1 013 100**	$ 830 298	**$ 26 845**	$ –	**$ 304 050**	$ 217 303
INCREASE (DECREASE) IN NAV	**(184 874)**	161 425	**(90 567)**	81 757	**(3 725)**	(776)	**(26 095)**	24 645
Early redemption fees	**6**	4	**–**	–	**–**	–	**2**	4
Proceeds from redeemable units issued	**197 949**	573 806	**107 238**	299 387	**22 348**	31 151	**52 940**	154 324
Reinvestments of distributions to holders of redeemable units	**84 371**	141 573	**36 311**	62 392	**1 453**	986	**11 849**	20 454
Redemption of redeemable units	**(534 941)**	(351 902)	**(310 547)**	(183 482)	**(19 676)**	(3 270)	**(98 585)**	(90 479)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(252 615)**	363 481	**(166 998)**	178 297	**4 125**	28 867	**(33 794)**	84 303
Distributions from net income	**(39 431)**	(29 290)	**(19 343)**	(14 591)	**(809)**	(122)	**(5 534)**	(4 015)
Distributions from net gains	**(52 303)**	(125 548)	**(25 366)**	(62 661)	**(1 013)**	(1 124)	**(7 498)**	(18 186)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(91 734)**	(154 838)	**(44 709)**	(77 252)	**(1 822)**	(1 246)	**(13 032)**	(22 201)
NET INCREASE (DECREASE) IN NAV	**(529 223)**	370 068	**(302 274)**	182 802	**(1 422)**	26 845	**(72 921)**	86 747
NAV AT END OF PERIOD	**$ 1 504 191**	$ 2 033 414	**$ 710 826**	$ 1 013 100	**$ 25 423**	$ 26 845	**$ 231 129**	$ 304 050

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 290 113**	$ 200 234	**$ 14 111**	$ –	**$ 495 332**	$ 179 938	**$ 4 176 965**	$ 3 091 119
INCREASE (DECREASE) IN NAV	**(27 803)**	24 374	**(1 521)**	(480)	**(47 546)**	29 048	**(382 131)**	319 993
Early redemption fees	**1**	–	**–**	–	**–**	–	**9**	8
Proceeds from redeemable units issued	**113 752**	141 657	**9 466**	16 820	**271 770**	313 649	**775 463**	1 530 794
Reinvestments of distributions to holders of redeemable units	**8 080**	12 182	**440**	568	**25 232**	33 440	**167 736**	271 595
Redemption of redeemable units	**(118 079)**	(67 366)	**(8 929)**	(2 057)	**(188 804)**	(27 287)	**(1 279 561)**	(725 843)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 754**	86 473	**977**	15 331	**108 198**	319 802	**(336 353)**	1 076 554
Distributions from net income	**(5 733)**	(3 709)	**(311)**	(57)	**(10 591)**	(5 520)	**(81 752)**	(57 304)
Distributions from net gains	**(7 848)**	(17 259)	**(418)**	(683)	**(15 210)**	(27 936)	**(109 656)**	(253 397)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(13 581)**	(20 968)	**(729)**	(740)	**(25 801)**	(33 456)	**(191 408)**	(310 701)
NET INCREASE (DECREASE) IN NAV	**(37 630)**	89 879	**(1 273)**	14 111	**34 851**	315 394	**(909 892)**	1 085 846
NAV AT END OF PERIOD	**$ 252 483**	$ 290 113	**$ 12 838**	$ 14 111	**$ 530 183**	$ 495 332	**$ 3 267 073**	$ 4 176 965

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

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.

Series H and Series I units were started in August 2014.

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, 2014 – 0.5%) 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 2015**	December 31 2014
Financials	**42.1**	34.4
Energy	**24.4**	27.0
Utilities	**10.0**	7.5
Industrials	**7.6**	8.6
Materials	**4.1**	4.3
Telecommunication Services	**4.0**	4.8
Consumer Staples	**2.9**	2.8
Consumer Discretionary	**2.7**	3.5
Health Care	**0.5**	0.9
Information Technology	**–**	0.3
Cash/Other	**1.7**	5.9
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**3 181 376**	**34 454**	**–**	**3 215 830**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**53 065**	**–**	**53 065**
Derivatives – assets	**–**	**465**	**–**	**465**
Derivatives – liabilities	**–**	**(4 584)**	**–**	**(4 584)**
Total financial instruments	**3 181 376**	**83 400**	**–**	**3 264 776**
% of total portfolio	**97.4**	**2.6**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.15%
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 2015	December 31 2014
Units held		
Series H	**–**	36
Series I	**–**	33
Series O	**28**	26
Value of all units	**1**	3

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**76 803**	63 662
Issued number of units	**7 649**	20 652
Reinvested number of units	**3 421**	5 252
Redeemed number of units	**(21 041)**	(12 763)
Ending number of units	**66 832**	76 803
Advisor Series		
Opening units	**38 027**	31 609
Issued number of units	**4 112**	10 705
Reinvested number of units	**1 460**	2 301
Redeemed number of units	**(12 245)**	(6 588)
Ending number of units	**31 354**	38 027
Series H		
Opening units	**1 005**	–
Issued number of units	**844**	1 084
Reinvested number of units	**58**	37
Redeemed number of units	**(790)**	(116)
Ending number of units	**1 117**	1 005
Series D		
Opening units	**10 637**	7 789
Issued number of units	**1 895**	5 189
Reinvested number of units	**442**	705
Redeemed number of units	**(3 576)**	(3 046)
Ending number of units	**9 398**	10 637
Series F		
Opening units	**9 801**	6 954
Issued number of units	**3 957**	4 624
Reinvested number of units	**291**	406
Redeemed number of units	**(4 173)**	(2 183)
Ending number of units	**9 876**	9 801
Series I		
Opening units	**477**	–
Issued number of units	**328**	527
Reinvested number of units	**16**	19
Redeemed number of units	**(319)**	(69)
Ending number of units	**502**	477
Series O		
Opening units	**17 305**	6 521
Issued number of units	**9 784**	10 547
Reinvested number of units	**939**	1 154
Redeemed number of units	**(6 768)**	(917)
Ending number of units	**21 260**	17 305

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**5 529**	**100**	6 202	100
Related-party brokerage commissions*	**554**	**10**	699	11
Commission arrangements†	**250**	**5**	353	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 2015	December 31 2014
Fair value of securities loaned	**216 243**	494 499
Fair value of collateral received	**220 567**	504 389

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 2015	December 31 2014
RBC Balanced Growth & Income Class	**0.8**	–
RBC Canadian Equity Income Class	**5.7**	6.2
RBC Conservative Growth & Income Fund	**0.2**	–
RBC Managed Payout Solution – Enhanced	**4.4**	5.6
RBC Managed Payout Solution – Enhanced Plus	**3.5**	–
Total	**14.6**	11.8

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC CANADIAN SMALL & MID-CAP RESOURCES FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Chemicals				
271 434	Methanex Corp.	$ 16 473	$ 12 405	
		16 473	12 405	**4.4**
Containers and Packaging				
143 500	CCL Industries, Class B	15 477	32 197	
		15 477	32 197	**11.4**
Energy Equipment and Services				
294 700	Enerflex Ltd.	5 716	3 917	
196 218	Mullen Group Ltd.	5 004	2 749	
259 500	Pason Systems Inc.	6 769	5 032	
2 018 539	Precision Drilling Corp.	16 763	11 042	
348 351	Secure Energy Services Inc.	5 814	2 912	
278 884	ShawCor Ltd.	12 399	7 828	
		52 465	33 480	**11.9**
Metals and Mining				
471 424	HudBay Minerals Inc.	4 810	2 503	
2 962 586	Lundin Mining Corp.	15 725	11 258	
2 221 015	Turquoise Hill Resources Ltd.	11 449	7 796	
		31 984	21 557	**7.7**
Oil, Gas and Consumable Fuels				
3 778 411	Bankers Petroleum Ltd.	13 773	3 854	
2 019 143	Baytex Energy Corp.	29 887	9 046	
839 477	Boulder Energy Ltd.	7 721	1 402	
298 600	Crew Energy Inc.	1 408	1 209	
863 900	Enerplus Corp.	9 684	4 104	
390 414	Granite Oil Corp.	3 614	3 155	
482 693	MEG Energy Corp.	6 758	3 871	
1 281 900	Nuvista Energy Ltd.	11 107	5 217	
1 353 900	Parex Resources Inc.	15 919	13 756	
682 886	Peyto Exploration & Development Corp.	21 531	16 983	
507 400	PrairieSky Royalty Ltd.	14 107	11 122	
1 277 428	Raging River Exploration Inc.	8 979	10 692	
843 800	Seven Generations Energy Ltd.	13 581	11 374	
1 992 149	Spartan Energy Corp.	5 817	4 701	
550 400	TORC Oil & Gas Ltd.	4 430	2 835	
666 580	Tourmaline Oil Corp.	28 984	14 898	
531 091	Vermilion Energy Inc.	31 490	19 974	
1 466 851	Whitecap Resources Inc.	18 188	13 304	
		246 978	151 497	**53.8**
Paper and Forest Products				
182 416	Canfor Corp.	$ 5 047	$ 3 683	
172 780	Norbord Inc.	3 544	4 656	
256 800	West Fraser Timber Co. Ltd.	13 440	13 490	
		22 031	21 829	**7.8**
TOTAL EQUITIES		385 408	272 965	**97.0**
SHORT-TERM INVESTMENTS*		7 850	7 850	**2.8**
TOTAL INVESTMENTS		$ 393 258	280 815	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			512	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 281 327	**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 0.50% to 0.84% and mature between January 4, 2016 and January 20, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 280 815**	$ 409 194
Cash	**32**	33
Subscriptions receivable	**14**	–
Dividends receivable, interest accrued and other assets	**473**	875
TOTAL ASSETS	**281 334**	410 102
LIABILITIES		
Accounts payable and accrued expenses	**7**	7
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**7**	7
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 281 327**	$ 410 095
Investments at cost	**$ 393 258**	$ 493 926
NAV		
SERIES A	**$ 390**	$ –
SERIES D	**$ 856**	$ –
SERIES F	**$ 22**	$ –
SERIES O	**$ 280 059**	$ 410 095
NAV PER UNIT		
SERIES A	**$ 6.27**	$ –
SERIES D	**$ 6.28**	$ –
SERIES F	**$ 6.26**	$ –
SERIES O	**$ 5.28**	$ 7.87

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 086**	$ 10 163
Interest for distribution purposes	**66**	116
Other income (loss)	**141**	–
Securities lending revenue (see note 6 in the generic notes)	**86**	39
Net realized gain (loss) on investments	**(105 030)**	29 315
Net gain (loss) on foreign currencies and other net assets	**(14)**	(1 570)
Change in unrealized gain (loss) on investments	**(27 711)**	(113 852)
TOTAL INCOME (LOSS)	**(124 376)**	(75 789)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**12**	–
Administration fees	**77**	109
Independent Review Committee costs	**3**	3
GST/HST	**9**	11
Transaction costs	**940**	1 942
TOTAL EXPENSES	**1 041**	2 065
INCREASE (DECREASE) IN NAV	**$ (125 417)**	$ (77 854)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (192)**	$ –
SERIES D	**$ (341)**	$ –
SERIES F	**$ (11)**	$ –
SERIES O	**$ (124 873)**	$ (77 854)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.61)**	$ –
SERIES D	**$ (2.56)**	$ –
SERIES F	**$ (2.55)**	$ –
SERIES O	**$ (2.40)**	$ (1.64)

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (125 417)**	$ (77 854)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**105 030**	(29 315)
Change in unrealized loss (gain) on investments	**27 711**	113 852
(Increase) decrease in accrued receivables	**402**	(86)
Increase (decrease) in accrued payables	**–**	(2 904)
Cost of investments purchased	**(444 333)**	(813 974)
Proceeds on sales of investments	**439 971**	848 518
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**3 364**	38 237
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**9 847**	177 293
Cash paid on redemption of redeemable units	**(13 141)**	(215 528)
Distributions paid to holders of redeemable units	**(71)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (3 365)**	$ (38 235)
Net increase (decrease) in cash for the period	**(1)**	2
Cash (bank overdraft), beginning of period	**33**	31
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 32**	$ 33
Interest received (paid)	**$ 71**	$ 115
Dividends received, net of withholding taxes	**$ 8 625**	$ 10 077

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ –**	$ –	**$ –**	$ –	**$ –**	$ –
INCREASE (DECREASE) IN NAV	**(192)**	–	**(341)**	–	**(11)**	–
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**693**	–	**2 943**	–	**38**	–
Reinvestments of distributions to holders of redeemable units	**4**	–	**13**	–	**–**	–
Redemption of redeemable units	**(111)**	–	**(1 746)**	–	**(5)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**586**	–	**1 210**	–	**33**	–
Distributions from net income	**(4)**	–	**(13)**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(4)**	–	**(13)**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**390**	–	**856**	–	**22**	–
NAV AT END OF PERIOD	**$ 390**	$ –	**$ 856**	$ –	**$ 22**	$ –

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 410 095**	$ 526 184	**$ 410 095**	$ 526 184
INCREASE (DECREASE) IN NAV	**(124 873)**	(77 854)	**(125 417)**	(77 854)
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**6 187**	177 293	**9 861**	177 293
Reinvestments of distributions to holders of redeemable units	**8 459**	39 621	**8 476**	39 621
Redemption of redeemable units	**(11 279)**	(215 528)	**(13 141)**	(215 528)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 367**	1 386	**5 196**	1 386
Distributions from net income	**(8 530)**	(10 211)	**(8 547)**	(10 211)
Distributions from net gains	**–**	(29 410)	**–**	(29 410)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(8 530)**	(39 621)	**(8 547)**	(39 621)
NET INCREASE (DECREASE) IN NAV	**(130 036)**	(116 089)	**(128 768)**	(116 089)
NAV AT END OF PERIOD	**$ 280 059**	$ 410 095	**$ 281 327**	$ 410 095

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

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.

Series A, Series D and Series F units were started in February 2015.

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 2015**	December 31 2014
Oil, Gas and Consumable Fuels	**53.8**	52.5
Energy Equipment and Services	**11.9**	16.8
Containers and Packaging	**11.4**	5.5
Paper and Forest Products	**7.8**	5.1
Metals and Mining	**7.7**	11.4
Chemicals	**4.4**	4.1
Cash/Other	**3.0**	4.6
Total	**100.0**	100.0

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 26-month (December 31, 2014 – 14-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P/TSX Completion Total Return Index	**+ or -**	**2.2**	+ or -	2.1

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**272 965**	**–**	**–**	**272 965**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**7 850**	**–**	**7 850**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**272 965**	**7 850**	**–**	**280 815**
% of total portfolio	**97.2**	**2.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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%
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 2015	December 31 2014
Units held		
Series A	**101**	–
Series F	**102**	–
Value of all units	**1**	–

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	86 679
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)	2015	2014
Series A		
Opening units	–	–
Issued number of units	**74**	–
Reinvested number of units	**1**	–
Redeemed number of units	**(13)**	–
Ending number of units	**62**	–
Series D		
Opening units	–	–
Issued number of units	**362**	–
Reinvested number of units	**2**	–
Redeemed number of units	**(228)**	–
Ending number of units	**136**	–
Series F		
Opening units	–	–
Issued number of units	**5**	–
Reinvested number of units	–	–
Redeemed number of units	**(1)**	–
Ending number of units	**4**	–
Series O		
Opening units	**52 089**	49 679
Issued number of units	**894**	13 942
Reinvested number of units	**1 646**	5 033
Redeemed number of units	**(1 602)**	(16 565)
Ending number of units	**53 027**	52 089

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**940**	**100**	1 942	100
Related-party brokerage commissions*	**55**	**6**	144	7
Commission arrangements†	**46**	**5**	159	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 2015	December 31 2014
Fair value of securities loaned	**26 850**	83 416
Fair value of collateral received	**27 387**	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 2015	December 31 2014
RBC Balanced Fund	**30.3**	31.1
RBC Canadian Equity Fund	**35.5**	37.2
RBC Global Balanced Fund	**2.8**	1.9
RBC Private Canadian Equity Pool	**30.1**	29.8
Total	**98.7**	100.0

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC NORTH AMERICAN VALUE FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
325 000	Carnival Corp.	$ 17 662	$ 24 493	
21 000	Autozone Inc.	19 549	21 558	
600 000	D.R. Horton Inc.	15 326	26 592	
350 000	Goodyear Tire & Rubber Co.	13 113	15 822	
250 000	Lowe's Companies	14 095	26 299	
310 000	Nike Inc.	13 370	26 816	
375 000	Ross Stores Inc.	25 013	27 921	
		118 128	169 501	**7.1**
Consumer Staples				
204 964	Alimentation Couche-Tard Inc.	8 080	12 484	
89 900	CVS Health Corp.	8 544	12 159	
356 400	Loblaw Companies Ltd.	16 950	23 287	
673 900	Maple Leaf Foods Inc.	10 770	16 012	
105 400	PepsiCo Inc.	10 135	14 567	
178 700	The Procter & Gamble Co.	16 604	19 632	
130 800	Wal-Mart Stores, Inc.	12 091	11 095	
101 400	Walgreens Boots Alliance Inc.	9 746	11 948	
		92 920	121 184	**5.1**
Energy				
1 800 000	Acasta Enterprises Inc.	18 001	17 226	
900 000	Acasta Enterprises Inc., Warrants @ 11.50 September 8, 2020	–	313	
150 000	Anadarko Petroleum Corp.	14 069	10 083	
995 000	ARC Resources Ltd.	25 579	16 617	
250 000	Cameco Corp.	5 473	4 268	
1 101 100	Canadian Natural Resources Ltd.	38 800	33 274	
1 197 100	Cenovus Energy Inc.	19 869	20 948	
1 170 000	Crew Energy Inc.	8 463	4 738	
434 500	Enbridge Inc.	21 285	19 986	
850 000	Encana Corp.	12 410	5 975	
3 275 000	Gear Energy Ltd.	11 624	1 736	
389 000	Gibson Energy Inc.	9 257	5 376	
430 028	Husky Energy Inc.	10 898	6 154	
548 119	Imperial Oil Ltd.	24 817	24 709	
155 400	Keyera Corp.	6 546	6 256	
500	Kinder Morgan Inc.	11	10	
582 300	Pembina Pipeline Corp.	21 487	17 556	
350 000	Peyto Exploration & Development Corp.	11 014	8 705	
949 260	PrairieSky Royalty Ltd.	28 649	20 808	
175 000	Schlumberger Ltd.	16 205	16 884	
126 006	ShawCor Ltd.	4 177	3 537	
1 466 400	Suncor Energy Inc.	49 456	52 380	
582 400	TransCanada Corp.	30 447	26 319	
394 729	Veresen Inc.	6 250	3 497	
		394 787	327 355	**13.8**
Financials				
1 750 000	Alignvest Acquisition Corp.	$ 17 109	$ 17 150	
875 000	Alignvest Acquisition Corp., Warrants @ 11.50 August 4, 2020	391	306	
64 800	American Express Company	6 541	6 235	
101 900	Aon Plc.	12 911	13 002	
618 400	Bank of America Corp.	12 667	14 401	
152 500	Bank of Montreal	10 813	11 907	
1 062 513	Bank of Nova Scotia	67 583	59 469	
169 200	Berkshire Hathaway Inc., Class B	24 237	30 896	
39 600	BlackRock Inc.	16 151	18 653	
1 435 847	Brookfield Asset Management Inc., Class A	45 257	62 675	
807 100	Brookfield Property Partners LP	14 775	26 005	
262 800	Canadian Imperial Bank of Commerce	25 291	23 965	
583 340	CI Financial Corp.	17 996	17 850	
186 800	Citigroup Inc.	10 669	13 376	
171 002	E*TRADE Financial Corp.	5 851	7 013	
964 400	Element Financial Corp.	16 395	16 105	
29 975	Fairfax Financial Holdings Ltd.	17 251	19 691	
1 670 700	Fairfax India Holdings Corp.	20 348	23 349	
1 800 000	INFOR Acquisition Corp., Class A	12 000	17 694	
900 000	INFOR Acquisition Corp., Warrants @ 11.50 July 6, 2020	6 000	432	
278 400	Invesco Ltd.	11 824	12 905	
364 900	JPMorgan Chase & Co.	23 867	33 339	
416 000	KKR & Co. Ltd. Part.	9 386	8 974	
1 441 305	Manulife Financial Corporation	28 941	29 893	
408 900	Morgan Stanley	17 702	17 998	
289 450	Onex Corporation	16 060	24 551	
2 580 500	Plaza Retail Real Estate Investment Trust	10 717	12 128	
574 800	Power Corporation of Canada	18 649	16 635	
1 046 355	Royal Bank of Canada*	76 118	77 587	
279 100	Sun Life Financial Inc.	11 464	12 043	
3 655 051	The Westaim Corp.	10 815	9 978	
1 555 235	Toronto-Dominion Bank	78 246	84 356	
326 052	Weyerhaeuser Company Ltd.	13 022	13 526	
		687 047	754 087	**31.7**
Health Care				
425 000	Abbott Laboratories	22 902	26 410	
295 000	AbbVie Inc.	25 486	24 175	
200 000	AmerisourceBergen Corp.	15 193	28 694	
130 000	Anthem Inc.	13 634	25 083	
934 500	Chartwell Retirement Residences Real Estate Investment Trust	10 434	11 868	
200 000	HCA Holdings Inc.	18 812	18 716	
260 000	Medtronic Plc.	18 510	27 664	
320 000	Patterson Co. Inc.	15 341	20 018	
365 000	Pfizer Inc.	12 486	16 303	
210 000	St. Jude Medical Inc.	15 275	17 949	
150 000	Thermo Fisher Scientific Inc.	26 116	29 442	
160 000	UnitedHealth Group Incorporated	13 195	26 045	
		207 384	272 367	**11.4**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials				
270 000	Ametek Inc.	$ 18 349	$ 20 021	
304 000	Canadian National Railway Co.	18 959	23 514	
180 000	Canadian Pacific Railway Ltd.	30 300	31 811	
125 000	Honeywell International Inc.	9 537	17 909	
400 000	Masco Corp.	10 160	15 663	
350 000	Nielsen Holdings Plc.	20 092	22 568	
155 000	Rockwell Collins Inc.	18 290	19 792	
150 000	Stanley Black & Decker Inc.	19 182	22 147	
390 000	Tyco International Plc.	16 039	17 209	
130 000	Union Pacific Corp.	11 396	14 067	
140 500	United Technologies Corp.	16 295	18 670	
		188 599	223 371	**9.4**
Information Technology				
36 694	Akamai Technologies Inc.	3 260	2 672	
37 602	Alphabet Inc., Class C	17 790	39 484	
241 000	Apple Inc.	25 859	35 090	
146 009	Autodesk Inc.	10 071	12 307	
576 800	BlackBerry Ltd.	6 193	7 406	
225 300	CGI Group Inc., Class A	12 170	12 482	
340 600	Cisco Systems Inc.	8 596	12 798	
144 900	Computer Sciences Corp.	12 826	6 548	
144 900	CSRA Inc.	5 659	6 015	
100 800	MasterCard Inc.	8 465	13 590	
453 400	Microsoft Corp.	18 144	34 791	
242 925	Oracle Corporation	13 155	12 279	
		142 188	195 462	**8.2**
Materials				
92 600	Agrium Inc.	9 887	11 452	
424 000	Detour Gold Corp.	5 247	6 110	
173 300	Dow Chemical Company	10 030	12 345	
1 337 200	Eldorado Gold Corp.	5 358	5 483	
641 000	Goldcorp Inc.	11 146	10 250	
694 350	Potash Corporation of Saskatchewan Inc.	23 388	16 456	
153 400	West Fraser Timber Co. Ltd.	7 123	8 058	
		72 179	70 154	**3.0**
Telecommunication Services				
697 000	BCE Inc.	34 830	37 262	
365 000	Rogers Communications Inc., Class B	15 791	17 418	
547 900	TELUS Corp.	21 730	20 963	
		72 351	75 643	**3.2**
Utilities				
567 130	Canadian Utilities Ltd., Class A	20 562	18 114	
323 400	Fortis Inc.	11 462	12 098	
		32 024	30 212	**1.3**
TOTAL NORTH AMERICAN EQUITIES		2 007 607	2 239 336	**94.2**

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
34 060	Bank of Nova Scotia	$ 34 040	$ 34 040	
47 712	Canadian Imperial Bank of Commerce	47 683	47 683	
10 520	Government of Canada Treasury Bills	10 510	10 510	
8 690	National Bank of Canada	8 684	8 684	
59 430	Toronto-Dominion Bank	59 393	59 393	
TOTAL SHORT-TERM INVESTMENTS		160 310	160 310	**6.7**
TOTAL INVESTMENTS		2 167 917	2 399 646	**100.9**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1 024	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(20 620)	**(0.9)**
TOTAL PORTFOLIO		$2 167 917	2 380 050	**100.0**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			309	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 380 359	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 3 054 Sold USD 2 200 @ 1.3880	13-Jan-16	$ 10
Bought USD 2 600 Sold CAD 3 509 @ 0.7410	14-Jan-16	89
Bought CAD 6 803 Sold USD 4 900 @ 1.3884	09-Feb-16	23
Bought USD 2 376 Sold CAD 3 249 @ 0.7314	24-Feb-16	39
Bought USD 897 Sold CAD 1 198 @ 0.7490	07-Mar-16	43
Bought USD 9 175 Sold CAD 12 232 @ 0.7501	10-Mar-16	461
Bought CAD 39 554 Sold USD 28 332 @ 1.3961	22-Mar-16	359
		$ 1 024

Contracts	Maturity Date	Unrealized Loss
Bought CAD 6 585 Sold USD 4 900 @ 1.3439	04-Jan-16	$ (195)
Bought USD 4 900 Sold CAD 6 804 @ 0.7202	04-Jan-16	(24)
Bought CAD 444 Sold USD 340 @ 1.3052	12-Jan-16	(27)
Bought CAD 12 241 Sold USD 9 322 @ 1.3131	12-Jan-16	(658)
Bought USD 1 400 Sold CAD 1 952 @ 0.7171	12-Jan-16	(15)
Bought CAD 5 204 Sold USD 4 000 @ 1.3011	14-Jan-16	(330)
Bought CAD 5 183 Sold USD 4 000 @ 1.2959	14-Jan-16	(351)
Bought CAD 6 502 Sold USD 5 000 @ 1.3005	21-Jan-16	(416)
Bought CAD 8 767 Sold USD 6 654 @ 1.3176	26-Jan-16	(439)
Bought CAD 25 885 Sold USD 20 000 @ 1.2943	29-Jan-16	(1 787)
Bought CAD 23 704 Sold USD 18 077 @ 1.3113	03-Feb-16	(1 308)
Bought CAD 22 268 Sold USD 16 878 @ 1.3194	03-Feb-16	(1 084)
Bought CAD 7 108 Sold USD 5 175 @ 1.3735	04-Feb-16	(52)
Bought CAD 14 561 Sold USD 10 600 @ 1.3737	05-Feb-16	(105)
Bought CAD 4 671 Sold USD 3 500 @ 1.3346	08-Feb-16	(171)
Bought CAD 11 322 Sold USD 8 600 @ 1.3165	09-Feb-16	(577)
Bought CAD 6 258 Sold USD 4 631 @ 1.3513	09-Feb-16	(150)
Bought CAD 17 314 Sold USD 13 140 @ 1.3177	10-Feb-16	(866)
Bought CAD 16 255 Sold USD 12 200 @ 1.3324	12-Feb-16	(624)
Bought CAD 13 265 Sold USD 10 000 @ 1.3265	17-Feb-16	(571)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 8 002 Sold USD 6 000 @ 1.3337	17-Feb-16	$ (299)
Bought CAD 19 924 Sold USD 15 000 @ 1.3283	22-Feb-16	(828)
Bought CAD 6 252 Sold USD 4 700 @ 1.3303	22-Feb-16	(250)
Bought CAD 11 583 Sold USD 8 712 @ 1.3296	23-Feb-16	(470)
Bought CAD 3 329 Sold USD 2 500 @ 1.3316	24-Feb-16	(130)
Bought CAD 22 613 Sold USD 16 980 @ 1.3317	24-Feb-16	(879)
Bought CAD 11 479 Sold USD 8 610 @ 1.3333	24-Feb-16	(433)
Bought USD 6 000 Sold CAD 8 359 @ 0.7178	24-Feb-16	(58)
Bought CAD 11 384 Sold USD 8 530 @ 1.3346	25-Feb-16	(417)
Bought CAD 17 648 Sold USD 13 200 @ 1.3370	26-Feb-16	(614)
Bought CAD 17 087 Sold USD 12 845 @ 1.3303	01-Mar-16	(684)
Bought CAD 46 082 Sold USD 34 481 @ 1.3365	02-Mar-16	(1 621)
Bought CAD 28 418 Sold USD 21 250 @ 1.3373	04-Mar-16	(980)
Bought CAD 4 735 Sold USD 3 545 @ 1.3356	07-Mar-16	(170)
Bought CAD 21 508 Sold USD 16 093 @ 1.3365	08-Mar-16	(756)
Bought CAD 23 656 Sold USD 17 669 @ 1.3389	08-Mar-16	(788)
Bought CAD 5 856 Sold USD 4 400 @ 1.3308	09-Mar-16	(232)
Bought CAD 588 Sold USD 440 @ 1.3365	10-Mar-16	(21)
Bought CAD 19 840 Sold USD 14 861 @ 1.3351	10-Mar-16	(719)
Bought CAD 22 470 Sold USD 16 617 @ 1.3523	11-Mar-16	(516)
Bought CAD 3 454 Sold USD 2 500 @ 1.3814	16-Mar-16	(5)
		$ (20 620)
TOTAL FOREIGN EXCHANGE		$ (19 596)

All counterparties have a credit rating of at least A.

* 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 0.43% to 0.84% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 399 646**	$ 2 319 085
Cash	**328**	103
Due from investment dealers	**–**	18 759
Subscriptions receivable	**1 844**	3 419
Unrealized gain on foreign exchange contracts	**1 024**	1 318
Dividends receivable, interest accrued and other assets	**4 197**	3 547
TOTAL ASSETS	**2 407 039**	2 346 231
LIABILITIES		
Due to investment dealers	**–**	21 854
Redemptions payable	**2 379**	1 475
Unrealized loss on foreign exchange contracts	**20 620**	13 648
Distributions payable	**9**	–
Accounts payable and accrued expenses	**3 672**	3 737
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**26 680**	40 714
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 380 359**	$ 2 305 517
Investments at cost	**$ 2 167 917**	$ 2 012 791
NAV		
SERIES A	**$ 1 462 301**	$ 1 422 902
ADVISOR SERIES	**$ 464 488**	$ 466 748
ADVISOR T5 SERIES	**$ 1 048**	$ 162
SERIES T5	**$ 630**	$ 124
SERIES H	**$ 18 786**	$ 13 111
SERIES D	**$ 73 657**	$ 73 952
SERIES F	**$ 149 803**	$ 122 563
SERIES FT5	**$ 717**	$ 91
SERIES I	**$ 6 061**	$ 3 777
SERIES O	**$ 202 868**	$ 202 087
NAV PER UNIT		
SERIES A	**$ 20.65**	$ 20.94
ADVISOR SERIES	**$ 21.05**	$ 21.35
ADVISOR T5 SERIES	**$ 20.09**	$ 21.18
SERIES T5	**$ 20.08**	$ 21.19
SERIES H	**$ 21.06**	$ 21.36
SERIES D	**$ 21.97**	$ 22.28
SERIES F	**$ 23.68**	$ 24.02
SERIES FT5	**$ 22.94**	$ 23.92
SERIES I	**$ 23.79**	$ 24.14
SERIES O	**$ 21.95**	$ 22.28

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 61 285**	$ 41 095
Interest for distribution purposes	**1 542**	2 713
Other income (loss)	**950**	846
Securities lending revenue (see note 6 in the generic notes)	**119**	107
Net realized gain (loss) on investments	**153 114**	155 710
Net gain (loss) on foreign currencies and other net assets	**(89 145)**	(30 840)
Change in unrealized gain (loss) on investments	**(81 831)**	118 474
TOTAL INCOME (LOSS)	**46 034**	288 105
EXPENSES (see notes – Fund Specific Information)		
Management fees	**37 158**	30 741
Administration fees	**3 039**	2 501
Independent Review Committee costs	**3**	3
GST/HST	**4 216**	3 539
Transaction costs	**2 620**	4 365
Withholding tax	**2 804**	2 203
TOTAL EXPENSES	**49 840**	43 352
INCREASE (DECREASE) IN NAV	**$ (3 806)**	$ 244 753
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (6 555)**	$ 148 720
ADVISOR SERIES	**$ (1 536)**	$ 50 860
ADVISOR T5 SERIES	**$ (13)**	$ 5
SERIES T5	**$ (15)**	$ 3
SERIES H	**$ (259)**	$ 244
SERIES D	**$ 425**	$ 8 417
SERIES F	**$ 677**	$ 13 570
SERIES FT5	**$ 4**	$ 2
SERIES I	**$ 7**	$ 59
SERIES O	**$ 3 459**	$ 22 873
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.10)**	$ 2.47
ADVISOR SERIES	**$ (0.09)**	$ 2.53
ADVISOR T5 SERIES	**$ (0.09)**	$ 2.53
SERIES T5	**$ (0.10)**	$ 0.89
SERIES H	**$ (0.06)**	$ 0.90
SERIES D	**$ 0.11**	$ 2.83
SERIES F	**$ 0.17**	$ 3.09
SERIES FT5	**$ 0.16**	$ 1.10
SERIES I	**$ 0.22**	$ 1.13
SERIES O	**$ 0.37**	$ 3.05

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (3 806)**	$ 244 753
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(153 114)**	(155 710)
Change in unrealized loss (gain) on investments	**81 831**	(118 474)
(Increase) decrease in accrued receivables	**(650)**	(19 837)
Increase (decrease) in accrued payables	**(65)**	9 754
Cost of investments purchased	**(4 408 922)**	(6 632 395)
Proceeds on sales of investments	**4 403 815**	6 183 847
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(80 911)**	(488 062)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**552 691**	803 276
Cash paid on redemption of redeemable units	**(469 887)**	(310 786)
Distributions paid to holders of redeemable units	**(1 668)**	(4 377)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 81 136**	$ 488 113
Net increase (decrease) in cash for the period	**225**	51
Cash (bank overdraft), beginning of period	**103**	52
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 328**	$ 103
Interest received (paid)	**$ 1 543**	$ 2 713
Dividends received, net of withholding taxes	**$ 58 780**	$ 38 077

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 422 902**	$ 973 883	**$ 466 748**	$ 348 505	**$ 162**	$ –	**$ 124**	$ –
INCREASE (DECREASE) IN NAV	**(6 555)**	148 720	**(1 536)**	50 860	**(13)**	5	**(15)**	3
Early redemption fees	**3**	3	**1**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**323 595**	488 204	**94 817**	139 724	**1 016**	159	**636**	122
Reinvestments of distributions to holders of redeemable units	**15 682**	59 552	**5 026**	18 595	**2**	5	**7**	4
Redemption of redeemable units	**(277 171)**	(185 892)	**(95 206)**	(71 041)	**(96)**	–	**(97)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**62 109**	361 867	**4 638**	87 278	**922**	164	**546**	126
Distributions from net income	**(2 458)**	–	**(875)**	(1)	**(1)**	–	**(1)**	–
Distributions from net gains	**(13 697)**	(61 568)	**(4 487)**	(19 894)	**(9)**	(7)	**(6)**	(5)
Distributions from capital	**–**	–	**–**	–	**(13)**	–	**(18)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(16 155)**	(61 568)	**(5 362)**	(19 895)	**(23)**	(7)	**(25)**	(5)
NET INCREASE (DECREASE) IN NAV	**39 399**	449 019	**(2 260)**	118 243	**886**	162	**506**	124
NAV AT END OF PERIOD	**$ 1 462 301**	$ 1 422 902	**$ 464 488**	$ 466 748	**$ 1 048**	$ 162	**$ 630**	$ 124

For the periods ended December 31 (see note 2 in the generic notes)	Series H		Series D		Series F		Series FT5	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 13 111**	$ –	**$ 73 952**	$ 53 844	**$ 122 563**	$ 77 665	**$ 91**	$ –
INCREASE (DECREASE) IN NAV	**(259)**	244	**425**	8 417	**677**	13 570	**4**	2
Early redemption fees	**–**	–	**1**	2	**–**	–	**–**	–
Proceeds from redeemable units issued	**14 694**	12 897	**23 187**	34 484	**59 318**	54 563	**750**	89
Reinvestments of distributions to holders of redeemable units	**225**	521	**1 426**	3 072	**2 671**	4 345	**1**	3
Redemption of redeemable units	**(8 747)**	(30)	**(23 874)**	(22 727)	**(32 069)**	(22 301)	**(106)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 172**	13 388	**740**	14 831	**29 920**	36 607	**645**	92
Distributions from net income	**(57)**	–	**(763)**	–	**(1 958)**	–	**(6)**	–
Distributions from net gains	**(181)**	(521)	**(697)**	(3 140)	**(1 399)**	(5 279)	**(6)**	(3)
Distributions from capital	**–**	–	**–**	–	**–**	–	**(11)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(238)**	(521)	**(1 460)**	(3 140)	**(3 357)**	(5 279)	**(23)**	(3)
NET INCREASE (DECREASE) IN NAV	**5 675**	13 111	**(295)**	20 108	**27 240**	44 898	**626**	91
NAV AT END OF PERIOD	**$ 18 786**	$ 13 111	**$ 73 657**	$ 73 952	**$ 149 803**	$ 122 563	**$ 717**	$ 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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 777**	$ –	**$ 202 087**	$ 119 520	**$ 2 305 517**	$ 1 573 417
INCREASE (DECREASE) IN NAV	**7**	59	**3 459**	22 873	**(3 806)**	244 753
Early redemption fees	**–**	–	**–**	–	**5**	5
Proceeds from redeemable units issued	**5 368**	4 561	**27 735**	68 098	**551 116**	802 901
Reinvestments of distributions to holders of redeemable units	**94**	87	**6 492**	8 602	**31 626**	94 786
Redemption of redeemable units	**(3 037)**	(798)	**(30 393)**	(8 393)	**(470 796)**	(311 182)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 425**	3 850	**3 834**	68 307	**111 951**	586 510
Distributions from net income	**(89)**	–	**(4 536)**	–	**(10 744)**	(1)
Distributions from net gains	**(59)**	(132)	**(1 976)**	(8 613)	**(22 517)**	(99 162)
Distributions from capital	**–**	–	**–**	–	**(42)**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(148)**	(132)	**(6 512)**	(8 613)	**(33 303)**	(99 163)
NET INCREASE (DECREASE) IN NAV	**2 284**	3 777	**781**	82 567	**74 842**	732 100
NAV AT END OF PERIOD	**$ 6 061**	$ 3 777	**$ 202 868**	$ 202 087	**$ 2 380 359**	$ 2 305 517

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

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.

Advisor T5 Series, Series T5, Series H, Series FT5 and Series I units were started in August 2014.

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 2015**	December 31 2014
Financials	**31.7**	27.1
Energy	**13.8**	14.1
Health Care	**11.4**	10.9
Industrials	**9.4**	9.0
Information Technology	**8.2**	7.0
Consumer Discretionary	**7.1**	7.5
Consumer Staples	**5.1**	7.5
Telecommunication Services	**3.2**	2.5
Materials	**3.0**	4.8
Utilities	**1.3**	1.0
Cash/Other	**5.8**	8.6
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**23.2**	23.2
Total	**23.2**	23.2

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**2 239 336**	**–**	**–**	**2 239 336**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**160 310**	**–**	**160 310**
Derivatives – assets	**–**	**1 024**	**–**	**1 024**
Derivatives – liabilities	**–**	**(20 620)**	**–**	**(20 620)**
Total financial instruments	**2 239 336**	**140 714**	**–**	**2 380 050**
% of total portfolio	**94.1**	**5.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Advisor T5 Series	**52**	49
Series T5	**52**	49
Series H	**–**	49
Series FT5	**46**	44
Series I	**45**	44
Series O	**36**	35
Value of all units	**5**	6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**67 956**	50 213
Issued number of units	**15 154**	23 897
Reinvested number of units	**768**	2 845
Redeemed number of units	**(13 049)**	(8 999)
Ending number of units	**70 829**	67 956
Advisor Series		
Opening units	**21 857**	17 640
Issued number of units	**4 356**	6 714
Reinvested number of units	**241**	871
Redeemed number of units	**(4 392)**	(3 368)
Ending number of units	**22 062**	21 857
Advisor T5 Series		
Opening units	**8**	–
Issued number of units	**48**	8
Reinvested number of units	**–**	–
Redeemed number of units	**(4)**	–
Ending number of units	**52**	8
Series T5		
Opening units	**6**	–
Issued number of units	**30**	6
Reinvested number of units	**–**	–
Redeemed number of units	**(5)**	–
Ending number of units	**31**	6
Series H		
Opening units	**614**	–
Issued number of units	**673**	591
Reinvested number of units	**11**	24
Redeemed number of units	**(406)**	(1)
Ending number of units	**892**	614
Series D		
Opening units	**3 319**	2 633
Issued number of units	**1 019**	1 595
Reinvested number of units	**66**	138
Redeemed number of units	**(1 052)**	(1 047)
Ending number of units	**3 352**	3 319

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)	2015	2014
Series F		
Opening units	**5 103**	3 532
Issued number of units	**2 419**	2 329
Reinvested number of units	**114**	181
Redeemed number of units	**(1 310)**	(939)
Ending number of units	**6 326**	5 103
Series FT5		
Opening units	**4**	–
Issued number of units	**31**	4
Reinvested number of units	**–**	–
Redeemed number of units	**(4)**	–
Ending number of units	**31**	4
Series I		
Opening units	**156**	–
Issued number of units	**217**	185
Reinvested number of units	**4**	4
Redeemed number of units	**(122)**	(33)
Ending number of units	**255**	156
Series O		
Opening units	**9 070**	5 914
Issued number of units	**1 211**	3 159
Reinvested number of units	**299**	386
Redeemed number of units	**(1 338)**	(389)
Ending number of units	**9 242**	9 070

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**2 620**	**100**	4 365	100
Related-party brokerage commissions*	**182**	**7**	294	7
Commission arrangements†	**137**	**5**	143	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 2015	December 31 2014
Fair value of securities loaned	**131 119**	60 204
Fair value of collateral received	**133 741**	61 408

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 2015	December 31 2014
RBC North American Value Class	**8.1**	8.4

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
NORTH AMERICAN EQUITIES				
Consumer Discretionary				
49 000	Amaya Inc.	$ 983	$ 854	
4 400	Amazon.com, Inc.	2 412	4 115	
20 000	Canadian Tire Corp. Ltd., Class A	1 342	2 363	
68 000	Cara Operations Ltd.	1 564	2 090	
66 200	D.R. Horton Inc.	2 841	2 934	
58 400	General Motors Co.	2 740	2 749	
56 800	Goodyear Tire & Rubber Co.	2 467	2 568	
41 900	Home Depot Inc.	5 389	7 667	
24 200	Kohls Corp.	1 579	1 595	
22 400	Lowe's Companies	2 349	2 356	
103 500	Magna International Inc., Class A	2 151	5 808	
26 400	McDonald's Corp.	3 577	4 316	
1 080 000	Mood Media Corp.	2 427	140	
16 100	Netflix Inc.	2 529	2 548	
32 800	Nike Inc.	2 093	2 837	
20 100	Restaurant Brands International Inc.	947	1 040	
15 500	Royal Caribbean Cruises Ltd.	1 962	2 171	
55 600	Shaw Communications Inc., Class B	853	1 323	
61 600	Spin Master Corp.	1 109	1 347	
41 000	Starbucks Corp.	2 491	3 406	
12 900	Target Corporation	1 244	1 296	
100 000	The Intertain Group Ltd.	1 394	996	
30 000	TJX Companies Inc.	2 956	2 944	
24 200	Viacom Inc.	1 602	1 378	
		51 001	60 841	**11.7**
Consumer Staples				
79 500	Alimentation Couche-Tard Inc.	1 850	4 842	
44 000	Altria Group Inc.	3 140	3 544	
31 700	Campbell Soup Company	2 277	2 305	
17 000	Clorox Company	2 675	2 983	
26 600	Dr Pepper Snapple Group Inc.	2 938	3 430	
43 500	Loblaw Companies Ltd.	2 650	2 842	
44 400	Mondelez International Inc.	2 310	2 755	
34 200	PepsiCo Inc.	4 132	4 727	
60 900	The Coca-Cola Co.	3 316	3 620	
29 400	The Kroger Co.	1 590	1 702	
27 300	The Procter & Gamble Co.	2 871	2 999	
		29 749	35 749	**6.9**
Energy				
57 900	ARC Resources Ltd.	1 419	967	
140 000	Baytex Energy Corp.	773	627	
70 000	Cameco Corp.	1 607	1 194	
212 300	Canadian Natural Resources Ltd.	6 377	6 415	
150 000	Canyon Services Group Inc.	590	610	
153 200	Cardinal Energy Ltd.	1 963	1 343	
163 000	Cenovus Energy Inc.	4 034	2 852	
14 000	Diamondback Energy Inc.	1 337	1 295	
137 019	Enbridge Inc.	4 491	6 303	
155 800	Encana Corp.	4 083	1 095	
18 100	Exxon Mobil Corp.	1 945	1 952	
48 400	Parsley Energy Inc.	1 253	1 236	
73 300	Pembina Pipeline Corp.	$ 2 349	$ 2 210	
9 700	Pioneer Natural Resources Co.	1 659	1 683	
255 000	Raging River Exploration Inc.	1 063	2 134	
97 300	Secure Energy Services Inc.	1 425	813	
700 000	Spartan Energy Corp.	2 426	1 652	
271 500	Suncor Energy Inc.	9 997	9 698	
46 700	Tourmaline Oil Corp.	1 771	1 044	
139 100	TransCanada Corp.	5 416	6 286	
9 400	Valero Energy Corp.	931	920	
34 100	Vermilion Energy Inc.	1 724	1 283	
192 100	Whitecap Resources Inc.	1 910	1 742	
		60 543	55 354	**10.7**
Financials				
22 800	American International Group Inc.	1 920	1 955	
197 400	Bank of America Corp.	4 449	4 597	
116 000	Bank of Montreal	6 661	9 057	
47 800	Bank of New York Mellon Corp.	2 650	2 726	
212 300	Bank of Nova Scotia	7 174	11 882	
161 250	Brookfield Asset Management Inc., Class A	2 467	7 039	
70 100	Brookfield Property Partners LP	1 459	2 259	
74 200	Callidus Capital Corp.	1 039	653	
76 500	Canadian Imperial Bank of Commerce	5 271	6 976	
51 751	Canadian Real Estate Investment Trust	1 496	2 177	
81 898	CI Financial Corp.	1 818	2 506	
27 300	Citigroup Inc.	1 824	1 955	
62 800	E*TRADE Financial Corp.	2 545	2 576	
148 100	Element Financial Corp.	2 518	2 473	
21 900	Equity Residential Properties Trust	2 214	2 472	
3 200	Fairfax Financial Holdings Ltd.	2 066	2 102	
58 000	JPMorgan Chase & Co.	4 624	5 299	
346 667	Manulife Financial Corporation	6 750	7 190	
110 000	Milestone Apartments Real Estate Investment Trust	1 352	1 656	
191 400	Power Corporation of Canada	5 310	5 539	
9 200	Public Storage Inc. Real Estate Investment Trust	2 671	3 154	
257 800	Royal Bank of Canada*	11 170	19 116	
11 300	Signature Bank	2 256	2 398	
94 000	Sun Life Financial Inc.	3 508	4 056	
52 800	Synovus Financial Corp.	2 292	2 366	
333 000	Toronto-Dominion Bank	8 851	18 062	
41 800	Wells Fargo & Company	2 767	3 143	
		99 122	135 384	**26.0**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care				
26 600	Abbott Laboratories	$ 1 622	$ 1 653	
9 100	Alexion Pharmaceuticals Inc.	2 340	2 402	
3 300	Allergan plc	1 355	1 427	
14 100	Amgen Inc.	2 957	3 167	
4 300	Biogen Inc.	1 771	1 823	
65 300	Boston Scientific Corp.	1 607	1 666	
33 900	Bristol-Myers Squibb Co.	2 661	3 227	
10 100	Celgene Corp.	1 687	1 674	
325 500	CRH Medical Corp.	1 126	1 335	
25 700	Edwards Lifesciences Corp.	2 504	2 809	
26 700	Eli Lilly & Co.	3 092	3 112	
14 200	Johnson & Johnson	1 946	2 018	
255 000	Prometic Life Sciences Inc.	663	857	
13 200	STERIS Plc.	1 327	1 376	
12 600	Thermo Fisher Scientific Inc.	2 304	2 473	
49 200	Valeant Pharmaceuticals International Inc.	2 757	6 916	
		31 719	37 935	**7.3**
Industrials				
92 000	Aecon Group Inc.	1 236	1 416	
11 700	Boeing Co.	2 197	2 340	
432 200	Bombardier Inc., Class B	963	579	
29 600	Boyd Group Income Fund	1 013	1 957	
167 000	Canadian National Railway Co.	4 354	12 917	
16 000	Canadian Pacific Railway Ltd.	3 102	2 828	
24 500	Danaher Corp.	2 978	3 148	
40 000	Delta Air Lines Inc.	2 590	2 806	
144 300	General Electric Company	5 394	6 217	
11 900	Lockheed Martin Corporation	3 240	3 576	
12 100	Northrop Grumman Corp.	2 812	3 161	
9 900	Raytheon Company	1 623	1 705	
100 000	Westshore Terminals Investment Corp.	1 140	1 165	
		32 642	43 815	**8.4**
Information Technology				
21 800	Accenture Plc., Class A	2 976	3 152	
19 100	Adobe Systems Inc.	2 294	2 482	
9 400	Alphabet Inc., Class A	8 733	10 119	
39 400	Apple Inc.	5 648	5 737	
111 000	BlackBerry Ltd.	1 450	1 425	
49 000	CGI Group Inc., Class A	1 642	2 715	
31 800	Ciena Corp.	981	910	
51 800	Cisco Systems Inc.	1 918	1 946	
47 900	Facebook Inc., Class A	5 576	6 937	
75 800	Intel Corp.	3 165	3 613	
25 700	MasterCard Inc.	3 008	3 465	
87 000	Microsoft Corp.	5 391	6 676	
18 600	Open Text Corp.	1 169	1 234	
8 800	Palo Alto Networks Inc.	2 199	2 144	
309 000	Redknee Solutions Inc.	1 542	918	
24 300	Salesforce.com Inc.	2 255	2 635	
13 300	ServiceNow Inc.	1 605	1 593	
47 500	Teradyne Inc.	1 310	1 359	
25 400	Texas Instruments Inc.	1 977	1 926	
47 100	Visa Inc., Class A	3 831	5 054	
		58 670	66 040	**12.7**
Materials				
51 500	Agnico Eagle Mines Ltd.	$ 1 718	$ 1 873	
26 100	Agrium Inc.	1 773	3 228	
15 600	Ball Corp.	1 536	1 570	
24 300	Celanese Corp.	2 254	2 264	
112 000	Detour Gold Corp.	1 242	1 614	
81 000	Dominion Diamond Corp.	1 572	1 145	
183 000	Goldcorp Inc.	6 155	2 926	
211 500	Lundin Mining Corp.	1 116	804	
21 300	Methanex Corp.	1 433	973	
425 000	OceanaGold Corp.	1 023	1 122	
123 600	Potash Corporation of Saskatchewan Inc.	3 446	2 929	
82 000	Silver Wheaton Corp.	2 185	1 410	
149 948	Tahoe Resources Inc.	2 605	1 795	
93 400	Teck Resources Ltd., Class B	2 565	499	
977 400	Torex Gold Resources Inc.	1 497	1 232	
630 000	Western Forest Products Inc.	1 558	1 424	
		33 678	26 808	**5.2**
Telecommunication Services				
111 500	BCE Inc.	3 952	5 961	
143 000	TELUS Corp.	3 361	5 471	
		7 313	11 432	**2.2**
Utilities				
143 700	Algonquin Power & Utilities Corp.	1 009	1 568	
16 700	American Electric Power	1 351	1 346	
203 809	Crius Energy Trust	1 635	1 794	
34 700	SCANA Corp.	2 838	2 904	
128 000	Superior Plus Corp.	976	1 377	
137 000	TransAlta Renewables Inc., Subscription Receipts	1 336	1 415	
		9 145	10 404	**2.0**
TOTAL NORTH AMERICAN EQUITIES		413 582	483 762	**93.1**

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

December 31, 2015

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
1 520	Bank of Montreal	$ 1 519	$ 1 519	
1 660	Bank of Nova Scotia	1 659	1 659	
4 733	Canadian Imperial Bank of Commerce	4 731	4 731	
5 550	Government of Canada Treasury Bills	5 542	5 542	
20 950	Toronto-Dominion Bank	20 936	20 936	
TOTAL SHORT-TERM INVESTMENTS		34 387	34 387	**6.6**
TOTAL INVESTMENTS		447 969	518 149	**99.7**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	101	–
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(91)	–
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	2 764	**0.5**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(1 755)	**(0.3)**
TOTAL PORTFOLIO		$ 447 969	519 168	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			695	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 519 863	**100.0**

SCHEDULE A

Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
82	The S&P/TSX 60 Index Future, March 2016 Contracts at 754.74 per contract	$ 12 378	$ 101
		$ 12 378	$ 101

Number of Contracts		Contracted Value	Unrealized Loss
85	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 050.90 per contract	$ 11 843	$ (91)
		$ 11 843	$ (91)
TOTAL FUTURES		$ 24 221	$ 10

$5 550 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 19 825 Sold USD 14 200 @ 1.3961	13-Jan-16	$ 177
Bought USD 4 200 Sold CAD 5 466 @ 0.7684	13-Jan-16	345
Bought USD 10 000 Sold CAD 13 011 @ 0.7686	13-Jan-16	825
Bought CAD 269 Sold USD 194 @ 1.3874	26-Jan-16	1
Bought CAD 18 847 Sold USD 13 500 @ 1.3961	29-Jan-16	168
Bought USD 3 100 Sold CAD 4 146 @ 0.7477	29-Jan-16	143
Bought USD 12 300 Sold CAD 16 449 @ 0.7478	29-Jan-16	570
Bought CAD 194 Sold USD 140 @ 1.3830	03-Feb-16	–
Bought CAD 290 Sold USD 209 @ 1.3884	09-Feb-16	1
Bought USD 100 Sold CAD 132 @ 0.7596	09-Feb-16	7
Bought USD 6 700 Sold CAD 8 961 @ 0.7477	17-Feb-16	309
Bought USD 632 Sold CAD 867 @ 0.7289	18-Feb-16	7
Bought USD 968 Sold CAD 1 287 @ 0.7521	23-Feb-16	52
Bought USD 180 Sold CAD 240 @ 0.7500	24-Feb-16	9
Bought USD 400 Sold CAD 534 @ 0.7493	25-Feb-16	20
Bought USD 739 Sold CAD 987 @ 0.7490	07-Mar-16	36
Bought USD 170 Sold CAD 233 @ 0.7286	08-Mar-16	2
Bought USD 695 Sold CAD 927 @ 0.7501	10-Mar-16	35
Bought CAD 207 Sold USD 150 @ 1.3814	16-Mar-16	–
Bought CAD 6 328 Sold USD 4 533 @ 1.3961	22-Mar-16	57
		$ 2 764

Contracts	Maturity Date	Unrealized Loss
Bought CAD 281 Sold USD 209 @ 1.3439	04-Jan-16	$ (8)
Bought USD 209 Sold CAD 290 @ 0.7202	04-Jan-16	(1)
Bought CAD 390 Sold USD 300 @ 1.3013	12-Jan-16	(25)
Bought CAD 2 213 Sold USD 1 702 @ 1.3005	21-Jan-16	(142)
Bought CAD 224 Sold USD 170 @ 1.3176	26-Jan-16	(11)
Bought CAD 314 Sold USD 236 @ 1.3316	26-Jan-16	(12)
Bought CAD 317 Sold USD 230 @ 1.3764	26-Jan-16	(2)
Bought CAD 466 Sold USD 353 @ 1.3194	03-Feb-16	(23)
Bought CAD 14 113 Sold USD 10 275 @ 1.3735	04-Feb-16	(104)
Bought CAD 14 899 Sold USD 11 163 @ 1.3346	08-Feb-16	(546)
Bought CAD 743 Sold USD 560 @ 1.3275	11-Feb-16	(31)
Bought CAD 1 599 Sold USD 1 200 @ 1.3324	12-Feb-16	(61)
Bought CAD 1 061 Sold USD 800 @ 1.3265	17-Feb-16	(46)
Bought CAD 966 Sold USD 724 @ 1.3348	18-Feb-16	(35)
Bought CAD 534 Sold USD 400 @ 1.3358	18-Feb-16	(19)
Bought CAD 1 785 Sold USD 1 323 @ 1.3495	18-Feb-16	(45)
Bought CAD 86 Sold USD 63 @ 1.3597	18-Feb-16	(2)

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

SCHEDULE B (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 100 Sold CAD 140 @ 0.7166	18-Feb-16	$ (1)
Bought CAD 166 Sold USD 125 @ 1.3289	19-Feb-16	(7)
Bought CAD 142 Sold USD 107 @ 1.3316	24-Feb-16	(6)
Bought CAD 1 237 Sold USD 929 @ 1.3317	24-Feb-16	(48)
Bought CAD 272 Sold USD 199 @ 1.3672	24-Feb-16	(3)
Bought USD 400 Sold CAD 557 @ 0.7178	24-Feb-16	(4)
Bought CAD 682 Sold USD 510 @ 1.3370	26-Feb-16	(24)
Bought CAD 4 692 Sold USD 3 527 @ 1.3303	01-Mar-16	(188)
Bought CAD 199 Sold USD 149 @ 1.3365	02-Mar-16	(7)
Bought CAD 990 Sold USD 740 @ 1.3373	04-Mar-16	(34)
Bought CAD 2 530 Sold USD 1 894 @ 1.3356	07-Mar-16	(91)
Bought CAD 5 382 Sold USD 4 020 @ 1.3389	08-Mar-16	(179)
Bought CAD 81 Sold USD 61 @ 1.3308	09-Mar-16	(3)
Bought CAD 1 278 Sold USD 957 @ 1.3351	10-Mar-16	(46)
Bought CAD 1 046 Sold USD 757 @ 1.3817	17-Mar-16	(1)
		$ (1 755)
TOTAL FOREIGN EXCHANGE		$ 1 009

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 518 149**	$ 550 939
Cash	**43**	13
Due from investment dealers	**–**	8 438
Subscriptions receivable	**83**	126
Unrealized gain on futures contracts	**101**	–
Futures contracts margin receivable	**1 053**	187
Unrealized gain on foreign exchange contracts	**2 764**	1 384
Dividends receivable, interest accrued and other assets	**835**	933
TOTAL ASSETS	**523 028**	562 020
LIABILITIES		
Due to investment dealers	**199**	–
Redemptions payable	**224**	464
Unrealized loss on futures contracts	**91**	488
Unrealized loss on foreign exchange contracts	**1 755**	1 939
Accounts payable and accrued expenses	**896**	1 013
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**3 165**	3 904
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 519 863**	$ 558 116
Investments at cost	**$ 447 969**	$ 460 700
NAV		
SERIES A	**$ 478 597**	$ 520 202
ADVISOR SERIES	**$ 3 238**	$ 2 921
SERIES D	**$ 30 982**	$ 29 434
SERIES F	**$ 4 291**	$ 3 207
SERIES O	**$ 2 755**	$ 2 352
NAV PER UNIT		
SERIES A	**$ 29.43**	$ 30.22
ADVISOR SERIES	**$ 30.50**	$ 31.30
SERIES D	**$ 30.00**	$ 30.81
SERIES F	**$ 32.23**	$ 33.10
SERIES O	**$ 34.09**	$ 35.03

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 11 862**	$ 10 719
Interest for distribution purposes	**537**	979
Net gain (loss) from futures contracts	**646**	6 427
Other income (loss)	**197**	358
Securities lending revenue (see note 6 in the generic notes)	**88**	42
Net realized gain (loss) on investments	**32 059**	48 012
Net gain (loss) on foreign currencies and other net assets	**(4 698)**	(165)
Change in unrealized gain (loss) on investments	**(18 495)**	376
TOTAL INCOME (LOSS)	**22 196**	66 748
EXPENSES (see notes – Fund Specific Information)		
Management fees	**9 357**	9 509
Administration fees	**811**	818
Independent Review Committee costs	**3**	3
GST/HST	**997**	1 014
Transaction costs	**512**	763
Withholding tax	**496**	483
TOTAL EXPENSES	**12 176**	12 590
INCREASE (DECREASE) IN NAV	**$ 10 020**	$ 54 158
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 9 127**	$ 50 459
ADVISOR SERIES	**$ 38**	$ 257
SERIES D	**$ 708**	$ 2 907
SERIES F	**$ 74**	$ 286
SERIES O	**$ 73**	$ 249
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.55**	$ 2.87
ADVISOR SERIES	**$ 0.58**	$ 2.99
SERIES D	**$ 0.83**	$ 3.19
SERIES F	**$ 1.00**	$ 3.53
SERIES O	**$ 1.39**	$ 4.06

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 10 020**	$ 54 158
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(32 059)**	(48 011)
Change in unrealized loss (gain) on investments	**18 495**	(376)
(Increase) decrease in accrued receivables	**(3)**	(5 713)
Increase (decrease) in accrued payables	**(514)**	(887)
Cost of investments purchased	**(1 577 327)**	(2 082 689)
Proceeds on sales of investments	**1 630 754**	2 127 999
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**49 366**	44 481
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**26 036**	30 462
Cash paid on redemption of redeemable units	**(74 242)**	(73 436)
Distributions paid to holders of redeemable units	**(264)**	(142)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (48 470)**	$ (43 116)
Net increase (decrease) in cash for the period	**896**	1 365
Cash (bank overdraft), beginning of period	**200**	(1 165)
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1 096**	$ 200
Interest received (paid)	**$ 552**	$ 991
Dividends received, net of withholding taxes	**$ 11 645**	$ 10 538

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 520 202**	$ 515 702	**$ 2 921**	$ 2 216	**$ 29 434**	$ 25 417	**$ 3 207**	$ 2 255
INCREASE (DECREASE) IN NAV	**9 127**	50 459	**38**	257	**708**	2 907	**74**	286
Early redemption fees	**–**	–	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**17 124**	21 208	**833**	972	**5 370**	6 485	**1 430**	1 005
Reinvestments of distributions to holders of redeemable units	**19 525**	11 621	**132**	61	**1 518**	858	**183**	76
Redemption of redeemable units	**(67 670)**	(67 063)	**(552)**	(522)	**(4 505)**	(5 359)	**(378)**	(318)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(31 021)**	(34 234)	**413**	511	**2 384**	1 984	**1 235**	763
Distributions from net income	**(1 173)**	(5 061)	**(9)**	(27)	**(344)**	(509)	**(59)**	(56)
Distributions from net gains	**(18 538)**	(6 664)	**(125)**	(36)	**(1 200)**	(365)	**(166)**	(41)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(19 711)**	(11 725)	**(134)**	(63)	**(1 544)**	(874)	**(225)**	(97)
NET INCREASE (DECREASE) IN NAV	**(41 605)**	4 500	**317**	705	**1 548**	4 017	**1 084**	952
NAV AT END OF PERIOD	**$ 478 597**	$ 520 202	**$ 3 238**	$ 2 921	**$ 30 982**	$ 29 434	**$ 4 291**	$ 3 207

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 352**	$ 1 736	**$ 558 116**	$ 547 326
INCREASE (DECREASE) IN NAV	**73**	249	**10 020**	54 158
Early redemption fees	**–**	–	**1**	–
Proceeds from redeemable units issued	**1 236**	830	**25 993**	30 500
Reinvestments of distributions to holders of redeemable units	**163**	94	**21 521**	12 710
Redemption of redeemable units	**(898)**	(464)	**(74 003)**	(73 726)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**501**	460	**(26 488)**	(30 516)
Distributions from net income	**(64)**	(64)	**(1 649)**	(5 717)
Distributions from net gains	**(107)**	(29)	**(20 136)**	(7 135)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(171)**	(93)	**(21 785)**	(12 852)
NET INCREASE (DECREASE) IN NAV	**403**	616	**(38 253)**	10 790
NAV AT END OF PERIOD	**$ 2 755**	$ 2 352	**$ 519 863**	$ 558 116

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

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)

Concentration risk (%)

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

Investment mix	**December 31 2015**	December 31 2014
Financials	**26.0**	26.4
Information Technology	**12.7**	12.0
Consumer Discretionary	**11.7**	6.3
Energy	**10.7**	13.9
Industrials	**8.4**	7.8
Health Care	**7.3**	8.9
Consumer Staples	**6.9**	5.8
Materials	**5.2**	6.2
Telecommunication Services	**2.2**	2.0
Utilities	**2.0**	2.2
Cash/Other	**6.9**	8.5
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**35.5**	34.6
Total	**35.5**	34.6

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ or - 0.8**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**483 762**	**–**	**–**	**483 762**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**34 387**	**–**	**34 387**
Derivatives – assets	**101**	**2 764**	**–**	**2 865**
Derivatives – liabilities	**(91)**	**(1 755)**	**–**	**(1 846)**
Total financial instruments	**483 772**	**35 396**	**–**	**519 168**
% of total portfolio	**93.2**	**6.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series O	**248**	233
Value of all units	**8**	8

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**17 213**	18 371
Issued number of units	**546**	720
Reinvested number of units	**668**	385
Redeemed number of units	**(2 165)**	(2 263)
Ending number of units	**16 262**	17 213
Advisor Series		
Opening units	**93**	76
Issued number of units	**26**	32
Reinvested number of units	**4**	2
Redeemed number of units	**(17)**	(17)
Ending number of units	**106**	93
Series D		
Opening units	**955**	889
Issued number of units	**168**	215
Reinvested number of units	**51**	28
Redeemed number of units	**(141)**	(177)
Ending number of units	**1 033**	955
Series F		
Opening units	**97**	74
Issued number of units	**41**	31
Reinvested number of units	**6**	2
Redeemed number of units	**(11)**	(10)
Ending number of units	**133**	97
Series O		
Opening units	**67**	53
Issued number of units	**34**	24
Reinvested number of units	**5**	3
Redeemed number of units	**(25)**	(13)
Ending number of units	**81**	67

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**512**	**100**	763	100
Related-party brokerage commissions*	**31**	**6**	53	7
Commission arrangements†	**40**	**8**	39	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 2015	December 31 2014
Fair value of securities loaned	**47 541**	77 990
Fair value of collateral received	**48 492**	79 550

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. DIVIDEND FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
251 100	Comcast Corp., Class A	$ 18 649	$ 19 606	
179 100	Hasbro Inc.	17 438	16 686	
156 800	Home Depot Inc.	21 694	28 694	
(750)	Home Depot Inc., Written Call @ 135.00 January 15, 2016	(127)	(62)	
285 100	Leggett & Platt Inc.	16 699	16 577	
125 400	Lowe's Companies	13 045	13 192	
(600)	Lowe's Companies, Written Call @ 75.00 January 15, 2016	(136)	(146)	
313 600	McDonald's Corp.	38 514	51 264	
149 000	Nike Inc.	13 144	12 889	
159 000	Starbucks Corp.	10 957	13 207	
563 800	Target Corporation	57 244	56 634	
89 200	The Walt Disney Company	12 024	12 970	
349 100	TJX Companies Inc.	31 100	34 253	
		250 245	275 764	**10.5**
Consumer Staples				
1 359 900	Altria Group Inc.	86 432	109 533	
78 400	Clorox Company	13 202	13 757	
521 000	CVS Health Corp.	56 730	70 465	
589 900	PepsiCo Inc.	69 036	81 531	
398 400	Philip Morris International Inc.	40 927	48 454	
930 900	The Coca-Cola Co.	48 750	55 336	
299 000	The Procter & Gamble Co.	30 479	32 848	
		345 556	411 924	**15.6**
Energy				
435 000	Chevron Corp.	48 286	54 133	
527 800	Energy Select Sector SPDR Fund	46 175	44 052	
118 900	Helmerich & Payne	8 964	8 810	
568 600	Occidental Petroleum Corp.	54 688	53 193	
79 600	Phillips 66 Company	8 319	9 009	
		166 432	169 197	**6.4**
Financials				
126 700	Blackstone Group LP	5 382	5 122	
369 900	Capital One Financial Corp.	37 664	36 936	
174 452	Crown Castle International Corp. Real Estate Investment Trust	18 777	20 868	
327 600	iShares Dow Jones US Real Estate Index Fund	32 017	34 032	
875 000	JPMorgan Chase & Co.	65 279	79 945	
1 486 200	KeyCorp	25 989	27 125	
257 600	PNC Bank Corp.	30 709	33 972	
154 185	Simon Property Group Inc.	36 571	41 477	
85 700	Travelers Cos. Inc.	10 981	13 382	
1 060 200	Wells Fargo & Company	66 814	79 709	
		330 183	372 568	**14.1**
Health Care				
342 500	AbbVie Inc.	$ 25 972	$ 28 068	
288 600	Anthem Inc.	51 581	55 683	
437 800	Cardinal Health Inc.	39 570	54 069	
188 400	Gilead Sciences Inc.	25 153	26 379	
583 500	Johnson & Johnson	71 045	82 915	
459 200	Medtronic Plc.	40 703	48 859	
725 200	Merck & Co. Inc.	51 486	53 003	
1 847 944	Pfizer Inc.	73 872	82 540	
419 400	UnitedHealth Group Incorporated	62 806	68 269	
		442 188	499 785	**18.9**
Industrials				
167 700	Boeing Co.	30 369	33 541	
1 871 900	General Electric Company	60 308	80 644	
122 100	Honeywell International Inc.	15 933	17 493	
(600)	Honeywell International Inc., Written Call @ 105.00 January 15, 2016	(130)	(72)	
67 500	Lockheed Martin Corporation	17 747	20 282	
80 200	Northrop Grumman Corp.	17 686	20 953	
124 300	Raytheon Company	18 959	21 412	
92 300	Union Pacific Corp.	11 000	9 987	
88 200	United Technologies Corp.	11 681	11 720	
		183 553	215 960	**8.2**
Information Technology				
598 300	Apple Inc.	85 075	87 112	
65 500	Avago Technologies Ltd.	10 567	13 155	
(300)	Avago Technologies Ltd., Written Call @ 145.00 January 15, 2016	(198)	(166)	
1 811 800	Cisco Systems Inc.	63 546	68 077	
307 500	Fidelity National Information Services Inc.	26 880	25 772	
1 483 400	Intel Corp.	57 787	70 711	
1 300 300	Microsoft Corp.	70 904	99 776	
145 000	Nvidia Corp.	6 560	6 613	
500 600	Oracle Corporation	25 787	25 304	
327 300	Texas Instruments Inc.	20 565	24 823	
(2 000)	Texas Instruments Inc., Written Call @ 60.00 January 15, 2016	(128)	(11)	
		367 345	421 166	**16.0**
Materials				
566 600	Dow Chemical Company	34 088	40 360	
240 200	LyondellBasell Industries N.V.	28 570	28 882	
(1 000)	LyondellBasell Industries N.V., Written Call @ 90.00 January 15, 2016	(265)	(118)	
		62 393	69 124	**2.6**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
1 218 400	AT&T Inc.	$ 54 068	$ 58 012	
		54 068	58 012	**2.2**
Utilities				
158 900	Edison International	12 846	13 015	
164 200	NextEra Energy Inc.	22 323	23 598	
236 600	PG&E Corporation	16 736	17 409	
450 000	Utilities Select Sector SPDR Fund	25 754	26 940	
		77 659	80 962	**3.1**
TOTAL UNITED STATES EQUITIES		2 279 622	2 574 462	**97.6**
SHORT-TERM INVESTMENTS*		64 791	65 406	**2.5**
TOTAL INVESTMENTS		$2 344 413	2 639 868	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 844)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 638 024	**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 0.10% to 0.50% and mature between January 4, 2016 and January 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 639 868**	$ 1 091 287
Cash	**1**	3
Subscriptions receivable	**1 984**	2 141
Dividends receivable, interest accrued and other assets	**4 229**	1 507
TOTAL ASSETS	**2 646 082**	1 094 938
LIABILITIES		
Due to investment dealers	**–**	4 276
Redemptions payable	**5 944**	972
Distributions payable	**65**	–
Accounts payable and accrued expenses	**2 049**	1 569
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**8 058**	6 817
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 638 024**	$ 1 088 121
Investments at cost	**$ 2 344 413**	$ 939 317
NAV		
SERIES A	**$ 746 420**	$ 527 594
ADVISOR SERIES	**$ 287 795**	$ 243 718
ADVISOR T5 SERIES	**$ 1 109**	$ 121
SERIES T5	**$ 3 903**	$ 2 999
SERIES T8	**$ 8 221**	$ 5 838
SERIES H	**$ 9 725**	$ 4 156
SERIES D	**$ 54 023**	$ 34 753
SERIES F	**$ 136 453**	$ 94 864
SERIES FT5	**$ 611**	$ 22
SERIES I	**$ 11 002**	$ 6 248
SERIES O	**$ 1 378 762**	$ 167 808
NAV PER UNIT		
SERIES A	**$ 24.07**	$ 21.63
ADVISOR SERIES	**$ 24.09**	$ 21.64
ADVISOR T5 SERIES	**$ 23.37**	$ 21.35
SERIES T5	**$ 23.72**	$ 21.41
SERIES T8	**$ 11.63**	$ 10.77
SERIES H	**$ 24.11**	$ 21.65
SERIES D	**$ 24.69**	$ 22.15
SERIES F	**$ 26.40**	$ 23.68
SERIES FT5	**$ 25.72**	$ 23.43
SERIES I	**$ 26.58**	$ 23.84
SERIES O	**$ 25.89**	$ 23.23

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 48 966**	$ 22 864
Interest for distribution purposes	**121**	339
Securities lending revenue (see note 6 in the generic notes)	**88**	29
Net realized gain (loss) on investments	**135 223**	121 367
Net gain (loss) on foreign currencies and other net assets	**993**	168
Change in unrealized gain (loss) on investments	**143 485**	47 000
TOTAL INCOME (LOSS)	**328 876**	191 767
EXPENSES (see notes – Fund Specific Information)		
Management fees	**18 065**	12 032
Administration fees	**1 580**	995
Independent Review Committee costs	**3**	3
GST/HST	**2 021**	1 270
Transaction costs	**2 993**	2 147
Withholding tax	**6 038**	2 918
TOTAL EXPENSES	**30 700**	19 365
INCREASE (DECREASE) IN NAV	**$ 298 176**	$ 172 402
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 95 334**	$ 83 645
ADVISOR SERIES	**$ 40 338**	$ 37 180
ADVISOR T5 SERIES	**$ 85**	$ 1
SERIES T5	**$ 526**	$ 417
SERIES T8	**$ 1 036**	$ 855
SERIES H	**$ 1 084**	$ 531
SERIES D	**$ 6 978**	$ 5 289
SERIES F	**$ 18 585**	$ 15 248
SERIES FT5	**$ 48**	$ –
SERIES I	**$ 1 458**	$ 487
SERIES O	**$ 132 704**	$ 28 749
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 4.21**	$ 4.04
ADVISOR SERIES	**$ 4.28**	$ 3.98
ADVISOR T5 SERIES	**$ 4.28**	$ 3.98
SERIES T5	**$ 4.11**	$ 3.90
SERIES T8	**$ 2.02**	$ 1.94
SERIES H	**$ 4.08**	$ 3.93
SERIES D	**$ 4.53**	$ 4.32
SERIES F	**$ 4.92**	$ 4.63
SERIES FT5	**$ 4.39**	$ 1.54
SERIES I	**$ 4.93**	$ 4.54
SERIES O	**$ 3.98**	$ 4.79

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 298 176**	$ 172 402
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(135 223)**	(121 352)
Change in unrealized loss (gain) on investments	**(143 485)**	(47 000)
(Increase) decrease in accrued receivables	**(2 722)**	862
Increase (decrease) in accrued payables	**480**	543
Cost of investments purchased	**(6 935 548)**	(3 947 465)
Proceeds on sales of investments	**5 661 399**	3 719 558
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 256 923)**	(222 452)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 610 775**	453 018
Cash paid on redemption of redeemable units	**(343 499)**	(214 892)
Distributions paid to holders of redeemable units	**(10 355)**	(15 681)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 256 921**	$ 222 445
Net increase (decrease) in cash for the period	**(2)**	(7)
Cash (bank overdraft), beginning of period	**3**	10
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 3
Interest received (paid)	**$ 108**	$ 346
Dividends received, net of withholding taxes	**$ 40 219**	$ 19 192

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 527 594**	$ 369 342	**$ 243 718**	$ 137 259	**$ 121**	$ –	**$ 2 999**	$ 1 805
INCREASE (DECREASE) IN NAV	**95 334**	83 645	**40 338**	37 180	**85**	1	**526**	417
Early redemption fees	**2**	1	**1**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**255 006**	151 267	**63 530**	107 042	**1 015**	120	**923**	1 287
Reinvestments of distributions to holders of redeemable units	**31 388**	51 719	**11 407**	18 920	**24**	4	**55**	148
Redemption of redeemable units	**(130 279)**	(74 628)	**(58 669)**	(35 407)	**(86)**	–	**(422)**	(432)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**156 117**	128 359	**16 269**	90 555	**953**	124	**556**	1 003
Distributions from net income	**(447)**	(527)	**(172)**	(275)	**(2)**	–	**(9)**	(3)
Distributions from net gains	**(32 178)**	(53 225)	**(12 358)**	(21 001)	**(48)**	(4)	**(169)**	(223)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(32 625)**	(53 752)	**(12 530)**	(21 276)	**(50)**	(4)	**(178)**	(226)
NET INCREASE (DECREASE) IN NAV	**218 826**	158 252	**44 077**	106 459	**988**	121	**904**	1 194
NAV AT END OF PERIOD	**$ 746 420**	$ 527 594	**$ 287 795**	$ 243 718	**$ 1 109**	$ 121	**$ 3 903**	$ 2 999

For the periods ended December 31 (see note 2 in the generic notes)	Series T8		Series H		Series D		Series F	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 5 838**	$ 3 391	**$ 4 156**	$ 246	**$ 34 753**	$ 20 520	**$ 94 864**	$ 52 099
INCREASE (DECREASE) IN NAV	**1 036**	855	**1 084**	531	**6 978**	5 289	**18 585**	15 248
Early redemption fees	**–**	–	**–**	–	**6**	–	**–**	–
Proceeds from redeemable units issued	**4 915**	2 903	**6 164**	3 439	**30 173**	19 009	**49 520**	47 774
Reinvestments of distributions to holders of redeemable units	**98**	192	**389**	357	**2 619**	3 481	**5 163**	6 723
Redemption of redeemable units	**(3 104)**	(1 024)	**(1 635)**	(60)	**(17 798)**	(9 921)	**(24 543)**	(17 731)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 909**	2 071	**4 918**	3 736	**15 000**	12 569	**30 140**	36 766
Distributions from net income	**(19)**	(7)	**(18)**	(6)	**(420)**	(267)	**(1 351)**	(886)
Distributions from net gains	**(354)**	(397)	**(415)**	(351)	**(2 288)**	(3 358)	**(5 785)**	(8 363)
Distributions from capital	**(189)**	(75)	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(562)**	(479)	**(433)**	(357)	**(2 708)**	(3 625)	**(7 136)**	(9 249)
NET INCREASE (DECREASE) IN NAV	**2 383**	2 447	**5 569**	3 910	**19 270**	14 233	**41 589**	42 765
NAV AT END OF PERIOD	**$ 8 221**	$ 5 838	**$ 9 725**	$ 4 156	**$ 54 023**	$ 34 753	**$ 136 453**	$ 94 864

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 22**	$ –	**$ 6 248**	$ 1 001	**$ 167 808**	$ 107 685	**$ 1 088 121**	$ 693 348
INCREASE (DECREASE) IN NAV	**48**	–	**1 458**	487	**132 704**	28 749	**298 176**	172 402
Early redemption fees	**–**	–	**–**	–	**–**	–	**9**	1
Proceeds from redeemable units issued	**709**	22	**5 643**	8 149	**1 193 020**	112 457	**1 610 618**	453 469
Reinvestments of distributions to holders of redeemable units	**19**	1	**325**	197	**68 554**	11 821	**120 041**	93 563
Redemption of redeemable units	**(157)**	–	**(2 083)**	(3 283)	**(109 704)**	(72 932)	**(348 480)**	(215 418)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**571**	23	**3 885**	5 063	**1 151 870**	51 346	**1 382 188**	331 615
Distributions from net income	**(4)**	–	**(122)**	(27)	**(14 700)**	(2 925)	**(17 264)**	(4 923)
Distributions from net gains	**(26)**	(1)	**(467)**	(276)	**(58 920)**	(17 047)	**(113 008)**	(104 246)
Distributions from capital	**–**	–	**–**	–	**–**	–	**(189)**	(75)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(30)**	(1)	**(589)**	(303)	**(73 620)**	(19 972)	**(130 461)**	(109 244)
NET INCREASE (DECREASE) IN NAV	**589**	22	**4 754**	5 247	**1 210 954**	60 123	**1 549 903**	394 773
NAV AT END OF PERIOD	**$ 611**	$ 22	**$ 11 002**	$ 6 248	**$ 1 378 762**	$ 167 808	**$ 2 638 024**	$ 1 088 121

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

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.

Advisor T5 Series and Series FT5 units were started in August 2014.

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 2015**	December 31 2014
Health Care	**18.9**	15.6
Information Technology	**16.0**	16.9
Consumer Staples	**15.6**	13.5
Financials	**14.1**	15.3
Consumer Discretionary	**10.5**	11.0
Industrials	**8.2**	11.0
Energy	**6.4**	8.8
Utilities	**3.1**	4.6
Materials	**2.6**	1.5
Telecommunication Services	**2.2**	–
Cash/Other	**2.4**	1.8
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**100.0**	99.9
Total	**100.0**	99.9

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ or -**	**1.0**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**2 574 462**	**–**	**–**	**2 574 462**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**65 406**	**–**	**65 406**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**2 574 462**	**65 406**	**–**	**2 639 868**
% of total portfolio	**97.5**	**2.5**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.75%
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%

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 2015	December 31 2014
Units held		
Advisor T5 Series	**57**	53
Series T5	**–**	37
Series H	**66**	63
Series FT5	**52**	49
Series I	**62**	58
Series O	**–**	371
Value of all units	**6**	14

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**24 397**	18 244
Issued number of units	**10 831**	7 222
Reinvested number of units	**1 316**	2 512
Redeemed number of units	**(5 531)**	(3 581)
Ending number of units	**31 013**	24 397
Advisor Series		
Opening units	**11 263**	6 774
Issued number of units	**2 693**	5 279
Reinvested number of units	**478**	911
Redeemed number of units	**(2 487)**	(1 701)
Ending number of units	**11 947**	11 263
Advisor T5 Series		
Opening units	**6**	–
Issued number of units	**44**	6
Reinvested number of units	**1**	–
Redeemed number of units	**(4)**	–
Ending number of units	**47**	6
Series T5		
Opening units	**140**	91
Issued number of units	**41**	63
Reinvested number of units	**2**	7
Redeemed number of units	**(18)**	(21)
Ending number of units	**165**	140

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)	2015	2014
Series T8		
Opening units	**542**	338
Issued number of units	**429**	283
Reinvested number of units	**9**	19
Redeemed number of units	**(273)**	(98)
Ending number of units	**707**	542
Series H		
Opening units	**192**	12
Issued number of units	**265**	166
Reinvested number of units	**16**	17
Redeemed number of units	**(70)**	(3)
Ending number of units	**403**	192
Series D		
Opening units	**1 569**	990
Issued number of units	**1 249**	878
Reinvested number of units	**107**	165
Redeemed number of units	**(737)**	(464)
Ending number of units	**2 188**	1 569
Series F		
Opening units	**4 006**	2 350
Issued number of units	**1 916**	2 135
Reinvested number of units	**198**	296
Redeemed number of units	**(950)**	(775)
Ending number of units	**5 170**	4 006
Series FT5		
Opening units	**1**	–
Issued number of units	**28**	1
Reinvested number of units	**1**	–
Redeemed number of units	**(6)**	–
Ending number of units	**24**	1
Series I		
Opening units	**262**	45
Issued number of units	**220**	343
Reinvested number of units	**12**	8
Redeemed number of units	**(80)**	(134)
Ending number of units	**414**	262
Series O		
Opening units	**7 223**	4 944
Issued number of units	**47 559**	5 125
Reinvested number of units	**2 682**	532
Redeemed number of units	**(4 204)**	(3 378)
Ending number of units	**53 260**	7 223

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**2 993**	**100**	2 147	100
Related-party brokerage commissions*	**257**	**9**	127	6
Commission arrangements†	**216**	**7**	177	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 2015	December 31 2014
Fair value of securities loaned	**122 847**	29 131
Fair value of collateral received	**125 304**	29 714

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 2015	December 31 2014
RBC Balanced Growth & Income Class	**0.7**	–
RBC Conservative Growth & Income Fund	**0.2**	–
RBC Select Aggressive Growth Portfolio	**1.9**	–
RBC Select Balanced Portfolio	**15.0**	–
RBC Select Conservative Portfolio	**17.3**	–
RBC Select Growth Portfolio	**7.9**	–
RBC U.S. Dividend Class	**4.5**	7.4
Total	**47.5**	7.4

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.

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

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

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
26 300	Amazon.com, Inc.	$ 16 567	$ 24 597	
102 300	Comcast Corp., Class A	8 070	7 988	
34 500	Expedia Inc.	4 391	5 934	
304 200	Ford Motor Company	5 894	5 931	
38 900	Helen Of Troy Ltd.	5 229	5 071	
119 600	Home Depot Inc.	14 463	21 886	
101 900	Kohls Corp.	6 694	6 716	
36 900	Lennar Corp.	2 257	2 497	
112 800	McDonald's Corp.	15 718	18 439	
39 400	Netflix Inc.	6 685	6 236	
198 600	Nike Inc.	13 931	17 179	
23 700	O'Reilly Automotive Inc.	6 631	8 311	
110 200	Ross Stores Inc.	8 162	8 205	
104 200	Royal Caribbean Cruises Ltd.	13 015	14 593	
199 000	Starbucks Corp.	12 261	16 530	
112 300	The Walt Disney Company	14 794	16 328	
114 100	TJX Companies Inc.	10 883	11 195	
130 900	Viacom Inc.	8 290	7 455	
		173 935	205 091	**12.4**
Consumer Staples				
194 200	Altria Group Inc.	14 063	15 642	
57 400	Clorox Company	8 960	10 072	
46 900	Costco Wholesale Corp.	6 754	10 481	
123 800	Dr Pepper Snapple Group Inc.	13 374	15 965	
89 900	Kellogg Co.	8 242	8 990	
79 500	Kimberly-Clark Corp.	12 354	14 001	
146 500	Mondelez International Inc.	7 045	9 090	
144 300	PepsiCo Inc.	15 868	19 944	
325 600	The Coca-Cola Co.	17 113	19 355	
173 900	The Kroger Co.	8 494	10 065	
161 500	The Procter & Gamble Co.	16 822	17 742	
128 200	Tyson Foods Inc.	7 040	9 460	
		136 129	160 807	**9.7**
Energy				
112 100	Chevron Corp.	11 802	13 950	
185 100	ConocoPhillips	12 170	11 958	
46 800	Diamondback Energy Inc.	5 042	4 330	
229 100	Exxon Mobil Corp.	24 584	24 703	
201 800	Halliburton Co.	10 559	9 505	
64 100	Pioneer Natural Resources Co.	11 186	11 121	
		75 343	75 567	**4.6**
Financials				
90 400	ACE Ltd.	13 601	14 614	
229 200	American International Group Inc.	16 455	19 653	
358 500	Bank of New York Mellon Corp.	20 233	20 447	
503 300	Citigroup Inc.	30 521	36 040	
121 600	CME Group Inc., Class A	15 225	15 241	
88 600	E*TRADE Financial Corp.	3 752	3 634	
202 300	Equity Residential Properties Trust	21 299	22 835	
360 800	JPMorgan Chase & Co.	27 316	32 965	
Financials (cont.)				
42 900	Public Storage Inc. Real Estate Investment Trust	$ 12 385	$ 14 707	
285 600	Synchrony Financial	11 719	12 012	
218 300	Synovus Financial Corp.	9 400	9 781	
79 600	The Goldman Sachs Group Inc.	19 627	19 834	
376 200	Wells Fargo & Company	22 980	28 284	
		224 513	250 047	**15.1**
Health Care				
114 700	Abbott Laboratories	6 940	7 128	
21 800	Allergan plc	8 888	9 426	
82 600	Amgen Inc.	18 003	18 553	
404 600	Boston Scientific Corp.	10 084	10 324	
241 900	Bristol-Myers Squibb Co.	17 595	23 025	
136 600	Cardinal Health Inc.	15 388	16 870	
42 900	Celgene Corp.	7 167	7 109	
194 000	Eli Lilly & Co.	18 466	22 613	
97 400	Gilead Sciences Inc.	12 484	13 638	
158 900	Johnson & Johnson	20 669	22 580	
192 200	Medtronic Plc.	17 060	20 450	
166 000	Merck & Co. Inc.	11 951	12 132	
331 500	Pfizer Inc.	13 216	14 807	
112 100	UnitedHealth Group Incorporated	14 029	18 247	
		191 940	216 902	**13.2**
Industrials				
83 100	Boeing Co.	14 973	16 621	
73 100	Danaher Corp.	8 938	9 393	
218 000	Delta Air Lines Inc.	12 654	15 290	
822 800	General Electric Company	28 593	35 447	
100 000	Honeywell International Inc.	11 764	14 327	
51 900	Illinois Tool Works Inc.	6 470	6 653	
73 400	Lockheed Martin Corporation	16 640	22 055	
272 700	Masco Corp.	10 798	10 679	
85 100	Raytheon Company	13 178	14 659	
106 900	Stanley Black & Decker Inc.	15 024	15 784	
61 500	Union Pacific Corp.	6 947	6 655	
		145 979	167 563	**10.2**
Information Technology				
112 800	Accenture Plc., Class A	14 119	16 311	
48 900	Alphabet Inc., Class A	40 529	52 642	
307 700	Apple Inc.	37 788	44 801	
326 000	Applied Materials Inc.	7 821	8 422	
449 200	Cisco Systems Inc.	15 026	16 878	
102 300	Electronic Arts Inc.	10 051	9 727	
178 400	Facebook Inc., Class A	19 576	25 836	
498 100	HP Inc.	8 388	8 160	
497 100	Intel Corp.	19 486	23 696	
144 100	MasterCard Inc.	18 734	19 428	
781 300	Microsoft Corp.	45 643	59 952	
78 100	Oracle Corporation	4 045	3 948	
157 000	Salesforce.com Inc.	13 874	17 026	
167 000	Texas Instruments Inc.	12 951	12 665	
115 200	Xilinx Inc.	7 479	7 487	
		275 510	326 979	**19.8**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
74 500	Ball Corp.	$ 7 310	$ 7 497	
112 100	Celanese Corp.	10 339	10 444	
159 200	Newmont Mining Corporation	3 698	3 963	
56 100	Vulcan Materials Co.	7 490	7 372	
		28 837	29 276	**1.8**
Telecommunication Services				
284 200	AT&T Inc.	12 672	13 532	
		12 672	13 532	**0.8**
Utilities				
725 400	NiSource Inc.	18 625	19 583	
225 900	PPL Corporation	10 151	10 664	
		28 776	30 247	**1.8**
TOTAL COMMON EQUITIES		1 293 634	1 476 011	**89.4**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
2 178 263	RBC U.S. Mid-Cap Equity Fund*	$ 53 540	$ 69 043	
5 142 918	RBC U.S. Mid-Cap Value Equity Fund*	62 210	68 242	
879 541	RBC U.S. Small-Cap Core Equity Fund*	10 719	16 091	
TOTAL MUTUAL FUND UNITS		126 469	153 376	**9.3**
SHORT-TERM INVESTMENTS†		19 498	19 693	**1.2**
TOTAL INVESTMENTS		$1 439 601	1 649 080	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 946	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 651 026	**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 0.15% to 0.67% and mature between January 4, 2016 and January 20, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 649 080**	$ 3 660 741
Cash	**58**	1
Due from investment dealers	**–**	5 797
Subscriptions receivable	**1 241**	544
Dividends receivable, interest accrued and other assets	**2 182**	3 243
TOTAL ASSETS	**1 652 561**	3 670 326
LIABILITIES		
Redemptions payable	**459**	9 280
Accounts payable and accrued expenses	**1 076**	1 150
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 535**	10 430
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 651 026**	$ 3 659 896
Investments at cost	**$ 1 439 601**	$ 3 157 897
NAV		
SERIES A	**$ 558 417**	$ 549 483
ADVISOR SERIES	**$ 8 930**	$ 7 790
SERIES H	**$ 228**	$ 756
SERIES D	**$ 27 576**	$ 21 752
SERIES F	**$ 6 483**	$ 7 556
SERIES I	**$ 21 421**	$ 2 546
SERIES O	**$ 1 027 971**	$ 3 070 013
NAV PER UNIT		
SERIES A	**$ 27.27**	$ 29.93
ADVISOR SERIES	**$ 27.39**	$ 30.07
SERIES H	**$ 27.37**	$ 30.06
SERIES D	**$ 28.60**	$ 31.44
SERIES F	**$ 30.70**	$ 33.78
SERIES I	**$ 30.97**	$ 34.14
SERIES O	**$ 29.46**	$ 32.61

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 60 471**	$ 67 801
Interest for distribution purposes	**66**	132
Other income received from underlying funds	**1 013**	1 851
Securities lending revenue (see note 6 in the generic notes)	**187**	135
Capital gains received from underlying funds	**15 141**	38 601
Net realized gain (loss) on investments	**733 375**	745 768
Net gain (loss) on foreign currencies and other net assets	**(22 038)**	7 824
Change in unrealized gain (loss) on investments	**(318 295)**	(163 384)
TOTAL INCOME (LOSS)	**469 920**	698 728
EXPENSES (see notes – Fund Specific Information)		
Management fees	**10 441**	9 399
Administration fees	**1 321**	1 481
Independent Review Committee costs	**3**	3
GST/HST	**1 223**	1 139
Transaction costs	**4 762**	10 371
Withholding tax	**6 129**	9 575
TOTAL EXPENSES	**23 879**	31 968
INCREASE (DECREASE) IN NAV	**$ 446 041**	$ 666 760
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 73 471**	$ 81 602
ADVISOR SERIES	**$ 1 084**	$ 1 119
SERIES H	**$ 92**	$ 57
SERIES D	**$ 3 400**	$ 3 199
SERIES F	**$ 1 135**	$ 1 097
SERIES I	**$ 550**	$ 363
SERIES O	**$ 366 309**	$ 579 323
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 5.98**	$ 4.64
ADVISOR SERIES	**$ 6.11**	$ 4.69
SERIES H	**$ 5.44**	$ 2.02
SERIES D	**$ 6.78**	$ 5.15
SERIES F	**$ 7.19**	$ 5.62
SERIES I	**$ 8.13**	$ 5.93
SERIES O	**$ 5.80**	$ 5.71

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 446 041**	$ 666 760
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(733 375)**	(745 516)
Change in unrealized loss (gain) on investments	**318 295**	163 384
(Increase) decrease in accrued receivables	**1 061**	65 801
Increase (decrease) in accrued payables	**(74)**	(54 182)
Cost of investments purchased	**(8 707 104)**	(17 255 796)
Proceeds on sales of investments	**11 139 642**	18 281 216
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**2 464 486**	1 121 667
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**621 929**	758 676
Cash paid on redemption of redeemable units	**(3 081 620)**	(1 877 599)
Distributions paid to holders of redeemable units	**(4 738)**	(2 754)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (2 464 429)**	$ (1 121 677)
Net increase (decrease) in cash for the period	**57**	(10)
Cash (bank overdraft), beginning of period	**1**	11
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 58**	$ 1
Interest received (paid)	**$ 66**	$ 133
Dividends received, net of withholding taxes	**$ 55 402**	$ 58 362

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 549 483**	$ 482 220	**$ 7 790**	$ 5 949	**$ 756**	$ –	**$ 21 752**	$ 15 589
INCREASE (DECREASE) IN NAV	**73 471**	81 602	**1 084**	1 119	**92**	57	**3 400**	3 199
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**46 298**	70 312	**1 972**	2 590	**–**	728	**10 288**	10 423
Reinvestments of distributions to holders of redeemable units	**110 239**	55 741	**1 730**	790	**–**	53	**5 715**	2 263
Redemption of redeemable units	**(108 243)**	(82 659)	**(1 838)**	(1 842)	**(563)**	–	**(7 729)**	(7 393)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**48 294**	43 394	**1 864**	1 538	**(563)**	781	**8 274**	5 295
Distributions from net income	**(12 437)**	–	**(199)**	–	**(7)**	–	**(855)**	(53)
Distributions from net gains	**(100 394)**	(57 733)	**(1 609)**	(816)	**(50)**	(82)	**(4 995)**	(2 278)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(112 831)**	(57 733)	**(1 808)**	(816)	**(57)**	(82)	**(5 850)**	(2 331)
NET INCREASE (DECREASE) IN NAV	**8 934**	67 263	**1 140**	1 841	**(528)**	756	**5 824**	6 163
NAV AT END OF PERIOD	**$ 558 417**	$ 549 483	**$ 8 930**	$ 7 790	**$ 228**	$ 756	**$ 27 576**	$ 21 752

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 7 556**	$ 6 354	**$ 2 546**	$ 1 663	**$ 3 070 013**	$ 3 612 380	**$ 3 659 896**	$ 4 124 155
INCREASE (DECREASE) IN NAV	**1 135**	1 097	**550**	363	**366 309**	579 323	**446 041**	666 760
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**2 552**	2 841	**21 681**	1 138	**539 835**	670 323	**622 626**	758 355
Reinvestments of distributions to holders of redeemable units	**987**	379	**370**	124	**153 055**	370 289	**272 096**	429 639
Redemption of redeemable units	**(4 325)**	(2 306)	**(3 054)**	(442)	**(2 947 047)**	(1 791 980)	**(3 072 799)**	(1 886 622)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(786)**	914	**18 997**	820	**(2 254 157)**	(751 368)	**(2 178 077)**	(698 626)
Distributions from net income	**(223)**	(34)	**(91)**	(15)	**(31 094)**	(47 797)	**(44 906)**	(47 899)
Distributions from net gains	**(1 199)**	(775)	**(581)**	(285)	**(123 100)**	(322 525)	**(231 928)**	(384 494)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 422)**	(809)	**(672)**	(300)	**(154 194)**	(370 322)	**(276 834)**	(432 393)
NET INCREASE (DECREASE) IN NAV	**(1 073)**	1 202	**18 875**	883	**(2 042 042)**	(542 367)	**(2 008 870)**	(464 259)
NAV AT END OF PERIOD	**$ 6 483**	$ 7 556	**$ 21 421**	$ 2 546	**$ 1 027 971**	$ 3 070 013	**$ 1 651 026**	$ 3 659 896

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

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.

Series H units were started in August 2014.

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 2015	December 31 2014
Information Technology	**19.8**	20.2
Financials	**15.1**	13.7
Health Care	**13.2**	12.1
Consumer Discretionary	**12.4**	11.8
Industrials	**10.2**	10.7
Consumer Staples	**9.7**	9.1
United States Equity Funds	**9.3**	9.6
Energy	**4.6**	6.4
Materials	**1.8**	1.3
Utilities	**1.8**	3.8
Telecommunication Services	**0.8**	–
Cash/Other	**1.3**	1.3
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**100.0**	100.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**1 476 011**	**–**	**–**	**1 476 011**
Mutual fund units	**153 376**	**–**	**–**	**153 376**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**19 693**	**–**	**19 693**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 629 387**	**19 693**	**–**	**1 649 080**
% of total portfolio	**98.8**	**1.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

December 31, 2015

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 2015	December 31 2014
Units held		
Series H	**47**	37
Series I	**375**	295
Series O	**343**	267
Value of all units	**22**	20

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	**4.2**	**11.0**	4.3	13.4
RBC U.S. Mid-Cap Value Equity Fund	**4.1**	**14.2**	4.3	62.8
RBC U.S. Small-Cap Core Equity Fund	**1.0**	**10.4**	1.0	26.9

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**18 356**	16 883
Issued number of units	**1 454**	2 358
Reinvested number of units	**4 067**	1 848
Redeemed number of units	**(3 399)**	(2 733)
Ending number of units	**20 478**	18 356
Advisor Series		
Opening units	**259**	208
Issued number of units	**61**	85
Reinvested number of units	**64**	26
Redeemed number of units	**(58)**	(60)
Ending number of units	**326**	259
Series H		
Opening units	**25**	–
Issued number of units	**–**	23
Reinvested number of units	**–**	2
Redeemed number of units	**(17)**	–
Ending number of units	**8**	25

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)	2015	2014
Series D		
Opening units	**692**	523
Issued number of units	**306**	330
Reinvested number of units	**201**	71
Redeemed number of units	**(235)**	(232)
Ending number of units	**964**	692
Series F		
Opening units	**224**	198
Issued number of units	**75**	83
Reinvested number of units	**32**	11
Redeemed number of units	**(120)**	(68)
Ending number of units	**211**	224
Series I		
Opening units	**75**	51
Issued number of units	**693**	33
Reinvested number of units	**12**	4
Redeemed number of units	**(88)**	(13)
Ending number of units	**692**	75
Series O		
Opening units	**94 137**	116 449
Issued number of units	**17 704**	20 902
Reinvested number of units	**5 227**	11 278
Redeemed number of units	**(82 178)**	(54 492)
Ending number of units	**34 890**	94 137

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**4 762**	**100**	10 371	100
Related-party brokerage commissions*	**366**	**8**	730	7
Commission arrangements†	**458**	**10**	604	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 2015	December 31 2014
Fair value of securities loaned	**37 707**	75 491
Fair value of collateral received	**38 461**	77 001

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 2015	December 31 2014
RBC Select Aggressive Growth Portfolio	**1.5**	2.0
RBC Select Balanced Portfolio	**11.8**	25.9
RBC Select Conservative Portfolio	**13.4**	36.1
RBC Select Growth Portfolio	**6.2**	9.7
RBC Select Very Conservative Portfolio	**–**	8.6
RBC Target 2020 Education Fund	**0.9**	0.4
RBC Target 2025 Education Fund	**2.0**	0.8
RBC Target 2030 Education Fund	**0.9**	0.2
RBC U.S. Equity Class	**1.9**	–
Total	**38.6**	83.7

Fund merger (000s)

At the close of business on November 27, 2015, the RBC Private U.S. Equity Pool was merged into the RBC U.S 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. Equity Pool (the "Terminated Fund") and the RBC U.S Equity Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	$ 437 372
Exchange ratio Series I	0.47
Units issued by Continuing Fund Series I	645
Exchange ratio Series O	0.49
Units issued by Continuing Fund Series O	14 150

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.

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

As at November 27, 2015, 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 November 27, 2015. 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 November 27, 2015. 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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. EQUITY CURRENCY NEUTRAL FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
700	Amazon.com, Inc.	$ 389	$ 655	
2 700	Comcast Corp., Class A	218	211	
800	Expedia Inc.	97	138	
8 100	Ford Motor Company	157	158	
1 000	Helen Of Troy Ltd.	134	130	
3 200	Home Depot Inc.	314	586	
2 700	Kohls Corp.	177	178	
1 000	Lennar Corp.	59	68	
3 100	McDonald's Corp.	426	507	
1 000	Netflix Inc.	170	158	
2 500	Nike Inc.	158	216	
600	O'Reilly Automotive Inc.	159	210	
2 900	Ross Stores Inc.	215	216	
2 800	Royal Caribbean Cruises Ltd.	356	392	
5 000	Starbucks Corp.	271	415	
3 000	The Walt Disney Company	399	436	
3 200	TJX Companies Inc.	316	314	
3 400	Viacom Inc.	209	194	
		4 224	5 182	**12.4**
Consumer Staples				
5 600	Altria Group Inc.	411	451	
1 500	Clorox Company	230	263	
1 200	Costco Wholesale Corp.	168	268	
3 500	Dr Pepper Snapple Group Inc.	384	451	
2 300	Kellogg Co.	211	230	
2 000	Kimberly-Clark Corp.	312	352	
3 500	Mondelez International Inc.	166	217	
3 900	PepsiCo Inc.	422	539	
8 300	The Coca-Cola Co.	436	493	
4 500	The Kroger Co.	218	260	
4 200	The Procter & Gamble Co.	438	461	
3 300	Tyson Foods Inc.	176	244	
		3 572	4 229	**10.1**
Energy				
2 900	Chevron Corp.	307	361	
4 000	ConocoPhillips	276	258	
1 200	Diamondback Energy Inc.	129	112	
6 300	Exxon Mobil Corp.	674	680	
5 500	Halliburton Co.	295	260	
1 300	Pioneer Natural Resources Co.	227	227	
		1 908	1 898	**4.6**
Financials				
3 100	ACE Ltd.	467	501	
6 300	American International Group Inc.	447	540	
9 500	Bank of New York Mellon Corp.	537	542	
13 600	Citigroup Inc.	837	974	
2 700	CME Group Inc., Class A	338	338	
2 400	E*TRADE Financial Corp.	102	98	
5 400	Equity Residential Properties Trust	572	610	
9 600	JPMorgan Chase & Co.	685	877	
1 100	Public Storage Inc. Real Estate Investment Trust	309	377	
7 300	Synchrony Financial	298	307	
5 400	Synovus Financial Corp.	232	242	
2 100	The Goldman Sachs Group Inc.	518	523	
9 700	Wells Fargo & Company	545	729	
		5 887	6 658	**15.9**
Health Care				
2 900	Abbott Laboratories	175	180	
500	Allergan plc	204	216	
2 200	Amgen Inc.	485	494	
10 600	Boston Scientific Corp.	263	270	
6 200	Bristol-Myers Squibb Co.	402	590	
3 700	Cardinal Health Inc.	419	457	
1 100	Celgene Corp.	184	182	
5 100	Eli Lilly & Co.	486	594	
2 500	Gilead Sciences Inc.	315	350	
4 100	Johnson & Johnson	538	583	
5 200	Medtronic Plc.	449	553	
4 300	Merck & Co. Inc.	309	314	
7 700	Pfizer Inc.	302	344	
2 700	UnitedHealth Group Incorporated	335	440	
		4 866	5 567	**13.3**
Industrials				
2 200	Boeing Co.	394	440	
2 200	Danaher Corp.	267	283	
5 800	Delta Air Lines Inc.	334	407	
20 300	General Electric Company	672	875	
2 600	Honeywell International Inc.	301	372	
1 400	Illinois Tool Works Inc.	175	179	
2 000	Lockheed Martin Corporation	424	601	
7 000	Masco Corp.	277	274	
2 200	Raytheon Company	336	379	
2 700	Stanley Black & Decker Inc.	377	399	
1 800	Union Pacific Corp.	225	195	
		3 782	4 404	**10.5**
Information Technology				
2 900	Accenture Plc., Class A	363	419	
1 300	Alphabet Inc., Class A	988	1 399	
8 300	Apple Inc.	983	1 208	
8 600	Applied Materials Inc.	207	222	
11 800	Cisco Systems Inc.	389	443	
2 700	Electronic Arts Inc.	265	257	
4 800	Facebook Inc., Class A	473	695	
13 400	HP Inc.	247	220	
12 700	Intel Corp.	513	605	
3 500	MasterCard Inc.	455	472	
20 900	Microsoft Corp.	1 145	1 604	
2 100	Oracle Corporation	109	106	
4 000	Salesforce.com Inc.	374	434	
4 500	Texas Instruments Inc.	351	341	
3 400	Xilinx Inc.	221	221	
		7 083	8 646	**20.7**

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

RBC U.S. EQUITY CURRENCY NEUTRAL FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
2 000	Ball Corp.	$ 196	$ 201	
2 900	Celanese Corp.	267	270	
4 200	Newmont Mining Corporation	106	105	
1 400	Vulcan Materials Co.	184	184	
		753	760	**1.8**
Telecommunication Services				
7 300	AT&T Inc.	325	348	
		325	348	**0.8**
Utilities				
20 000	NiSource Inc.	515	540	
5 800	PPL Corporation	267	274	
		782	814	**2.0**
TOTAL COMMON EQUITIES		33 182	38 506	**92.1**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
58 076	RBC U.S. Mid-Cap Equity Fund*	$ 1 218	$ 1 841	
139 618	RBC U.S. Mid-Cap Value Equity Fund*	1 565	1 853	
24 674	RBC U.S. Small-Cap Core Equity Fund*	253	451	
TOTAL MUTUAL FUND UNITS		3 036	4 145	**9.9**
SHORT-TERM INVESTMENTS†		181	181	**0.4**
TOTAL INVESTMENTS		36 399	42 832	**102.4**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	220	**0.5**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 384)	**(3.3)**
TOTAL PORTFOLIO		$ 36 399	41 668	**99.6**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			161	**0.4**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 41 829	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 180 Sold USD 130 @ 1.3898	04-Jan-16	$ 1
Bought USD 500 Sold CAD 668 @ 0.7486	06-Jan-16	23
Bought USD 36 Sold CAD 50 @ 0.7162	06-Jan-16	–
Bought USD 153 Sold CAD 208 @ 0.7367	07-Jan-16	4
Bought CAD 7 958 Sold USD 5 693 @ 1.3979	08-Jan-16	81
Bought USD 20 Sold CAD 27 @ 0.7378	12-Jan-16	1
Bought USD 44 Sold CAD 60 @ 0.7367	12-Jan-16	1
Bought USD 218 Sold CAD 299 @ 0.7289	14-Jan-16	3
Bought CAD 4 309 Sold USD 3 082 @ 1.3980	22-Jan-16	44
Bought CAD 996 Sold USD 718 @ 1.3874	26-Jan-16	3
Bought USD 52 Sold CAD 72 @ 0.7265	26-Jan-16	–
Bought CAD 184 Sold USD 133 @ 1.3830	03-Feb-16	–
Bought CAD 219 Sold USD 158 @ 1.3884	09-Feb-16	1
Bought USD 394 Sold CAD 526 @ 0.7490	07-Mar-16	19
Bought USD 585 Sold CAD 803 @ 0.7286	08-Mar-16	6
Bought CAD 7 Sold USD 5 @ 1.3365	10-Mar-16	–
Bought USD 651 Sold CAD 868 @ 0.7501	10-Mar-16	33
Bought CAD 245 Sold USD 177 @ 1.3817	17-Mar-16	–
		$ 220

Contracts	Maturity Date	Unrealized Loss
Bought CAD 212 Sold USD 158 @ 1.3439	04-Jan-16	$ (6)
Bought USD 158 Sold CAD 219 @ 0.7202	04-Jan-16	(1)
Bought CAD 2 201 Sold USD 1 641 @ 1.3415	06-Jan-16	(69)
Bought USD 100 Sold CAD 139 @ 0.7171	06-Jan-16	(1)
Bought CAD 871 Sold USD 663 @ 1.3131	12-Jan-16	(47)
Bought CAD 1 015 Sold USD 780 @ 1.3011	14-Jan-16	(64)
Bought CAD 91 Sold USD 70 @ 1.2959	14-Jan-16	(6)
Bought CAD 332 Sold USD 255 @ 1.3005	21-Jan-16	(21)
Bought CAD 1 207 Sold USD 916 @ 1.3174	26-Jan-16	(61)
Bought CAD 220 Sold USD 165 @ 1.3316	26-Jan-16	(9)
Bought CAD 1 016 Sold USD 785 @ 1.2943	29-Jan-16	(70)
Bought CAD 2 545 Sold USD 1 961 @ 1.2979	29-Jan-16	(168)
Bought CAD 1 185 Sold USD 900 @ 1.3165	09-Feb-16	(60)
Bought CAD 133 Sold USD 100 @ 1.3331	09-Feb-16	(5)
Bought CAD 912 Sold USD 675 @ 1.3513	09-Feb-16	(22)
Bought CAD 1 489 Sold USD 1 130 @ 1.3177	10-Feb-16	(74)
Bought CAD 80 Sold USD 60 @ 1.3275	11-Feb-16	(3)
Bought CAD 799 Sold USD 600 @ 1.3324	12-Feb-16	(31)
Bought CAD 631 Sold USD 482 @ 1.3090	16-Feb-16	(36)
Bought CAD 395 Sold USD 298 @ 1.3265	17-Feb-16	(17)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 27 Sold USD 20 @ 1.3348	18-Feb-16	$ (1)
Bought CAD 187 Sold USD 140 @ 1.3358	18-Feb-16	(7)
Bought CAD 847 Sold USD 628 @ 1.3495	18-Feb-16	(21)
Bought USD 135 Sold CAD 188 @ 0.7166	18-Feb-16	(2)
Bought CAD 563 Sold USD 423 @ 1.3303	22-Feb-16	(23)
Bought CAD 133 Sold USD 100 @ 1.3300	23-Feb-16	(5)
Bought CAD 253 Sold USD 190 @ 1.3316	24-Feb-16	(10)
Bought CAD 637 Sold USD 478 @ 1.3317	24-Feb-16	(25)
Bought CAD 989 Sold USD 723 @ 1.3672	24-Feb-16	(12)
Bought USD 400 Sold CAD 557 @ 0.7178	24-Feb-16	(4)
Bought CAD 1 771 Sold USD 1 327 @ 1.3346	25-Feb-16	(65)
Bought CAD 154 Sold USD 115 @ 1.3370	26-Feb-16	(5)
Bought CAD 539 Sold USD 405 @ 1.3314	29-Feb-16	(21)
Bought CAD 2 845 Sold USD 2 139 @ 1.3303	01-Mar-16	(114)
Bought CAD 795 Sold USD 595 @ 1.3365	02-Mar-16	(28)
Bought CAD 1 301 Sold USD 973 @ 1.3373	04-Mar-16	(45)
Bought CAD 1 850 Sold USD 1 385 @ 1.3356	07-Mar-16	(66)
Bought CAD 2 071 Sold USD 1 547 @ 1.3389	08-Mar-16	(69)
Bought USD 201 Sold CAD 281 @ 0.7163	08-Mar-16	(3)
Bought USD 90 Sold CAD 125 @ 0.7197	08-Mar-16	(1)
Bought CAD 2 116 Sold USD 1 585 @ 1.3351	10-Mar-16	(77)
Bought CAD 551 Sold USD 405 @ 1.3617	18-Mar-16	(9)
		$ (1 384)
TOTAL FOREIGN EXCHANGE		$ (1 164)

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 42 832**	$ 42 308
Cash	**1**	10
Due from investment dealers	**180**	68
Subscriptions receivable	**24**	36
Unrealized gain on foreign exchange contracts	**220**	58
Dividends receivable, interest accrued and other assets	**59**	38
TOTAL ASSETS	**43 316**	42 518
LIABILITIES		
Redemptions payable	**32**	22
Unrealized loss on foreign exchange contracts	**1 384**	1 107
Accounts payable and accrued expenses	**71**	77
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 487**	1 206
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 41 829**	$ 41 312
Investments at cost	**$ 36 399**	$ 36 293
NAV		
SERIES A	**$ 32 605**	$ 34 495
ADVISOR SERIES	**$ 4 785**	$ 4 228
SERIES D	**$ 1 335**	$ 1 210
SERIES F	**$ 3 102**	$ 1 377
SERIES O	**$ 2**	$ 2
NAV PER UNIT		
SERIES A	**$ 11.60**	$ 12.04
ADVISOR SERIES	**$ 12.23**	$ 12.69
SERIES D	**$ 12.42**	$ 12.78
SERIES F	**$ 12.91**	$ 13.25
SERIES O	**$ 13.58**	$ 13.80

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 937**	$ 734
Interest for distribution purposes	**4**	5
Other income received from underlying funds	**27**	22
Securities lending revenue (see note 6 in the generic notes)	**4**	1
Capital gains received from underlying funds	**407**	449
Net realized gain (loss) on investments	**5 231**	8 090
Net gain (loss) on foreign currencies and other net assets	**(7 498)**	(2 928)
Change in unrealized gain (loss) on investments	**303**	(2 168)
TOTAL INCOME (LOSS)	**(585)**	4 205
EXPENSES (see notes – Fund Specific Information)		
Management fees	**733**	723
Administration fees	**58**	63
Independent Review Committee costs	**3**	3
GST/HST	**87**	86
Transaction costs	**70**	109
Withholding tax	**99**	106
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**1 047**	1 087
INCREASE (DECREASE) IN NAV	**$ (1 632)**	$ 3 118
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 299)**	$ 2 606
ADVISOR SERIES	**$ (203)**	$ 303
SERIES D	**$ (28)**	$ 100
SERIES F	**$ (102)**	$ 109
SERIES O	**$ –**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.45)**	$ 0.84
ADVISOR SERIES	**$ (0.47)**	$ 0.88
SERIES D	**$ (0.37)**	$ 0.99
SERIES F	**$ (0.36)**	$ 1.05
SERIES O	**$ (0.24)**	$ 1.22

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (1 632)**	$ 3 118
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(5 231)**	(8 088)
Change in unrealized loss (gain) on investments	**(303)**	2 168
(Increase) decrease in accrued receivables	**(21)**	725
Increase (decrease) in accrued payables	**(6)**	(577)
Cost of investments purchased	**(222 667)**	(250 946)
Proceeds on sales of investments	**227 680**	259 852
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(2 180)**	6 252
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**13 175**	5 154
Cash paid on redemption of redeemable units	**(11 004)**	(11 397)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 2 171**	$ (6 243)
Net increase (decrease) in cash for the period	**(9)**	9
Cash (bank overdraft), beginning of period	**10**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1**	$ 10
Interest received (paid)	**$ 4**	$ 5
Dividends received, net of withholding taxes	**$ 820**	$ 627

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 34 495**	$ 36 603	**$ 4 228**	$ 5 391	**$ 1 210**	$ 1 167	**$ 1 377**	$ 1 252
INCREASE (DECREASE) IN NAV	**(1 299)**	2 606	**(203)**	303	**(28)**	100	**(102)**	109
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**8 375**	3 800	**1 726**	728	**521**	475	**2 541**	173
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(8 966)**	(8 514)	**(966)**	(2 194)	**(368)**	(532)	**(714)**	(157)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(591)**	(4 714)	**760**	(1 466)	**153**	(57)	**1 827**	16
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(1 890)**	(2 108)	**557**	(1 163)	**125**	43	**1 725**	125
NAV AT END OF PERIOD	**$ 32 605**	$ 34 495	**$ 4 785**	$ 4 228	**$ 1 335**	$ 1 210	**$ 3 102**	$ 1 377

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2**	$ 2	**$ 41 312**	$ 44 415
INCREASE (DECREASE) IN NAV	**–**	–	**(1 632)**	3 118
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**–**	–	**13 163**	5 176
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–
Redemption of redeemable units	**–**	–	**(11 014)**	(11 397)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**–**	–	**2 149**	(6 221)
Distributions from net income	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**–**	–	**517**	(3 103)
NAV AT END OF PERIOD	**$ 2**	$ 2	**$ 41 829**	$ 41 312

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

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:

Investment mix	**December 31 2015**	December 31 2014
Information Technology	**20.7**	20.4
Financials	**15.9**	14.1
Health Care	**13.3**	12.2
Consumer Discretionary	**12.4**	12.4
Industrials	**10.5**	11.0
Consumer Staples	**10.1**	9.4
United States Equity Funds	**9.9**	10.1
Energy	**4.6**	6.5
Utilities	**2.0**	3.9
Materials	**1.8**	1.4
Telecommunication Services	**0.8**	–
Cash/Other	**(2.0)**	(1.4)
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P 500 Total Return Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**38 506**	**–**	**–**	**38 506**
Mutual fund units	**4 145**	**–**	**–**	**4 145**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**181**	**–**	**181**
Derivatives – assets	**–**	**220**	**–**	**220**
Derivatives – liabilities	**–**	**(1 384)**	**–**	**(1 384)**
Total financial instruments	**42 651**	**(983)**	**–**	**41 668**
% of total portfolio	**102.4**	**(2.4)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
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 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC U.S. Mid-Cap Equity Fund	**4.4**	**0.3**	4.4	0.2
RBC U.S. Mid-Cap Value Equity Fund	**4.4**	**0.4**	4.5	0.7
RBC U.S. Small-Cap Core Equity Fund	**1.1**	**0.3**	1.2	0.3

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	9 897
Non-capital losses	109
Non-capital losses expire in:	
2035	23
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)	**2015**	2014
Series A		
Opening units	**2 865**	3 272
Issued number of units	**694**	338
Reinvested number of units	**–**	–
Redeemed number of units	**(748)**	(745)
Ending number of units	**2 811**	2 865
Advisor Series		
Opening units	**333**	457
Issued number of units	**135**	60
Reinvested number of units	**–**	–
Redeemed number of units	**(77)**	(184)
Ending number of units	**391**	333
Series D		
Opening units	**95**	99
Issued number of units	**41**	40
Reinvested number of units	**–**	–
Redeemed number of units	**(29)**	(44)
Ending number of units	**107**	95
Series F		
Opening units	**104**	103
Issued number of units	**190**	14
Reinvested number of units	**–**	–
Redeemed number of units	**(54)**	(13)
Ending number of units	**240**	104
Series O		
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.

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**70**	**100**	109	100
Related-party brokerage commissions*	**5**	**7**	8	7
Commission arrangements†	**7**	**10**	7	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 2015	December 31 2014
Fair value of securities loaned	**577**	753
Fair value of collateral received	**589**	768

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC QUBE U.S. EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
55 900	Amazon.com, Inc.	$ 39 578	$ 52 279	
8 800	Autozone Inc.	8 375	9 034	
75 900	Bed Bath & Beyond Inc.	5 912	5 067	
595 000	Best Buy Co. Inc.	26 305	25 070	
681	Cable One Inc.	184	409	
228 100	Carnival Corp.	15 242	17 190	
145 500	Darden Restaurants Inc.	13 179	12 813	
33 300	Delphi Automotive Plc.	2 583	3 950	
213 500	Ford Motor Company	3 846	4 162	
742 600	General Motors Co.	34 090	34 962	
224 200	Goodyear Tire & Rubber Co.	8 941	10 135	
681	Graham Holdings Co.	300	458	
139 900	Home Depot Inc.	18 058	25 601	
130 729	Kohls Corp.	8 533	8 616	
430 300	Lowe's Companies	37 992	45 266	
322 900	News Corp.	5 535	5 969	
107 200	Nike Inc.	6 826	9 273	
36 890	O'Reilly Automotive Inc.	9 189	12 936	
94 100	Starbucks Corp.	7 468	7 816	
523 400	Target Corporation	53 893	52 575	
59 200	The Walt Disney Company	8 000	8 608	
51 400	TJX Companies Inc.	4 818	5 043	
85 400	Whirlpool Corp.	17 812	17 353	
		336 659	374 585	**14.1**
Consumer Staples				
761 200	Altria Group Inc.	49 536	61 311	
802 232	Archer Daniels Midland Co.	44 109	40 700	
182 500	Clorox Company	25 449	32 023	
347 800	Conagra Inc.	19 977	20 290	
281 000	Dr Pepper Snapple Group Inc.	24 958	36 238	
73 600	General Mills Inc.	5 386	5 871	
206 942	Kimberly-Clark Corp.	29 151	36 446	
13 900	PepsiCo Inc.	1 839	1 921	
1 047 548	The Kroger Co.	35 698	60 632	
72 700	Wal-Mart Stores, Inc.	5 630	6 166	
		241 733	301 598	**11.4**
Energy				
58 400	Cameron International	3 512	5 107	
45 400	Chevron Corp.	5 606	5 650	
328 400	Devon Energy Corporation	19 142	14 541	
54 100	EOG Resources Inc.	6 069	5 299	
63 900	Exxon Mobil Corp.	6 936	6 890	
116 400	Newfield Exploration Company	5 267	5 244	
1 044 600	Noble Corporation plc	17 253	15 250	
34 600	Occidental Petroleum Corp.	3 163	3 238	
41 100	Schlumberger Ltd.	4 138	3 965	
184 400	Transocean Ltd.	3 546	3 159	
507 809	Valero Energy Corp.	39 817	49 685	
		114 449	118 028	**4.5**
Financials				
19 200	Aflac Inc.	$ 1 621	$ 1 590	
658 200	American International Group Inc.	50 308	56 439	
2 359 700	Bank of America Corp.	53 363	54 952	
53 400	Bank of New York Mellon Corp.	2 958	3 046	
39 000	Capital One Financial Corp.	4 208	3 894	
1 252 500	Citigroup Inc.	82 306	89 687	
183 600	Crown Castle International Corp. Real Estate Investment Trust	19 354	21 962	
86 600	Equity Residential Properties Trust	8 338	9 775	
474 954	JPMorgan Chase & Co.	36 068	43 395	
408 900	KeyCorp	6 064	7 463	
950 638	Morgan Stanley	36 147	41 843	
451 500	Navient Corp.	8 393	7 153	
122 500	Suntrust Banks Inc.	6 474	7 262	
63 700	Synchrony Financial	2 640	2 679	
269 800	The Goldman Sachs Group Inc.	62 618	67 228	
109 359	Wells Fargo & Company	6 045	8 222	
		386 905	426 590	**16.1**
Health Care				
67 700	Abbott Laboratories	4 257	4 207	
421 600	AmerisourceBergen Corp.	55 438	60 487	
156 700	Amgen Inc.	30 899	35 197	
14 200	Biogen Inc.	5 585	6 019	
2 500	C.R. Bard Inc.	590	655	
228 131	Cardinal Health Inc.	23 917	28 175	
53 200	Edwards Lifesciences Corp.	4 110	5 814	
425 041	Eli Lilly & Co.	32 895	49 544	
488 800	Gilead Sciences Inc.	65 008	68 440	
14 800	HCA Holdings Inc.	1 343	1 385	
138 815	Johnson & Johnson	19 231	19 725	
14 900	McKesson Corp.	3 853	4 066	
116 000	Merck & Co. Inc.	8 455	8 478	
6 500	Perrigo Company Plc.	1 334	1 301	
93 800	UnitedHealth Group Incorporated	13 539	15 269	
72 500	Waters Corp.	12 408	13 505	
		282 862	322 267	**12.1**
Industrials				
253 600	Boeing Co.	47 208	50 722	
51 200	Cintas Corp.	5 284	6 450	
148 200	Deere & Co.	17 674	15 640	
260 997	Delta Air Lines Inc.	12 150	18 306	
6 200	Equifax Inc.	871	955	
84 500	Expeditors International of Washington, Inc.	5 377	5 273	
348 355	General Dynamics Corp.	57 725	66 193	
112 300	Jacobs Engineering Group Inc.	5 829	6 519	
40 152	Lockheed Martin Corporation	7 554	12 064	
352 100	Masco Corp.	12 293	13 788	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
37 200	Paccar Inc.	$ 2 930	$ 2 440	
155 900	Quanta Services Inc.	4 403	4 368	
618 865	Southwest Airlines	22 046	36 873	
323 600	United Continental Holdings Inc.	23 936	25 657	
37 800	United Parcel Service Inc.	5 047	5 032	
231 700	Waste Management Inc.	15 757	17 106	
		246 084	287 386	**10.8**
Information Technology				
284 800	Accenture Plc., Class A	35 109	41 181	
63 646	Alphabet Inc., Class C	52 791	66 832	
872 159	Apple Inc.	111 833	126 986	
1 792 600	Cisco Systems Inc.	63 568	67 356	
92 700	Cognizant Technology Solutions Corp., Class A	7 347	7 697	
299 903	Computer Sciences Corp.	20 205	13 553	
29 000	Corning Inc.	628	734	
299 903	CSRA Inc.	11 713	12 449	
606 100	eBay Inc.	21 859	23 046	
325 400	Electronic Arts Inc.	20 309	30 942	
62 900	First Solar Inc.	3 939	5 743	
143 400	International Business Machines	27 310	27 297	
69 700	Juniper Networks Inc.	2 632	2 662	
140 972	MasterCard Inc.	13 792	19 006	
809 226	Microsoft Corp.	46 808	62 094	
59 800	Skyworks Solutions Inc.	6 732	6 355	
91 400	Verisign Inc.	6 461	11 048	
73 800	Visa Inc., Class A	6 936	7 919	
58 945	Western Digital Corp.	5 465	4 898	
70 100	Xerox Corp.	927	1 031	
		466 364	538 829	**20.3**
Materials				
48 200	Avery Dennison Corp.	3 845	4 179	
31 000	CF Industries Holdings Inc.	2 348	1 750	
269 946	LyondellBasell Industries N.V.	30 164	32 459	
35 300	Newmont Mining Corporation	875	879	
96 500	Sherwin-Williams Co.	33 930	34 668	
225 000	The Mosaic Co.	11 823	8 590	
		82 985	82 525	**3.1**
Telecommunication Services				
1 494 600	AT&T Inc.	65 585	71 163	
108 400	Verizon Communications Inc.	6 256	6 933	
		71 841	78 096	**2.9**
Utilities				
128 644	Ameren Corporation	$ 6 429	$ 7 695	
337 140	American Electric Power	20 725	27 183	
26 100	Consolidated Edison Inc.	2 214	2 321	
195 271	Entergy Corp.	17 238	18 467	
276 900	NiSource Inc.	7 283	7 475	
318 400	PG&E Corporation	20 982	23 427	
40 900	Pinnacle West Capital Corp.	3 362	3 649	
213 300	PPL Corporation	8 696	10 069	
776 378	Public Service Enterprise Group	36 604	41 548	
10 400	Sempra Energy	1 357	1 353	
		124 890	143 187	**5.4**
TOTAL COMMON EQUITIES		2 354 772	2 673 091	**100.7**
SHORT-TERM INVESTMENTS*		300	300	–
TOTAL INVESTMENTS		$2 355 072	2 673 391	**100.7**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(19 413)	**(0.7)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 653 978	**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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 673 391**	$ 1 330 832
Cash	**2**	3
Due from investment dealers	**1 616**	–
Subscriptions receivable	**437**	21
Dividends receivable, interest accrued and other assets	**1 898**	871
TOTAL ASSETS	**2 677 344**	1 331 727
LIABILITIES		
Due to investment dealers	**–**	811
Redemptions payable	**536**	1
Distributions payable	**22 782**	–
Accounts payable and accrued expenses	**48**	25
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**23 366**	837
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 653 978**	$ 1 330 890
Investments at cost	**$ 2 355 072**	$ 1 163 550
NAV		
SERIES O	**$ 2 653 978**	$ 1 330 890
NAV PER UNIT		
SERIES O	**$ 15.40**	$ 13.93

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 61 598**	$ 16 950
Interest for distribution purposes	**4**	1
Securities lending revenue (see note 6 in the generic notes)	**102**	19
Net realized gain (loss) on investments	**156 669**	23 309
Net gain (loss) on foreign currencies and other net assets	**109**	99
Change in unrealized gain (loss) on investments	**151 037**	166 759
TOTAL INCOME (LOSS)	**369 519**	207 137
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**407**	148
Independent Review Committee costs	**3**	3
GST/HST	**40**	7
Transaction costs	**653**	266
Withholding tax	**6 825**	2 225
Expenses reimbursed by manager	**–**	(3)
TOTAL EXPENSES	**7 928**	2 646
INCREASE (DECREASE) IN NAV	**$ 361 591**	$ 204 491
INCREASE (DECREASE) IN NAV SERIES O	**$ 361 591**	$ 204 491
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES O	**$ 2.76**	$ 3.65

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 361 591**	$ 204 491
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(156 669)**	(23 309)
Change in unrealized loss (gain) on investments	**(151 037)**	(166 759)
(Increase) decrease in accrued receivables	**(1 027)**	(866)
Increase (decrease) in accrued payables	**23**	836
Cost of investments purchased	**(3 538 636)**	(1 752 802)
Proceeds on sales of investments	**2 501 356**	616 743
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(984 399)**	(1 121 666)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 282 647**	1 123 309
Cash paid on redemption of redeemable units	**(298 250)**	(1 650)
Distributions paid to holders of redeemable units	**1**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 984 398**	$ 1 121 659
Net increase (decrease) in cash for the period	**(1)**	(7)
Cash (bank overdraft), beginning of period	**3**	10
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 3
Interest received (paid)	**$ 4**	$ 2
Dividends received, net of withholding taxes	**$ 53 746**	$ 13 857

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 1 330 890**	$ 4 720
INCREASE (DECREASE) IN NAV	**361 591**	204 491
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**1 283 063**	1 123 330
Reinvestments of distributions to holders of redeemable units	**189 339**	38 053
Redemption of redeemable units	**(298 785)**	(1 651)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 173 617**	1 159 732
Distributions from net income	**(54 410)**	(14 386)
Distributions from net gains	**(157 710)**	(23 667)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(212 120)**	(38 053)
NET INCREASE (DECREASE) IN NAV	**1 323 088**	1 326 170
NAV AT END OF PERIOD	**$ 2 653 978**	$ 1 330 890

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

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:

Investment mix	December 31 2015	December 31 2014
Information Technology	**20.3**	20.7
Financials	**16.1**	17.0
Consumer Discretionary	**14.1**	9.1
Health Care	**12.1**	12.2
Consumer Staples	**11.4**	8.9
Industrials	**10.8**	12.2
Utilities	**5.4**	6.7
Energy	**4.5**	6.7
Materials	**3.1**	2.9
Telecommunication Services	**2.9**	3.5
Cash/Other	**(0.7)**	0.1
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**100.0**	100.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 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 30-month (December 31, 2014 – 18-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**2 673 091**	**–**	**–**	**2 673 091**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**300**	**–**	**300**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**2 673 091**	**300**	**–**	**2 673 391**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

December 31, 2015

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%

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 2015	December 31 2014
Units held		
Series O	–	430 761
Value of all units	–	6 000

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series O		
Opening units	**95 546**	418
Issued number of units	**83 279**	92 522
Reinvested number of units	**12 296**	2 732
Redeemed number of units	**(18 768)**	(126)
Ending number of units	**172 353**	95 546

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**653**	**100**	266	100
Related-party brokerage commissions*	**–**	**–**	1	–
Commission arrangements†	**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 2015	December 31 2014
Fair value of securities loaned	**163 388**	67 206
Fair value of collateral received	**166 656**	68 550

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 2015	December 31 2014
RBC Managed Payout Solution	**5.5**	–
RBC Managed Payout Solution – Enhanced	**6.0**	–
RBC Managed Payout Solution – Enhanced Plus	**7.2**	–
RBC Select Aggressive Growth Portfolio	**3.8**	6.6
RBC Select Balanced Portfolio	**38.0**	65.5
RBC Select Conservative Portfolio	**16.5**	–
RBC Select Growth Portfolio	**12.8**	27.4
Total	**89.8**	99.5

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
9 693	Autozone Inc.	$ 7 765	$ 9 951	
6 246	Bed Bath & Beyond Inc.	554	417	
10 173	Carnival Corp.	700	767	
5 644	Delphi Automotive Plc.	607	670	
17 363	Dollar General Corp.	1 564	1 726	
39 421	Ford Motor Company	764	769	
34 316	General Motors Co.	1 477	1 616	
14 108	Genuine Parts Co.	1 623	1 676	
134 179	Home Depot Inc.	17 037	24 554	
135 080	McDonald's Corp.	15 358	22 082	
150 958	Nike Inc.	12 177	13 058	
18 608	O'Reilly Automotive Inc.	6 026	6 525	
44 297	Papa John's International Inc.	3 558	3 424	
26 384	Ross Stores Inc.	1 645	1 964	
17 000	Superior Industries International	421	433	
8 384	The Children's Place Inc.	638	640	
4 503	Thor Industries Inc.	322	350	
200 597	TJX Companies Inc.	16 432	19 682	
26 379	V.F. Corporation	2 428	2 272	
		91 096	112 576	**10.8**
Consumer Staples				
181 111	Altria Group Inc.	12 010	14 588	
97 189	Church & Dwight Co. Inc.	10 432	11 412	
571	Clorox Company	88	100	
245 050	Colgate-Palmolive Company	19 484	22 589	
110 065	Costco Wholesale Corp.	18 881	24 596	
22 696	CVS Health Corp.	2 940	3 070	
75 781	Dr Pepper Snapple Group Inc.	7 033	9 773	
216 893	General Mills Inc.	13 915	17 300	
86 957	Hormel Foods Corp.	5 137	9 513	
69 065	Kimberly-Clark Corp.	9 556	12 164	
32 267	Lancaster Colony Corp.	4 285	5 150	
226 921	PepsiCo Inc.	26 239	31 363	
157 897	The Coca-Cola Co.	8 023	9 386	
33 620	The Hershey Co.	3 559	4 153	
155 645	The Procter & Gamble Co.	16 063	17 099	
209 566	Wal-Mart Stores, Inc.	20 295	17 776	
		177 940	210 032	**20.1**
Energy				
118 648	Exxon Mobil Corp.	12 657	12 794	
2 847	World Fuel Services Corp.	202	152	
		12 859	12 946	**1.2**
Financials				
16 771	Agree Realty Corp. Real Estate Investment Trust	$ 678	$ 789	
143	Alleghany Corp.	90	95	
74 146	American Campus Communities Inc. Real Estate Investment Trust	3 890	4 239	
198 623	American Financial Group Inc.	15 375	19 810	
46 673	American Tower Corp. Real Estate Investment Trust	5 669	6 261	
2 500	Aspen Insurance Holdings Ltd.	153	167	
6 001	AvalonBay Communities Inc. Real Estate Investment Trust	1 412	1 528	
38 274	Bank of New York Mellon Corp.	2 022	2 183	
126 794	Berkshire Hathaway Inc., Class B	21 698	23 153	
6 449	Camden Property Trust	654	685	
5 458	Capital One Financial Corp.	520	545	
43 368	Care Capital Properties Inc. Real Estate Investment Trust	1 901	1 834	
9 362	Cincinnati Financial Corp.	702	766	
46 036	Citigroup Inc.	3 270	3 296	
3 473	Commerce Bancshares Inc.	193	204	
29 024	Crown Castle International Corp. Real Estate Investment Trust	3 130	3 472	
6 966	EPR Properties Real Estate Investment Trust	511	563	
5 577	Extra Space Storage Inc. Real Estate Investment Trust	564	681	
3 940	Factset Research Systems Inc.	798	886	
43 973	Government Properties Income Trust Real Estate Investment Trust	1 222	966	
6 095	Hanover Insurance Group Inc.	631	686	
66 657	HCP Inc. Real Estate Investment Trust	3 432	3 528	
29 597	Highwoods Properties Inc.	1 689	1 785	
27 497	Hospitality Properties Trust	961	995	
31 184	Loews Corp.	1 523	1 657	
112 910	Marsh & McLennan Companies Inc.	8 007	8 663	
25 682	Mid-America Apartment Communities Inc. Real Estate Investment Trust	2 807	3 227	
4 547	Northfield Bancorp Inc.	90	100	
9 904	People's United Financial Inc.	206	221	
10 792	PNC Bank Corp.	1 267	1 423	
3 772	Post Properties Inc. Real Estate Investment Trust	300	309	
6 035	ProAssurance Corp.	407	405	
12 339	Public Storage Inc. Real Estate Investment Trust	3 465	4 230	
134 902	Senior Housing Properties Trust Real Estate Investment Trust	2 876	2 770	
1 228	State Street Corp.	112	113	

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

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
9 551	T. Rowe Price Group Inc.	$ 926	$ 945	
5 555	The Goldman Sachs Group Inc.	1 406	1 384	
2 178	The Progressive Corp.	89	96	
2 427	The RMR Group Inc., Class A	40	48	
310 933	U.S. Bancorp	15 632	18 352	
8 494	UDR Inc. Real Estate Investment Trust	393	442	
21 086	Ventas Inc. Real Estate Investment Trust	1 532	1 646	
330 118	Wells Fargo & Company	22 046	24 819	
		134 289	149 967	**14.3**
Health Care				
53 138	Abbott Laboratories	3 002	3 302	
85 022	AmerisourceBergen Corp.	10 385	12 198	
19 281	Bristol-Myers Squibb Co.	1 526	1 835	
177 185	Cardinal Health Inc.	18 910	21 883	
54 243	Eli Lilly & Co.	4 586	6 323	
20 466	Henry Schein Inc.	2 661	4 478	
221 975	Johnson & Johnson	26 744	31 542	
3 949	Magellan Health Inc.	256	337	
17 969	McKesson Corp.	5 086	4 904	
98 864	Merck & Co. Inc.	6 805	7 226	
5 287	Owens & Minor Inc. Holding Co.	262	263	
16 841	Stryker Corp.	1 559	2 165	
32 120	UnitedHealth Group Incorporated	4 519	5 228	
		86 301	101 684	**9.7**
Industrials				
121 364	3M Co.	22 694	25 298	
15 484	Allegiant Travel Co.	3 962	3 597	
14 212	C.H. Robinson Worldwide Inc.	1 278	1 221	
35 952	Cintas Corp.	4 250	4 530	
6 364	Copart Inc.	295	336	
23 781	Equifax Inc.	3 196	3 665	
7 563	Expeditors International of Washington, Inc.	438	473	
21 106	FedEx Corporation	4 559	4 349	
2 133	General Dynamics Corp.	411	405	
26 185	Honeywell International Inc.	3 461	3 751	
29 943	Lockheed Martin Corporation	7 501	8 997	
29 673	Old Dominion Freight Line Inc.	2 572	2 425	
59 743	Republic Services Inc.	3 394	3 636	
4 341	Robert Half International Inc.	278	283	
49 574	Rollins Inc.	1 096	1 777	
4 997	Snap-On Inc.	1 124	1 185	
50 273	Stericycle Inc.	8 271	8 389	
34 713	Toro Co.	3 362	3 511	
34 031	Union Pacific Corp.	4 664	3 682	
50 068	United Parcel Service Inc.	6 190	6 665	
16 966	Werner Enterprises Inc.	636	549	
		83 632	88 724	**8.5**
Information Technology				
93 184	Accenture Plc., Class A	$ 11 469	$ 13 474	
9 063	Alphabet Inc., Class C	5 972	9 517	
3 645	Amphenol Corp., Class A	260	263	
9 455	Ansys Inc.	1 106	1 210	
78 039	Apple Inc.	11 901	11 362	
122 211	Automatic Data Processing Inc.	12 451	14 326	
12 632	Avnet Inc.	736	749	
75 551	Broadridge Financial Solutions Inc.	5 030	5 617	
20 359	Cisco Systems Inc.	759	765	
123 021	Comtech Telecommunications Corp.	4 547	3 420	
10 024	DST Systems Inc.	1 376	1 581	
79 813	Fidelity National Information Services Inc.	6 640	6 689	
100 609	Fiserv Inc.	9 879	12 732	
5 003	Flir Systems Inc.	182	194	
1 337	Gartner Inc.	145	168	
98 060	Ingram Micro Inc.	3 577	4 122	
22 405	International Business Machines	4 346	4 265	
97 738	Intuit Inc.	11 275	13 051	
115 191	Jack Henry & Associates Inc.	7 880	12 442	
73 864	MasterCard Inc.	8 601	9 958	
13 587	Microsoft Corp.	761	1 043	
22 342	Paychex Inc.	1 373	1 634	
51 204	QUALCOMM Inc.	4 439	3 541	
10 990	Sykes Enterprises Inc.	404	468	
68 835	SynOpsys Inc.	4 098	4 344	
23 890	Total System Services Inc.	1 462	1 646	
107 309	Visa Inc., Class A	9 383	11 515	
		130 052	150 096	**14.4**
Materials				
380 049	Newmont Mining Corporation	9 510	9 460	
52 699	Royal Gold Inc.	4 026	2 660	
		13 536	12 120	**1.2**
Telecommunication Services				
305 069	AT&T Inc.	13 342	14 525	
189 815	Verizon Communications Inc.	11 045	12 140	
		24 387	26 665	**2.6**
Utilities				
46 780	Alliant Energy Corp.	3 195	4 042	
115 655	American Electric Power	8 435	9 325	
110 996	American States Water Co.	4 984	6 443	
29 896	Aqua America Inc.	1 030	1 233	
56 967	Atmos Energy Corp.	4 160	4 970	
6 716	Centerpoint Energy Inc.	163	171	
93 246	CMS Energy Corp.	4 160	4 653	
192 518	Consolidated Edison Inc.	15 510	17 117	
17 017	Dominion Resources Inc.	1 499	1 592	
167 324	DTE Energy Company	15 559	18 561	
60 439	Duke Energy Corp.	5 857	5 969	
77 825	Entergy Corp.	7 138	7 360	
2 693	Eversource Energy	180	190	
6 144	FirstEnergy Corporation	250	270	
5 656	Great Plains Energy Inc.	203	214	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities (cont.)				
14 640	NextEra Energy Inc.	$ 1 925	$ 2 104	
13 781	NiSource Inc.	375	372	
10 543	OGE Energy Corp.	390	383	
12 075	PG&E Corporation	825	888	
35 829	Pinnacle West Capital Corp.	2 893	3 197	
94 416	PPL Corporation	4 058	4 457	
163 945	Public Service Enterprise Group	8 396	8 773	
84 853	Questar Corp.	2 375	2 287	
50 166	SCANA Corp.	2 711	4 198	
114 486	Sempra Energy	14 108	14 893	
231 212	Southern Co.	12 421	14 965	
2 000	Southwest Gas Corp.	96	153	
157 414	UGI Corp.	6 541	7 353	
154 059	Vectren Corp.	7 426	9 059	
129 664	WEC Energy Group Inc.	6 609	9 203	
3 185	Westar Energy Inc.	165	187	
292 988	Xcel Energy Inc.	12 055	14 558	
		155 692	179 140	**17.1**
TOTAL UNITED STATES EQUITIES		909 784	1 043 950	**99.9**
SHORT-TERM INVESTMENTS*		3 509	3 495	**0.3**
TOTAL INVESTMENTS		$ 913 293	1 047 445	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 979)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 045 466	**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 0.15% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 047 445**	$ 253 838
Cash	**8**	2
Subscriptions receivable	**2 161**	1 630
Dividends receivable, interest accrued and other assets	**1 522**	416
TOTAL ASSETS	**1 051 136**	255 886
LIABILITIES		
Due to investment dealers	**4 938**	2 492
Redemptions payable	**259**	177
Accounts payable and accrued expenses	**473**	170
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 670**	2 839
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 045 466**	$ 253 047
Investments at cost	**$ 913 293**	$ 212 668
NAV		
SERIES A	**$ 206 910**	$ 67 364
ADVISOR SERIES	**$ 18 622**	$ 8 064
SERIES H	**$ 4 641**	$ 554
SERIES D	**$ 47 633**	$ 25 162
SERIES F	**$ 29 794**	$ 11 841
SERIES I	**$ 6 131**	$ 4 571
SERIES O	**$ 731 735**	$ 135 491
NAV PER UNIT		
SERIES A	**$ 19.31**	$ 16.17
ADVISOR SERIES	**$ 19.10**	$ 16.00
SERIES H	**$ 19.43**	$ 16.23
SERIES D	**$ 19.58**	$ 16.32
SERIES F	**$ 19.50**	$ 16.25
SERIES I	**$ 19.66**	$ 16.38
SERIES O	**$ 19.73**	$ 16.44

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 19 633**	$ 4 378
Interest for distribution purposes	**4**	1
Securities lending revenue (see note 6 in the generic notes)	**15**	2
Net realized gain (loss) on investments	**21 137**	7 798
Net gain (loss) on foreign currencies and other net assets	**(1 231)**	(87)
Change in unrealized gain (loss) on investments	**92 982**	30 225
TOTAL INCOME (LOSS)	**132 540**	42 317
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 484**	1 044
Administration fees	**336**	93
Independent Review Committee costs	**3**	3
GST/HST	**385**	110
Transaction costs	**167**	29
Withholding tax	**2 711**	569
TOTAL EXPENSES	**7 086**	1 848
INCREASE (DECREASE) IN NAV	**$ 125 454**	$ 40 469
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 24 487**	$ 9 424
ADVISOR SERIES	**$ 2 183**	$ 1 317
SERIES H	**$ 444**	$ 11
SERIES D	**$ 6 639**	$ 3 445
SERIES F	**$ 3 866**	$ 2 074
SERIES I	**$ 1 156**	$ 860
SERIES O	**$ 86 679**	$ 23 338
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.78**	$ 3.41
ADVISOR SERIES	**$ 2.86**	$ 3.50
SERIES H	**$ 2.59**	$ 2.89
SERIES D	**$ 3.14**	$ 3.58
SERIES F	**$ 3.06**	$ 3.69
SERIES I	**$ 3.22**	$ 3.74
SERIES O	**$ 3.08**	$ 3.80

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 125 454**	$ 40 469
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(21 137)**	(7 798)
Change in unrealized loss (gain) on investments	**(92 982)**	(30 225)
(Increase) decrease in accrued receivables	**(1 106)**	(178)
Increase (decrease) in accrued payables	**303**	2 264
Cost of investments purchased	**(1 914 059)**	(413 284)
Proceeds on sales of investments	**1 237 017**	311 200
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(666 510)**	(97 552)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**836 863**	144 497
Cash paid on redemption of redeemable units	**(165 747)**	(44 465)
Distributions paid to holders of redeemable units	**(4 600)**	(2 479)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 666 516**	$ 97 553
Net increase (decrease) in cash for the period	**6**	1
Cash (bank overdraft), beginning of period	**2**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 8**	$ 2
Interest received (paid)	**$ 4**	$ 1
Dividends received, net of withholding taxes	**$ 15 816**	$ 3 557

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 67 364**	$ 21 778	**$ 8 064**	$ 5 142	**$ 554**	$ 1	**$ 25 162**	$ 8 978
INCREASE (DECREASE) IN NAV	**24 487**	9 424	**2 183**	1 317	**444**	11	**6 639**	3 445
Early redemption fees	**2**	–	**1**	–	**–**	–	**4**	–
Proceeds from redeemable units issued	**153 653**	45 988	**11 393**	2 693	**3 865**	586	**34 790**	17 418
Reinvestments of distributions to holders of redeemable units	**648**	642	**58**	140	**14**	4	**319**	348
Redemption of redeemable units	**(38 559)**	(9 784)	**(3 015)**	(1 073)	**(222)**	(45)	**(18 941)**	(4 653)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**115 744**	36 846	**8 437**	1 760	**3 657**	545	**16 172**	13 113
Distributions from net income	**–**	(59)	**–**	(80)	**–**	–	**(188)**	(144)
Distributions from net gains	**(685)**	(625)	**(62)**	(75)	**(14)**	(3)	**(152)**	(230)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(685)**	(684)	**(62)**	(155)	**(14)**	(3)	**(340)**	(374)
NET INCREASE (DECREASE) IN NAV	**139 546**	45 586	**10 558**	2 922	**4 087**	553	**22 471**	16 184
NAV AT END OF PERIOD	**$ 206 910**	$ 67 364	**$ 18 622**	$ 8 064	**$ 4 641**	$ 554	**$ 47 633**	$ 25 162

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 11 841**	$ 7 866	**$ 4 571**	$ 3 280	**$ 135 491**	$ 66 443	**$ 253 047**	$ 113 488
INCREASE (DECREASE) IN NAV	**3 866**	2 074	**1 156**	860	**86 679**	23 338	**125 454**	40 469
Early redemption fees	**–**	–	**–**	–	**–**	–	**7**	–
Proceeds from redeemable units issued	**20 886**	4 403	**2 177**	580	**610 630**	74 322	**837 394**	145 990
Reinvestments of distributions to holders of redeemable units	**200**	157	**40**	47	**8 666**	868	**9 945**	2 206
Redemption of redeemable units	**(6 718)**	(2 432)	**(1 736)**	(100)	**(96 645)**	(26 334)	**(165 836)**	(44 421)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**14 368**	2 128	**481**	527	**522 651**	48 856	**681 510**	103 775
Distributions from net income	**(184)**	(117)	**(54)**	(52)	**(10 592)**	(1 855)	**(11 018)**	(2 307)
Distributions from net gains	**(97)**	(110)	**(23)**	(44)	**(2 494)**	(1 291)	**(3 527)**	(2 378)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(281)**	(227)	**(77)**	(96)	**(13 086)**	(3 146)	**(14 545)**	(4 685)
NET INCREASE (DECREASE) IN NAV	**17 953**	3 975	**1 560**	1 291	**596 244**	69 048	**792 419**	139 559
NAV AT END OF PERIOD	**$ 29 794**	$ 11 841	**$ 6 131**	$ 4 571	**$ 731 735**	$ 135 491	**$ 1 045 466**	$ 253 047

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

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:

Investment mix	**December 31 2015**	December 31 2014
Consumer Staples	**20.1**	24.3
Utilities	**17.1**	18.5
Information Technology	**14.4**	7.2
Financials	**14.3**	12.1
Consumer Discretionary	**10.8**	8.6
Health Care	**9.7**	14.6
Industrials	**8.5**	6.1
Telecommunication Services	**2.6**	3.2
Materials	**1.2**	2.8
Energy	**1.2**	2.2
Cash/Other	**0.1**	0.4
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.9**	99.7
Total	**99.9**	99.7

As at December 31, 2015, 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, 2014 – 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 (December 31, 2014 – 25-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 043 950**	**–**	**–**	**1 043 950**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**3 495**	**–**	**3 495**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 043 950**	**3 495**	**–**	**1 047 445**
% of total portfolio	**99.7**	**0.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 2015	December 31 2014
Units held		
Series A	**–**	102
Advisor Series	**–**	103
Series H	**83**	82
Series D	**–**	103
Series F	**–**	104
Series I	**84**	83
Value of all units	**3**	9

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**4 167**	1 655
Issued number of units	**8 678**	3 143
Reinvested number of units	**34**	40
Redeemed number of units	**(2 164)**	(671)
Ending number of units	**10 715**	4 167
Advisor Series		
Opening units	**504**	391
Issued number of units	**644**	180
Reinvested number of units	**3**	9
Redeemed number of units	**(176)**	(76)
Ending number of units	**975**	504
Series H		
Opening units	**34**	–
Issued number of units	**216**	37
Reinvested number of units	**1**	–
Redeemed number of units	**(12)**	(3)
Ending number of units	**239**	34
Series D		
Opening units	**1 542**	678
Issued number of units	**1 938**	1 159
Reinvested number of units	**16**	21
Redeemed number of units	**(1 063)**	(316)
Ending number of units	**2 433**	1 542
Series F		
Opening units	**729**	596
Issued number of units	**1 163**	287
Reinvested number of units	**10**	10
Redeemed number of units	**(374)**	(164)
Ending number of units	**1 528**	729
Series I		
Opening units	**279**	247
Issued number of units	**122**	36
Reinvested number of units	**2**	3
Redeemed number of units	**(91)**	(7)
Ending number of units	**312**	279

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)	**2015**	2014
Series O		
Opening units	**8 243**	5 003
Issued number of units	**33 527**	5 013
Reinvested number of units	**443**	53
Redeemed number of units	**(5 129)**	(1 826)
Ending number of units	**37 084**	8 243

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**167**	**100**	29	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**1**	**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 2015	December 31 2014
Fair value of securities loaned	**87 086**	5 665
Fair value of collateral received	**88 828**	5 778

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 2015	December 31 2014
RBC QUBE Low Volatility U.S. Equity Class	**1.0**	–
RBC Select Conservative Portfolio	**18.5**	–
RBC Select Very Conservative Portfolio	**9.5**	–
Total	**29.0**	–

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
350	Autozone Inc.	$ 324	$ 359	
4 985	D.R. Horton Inc.	127	221	
2 153	Home Depot Inc.	253	394	
6 399	Interpublic Group of Companies Inc.	131	206	
2 800	Lennar Corp.	184	189	
4 038	Lowe's Companies	276	425	
1 400	McDonald's Corp.	174	229	
1 122	Mohawk Industries Inc.	203	294	
5 824	Nike Inc.	301	504	
7 627	Pulte Corp.	204	188	
950	TJX Companies Inc.	85	93	
		2 262	3 102	**8.1**
Consumer Staples				
2 493	Altria Group Inc.	178	201	
1 291	Colgate-Palmolive Company	112	119	
4 959	Conagra Inc.	295	289	
3 230	CVS Health Corp.	414	437	
7 029	Mondelez International Inc.	421	436	
2 246	PepsiCo Inc.	283	310	
11 071	The Coca-Cola Co.	581	658	
929	The Kraft Heinz Co.	91	94	
6 724	The Procter & Gamble Co.	648	739	
2 330	Wal-Mart Stores, Inc.	215	198	
2 269	Walgreens Boots Alliance Inc.	239	267	
4 525	Whole Foods Market Inc.	194	210	
		3 671	3 958	**10.3**
Energy				
1 129	Anadarko Petroleum Corp.	115	76	
2 645	Chevron Corp.	353	329	
1 740	ConocoPhillips	140	112	
1 553	Devon Energy Corporation	126	69	
2 864	EOG Resources Inc.	328	281	
4 873	Exxon Mobil Corp.	528	525	
1 742	Halliburton Co.	118	82	
7 000	Patterson-UTI Energy Inc.	167	146	
3 664	Schlumberger Ltd.	402	353	
		2 277	1 973	**5.1**
Financials				
1 264	ACE Ltd.	174	204	
924	American Express Company	97	89	
2 317	American International Group Inc.	143	199	
2 033	Aon Plc.	244	259	
28 017	Bank of America Corp.	526	652	
4 396	Berkshire Hathaway Inc., Class B	701	803	
865	BlackRock Inc.	366	407	
1 533	Capital One Financial Corp.	155	153	
4 605	Citigroup Inc.	273	330	
5 004	E*TRADE Financial Corp.	173	205	
7 337	General Growth Properties Inc.	241	276	
Financials (cont.)				
4 065	Invesco Ltd.	$ 173	$ 188	
6 412	JPMorgan Chase & Co.	449	586	
1 541	MetLife Inc.	98	103	
6 291	Morgan Stanley	274	277	
4 678	ProLogis Inc. Trust	251	278	
3 096	Suntrust Banks Inc.	135	184	
1 520	The Goldman Sachs Group Inc.	371	379	
2 909	U.S. Bancorp	165	172	
3 158	Wells Fargo & Company	177	237	
8 394	Weyerhaeuser Company Ltd.	308	348	
		5 494	6 329	**16.4**
Health Care				
6 435	Abbott Laboratories	353	400	
5 500	AbbVie Inc.	474	451	
2 473	AmerisourceBergen Corp.	216	355	
5 600	Bristol-Myers Squibb Co.	487	533	
1 400	Eli Lilly & Co.	130	163	
3 700	HCA Holdings Inc.	348	346	
2 558	Johnson & Johnson	293	363	
350	McKesson Corp.	102	96	
4 564	Medtronic Plc.	375	486	
4 080	Merck & Co. Inc.	267	298	
14 688	Pfizer Inc.	575	656	
3 432	St. Jude Medical Inc.	257	293	
2 100	Thermo Fisher Scientific Inc.	363	412	
2 899	UnitedHealth Group Incorporated	322	472	
		4 562	5 324	**13.8**
Industrials				
2 200	3M Co.	461	459	
4 000	Ametek Inc.	271	297	
2 367	Boeing Co.	454	473	
3 097	Danaher Corp.	340	398	
428	FedEx Corporation	92	88	
14 873	General Electric Company	489	641	
3 378	Honeywell International Inc.	400	484	
1 359	Lockheed Martin Corporation	352	408	
6 729	Masco Corp.	171	263	
2 500	Rockwell Collins Inc.	294	319	
2 000	Stanley Black & Decker Inc.	256	295	
3 399	United Technologies Corp.	440	452	
		4 020	4 577	**11.9**
Information Technology				
2 966	Accenture Plc., Class A	362	429	
1 525	Adobe Systems Inc.	167	198	
539	Akamai Technologies Inc.	48	39	
833	Alphabet Inc., Class A	611	897	
8 301	Apple Inc.	863	1 209	
2 200	Autodesk Inc.	152	185	
6 742	Cisco Systems Inc.	194	253	
2 016	Computer Sciences Corp.	171	91	
11 237	Corning Inc.	286	284	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
2 016	CSRA Inc.	$ 79	$ 84	
2 980	Electronic Arts Inc.	294	283	
2 415	Hewlett Packard Enterprise Co.	46	51	
2 415	HP Inc.	87	40	
7 291	Intel Corp.	293	348	
1 064	International Business Machines	192	203	
2 432	Juniper Networks Inc.	71	93	
1 584	Linear Technology Corp.	91	93	
1 431	MasterCard Inc.	119	193	
2 838	Micron Technology Inc.	90	56	
16 367	Microsoft Corp.	853	1 256	
4 689	Oracle Corporation	229	237	
1 933	QUALCOMM Inc.	163	134	
6 531	Technology Select Sector SPDR Fund	352	387	
3 830	Texas Instruments Inc.	253	290	
2 916	Visa Inc., Class A	253	313	
2 370	Western Digital Corp.	263	197	
2 871	Xilinx Inc.	158	187	
		6 740	8 030	**20.9**
Materials				
1 371	Air Products & Chemicals Inc.	225	247	
15 376	Alcoa Inc.	194	210	
1 810	Ball Corp.	164	182	
2 709	Dow Chemical Company	156	193	
2 936	Eastman Chemical Company	281	274	
		1 020	1 106	**2.9**
Telecommunication Services				
3 000	Verizon Communications Inc.	186	192	
		186	192	**0.5**
Utilities				
2 168	Consolidated Edison Inc.	155	193	
1 951	Duke Energy Corp.	195	193	
2 337	Edison International	190	191	
3 568	Exelon Corp.	147	137	
		687	714	**1.9**
Other				
2 035	SPDR S&P 500 ETF Trust	562	574	
		562	574	**1.5**
TOTAL COMMON EQUITIES		31 481	35 879	**93.3**

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
1 870	Canadian Imperial Bank of Commerce	$ 2 598	$ 2 588	
TOTAL SHORT-TERM INVESTMENTS		2 598	2 588	**6.7**
TOTAL INVESTMENTS		$ 34 079	38 467	**100.0**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(4)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 38 463	**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 a rate of 0.15% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 38 467**	$ 29 155
Cash	**4**	11
Due from investment dealers	**429**	75
Subscriptions receivable	**38**	98
Dividends receivable, interest accrued and other assets	**53**	27
TOTAL ASSETS	**38 991**	29 366
LIABILITIES		
Due to investment dealers	**384**	233
Redemptions payable	**98**	–
Accounts payable and accrued expenses	**46**	34
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**528**	267
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 38 463**	$ 29 099
Investments at cost	**$ 34 079**	$ 26 210
NAV		
SERIES A	**$ 14 303**	$ 9 917
ADVISOR SERIES	**$ 5 446**	$ 3 678
SERIES H	**$ 1 154**	$ 1 456
SERIES D	**$ 3 046**	$ 1 585
SERIES F	**$ 6 476**	$ 2 585
SERIES I	**$ 3 310**	$ 3 020
SERIES O	**$ 4 728**	$ 6 858
NAV PER UNIT		
SERIES A	**$ 12.39**	$ 11.25
ADVISOR SERIES	**$ 12.40**	$ 11.25
SERIES H	**$ 12.42**	$ 11.27
SERIES D	**$ 12.45**	$ 11.31
SERIES F	**$ 12.48**	$ 11.33
SERIES I	**$ 12.45**	$ 11.32
SERIES O	**$ 12.46**	$ 11.34

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 841**	$ 316
Interest for distribution purposes	**2**	1
Securities lending revenue (see note 6 in the generic notes)	**1**	–
Net realized gain (loss) on investments	**3 165**	124
Net gain (loss) on foreign currencies and other net assets	**292**	51
Change in unrealized gain (loss) on investments	**1 443**	2 945
TOTAL INCOME (LOSS)	**5 744**	3 437
EXPENSES (see notes – Fund Specific Information)		
Management fees	**411**	154
Administration fees	**28**	12
Independent Review Committee costs	**3**	1
GST/HST	**43**	18
Transaction costs	**42**	27
Withholding tax	**102**	36
Expenses reimbursed by manager	**(3)**	(1)
TOTAL EXPENSES	**626**	247
INCREASE (DECREASE) IN NAV	**$ 5 118**	$ 3 190
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 770**	$ 1 089
ADVISOR SERIES	**$ 664**	$ 378
SERIES H	**$ 190**	$ 151
SERIES D	**$ 354**	$ 126
SERIES F	**$ 725**	$ 202
SERIES I	**$ 517**	$ 380
SERIES O	**$ 898**	$ 864
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.73**	$ 1.49
ADVISOR SERIES	**$ 1.73**	$ 1.60
SERIES H	**$ 1.76**	$ 1.65
SERIES D	**$ 1.83**	$ 1.67
SERIES F	**$ 1.87**	$ 1.55
SERIES I	**$ 1.91**	$ 1.67
SERIES O	**$ 2.02**	$ 2.09

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 5 118**	$ 3 190
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(3 165)**	(124)
Change in unrealized loss (gain) on investments	**(1 443)**	(2 945)
(Increase) decrease in accrued receivables	**(26)**	(102)
Increase (decrease) in accrued payables	**12**	267
Cost of investments purchased	**(410 355)**	(416 852)
Proceeds on sales of investments	**405 448**	390 766
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(4 411)**	(25 800)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**17 609**	29 792
Cash paid on redemption of redeemable units	**(12 790)**	(3 958)
Distributions paid to holders of redeemable units	**(415)**	(23)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 4 404**	$ 25 811
Net increase (decrease) in cash for the period	**(7)**	11
Cash (bank overdraft), beginning of period	**11**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 4**	$ 11
Interest received (paid)	**$ 2**	$ 1
Dividends received, net of withholding taxes	**$ 717**	$ 253

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

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

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 9 917**	$ –	**$ 3 678**	$ –	**$ 1 456**	$ –	**$ 1 585**	$ –
INCREASE (DECREASE) IN NAV	**1 770**	1 089	**664**	378	**190**	151	**354**	126
Early redemption fees	**–**	–	**–**	–	**–**	–	**5**	–
Proceeds from redeemable units issued	**7 028**	11 249	**1 826**	3 354	**492**	1 307	**3 050**	1 985
Reinvestments of distributions to holders of redeemable units	**676**	19	**227**	7	**33**	1	**165**	5
Redemption of redeemable units	**(4 383)**	(2 418)	**(687)**	(53)	**(959)**	–	**(1 946)**	(525)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 321**	8 850	**1 366**	3 308	**(434)**	1 308	**1 274**	1 465
Distributions from net income	**(5)**	–	**(2)**	–	**(2)**	–	**(24)**	(3)
Distributions from net gains	**(700)**	(22)	**(260)**	(8)	**(56)**	(3)	**(143)**	(3)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(705)**	(22)	**(262)**	(8)	**(58)**	(3)	**(167)**	(6)
NET INCREASE (DECREASE) IN NAV	**4 386**	9 917	**1 768**	3 678	**(302)**	1 456	**1 461**	1 585
NAV AT END OF PERIOD	**$ 14 303**	$ 9 917	**$ 5 446**	$ 3 678	**$ 1 154**	$ 1 456	**$ 3 046**	$ 1 585

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 2 585**	$ –	**$ 3 020**	$ –	**$ 6 858**	$ –	**$ 29 099**	$ –
INCREASE (DECREASE) IN NAV	**725**	202	**517**	380	**898**	864	**5 118**	3 190
Early redemption fees	**–**	–	**–**	–	**–**	–	**5**	–
Proceeds from redeemable units issued	**4 027**	2 511	**445**	3 490	**681**	5 994	**17 549**	29 890
Reinvestments of distributions to holders of redeemable units	**254**	8	**38**	3	**327**	75	**1 720**	118
Redemption of redeemable units	**(722)**	(126)	**(492)**	(836)	**(3 704)**	–	**(12 893)**	(3 958)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 559**	2 393	**(9)**	2 657	**(2 696)**	6 069	**6 381**	26 050
Distributions from net income	**(70)**	(4)	**(42)**	(11)	**(94)**	(60)	**(239)**	(78)
Distributions from net gains	**(323)**	(6)	**(176)**	(6)	**(238)**	(15)	**(1 896)**	(63)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(393)**	(10)	**(218)**	(17)	**(332)**	(75)	**(2 135)**	(141)
NET INCREASE (DECREASE) IN NAV	**3 891**	2 585	**290**	3 020	**(2 130)**	6 858	**9 364**	29 099
NAV AT END OF PERIOD	**$ 6 476**	$ 2 585	**$ 3 310**	$ 3 020	**$ 4 728**	$ 6 858	**$ 38 463**	$ 29 099

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

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.

The Fund was started in March 2014.

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 2015**	December 31 2014
Information Technology	**21.2**	19.0
Financials	**16.6**	17.3
Health Care	**14.0**	10.4
Industrials	**12.1**	10.4
Consumer Staples	**10.5**	9.1
Consumer Discretionary	**8.3**	12.7
Energy	**5.2**	7.9
Materials	**2.9**	2.8
Utilities	**1.9**	2.5
Telecommunication Services	**0.5**	0.5
Cash/Other	**6.8**	7.4
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**100.0**	99.9
Total	**100.0**	99.9

As at December 31, 2015, 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, 2014 – 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 21-month (December 31, 2014 – 9-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**35 879**	**–**	**–**	**35 879**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**2 588**	**–**	**2 588**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**35 879**	**2 588**	**–**	**38 467**
% of total portfolio	**93.3**	**6.7**	**–**	**100.0**

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.75%
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 2015	December 31 2014
Units held		
Series A	**–**	100
Advisor Series	**–**	100
Series H	**106**	100
Series D	**–**	100
Series F	**–**	100
Series I	**107**	101
Series O	**328 090**	604 941
Value of all units	**4 092**	6 865

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**881**	–
Issued number of units	**578**	1 113
Reinvested number of units	**55**	2
Redeemed number of units	**(360)**	(234)
Ending number of units	**1 154**	881
Advisor Series		
Opening units	**327**	–
Issued number of units	**149**	331
Reinvested number of units	**19**	1
Redeemed number of units	**(56)**	(5)
Ending number of units	**439**	327
Series H		
Opening units	**129**	–
Issued number of units	**40**	129
Reinvested number of units	**3**	–
Redeemed number of units	**(79)**	–
Ending number of units	**93**	129
Series D		
Opening units	**140**	–
Issued number of units	**250**	191
Reinvested number of units	**13**	–
Redeemed number of units	**(158)**	(51)
Ending number of units	**245**	140
Series F		
Opening units	**228**	–
Issued number of units	**328**	239
Reinvested number of units	**21**	1
Redeemed number of units	**(58)**	(12)
Ending number of units	**519**	228
Series I		
Opening units	**267**	–
Issued number of units	**35**	346
Reinvested number of units	**3**	–
Redeemed number of units	**(39)**	(79)
Ending number of units	**266**	267
Series O		
Opening units	**605**	–
Issued number of units	**53**	598
Reinvested number of units	**27**	7
Redeemed number of units	**(306)**	–
Ending number of units	**379**	605

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**42**	**100**	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.

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**1 999**	548
Fair value of collateral received	**2 039**	559

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 2015	December 31 2014
RBC U.S. Equity Value Class	**1.7**	–

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
UNITED STATES EQUITIES				
Consumer Discretionary				
1 888	Advance Auto Parts Inc.	$ 395	$ 393	
9 604	Amazon.com, Inc.	2 891	8 982	
1 865	AutoNation Inc.	96	154	
752	Autozone Inc.	309	772	
4 168	Bed Bath & Beyond Inc.	241	278	
7 436	Best Buy Co. Inc.	251	313	
5 455	Borg-Warner Automotive Inc.	247	326	
5 505	Cablevision Systems Corp.	142	243	
5 047	CarMax Inc.	206	377	
11 334	Carnival Corp.	511	854	
10 928	CBS Corp.	465	712	
761	Chipotle Mexican Grill Inc., Class A	358	505	
6 846	Coach Inc.	329	310	
60 810	Comcast Corp., Class A	2 514	4 748	
7 979	D.R. Horton Inc.	206	354	
2 986	Darden Restaurants Inc.	149	263	
7 022	Delphi Automotive Plc.	374	833	
3 556	Discovery Communications Inc., Class A	187	131	
6 256	Discovery Communications Inc., Class C	82	218	
7 211	Dollar General Corp.	422	717	
5 773	Dollar Tree Inc.	349	617	
3 003	Expedia Inc.	270	516	
96 203	Ford Motor Company	1 540	1 876	
817	Fossil Group Inc.	96	41	
2 573	GameStop Corp., Class A	117	100	
6 320	Gap Inc.	244	216	
2 851	Garmin Ltd.	129	147	
35 587	General Motors Co.	1 395	1 675	
3 723	Genuine Parts Co.	276	442	
6 631	Goodyear Tire & Rubber Co.	172	300	
6 564	H&R Block, Inc.	184	303	
9 900	Hanesbrands Inc.	425	403	
5 022	Harley-Davidson Inc.	296	315	
1 790	Harman International Industries Inc.	153	233	
2 757	Hasbro Inc.	143	257	
31 712	Home Depot Inc.	2 420	5 803	
9 910	Interpublic Group of Companies Inc.	244	319	
16 196	Johnson Controls Inc.	621	885	
4 912	Kohls Corp.	302	324	
6 337	L Brands Inc.	375	840	
3 288	Leggett & Platt Inc.	114	191	
4 274	Lennar Corp.	182	289	
22 829	Lowe's Companies	978	2 402	
8 052	Macy's Inc.	349	390	
4 918	Marriott International Inc., Class A	222	456	
8 301	Mattel Inc.	297	312	
23 223	McDonald's Corp.	2 062	3 796	
4 731	Michael Kors Holdings Ltd.	406	262	
1 575	Mohawk Industries Inc.	260	413	
10 845	Netflix Inc.	605	1 716	
6 613	Newell Rubbermaid Inc.	218	403	
11 949	News Corp.	158	221	
3 100	News Corp., Class B	53	60	
33 570	Nike Inc.	1 115	2 904	
3 387	Nordstrom Inc.	186	233	
6 026	Omnicom Group	385	631	
2 424	O'Reilly Automotive Inc.	281	850	
7 855	Pulte Corp.	140	194	
2 066	PVH Corp.	259	211	
1 435	Ralph Lauren Corp.	211	221	
10 118	Ross Stores Inc.	317	753	
4 200	Royal Caribbean Cruises Ltd.	385	588	
2 240	Scripps Networks Interactive Inc.	142	171	
2 000	Signet Jewelers Ltd.	314	342	
15 333	Staples Inc.	269	201	
37 340	Starbucks Corp.	1 185	3 102	
4 167	Starwood Hotels & Resorts Worldwide Inc.	285	399	
15 564	Target Corporation	1 026	1 563	
5 389	TEGNA Inc.	193	190	
1 240	The Priceline Group Inc.	1 145	2 188	
37 855	The Walt Disney Company	2 521	5 504	
2 776	Tiffany and Co.	215	293	
7 008	Time Warner Cable Inc.	744	1 798	
20 075	Time Warner Inc.	1 701	1 796	
16 693	TJX Companies Inc.	722	1 638	
3 350	Tractor Supply Co.	283	396	
2 796	TripAdvisor Inc.	174	330	
32 535	Twenty-First Century Fox Inc.	825	1 223	
11 566	Twenty-First Century Fox Inc., Class B	434	436	
4 400	Under Armour Inc., Class A	308	491	
2 338	Urban Outfitters Inc.	83	74	
8 325	V.F. Corporation	387	717	
8 587	Viacom Inc.	512	489	
1 951	Whirlpool Corp.	256	396	
2 922	Wyndham Worldwide Corp.	167	294	
1 966	Wynn Resorts Ltd.	258	188	
10 771	Yum! Brands, Inc.	669	1 089	
		44 127	79 899	**12.9**
Consumer Staples				
49 203	Altria Group Inc.	1 680	3 963	
15 054	Archer Daniels Midland Co.	553	764	
2 633	Brown-Forman Corp., Class B	180	362	
4 411	Campbell Soup Company	207	321	
3 300	Church & Dwight Co. Inc.	390	387	
3 216	Clorox Company	291	564	
5 121	Coca-Cola Enterprises Inc.	173	349	
22 165	Colgate-Palmolive Company	1 286	2 043	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Consumer Staples (cont.)				
10 633	Conagra Inc.	$ 385	$ 620	
4 260	Constellation Brands Inc.	290	840	
10 837	Costco Wholesale Corp.	1 199	2 422	
27 554	CVS Health Corp.	1 711	3 727	
4 696	Dr Pepper Snapple Group Inc.	232	606	
5 607	Estée Lauder Companies Inc., Class A	361	683	
14 789	General Mills Inc.	683	1 180	
3 359	Hormel Foods Corp.	142	367	
6 248	Kellogg Co.	388	625	
3 000	Keurig Green Mountain Inc.	374	374	
9 020	Kimberly-Clark Corp.	872	1 589	
3 079	McCormick & Co. Inc.	196	365	
5 004	Mead Johnson Nutrition Co., Class A	426	547	
3 870	Molson Coors Brewing Co., Class B	229	503	
39 759	Mondelez International Inc.	1 149	2 467	
3 789	Monster Beverage Corp.	354	781	
36 234	PepsiCo Inc.	2 947	5 008	
38 831	Philip Morris International Inc.	3 122	4 723	
20 470	Reynolds American Inc.	626	1 307	
12 990	Sysco Corp.	457	737	
97 462	The Coca-Cola Co.	4 000	5 794	
3 793	The Hershey Co.	308	469	
2 971	The J.M. Smucker Company	296	507	
14 658	The Kraft Heinz Co.	760	1 475	
23 870	The Kroger Co.	524	1 382	
67 747	The Procter & Gamble Co.	5 426	7 443	
7 476	Tyson Foods Inc.	234	552	
38 954	Wal-Mart Stores, Inc.	2 950	3 304	
21 571	Walgreens Boots Alliance Inc.	1 256	2 542	
8 766	Whole Foods Market Inc.	383	406	
		37 040	62 098	**10.0**
Energy				
12 490	Anadarko Petroleum Corp.	969	840	
9 244	Apache Corp.	756	569	
10 708	Baker Hughes Inc.	604	682	
9 930	Cabot Oil & Gas Corp.	258	243	
4 708	Cameron International	258	412	
12 414	Chesapeake Energy Corp.	339	77	
47 108	Chevron Corp.	5 064	5 862	
2 300	Cimarex Energy Co.	342	284	
9 781	Columbia Pipeline Group Inc.	316	271	
30 431	ConocoPhillips	1 848	1 966	
5 496	Consol Energy Inc.	222	61	
9 451	Devon Energy Corporation	594	419	
1 600	Diamond Offshore Drilling	107	47	
5 629	Ensco Plc., Class A	298	120	
13 585	EOG Resources Inc.	954	1 331	
3 742	EQT Corp.	258	270	
103 587	Exxon Mobil Corp.	9 162	11 170	
5 573	FMC Technologies Inc.	245	224	
21 035	Halliburton Co.	888	991	
2 643	Helmerich & Payne	172	196	
5 878	Hess Corp.	396	394	
47 084	Kinder Morgan Inc.	1 988	972	
16 624	Marathon Oil Corp.	479	290	

Holdings	Security	Cost	Fair Value	% of Net Assets
Energy (cont.)				
13 208	Marathon Petroleum Corp.	$ 397	$ 947	
3 956	Murphy Oil Corp.	250	123	
9 461	National Oilwell Varco Inc.	583	438	
3 922	Newfield Exploration Company	176	177	
10 429	Noble Energy Inc.	548	475	
18 883	Occidental Petroleum Corp.	1 507	1 767	
5 006	Oneok Inc.	203	171	
11 784	Phillips 66 Company	617	1 334	
3 650	Pioneer Natural Resources Co.	519	633	
4 141	Range Resources Corp.	270	141	
31 251	Schlumberger Ltd.	2 530	3 015	
9 217	Southwestern Energy Co.	348	91	
16 378	Spectra Energy Corp.	559	543	
3 011	Tesoro Petroleum Corp.	170	439	
8 213	Transocean Ltd.	366	141	
12 270	Valero Energy Corp.	467	1 201	
16 748	Williams Companies Inc.	684	595	
		36 711	39 922	**6.4**
Financials				
7 962	ACE Ltd.	683	1 287	
1 300	Affiliated Managers Group Inc.	292	287	
10 688	Aflac Inc.	604	885	
9 939	Allstate Corp.	513	854	
20 998	American Express Company	1 424	2 020	
30 832	American International Group Inc.	2 249	2 644	
10 437	American Tower Corp. Real Estate Investment Trust	834	1 400	
4 417	Ameriprise Financial Inc.	341	650	
6 884	Aon Plc.	459	878	
3 725	Apartment Investment & Management Co.	135	206	
1 684	Assurant Inc.	100	188	
3 531	AvalonBay Communities Inc. Real Estate Investment Trust	562	899	
258 510	Bank of America Corp.	4 524	6 020	
27 200	Bank of New York Mellon Corp.	1 070	1 551	
19 277	BB&T Corporation	753	1 009	
46 597	Berkshire Hathaway Inc., Class B	5 408	8 509	
3 215	BlackRock Inc.	907	1 514	
3 755	Boston Properties Inc.	448	663	
13 405	Capital One Financial Corp.	901	1 339	
7 188	CBRE Group Inc.	194	344	
5 570	Chubb Corp.	441	1 022	
3 630	Cincinnati Financial Corp.	177	297	
74 222	Citigroup Inc.	4 729	5 315	
8 359	CME Group Inc., Class A	690	1 048	
4 413	Comerica Inc.	225	255	
8 214	Crown Castle International Corp. Real Estate Investment Trust	607	983	
10 731	Discover Financial Services	430	796	
7 158	E*TRADE Financial Corp.	162	294	
1 537	Equinix Inc. Real Estate Investment Trust	484	643	
9 066	Equity Residential Properties Trust	583	1 023	
1 600	Essex Property Trust Inc.	336	530	
19 693	Fifth Third Bancorp	454	548	

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

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
9 513	Franklin Resources Inc.	$ 439	$ 485	
15 100	General Growth Properties Inc.	386	569	
10 264	Hartford Financial Services Inc.	403	617	
11 314	HCP Inc. Real Estate Investment Trust	498	599	
18 568	Host Marriott Corp.	385	394	
19 827	Huntington Bancshares	197	303	
2 768	Intercontinental Exchange, Inc.	543	981	
10 639	Invesco Ltd.	340	493	
4 673	Iron Mountain Inc. Real Estate Investment Trust	157	175	
92 099	JPMorgan Chase & Co.	5 119	8 415	
20 786	KeyCorp	284	379	
10 224	Kimco Realty Corp.	259	374	
2 626	Legg Mason Inc.	151	143	
8 129	Leucadia National Corp.	241	196	
6 184	Lincoln National Corp.	296	430	
7 093	Loews Corp.	301	377	
4 018	M&T Bank Corp.	512	674	
13 119	Marsh & McLennan Companies Inc.	651	1 007	
6 699	McGraw Hill Financial Inc.	448	914	
27 528	MetLife Inc.	1 338	1 835	
4 325	Moody's Corp.	259	600	
37 676	Morgan Stanley	1 343	1 658	
9 265	Navient Corp.	174	147	
5 424	Northern Trust Corp.	349	541	
7 400	People's United Financial Inc.	124	165	
4 289	Plum Creek Timber Company Inc.	208	283	
12 698	PNC Bank Corp.	984	1 675	
6 709	Principal Financial Group Inc.	294	418	
12 881	ProLogis Inc. Trust	536	765	
11 098	Prudential Financial Inc.	793	1 250	
3 646	Public Storage Inc. Real Estate Investment Trust	571	1 250	
6 100	Realty Income Corp. Real Estate Investment Trust	383	436	
32 693	Regions Financial Corp.	392	434	
7 828	Simon Property Group Inc.	1 213	2 106	
2 500	SL Green Realty Corp. Real Estate Investment Trust	417	391	
10 094	State Street Corp.	638	927	
12 746	Suntrust Banks Inc.	531	756	
20 569	Synchrony Financial	742	865	
6 262	T. Rowe Price Group Inc.	435	619	
29 485	The Charles Schwab Corporation	750	1 343	
9 978	The Goldman Sachs Group Inc.	1 634	2 486	
3 350	The Macerich Company	246	374	
2 900	The Nasdaq Stock Market Inc.	108	233	
14 330	The Progressive Corp.	368	631	
2 992	Torchmark Corp.	115	237	
7 675	Travelers Cos. Inc.	582	1 198	
40 773	U.S. Bancorp	1 527	2 406	
5 965	UnumProvident Corp.	206	275	
8 178	Ventas Inc. Real Estate Investment Trust	548	639	
4 374	Vornado Realty Trust	438	605	
116 276	Wells Fargo & Company	$ 4 980	$ 8 742	
8 750	Welltower Inc. Real Estate Investment Trust	606	823	
12 573	Weyerhaeuser Company Ltd.	413	522	
100	Willis Group Holdings Plc.	7	7	
7 336	XL Group Plc.	284	398	
4 899	Zions Bancorporation	158	185	
		68 023	101 651	**16.4**
Health Care				
36 843	Abbott Laboratories	1 408	2 289	
40 875	AbbVie Inc.	1 953	3 350	
8 617	Aetna Inc.	525	1 289	
8 193	Agilent Technologies Inc.	445	474	
5 610	Alexion Pharmaceuticals Inc.	806	1 481	
9 884	Allergan plc	2 645	4 274	
5 054	AmerisourceBergen Corp.	270	725	
18 730	Amgen Inc.	2 068	4 207	
6 499	Anthem Inc.	551	1 254	
13 246	Baxalta Inc.	400	715	
13 406	Baxter International Inc.	498	707	
5 180	Becton Dickinson & Co.	580	1 104	
5 529	Biogen Inc.	1 164	2 344	
33 167	Boston Scientific Corp.	450	846	
41 863	Bristol-Myers Squibb Co.	2 250	3 985	
1 811	C.R. Bard Inc.	210	475	
8 053	Cardinal Health Inc.	533	995	
19 538	Celgene Corp.	1 297	3 238	
7 552	Cerner Corp.	366	629	
6 309	Cigna Corp.	460	1 279	
4 207	DaVita HealthCare Partners Inc.	237	406	
3 407	Dentsply International Inc.	156	287	
5 498	Edwards Lifesciences Corp.	299	601	
24 117	Eli Lilly & Co.	1 651	2 811	
5 100	Endo International Plc.	511	432	
17 113	Express Scripts Holding Co.	1 098	2 069	
36 198	Gilead Sciences Inc.	2 075	5 068	
7 820	HCA Holdings Inc.	726	732	
2 100	Henry Schein Inc.	376	460	
3 717	Humana Inc.	359	918	
3 600	Illumina Inc.	846	956	
972	Intuitive Surgical Inc.	477	735	
68 827	Johnson & Johnson	6 023	9 780	
2 621	Laboratory Corp. of America Holdings	279	448	
2 900	Mallinckrodt Plc.	266	299	
5 714	McKesson Corp.	762	1 559	
34 942	Medtronic Plc.	2 466	3 718	
69 496	Merck & Co. Inc.	3 833	5 079	
10 180	Mylan N.V.	432	761	
2 084	Patterson Co. Inc.	94	130	
2 792	PerkinElmer Inc.	113	207	
3 582	Perrigo Company Plc.	543	717	
153 649	Pfizer Inc.	5 013	6 863	
3 503	Quest Diagnostics Inc.	215	345	
1 916	Regeneron Pharmaceutical	617	1 439	
6 897	St. Jude Medical Inc.	352	589	
7 904	Stryker Corp.	609	1 016	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Health Care (cont.)				
2 356	Tenet Healthcare Corp.	$ 170	$ 99	
9 850	Thermo Fisher Scientific Inc.	941	1 933	
23 919	UnitedHealth Group Incorporated	1 632	3 893	
2 300	Universal Health Services Inc., Class B	301	380	
2 459	Varian Medical Systems Inc.	187	275	
6 072	Vertex Pharmaceuticals Inc.	588	1 057	
2 063	Waters Corp.	209	384	
4 252	Zimmer Biomet Holdings, Inc.	376	604	
11 231	Zoetis Inc.	423	745	
		54 134	93 455	**15.0**
Industrials				
15 397	3M Co.	1 808	3 209	
2 334	Allegion Plc.	122	213	
15 600	American Airlines Group Inc.	1 087	914	
5 889	Ametek Inc.	305	437	
15 726	Boeing Co.	1 602	3 145	
3 537	C.H. Robinson Worldwide Inc.	238	304	
14 892	Caterpillar Inc.	1 277	1 400	
2 259	Cintas Corp.	121	285	
24 265	CSX Corp.	591	871	
4 129	Cummins Engine Inc.	435	503	
14 727	Danaher Corp.	950	1 892	
7 723	Deere & Co.	598	815	
19 684	Delta Air Lines Inc.	590	1 381	
3 793	Dover Corp.	229	322	
927	Dun & Bradstreet Corp.	94	133	
11 578	Eaton Corp Plc.	696	833	
16 233	Emerson Electric Co.	923	1 074	
2 940	Equifax Inc.	195	453	
4 616	Expeditors International of Washington, Inc.	212	288	
7 157	Fastenal Co.	301	404	
6 478	FedEx Corporation	764	1 335	
3 220	Flowserve Corp.	161	187	
3 509	Fluor Corp.	214	229	
7 507	General Dynamics Corp.	692	1 426	
234 852	General Electric Company	6 995	10 118	
1 545	Grainger (W.W.) Inc.	334	433	
19 313	Honeywell International Inc.	1 570	2 767	
8 125	Illinois Tool Works Inc.	547	1 042	
6 810	Ingersoll-Rand Plc., Class A	385	521	
2 200	J.B. Hunt Transport Services Inc.	226	223	
2 981	Jacobs Engineering Group Inc.	177	173	
2 699	Kansas City Southern Industries Inc.	319	279	
1 972	L-3 Communications Holdings Inc.	194	326	
6 566	Lockheed Martin Corporation	835	1 973	
8 506	Masco Corp.	185	333	
9 064	Nielsen Holdings Plc.	416	584	
7 455	Norfolk Southern Corp.	576	872	
4 640	Northrop Grumman Corp.	422	1 212	
8 713	Paccar Inc.	456	571	
3 389	Parker Hannifin Corp.	314	455	
4 344	Pentair Plc.	242	298	
4 798	Pitney Bowes Inc.	148	137	
3 379	Precision Castparts Corp.	656	1 085	
5 083	Quanta Services Inc.	146	142	
Industrials (cont.)				
7 543	Raytheon Company	$ 584	$ 1 299	
5 955	Republic Services Inc.	199	362	
3 305	Robert Half International Inc.	145	215	
3 297	Rockwell Automation Inc.	304	468	
3 226	Rockwell Collins Inc.	221	412	
2 514	Roper Technologies Inc.	323	660	
1 232	Ryder System Inc.	79	97	
1 393	Snap-On Inc.	134	330	
16 217	Southwest Airlines	345	966	
3 926	Stanley Black & Decker Inc.	339	580	
2 118	Stericycle Inc.	230	353	
6 819	Textron Inc.	262	396	
4 101	The ADT Corp.	169	187	
10 833	Tyco International Plc.	455	478	
21 426	Union Pacific Corp.	1 488	2 318	
9 240	United Continental Holdings Inc.	703	733	
17 222	United Parcel Service Inc.	1 620	2 293	
2 300	United Rentals Inc.	287	231	
20 449	United Technologies Corp.	1 954	2 717	
3 800	Verisk Analytics Inc.	401	404	
10 289	Waste Management Inc.	474	760	
4 522	Xylem Inc.	147	228	
		40 211	62 084	**10.0**
Information Technology				
15 407	Accenture Plc., Class A	1 200	2 228	
12 839	Activision Blizzard Inc.	502	687	
12 318	Adobe Systems Inc.	678	1 601	
4 322	Akamai Technologies Inc.	222	315	
1 565	Alliance Data Systems Corp.	460	599	
7 291	Alphabet Inc., Class A	5 364	7 849	
7 435	Alphabet Inc., Class C	1 591	7 807	
7 602	Amphenol Corp., Class A	298	549	
7 977	Analog Devices Inc.	425	611	
139 189	Apple Inc.	10 188	20 266	
29 422	Applied Materials Inc.	612	760	
5 532	Autodesk Inc.	242	466	
11 483	Automatic Data Processing Inc.	812	1 346	
6 689	Avago Technologies Ltd.	632	1 343	
13 790	Broadcom Corp.	693	1 104	
7 733	CA Inc.	282	306	
127 217	Cisco Systems Inc.	3 622	4 780	
3 969	Citrix Systems Inc.	272	415	
15 020	Cognizant Technology Solutions Corp., Class A	647	1 247	
30 115	Corning Inc.	648	762	
3 462	CSRA Inc.	135	144	
27 524	eBay Inc.	533	1 047	
7 626	Electronic Arts Inc.	284	725	
49 197	EMC Corp.	1 445	1 748	
1 708	F5 Networks Inc.	199	229	
56 522	Facebook Inc., Class A	4 394	8 185	
7 020	Fidelity National Information Services Inc.	330	588	
1 799	First Solar Inc.	134	164	
5 833	Fiserv Inc.	275	738	
3 378	Flir Systems Inc.	114	131	
3 089	Harris Corp.	206	371	
44 582	Hewlett Packard Enterprise Co.	858	937	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology (cont.)				
44 182	HP Inc.	$ 1 600	$ 724	
117 381	Intel Corp.	3 724	5 595	
22 203	International Business Machines	3 936	4 226	
6 867	Intuit Inc.	467	917	
8 635	Juniper Networks Inc.	211	330	
3 822	KLA-Tencor Corp.	224	367	
3 867	Lam Research Corp.	220	425	
5 933	Linear Technology Corp.	282	349	
24 650	MasterCard Inc.	1 465	3 323	
5 135	Microchip Technology Inc.	225	331	
26 329	Micron Technology Inc.	587	516	
199 520	Microsoft Corp.	8 208	15 310	
3 956	Motorola Solutions Inc.	298	375	
7 437	NetApp Inc.	310	273	
12 694	Nvidia Corp.	243	579	
80 345	Oracle Corporation	2 806	4 061	
7 852	Paychex Inc.	332	574	
27 424	PayPal Holdings Inc.	806	1 374	
3 600	Qorvo Inc.	359	254	
37 495	QUALCOMM Inc.	2 413	2 593	
4 731	Red Hat Inc.	259	542	
15 846	Salesforce.com Inc.	828	1 718	
5 007	Sandisk Corp.	309	526	
7 585	Seagate Technology	314	385	
4 700	Skyworks Solutions Inc.	552	499	
16 699	Symantec Corp.	386	485	
9 878	TE Connectivity Ltd.	484	883	
3 376	Teradata Corp.	162	123	
25 285	Texas Instruments Inc.	1 157	1 918	
12 352	The Western Union Co.	247	306	
4 097	Total System Services Inc.	124	282	
2 509	Verisign Inc.	94	303	
48 750	Visa Inc., Class A	2 234	5 231	
5 632	Western Digital Corp.	372	468	
24 866	Xerox Corp.	351	366	
6 332	Xilinx Inc.	291	412	
21 386	Yahoo! Inc.	803	984	
		75 980	127 975	**20.6**
Materials				
4 792	Air Products & Chemicals Inc.	522	863	
1 651	Airgas Inc.	154	316	
32 164	Alcoa Inc.	521	439	
2 255	Avery Dennison Corp.	126	196	
3 385	Ball Corp.	146	341	
5 630	CF Industries Holdings Inc.	212	318	
28 508	Dow Chemical Company	1 219	2 031	
22 301	Du Pont (E.I.) de Nemours and Company	1 357	2 055	
3 668	Eastman Chemical Company	232	343	
6 565	Ecolab Inc.	550	1 039	
3 238	FMC Corp.	172	175	
27 450	Freeport-McMoRan Inc.	872	257	
1 962	International Flavors & Fragrances Inc.	160	325	
10 358	International Paper Co.	494	540	
9 352	LyondellBasell Industries N.V.	631	1 125	
1 700	Martin Marietta Materials	259	321	
Materials (cont.)				
10 843	Monsanto Co.	$ 992	$ 1 478	
13 013	Newmont Mining Corporation	492	324	
8 276	Nucor Corp.	384	461	
3 869	Owens-Illinois Inc.	113	93	
6 660	PPG Industries Inc.	481	911	
7 061	Praxair Inc.	774	1 000	
5 059	Sealed Air Corp.	161	312	
2 000	Sherwin-Williams Co.	344	719	
8 312	The Mosaic Co.	451	317	
3 291	Vulcan Materials Co.	216	432	
6 405	WestRock Co.	481	404	
		12 516	17 135	**2.8**
Telecommunication Services				
153 149	AT&T Inc.	6 195	7 292	
13 877	CenturyTel Inc.	589	483	
28 811	Frontier Communications Corp.	215	186	
7 100	Level 3 Communications Inc.	400	534	
101 276	Verizon Communications Inc.	5 247	6 477	
		12 646	14 972	**2.4**
Utilities				
16 351	AES Corp.	329	217	
2 935	AGL Resources Inc.	145	259	
5 942	Ameren Corporation	253	355	
12 027	American Electric Power	620	970	
10 656	Centerpoint Energy Inc.	258	271	
6 767	CMS Energy Corp.	201	338	
7 219	Consolidated Edison Inc.	445	642	
14 725	Dominion Resources Inc.	906	1 378	
4 485	DTE Energy Company	324	498	
17 040	Duke Energy Corp.	1 288	1 683	
8 269	Edison International	433	677	
4 397	Entergy Corp.	332	416	
7 779	Eversource Energy	338	550	
22 688	Exelon Corp.	883	872	
10 296	FirstEnergy Corporation	445	452	
11 342	NextEra Energy Inc.	953	1 630	
7 581	NiSource Inc.	231	205	
7 942	NRG Energy Inc.	215	129	
6 089	Pepco Holdings Inc.	141	219	
12 018	PG&E Corporation	592	884	
2 671	Pinnacle West Capital Corp.	151	238	
16 497	PPL Corporation	538	779	
12 517	Public Service Enterprise Group	460	670	
3 464	SCANA Corp.	177	290	
5 817	Sempra Energy	472	757	
22 319	Southern Co.	1 031	1 445	
5 798	Teco Energy Inc.	127	214	
7 784	WEC Energy Group Inc.	357	552	
12 545	Xcel Energy Inc.	389	623	
		13 034	18 213	**2.9**
Other				
6 010	iShares Core S&P 500 Fund	1 215	1 704	
		1 215	1 704	**0.3**
TOTAL UNITED STATES EQUITIES		$ 395 637	619 108	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 051	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 621 159	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 619 108**	$ 436 726
Cash	**2 313**	1 879
Due from investment dealers	**242**	–
Subscriptions receivable	**776**	589
Unrealized gain on foreign exchange contracts	**–**	1
Dividends receivable, interest accrued and other assets	**704**	491
TOTAL ASSETS	**623 143**	439 686
LIABILITIES		
Due to investment dealers	**1 084**	1 076
Redemptions payable	**526**	257
Accounts payable and accrued expenses	**374**	278
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 984**	1 611
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 621 159**	$ 438 075
Investments at cost	**$ 395 637**	$ 291 545
NAV		
SERIES A	**$ 621 159**	$ 438 075
NAV PER UNIT		
SERIES A	**$ 17.51**	$ 14.84

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 13 548**	$ 8 220
Interest for distribution purposes	**(2)**	(2)
Securities lending revenue (see note 6 in the generic notes)	**30**	9
Net realized gain (loss) on investments	**7 093**	1 284
Net gain (loss) on foreign currencies and other net assets	**422**	26
Change in unrealized gain (loss) on investments	**78 289**	72 009
TOTAL INCOME (LOSS)	**99 380**	81 546
EXPENSES (see notes – Fund Specific Information)		
Management fees	**2 724**	1 832
Administration fees	**817**	549
Independent Review Committee costs	**3**	3
GST/HST	**367**	246
Transaction costs	**39**	12
Withholding tax	**1 677**	1 061
TOTAL EXPENSES	**5 627**	3 703
INCREASE (DECREASE) IN NAV	**$ 93 753**	$ 77 843
INCREASE (DECREASE) IN NAV SERIES A	**$ 93 753**	$ 77 843
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT SERIES A	**$ 2.83**	$ 2.83

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 93 753**	$ 77 843
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(7 093)**	(1 274)
Change in unrealized loss (gain) on investments	**(78 289)**	(72 009)
(Increase) decrease in accrued receivables	**(213)**	(150)
Increase (decrease) in accrued payables	**96**	86
Cost of investments purchased	**(117 898)**	(68 939)
Proceeds on sales of investments	**20 665**	6 571
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(88 979)**	(57 872)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**186 038**	125 608
Cash paid on redemption of redeemable units	**(96 419)**	(67 031)
Distributions paid to holders of redeemable units	**(206)**	(125)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 89 413**	$ 58 452
Net increase (decrease) in cash for the period	**434**	580
Cash (bank overdraft), beginning of period	**1 879**	1 299
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2 313**	$ 1 879
Interest received (paid)	**$ (2)**	$ (2)
Dividends received, net of withholding taxes	**$ 11 658**	$ 7 009

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series A 2015	Series A 2014
NAV AT BEGINNING OF PERIOD	**$ 438 075**	$ 302 353
INCREASE (DECREASE) IN NAV	**93 753**	77 843
Early redemption fees	**3**	2
Proceeds from redeemable units issued	**186 225**	125 186
Reinvestments of distributions to holders of redeemable units	**7 581**	4 227
Redemption of redeemable units	**(96 691)**	(67 184)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**97 118**	62 231
Distributions from net income	**(7 787)**	(4 352)
Distributions from net gains	**–**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(7 787)**	(4 352)
NET INCREASE (DECREASE) IN NAV	**183 084**	135 722
NAV AT END OF PERIOD	**$ 621 159**	$ 438 075

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

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:

Investment mix	**December 31 2015**	December 31 2014
Information Technology	**20.7**	19.5
Financials	**16.4**	16.5
Health Care	**15.0**	14.1
Consumer Discretionary	**12.9**	12.1
Industrials	**10.0**	10.3
Consumer Staples	**10.0**	9.7
Energy	**6.4**	8.4
Utilities	**2.9**	3.2
Materials	**2.8**	3.1
Telecommunication Services	**2.4**	2.3
Cash/Other	**0.5**	0.8
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.8**	99.9
Total	**99.8**	99.9

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**619 108**	**–**	**–**	**619 108**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**619 108**	**–**	**–**	**619 108**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

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

The non-capital and capital losses as at December 31, 2015 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.

For the periods ended December 31 (see note 2 in the generic notes)	**2015**	2014
Series A		
Opening units	**29 520**	24 829
Issued number of units	**11 393**	9 486
Reinvested number of units	**438**	284
Redeemed number of units	**(5 879)**	(5 079)
Ending number of units	**35 472**	29 520

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**39**	**100**	12	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 2015	December 31 2014
Fair value of securities loaned	**33 380**	14 474
Fair value of collateral received	**34 048**	14 763

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. INDEX CURRENCY NEUTRAL FUND

December 31, 2015

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
16 800	Bank of Montreal	$ 16 788	$ 16 788	
27 800	Bank of Nova Scotia	27 765	27 765	
5 000	Caisse Centrale Desjardins	4 996	4 996	
25 000	Canadian Imperial Bank of Commerce	24 970	24 970	
10 000	CDP Financial Inc.	9 986	9 986	
87 000	Government of Canada Treasury Bills	86 898	86 898	
12 350	Honda Canada Finance Inc.	12 339	12 339	
12 340	HSBC Bank Canada	12 323	12 323	
20 300	National Bank of Canada	20 264	20 264	
12 300	Nestlé Capital Canada Ltd.	12 286	12 286	
12 720	Province of Ontario	12 704	12 704	
12 810	PSP Capital Inc.	12 797	12 797	
5 750	Sumitomo Mitsui Financial Group Inc.	5 736	5 736	
27 600	Toronto-Dominion Bank	27 570	27 570	
8 600	Toyota Credit Canada Inc.	8 580	8 580	
11 750	Wells Fargo Financial Canada Corp.	11 718	11 718	
TOTAL INVESTMENTS		307 720	307 720	**96.8**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	3 253	**1.0**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(19)	–
TOTAL PORTFOLIO		$ 307 720	310 954	**97.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			6 817	**2.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 317 771	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
119	The S&P 500 Index Future, March 2016 Contracts at USD 2 005.67 per contract	$ 81 973	$ 1 223
1 627	The S&P 500 Mini Index Future, March 2016 Contracts at USD 2 017.38 per contract	225 597	2 030
TOTAL FUTURES		$ 307 570	$ 3 253

$87 000 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 Loss
Bought USD 3 311 Sold CAD 4 600 @ 0.7198	04-Jan-16	$ (19)
TOTAL FOREIGN EXCHANGE		$ (19)

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, and are grouped by issuer, earn interest at rates ranging from 0.39% to 0.84% and mature between January 4, 2016 and March 31, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 307 720**	$ 340 560
Cash	**515**	760
Subscriptions receivable	**85**	156
Unrealized gain on futures contracts	**3 253**	5 249
Futures contracts margin receivable	**6 436**	–
Dividends receivable, interest accrued and other assets	**180**	307
TOTAL ASSETS	**318 189**	347 032
LIABILITIES		
Redemptions payable	**203**	269
Futures contracts margin payable	**–**	1 466
Unrealized loss on foreign exchange contracts	**19**	–
Accounts payable and accrued expenses	**196**	225
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**418**	1 960
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 317 771**	$ 345 072
Investments at cost	**$ 307 720**	$ 340 560
NAV		
SERIES A	**$ 317 771**	$ 345 072
NAV PER UNIT		
SERIES A	**$ 9.23**	$ 9.62

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 331**	$ 2 116
Net gain (loss) from futures contracts	**2 078**	41 316
Securities lending revenue (see note 6 in the generic notes)	**50**	41
Net gain (loss) on foreign currencies and other net assets	**(81)**	–
Change in unrealized gain (loss) on investments	**(19)**	242
TOTAL INCOME (LOSS)	**2 359**	43 715
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 666**	1 674
Administration fees	**501**	502
Independent Review Committee costs	**3**	3
GST/HST	**234**	235
TOTAL EXPENSES	**2 404**	2 414
INCREASE (DECREASE) IN NAV	**$ (45)**	$ 41 301
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (45)**	$ 41 301
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ –**	$ 1.26

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (45)**	$ 41 301
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**19**	(242)
(Increase) decrease in accrued receivables	**2 123**	7 407
Increase (decrease) in accrued payables	**(29)**	25
Cost of investments purchased	**(2 325 967)**	(1 985 628)
Proceeds on sales of investments	**2 358 807**	1 964 790
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**34 908**	27 653
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**35 531**	31 463
Cash paid on redemption of redeemable units	**(62 708)**	(59 791)
Distributions paid to holders of redeemable units	**(74)**	(159)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (27 251)**	$ (28 487)
Net increase (decrease) in cash for the period	**7 657**	(834)
Cash (bank overdraft), beginning of period	**(706)**	128
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 6 951**	$ (706)
Interest received (paid)	**$ 458**	$ 3 868
Dividends received, net of withholding taxes	**$ –**	$ (1 475)

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series A 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 345 072**	$ 332 186
INCREASE (DECREASE) IN NAV	**(45)**	41 301
Early redemption fees	**2**	–
Proceeds from redeemable units issued	**35 460**	31 442
Reinvestments of distributions to holders of redeemable units	**12 179**	42 087
Redemption of redeemable units	**(62 644)**	(59 698)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(15 003)**	13 831
Distributions from net income	**(12 253)**	(42 246)
Distributions from net gains	**–**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(12 253)**	(42 246)
NET INCREASE (DECREASE) IN NAV	**(27 301)**	12 886
NAV AT END OF PERIOD	**$ 317 771**	$ 345 072

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

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 2015	December 31 2014
R-1 (H)	**72.6**	79.1
R-1 (M)	**25.5**	16.6
R-1 (L)	**1.9**	4.3
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 2015	December 31 2014
Information Technology	**20.7**	18.4
Financials	**16.5**	16.1
Health Care	**15.2**	13.2
Consumer Discretionary	**12.9**	11.8
Consumer Staples	**10.1**	10.0
Industrials	**10.0**	10.7
Energy	**6.5**	10.7
Utilities	**3.0**	3.4
Materials	**2.7**	3.3
Telecommunication Services	**2.4**	2.4
Total	**100.0**	100.0

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 2015	December 31 2014
0 – 1 month	**40.2**	57.9
1 – 3 months	**59.8**	33.7
4 – 6 months	**–**	8.4
7 – 12 months	**–**	–
Total	**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 2015		December 31 2014	
S&P 500 Total Return Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**307 720**	**–**	**307 720**
Derivatives – assets	**3 253**	**–**	**–**	**3 253**
Derivatives – liabilities	**–**	**(19)**	**–**	**(19)**
Total financial instruments	**3 253**	**307 701**	**–**	**310 954**
% of total portfolio	**1.0**	**99.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**35 879**	34 313
Issued number of units	**3 679**	3 154
Reinvested number of units	**1 348**	4 345
Redeemed number of units	**(6 485)**	(5 933)
Ending number of units	**34 421**	35 879

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**28 369**	91 469
Fair value of collateral received	**28 937**	93 299

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC O'SHAUGHNESSY U.S. VALUE FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
890 729	Bed Bath & Beyond Inc.	$ 77 335	$ 59 468	
428 030	CBS Corp.	26 198	27 905	
63 730	Darden Restaurants Inc.	5 842	5 612	
38 459	H&R Block, Inc.	1 794	1 773	
64 354	Kohls Corp.	4 016	4 241	
547 337	Macy's Inc.	33 995	26 492	
103 146	Magna International Inc., Class A	6 877	5 789	
238 231	Marriott International Inc., Class A	22 660	22 099	
87 055	Michael Kors Holdings Ltd.	4 853	4 826	
6 773 838	Sirius XM Holdings Inc.	30 071	38 148	
240 267	Time Warner Inc.	22 048	21 500	
193 251	Twenty-First Century Fox Inc.	7 557	7 263	
789 200	Viacom Inc.	67 141	44 947	
		310 387	270 063	**15.9**
Consumer Staples				
645 664	Ambev S.A. ADR	4 432	3 985	
1 110 617	Coca-Cola Enterprises Inc.	55 016	75 701	
2 139 744	Koninklijke Ahold N.V. ADR	48 332	62 576	
62 131	L'Oréal S.A. ADR	2 899	2 902	
		110 679	145 164	**8.5**
Energy				
647 706	Hess Corp.	60 501	43 449	
567 421	Marathon Petroleum Corp.	24 085	40 701	
835 042	National Oilwell Varco Inc.	44 011	38 695	
325 971	Phillips 66 Company	28 631	36 895	
104 096	Valero Energy Corp.	10 166	10 184	
		167 394	169 924	**10.0**
Financials				
536 884	Allstate Corp.	35 879	46 126	
155 650	American International Group Inc.	12 302	13 347	
629 453	Hartford Financial Services Inc.	36 803	37 853	
350 484	Navient Corp.	8 110	5 553	
544 842	Travelers Cos. Inc.	55 608	85 074	
437 190	Voya Financial Inc.	24 133	22 328	
800 017	XL Group Plc.	29 586	43 372	
		202 421	253 653	**14.9**
Health Care				
94 105	Anthem Inc.	18 354	18 157	
249 869	Express Scripts Holding Co.	23 917	30 215	
		42 271	48 372	**2.8**
Industrials				
29 464	Dover Corp.	$ 2 418	$ 2 499	
246 643	Emerson Electric Co.	16 315	16 323	
163 461	FedEx Corporation	31 510	33 683	
472 111	Fluor Corp.	32 687	30 847	
612 382	Illinois Tool Works Inc.	68 144	78 503	
154 068	Ingersoll-Rand Plc., Class A	10 535	11 787	
345 561	Northrop Grumman Corp.	42 260	90 280	
338 516	Parker Hannifin Corp.	47 112	45 426	
449 143	Pentair Plc.	34 919	30 782	
981 839	Tyco International Plc.	49 947	43 325	
		335 847	383 455	**22.6**
Information Technology				
1 652 210	Corning Inc.	41 967	41 791	
189 421	International Business Machines	37 684	36 057	
579 988	Juniper Networks Inc.	14 807	22 150	
113 113	Motorola Solutions Inc.	10 855	10 716	
813 117	NetApp Inc.	34 016	29 849	
452 332	Sandisk Corp.	33 737	47 562	
306 225	Seagate Technology	18 036	15 534	
2 709 491	Xerox Corp.	38 902	39 853	
		230 004	243 512	**14.3**
Materials				
106 593	Ashland Inc.	16 367	15 130	
177 303	CF Industries Holdings Inc.	9 169	10 008	
717 831	LyondellBasell Industries N.V.	75 462	86 315	
61 101	Monsanto Co.	7 282	8 329	
1 471 318	The Mosaic Co.	78 570	56 169	
		186 850	175 951	**10.4**
Telecommunication Services				
1 312 587	CenturyTel Inc.	48 150	45 696	
22 032	Mobile Telesystems PJSC ADR	278	188	
259 804	NTT DoCoMo Inc. ADR	6 843	7 370	
		55 271	53 254	**3.1**
TOTAL COMMON EQUITIES		1 641 124	1 743 348	**102.5**
SHORT-TERM INVESTMENTS*		17 238	17 173	**1.0**
TOTAL INVESTMENTS		1 658 362	1 760 521	**103.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	2 576	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(60 711)	**(3.6)**
TOTAL PORTFOLIO		$1 658 362	1 702 386	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 349)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 701 037	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 921 Sold CAD 1 275 @ 0.7225	06-Jan-16	$ –
Bought USD 3 325 Sold CAD 4 413 @ 0.7535	13-Jan-16	188
Bought USD 541 Sold CAD 722 @ 0.7494	13-Jan-16	27
Bought USD 199 Sold CAD 275 @ 0.7223	13-Jan-16	–
Bought USD 617 Sold CAD 836 @ 0.7382	22-Jan-16	18
Bought USD 1 995 Sold CAD 2 663 @ 0.7491	28-Jan-16	97
Bought USD 612 Sold CAD 813 @ 0.7530	28-Jan-16	34
Bought USD 919 Sold CAD 1 258 @ 0.7307	28-Jan-16	14
Bought USD 897 Sold CAD 1 232 @ 0.7281	28-Jan-16	9
Bought USD 561 Sold CAD 749 @ 0.7496	18-Feb-16	28
Bought USD 2 605 Sold CAD 3 480 @ 0.7486	18-Feb-16	124
Bought USD 5 077 Sold CAD 6 793 @ 0.7473	18-Feb-16	231
Bought USD 282 Sold CAD 381 @ 0.7408	18-Feb-16	9
Bought USD 896 Sold CAD 1 230 @ 0.7281	18-Feb-16	9
Bought CAD 208 388 Sold USD 149 345 @ 1.3953	01-Apr-16	1 788
		$ 2 576

Contracts	Maturity Date	Unrealized Loss
Bought CAD 164 358 Sold USD 122 751 @ 1.3389	06-Jan-16	$ (5 493)
Bought CAD 33 000 Sold USD 25 142 @ 1.3125	06-Jan-16	(1 789)
Bought CAD 150 392 Sold USD 114 112 @ 1.3179	13-Jan-16	(7 502)
Bought CAD 25 000 Sold USD 19 200 @ 1.3021	19-Jan-16	(1 566)
Bought CAD 26 560 Sold USD 20 398 @ 1.3021	19-Jan-16	(1 664)
Bought CAD 21 090 Sold USD 16 298 @ 1.2941	19-Jan-16	(1 460)
Bought CAD 105 614 Sold USD 81 634 @ 1.2937	28-Jan-16	(7 337)
Bought CAD 127 825 Sold USD 95 593 @ 1.3372	28-Jan-16	(4 440)
Bought USD 224 Sold CAD 312 @ 0.7178	28-Jan-16	(2)
Bought CAD 134 467 Sold USD 103 539 @ 1.2987	05-Feb-16	(8 788)
Bought USD 2 597 Sold CAD 3 605 @ 0.7203	05-Feb-16	(12)
Bought USD 996 Sold CAD 1 380 @ 0.7220	08-Feb-16	(1)
Bought CAD 190 929 Sold USD 143 810 @ 1.3277	18-Feb-16	(8 036)
Bought CAD 17 390 Sold USD 13 299 @ 1.3076	18-Feb-16	(1 009)
Bought USD 1 995 Sold CAD 2 785 @ 0.7163	18-Feb-16	(25)
Bought CAD 20 000 Sold USD 15 005 @ 1.3329	29-Feb-16	(759)
Bought CAD 69 781 Sold USD 52 351 @ 1.3329	29-Feb-16	(2 646)
Bought CAD 151 295 Sold USD 113 137 @ 1.3373	03-Mar-16	(5 226)
Bought CAD 130 000 Sold USD 95 624 @ 1.3595	16-Mar-16	(2 289)
Bought CAD 173 609 Sold USD 125 977 @ 1.3781	24-Mar-16	(667)
		$ (60 711)
TOTAL FOREIGN EXCHANGE		$ (58 135)

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 0.15% to 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 760 521**	$ 2 130 733
Due from investment dealers	**66**	–
Subscriptions receivable	**836**	2 217
Unrealized gain on foreign exchange contracts	**2 576**	183
Dividends receivable, interest accrued and other assets	**2 046**	1 724
TOTAL ASSETS	**1 766 045**	2 134 857
LIABILITIES		
Bank overdraft	**–**	20
Due to investment dealers	**691**	–
Redemptions payable	**2 029**	3 123
Unrealized loss on foreign exchange contracts	**60 711**	55 645
Accounts payable and accrued expenses	**1 577**	2 134
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**65 008**	60 922
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 701 037**	$ 2 073 935
Investments at cost	**$ 1 658 362**	$ 1 874 903
NAV		
SERIES A	**$ 1 015 117**	$ 1 318 415
ADVISOR SERIES	**$ 34 638**	$ 48 166
SERIES D	**$ 91 113**	$ 115 644
SERIES F	**$ 54 948**	$ 88 318
SERIES I	**$ 7 994**	$ 31 796
SERIES O	**$ 497 227**	$ 471 596
NAV PER UNIT		
SERIES A	**$ 13.71**	$ 15.13
ADVISOR SERIES	**$ 13.85**	$ 15.29
SERIES D	**$ 13.75**	$ 15.18
SERIES F	**$ 14.13**	$ 15.61
SERIES I	**$ 13.86**	$ 15.30
SERIES O	**$ 13.97**	$ 15.43

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 45 999**	$ 66 589
Interest for distribution purposes	**21**	152
Securities lending revenue (see note 6 in the generic notes)	**87**	182
Net realized gain (loss) on investments	**321 485**	279 511
Net gain (loss) on foreign currencies and other net assets	**(342 854)**	(129 689)
Change in unrealized gain (loss) on investments	**(156 344)**	8 715
TOTAL INCOME (LOSS)	**(131 606)**	225 460
EXPENSES (see notes – Fund Specific Information)		
Management fees	**17 485**	18 229
Administration fees	**2 143**	2 209
Independent Review Committee costs	**3**	3
GST/HST	**2 087**	2 175
Transaction costs	**1 170**	1 153
Withholding tax	**5 153**	5 258
TOTAL EXPENSES	**28 041**	29 027
INCREASE (DECREASE) IN NAV	**$ (159 647)**	$ 196 433
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (101 868)**	$ 129 375
ADVISOR SERIES	**$ (3 514)**	$ 4 413
SERIES D	**$ (8 871)**	$ 10 986
SERIES F	**$ (5 550)**	$ 9 034
SERIES I	**$ (2 745)**	$ 3 074
SERIES O	**$ (37 099)**	$ 39 551
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (1.28)**	$ 1.58
ADVISOR SERIES	**$ (1.28)**	$ 1.61
SERIES D	**$ (1.24)**	$ 1.63
SERIES F	**$ (1.24)**	$ 1.73
SERIES I	**$ (1.15)**	$ 1.73
SERIES O	**$ (1.08)**	$ 1.82

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (159 647)**	$ 196 433
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(321 485)**	(279 508)
Change in unrealized loss (gain) on investments	**156 344**	(8 715)
(Increase) decrease in accrued receivables	**(322)**	(427)
Increase (decrease) in accrued payables	**(557)**	412
Cost of investments purchased	**(4 775 624)**	(7 968 957)
Proceeds on sales of investments	**5 314 275**	7 805 565
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**212 984**	(255 197)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**422 934**	599 685
Cash paid on redemption of redeemable units	**(631 379)**	(321 035)
Distributions paid to holders of redeemable units	**(4 519)**	(23 473)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (212 964)**	$ 255 177
Net increase (decrease) in cash for the period	**20**	(20)
Cash (bank overdraft), beginning of period	**(20)**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ (20)
Interest received (paid)	**$ 21**	$ 153
Dividends received, net of withholding taxes	**$ 40 524**	$ 60 904

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 318 415**	$ 1 192 091	**$ 48 166**	$ 36 500	**$ 115 644**	$ 86 516	**$ 88 318**	$ 77 040
INCREASE (DECREASE) IN NAV	**(101 868)**	129 375	**(3 514)**	4 413	**(8 871)**	10 986	**(5 550)**	9 034
Early redemption fees	**–**	3	**–**	–	**1**	2	**–**	–
Proceeds from redeemable units issued	**72 533**	197 691	**6 807**	17 421	**18 519**	54 412	**17 911**	30 267
Reinvestments of distributions to holders of redeemable units	**6 500**	109 516	**250**	3 931	**879**	9 718	**583**	6 091
Redemption of redeemable units	**(273 816)**	(198 214)	**(16 814)**	(10 042)	**(34 135)**	(35 946)	**(45 492)**	(25 977)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(194 783)**	108 996	**(9 757)**	11 310	**(14 736)**	28 186	**(26 998)**	10 381
Distributions from net income	**(6 647)**	(21 683)	**(257)**	(746)	**(924)**	(2 110)	**(822)**	(1 909)
Distributions from net gains	**–**	(90 364)	**–**	(3 311)	**–**	(7 934)	**–**	(6 228)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(6 647)**	(112 047)	**(257)**	(4 057)	**(924)**	(10 044)	**(822)**	(8 137)
NET INCREASE (DECREASE) IN NAV	**(303 298)**	126 324	**(13 528)**	11 666	**(24 531)**	29 128	**(33 370)**	11 278
NAV AT END OF PERIOD	**$ 1 015 117**	$ 1 318 415	**$ 34 638**	$ 48 166	**$ 91 113**	$ 115 644	**$ 54 948**	$ 88 318

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 31 796**	$ 22 693	**$ 471 596**	$ 210 081	**$ 2 073 935**	$ 1 624 921
INCREASE (DECREASE) IN NAV	**(2 745)**	3 074	**(37 099)**	39 551	**(159 647)**	196 433
Early redemption fees	**–**	–	**–**	–	**1**	5
Proceeds from redeemable units issued	**9 677**	9 513	**296 106**	289 834	**421 553**	599 138
Reinvestments of distributions to holders of redeemable units	**379**	2 777	**6 125**	25 863	**14 716**	157 896
Redemption of redeemable units	**(30 722)**	(3 418)	**(229 307)**	(49 492)	**(630 286)**	(323 089)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(20 666)**	8 872	**72 924**	266 205	**(194 016)**	433 950
Distributions from net income	**(391)**	(700)	**(10 194)**	(10 872)	**(19 235)**	(38 020)
Distributions from net gains	**–**	(2 143)	**–**	(33 369)	**–**	(143 349)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(391)**	(2 843)	**(10 194)**	(44 241)	**(19 235)**	(181 369)
NET INCREASE (DECREASE) IN NAV	**(23 802)**	9 103	**25 631**	261 515	**(372 898)**	449 014
NAV AT END OF PERIOD	**$ 7 994**	$ 31 796	**$ 497 227**	$ 471 596	**$ 1 701 037**	$ 2 073 935

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

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:

Investment mix	**December 31 2015**	December 31 2014
Industrials	**22.6**	12.3
Consumer Discretionary	**15.9**	20.4
Financials	**14.9**	10.4
Information Technology	**14.3**	17.8
Materials	**10.4**	9.0
Energy	**10.0**	11.8
Consumer Staples	**8.5**	5.1
Telecommunication Services	**3.1**	8.0
Health Care	**2.8**	6.9
Cash/Other	**(2.5)**	(1.7)
Total	**100.0**	100.0

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 2015	December 31 2014
S&P 500 Total Return Index (USD)	**+ or - 1.2**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 743 348**	**–**	**–**	**1 743 348**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**17 173**	**–**	**17 173**
Derivatives – assets	**–**	**2 576**	**–**	**2 576**
Derivatives – liabilities	**–**	**(60 711)**	**–**	**(60 711)**
Total financial instruments	**1 743 348**	**(40 962)**	**–**	**1 702 386**
% of total portfolio	**102.4**	**(2.4)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 D	1.00%
Series F	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	0.15%
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 2015	December 31 2014
Units held		
Series I	**523**	516
Series O	**–**	594
Value of all units	**7**	17

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	17 583
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)	**2015**	2014
Series A		
Opening units	**87 111**	79 839
Issued number of units	**4 783**	12 943
Reinvested number of units	**446**	7 207
Redeemed number of units	**(18 278)**	(12 878)
Ending number of units	**74 062**	87 111
Advisor Series		
Opening units	**3 151**	2 419
Issued number of units	**443**	1 122
Reinvested number of units	**17**	256
Redeemed number of units	**(1 109)**	(646)
Ending number of units	**2 502**	3 151
Series D		
Opening units	**7 619**	5 777
Issued number of units	**1 219**	3 535
Reinvested number of units	**60**	638
Redeemed number of units	**(2 270)**	(2 331)
Ending number of units	**6 628**	7 619
Series F		
Opening units	**5 660**	5 002
Issued number of units	**1 160**	1 897
Reinvested number of units	**39**	389
Redeemed number of units	**(2 972)**	(1 628)
Ending number of units	**3 887**	5 660
Series I		
Opening units	**2 079**	1 504
Issued number of units	**639**	613
Reinvested number of units	**26**	181
Redeemed number of units	**(2 167)**	(219)
Ending number of units	**577**	2 079
Series O		
Opening units	**30 561**	13 737
Issued number of units	**19 836**	18 263
Reinvested number of units	**421**	1 665
Redeemed number of units	**(15 236)**	(3 104)
Ending number of units	**35 582**	30 561

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**1 170**	**100**	1 153	100
Related-party brokerage commissions*	**79**	**7**	33	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.

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 2015	December 31 2014
Fair value of securities loaned	**295 985**	114 890
Fair value of collateral received	**301 905**	117 188

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 2015	December 31 2014
RBC Select Choices Aggressive Growth Portfolio	**0.7**	0.5
RBC Select Choices Balanced Portfolio	**1.3**	1.2
RBC Select Choices Conservative Portfolio	**0.4**	0.4
RBC Select Choices Growth Portfolio	**0.7**	0.6
RBC Target 2020 Education Fund	**1.0**	0.9
RBC Target 2025 Education Fund	**2.3**	1.6
RBC Target 2030 Education Fund	**0.7**	0.3
Total	**7.1**	5.5

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 O	0.93
Units issued by Continuing Fund Series O	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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. MID-CAP EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
73 710	Bed Bath & Beyond Inc.	$ 5 000	$ 4 921	
81 240	Dick's Sporting Goods Inc.	3 987	3 972	
97 120	Dollar Tree Inc.	4 327	10 377	
237 100	LKQ Corp.	5 387	9 721	
84 490	Nordstrom Inc.	5 155	5 823	
38 110	O'Reilly Automotive Inc.	4 072	13 364	
21 040	Panera Bread Company	3 418	5 671	
126 730	Ross Stores Inc.	3 850	9 436	
104 060	Tractor Supply Co.	5 330	12 311	
115 440	Under Armour Inc., Class A	7 172	12 876	
101 580	V.F. Corporation	4 433	8 748	
		52 131	97 220	**15.5**
Consumer Staples				
84 460	Church & Dwight Co. Inc.	4 787	9 917	
64 790	Ingredion Inc.	4 325	8 592	
68 260	McCormick & Co. Inc.	4 572	8 081	
48 240	Pricesmart Inc.	3 912	5 540	
94 210	Treehouse Foods Inc.	5 331	10 224	
129 040	United Natural Foods Inc.	7 615	7 028	
		30 542	49 382	**7.9**
Energy				
40 960	Concho Resources Inc.	3 655	5 261	
28 510	Core Laboratories N.V.	4 849	4 284	
79 640	Oceaneering International Inc.	4 237	4 133	
		12 741	13 678	**2.2**
Financials				
32 600	Affiliated Managers Group Inc.	4 368	7 202	
165 330	Brown & Brown Inc.	4 820	7 343	
41 870	Factset Research Systems Inc.	4 304	9 416	
102 630	PRA Group Inc.	3 810	4 926	
112 520	Raymond James Financial Corp.	4 653	9 026	
95 320	RLI Corp.	7 066	8 144	
63 600	Signature Bank	5 183	13 497	
62 750	T. Rowe Price Group Inc.	4 544	6 207	
		38 748	65 761	**10.5**
Health Care				
74 510	Abiomed Inc.	7 757	9 303	
59 810	Align Technology Inc.	5 218	5 445	
38 530	C.R. Bard Inc.	4 153	10 096	
89 230	Cerner Corp.	3 825	7 429	
34 900	Cooper Co. Inc.	5 237	6 478	
78 060	DaVita HealthCare Partners Inc.	6 107	7 528	
64 440	Henry Schein Inc.	5 755	14 101	
91 070	IDEXX Laboratories Inc.	4 472	9 189	
48 080	Laboratory Corp. of America Holdings	4 598	8 224	
21 060	Mettler-Toledo International Inc.	4 214	9 882	
114 690	Parexel International Corp.	4 164	10 810	
35 620	Perrigo Company Plc.	3 628	7 129	
79 030	STERIS Plc.	7 894	8 239	
53 660	Varian Medical Systems Inc.	3 870	5 999	
50 550	Waters Corp.	4 779	9 416	
		75 671	129 268	**20.7**
Industrials				
98 030	Ametek Inc.	3 610	7 269	
74 350	Clean Harbors Inc.	4 212	4 288	
151 370	Copart Inc.	5 836	7 961	
19 360	Grainger (W.W.) Inc.	3 952	5 427	
35 850	IHS Inc., Class A	3 470	5 870	
61 700	J.B. Hunt Transport Services Inc.	3 611	6 263	
70 700	Landstar System Inc.	3 780	5 738	
46 520	Middleby Corp.	5 434	6 944	
62 310	MSC Industrial Direct Co.	4 983	4 852	
81 830	Pentair Plc.	6 323	5 608	
40 710	Roper Technologies Inc.	4 851	10 686	
52 050	Stericycle Inc.	5 120	8 686	
74 690	Verisk Analytics Inc.	3 958	7 945	
42 400	Wabtec Corp.	5 360	4 173	
110 700	Waste Connections Inc.	3 847	8 627	
113 020	Woodward Inc.	6 450	7 766	
		74 797	108 103	**17.3**
Information Technology				
80 170	Akamai Technologies Inc.	6 360	5 838	
22 740	Alliance Data Systems Corp.	8 441	8 700	
71 570	Ansys Inc.	5 294	9 160	
122 810	ARM Holdings Plc. ADR	5 459	7 688	
133 640	Aspen Technology Inc.	7 284	6 982	
118 090	Autodesk Inc.	6 495	9 954	
44 090	F5 Networks Inc.	4 339	5 915	
87 850	Fidelity National Information Services Inc.	6 655	7 363	
90 000	Guidewire Software Inc.	7 019	7 489	
55 840	IPG Photonics Corp.	3 435	6 889	
44 340	MercadoLibre Inc.	3 889	7 015	
100 060	Open Text Corp.	3 080	6 636	
86 500	Red Hat Inc.	6 360	9 912	
134 210	SynOpsys Inc.	4 795	8 470	
89 350	Verisign Inc.	4 057	10 801	
68 180	WEX Inc.	5 479	8 337	
60 350	Zebra Technologies Corp.	6 699	5 816	
		95 140	132 965	**21.3**
Materials				
38 880	Airgas Inc.	3 648	7 444	
72 850	Aptargroup Inc.	3 945	7 324	
		7 593	14 768	**2.4**
TOTAL COMMON EQUITIES		$ 387 363	611 145	**97.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			13 797	**2.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 624 942	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 611 145**	$ 1 138 880
Cash	**13 760**	27 116
Due from investment dealers	**–**	24 661
Subscriptions receivable	**219**	447
Dividends receivable, interest accrued and other assets	**101**	295
TOTAL ASSETS	**625 225**	1 191 399
LIABILITIES		
Due to investment dealers	**–**	31 250
Redemptions payable	**72**	65
Accounts payable and accrued expenses	**211**	214
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**283**	31 529
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 624 942**	$ 1 159 870
Investments at cost	**$ 387 363**	$ 780 867
NAV		
SERIES A	**$ 99 611**	$ 93 871
ADVISOR SERIES	**$ 2 284**	$ 1 236
SERIES H	**$ 1**	$ 1
SERIES D	**$ 11 132**	$ 8 270
SERIES F	**$ 3 686**	$ 1 998
SERIES I	**$ 3 270**	$ 3 965
SERIES O	**$ 504 958**	$ 1 050 529
NAV PER UNIT		
SERIES A	**$ 27.18**	$ 26.51
ADVISOR SERIES	**$ 27.24**	$ 26.57
SERIES H	**$ 27.34**	$ 26.58
SERIES D	**$ 29.31**	$ 28.30
SERIES F	**$ 31.25**	$ 30.12
SERIES I	**$ 31.24**	$ 30.13
SERIES O	**$ 31.70**	$ 30.53

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 6 673**	$ 6 105
Interest for distribution purposes	**–**	(9)
Securities lending revenue (see note 6 in the generic notes)	**109**	225
Net realized gain (loss) on investments	**304 373**	80 276
Net gain (loss) on foreign currencies and other net assets	**9 164**	5 551
Change in unrealized gain (loss) on investments	**(134 231)**	101 223
TOTAL INCOME (LOSS)	**186 088**	193 371
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 922**	1 639
Administration fees	**340**	340
Independent Review Committee costs	**3**	3
GST/HST	**235**	211
Transaction costs	**466**	233
Withholding tax	**953**	692
TOTAL EXPENSES	**3 919**	3 118
INCREASE (DECREASE) IN NAV	**$ 182 169**	$ 190 253
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 14 099**	$ 13 000
ADVISOR SERIES	**$ 219**	$ 154
SERIES H	**$ –**	$ –
SERIES D	**$ 1 383**	$ 1 086
SERIES F	**$ 408**	$ 268
SERIES I	**$ 591**	$ 548
SERIES O	**$ 165 469**	$ 175 197
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 5.47**	$ 3.92
ADVISOR SERIES	**$ 5.70**	$ 3.94
SERIES H	**$ 5.63**	$ 1.44
SERIES D	**$ 6.25**	$ 4.37
SERIES F	**$ 6.98**	$ 4.71
SERIES I	**$ 6.62**	$ 3.09
SERIES O	**$ 6.35**	$ 5.01

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 182 169**	$ 190 253
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(304 373)**	(80 182)
Change in unrealized loss (gain) on investments	**134 231**	(101 223)
(Increase) decrease in accrued receivables	**194**	(24 663)
Increase (decrease) in accrued payables	**(3)**	31 301
Cost of investments purchased	**(169 404)**	(312 829)
Proceeds on sales of investments	**860 692**	232 844
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**703 506**	(64 499)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**104 156**	294 661
Cash paid on redemption of redeemable units	**(812 867)**	(222 197)
Distributions paid to holders of redeemable units	**(8 151)**	(1 844)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (716 862)**	$ 70 620
Net increase (decrease) in cash for the period	**(13 356)**	6 121
Cash (bank overdraft), beginning of period	**27 116**	20 995
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 13 760**	$ 27 116
Interest received (paid)	**$ –**	$ (9)
Dividends received, net of withholding taxes	**$ 5 914**	$ 5 411

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 93 871**	$ 80 435	**$ 1 236**	$ 1 139	**$ 1**	$ –	**$ 8 270**	$ 5 323
INCREASE (DECREASE) IN NAV	**14 099**	13 000	**219**	154	**–**	–	**1 383**	1 086
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	1
Proceeds from redeemable units issued	**12 699**	17 097	**1 616**	773	**–**	1	**5 519**	4 860
Reinvestments of distributions to holders of redeemable units	**10 522**	1 416	**236**	18	**–**	–	**1 202**	129
Redemption of redeemable units	**(20 494)**	(16 543)	**(771)**	(828)	**–**	–	**(4 017)**	(2 998)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 727**	1 970	**1 081**	(37)	**–**	1	**2 705**	1 992
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**(11 086)**	(1 534)	**(252)**	(20)	**–**	–	**(1 226)**	(131)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(11 086)**	(1 534)	**(252)**	(20)	**–**	–	**(1 226)**	(131)
NET INCREASE (DECREASE) IN NAV	**5 740**	13 436	**1 048**	97	**–**	1	**2 862**	2 947
NAV AT END OF PERIOD	**$ 99 611**	$ 93 871	**$ 2 284**	$ 1 236	**$ 1**	$ 1	**$ 11 132**	$ 8 270

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 998**	$ 1 268	**$ 3 965**	$ –	**$ 1 050 529**	$ 810 859	**$ 1 159 870**	$ 899 024
INCREASE (DECREASE) IN NAV	**408**	268	**591**	548	**165 469**	175 197	**182 169**	190 253
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	1
Proceeds from redeemable units issued	**2 487**	937	**51**	3 892	**81 556**	267 062	**103 928**	294 622
Reinvestments of distributions to holders of redeemable units	**162**	9	**96**	19	**52 513**	18 537	**64 731**	20 128
Redemption of redeemable units	**(931)**	(452)	**(1 031)**	(428)	**(785 631)**	(200 937)	**(812 875)**	(222 186)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 718**	494	**(884)**	3 483	**(651 562)**	84 662	**(644 215)**	92 565
Distributions from net income	**–**	–	**(5)**	–	**(3 581)**	(3 247)	**(3 586)**	(3 247)
Distributions from net gains	**(438)**	(32)	**(397)**	(66)	**(55 897)**	(16 942)	**(69 296)**	(18 725)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(438)**	(32)	**(402)**	(66)	**(59 478)**	(20 189)	**(72 882)**	(21 972)
NET INCREASE (DECREASE) IN NAV	**1 688**	730	**(695)**	3 965	**(545 571)**	239 670	**(534 928)**	260 846
NAV AT END OF PERIOD	**$ 3 686**	$ 1 998	**$ 3 270**	$ 3 965	**$ 504 958**	$ 1 050 529	**$ 624 942**	$ 1 159 870

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

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.

Series H units were launched in August 2014, and Series I units in April 2014.

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 2015**	December 31 2014
Information Technology	**21.3**	18.4
Health Care	**20.7**	19.2
Industrials	**17.3**	18.8
Consumer Discretionary	**15.5**	17.3
Financials	**10.5**	9.6
Consumer Staples	**7.9**	7.9
Materials	**2.4**	2.8
Energy	**2.2**	4.2
Cash/Other	**2.2**	1.8
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**100.0**	99.8
Total	**100.0**	99.8

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
Russell Midcap Growth 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**611 145**	**–**	**–**	**611 145**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**611 145**	**–**	**–**	**611 145**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Advisor Series	–	58
Series H	**48**	42
Series I	**43**	38
Series O	–	294
Value of all units	**3**	13

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**3 541**	3 460
Issued number of units	**434**	713
Reinvested number of units	**391**	53
Redeemed number of units	**(701)**	(685)
Ending number of units	**3 665**	3 541
Advisor Series		
Opening units	**47**	49
Issued number of units	**54**	31
Reinvested number of units	**9**	1
Redeemed number of units	**(26)**	(34)
Ending number of units	**84**	47
Series H		
Opening units	–	–
Issued number of units	–	–
Reinvested number of units	–	–
Redeemed number of units	–	–
Ending number of units	–	–
Series D		
Opening units	**292**	217
Issued number of units	**175**	188
Reinvested number of units	**41**	5
Redeemed number of units	**(128)**	(118)
Ending number of units	**380**	292
Series F		
Opening units	**66**	49
Issued number of units	**75**	33
Reinvested number of units	**5**	–
Redeemed number of units	**(28)**	(16)
Ending number of units	**118**	66
Series I		
Opening units	**132**	–
Issued number of units	**2**	146
Reinvested number of units	**3**	1
Redeemed number of units	**(32)**	(15)
Ending number of units	**105**	132
Series O		
Opening units	**34 408**	30 827
Issued number of units	**2 396**	9 885
Reinvested number of units	**1 676**	612
Redeemed number of units	**(22 549)**	(6 916)
Ending number of units	**15 931**	34 408

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**466**	**100**	233	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	**179**	**38**	168	72

* 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 2015	December 31 2014
Fair value of securities loaned	**181 749**	129 932
Fair value of collateral received	**185 384**	132 530

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 2015	December 31 2014
RBC Balanced Fund	**4.6**	2.9
RBC Global Balanced Fund	**1.1**	0.6
RBC Select Aggressive Growth Portfolio	**2.8**	5.5
RBC Select Balanced Portfolio	**31.8**	38.3
RBC Select Growth Portfolio	**11.0**	16.5
RBC Target 2020 Education Fund	**1.7**	0.9
RBC Target 2025 Education Fund	**4.0**	2.0
RBC Target 2030 Education Fund	**2.1**	0.6
RBC U.S. Equity Currency Neutral Fund	**0.3**	0.2
RBC U.S. Equity Fund	**11.0**	13.4
Total	**70.4**	80.9

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.

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. MID-CAP EQUITY CURRENCY NEUTRAL FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
1 420	Bed Bath & Beyond Inc.	$ 94	$ 95	
1 540	Dick's Sporting Goods Inc.	71	75	
1 860	Dollar Tree Inc.	76	199	
4 620	LKQ Corp.	98	189	
1 680	Nordstrom Inc.	102	116	
720	O'Reilly Automotive Inc.	66	252	
410	Panera Bread Company	69	111	
2 440	Ross Stores Inc.	68	182	
2 010	Tractor Supply Co.	92	238	
2 200	Under Armour Inc., Class A	58	245	
2 000	V.F. Corporation	82	172	
		876	1 874	**16.1**
Consumer Staples				
1 620	Church & Dwight Co. Inc.	84	190	
1 290	Ingredion Inc.	83	171	
1 320	McCormick & Co. Inc.	84	156	
930	Pricesmart Inc.	70	107	
1 880	Treehouse Foods Inc.	99	204	
2 500	United Natural Foods Inc.	143	136	
		563	964	**8.3**
Energy				
790	Concho Resources Inc.	63	101	
570	Core Laboratories N.V.	61	85	
1 520	Oceaneering International Inc.	71	78	
		195	264	**2.3**
Financials				
640	Affiliated Managers Group Inc.	73	141	
3 220	Brown & Brown Inc.	89	143	
810	Factset Research Systems Inc.	78	182	
1 980	PRA Group Inc.	64	95	
2 140	Raymond James Financial Corp.	81	172	
1 870	RLI Corp.	138	160	
1 240	Signature Bank	88	263	
1 230	T. Rowe Price Group Inc.	84	122	
		695	1 278	**11.0**
Health Care				
1 440	Abiomed Inc.	150	180	
1 170	Align Technology Inc.	102	107	
740	C.R. Bard Inc.	71	194	
1 700	Cerner Corp.	66	142	
690	Cooper Co. Inc.	104	128	
1 500	DaVita HealthCare Partners Inc.	117	145	
1 250	Henry Schein Inc.	100	274	
1 730	IDEXX Laboratories Inc.	78	175	
Health Care (cont.)				
960	Laboratory Corp. of America Holdings	$ 89	$ 164	
410	Mettler-Toledo International Inc.	74	192	
2 220	Parexel International Corp.	71	209	
680	Perrigo Company Plc.	55	136	
1 540	STERIS Plc.	154	161	
1 010	Varian Medical Systems Inc.	69	113	
1 000	Waters Corp.	90	186	
		1 390	2 506	**21.6**
Industrials				
1 940	Ametek Inc.	63	144	
1 450	Clean Harbors Inc.	82	84	
2 930	Copart Inc.	119	154	
390	Grainger (W.W.) Inc.	74	109	
690	IHS Inc., Class A	61	113	
1 190	J.B. Hunt Transport Services Inc.	60	121	
1 370	Landstar System Inc.	69	111	
910	Middleby Corp.	106	136	
1 200	MSC Industrial Direct Co.	93	93	
1 580	Pentair Plc.	127	108	
790	Roper Technologies Inc.	86	207	
1 020	Stericycle Inc.	93	170	
1 470	Verisk Analytics Inc.	71	156	
840	Wabtec Corp.	107	83	
2 100	Waste Connections Inc.	65	164	
2 260	Woodward Inc.	129	155	
		1 405	2 108	**18.1**
Information Technology				
1 670	Akamai Technologies Inc.	134	122	
430	Alliance Data Systems Corp.	159	165	
1 390	Ansys Inc.	97	178	
2 420	ARM Holdings Plc. ADR	103	151	
2 600	Aspen Technology Inc.	141	136	
2 240	Autodesk Inc.	121	189	
870	F5 Networks Inc.	83	117	
1 790	Fidelity National Information Services Inc.	137	150	
1 760	Guidewire Software Inc.	137	146	
1 060	IPG Photonics Corp.	59	131	
850	MercadoLibre Inc.	69	134	
1 690	Red Hat Inc.	124	194	
1 900	Open Text Corp.	51	126	
2 640	SynOpsys Inc.	89	167	
1 710	Verisign Inc.	72	207	
1 350	WEX Inc.	103	165	
1 190	Zebra Technologies Corp.	132	115	
		1 811	2 593	**22.3**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
760	Airgas Inc.	$ 66	$ 145	
1 420	Aptargroup Inc.	71	143	
		137	288	**2.5**
TOTAL COMMON EQUITIES		7 072	11 875	**102.2**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	29	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(355)	**(3.1)**
TOTAL PORTFOLIO		$ 7 072	11 549	**99.3**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			77	**0.7**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 11 626	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 198 Sold CAD 265 @ 0.7486	06-Jan-16	$ 9
Bought USD 22 Sold CAD 30 @ 0.7225	26-Jan-16	–
Bought CAD 100 Sold USD 72 @ 1.3895	08-Mar-16	–
Bought CAD 7 Sold USD 5 @ 1.3817	17-Mar-16	–
Bought CAD 2 086 Sold USD 1 494 @ 1.3961	22-Mar-16	20
		$ 29

Contracts	Maturity Date	Unrealized Loss
Bought CAD 396 Sold USD 295 @ 1.3415	06-Jan-16	$ (13)
Bought CAD 1 066 Sold USD 808 @ 1.3188	14-Jan-16	(54)
Bought USD 72 Sold CAD 100 @ 0.7155	14-Jan-16	(1)
Bought CAD 65 Sold USD 50 @ 1.3004	21-Jan-16	(4)
Bought CAD 1 468 Sold USD 1 114 @ 1.3174	26-Jan-16	(74)
Bought CAD 478 Sold USD 362 @ 1.3194	03-Feb-16	(23)
Bought CAD 1 282 Sold USD 933 @ 1.3735	04-Feb-16	(9)
Bought CAD 167 Sold USD 122 @ 1.3737	05-Feb-16	(1)
Bought CAD 1 875 Sold USD 1 405 @ 1.3346	08-Feb-16	(69)
Bought CAD 168 Sold USD 127 @ 1.3177	10-Feb-16	(8)
Bought CAD 251 Sold USD 184 @ 1.3597	18-Feb-16	(4)
Bought CAD 175 Sold USD 132 @ 1.3303	22-Feb-16	(7)
Bought CAD 220 Sold USD 165 @ 1.3346	25-Feb-16	(8)
Bought CAD 391 Sold USD 294 @ 1.3314	29-Feb-16	(15)
Bought CAD 1 206 Sold USD 901 @ 1.3389	08-Mar-16	(40)
Bought CAD 685 Sold USD 513 @ 1.3351	10-Mar-16	(25)
		$ (355)
TOTAL FOREIGN EXCHANGE		$ (326)

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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 11 875**	$ 11 499
Cash	**91**	466
Due from investment dealers	**–**	254
Subscriptions receivable	**1**	22
Unrealized gain on foreign exchange contracts	**29**	–
Dividends receivable, interest accrued and other assets	**5**	3
TOTAL ASSETS	**12 001**	12 244
LIABILITIES		
Due to investment dealers	**–**	317
Redemptions payable	**1**	–
Unrealized loss on foreign exchange contracts	**355**	312
Accounts payable and accrued expenses	**19**	22
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**375**	651
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 11 626**	$ 11 593
Investments at cost	**$ 7 072**	$ 7 307
NAV		
SERIES A	**$ 10 256**	$ 10 826
ADVISOR SERIES	**$ 350**	$ 246
SERIES D	**$ 399**	$ 315
SERIES F	**$ 621**	$ 206
NAV PER UNIT		
SERIES A	**$ 11.64**	$ 11.96
ADVISOR SERIES	**$ 11.69**	$ 12.01
SERIES D	**$ 12.51**	$ 12.75
SERIES F	**$ 12.94**	$ 13.15

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 88**	$ 65
Securities lending revenue (see note 6 in the generic notes)	**1**	3
Net realized gain (loss) on investments	**1 158**	1 341
Net gain (loss) on foreign currencies and other net assets	**(1 919)**	(788)
Change in unrealized gain (loss) on investments	**597**	343
TOTAL INCOME (LOSS)	**(75)**	964
EXPENSES (see notes – Fund Specific Information)		
Management fees	**200**	197
Administration fees	**15**	18
Independent Review Committee costs	**3**	3
GST/HST	**20**	20
Transaction costs	**3**	2
Withholding tax	**13**	9
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**251**	246
INCREASE (DECREASE) IN NAV	**$ (326)**	$ 718
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (275)**	$ 670
ADVISOR SERIES	**$ (16)**	$ 16
SERIES D	**$ (8)**	$ 20
SERIES F	**$ (27)**	$ 12
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.34)**	$ 0.70
ADVISOR SERIES	**$ (0.34)**	$ 0.71
SERIES D	**$ (0.26)**	$ 0.83
SERIES F	**$ (0.22)**	$ 0.91

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (326)**	$ 718
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(1 158)**	(1 339)
Change in unrealized loss (gain) on investments	**(597)**	(343)
(Increase) decrease in accrued receivables	**(2)**	(253)
Increase (decrease) in accrued payables	**(3)**	318
Cost of investments purchased	**(2 230)**	(1 336)
Proceeds on sales of investments	**3 560**	3 799
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(756)**	1 564
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**2 631**	1 593
Cash paid on redemption of redeemable units	**(2 250)**	(2 813)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 381**	$ (1 220)
Net increase (decrease) in cash for the period	**(375)**	344
Cash (bank overdraft), beginning of period	**466**	122
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 91**	$ 466
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 76**	$ 57

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 10 826**	$ 11 192	**$ 246**	$ 248	**$ 315**	$ 554
INCREASE (DECREASE) IN NAV	**(275)**	670	**(16)**	16	**(8)**	20
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 593**	1 291	**163**	46	**270**	118
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(1 888)**	(2 327)	**(43)**	(64)	**(178)**	(377)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(295)**	(1 036)	**120**	(18)	**92**	(259)
Distributions from net income	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(570)**	(366)	**104**	(2)	**84**	(239)
NAV AT END OF PERIOD	**$ 10 256**	$ 10 826	**$ 350**	$ 246	**$ 399**	$ 315

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 206**	$ 77	**$ 11 593**	$ 12 071
INCREASE (DECREASE) IN NAV	**(27)**	12	**(326)**	718
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**584**	158	**2 610**	1 613
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–
Redemption of redeemable units	**(142)**	(41)	**(2 251)**	(2 809)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**442**	117	**359**	(1 196)
Distributions from net income	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**415**	129	**33**	(478)
NAV AT END OF PERIOD	**$ 621**	$ 206	**$ 11 626**	$ 11 593

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

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:

Investment mix	**December 31 2015**	December 31 2014
Information Technology	**22.3**	18.6
Health Care	**21.6**	19.4
Industrials	**18.1**	19.0
Consumer Discretionary	**16.1**	17.4
Financials	**11.0**	9.7
Consumer Staples	**8.3**	8.1
Materials	**2.5**	2.9
Energy	**2.3**	4.1
Cash/Other	**(2.2)**	0.8
Total	**100.0**	100.0

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 2015		December 31 2014	
Russell Midcap Growth Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**11 875**	**–**	**–**	**11 875**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**29**	**–**	**29**
Derivatives – liabilities	**–**	**(355)**	**–**	**(355)**
Total financial instruments	**11 875**	**(326)**	**–**	**11 549**
% of total portfolio	**102.8**	**(2.8)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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

December 31, 2015

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 2015	December 31 2014
Units held		
Series A	**205 201**	205 201
Advisor Series	**109**	109
Series D	**911**	911
Series F	**–**	103
Value of all units	**2 400**	2 469

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	3 348
Non-capital losses	449
Non-capital losses expire in:	
2035	165
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)	**2015**	2014
Series A		
Opening units	**905**	997
Issued number of units	**132**	115
Reinvested number of units	**–**	–
Redeemed number of units	**(156)**	(207)
Ending number of units	**881**	905
Advisor Series		
Opening units	**20**	22
Issued number of units	**14**	4
Reinvested number of units	**–**	–
Redeemed number of units	**(4)**	(6)
Ending number of units	**30**	20
Series D		
Opening units	**25**	47
Issued number of units	**21**	10
Reinvested number of units	**–**	–
Redeemed number of units	**(14)**	(32)
Ending number of units	**32**	25
Series F		
Opening units	**16**	6
Issued number of units	**43**	13
Reinvested number of units	**–**	–
Redeemed number of units	**(11)**	(3)
Ending number of units	**48**	16

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**3**	**100**	2	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**1**	**33**	–	–

* 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 2015	December 31 2014
Fair value of securities loaned	**2 019**	735
Fair value of collateral received	**2 060**	750

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
696 067	Ascena Retail Group Inc.	$ 10 671	$ 9 487	
144 940	Brunswick Corp.	8 729	10 127	
56 352	Grand Canyon Education Inc.	2 940	3 128	
200 083	Jarden Corp.	11 417	15 807	
18 890	Mohawk Industries Inc.	4 931	4 949	
27 410	Newell Rubbermaid Inc.	1 155	1 671	
135 550	Penske Auto Group Inc.	8 149	7 935	
33 726	Tenneco Automotive Inc.	2 032	2 142	
34 129	Whirlpool Corp.	7 438	6 935	
		57 462	62 181	**12.9**
Energy				
73 980	Concho Resources Inc.	10 238	9 502	
7 050	EQT Corp.	554	508	
36 500	HollyFrontier Corp.	2 107	2 015	
101 550	Newfield Exploration Company	5 029	4 575	
222 450	Parsley Energy Inc.	5 509	5 679	
60 630	Pioneer Natural Resources Co.	10 756	10 519	
63 365	Range Resources Corp.	3 091	2 158	
165 385	Superior Energy Services	3 038	3 086	
		40 322	38 042	**7.9**
Financials				
45 220	American Financial Group Inc.	2 960	4 510	
153 695	Amtrust Financial Services Inc.	11 369	13 096	
12 200	Boston Properties Inc.	2 162	2 153	
126 650	CIT Group Inc.	6 917	6 957	
131 000	Citizens Financial Group Inc.	4 678	4 743	
278 044	Columbia Property Trust Inc. Real Estate Investment Trust	8 416	9 041	
145 079	Compass Diversified Holdings	2 850	3 185	
377 756	Fifth Third Bancorp	9 071	10 506	
143 728	Hartford Financial Services Inc.	6 141	8 643	
453 570	Huntington Bancshares	5 123	6 926	
102 340	Invesco Ltd.	4 498	4 744	
20 417	LaSalle Hotel Properties	821	711	
211 040	Lincoln National Corp.	13 584	14 677	
527 041	National General Holdings Corp.	12 022	15 942	
206 944	Sterling Bancorp	3 510	4 645	
107 500	Synovus Financial Corp.	3 997	4 816	
126 560	UnumProvident Corp.	5 177	5 830	
204 980	XL Group Plc.	9 530	11 113	
		112 826	132 238	**27.4**
Health Care				
130 445	Centene Corp.	9 890	11 878	
56 820	Laboratory Corp. of America Holdings	8 560	9 718	
129 620	Mylan N.V.	8 257	9 695	
11 710	Universal Health Services Inc., Class B	1 852	1 936	
		28 559	33 227	**6.9**
Industrials				
51 290	Alaska Airgroup Inc.	$ 4 476	$ 5 713	
63 110	Carlisle Cos. Inc.	6 707	7 745	
32 190	Jacobs Engineering Group Inc.	1 714	1 869	
40 870	Oshkosh Truck Corp.	2 161	2 208	
17 615	Regal-Beloit Corp.	1 505	1 426	
135 769	Ryder System Inc.	12 565	10 676	
96 816	Spirit Airlines Inc.	5 542	5 338	
36 130	Stanley Black & Decker Inc.	4 378	5 335	
196 938	Swift Transportation Co., Class A	5 038	3 766	
44 939	Wabtec Corp.	4 393	4 422	
		48 479	48 498	**10.1**
Information Technology				
122 960	Arrow Electronics Inc.	8 528	9 218	
183 897	Lam Research Corp.	17 170	20 209	
58 838	Qorvo Inc.	3 721	4 144	
129 331	Skyworks Solutions Inc.	13 959	13 745	
309 906	Synchronoss Technologies Inc.	15 842	15 107	
		59 220	62 423	**12.9**
Materials				
35 720	Avery Dennison Corp.	2 418	3 097	
79 711	Carpenter Technology	3 522	3 339	
136 683	Crown Holdings Inc.	8 421	9 589	
29 259	Ferro Corp.	458	450	
60 939	Reliance Steel & Aluminum Co.	4 646	4 884	
448 994	Steel Dynamics Inc.	10 364	11 102	
208 752	WestRock Co.	14 980	13 177	
		44 809	45 638	**9.5**
Telecommunication Services				
1 589 625	Frontier Communications Corp.	10 298	10 272	
		10 298	10 272	**2.1**
Utilities				
1 058 806	Calpine Corp.	21 669	21 200	
19 660	CMS Energy Corp.	842	981	
76 100	DTE Energy Company	8 004	8 442	
678 222	Dynegy Inc.	18 156	12 575	
		48 671	43 198	**9.0**
TOTAL COMMON EQUITIES		$ 450 646	475 717	**98.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			6 257	**1.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 481 974	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 475 717**	$ 240 168
Cash	**5 793**	12 469
Due from investment dealers	**–**	2 727
Subscriptions receivable	**985**	487
Dividends receivable, interest accrued and other assets	**563**	265
TOTAL ASSETS	**483 058**	256 116
LIABILITIES		
Due to investment dealers	**708**	2 951
Redemptions payable	**186**	371
Distributions payable	**7**	–
Accounts payable and accrued expenses	**183**	102
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 084**	3 424
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 481 974**	$ 252 692
Investments at cost	**$ 450 646**	$ 196 546
NAV		
SERIES A	**$ 29 134**	$ 17 106
ADVISOR SERIES	**$ 36 679**	$ 18 183
SERIES D	**$ 12 305**	$ 6 713
SERIES F	**$ 9 278**	$ 6 341
SERIES O	**$ 394 578**	$ 204 349
NAV PER UNIT		
SERIES A	**$ 12.39**	$ 12.61
ADVISOR SERIES	**$ 12.42**	$ 12.63
SERIES D	**$ 12.93**	$ 13.04
SERIES F	**$ 13.13**	$ 13.19
SERIES O	**$ 13.27**	$ 13.29

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 4 978**	$ 3 070
Net realized gain (loss) on investments	**51 155**	68 497
Net gain (loss) on foreign currencies and other net assets	**(1 409)**	748
Change in unrealized gain (loss) on investments	**(18 551)**	(9 941)
TOTAL INCOME (LOSS)	**36 173**	62 374
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 367**	559
Administration fees	**333**	240
Independent Review Committee costs	**3**	3
GST/HST	**171**	78
Transaction costs	**1 091**	633
Withholding tax	**630**	504
TOTAL EXPENSES	**3 595**	2 017
INCREASE (DECREASE) IN NAV	**$ 32 578**	$ 60 357
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 914**	$ 2 846
ADVISOR SERIES	**$ 2 515**	$ 3 093
SERIES D	**$ 902**	$ 876
SERIES F	**$ 939**	$ 1 402
SERIES O	**$ 26 308**	$ 52 140
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.18**	$ 3.43
ADVISOR SERIES	**$ 1.18**	$ 3.44
SERIES D	**$ 1.34**	$ 3.62
SERIES F	**$ 1.43**	$ 3.69
SERIES O	**$ 1.49**	$ 3.81

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 32 578**	$ 60 357
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(51 155)**	(68 497)
Change in unrealized loss (gain) on investments	**18 551**	9 941
(Increase) decrease in accrued receivables	**(298)**	(1 537)
Increase (decrease) in accrued payables	**81**	1 680
Cost of investments purchased	**(711 018)**	(341 161)
Proceeds on sales of investments	**508 557**	386 909
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(202 704)**	47 692
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**385 734**	39 622
Cash paid on redemption of redeemable units	**(188 749)**	(78 237)
Distributions paid to holders of redeemable units	**(957)**	(1 751)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 196 028**	$ (40 366)
Net increase (decrease) in cash for the period	**(6 676)**	7 326
Cash (bank overdraft), beginning of period	**12 469**	5 143
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 5 793**	$ 12 469
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 4 050**	$ 2 423

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 17 106**	$ 7 507	**$ 18 183**	$ 8 903	**$ 6 713**	$ 1 734	**$ 6 341**	$ 4 050
INCREASE (DECREASE) IN NAV	**1 914**	2 846	**2 515**	3 093	**902**	876	**939**	1 402
Early redemption fees	**–**	1	**1**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**20 628**	12 277	**27 255**	13 379	**15 051**	8 200	**9 804**	3 523
Reinvestments of distributions to holders of redeemable units	**3 271**	3 866	**3 816**	3 597	**1 360**	1 528	**742**	1 220
Redemption of redeemable units	**(10 421)**	(5 428)	**(10 935)**	(6 403)	**(10 340)**	(4 071)	**(7 609)**	(2 393)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**13 478**	10 716	**20 137**	10 573	**6 071**	5 657	**2 937**	2 350
Distributions from net income	**–**	–	**(1)**	–	**–**	–	**–**	–
Distributions from net gains	**(3 364)**	(3 963)	**(4 155)**	(4 386)	**(1 381)**	(1 554)	**(939)**	(1 461)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 364)**	(3 963)	**(4 156)**	(4 386)	**(1 381)**	(1 554)	**(939)**	(1 461)
NET INCREASE (DECREASE) IN NAV	**12 028**	9 599	**18 496**	9 280	**5 592**	4 979	**2 937**	2 291
NAV AT END OF PERIOD	**$ 29 134**	$ 17 106	**$ 36 679**	$ 18 183	**$ 12 305**	$ 6 713	**$ 9 278**	$ 6 341

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 204 349**	$ 210 466	**$ 252 692**	$ 232 660
INCREASE (DECREASE) IN NAV	**26 308**	52 140	**32 578**	60 357
Early redemption fees	**–**	–	**1**	1
Proceeds from redeemable units issued	**313 494**	2 638	**386 232**	40 017
Reinvestments of distributions to holders of redeemable units	**45 221**	46 539	**54 410**	56 750
Redemption of redeemable units	**(149 260)**	(60 297)	**(188 565)**	(78 592)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**209 455**	(11 120)	**252 078**	18 176
Distributions from net income	**(2 094)**	(1 326)	**(2 095)**	(1 326)
Distributions from net gains	**(43 440)**	(45 811)	**(53 279)**	(57 175)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(45 534)**	(47 137)	**(55 374)**	(58 501)
NET INCREASE (DECREASE) IN NAV	**190 229**	(6 117)	**229 282**	20 032
NAV AT END OF PERIOD	**$ 394 578**	$ 204 349	**$ 481 974**	$ 252 692

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

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**27.4**	27.0
Consumer Discretionary	**12.9**	12.1
Information Technology	**12.9**	11.1
Industrials	**10.1**	18.4
Materials	**9.5**	9.2
Utilities	**9.0**	6.9
Energy	**7.9**	5.2
Health Care	**6.9**	5.2
Telecommunication Services	**2.1**	–
Cash/Other	**1.3**	4.9
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.9**	100.0
Total	**99.9**	100.0

As at December 31, 2015, 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, 2014 – 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 (December 31, 2014 – 35-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
Russell Midcap Value Index (CAD)	**+ or -**	**0.9**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**475 717**	**–**	**–**	**475 717**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**475 717**	**–**	**–**	**475 717**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Advisor Series	–	72
Series D	–	72
Series F	–	72
Series O	–	73
Value of all units	–	4

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 356**	574
Issued number of units	**1 485**	850
Reinvested number of units	**270**	308
Redeemed number of units	**(760)**	(376)
Ending number of units	**2 351**	1 356
Advisor Series		
Opening units	**1 439**	680
Issued number of units	**1 991**	899
Reinvested number of units	**314**	286
Redeemed number of units	**(791)**	(426)
Ending number of units	**2 953**	1 439
Series D		
Opening units	**515**	130
Issued number of units	**1 051**	546
Reinvested number of units	**107**	118
Redeemed number of units	**(721)**	(279)
Ending number of units	**952**	515
Series F		
Opening units	**481**	302
Issued number of units	**685**	237
Reinvested number of units	**58**	93
Redeemed number of units	**(518)**	(151)
Ending number of units	**706**	481
Series O		
Opening units	**15 371**	15 665
Issued number of units	**20 795**	175
Reinvested number of units	**3 484**	3 515
Redeemed number of units	**(9 913)**	(3 984)
Ending number of units	**29 737**	15 371

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**1 091**	**100**	633	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	**473**	**43**	388	61

* 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 2015	December 31 2014
RBC Balanced Fund	**6.1**	13.6
RBC Global Balanced Fund	**1.4**	2.8
RBC Select Aggressive Growth Portfolio	**3.6**	–
RBC Select Balanced Portfolio	**34.0**	–
RBC Select Growth Portfolio	**13.8**	–
RBC U.S. Equity Currency Neutral Fund	**0.4**	0.7
RBC U.S. Equity Fund	**14.2**	62.8
RBC U.S. Mid-Cap Value Equity Class	**1.3**	–
Total	**74.8**	79.9

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. SMALL-CAP CORE EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
4 140	Cavco Industries Inc.	$ 378	$ 477	
8 930	Core-Mark Holding Co. Inc.	542	1 011	
32 300	Destination Maternity Corp.	965	390	
329 930	Destination XL Group Inc.	1 625	2 520	
32 660	Drew Industries Inc.	1 195	2 751	
83 776	Fox Factory Holding Corp.	1 478	1 916	
55 100	Grand Canyon Education Inc.	1 965	3 059	
22 080	Helen Of Troy Ltd.	1 178	2 878	
55 810	Kona Grill Inc.	1 149	1 225	
96 990	Libbey Inc.	2 212	2 857	
62 299	Malibu Boats Inc.	1 354	1 409	
92 640	Performance Sports Group Ltd.	1 840	1 234	
43 760	Pier 1 Imports Inc.	727	308	
107 459	Smith & Wesson Holding Corp.	1 491	3 268	
28 565	Steven Madden Ltd.	933	1 194	
89 516	Universal Electronics Inc.	2 272	6 360	
141 453	Zagg Inc.	1 050	2 138	
		22 354	34 995	**22.5**
Consumer Staples				
54 210	Landec Corp.	825	887	
		825	887	**0.6**
Energy				
47 080	Gulfport Energy Corp.	2 205	1 601	
142 870	Ring Energy Inc.	2 300	1 394	
39 110	RSP Permian Inc.	1 144	1 320	
75 490	Synergy Resources Corp.	1 129	890	
		6 778	5 205	**3.4**
Financials				
52 000	Amerisafe Inc.	1 843	3 662	
40 170	Amtrust Financial Services Inc.	2 317	3 423	
6 200	Bancfirst Corp.	377	503	
38 370	Chemical Financial Corp.	1 220	1 818	
17 590	Community Bank System Inc.	582	972	
222 600	Compass Diversified Holdings	4 052	4 887	
37 370	EverBank Financial Corp.	960	826	
40 350	Gramercy Property Trust Real Estate Investment Trust	337	431	
29 436	Hanmi Financial Corp.	998	965	
36 270	LaSalle Hotel Properties	1 197	1 263	
77 440	National General Holdings Corp.	2 055	2 342	
16 130	Pinnacle Financial Partners Inc.	1 105	1 146	
20 340	ProAssurance Corp.	1 011	1 366	
52 760	Safeguard Scientifics Inc.	1 030	1 059	
33 400	Texas Capital Bancshares Inc.	2 070	2 284	
21 470	United Community Banks Inc.	588	579	
		21 742	27 526	**17.7**
Health Care				
49 700	Air Methods Corp.	2 816	2 884	
810	Analogic Corp.	72	93	
134 679	BioScrip Inc.	1 184	326	
8 690	Hanger Orthopedic Group Inc.	$ 349	$ 198	
23 560	Masimo Corp.	562	1 351	
39 390	U.S. Physical Therapy Inc.	1 288	2 923	
51 620	West Pharmaceutical Services Inc.	1 792	4 301	
		8 063	12 076	**7.8**
Industrials				
249 090	ACCO Brands Corp.	2 119	2 457	
64 862	Astronics Corp.	2 855	3 654	
55 040	AZZ Inc.	2 059	4 232	
114 250	Columbus McKinnon Corp.	2 423	2 988	
46 000	Ducommun Inc.	1 067	1 030	
41 630	EnerSys	2 358	3 222	
41 140	GP Strategies Corp.	1 170	1 429	
76 722	Insteel Industries Inc.	1 378	2 221	
77 700	Interface Inc.	1 435	2 058	
93 910	NN Inc.	2 625	2 071	
25 900	Old Dominion Freight Line Inc.	1 075	2 117	
77 900	Patrick Industries Inc.	2 245	4 689	
11 320	Spirit Airlines Inc.	747	624	
63 170	The Greenbrier Co. Inc.	2 051	2 850	
37 060	The KEYW Holding Corp.	693	309	
		26 300	35 951	**23.1**
Information Technology				
54 848	Interactive Intelligence Group	2 698	2 385	
35 990	InterDigital Inc.	1 481	2 442	
125 800	Mitel Networks Corp.	1 459	1 339	
44 040	Synaptics Inc.	3 103	4 892	
92 940	Synchronoss Technologies Inc.	3 489	4 531	
46 100	Take-Two Interactive Software Inc.	791	2 221	
51 700	Tessco Technologies Inc.	1 378	1 393	
22 890	Tyler Technologies Inc.	1 604	5 520	
		16 003	24 723	**15.9**
Materials				
56 730	Ferro Corp.	1 028	873	
59 000	FutureFuel Corp.	897	1 100	
51 600	Glatfelter (P.H.) Co.	1 413	1 317	
46 180	Koppers Holdings Inc.	1 758	1 166	
172 250	Omnova Solutions Inc.	1 400	1 461	
45 410	Universal Stainless & Alloy	1 895	584	
		8 391	6 501	**4.2**
Utilities				
24 810	The Laclede Group Inc.	1 578	2 040	
		1 578	2 040	**1.3**
Other				
14 770	iShares Russell 2000 Fund	2 307	2 302	
		2 307	2 302	**1.5**
TOTAL COMMON EQUITIES		$ 114 341	152 206	**98.0**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			3 159	**2.0**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 155 365	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 152 206**	$ 141 076
Cash	**3 008**	2 028
Due from investment dealers	**–**	2 120
Subscriptions receivable	**12**	76
Dividends receivable, interest accrued and other assets	**197**	178
TOTAL ASSETS	**155 423**	145 478
LIABILITIES		
Due to investment dealers	**–**	1 364
Redemptions payable	**3**	137
Accounts payable and accrued expenses	**55**	53
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**58**	1 554
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 155 365**	$ 143 924
Investments at cost	**$ 114 341**	$ 108 242
NAV		
SERIES A	**$ 11 786**	$ 10 148
ADVISOR SERIES	**$ 4 107**	$ 4 513
SERIES D	**$ 5 499**	$ 4 893
SERIES F	**$ 9 434**	$ 7 467
SERIES O	**$ 124 539**	$ 116 903
NAV PER UNIT		
SERIES A	**$ 17.49**	$ 16.15
ADVISOR SERIES	**$ 17.51**	$ 16.16
SERIES D	**$ 18.08**	$ 16.56
SERIES F	**$ 18.23**	$ 16.67
SERIES O	**$ 18.29**	$ 16.72

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 2 139**	$ 1 902
Securities lending revenue (see note 6 in the generic notes)	**251**	99
Net realized gain (loss) on investments	**8 038**	9 714
Net gain (loss) on foreign currencies and other net assets	**675**	373
Change in unrealized gain (loss) on investments	**5 031**	6 598
TOTAL INCOME (LOSS)	**16 134**	18 686
EXPENSES (see notes – Fund Specific Information)		
Management fees	**437**	401
Administration fees	**155**	136
Independent Review Committee costs	**3**	3
GST/HST	**62**	59
Transaction costs	**97**	114
Withholding tax	**335**	229
TOTAL EXPENSES	**1 089**	942
INCREASE (DECREASE) IN NAV	**$ 15 045**	$ 17 744
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 828**	$ 1 067
ADVISOR SERIES	**$ 374**	$ 514
SERIES D	**$ 474**	$ 546
SERIES F	**$ 719**	$ 884
SERIES O	**$ 12 650**	$ 14 733
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.37**	$ 1.71
ADVISOR SERIES	**$ 1.38**	$ 1.72
SERIES D	**$ 1.57**	$ 1.88
SERIES F	**$ 1.63**	$ 1.93
SERIES O	**$ 1.81**	$ 2.09

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 15 045**	$ 17 744
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(8 038)**	(9 714)
Change in unrealized loss (gain) on investments	**(5 031)**	(6 598)
(Increase) decrease in accrued receivables	**(19)**	(2 192)
Increase (decrease) in accrued payables	**2**	(485)
Cost of investments purchased	**(48 881)**	(53 911)
Proceeds on sales of investments	**51 576**	48 063
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**4 654**	(7 093)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**54 276**	46 333
Cash paid on redemption of redeemable units	**(57 355)**	(43 852)
Distributions paid to holders of redeemable units	**(595)**	(561)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (3 674)**	$ 1 920
Net increase (decrease) in cash for the period	**980**	(5 173)
Cash (bank overdraft), beginning of period	**2 028**	7 201
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3 008**	$ 2 028
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 1 785**	$ 1 601

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 10 148**	$ 11 186	**$ 4 513**	$ 4 624	**$ 4 893**	$ 6 254	**$ 7 467**	$ 5 292
INCREASE (DECREASE) IN NAV	**828**	1 067	**374**	514	**474**	546	**719**	884
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**3 911**	5 042	**1 197**	1 427	**3 510**	5 776	**2 949**	3 581
Reinvestments of distributions to holders of redeemable units	**–**	158	**–**	67	**–**	80	**12**	113
Redemption of redeemable units	**(3 101)**	(7 141)	**(1 977)**	(2 044)	**(3 378)**	(7 683)	**(1 700)**	(2 278)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**810**	(1 941)	**(780)**	(550)	**132**	(1 827)	**1 261**	1 416
Distributions from net income	**–**	–	**–**	–	**–**	–	**(13)**	(5)
Distributions from net gains	**–**	(164)	**–**	(75)	**–**	(80)	**–**	(120)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	(164)	**–**	(75)	**–**	(80)	**(13)**	(125)
NET INCREASE (DECREASE) IN NAV	**1 638**	(1 038)	**(406)**	(111)	**606**	(1 361)	**1 967**	2 175
NAV AT END OF PERIOD	**$ 11 786**	$ 10 148	**$ 4 107**	$ 4 513	**$ 5 499**	$ 4 893	**$ 9 434**	$ 7 467

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 116 903**	$ 97 355	**$ 143 924**	$ 124 711
INCREASE (DECREASE) IN NAV	**12 650**	14 733	**15 045**	17 744
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**42 645**	30 179	**54 212**	46 005
Reinvestments of distributions to holders of redeemable units	**654**	2 299	**666**	2 717
Redemption of redeemable units	**(47 065)**	(24 829)	**(57 221)**	(43 975)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(3 766)**	7 649	**(2 343)**	4 747
Distributions from net income	**(1 248)**	(989)	**(1 261)**	(994)
Distributions from net gains	**–**	(1 845)	**–**	(2 284)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 248)**	(2 834)	**(1 261)**	(3 278)
NET INCREASE (DECREASE) IN NAV	**7 636**	19 548	**11 441**	19 213
NAV AT END OF PERIOD	**$ 124 539**	$ 116 903	**$ 155 365**	$ 143 924

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

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 2015**	December 31 2014
Industrials	**23.3**	26.2
Consumer Discretionary	**22.7**	22.8
Financials	**18.1**	12.6
Information Technology	**16.2**	16.3
Health Care	**8.0**	8.1
Materials	**4.3**	5.3
Energy	**3.4**	4.3
Utilities	**1.4**	1.4
Consumer Staples	**0.7**	–
Cash/Other	**1.9**	3.0
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**100.0**	100.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 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 (December 31, 2014 – 35-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
Russell 2000 Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**152 206**	**–**	**–**	**152 206**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**152 206**	**–**	**–**	**152 206**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Advisor Series	–	53
Series D	–	53
Series F	–	53
Series O	–	55
Value of all units	–	4

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**628**	765
Issued number of units	**226**	335
Reinvested number of units	**–**	10
Redeemed number of units	**(180)**	(482)
Ending number of units	**674**	628
Advisor Series		
Opening units	**279**	316
Issued number of units	**69**	95
Reinvested number of units	**–**	4
Redeemed number of units	**(113)**	(136)
Ending number of units	**235**	279
Series D		
Opening units	**296**	421
Issued number of units	**197**	378
Reinvested number of units	**–**	5
Redeemed number of units	**(189)**	(508)
Ending number of units	**304**	296
Series F		
Opening units	**448**	355
Issued number of units	**165**	235
Reinvested number of units	**1**	7
Redeemed number of units	**(96)**	(149)
Ending number of units	**518**	448
Series O		
Opening units	**6 993**	6 513
Issued number of units	**2 359**	1 952
Reinvested number of units	**36**	140
Redeemed number of units	**(2 580)**	(1 612)
Ending number of units	**6 808**	6 993

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**97**	**100**	114	100
Related-party brokerage commissions*	–	–	–	–
Commission arrangements†	**21**	**22**	78	68

* 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 2015	December 31 2014
Fair value of securities loaned	**18 408**	19 798
Fair value of collateral received	**18 776**	20 194

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 2015	December 31 2014
RBC Balanced Fund	**4.1**	5.9
RBC Global Balanced Fund	**1.0**	1.3
RBC U.S. Equity Currency Neutral Fund	**0.3**	0.3
RBC U.S. Equity Fund	**10.4**	26.9
RBC U.S. Small-Cap Core Equity Class	**0.7**	–
Total	**16.5**	34.4

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC U.S. SMALL-CAP VALUE EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
9 000	Ascena Retail Group Inc.	$ 148	$ 123	
9 900	Bridgepoint Education Inc.	109	104	
7 420	Carriage Services Inc.	211	247	
8 520	Dana Holding Corporation	175	163	
11 690	Destination Maternity Corp.	126	141	
3 450	Helen Of Troy Ltd.	444	450	
17 110	Libbey Inc.	705	504	
5 150	Motorcar Parts of America Inc.	232	241	
14 600	New Media Investment Group Inc.	351	393	
11 830	Pier 1 Imports Inc.	118	83	
29 770	Smith & Wesson Holding Corp.	705	905	
21 230	Tandy Leather Factory Inc.	210	216	
10 680	Taylor Morrison Home Corp.	262	236	
4 430	Universal Electronics Inc.	262	315	
		4 058	4 121	**10.3**
Consumer Staples				
7 840	John B. Sanfilippo & Son Inc.	525	586	
		525	586	**1.5**
Energy				
38 360	Callon Petroleum Co.	433	443	
11 660	Gulfport Energy Corp.	496	395	
13 510	RSP Permian Inc.	470	456	
35 060	Synergy Resources Corp.	503	413	
		1 902	1 707	**4.3**
Financials				
7 700	American Financial Group Inc.	728	768	
10 600	Amerisafe Inc.	729	747	
9 000	Amtrust Financial Services Inc.	785	767	
9 450	Capital Bank Financial Corp.	393	418	
15 670	Cardinal Financial Corp.	476	493	
6 420	Chatham Lodging Trust Real Estate Investment Trust	196	182	
13 240	Chemical Financial Corp.	580	627	
19 310	CoBiz Financial Inc.	322	359	
7 330	Columbia Property Trust Inc. Real Estate Investment Trust	237	238	
7 120	Community Bank System Inc.	358	393	
62 450	Compass Diversified Holdings	1 363	1 371	
9 240	CubeSmart Real Estate Investment Trust	329	391	
19 880	DiamondRock Hospitality Co. Real Estate Investment Trust	310	265	
4 430	DuPont Fabros Technology Inc. Real Estate Investment Trust	167	195	
2 650	EastGroup Properties Inc. Real Estate Investment Trust	194	204	
17 460	EverBank Financial Corp.	459	386	
17 290	Hanmi Financial Corp.	585	567	
18 500	Heritage Financial Corp.	456	482	
Financials (cont.)				
9 070	LaSalle Hotel Properties	$ 346	$ 316	
20 270	Mercantile Bank Corp.	573	686	
23 110	National General Holdings Corp.	581	699	
8 340	Northrim BanCorp Inc.	311	307	
9 370	Pacific Premier Bancorp Inc.	281	276	
17 370	Parkway Properties Inc.	377	376	
7 590	ProAssurance Corp.	509	510	
9 710	Ramco-Gershenson Properties Trust Real Estate Investment Trust	201	223	
5 210	Reinsurance Group of America Inc.	629	617	
14 180	Rexford Industrial Realty Inc. Real Estate Investment Trust	274	321	
15 320	Safeguard Scientifics Inc.	334	308	
12 560	STAG Industrial Inc. Real Estate Investment Trust	321	321	
25 430	Sterling Bancorp	511	571	
15 660	Synovus Financial Corp.	622	702	
6 300	Terreno Realty Corp. Real Estate Investment Trust	182	197	
7 640	Texas Capital Bancshares Inc.	532	522	
21 520	United Community Banks Inc.	568	580	
		15 819	16 385	**41.0**
Health Care				
12 780	PharMerica Corp.	476	619	
1 590	Teleflex Inc.	260	289	
4 680	West Pharmaceutical Services Inc.	344	390	
		1 080	1 298	**3.2**
Industrials				
68 140	ACCO Brands Corp.	710	672	
10 740	Columbus McKinnon Corp.	265	281	
6 650	EnerSys	548	515	
17 440	Ennis Inc.	428	465	
3 890	Kirby Corp.	318	283	
5 160	Lydall Inc.	225	253	
16 680	Marten Transport Ltd.	381	409	
9 670	Miller (Herman) Inc.	387	384	
20 440	NN Inc.	436	451	
14 380	Patrick Industries Inc.	839	866	
18 920	PGT Inc.	296	298	
5 350	Roadrunner Transportation Systems Inc.	126	70	
12 280	Sparton Corp.	379	340	
1 700	Spirit Airlines Inc.	93	94	
14 270	The Greenbrier Co. Inc.	678	644	
		6 109	6 025	**15.1**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Information Technology				
6 640	Coherent Inc.	$ 487	$ 598	
3 220	Fairchild Semiconductor International Inc.	70	92	
33 870	GSI Group Inc.	595	638	
33 420	Mitel Networks Corp.	346	356	
18 820	Sapiens International Corp N.V.	283	266	
4 220	Synaptics Inc.	465	469	
7 080	Synchronoss Technologies Inc.	336	345	
8 130	Take-Two Interactive Software Inc.	339	392	
7 210	Vishay Precision Group Inc.	111	113	
		3 032	3 269	**8.2**
Materials				
10 490	Ferro Corp.	172	161	
2 050	Kaiser Aluminum Corp.	220	237	
19 160	Koppers Holdings Inc.	504	484	
42 560	Omnova Solutions Inc.	382	361	
5 240	Reliance Steel & Aluminum Co.	405	420	
		1 683	1 663	**4.2**
Utilities				
14 730	The Laclede Group Inc.	1 109	1 211	
14 110	NorthWestern Corp.	1 019	1 059	
20 960	Portland General Electric Co.	1 035	1 055	
		3 163	3 325	**8.3**
TOTAL COMMON EQUITIES		$ 37 371	38 379	**96.1**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 558	**3.9**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 39 937	**100.0**

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

Statement of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015
ASSETS	
Investments at fair value	$ 38 379
Cash	1 990
Subscriptions receivable	101
Dividends receivable, interest accrued and other assets	67
TOTAL ASSETS	40 537
LIABILITIES	
Due to investment dealers	96
Redemptions payable	5
Distributions payable	496
Accounts payable and accrued expenses	3
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	600
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	$ 39 937
Investments at cost	$ 37 371
NAV	
SERIES A	$ 229
ADVISOR SERIES	$ 1
SERIES D	$ 119
SERIES F	$ 27
SERIES O	$ 39 561
NAV PER UNIT	
SERIES A	$ 10.45
ADVISOR SERIES	$ 10.46
SERIES D	$ 10.47
SERIES F	$ 10.49
SERIES O	$ 10.48

Statement of Comprehensive Income

(in $000s except per unit amounts)

For the period ended December 31 (see note 2 in the generic notes)	2015
INCOME (see note 3 in the generic notes)	
Dividends	$ 221
Net realized gain (loss) on investments	224
Net gain (loss) on foreign currencies and other net assets	124
Change in unrealized gain (loss) on investments	1 008
TOTAL INCOME (LOSS)	1 577
EXPENSES (see notes – Fund Specific Information)	
Management fees	1
Administration fees	3
Independent Review Committee costs	2
Transaction costs	59
Withholding tax	26
Expenses reimbursed by manager	(2)
TOTAL EXPENSES	89
INCREASE (DECREASE) IN NAV	$ 1 488
INCREASE (DECREASE) IN NAV	
SERIES A	$ 6
ADVISOR SERIES	$ –
SERIES D	$ 3
SERIES F	$ –
SERIES O	$ 1 479
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT	
SERIES A	$ 1.37
ADVISOR SERIES	$ 2.35
SERIES D	$ 1.01
SERIES F	$ 0.79
SERIES O	$ 0.58

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

Statement of Cash Flow *(in $000s)*

For the period ended December 31 (see note 2 in the generic notes)		2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	$	1 488
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments		(224)
Change in unrealized loss (gain) on investments		(1 008)
(Increase) decrease in accrued receivables		(67)
Increase (decrease) in accrued payables		3
Cost of investments purchased		(40 105)
Proceeds on sales of investments		3 054
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		(36 859)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units		42 731
Cash paid on redemption of redeemable units		(3 882)
Distributions paid to holders of redeemable units		–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	$	38 849
Net increase (decrease) in cash for the period		1 990
Cash (bank overdraft), beginning of period		–
CASH (BANK OVERDRAFT), END OF PERIOD	$	1 990
Interest received (paid)	$	–
Dividends received, net of withholding taxes	$	130

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

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

Statement of Changes in NAV *(in $000s)*

For the period ended December 31 (see note 2 in the generic notes)	Series A 2015	Advisor Series 2015	Series D 2015	Series F 2015
NAV AT BEGINNING OF PERIOD	$ –	$ –	$ –	$ –
INCREASE (DECREASE) IN NAV	6	–	3	–
Early redemption fees	–	–	–	–
Proceeds from redeemable units issued	237	1	130	27
Reinvestments of distributions to holders of redeemable units	2	–	1	–
Redemption of redeemable units	(14)	–	(14)	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	225	1	117	27
Distributions from net income	–	–	–	–
Distributions from net gains	(2)	–	(1)	–
Distributions from capital	–	–	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(2)	–	(1)	–
NET INCREASE (DECREASE) IN NAV	229	1	119	27
NAV AT END OF PERIOD	$ 229	$ 1	$ 119	$ 27

For the period ended December 31 (see note 2 in the generic notes)	Series O 2015	Total 2015
NAV AT BEGINNING OF PERIOD	$ –	$ –
INCREASE (DECREASE) IN NAV	1 479	1 488
Early redemption fees	–	–
Proceeds from redeemable units issued	42 437	42 832
Reinvestments of distributions to holders of redeemable units	1	4
Redemption of redeemable units	(3 859)	(3 887)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	38 579	38 949
Distributions from net income	(139)	(139)
Distributions from net gains	(358)	(361)
Distributions from capital	–	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	(497)	(500)
NET INCREASE (DECREASE) IN NAV	39 561	39 937
NAV AT END OF PERIOD	$ 39 561	$ 39 937

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

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 that are deemed to be undervalued in order to provide broad exposure to economic growth opportunities in the equity markets.

The Fund was started in September 2015.

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 2015
Financials	**41.0**
Industrials	**15.1**
Consumer Discretionary	**10.3**
Utilities	**8.3**
Information Technology	**8.2**
Energy	**4.3**
Materials	**4.2**
Health Care	**3.2**
Consumer Staples	**1.5**
Cash/Other	**3.9**
Total	**100.0**

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 2015
United States dollar	**100.0**
Total	**100.0**

As at December 31, 2015, 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)

Due to the fact that the Fund has been in existence for less than six months, the impact on net assets of the Fund using the historical correlation between the Fund's return and a broad-based index is not disclosed because there is insufficient data and any resulting calculation could be materially misleading.

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, 2015.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**38 379**	**–**	**–**	**38 379**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**38 379**	**–**	**–**	**38 379**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

For the period ended December 31, 2015, there were no transfers of financial instruments between Level 1, 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	0.02%

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 2015
Units held	
Series A	**101**
Advisor Series	**101**
Series D	**101**
Series F	**101**
Value of all units	**4**

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	2015
Series A	
Opening units	–
Issued number of units	**23**
Reinvested number of units	–
Redeemed number of units	**(1)**
Ending number of units	**22**
Advisor Series	
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	**12**
Reinvested number of units	–
Redeemed number of units	**(1)**
Ending number of units	**11**
Series F	
Opening units	–
Issued number of units	**3**
Reinvested number of units	–
Redeemed number of units	–
Ending number of units	**3**
Series O	
Opening units	–
Issued number of units	**4 150**
Reinvested number of units	–
Redeemed number of units	**(375)**
Ending number of units	**3 775**

Transaction costs ($000s except %)

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

	December 31 2015	
	$	%
Total transaction costs	**59**	**100**
Related-party brokerage commissions*	–	–
Commission arrangements†	**45**	**76**

* 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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC O'SHAUGHNESSY U.S. GROWTH FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
18 525	1-800-Flowers.com Inc., Class A	$ 298	$ 187	
4 212	AMC Entertainment Holdings Inc.	155	140	
30 672	American Axle & Manufacturing Holdings, Inc.	927	803	
26 885	Bassett Furniture Industries Inc.	986	933	
44 646	Boyd Gaming Corp.	1 007	1 228	
9 782	Burlington Stores Inc.	523	580	
10 602	Cato Corp., Class A	528	540	
20 504	Cherokee Inc.	729	487	
2 094	Choice Hotels International Inc.	154	146	
11 139	Columbia Sportswear Co.	597	752	
7 480	Cooper-Standard Holding Inc.	763	803	
12 852	Core-Mark Holding Co. Inc.	726	1 456	
58 092	Culp Inc.	2 094	2 044	
72 406	Denny's Corp.	797	985	
5 383	Diamond Resorts International Inc.	228	190	
3 505	DineEquity Inc.	436	411	
6 585	Ethan Allen Interiors Inc.	247	253	
43 381	Hooker Furniture Corp.	1 375	1 512	
53 021	Isle of Capri Casinos Inc.	929	1 022	
10 016	LGI Homes Inc.	416	337	
2 478	Marriott Vacations Worldwide Corp.	185	195	
4 614	Nathan's Famous Inc.	428	329	
24 694	Nautilus Inc.	487	571	
11 915	New Media Investment Group Inc.	341	321	
21 810	NutriSystem Inc.	760	653	
2 734	Oxford Industries Inc.	295	241	
18 442	Papa John's International Inc.	1 244	1 426	
5 365	Perry Ellis International Inc.	166	137	
12 437	PetMed Express Inc.	248	295	
3 892	Pinnacle Entertainment Inc.	174	167	
11 593	Ruth's Hospitality Group Inc.	201	255	
18 330	Scholastic Corp.	1 029	978	
19 710	Select Comfort Corp.	762	584	
25 167	Smith & Wesson Holding Corp.	652	765	
16 507	Sonic Corp.	541	738	
32 150	Speedway Motorsports Inc.	947	922	
19 487	Sportsman's Warehouse Holdings Inc.	349	348	
3 989	The Buckle Inc.	256	170	
7 341	The Children's Place Inc.	548	561	
11 109	Winmark Corp.	1 434	1 430	
		24 962	25 895	**20.2**
Consumer Staples				
6 117	Cal-Maine Foods Inc.	$ 262	$ 392	
57 681	Central Garden and Pet Co., Class A	1 282	1 085	
6 907	Coty Inc.	253	245	
3 358	Fresh Del Monte Produce Inc.	179	181	
4 854	John B. Sanfilippo & Son Inc.	186	363	
1 711	Lancaster Colony Corp.	266	273	
16 632	National Beverage Corp.	852	1 046	
10 112	Nutraceutical International Corp.	373	361	
15 988	Omega Protein Corp.	517	491	
25 953	Snyders-Lance Inc.	1 225	1 232	
32 175	SpartanNash Co.	1 296	963	
2 306	Universal Corp.	163	179	
4 481	WD-40 Co.	612	611	
		7 466	7 422	**5.8**
Energy				
12 607	Par Pacific Holdings Inc.	405	411	
		405	411	**0.3**
Financials				
28 208	Amerisafe Inc.	1 929	1 987	
2 149	Anchor BanCorp Wisconsin Inc.	135	129	
18 771	Argo Group International Holdings Ltd.	1 371	1 554	
43 193	Astoria Financial Corp.	934	947	
17 426	Beneficial Bancorp Inc.	306	322	
16 574	BNC Bancorp	479	582	
27 726	Brookline Bancorp Inc.	416	441	
32 648	Cardinal Financial Corp.	983	1 027	
37 125	Centerstate Banks Inc.	710	802	
11 302	Central Pacific Financial Corp.	352	344	
8 209	Charter Financial Corp.	138	150	
15 346	Colliers International Group Inc.	546	946	
158 295	Cowen Group Inc., Class A	1 198	839	
5 087	Credit Acceptance Corp.	1 387	1 506	
9 300	CU Bancorp	335	326	
6 617	Diamond Hill Investment Group Inc.	1 657	1 730	
5 799	Eagle Bancorp Inc.	325	405	
43 930	Enterprise Financial Services Corp.	1 596	1 721	
10 215	Farmers Capital Bank Corp.	399	383	
20 648	FBL Financial Group Inc.	1 360	1 818	
6 437	Fidelity & Guaranty Life	230	226	
5 489	Financial Institutions Inc.	212	213	
17 152	First Defiance Financial Corp.	661	897	
25 895	Flagstar Bancorp Inc.	846	828	
47 577	Heartland Financial USA Inc.	2 118	2 065	
70 685	Heritage Commerce Corp.	1 055	1 170	
12 662	Heritage Insurance Holdings Inc.	412	382	
20 941	Independent Bank Corp.	405	441	
17 747	INTL. FCStone Inc.	686	822	
25 994	Investment Technology Group Inc.	959	612	
26 790	Maiden Holdings Ltd.	577	552	

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

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
4 862	Marcus & Millichap Inc.	$ 279	$ 196	
16 194	Mercantile Bank Corp.	555	548	
4 204	Mercury General Corp.	246	271	
9 172	Morningstar Inc.	992	1 021	
4 808	National Bankshares Inc.	221	236	
5 317	National General Holdings Corp.	142	161	
7 839	Noah Holdings Ltd. ADR	345	303	
83 657	Old Second Bancorp Inc.	890	908	
8 367	Pacific Continental Corp.	179	172	
16 625	Pinnacle Financial Partners Inc.	862	1 181	
7 335	Safety Insurance Group Inc.	537	572	
23 881	Selective Insurance Group Inc.	1 086	1 109	
2 104	ServisFirst Bancshares Inc.	137	138	
5 828	State Bank Financial Corp.	155	170	
22 383	Territorial Bancorp Inc.	841	859	
3 141	The Navigators Group Inc.	269	373	
3 533	TriCo Bancshares	137	134	
17 808	United Fire Group Inc.	891	944	
8 691	United Insurance Holdings Corp.	140	205	
9 451	Universal Insurance Holdings Inc.	433	303	
14 944	WSFS Financial Corp.	672	669	
		34 726	36 640	**28.5**
Health Care				
14 192	Addus HomeCare Corp.	646	457	
20 207	Almost Family Inc.	1 062	1 069	
6 050	Amedisys Inc.	360	329	
7 527	AMN Healthcare Services Inc.	228	323	
429	Atrion Corp.	222	226	
8 802	Cambrex Corp.	441	574	
9 669	Civitas Solutions Inc.	338	385	
17 180	CONMED Corp.	999	1 047	
3 604	Corvel Corp.	211	219	
6 059	Cynosure Inc., Class A	325	374	
2 537	Emergent Biosolutions Inc.	135	140	
12 745	Integra LifeSciences Holdings Corp.	1 050	1 195	
25 191	LHC Group Inc.	1 513	1 579	
7 105	Luminex Corp.	215	210	
21 816	Masimo Corp.	1 170	1 251	
4 905	Meridian Bioscience Inc.	138	139	
12 279	Merit Medical Systems Inc.	312	316	
9 364	Molina Healthcare Inc.	779	779	
17 666	PharMerica Corp.	827	856	
28 802	The Ensign Group Inc	590	902	
20 978	U.S. Physical Therapy Inc.	1 194	1 557	
		12 755	13 927	**10.9**
Industrials				
20 420	American Woodmark Corp.	1 522	2 258	
15 445	Apogee Enterprises Inc.	827	930	
5 380	Atlas Air Worldwide Holdings Inc.	387	308	
16 631	Beacon Roofing Supply Inc.	832	947	
67 459	Comfort Systems USA Inc.	2 189	2 653	
90 449	Controladora Vuela Cia de Aviacion S.A.B. de C.V. ADR	1 686	2 148	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
6 160	Covenant Transportation Group Inc., Class A	$ 273	$ 161	
8 611	Dycom Industries Inc.	583	833	
52 701	Ennis Inc.	1 241	1 404	
8 930	Exponent Inc.	622	617	
10 751	G&K Services Inc.	814	935	
55 879	Global Brass & Copper Holdings Inc.	1 526	1 646	
4 546	Granite Construction Inc.	263	270	
10 350	Grupo Aeroportuario del Centro Norte S.A.B. de C.V. ADR	493	549	
17 430	Insperity Inc.	1 119	1 162	
28 367	Interface Inc.	871	751	
11 963	John Bean Technologies Corp.	792	825	
10 613	Kadant Inc.	700	596	
20 458	LSI Industries Inc.	341	345	
19 473	Matson Inc.	897	1 149	
12 359	Miller Industries Inc.	372	372	
2 786	Multi-Color Corp.	282	231	
19 332	National Presto Industries Inc.	2 105	2 216	
13 615	Navigant Consulting Inc.	307	303	
3 502	Standex International Corp.	423	403	
52 414	TRC Companies Inc.	662	671	
11 285	Universal Forest Products	1 098	1 068	
7 539	Viad Corp.	250	295	
		23 477	26 046	**20.3**
Information Technology				
49 552	Digi International Inc.	815	780	
172 024	EarthLink Holdings Corp.	1 697	1 769	
5 363	Ebix Inc.	157	243	
29 701	II-VI Inc.	690	762	
14 832	Mercury Computer Systems Inc.	393	376	
931	MicroStrategy Inc., Class A	256	230	
5 906	Monotype Imaging Holdings Inc.	249	193	
23 226	Multi-Fineline Electronix Inc.	691	665	
38 762	Net 1 UEPS Technologies Inc.	946	725	
4 508	Netgear Inc.	271	261	
6 261	Orbotech Ltd.	191	192	
12 507	OSI Systems Inc.	1 467	1 534	
7 829	Photronics Inc.	137	135	
2 940	Rogers Corp.	306	210	
34 278	Sapiens International Corp N.V.	489	484	
24 492	ShoreTel Inc.	328	300	
6 237	Stamps.com Inc.	433	946	
17 228	Sykes Enterprises Inc.	729	734	
6 336	Tessera Technologies Inc.	272	263	
65 662	The Hackett Group Inc.	795	1 457	
25 900	TTM Technologies Inc.	335	233	
25 812	Tucows Inc.	787	754	
4 454	Universal Display Corp.	280	336	
3 098	Virtusa Corp.	186	177	
39 406	WNS Holdings Ltd. ADR	1 356	1 701	
		14 256	15 460	**12.0**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
6 812	AEP Industries Inc.	$ 766	$ 727	
6 081	Boise Cascade Co.	317	215	
9 126	Chemtura Corp.	332	343	
12 636	Headwaters Inc.	296	295	
12 261	Innospec Inc.	938	920	
2 790	Kaiser Aluminum Corp.	231	322	
4 206	Stepan Co.	277	289	
13 824	Trecora Resources	243	237	
21 779	Trinseo S.A.	884	850	
		4 284	4 198	**3.3**
Telecommunication Services				
2 659	Atlantic Tele-Network Inc.	277	288	
7 429	General Communication Inc., Class A	206	203	
22 294	IDT Corp.	587	359	
16 218	Shenandoah Telecommunications Co.	1 037	966	
97 504	Vonage Holdings Corp.	803	774	
		2 910	2 590	**2.0**
TOTAL COMMON EQUITIES		125 241	132 589	**103.3**
SHORT-TERM INVESTMENTS*		1 299	1 294	**1.0**
TOTAL INVESTMENTS		126 540	133 883	**104.3**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	33	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(5 351)	**(4.2)**
TOTAL PORTFOLIO		$ 126 540	128 565	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(137)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 128 428	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 99 Sold CAD 138 @ 0.7204	06-Jan-16	$ –
Bought USD 49 Sold CAD 68 @ 0.7223	13-Jan-16	–
Bought USD 73 Sold CAD 99 @ 0.7382	22-Jan-16	2
Bought USD 136 Sold CAD 182 @ 0.7491	28-Jan-16	8
Bought USD 176 Sold CAD 234 @ 0.7530	28-Jan-16	10
Bought USD 26 Sold CAD 35 @ 0.7307	28-Jan-16	–
Bought USD 99 Sold CAD 136 @ 0.7281	28-Jan-16	1
Bought USD 49 Sold CAD 68 @ 0.7178	28-Jan-16	–
Bought USD 40 Sold CAD 55 @ 0.7203	28-Jan-16	–
Bought USD 40 Sold CAD 55 @ 0.7203	05-Feb-16	–
Bought USD 45 Sold CAD 60 @ 0.7496	18-Feb-16	2
Bought USD 199 Sold CAD 266 @ 0.7473	18-Feb-16	9
Bought USD 139 Sold CAD 191 @ 0.7281	18-Feb-16	1
		$ 33

Contracts	Maturity Date	Unrealized Loss
Bought CAD 9 950 Sold USD 7 433 @ 1.3386	06-Jan-16	$ (336)
Bought CAD 1 000 Sold USD 758 @ 1.3196	06-Jan-16	(49)
Bought CAD 1 660 Sold USD 1 275 @ 1.3021	19-Jan-16	(104)
Bought CAD 22 664 Sold USD 17 514 @ 1.2941	19-Jan-16	(1 568)
Bought CAD 18 605 Sold USD 13 914 @ 1.3372	28-Jan-16	(646)
Bought CAD 10 784 Sold USD 8 304 @ 1.2987	05-Feb-16	(705)
Bought USD 140 Sold CAD 194 @ 0.7204	05-Feb-16	(1)
Bought CAD 21 097 Sold USD 15 890 @ 1.3277	18-Feb-16	(888)
Bought CAD 950 Sold USD 726 @ 1.3076	18-Feb-16	(55)
Bought USD 64 Sold CAD 90 @ 0.7163	18-Feb-16	(1)
Bought CAD 15 423 Sold USD 11 571 @ 1.3329	29-Feb-16	(585)
Bought CAD 21 674 Sold USD 15 943 @ 1.3595	16-Mar-16	(382)
Bought CAD 8 026 Sold USD 5 824 @ 1.3781	24-Mar-16	(31)
		$ (5 351)
TOTAL FOREIGN EXCHANGE		$ (5 318)

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 a rate of 0.15% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 133 883**	$ 160 659
Cash	**30**	83
Due from investment dealers	**–**	39
Subscriptions receivable	**22**	28
Unrealized gain on foreign exchange contracts	**33**	44
Dividends receivable, interest accrued and other assets	**51**	76
TOTAL ASSETS	**134 019**	160 929
LIABILITIES		
Due to investment dealers	**45**	–
Redemptions payable	**30**	168
Unrealized loss on foreign exchange contracts	**5 351**	5 295
Accounts payable and accrued expenses	**165**	210
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 591**	5 673
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 128 428**	$ 155 256
Investments at cost	**$ 126 540**	$ 143 605
NAV		
SERIES A	**$ 114 897**	$ 142 978
SERIES D	**$ 6 817**	$ 8 142
SERIES F	**$ 6 713**	$ 4 135
SERIES O	**$ 1**	$ 1
NAV PER UNIT		
SERIES A	**$ 13.29**	$ 13.84
SERIES D	**$ 13.66**	$ 14.18
SERIES F	**$ 14.61**	$ 15.12
SERIES O	**$ 15.10**	$ 15.48

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 2 584**	$ 2 464
Interest for distribution purposes	**3**	1
Securities lending revenue (see note 6 in the generic notes)	**93**	34
Net realized gain (loss) on investments	**30 042**	29 081
Net gain (loss) on foreign currencies and other net assets	**(25 322)**	(11 222)
Change in unrealized gain (loss) on investments	**(9 778)**	(25 825)
TOTAL INCOME (LOSS)	**(2 378)**	(5 467)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 743**	2 068
Administration fees	**207**	248
Independent Review Committee costs	**3**	3
GST/HST	**199**	237
Transaction costs	**237**	293
Withholding tax	**360**	367
TOTAL EXPENSES	**2 749**	3 216
INCREASE (DECREASE) IN NAV	**$ (5 127)**	$ (8 683)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (4 556)**	$ (8 011)
SERIES D	**$ (250)**	$ (485)
SERIES F	**$ (321)**	$ (187)
SERIES O	**$ –**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.50)**	$ (0.71)
SERIES D	**$ (0.47)**	$ (0.69)
SERIES F	**$ (0.46)**	$ (0.69)
SERIES O	**$ (0.33)**	$ (0.56)

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (5 127)**	$ (8 683)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(30 042)**	(28 923)
Change in unrealized loss (gain) on investments	**9 778**	25 825
(Increase) decrease in accrued receivables	**25**	102
Increase (decrease) in accrued payables	**(45)**	(27)
Cost of investments purchased	**(610 383)**	(653 202)
Proceeds on sales of investments	**657 574**	689 991
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**21 780**	25 083
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**10 369**	12 982
Cash paid on redemption of redeemable units	**(32 202)**	(37 983)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (21 833)**	$ (25 001)
Net increase (decrease) in cash for the period	**(53)**	82
Cash (bank overdraft), beginning of period	**83**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 30**	$ 83
Interest received (paid)	**$ 3**	$ 1
Dividends received, net of withholding taxes	**$ 2 249**	$ 2 238

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 142 978**	$ 174 322	**$ 8 142**	$ 9 979	**$ 4 135**	$ 4 821
INCREASE (DECREASE) IN NAV	**(4 556)**	(8 011)	**(250)**	(485)	**(321)**	(187)
Early redemption fees	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**4 755**	7 556	**1 522**	4 744	**4 086**	565
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(28 280)**	(30 889)	**(2 598)**	(6 096)	**(1 187)**	(1 064)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(23 525)**	(23 333)	**(1 075)**	(1 352)	**2 899**	(499)
Distributions from net income	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(28 081)**	(31 344)	**(1 325)**	(1 837)	**2 578**	(686)
NAV AT END OF PERIOD	**$ 114 897**	$ 142 978	**$ 6 817**	$ 8 142	**$ 6 713**	$ 4 135

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ 1	**$ 155 256**	$ 189 123
INCREASE (DECREASE) IN NAV	**–**	–	**(5 127)**	(8 683)
Early redemption fees	**–**	–	**1**	–
Proceeds from redeemable units issued	**–**	26	**10 363**	12 891
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–
Redemption of redeemable units	**–**	(26)	**(32 065)**	(38 075)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**–**	–	**(21 701)**	(25 184)
Distributions from net income	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**–**	–	**(26 828)**	(33 867)
NAV AT END OF PERIOD	**$ 1**	$ 1	**$ 128 428**	$ 155 256

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

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 2015**	December 31 2014
Financials	**28.5**	20.2
Industrials	**20.3**	17.9
Consumer Discretionary	**20.2**	18.0
Information Technology	**12.0**	15.9
Health Care	**10.9**	8.3
Consumer Staples	**5.8**	12.7
Materials	**3.3**	3.0
Telecommunication Services	**2.0**	1.5
Energy	**0.3**	5.4
Cash/Other	**(3.3)**	(2.9)
Total	**100.0**	100.0

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 2015	December 31 2014
Russell 2000 Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**132 589**	**–**	**–**	**132 589**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 294**	**–**	**1 294**
Derivatives – assets	**–**	**33**	**–**	**33**
Derivatives – liabilities	**–**	**(5 351)**	**–**	**(5 351)**
Total financial instruments	**132 589**	**(4 024)**	**–**	**128 565**
% of total portfolio	**103.1**	**(3.1)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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 2015	December 31 2014
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, 2015 for the Fund were approximately:

Capital losses	255 567
Non-capital losses	2 233
Non-capital losses expire in:	
2029	988
2028	1 245

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)	**2015**	2014
Series A		
Opening units	**10 329**	12 015
Issued number of units	**341**	545
Reinvested number of units	**–**	–
Redeemed number of units	**(2 026)**	(2 231)
Ending number of units	**8 644**	10 329
Series D		
Opening units	**574**	674
Issued number of units	**106**	332
Reinvested number of units	**–**	–
Redeemed number of units	**(181)**	(432)
Ending number of units	**499**	574
Series F		
Opening units	**273**	306
Issued number of units	**264**	37
Reinvested number of units	**–**	–
Redeemed number of units	**(78)**	(70)
Ending number of units	**459**	273
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 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**237**	**100**	293	100
Related-party brokerage commissions*	**24**	**10**	11	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 2015	December 31 2014
Fair value of securities loaned	**13 020**	16 725
Fair value of collateral received	**13 281**	17 060

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
2 023	Aaron's Inc.	$ 100	$ 63	
2 431	American Axle & Manufacturing Holdings, Inc.	76	64	
4 265	Bassett Furniture Industries Inc.	149	148	
3 002	Boyd Gaming Corp.	80	83	
6 411	Bright Horizons Family Solutions Inc.	500	592	
1 567	Brinker International Inc.	121	104	
989	Burlington Stores Inc.	55	59	
1 270	Carter's Inc.	168	156	
1 829	Cato Corp., Class A	80	93	
5 827	Cherokee Inc.	203	138	
661	Choice Hotels International Inc.	44	46	
1 647	Cinemark Holdings Inc.	83	76	
3 686	Cooper Tire & Rubber	188	193	
1 290	Cooper-Standard Holding Inc.	139	138	
2 722	Core-Mark Holding Co. Inc.	181	308	
2 200	Cracker Barrel Old Country Store Inc.	305	386	
2 184	CST Brands Inc.	121	118	
13 392	Culp Inc.	473	471	
2 302	Darden Restaurants Inc.	202	203	
19 395	Denny's Corp.	244	264	
2 198	DineEquity Inc.	290	258	
3 847	Foot Locker Inc.	224	346	
492	Graham Holdings Co.	376	331	
2 039	Hasbro Inc.	188	190	
443	Helen Of Troy Ltd.	54	58	
9 812	Hooker Furniture Corp.	309	342	
1 591	Houghton Mifflin Harcourt Co.	52	48	
1 269	HSN Inc.	111	89	
2 884	Jack in the Box Inc.	110	306	
8 953	Leggett & Platt Inc.	434	521	
3 694	Marriott Vacations Worldwide Corp.	328	291	
2 783	Murphy USA Inc.	249	234	
3 460	Nathan's Famous Inc.	286	247	
132	NVR Inc.	272	300	
204	Panera Bread Company	52	55	
4 449	Papa John's International Inc.	343	344	
3 543	Pinnacle Entertainment Inc.	160	152	
1 159	Scholastic Corp.	63	62	
1 867	Select Comfort Corp.	81	55	
14 896	Service Corp. International	563	537	
3 717	Sonic Corp.	73	166	
10 473	Speedway Motorsports Inc.	304	300	
4 347	Starz - Liberty Capital	234	202	
1 085	Tempur Sealy International Inc.	103	106	
6 755	Texas Roadhouse Inc., Class A	295	334	
870	The Cheesecake Factory	59	56	
15 056	The Wendy's Co., Class A	213	224	
1 053	Vail Resorts Inc.	148	187	
453	Visteon Corp.	73	72	
1 010	Winmark Corp.	134	130	
		9 693	10 246	**25.2**
Consumer Staples				
1 954	B&G Foods Inc.	$ 92	$ 95	
1 074	Campbell Soup Company	71	78	
2 181	Caseys General Stores Inc.	237	364	
8 608	Central Garden and Pet Co., Class A	187	162	
803	Coca-Cola Bottling Co. Consolidated	73	203	
2 147	Coty Inc.	87	76	
1 999	Farmer Bros Co.	68	89	
6 075	Flowers Foods Inc.	209	181	
2 827	Fresh Del Monte Produce Inc.	135	152	
567	Hormel Foods Corp.	59	62	
2 361	Industrias Bachoco S.A.B. de C.V. ADR	142	161	
1 243	Ingredion Inc.	158	165	
3 007	John B. Sanfilippo & Son Inc.	123	225	
3 360	National Beverage Corp.	192	211	
5 646	SpartanNash Co.	226	169	
2 663	Universal Corp.	200	207	
		2 259	2 600	**6.4**
Energy				
11 598	Nordic American Tankers Ltd.	208	249	
		208	249	**0.6**
Financials				
1 724	American Financial Group Inc.	160	172	
2 737	Arch Capital Group Ltd.	264	264	
3 464	Argo Group International Holdings Ltd.	237	287	
3 677	Bank of the Ozarks Inc.	226	252	
10 624	BNC Bancorp	315	373	
9 029	Centerstate Banks Inc.	171	195	
1 320	Cincinnati Financial Corp.	104	108	
28 251	Cowen Group Inc., Class A	216	150	
1 261	Credit Acceptance Corp.	347	373	
1 383	Diamond Hill Investment Group Inc.	338	362	
8 682	Eagle Bancorp Inc.	548	606	
14 143	Enterprise Financial Services Corp.	509	554	
2 107	Erie Indemnity Co., Class A	205	279	
1 931	Factset Research Systems Inc.	327	434	
3 134	FBL Financial Group Inc.	207	276	
9 725	First American Financial Corp.	434	483	
2 035	First Defiance Financial Corp.	77	106	
1 274	First Merchants Corp.	44	45	
3 194	Flagstar Bancorp Inc.	107	102	
858	Hanover Insurance Group Inc.	91	97	
9 993	Heartland Financial USA Inc.	449	434	
17 056	Heritage Commerce Corp.	244	282	
12 197	INTL. FCStone Inc.	473	565	
1 396	Lakeland Financial Corp.	92	90	
2 553	Maiden Holdings Ltd.	56	53	
3 467	MarketAxess Holdings Inc.	370	535	
2 037	Mercantile Bank Corp.	70	69	
1 540	Mercury General Corp.	99	99	
1 079	Meta Financial Group Inc.	71	69	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Financials (cont.)				
1 094	Morningstar Inc.	$ 115	$ 122	
2 097	MSCI Inc.	169	209	
4 137	New York Community Bancorp Inc.	99	93	
9 446	Old Republic International Corp.	232	244	
2 724	Pinnacle Financial Partners Inc.	182	194	
1 614	ProAssurance Corp.	111	108	
1 387	Safety Insurance Group Inc.	101	108	
4 347	SEI Investments Co.	297	315	
2 301	Selective Insurance Group Inc.	109	107	
3 799	Territorial Bancorp Inc.	141	146	
1 708	The Nasdaq Stock Market Inc.	133	137	
2 513	TriCo Bancshares	97	95	
1 629	WSFS Financial Corp.	76	73	
		8 713	9 665	**23.7**
Health Care				
1 727	Almost Family Inc.	93	91	
458	Bio-Rad Laboratories Inc., Class A	87	88	
690	Cantel Medical Corp.	61	59	
6 076	Centene Corp.	399	553	
1 316	Charles River Laboratories International	90	146	
2 091	Chemed Corp.	238	433	
662	Hill-Rom Holdings Inc.	48	44	
13 038	Hologic Inc.	632	698	
1 214	IMS Health Holdings Inc.	47	43	
731	Integra LifeSciences Holdings Corp.	61	69	
1 102	Masimo Corp.	59	63	
3 154	Merit Medical Systems Inc.	106	81	
1 444	Molina Healthcare Inc.	121	120	
3 623	Patterson Co. Inc.	218	227	
732	Resmed Inc.	66	54	
3 921	U.S. Physical Therapy Inc.	222	291	
3 958	VCA Antech Inc.	202	301	
		2 750	3 361	**8.3**
Industrials				
685	Acuity Brands Inc.	177	222	
3 179	Aerojet Rocketdyne Holdings Inc.	98	69	
1 342	Alaska Airgroup Inc.	116	149	
3 864	American Woodmark Corp.	288	427	
11 052	BWX Technologies Inc.	420	486	
1 801	China Southern Airlines Co. Ltd. ADR	109	95	
3 389	Cintas Corp.	286	427	
11 825	Comfort Systems USA Inc.	409	465	
2 644	CRA International Inc.	97	68	
1 707	Elbit Systems Ltd.	168	209	
9 807	Ennis Inc.	250	261	
2 614	G&K Services Inc.	215	227	
8 686	Global Brass & Copper Holdings Inc.	258	256	
10 330	Griffon Corporation	218	254	
2 347	Grupo Aeroportuario del Pacifico S.A.B. de C.V. ADR	233	287	
1 683	HNI Corp.	94	84	
2 282	Huntington Ingalls Industries Inc.	226	401	
5 532	Insperity Inc.	339	369	
2 694	Interface Inc.	93	71	
1 848	John Bean Technologies Corp.	123	127	

Holdings	Security	Cost	Fair Value	% of Net Assets
Industrials (cont.)				
3 325	Kadant Inc.	$ 216	$ 187	
2 516	Knight Transportation Inc.	74	84	
2 422	Lennox International Inc.	357	419	
2 064	Multi-Color Corp.	118	171	
4 444	National Presto Industries Inc.	496	510	
1 413	Robert Half International Inc.	87	92	
6 440	Rollins Inc.	241	231	
5 400	Smith (A.O.) Corp.	462	572	
1 409	Spirit Aerosystems Holdings Inc., Class A	89	98	
692	Watsco Inc.	105	112	
2 598	West Corp.	92	78	
		6 554	7 508	**18.4**
Information Technology				
1 487	Amdocs Ltd.	113	112	
1 062	Blackbaud Inc.	61	97	
2 649	Booz Allen Hamilton Holding Corp.	78	113	
2 805	Broadridge Financial Solutions Inc.	207	209	
3 334	CDW Corp.	188	194	
2 890	Convergys Corp.	95	99	
4 262	CoreLogic Inc.	209	200	
2 419	CSG Systems International Inc.	108	120	
1 681	DST Systems Inc.	247	265	
1 123	ePlus Inc.	94	145	
661	Euronet Worldwide Inc.	65	66	
992	Fair Isaac & Co. Inc.	97	129	
1 794	Genpact Ltd.	55	62	
1 484	Global Payments Inc.	140	132	
2 559	Leidos Holdings Inc.	195	199	
2 080	MAXIMUS Inc.	170	162	
7 619	NICE Systems Ltd. ADR	594	604	
1 614	OSI Systems Inc.	194	198	
2 562	Photronics Inc.	44	44	
3 809	RADWARE Ltd.	107	81	
8 619	Sapiens International Corp N.V.	132	122	
7 482	ShoreTel Inc.	103	92	
987	SS&C Technologies Holdings Inc.	76	93	
1 952	Sykes Enterprises Inc.	85	83	
2 448	Tessera Technologies Inc.	114	102	
7 632	The Hackett Group Inc.	79	169	
9 692	Total System Services Inc.	605	668	
8 132	Tucows Inc.	274	237	
6 432	Vantiv Inc., Class A	397	422	
2 738	Verisign Inc.	311	331	
7 730	WNS Holdings Ltd. ADR	314	334	
		5 551	5 884	**14.5**
Materials				
2 423	Avery Dennison Corp.	204	210	
5 928	Berry Plastics Group Inc.	266	297	
4 757	Fibria Celulose S.A. ADR	87	84	
13 584	Graphic Packaging Holding Co.	213	241	
2 507	Innospec Inc.	188	188	
886	International Flavors & Fragrances Inc.	100	147	
3 814	US Concrete Inc.	203	278	
730	WestRock Co.	64	46	
		1 325	1 491	**3.7**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Telecommunication Services				
5 051	General Communication Inc., Class A	$ 98	$ 138	
7 958	IDT Corp.	214	128	
		312	266	**0.6**
TOTAL COMMON EQUITIES		37 365	41 270	**101.4**
SHORT-TERM INVESTMENTS*		496	494	**1.2**
TOTAL INVESTMENTS		37 861	41 764	**102.6**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	129	**0.3**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 114)	**(2.7)**
TOTAL PORTFOLIO		$ 37 861	40 779	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(77)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 40 702	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 8 Sold CAD 11 @ 0.7530	28-Jan-16	$ –
Bought USD 203 Sold CAD 272 @ 0.7478	28-Jan-16	10
Bought USD 33 Sold CAD 45 @ 0.7307	28-Jan-16	–
Bought USD 25 Sold CAD 35 @ 0.7178	28-Jan-16	–
Bought USD 14 Sold CAD 20 @ 0.7203	28-Jan-16	–
Bought CAD 10 851 Sold USD 7 758 @ 1.3987	08-Feb-16	117
Bought USD 49 Sold CAD 68 @ 0.7220	08-Feb-16	–
Bought USD 19 Sold CAD 26 @ 0.7473	18-Feb-16	1
Bought USD 50 Sold CAD 68 @ 0.7281	18-Feb-16	1
Bought USD 39 Sold CAD 55 @ 0.7163	18-Feb-16	–
		$ 129

Contracts	Maturity Date	Unrealized Loss
Bought CAD 5 499 Sold USD 4 108 @ 1.3386	06-Jan-16	$ (186)
Bought CAD 300 Sold USD 227 @ 1.3196	06-Jan-16	(15)
Bought CAD 480 Sold USD 369 @ 1.3021	19-Jan-16	(30)
Bought CAD 243 Sold USD 188 @ 1.2941	19-Jan-16	(17)
Bought CAD 1 121 Sold USD 866 @ 1.2937	28-Jan-16	(78)
Bought CAD 8 631 Sold USD 6 501 @ 1.3277	18-Feb-16	(363)
Bought CAD 320 Sold USD 245 @ 1.3076	18-Feb-16	(19)
Bought CAD 4 073 Sold USD 3 056 @ 1.3329	29-Feb-16	(154)
Bought CAD 6 957 Sold USD 5 202 @ 1.3373	03-Mar-16	(240)
Bought CAD 3 119 Sold USD 2 263 @ 1.3781	24-Mar-16	(12)
		$ (1 114)
TOTAL FOREIGN EXCHANGE		$ (985)

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 a rate of 0.15% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 41 764**	$ 52 518
Cash	**2**	9
Due from investment dealers	**–**	121
Subscriptions receivable	**5**	9
Unrealized gain on foreign exchange contracts	**129**	15
Dividends receivable, interest accrued and other assets	**28**	40
TOTAL ASSETS	**41 928**	52 712
LIABILITIES		
Due to investment dealers	**–**	264
Redemptions payable	**38**	83
Unrealized loss on foreign exchange contracts	**1 114**	1 770
Accounts payable and accrued expenses	**74**	95
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 226**	2 212
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 40 702**	$ 50 500
Investments at cost	**$ 37 861**	$ 46 464
NAV		
SERIES A	**$ 35 165**	$ 43 478
ADVISOR SERIES	**$ 832**	$ 1 337
SERIES D	**$ 2 560**	$ 3 320
SERIES F	**$ 2 145**	$ 2 365
NAV PER UNIT		
SERIES A	**$ 9.00**	$ 9.11
ADVISOR SERIES	**$ 9.05**	$ 9.17
SERIES D	**$ 9.64**	$ 9.68
SERIES F	**$ 9.85**	$ 9.87

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 204**	$ 875
Interest for distribution purposes	**–**	(1)
Securities lending revenue (see note 6 in the generic notes)	**29**	16
Net realized gain (loss) on investments	**10 300**	11 032
Net gain (loss) on foreign currencies and other net assets	**(8 843)**	(3 722)
Change in unrealized gain (loss) on investments	**(1 381)**	(7 347)
TOTAL INCOME (LOSS)	**1 309**	853
EXPENSES (see notes – Fund Specific Information)		
Management fees	**801**	968
Administration fees	**63**	81
Independent Review Committee costs	**3**	3
GST/HST	**91**	110
Transaction costs	**41**	58
Withholding tax	**128**	100
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**1 124**	1 317
INCREASE (DECREASE) IN NAV	**$ 185**	$ (464)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 97**	$ (451)
ADVISOR SERIES	**$ 12**	$ (17)
SERIES D	**$ 45**	$ 1
SERIES F	**$ 31**	$ 3
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.03**	$ (0.08)
ADVISOR SERIES	**$ 0.03**	$ (0.09)
SERIES D	**$ 0.12**	$ (0.01)
SERIES F	**$ 0.15**	$ 0.02

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 185**	$ (464)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(10 300)**	(11 032)
Change in unrealized loss (gain) on investments	**1 381**	7 347
(Increase) decrease in accrued receivables	**12**	(49)
Increase (decrease) in accrued payables	**(21)**	129
Cost of investments purchased	**(128 118)**	(160 323)
Proceeds on sales of investments	**146 878**	174 194
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**10 017**	9 802
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**3 349**	7 960
Cash paid on redemption of redeemable units	**(13 367)**	(17 849)
Distributions paid to holders of redeemable units	**(6)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (10 024)**	$ (9 889)
Net increase (decrease) in cash for the period	**(7)**	(87)
Cash (bank overdraft), beginning of period	**9**	96
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 9
Interest received (paid)	**$ –**	$ (1)
Dividends received, net of withholding taxes	**$ 1 091**	$ 797

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 43 478**	$ 51 597	**$ 1 337**	$ 1 667	**$ 3 320**	$ 4 500
INCREASE (DECREASE) IN NAV	**97**	(451)	**12**	(17)	**45**	1
Early redemption fees	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**2 238**	5 055	**124**	149	**766**	2 420
Reinvestments of distributions to holders of redeemable units	**328**	–	**8**	–	**23**	–
Redemption of redeemable units	**(10 645)**	(12 723)	**(641)**	(462)	**(1 570)**	(3 603)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(8 079)**	(7 668)	**(509)**	(313)	**(781)**	(1 181)
Distributions from net income	**–**	–	**–**	–	**–**	–
Distributions from net gains	**(331)**	–	**(8)**	–	**(24)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(331)**	–	**(8)**	–	**(24)**	–
NET INCREASE (DECREASE) IN NAV	**(8 313)**	(8 119)	**(505)**	(330)	**(760)**	(1 180)
NAV AT END OF PERIOD	**$ 35 165**	$ 43 478	**$ 832**	$ 1 337	**$ 2 560**	$ 3 320

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 365**	$ 3 255	**$ 50 500**	$ 61 019
INCREASE (DECREASE) IN NAV	**31**	3	**185**	(464)
Early redemption fees	**–**	–	**–**	2
Proceeds from redeemable units issued	**217**	157	**3 345**	7 781
Reinvestments of distributions to holders of redeemable units	**18**	–	**377**	–
Redemption of redeemable units	**(466)**	(1 050)	**(13 322)**	(17 838)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(231)**	(893)	**(9 600)**	(10 055)
Distributions from net income	**–**	–	**–**	–
Distributions from net gains	**(20)**	–	**(383)**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(20)**	–	**(383)**	–
NET INCREASE (DECREASE) IN NAV	**(220)**	(890)	**(9 798)**	(10 519)
NAV AT END OF PERIOD	**$ 2 145**	$ 2 365	**$ 40 702**	$ 50 500

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

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 2015**	December 31 2014
Consumer Discretionary	**25.2**	20.6
Financials	**23.7**	4.8
Industrials	**18.4**	26.8
Information Technology	**14.5**	16.7
Health Care	**8.3**	12.3
Consumer Staples	**6.4**	8.9
Materials	**3.7**	5.1
Telecommunication Services	**0.6**	3.1
Energy	**0.6**	3.8
Cash/Other	**(1.4)**	(2.1)
Total	**100.0**	100.0

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 2015	December 31 2014
Russell 2500 Index (USD)	**+ or - 1.0**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**41 270**	**–**	**–**	**41 270**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**494**	**–**	**494**
Derivatives – assets	**–**	**129**	**–**	**129**
Derivatives – liabilities	**–**	**(1 114)**	**–**	**(1 114)**
Total financial instruments	**41 270**	**(491)**	**–**	**40 779**
% of total portfolio	**101.2**	**(1.2)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.10%
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 Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**4 771**	5 625
Issued number of units	**240**	562
Reinvested number of units	**37**	–
Redeemed number of units	**(1 140)**	(1 416)
Ending number of units	**3 908**	4 771
Advisor Series		
Opening units	**146**	181
Issued number of units	**13**	16
Reinvested number of units	**1**	–
Redeemed number of units	**(68)**	(51)
Ending number of units	**92**	146
Series D		
Opening units	**343**	466
Issued number of units	**78**	255
Reinvested number of units	**2**	–
Redeemed number of units	**(157)**	(378)
Ending number of units	**266**	343
Series F		
Opening units	**240**	332
Issued number of units	**21**	16
Reinvested number of units	**2**	–
Redeemed number of units	**(45)**	(108)
Ending number of units	**218**	240

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**41**	**100**	58	100
Related-party brokerage commissions*	**5**	**12**	3	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 2015	December 31 2014
Fair value of securities loaned	**5 379**	6 357
Fair value of collateral received	**5 487**	6 485

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Biotechnology				
6 100	Acorda Therapeutics Inc.	$ 346	$ 361	
16 700	Akebia Therapeutics Inc.	240	299	
8 700	Alexion Pharmaceuticals Inc.	2 221	2 296	
12 700	Alkermes Plc.	1 290	1 395	
14 500	Amgen Inc.	2 948	3 257	
15 900	Axovant Sciences Ltd.	416	397	
35 200	Baxalta Inc.	1 826	1 901	
4 500	Biogen Inc.	1 808	1 908	
14 800	Celgene Corp.	2 331	2 453	
13 500	Emergent Biosolutions Inc.	667	747	
10 500	Gilead Sciences Inc.	1 407	1 470	
9 200	Medivation Inc.	587	615	
10 700	Myriad Genetics Inc.	547	638	
8 000	Sage Therapeutics Inc.	607	645	
4 500	Vertex Pharmaceuticals Inc.	695	783	
		17 936	19 165	**8.4**
Communications Equipment				
106 100	Alcatel S.A. ADR	571	562	
34 300	Ciena Corp.	1 040	982	
30 600	Cisco Systems Inc.	1 118	1 150	
8 900	Palo Alto Networks Inc.	2 207	2 168	
		4 936	4 862	**2.1**
Electronic Equipment and Instruments				
46 300	Corning Inc.	1 128	1 171	
29 700	Fabrinet	867	978	
		1 995	2 149	**0.9**
Health Care Equipment and Supplies				
12 000	Align Technology Inc.	1 051	1 091	
10 800	Becton Dickinson & Co.	2 193	2 303	
106 400	Boston Scientific Corp.	2 198	2 715	
21 900	Cantel Medical Corp.	1 472	1 882	
26 400	Dentsply International Inc.	2 065	2 223	
22 800	Edwards Lifesciences Corp.	2 063	2 492	
20 800	Insulet Corp.	1 045	1 088	
1 300	Intuitive Surgical Inc.	928	982	
19 500	Masimo Corp.	878	1 119	
23 400	Medtronic Plc.	2 105	2 490	
18 400	Natus Medical Inc.	1 084	1 221	
13 100	NuVasive Inc.	742	981	
21 800	STERIS Plc.	2 144	2 273	
		19 968	22 860	**10.0**
Health Care Providers and Services				
4 900	Anthem Inc.	916	945	
25 500	Cardinal Health Inc.	2 799	3 149	
10 600	Henry Schein Inc.	2 194	2 320	
17 500	UnitedHealth Group Incorporated	2 794	2 849	
		8 703	9 263	**4.1**
Health Care Technology				
5 000	Athenahealth Inc.	$ 894	$ 1 114	
		894	1 114	**0.5**
Internet and Catalogue Retail				
3 800	Amazon.com, Inc.	1 859	3 553	
23 600	Netflix Inc.	3 451	3 734	
		5 310	7 287	**3.2**
Internet Software and Services				
11 500	Alphabet Inc., Class A	9 563	12 380	
60 100	Facebook Inc., Class A	6 622	8 704	
30 900	GoDaddy Inc.	1 317	1 372	
2 800	LinkedIn Corp.	893	872	
9 900	Verisign Inc.	1 092	1 197	
26 700	Wix.com Ltd.	903	840	
50 100	Yelp Inc.	1 959	1 997	
		22 349	27 362	**12.0**
IT Services				
15 300	Accenture Plc., Class A	1 856	2 212	
19 200	Fiserv Inc.	2 112	2 430	
27 200	Jack Henry & Associates Inc.	2 630	2 938	
12 800	MasterCard Inc.	1 507	1 726	
18 500	Paychex Inc.	1 299	1 353	
37 800	Vantiv Inc., Class A	2 376	2 480	
21 200	Visa Inc., Class A	1 979	2 275	
		13 759	15 414	**6.8**
Life Sciences Tools and Services				
40 700	Agilent Technologies Inc.	2 255	2 355	
31 300	Luminex Corp.	889	925	
12 200	Thermo Fisher Scientific Inc.	2 192	2 395	
		5 336	5 675	**2.5**
Pharmaceuticals				
5 400	Allergan plc	2 088	2 335	
40 500	Bristol-Myers Squibb Co.	2 882	3 855	
28 100	Eli Lilly & Co.	3 238	3 275	
37 600	Johnson & Johnson	4 703	5 343	
38 700	Mylan N.V.	2 678	2 895	
15 900	Nektar Therapeutics	289	370	
23 500	Pfizer Inc.	1 045	1 050	
19 500	Teva Pharmaceutical Industries Ltd. ADR	1 676	1 771	
		18 599	20 894	**9.2**
Semiconductors and Semiconductor Equipment				
140 300	Applied Materials Inc.	3 053	3 624	
32 700	ARM Holdings Plc. ADR	2 114	2 047	
11 400	Avago Technologies Ltd.	2 083	2 290	
12 800	First Solar Inc.	1 170	1 169	
54 400	Integrated Device Technology Inc.	1 553	1 983	
121 900	Intel Corp.	5 047	5 811	
8 400	Lam Research Corp.	924	923	
75 400	Nvidia Corp.	2 256	3 439	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Semiconductors and Semiconductor Equipment (cont.)				
16 300	NXP Semiconductor N.V.	$ 1 966	$ 1 900	
26 700	Silicon Laboratories Inc.	1 903	1 793	
72 400	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	2 241	2 279	
81 500	Teradyne Inc.	2 226	2 331	
43 600	Texas Instruments Inc.	2 930	3 307	
41 200	Xilinx Inc.	2 424	2 678	
		31 890	35 574	**15.6**
Software				
74 600	Activision Blizzard Inc.	2 729	3 994	
20 200	Adobe Systems Inc.	2 344	2 625	
18 400	Imperva Inc.	1 849	1 612	
30 600	Manhattan Associates Inc.	2 651	2 802	
155 700	Microsoft Corp.	9 441	11 947	
62 300	Nuance Communications Inc.	1 786	1 713	
15 900	Red Hat Inc.	1 719	1 822	
31 900	Salesforce.com Inc.	2 939	3 459	
21 200	SAP SE ADR	2 060	2 320	
26 300	ServiceNow Inc.	2 864	3 150	
47 900	Silver Spring Networks Inc.	944	955	
27 900	Take-Two Interactive Software Inc.	1 383	1 344	
9 400	Tyler Technologies Inc.	1 798	2 267	
4 300	Ultimate Software Group Inc.	1 098	1 163	
42 900	Zendesk Inc.	1 563	1 568	
		37 168	42 741	**18.8**
Technology Hardware, Storage and Peripherals				
64 200	Apple Inc.	8 862	9 348	
		8 862	9 348	**4.1**
TOTAL COMMON EQUITIES		197 705	223 708	**98.2**
SHORT-TERM INVESTMENTS*		3 753	3 763	**1.7**
TOTAL INVESTMENTS		$ 201 458	227 471	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			323	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 227 794	**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 0.30% to 0.67% and mature between January 7, 2016 and January 20, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 227 471**	$ 153 282
Cash	**2**	11
Subscriptions receivable	**944**	511
Dividends receivable, interest accrued and other assets	**53**	56
TOTAL ASSETS	**228 470**	153 860
LIABILITIES		
Due to investment dealers	**–**	671
Redemptions payable	**308**	410
Accounts payable and accrued expenses	**368**	271
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**676**	1 352
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 227 794**	$ 152 508
Investments at cost	**$ 201 458**	$ 135 581
NAV		
SERIES A	**$ 161 853**	$ 122 288
SERIES D	**$ 62 623**	$ 27 704
SERIES F	**$ 3 318**	$ 2 516
NAV PER UNIT		
SERIES A	**$ 14.10**	$ 11.57
SERIES D	**$ 15.31**	$ 12.44
SERIES F	**$ 17.23**	$ 13.97

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 748**	$ 1 894
Interest for distribution purposes	**12**	6
Securities lending revenue (see note 6 in the generic notes)	**25**	43
Net realized gain (loss) on investments	**31 153**	32 693
Net gain (loss) on foreign currencies and other net assets	**(1 366)**	(327)
Change in unrealized gain (loss) on investments	**8 312**	(1 328)
TOTAL INCOME (LOSS)	**39 884**	32 981
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 298**	2 208
Administration fees	**279**	183
Independent Review Committee costs	**3**	3
GST/HST	**359**	238
Transaction costs	**356**	351
Withholding tax	**236**	223
TOTAL EXPENSES	**4 531**	3 206
INCREASE (DECREASE) IN NAV	**$ 35 353**	$ 29 775
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 27 245**	$ 25 766
SERIES D	**$ 7 558**	$ 3 938
SERIES F	**$ 550**	$ 71
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.30**	$ 2.34
SERIES D	**$ 2.61**	$ 2.61
SERIES F	**$ 3.01**	$ 2.91

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 35 353**	$ 29 775
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(31 153)**	(32 675)
Change in unrealized loss (gain) on investments	**(8 312)**	1 328
(Increase) decrease in accrued receivables	**3**	2 435
Increase (decrease) in accrued payables	**97**	(296)
Cost of investments purchased	**(1 384 322)**	(959 874)
Proceeds on sales of investments	**1 348 927**	944 557
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(39 407)**	(14 750)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**107 800**	56 659
Cash paid on redemption of redeemable units	**(68 402)**	(41 906)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 39 398**	$ 14 753
Net increase (decrease) in cash for the period	**(9)**	3
Cash (bank overdraft), beginning of period	**11**	8
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2**	$ 11
Interest received (paid)	**$ 11**	$ 6
Dividends received, net of withholding taxes	**$ 1 515**	$ 1 658

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 122 288**	$ 98 869	**$ 27 704**	$ 8 930	**$ 2 516**	$ 242	**$ 152 508**	$ 108 041
INCREASE (DECREASE) IN NAV	**27 245**	25 766	**7 558**	3 938	**550**	71	**35 353**	29 775
Early redemption fees	**–**	–	**12**	3	**–**	–	**12**	3
Proceeds from redeemable units issued	**41 899**	18 343	**60 700**	35 327	**5 634**	3 279	**108 233**	56 949
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(29 579)**	(20 690)	**(33 351)**	(20 494)	**(5 382)**	(1 076)	**(68 312)**	(42 260)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**12 320**	(2 347)	**27 361**	14 836	**252**	2 203	**39 933**	14 692
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**39 565**	23 419	**34 919**	18 774	**802**	2 274	**75 286**	44 467
NAV AT END OF PERIOD	**$ 161 853**	$ 122 288	**$ 62 623**	$ 27 704	**$ 3 318**	$ 2 516	**$ 227 794**	$ 152 508

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

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:

Investment mix	**December 31 2015**	December 31 2014
Software	**18.8**	11.4
Semiconductor Equipment and Products	**15.6**	15.2
Internet Software and Services	**12.0**	4.3
Health Care Equipment and Supplies	**10.0**	7.8
Pharmaceuticals	**9.2**	9.4
Biotechnology	**8.4**	15.2
IT Services	**6.8**	–
Technology Hardware, Storage and Peripherals	**4.1**	14.0
Health Care Providers and Services	**4.1**	13.9
Internet and Catalogue Retail	**3.2**	–
Life Sciences Tools and Services	**2.5**	–
Communications Equipment	**2.1**	–
Electronic Equipment and Instruments	**0.9**	–
Health Care Technology	**0.5**	–
Other Sectors	**–**	7.8
Cash/Other	**1.8**	1.0
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.8**	99.7
Total	**99.8**	99.7

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**223 708**	**–**	**–**	**223 708**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**3 763**	**–**	**3 763**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**223 708**	**3 763**	**–**	**227 471**
% of total portfolio	**98.3**	**1.7**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

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, 2015 for the Fund were approximately:

Capital losses	604 866
Non-capital losses	7 678
Non-capital losses expire in:	
2028	1 205
2027	2 297
2026	4 176

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)	**2015**	2014
Series A		
Opening units	**10 568**	10 839
Issued number of units	**3 130**	1 790
Reinvested number of units	**–**	–
Redeemed number of units	**(2 215)**	(2 061)
Ending number of units	**11 483**	10 568
Series D		
Opening units	**2 226**	919
Issued number of units	**4 196**	3 204
Reinvested number of units	**–**	–
Redeemed number of units	**(2 331)**	(1 897)
Ending number of units	**4 091**	2 226
Series F		
Opening units	**180**	22
Issued number of units	**345**	250
Reinvested number of units	**–**	–
Redeemed number of units	**(332)**	(92)
Ending number of units	**193**	180

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**356**	**100**	351	100
Related-party brokerage commissions*	**13**	**4**	4	1
Commission arrangements†	**28**	**8**	24	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 2015	December 31 2014
Fair value of securities loaned	**24 139**	5 706
Fair value of collateral received	**24 622**	5 820

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
274 824	Asaleo Care Ltd.	$ 477	$ 439	
		477	439	**1.2**
Belgium				
8 600	InBev N.V.	1 295	1 481	
17 342	KBC Groep N.V.	1 136	1 500	
		2 431	2 981	**7.9**
China				
101 800	Shenzhou International Group Holdings Ltd.	509	807	
168 400	Sinopharm Group Co.	926	930	
		1 435	1 737	**4.6**
Finland				
17 800	Sampo OYJ	1 011	1 252	
		1 011	1 252	**3.3**
France				
60 400	Altran Technologies S.A.	965	1 119	
96 600	Natixis	779	756	
8 600	Safran S.A.	718	818	
25 100	Total S.A.	1 586	1 557	
8 700	Vinci S.A.	662	772	
		4 710	5 022	**13.3**
Germany				
3 333	Continental AG	967	1 117	
37 500	Deutsche Telekom AG	801	931	
13 900	ProSiebenSat.1 Media SE	820	969	
		2 588	3 017	**8.0**
Hong Kong				
76 200	Cheung Kong Property Holdings Ltd.	732	686	
136 400	Techtronic Industries Co.	602	764	
		1 334	1 450	**3.8**
Israel				
10 800	NICE Systems Ltd. ADR	718	857	
8 100	Teva Pharmaceutical Industries Ltd. ADR	724	736	
		1 442	1 593	**4.2**
Italy				
318 200	Intesa Sanpaolo S.p.A.	1 227	1 462	
		1 227	1 462	**3.9**
Japan				
27 000	KDDI Corporation	703	970	
48 000	Mitsubishi Electric Corp.	747	697	
108 600	Mitsubishi UFJ Financial Group Inc.	970	931	
17 100	Nippon Telegraph & Telephone Corp.	850	942	
11 900	Seven & I Holdings Co. Ltd.	705	754	
13 900	Toyota Motor Corp.	1 015	1 184	
		4 990	5 478	**14.5**
Netherlands				
3 400	Akzo Nobel N.V.	$ 297	$ 314	
214 800	Koninklijke KPN N.V.	943	1 124	
		1 240	1 438	**3.8**
Singapore				
47 000	DBS Group Holdings Ltd.	751	762	
		751	762	**2.0**
Switzerland				
9 400	Novartis AG	1 156	1 119	
4 076	Roche Holdings AG Genusscheine	1 410	1 563	
		2 566	2 682	**7.1**
United Kingdom				
48 700	Babcock International Group	1 021	1 008	
25 799	easyJet Plc.	854	916	
15 700	Intertek Group Plc.	845	889	
289 900	Legal & General Group Plc.	1 345	1 583	
35 600	Prudential Corporation Plc.	851	1 110	
40 846	Rio Tinto Plc.	1 893	1 646	
28 800	Telecity Group Plc.	559	736	
		7 368	7 888	**20.8**
TOTAL INTERNATIONAL EQUITIES		33 570	37 201	**98.4**
SHORT-TERM INVESTMENTS*		1 596	1 596	**4.2**
TOTAL INVESTMENTS		35 166	38 797	**102.6**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	433	**1.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(430)	**(1.1)**
TOTAL PORTFOLIO		$ 35 166	38 800	**102.6**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(966)	**(2.6)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 37 834	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought HKD 477 Sold CAD 85 @ 5.5846	05-Jan-16	$ –
Bought SGD 22 Sold CAD 21 @ 1.0196	05-Jan-16	–
Bought USD 31 Sold CAD 43 @ 0.7199	05-Jan-16	–
Bought JPY 12 813 Sold CAD 147 @ 86.9045	06-Jan-16	–
Bought USD 45 Sold CAD 60 @ 0.7486	08-Jan-16	2
Bought AUD 260 Sold CAD 246 @ 1.0587	11-Jan-16	17
Bought CAD 73 Sold GBP 36 @ 2.0269	13-Jan-16	–
Bought CAD 53 Sold GBP 26 @ 2.0214	13-Jan-16	–
Bought CAD 130 Sold GBP 62 @ 2.0915	13-Jan-16	3
Bought CAD 67 Sold GBP 32 @ 2.0814	13-Jan-16	1
Bought CAD 288 Sold GBP 140 @ 2.0604	13-Jan-16	3
Bought GBP 40 Sold CAD 81 @ 0.4919	13-Jan-16	–
Bought GBP 27 Sold CAD 55 @ 0.4915	13-Jan-16	–
Bought CAD 59 Sold USD 43 @ 1.3831	15-Jan-16	–
Bought DKK 285 Sold CAD 57 @ 5.0270	15-Jan-16	1

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 130 Sold CAD 176 @ 0.7367	15-Jan-16	$ 3
Bought CAD 62 Sold GBP 30 @ 2.0786	19-Jan-16	1
Bought CAD 85 Sold HKD 475 @ 0.1791	19-Jan-16	–
Bought EUR 100 Sold CAD 146 @ 0.6830	19-Jan-16	4
Bought GBP 30 Sold CAD 60 @ 0.4970	19-Jan-16	1
Bought ILS 65 Sold CAD 22 @ 2.9500	19-Jan-16	1
Bought ILS 125 Sold CAD 44 @ 2.8438	19-Jan-16	1
Bought USD 701 Sold CAD 907 @ 0.7725	21-Jan-16	63
Bought AUD 50 Sold CAD 48 @ 1.0413	22-Jan-16	2
Bought AUD 80 Sold CAD 80 @ 0.9943	22-Jan-16	–
Bought NOK 310 Sold CAD 49 @ 6.3518	22-Jan-16	–
Bought NOK 200 Sold CAD 31 @ 6.4961	22-Jan-16	–
Bought SEK 1 742 Sold CAD 266 @ 6.5439	22-Jan-16	20
Bought CAD 97 Sold GBP 47 @ 2.0663	27-Jan-16	1
Bought CAD 37 Sold SGD 38 @ 0.9838	27-Jan-16	–
Bought CAD 30 Sold SGD 30 @ 0.9845	27-Jan-16	–
Bought CAD 20 Sold SGD 20 @ 0.9798	27-Jan-16	–
Bought GBP 82 Sold CAD 166 @ 0.4952	27-Jan-16	2
Bought GBP 139 Sold CAD 281 @ 0.4951	27-Jan-16	3
Bought GBP 27 Sold CAD 54 @ 0.4965	27-Jan-16	1
Bought GBP 45 Sold CAD 90 @ 0.4980	27-Jan-16	1
Bought GBP 28 Sold CAD 57 @ 0.4877	27-Jan-16	–
Bought JPY 46 498 Sold CAD 509 @ 91.3851	27-Jan-16	27
Bought JPY 9 500 Sold CAD 104 @ 91.5457	27-Jan-16	6
Bought SGD 50 Sold CAD 47 @ 1.0626	27-Jan-16	2
Bought AUD 17 Sold CAD 16 @ 1.0644	28-Jan-16	1
Bought AUD 47 Sold CAD 47 @ 1.0083	28-Jan-16	1
Bought CAD 42 Sold CHF 30 @ 1.3995	28-Jan-16	–
Bought CHF 68 Sold CAD 90 @ 0.7540	28-Jan-16	4
Bought CHF 31 Sold CAD 41 @ 0.7541	28-Jan-16	2
Bought CHF 182 Sold CAD 241 @ 0.7541	28-Jan-16	10
Bought CHF 40 Sold CAD 53 @ 0.7597	28-Jan-16	3
Bought CHF 25 Sold CAD 34 @ 0.7283	28-Jan-16	–
Bought CHF 25 Sold CAD 35 @ 0.7163	28-Jan-16	–
Bought CAD 502 Sold EUR 332 @ 1.5132	02-Feb-16	3
Bought EUR 29 Sold CAD 43 @ 0.6710	02-Feb-16	–
Bought DKK 594 Sold CAD 114 @ 5.2011	08-Feb-16	6
Bought DKK 250 Sold CAD 48 @ 5.1996	08-Feb-16	2
Bought DKK 270 Sold CAD 55 @ 4.9269	08-Feb-16	–
Bought EUR 173 Sold CAD 249 @ 0.6961	08-Feb-16	12
Bought EUR 49 Sold CAD 70 @ 0.6996	08-Feb-16	4
Bought EUR 35 Sold CAD 53 @ 0.6618	08-Feb-16	–
Bought EUR 110 Sold CAD 156 @ 0.7067	11-Feb-16	10
Bought AUD 80 Sold CAD 75 @ 1.0613	16-Feb-16	5
Bought AUD 100 Sold CAD 97 @ 1.0291	16-Feb-16	3
Bought JPY 48 714 Sold CAD 530 @ 91.8843	16-Feb-16	31
Bought JPY 5 000 Sold CAD 57 @ 87.6458	16-Feb-16	1
Bought CAD 39 Sold GBP 19 @ 2.0785	18-Feb-16	1
Bought GBP 19 Sold CAD 38 @ 0.4974	18-Feb-16	1
Bought SEK 2 157 Sold CAD 331 @ 6.5200	22-Feb-16	23
Bought SEK 440 Sold CAD 68 @ 6.5016	22-Feb-16	5
Bought SEK 385 Sold CAD 63 @ 6.0773	22-Feb-16	–
Bought USD 618 Sold CAD 822 @ 0.7518	22-Feb-16	33
Bought DKK 245 Sold CAD 50 @ 4.9282	26-Feb-16	–
Bought EUR 50 Sold CAD 71 @ 0.7076	29-Feb-16	5

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CHF 80 Sold CAD 104 @ 0.7659	01-Mar-16	$ 6
Bought CHF 176 Sold CAD 230 @ 0.7652	01-Mar-16	14
Bought CAD 27 Sold HKD 150 @ 0.1773	02-Mar-16	–
Bought CAD 22 Sold USD 16 @ 1.3944	07-Mar-16	–
Bought CAD 130 Sold EUR 86 @ 1.5121	11-Mar-16	1
Bought SEK 952 Sold CAD 152 @ 6.2448	11-Mar-16	4
Bought ILS 229 Sold CAD 80 @ 2.8505	14-Mar-16	1
Bought ILS 90 Sold CAD 32 @ 2.7831	14-Mar-16	–
Bought AUD 79 Sold CAD 78 @ 1.0082	15-Mar-16	1
Bought AUD 1 038 Sold CAD 1 030 @ 1.0080	15-Mar-16	13
Bought AUD 60 Sold CAD 60 @ 0.9962	15-Mar-16	–
Bought AUD 67 Sold CAD 67 @ 0.9943	15-Mar-16	–
Bought CAD 39 Sold GBP 19 @ 2.0784	15-Mar-16	1
Bought NZD 50 Sold CAD 46 @ 1.0824	15-Mar-16	1
Bought CAD 630 Sold EUR 412 @ 1.5284	16-Mar-16	9
Bought CAD 324 Sold GBP 156 @ 2.0787	16-Mar-16	6
Bought CAD 206 Sold GBP 100 @ 2.0561	16-Mar-16	2
Bought AUD 108 Sold CAD 107 @ 1.0135	18-Mar-16	2
Bought AUD 130 Sold CAD 130 @ 1.0037	18-Mar-16	1
Bought CAD 794 Sold HKD 4 417 @ 0.1798	18-Mar-16	5
Bought CAD 839 Sold USD 602 @ 1.3930	18-Mar-16	6
Bought CAD 124 Sold CHF 88 @ 1.4140	18-Mar-16	2
Bought CAD 23 Sold JPY 2 000 @ 0.0115	18-Mar-16	–
Bought CAD 143 Sold HKD 800 @ 0.1788	18-Mar-16	–
Bought CAD 425 Sold EUR 280 @ 1.5165	18-Mar-16	3
Bought CAD 70 Sold CHF 50 @ 1.4076	18-Mar-16	1
Bought CAD 43 Sold USD 31 @ 1.3888	18-Mar-16	–
Bought ILS 185 Sold CAD 66 @ 2.8002	18-Mar-16	–
Bought JPY 24 845 Sold CAD 283 @ 87.7750	18-Mar-16	3
Bought JPY 110 125 Sold CAD 1 253 @ 87.8559	18-Mar-16	17
Bought JPY 27 000 Sold CAD 311 @ 86.9460	18-Mar-16	1
Bought SEK 595 Sold CAD 97 @ 6.1412	18-Mar-16	1
Bought SEK 325 Sold CAD 54 @ 6.0372	18-Mar-16	–
Bought CAD 104 Sold JPY 9 000 @ 0.0115	22-Mar-16	–
Bought CAD 58 Sold HKD 325 @ 0.1799	22-Mar-16	–
Bought CAD 20 Sold SGD 20 @ 0.9896	22-Mar-16	–
Bought CAD 138 Sold JPY 12 000 @ 0.0115	22-Mar-16	–
Bought HKD 340 Sold CAD 61 @ 5.6043	22-Mar-16	–
Bought JPY 29 000 Sold CAD 334 @ 86.7860	22-Mar-16	–
Bought JPY 11 900 Sold CAD 137 @ 86.7880	22-Mar-16	–
Bought JPY 10 500 Sold CAD 121 @ 86.9320	22-Mar-16	–
		$ 433

Contracts	Maturity Date	Unrealized Loss
Bought CHF 54 Sold CAD 76 @ 0.7124	04-Jan-16	$ (1)
Bought EUR 275 Sold CAD 417 @ 0.6605	04-Jan-16	(3)
Bought GBP 106 Sold CAD 217 @ 0.4863	04-Jan-16	(2)
Bought CAD 31 Sold USD 24 @ 1.3111	08-Jan-16	(2)
Bought CAD 60 Sold USD 46 @ 1.2976	08-Jan-16	(4)
Bought CAD 22 Sold USD 17 @ 1.3105	08-Jan-16	(1)
Bought CAD 799 Sold EUR 561 @ 1.4247	08-Jan-16	(46)
Bought GBP 329 Sold CAD 679 @ 0.4845	13-Jan-16	(8)
Bought GBP 90 Sold CAD 186 @ 0.4831	13-Jan-16	(3)
Bought CAD 230 Sold USD 177 @ 1.3005	15-Jan-16	(15)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 461 Sold EUR 311 @ 1.4828	19-Jan-16	$ (7)
Bought CAD 73 Sold EUR 50 @ 1.4537	19-Jan-16	(3)
Bought CAD 375 Sold HKD 2 189 @ 0.1714	19-Jan-16	(16)
Bought CAD 917 Sold JPY 84 023 @ 0.0109	21-Jan-16	(51)
Bought NOK 589 Sold CAD 93 @ 6.3503	22-Jan-16	(1)
Bought CAD 84 Sold EUR 59 @ 1.4228	25-Jan-16	(5)
Bought CAD 47 Sold SGD 50 @ 0.9413	27-Jan-16	(2)
Bought CAD 110 Sold GBP 55 @ 2.0083	27-Jan-16	(2)
Bought CAD 122 Sold GBP 60 @ 2.0259	27-Jan-16	(1)
Bought CAD 640 Sold GBP 318 @ 2.0138	27-Jan-16	(8)
Bought CAD 195 Sold SGD 207 @ 0.9434	27-Jan-16	(7)
Bought CAD 113 Sold JPY 10 000 @ 0.0113	27-Jan-16	(2)
Bought GBP 25 Sold CAD 52 @ 0.4846	27-Jan-16	(1)
Bought GBP 30 Sold CAD 62 @ 0.4813	27-Jan-16	(1)
Bought GBP 82 Sold CAD 169 @ 0.4841	27-Jan-16	(2)
Bought CAD 285 Sold CHF 215 @ 1.3252	28-Jan-16	(12)
Bought CHF 38 Sold CAD 53 @ 0.7128	28-Jan-16	(1)
Bought CHF 110 Sold CAD 154 @ 0.7120	28-Jan-16	(2)
Bought CHF 75 Sold CAD 106 @ 0.7106	28-Jan-16	(2)
Bought CAD 91 Sold EUR 64 @ 1.4210	02-Feb-16	(5)
Bought EUR 295 Sold CAD 446 @ 0.6612	02-Feb-16	(2)
Bought EUR 255 Sold CAD 386 @ 0.6607	02-Feb-16	(2)
Bought CAD 1 253 Sold EUR 875 @ 1.4316	08-Feb-16	(64)
Bought CAD 137 Sold EUR 93 @ 1.4686	08-Feb-16	(3)
Bought EUR 165 Sold CAD 251 @ 0.6581	08-Feb-16	(2)
Bought CAD 81 Sold EUR 55 @ 1.4800	10-Feb-16	(1)
Bought CAD 312 Sold GBP 155 @ 2.0115	11-Feb-16	(4)
Bought CAD 163 Sold EUR 110 @ 1.4799	11-Feb-16	(3)
Bought CAD 127 Sold USD 95 @ 1.3372	16-Feb-16	(4)
Bought CAD 148 Sold EUR 104 @ 1.4212	16-Feb-16	(9)
Bought CAD 107 Sold EUR 73 @ 1.4610	16-Feb-16	(3)
Bought CAD 127 Sold EUR 85 @ 1.4992	16-Feb-16	(1)
Bought EUR 145 Sold CAD 222 @ 0.6537	16-Feb-16	(4)
Bought EUR 100 Sold CAD 151 @ 0.6605	16-Feb-16	(1)
Bought CAD 806 Sold JPY 74 231 @ 0.0109	22-Feb-16	(49)
Bought DKK 913 Sold CAD 185 @ 4.9352	26-Feb-16	(1)
Bought CAD 444 Sold EUR 312 @ 1.4220	29-Feb-16	(26)
Bought CAD 36 Sold EUR 25 @ 1.4212	29-Feb-16	(2)
Bought CAD 104 Sold HKD 600 @ 0.1726	02-Mar-16	(4)
Bought CAD 331 Sold HKD 1 916 @ 0.1726	02-Mar-16	(12)
Bought CAD 284 Sold USD 210 @ 1.3504	07-Mar-16	(7)
Bought CAD 144 Sold EUR 97 @ 1.4809	11-Mar-16	(2)
Bought CAD 125 Sold HKD 703 @ 0.1775	15-Mar-16	(1)
Bought CHF 171 Sold CAD 241 @ 0.7091	18-Mar-16	(4)
Bought DKK 981 Sold CAD 200 @ 4.9108	18-Mar-16	(2)
Bought NOK 230 Sold CAD 37 @ 6.2917	18-Mar-16	(1)
		$ (430)
TOTAL FOREIGN EXCHANGE		$ 3

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 0.50% to 0.84% and mature between January 4, 2016 and January 20, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 38 797**	$ 17 878
Cash	**5**	4
Subscriptions receivable	**74**	–
Unrealized gain on foreign exchange contracts	**433**	203
Dividends receivable, interest accrued and other assets	**25**	5
TOTAL ASSETS	**39 334**	18 090
LIABILITIES		
Due to investment dealers	**1 001**	–
Redemptions payable	**21**	–
Unrealized loss on foreign exchange contracts	**430**	158
Accounts payable and accrued expenses	**48**	30
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 500**	188
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 37 834**	$ 17 902
Investments at cost	**$ 35 166**	$ 15 797
NAV		
ADVISOR SERIES	**$ 19 569**	$ 12 005
SERIES F	**$ 18 264**	$ 5 897
SERIES O	**$ 1**	$ –
NAV PER UNIT		
ADVISOR SERIES	**$ 11.21**	$ 9.10
SERIES F	**$ 11.42**	$ 9.19
SERIES O	**$ 11.44**	$ 9.14

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 768**	$ 2 253
Interest for distribution purposes	**5**	12
Securities lending revenue (see note 6 in the generic notes)	**9**	48
Net realized gain (loss) on investments	**2 661**	12 326
Net gain (loss) on foreign currencies and other net assets	**429**	(88)
Change in unrealized gain (loss) on investments	**1 508**	(13 006)
TOTAL INCOME (LOSS)	**5 380**	1 545
EXPENSES (see notes – Fund Specific Information)		
Management fees	**345**	285
Administration fees	**35**	33
Independent Review Committee costs	**3**	3
GST/HST	**40**	33
Transaction costs	**124**	237
Withholding tax	**42**	185
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**586**	773
INCREASE (DECREASE) IN NAV	**$ 4 794**	$ 772
INCREASE (DECREASE) IN NAV		
ADVISOR SERIES	**$ 3 021**	$ (79)
SERIES F	**$ 1 772**	$ 7
SERIES O	**$ 1**	$ 844
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
ADVISOR SERIES	**$ 2.10**	$ 0.14
SERIES F	**$ 2.21**	$ 0.28
SERIES O	**$ 2.40**	$ 0.17

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 4 794**	$ 772
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(2 661)**	(12 326)
Change in unrealized loss (gain) on investments	**(1 508)**	13 006
(Increase) decrease in accrued receivables	**(20)**	13
Increase (decrease) in accrued payables	**18**	(1)
Cost of investments purchased	**(64 318)**	(104 210)
Proceeds on sales of investments	**48 611**	147 629
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(15 084)**	44 883
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**19 883**	5 974
Cash paid on redemption of redeemable units	**(4 748)**	(50 788)
Distributions paid to holders of redeemable units	**(50)**	(68)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 15 085**	$ (44 882)
Net increase (decrease) in cash for the period	**1**	1
Cash (bank overdraft), beginning of period	**4**	3
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 5**	$ 4
Interest received (paid)	**$ 5**	$ 12
Dividends received, net of withholding taxes	**$ 709**	$ 2 082

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 12 005**	$ 13 763	**$ 5 897**	$ 4 972	**$ –**	$ 43 095	**$ 17 902**	$ 61 830
INCREASE (DECREASE) IN NAV	**3 021**	(79)	**1 772**	7	**1**	844	**4 794**	772
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**7 914**	1 593	**12 043**	2 187	**–**	2 176	**19 957**	5 956
Reinvestments of distributions to holders of redeemable units	**175**	303	**103**	146	**–**	1 343	**278**	1 792
Redemption of redeemable units	**(3 357)**	(3 249)	**(1 412)**	(1 224)	**–**	(46 115)	**(4 769)**	(50 588)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 732**	(1 353)	**10 734**	1 109	**–**	(42 596)	**15 466**	(42 840)
Distributions from net income	**(189)**	(326)	**(139)**	(191)	**–**	(1 343)	**(328)**	(1 860)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(189)**	(326)	**(139)**	(191)	**–**	(1 343)	**(328)**	(1 860)
NET INCREASE (DECREASE) IN NAV	**7 564**	(1 758)	**12 367**	925	**1**	(43 095)	**19 932**	(43 928)
NAV AT END OF PERIOD	**$ 19 569**	$ 12 005	**$ 18 264**	$ 5 897	**$ 1**	$ –	**$ 37 834**	$ 17 902

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

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:

Investment mix	**December 31 2015**	December 31 2014
United Kingdom	**20.8**	23.2
Japan	**14.5**	17.4
France	**13.3**	16.3
Germany	**8.0**	14.7
Belgium	**7.9**	6.8
Switzerland	**7.1**	0.9
China	**4.6**	–
Israel	**4.2**	–
Italy	**3.9**	3.3
Hong Kong	**3.8**	3.9
Netherlands	**3.8**	1.0
Finland	**3.3**	2.5
Singapore	**2.0**	3.1
Australia	**1.2**	–
Sweden	**–**	3.7
Cash/Other	**1.6**	3.2
Total	**100.0**	100.0

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 2015**	December 31 2014
Euro	**30.2**	30.1
Pound sterling	**19.4**	21.2
Japanese yen	**18.5**	17.3
Swiss franc	**9.4**	9.2
Australian dollar	**6.8**	7.4
United States dollar	**5.1**	4.2
Hong Kong dollar	**3.1**	3.1
Swedish krona	**2.9**	3.0
Danish krone	**1.9**	1.5
Singapore dollar	**1.2**	1.6
Israeli new shekel	**0.7**	–
Norwegian krone	**–**	0.6
Other currencies	**0.6**	0.6
Total	**99.8**	99.8

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI EAFE Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 593**	**35 608**	**–**	**37 201**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 596**	**–**	**1 596**
Derivatives – assets	**–**	**433**	**–**	**433**
Derivatives – liabilities	**–**	**(430)**	**–**	**(430)**
Total financial instruments	**1 593**	**37 207**	**–**	**38 800**
% of total portfolio	**4.1**	**95.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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.

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 2015	December 31 2014
Units held		
Series O	**55**	54
Value of all units	**1**	–

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	54 342
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)	**2015**	2014
Advisor Series		
Opening units	**1 319**	1 464
Issued number of units	**726**	171
Reinvested number of units	**16**	32
Redeemed number of units	**(316)**	(348)
Ending number of units	**1 745**	1 319
Series F		
Opening units	**641**	526
Issued number of units	**1 079**	229
Reinvested number of units	**9**	16
Redeemed number of units	**(130)**	(130)
Ending number of units	**1 599**	641
Series O		
Opening units	–	4 571
Issued number of units	–	232
Reinvested number of units	–	143
Redeemed number of units	–	(4 946)
Ending number of units	–	–

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**124**	**100**	237	100
Related-party brokerage commissions*	–	–	2	1
Commission arrangements†	**1**	**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 2015	December 31 2014
Fair value of securities loaned	–	1 351
Fair value of collateral received	–	1 378

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC INTERNATIONAL EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
756 653	Brambles Ltd.	$ 7 231	$ 8 767	
119 105	CSL Ltd.	11 405	12 564	
394 931	Link Administration Holdings Ltd.	2 608	2 963	
123 253	Macquarie Group Ltd.	9 348	10 203	
549 239	Oil Search Ltd.	4 096	3 699	
		34 688	38 196	**5.6**
Belgium				
87 977	InBev N.V.	15 256	15 149	
		15 256	15 149	**2.2**
China				
362 300	Tencent Holdings Ltd.	9 537	9 816	
		9 537	9 816	**1.4**
Denmark				
94 172	Christian Hansen Holding A/S	7 675	8 151	
257 031	Novo Nordisk A/S	18 963	20 605	
191 078	Novozymes A/S	12 175	12 659	
		38 813	41 415	**6.0**
Finland				
150 800	Kone OYJ	8 184	8 825	
151 397	Sampo OYJ	10 017	10 650	
		18 201	19 475	**2.8**
France				
35 669	Christian Dior SE	8 614	8 384	
46 511	Cie Generale D'Optique Essilor International S.A.	7 390	8 021	
19 093	Safran S.A.	1 326	1 815	
104 175	Zodiac S.A.	3 152	3 432	
		20 482	21 652	**3.1**
Germany				
58 863	Bayer AG	10 486	10 205	
29 478	Continental AG	9 411	9 881	
107 223	GEA Group AG	5 484	6 002	
77 424	Henkel KGaA, Preferred Non-Voting	11 886	11 973	
68 719	SAP SE	7 246	7 571	
84 746	Symrise AG	7 502	7 793	
		52 015	53 425	**7.8**
Hong Kong				
1 398 800	AIA Group Ltd.	11 215	11 565	
293 016	CK Hutchison Holdings Ltd.	5 116	5 450	
306 142	Standard Chartered Plc.	3 348	3 546	
		19 679	20 561	**3.0**
Indonesia				
796 900	PT Hanjaya Mandala Sampoerna Tbk	7 463	7 506	
		7 463	7 506	**1.1**
Ireland				
63 374	DCC Plc.	$ 7 512	$ 7 326	
104 601	Kerry Group Plc.	11 051	11 975	
90 946	Paddy Power Plc.	15 635	16 836	
91 403	Ryanair Holdings Plc. ADR	9 700	10 935	
		43 898	47 072	**6.8**
Italy				
441 654	Anima Holding S.p.A.	5 338	5 278	
90 625	Luxottica Group S.p.A.	7 213	8 172	
		12 551	13 450	**2.0**
Japan				
240 000	Ajinomoto Co. Inc.	7 434	7 862	
170 600	Bridgestone Corp.	8 185	8 097	
118 500	Fuji Heavy Industries Ltd.	6 520	6 755	
350 000	Kubota Corp.	7 821	7 482	
1 093 500	Mitsubishi UFJ Financial Group Inc.	9 557	9 372	
67 900	Nitori Co. Ltd.	7 000	7 890	
115 100	Olympus Optical Co. Ltd.	6 182	6 270	
375 900	Seiko Epson Corp.	7 845	8 010	
148 100	SoftBank Group Corp.	10 519	10 343	
197 300	Sony Corp.	6 832	6 710	
120 400	Sysmex Corp.	10 221	10 686	
257 100	The Dai-ichi Life Insurance Co. Ltd.	6 139	5 919	
79 100	Toyota Motor Corp.	6 585	6 740	
		100 840	102 136	**14.9**
Netherlands				
463 521	ING Groep N.V.	8 655	8 634	
1 676 077	Koninklijke KPN N.V.	8 536	8 772	
867 366	Relx N.V.	20 115	20 214	
		37 306	37 620	**5.5**
Norway				
198 333	DnB ASA	3 155	3 381	
		3 155	3 381	**0.5**
Spain				
56 441	Grifols S.A.	3 258	3 610	
44 299	Red Electrica de Espana	4 339	5 120	
		7 597	8 730	**1.3**
Sweden				
297 633	Swedbank AB	8 464	9 089	
		8 464	9 089	**1.3**
Switzerland				
79 179	Novartis AG	9 101	9 424	
57 264	Roche Holdings AG Genusscheine	20 610	21 957	
24 051	Straumann Holding AG	9 565	10 101	
		39 276	41 482	**6.0**
Taiwan				
378 000	MediaTek Inc.	3 846	3 956	
		3 846	3 956	**0.6**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
694 576	Aberdeen Asset Management Plc.	$ 4 651	$ 4 095	
341 050	ARM Holdings Plc.	6 908	7 193	
765 464	Auto Trader Group Plc.	5 796	6 906	
48 209	Aveva Group Plc.	1 610	1 586	
56 288	Berkeley Group Holdings Plc.	3 538	4 234	
105 622	British American Tobacco Plc.	8 249	8 116	
1 445 509	BT Group Plc.	14 454	13 888	
373 462	Capita Plc.	8 622	9 194	
648 922	Daily Mail & General Trust Plc.	9 118	9 241	
366 413	Diageo Plc.	14 127	13 845	
350 790	Hargreaves Lansdown Plc.	10 345	10 776	
957 679	Henderson Group Plc.	5 747	6 038	
80 985	Liberty Global Plc.	4 541	4 747	
222 649	London Stock Exchange Group Plc.	11 804	12 464	
1 085 546	Moneysupermarket.com Group Plc.	6 915	8 126	
304 464	Petrofac Limited	4 878	4 942	
351 513	Playtech Plc.	5 102	5 955	
173 844	Royal Dutch Shell Plc., A Shares	5 813	5 486	
233 250	Schroders Plc.	13 971	14 136	
47 919	Shire Plc.	3 892	4 549	
365 640	Unilever Plc.	21 124	21 701	
		171 205	177 218	**25.8**
TOTAL INTERNATIONAL EQUITIES		644 272	671 329	**97.7**
SHORT-TERM INVESTMENTS*		19 380	19 380	**2.8**
TOTAL INVESTMENTS		663 652	690 709	**100.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	5 476	**0.8**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(4 122)	**(0.6)**
TOTAL PORTFOLIO		$ 663 652	692 063	**100.7**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(4 600)	**(0.7)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 687 463	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CHF 2 723 Sold CAD 3 672 @ 0.7417	06-Jan-16	$ 90
Bought CHF 359 Sold CAD 484 @ 0.7417	06-Jan-16	12
Bought CHF 275 Sold CAD 361 @ 0.7611	06-Jan-16	19
Bought CHF 781 Sold CAD 1 054 @ 0.7409	07-Jan-16	25
Bought CHF 400 Sold CAD 541 @ 0.7394	07-Jan-16	12
Bought CHF 720 Sold CAD 972 @ 0.7409	07-Jan-16	23
Bought SEK 3 292 Sold CAD 523 @ 6.3001	07-Jan-16	17
Bought SEK 2 482 Sold CAD 394 @ 6.3001	07-Jan-16	13
Bought EUR 1 094 Sold CAD 1 613 @ 0.6784	08-Jan-16	33
Bought EUR 850 Sold CAD 1 238 @ 0.6865	08-Jan-16	40
Bought EUR 500 Sold CAD 716 @ 0.6987	08-Jan-16	36
Bought EUR 300 Sold CAD 428 @ 0.7008	08-Jan-16	23
Bought EUR 580 Sold CAD 823 @ 0.7051	08-Jan-16	50
Bought EUR 57 Sold CAD 84 @ 0.6814	08-Jan-16	2
Bought EUR 887 Sold CAD 1 308 @ 0.6784	08-Jan-16	26

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 650 Sold CAD 940 @ 0.6917	08-Jan-16	$ 38
Bought EUR 200 Sold CAD 286 @ 0.6987	08-Jan-16	15
Bought EUR 250 Sold CAD 357 @ 0.7008	08-Jan-16	19
Bought ILS 1 600 Sold CAD 541 @ 2.9557	08-Jan-16	28
Bought ILS 1 660 Sold CAD 562 @ 2.9542	08-Jan-16	28
Bought ILS 500 Sold CAD 169 @ 2.9557	08-Jan-16	9
Bought ILS 1 019 Sold CAD 345 @ 2.9542	08-Jan-16	17
Bought ILS 1 050 Sold CAD 374 @ 2.8086	08-Jan-16	–
Bought CAD 416 Sold NOK 2 600 @ 0.1601	13-Jan-16	10
Bought CHF 1 854 Sold CAD 2 505 @ 0.7402	13-Jan-16	58
Bought CHF 1 227 Sold CAD 1 658 @ 0.7402	13-Jan-16	38
Bought CHF 2 756 Sold CAD 3 715 @ 0.7420	14-Jan-16	95
Bought CHF 700 Sold CAD 955 @ 0.7333	14-Jan-16	13
Bought CHF 1 275 Sold CAD 1 718 @ 0.7420	14-Jan-16	44
Bought CHF 500 Sold CAD 682 @ 0.7333	14-Jan-16	9
Bought EUR 2 300 Sold CAD 3 410 @ 0.6745	14-Jan-16	50
Bought SEK 2 800 Sold CAD 444 @ 6.3131	14-Jan-16	16
Bought AUD 1 600 Sold CAD 1 514 @ 1.0565	15-Jan-16	98
Bought AUD 880 Sold CAD 833 @ 1.0565	15-Jan-16	54
Bought AUD 1 400 Sold CAD 1 365 @ 1.0258	15-Jan-16	46
Bought CAD 31 Sold NOK 202 @ 0.1545	15-Jan-16	–
Bought HKD 5 000 Sold CAD 875 @ 5.7172	15-Jan-16	18
Bought NOK 6 438 Sold CAD 991 @ 6.4936	15-Jan-16	15
Bought NOK 1 865 Sold CAD 287 @ 6.4936	15-Jan-16	4
Bought AUD 475 Sold CAD 447 @ 1.0615	20-Jan-16	31
Bought AUD 250 Sold CAD 240 @ 1.0437	20-Jan-16	12
Bought CAD 221 Sold NOK 1 382 @ 0.1597	20-Jan-16	5
Bought CAD 1 790 Sold DKK 8 820 @ 0.2029	20-Jan-16	12
Bought USD 223 Sold CAD 308 @ 0.7244	20-Jan-16	1
Bought SGD 1 431 Sold CAD 1 339 @ 1.0684	21-Jan-16	56
Bought SGD 350 Sold CAD 326 @ 1.0724	21-Jan-16	15
Bought SGD 1 093 Sold CAD 1 018 @ 1.0737	21-Jan-16	48
Bought SGD 834 Sold CAD 781 @ 1.0684	21-Jan-16	33
Bought SGD 450 Sold CAD 420 @ 1.0724	21-Jan-16	19
Bought SGD 643 Sold CAD 599 @ 1.0737	21-Jan-16	28
Bought CAD 281 Sold CHF 200 @ 1.4043	22-Jan-16	4
Bought CHF 1 320 Sold CAD 1 786 @ 0.7392	22-Jan-16	39
Bought CHF 120 Sold CAD 162 @ 0.7392	22-Jan-16	4
Bought CHF 814 Sold CAD 1 085 @ 0.7501	22-Jan-16	40
Bought CHF 500 Sold CAD 657 @ 0.7607	22-Jan-16	34
Bought CHF 38 Sold CAD 51 @ 0.7392	22-Jan-16	1
Bought CHF 3 214 Sold CAD 4 285 @ 0.7501	22-Jan-16	159
Bought CHF 650 Sold CAD 874 @ 0.7439	22-Jan-16	25
Bought EUR 807 Sold CAD 1 186 @ 0.6802	25-Jan-16	28
Bought CAD 791 Sold USD 570 @ 1.3874	26-Jan-16	2
Bought JPY 201 240 Sold CAD 2 188 @ 91.9810	01-Feb-16	130
Bought AUD 270 Sold CAD 253 @ 1.0666	02-Feb-16	19
Bought EUR 2 548 Sold CAD 3 779 @ 0.6742	02-Feb-16	55
Bought CAD 415 Sold GBP 200 @ 2.0775	03-Feb-16	8
Bought EUR 3 484 Sold CAD 4 997 @ 0.6972	03-Feb-16	246
Bought EUR 1 108 Sold CAD 1 589 @ 0.6972	03-Feb-16	78
Bought EUR 275 Sold CAD 391 @ 0.7034	03-Feb-16	23
Bought SEK 1 840 Sold CAD 282 @ 6.5152	03-Feb-16	19
Bought SEK 2 750 Sold CAD 422 @ 6.5179	03-Feb-16	29
Bought SEK 1 900 Sold CAD 292 @ 6.5179	03-Feb-16	20

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 48 Sold CAD 64 @ 0.7515	03-Feb-16	$ 3
Bought JPY 103 197 Sold CAD 1 122 @ 91.9950	04-Feb-16	67
Bought JPY 267 070 Sold CAD 2 902 @ 92.0150	04-Feb-16	174
Bought JPY 241 950 Sold CAD 2 630 @ 91.9950	04-Feb-16	157
Bought JPY 130 000 Sold CAD 1 483 @ 87.6586	04-Feb-16	15
Bought TWD 50 000 Sold CAD 2 040 @ 24.5114	04-Feb-16	55
Bought CAD 207 Sold HKD 1 160 @ 0.1788	05-Feb-16	–
Bought NZD 80 Sold CAD 69 @ 1.1546	05-Feb-16	6
Bought NZD 526 Sold CAD 474 @ 1.1105	05-Feb-16	23
Bought CAD 343 Sold GBP 165 @ 2.0811	09-Feb-16	7
Bought CAD 475 Sold GBP 230 @ 2.0657	09-Feb-16	6
Bought JPY 130 000 Sold CAD 1 428 @ 91.0674	09-Feb-16	70
Bought JPY 47 000 Sold CAD 527 @ 89.2010	09-Feb-16	15
Bought SEK 16 929 Sold CAD 2 684 @ 6.3084	09-Feb-16	94
Bought SEK 3 055 Sold CAD 495 @ 6.1766	10-Feb-16	7
Bought EUR 658 Sold CAD 942 @ 0.6986	11-Feb-16	48
Bought SEK 7 300 Sold CAD 1 122 @ 6.5057	17-Feb-16	76
Bought SEK 5 729 Sold CAD 881 @ 6.5057	17-Feb-16	60
Bought CAD 812 Sold GBP 393 @ 2.0663	18-Feb-16	10
Bought GBP 355 Sold CAD 714 @ 0.4974	18-Feb-16	10
Bought GBP 239 Sold CAD 482 @ 0.4962	18-Feb-16	6
Bought JPY 656 200 Sold CAD 7 105 @ 92.3550	18-Feb-16	456
Bought JPY 80 000 Sold CAD 866 @ 92.3410	18-Feb-16	55
Bought JPY 114 000 Sold CAD 1 234 @ 92.3550	18-Feb-16	79
Bought JPY 119 958 Sold CAD 1 299 @ 92.3410	18-Feb-16	83
Bought JPY 140 000 Sold CAD 1 549 @ 90.3680	18-Feb-16	64
Bought JPY 199 000 Sold CAD 2 261 @ 88.0010	18-Feb-16	32
Bought AUD 708 Sold CAD 674 @ 1.0508	19-Feb-16	38
Bought AUD 4 600 Sold CAD 4 495 @ 1.0233	19-Feb-16	131
Bought CAD 1 526 Sold GBP 735 @ 2.0761	22-Feb-16	27
Bought JPY 140 000 Sold CAD 1 524 @ 91.8580	22-Feb-16	89
Bought JPY 66 108 Sold CAD 720 @ 91.8580	22-Feb-16	42
Bought JPY 71 000 Sold CAD 815 @ 87.1080	22-Feb-16	3
Bought CHF 1 083 Sold CAD 1 494 @ 0.7248	23-Feb-16	5
Bought CAD 1 471 Sold TWD 34 697 @ 0.0424	24-Feb-16	16
Bought JPY 181 212 Sold CAD 1 968 @ 92.0680	24-Feb-16	120
Bought JPY 98 985 Sold CAD 1 075 @ 92.0680	24-Feb-16	66
Bought SGD 1 320 Sold CAD 1 245 @ 1.0601	25-Feb-16	40
Bought CAD 621 Sold GBP 300 @ 2.0708	26-Feb-16	9
Bought CAD 2 015 Sold GBP 980 @ 2.0562	26-Feb-16	16
Bought JPY 537 290 Sold CAD 5 862 @ 91.6630	01-Mar-16	331
Bought GBP 829 Sold CAD 1 654 @ 0.5012	02-Mar-16	37
Bought SEK 7 533 Sold CAD 1 188 @ 6.3436	02-Mar-16	49
Bought CAD 1 213 Sold EUR 800 @ 1.5160	04-Mar-16	8
Bought JPY 122 000 Sold CAD 1 331 @ 91.6910	04-Mar-16	76
Bought CAD 1 206 Sold USD 864 @ 1.3961	08-Mar-16	11
Bought JPY 75 000 Sold CAD 851 @ 88.1650	08-Mar-16	14
Bought CAD 1 237 Sold GBP 599 @ 2.0652	09-Mar-16	15
Bought JPY 976 601 Sold CAD 11 132 @ 87.7300	14-Mar-16	129
Bought JPY 158 000 Sold CAD 1 759 @ 89.8435	15-Mar-16	63
Bought JPY 318 000 Sold CAD 3 614 @ 87.9903	16-Mar-16	53
Bought SEK 8 527 Sold CAD 1 383 @ 6.1635	17-Mar-16	17
Bought CAD 824 Sold USD 590 @ 1.3961	22-Mar-16	7
Bought CAD 1 431 Sold DKK 6 990 @ 0.2048	23-Mar-16	20
		$ 5 476

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CHF 694 Sold CAD 975 @ 0.7124	04-Jan-16	$ (16)
Bought EUR 875 Sold CAD 1 325 @ 0.6605	04-Jan-16	(9)
Bought GBP 977 Sold CAD 2 010 @ 0.4863	04-Jan-16	(16)
Bought DKK 8 823 Sold CAD 1 790 @ 4.9287	05-Jan-16	(12)
Bought CAD 5 760 Sold EUR 3 925 @ 1.4675	08-Jan-16	(143)
Bought CAD 732 Sold GBP 369 @ 1.9850	08-Jan-16	(20)
Bought CAD 409 Sold GBP 206 @ 1.9850	08-Jan-16	(11)
Bought CAD 389 Sold EUR 270 @ 1.4409	08-Jan-16	(17)
Bought CAD 710 Sold EUR 500 @ 1.4192	08-Jan-16	(42)
Bought CAD 1 051 Sold GBP 526 @ 1.9973	13-Jan-16	(22)
Bought CAD 700 Sold DKK 3 539 @ 0.1977	13-Jan-16	(13)
Bought CAD 591 Sold DKK 3 086 @ 0.1915	13-Jan-16	(31)
Bought CAD 360 Sold GBP 180 @ 1.9973	13-Jan-16	(8)
Bought CAD 573 Sold DKK 2 900 @ 0.1977	13-Jan-16	(11)
Bought CAD 203 Sold DKK 1 060 @ 0.1915	13-Jan-16	(11)
Bought CAD 941 Sold CHF 700 @ 1.3439	13-Jan-16	(27)
Bought CAD 1 136 Sold GBP 562 @ 2.0210	13-Jan-16	(11)
Bought CHF 900 Sold CAD 1 266 @ 0.7110	13-Jan-16	(22)
Bought GBP 1 000 Sold CAD 2 070 @ 0.4831	13-Jan-16	(30)
Bought NOK 1 716 Sold CAD 275 @ 6.2454	13-Jan-16	(7)
Bought CAD 673 Sold USD 517 @ 1.3011	14-Jan-16	(43)
Bought CAD 325 Sold USD 250 @ 1.3011	14-Jan-16	(21)
Bought CAD 3 350 Sold EUR 2 300 @ 1.4564	14-Jan-16	(110)
Bought EUR 1 000 Sold CAD 1 510 @ 0.6622	14-Jan-16	(6)
Bought EUR 390 Sold CAD 596 @ 0.6542	14-Jan-16	(10)
Bought AUD 400 Sold CAD 404 @ 0.9904	15-Jan-16	(1)
Bought CAD 112 Sold NOK 725 @ 0.1545	15-Jan-16	(1)
Bought CAD 1 657 Sold HKD 9 636 @ 0.1720	15-Jan-16	(63)
Bought CAD 802 Sold HKD 4 663 @ 0.1720	15-Jan-16	(31)
Bought CAD 1 102 Sold AUD 1 124 @ 0.9808	15-Jan-16	(30)
Bought CAD 105 Sold NOK 679 @ 0.1548	15-Jan-16	(1)
Bought NOK 3 300 Sold CAD 525 @ 6.2852	15-Jan-16	(9)
Bought CAD 1 017 Sold GBP 512 @ 1.9863	19-Jan-16	(27)
Bought CAD 2 107 Sold GBP 1 061 @ 1.9863	19-Jan-16	(57)
Bought CAD 73 Sold GBP 37 @ 1.9863	19-Jan-16	(2)
Bought CAD 90 Sold DKK 448 @ 0.2000	20-Jan-16	(1)
Bought CAD 313 Sold AUD 334 @ 0.9373	20-Jan-16	(23)
Bought CAD 747 Sold HKD 4 343 @ 0.1720	20-Jan-16	(29)
Bought CAD 142 Sold USD 109 @ 1.3011	20-Jan-16	(9)
Bought CAD 89 Sold DKK 447 @ 0.2000	20-Jan-16	(1)
Bought CAD 988 Sold AUD 1 054 @ 0.9373	20-Jan-16	(74)
Bought CAD 273 Sold HKD 1 587 @ 0.1720	20-Jan-16	(10)
Bought NOK 3 200 Sold CAD 511 @ 6.2611	20-Jan-16	(11)
Bought CAD 84 Sold HKD 500 @ 0.1670	21-Jan-16	(6)
Bought CAD 294 Sold HKD 1 762 @ 0.1670	21-Jan-16	(20)
Bought CAD 333 Sold USD 250 @ 1.3329	22-Jan-16	(13)
Bought CAD 1 261 Sold CHF 960 @ 1.3140	22-Jan-16	(66)
Bought CAD 747 Sold CHF 573 @ 1.3029	22-Jan-16	(46)
Bought CAD 333 Sold USD 250 @ 1.3329	22-Jan-16	(13)
Bought CAD 886 Sold CHF 674 @ 1.3140	22-Jan-16	(46)
Bought CAD 1 478 Sold CHF 1 100 @ 1.3433	22-Jan-16	(43)
Bought CAD 927 Sold CHF 672 @ 1.3797	22-Jan-16	(2)
Bought CAD 1 074 Sold EUR 750 @ 1.4322	25-Jan-16	(54)
Bought CAD 100 Sold EUR 70 @ 1.4275	25-Jan-16	(5)
Bought CAD 991 Sold EUR 675 @ 1.4686	25-Jan-16	(24)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 358 Sold EUR 250 @ 1.4322	25-Jan-16	$ (18)
Bought ILS 2 600 Sold CAD 933 @ 2.7871	25-Jan-16	(8)
Bought CAD 1 069 Sold DKK 5 483 @ 0.1950	26-Jan-16	(37)
Bought CAD 783 Sold DKK 4 015 @ 0.1950	26-Jan-16	(27)
Bought CAD 1 055 Sold USD 815 @ 1.2943	27-Jan-16	(73)
Bought CAD 453 Sold USD 350 @ 1.2943	27-Jan-16	(31)
Bought CAD 186 Sold USD 144 @ 1.2943	29-Jan-16	(13)
Bought CAD 1 110 Sold GBP 556 @ 1.9971	29-Jan-16	(24)
Bought CAD 399 Sold GBP 200 @ 1.9971	29-Jan-16	(9)
Bought CAD 897 Sold EUR 619 @ 1.4485	02-Feb-16	(35)
Bought CAD 748 Sold DKK 3 879 @ 0.1927	02-Feb-16	(35)
Bought CAD 665 Sold DKK 3 450 @ 0.1927	02-Feb-16	(31)
Bought CAD 112 Sold DKK 589 @ 0.1907	02-Feb-16	(6)
Bought CAD 39 Sold DKK 204 @ 0.1907	02-Feb-16	(2)
Bought CAD 265 Sold EUR 183 @ 1.4485	02-Feb-16	(10)
Bought CAD 1 178 Sold DKK 6 112 @ 0.1927	02-Feb-16	(55)
Bought CAD 524 Sold DKK 2 719 @ 0.1927	02-Feb-16	(24)
Bought CAD 3 292 Sold EUR 2 251 @ 1.4626	02-Feb-16	(95)
Bought EUR 990 Sold CAD 1 498 @ 0.6608	02-Feb-16	(8)
Bought EUR 1 100 Sold CAD 1 671 @ 0.6582	02-Feb-16	(16)
Bought CAD 1 120 Sold USD 849 @ 1.3194	03-Feb-16	(55)
Bought CAD 596 Sold GBP 298 @ 2.0000	03-Feb-16	(12)
Bought CAD 962 Sold HKD 5 571 @ 0.1726	03-Feb-16	(33)
Bought CAD 1 474 Sold EUR 1 038 @ 1.4201	03-Feb-16	(88)
Bought CAD 37 Sold SEK 240 @ 0.1535	03-Feb-16	(3)
Bought CAD 322 Sold USD 244 @ 1.3194	03-Feb-16	(16)
Bought CAD 312 Sold GBP 156 @ 2.0000	03-Feb-16	(6)
Bought CAD 604 Sold HKD 3 500 @ 0.1726	03-Feb-16	(21)
Bought CAD 359 Sold EUR 253 @ 1.4201	03-Feb-16	(21)
Bought CAD 1 197 Sold GBP 600 @ 1.9953	03-Feb-16	(27)
Bought CAD 3 163 Sold TWD 78 000 @ 0.0405	04-Feb-16	(106)
Bought CAD 1 703 Sold TWD 42 000 @ 0.0405	04-Feb-16	(57)
Bought CAD 309 Sold USD 225 @ 1.3735	04-Feb-16	(2)
Bought CAD 924 Sold EUR 634 @ 1.4581	05-Feb-16	(30)
Bought CAD 26 Sold DKK 131 @ 0.1956	05-Feb-16	(1)
Bought CAD 360 Sold HKD 2 117 @ 0.1700	05-Feb-16	(18)
Bought CAD 959 Sold DKK 4 871 @ 0.1968	05-Feb-16	(24)
Bought CAD 4 340 Sold IDR 45 365 700 @ 0.0001	05-Feb-16	(143)
Bought CAD 306 Sold EUR 210 @ 1.4581	05-Feb-16	(10)
Bought CAD 201 Sold HKD 1 180 @ 0.1700	05-Feb-16	(10)
Bought CAD 373 Sold DKK 1 895 @ 0.1968	05-Feb-16	(9)
Bought CAD 2 502 Sold IDR 26 146 800 @ 0.0001	05-Feb-16	(83)
Bought CAD 1 902 Sold EUR 1 295 @ 1.4689	05-Feb-16	(47)
Bought CAD 347 Sold HKD 1 958 @ 0.1773	05-Feb-16	(3)
Bought SGD 1 566 Sold CAD 1 534 @ 1.0207	05-Feb-16	(8)
Bought CAD 587 Sold NOK 3 821 @ 0.1536	08-Feb-16	(10)
Bought CAD 63 Sold NOK 412 @ 0.1532	08-Feb-16	(1)
Bought CAD 127 Sold NOK 829 @ 0.1536	08-Feb-16	(2)
Bought CAD 38 Sold NOK 250 @ 0.1532	08-Feb-16	(1)
Bought CAD 556 Sold USD 417 @ 1.3336	09-Feb-16	(21)
Bought CAD 2 838 Sold DKK 14 197 @ 0.1999	09-Feb-16	(26)
Bought CAD 381 Sold DKK 1 934 @ 0.1970	11-Feb-16	(9)
Bought AUD 720 Sold CAD 725 @ 0.9926	12-Feb-16	(1)
Bought CAD 1 002 Sold GBP 500 @ 2.0042	12-Feb-16	(18)
Bought CAD 699 Sold GBP 349 @ 2.0042	12-Feb-16	(12)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 138 Sold DKK 11 098 @ 0.1926	16-Feb-16	$ (102)
Bought CAD 319 Sold DKK 1 656 @ 0.1926	16-Feb-16	(15)
Bought CAD 383 Sold NOK 2 478 @ 0.1545	17-Feb-16	(4)
Bought CAD 82 Sold CHF 62 @ 1.3150	17-Feb-16	(4)
Bought CAD 927 Sold DKK 4 855 @ 0.1910	17-Feb-16	(52)
Bought CAD 387 Sold NOK 2 503 @ 0.1545	17-Feb-16	(4)
Bought CAD 410 Sold CHF 312 @ 1.3150	17-Feb-16	(22)
Bought CAD 684 Sold DKK 3 582 @ 0.1910	17-Feb-16	(39)
Bought CAD 8 108 Sold GBP 3 987 @ 2.0335	18-Feb-16	(25)
Bought CAD 2 025 Sold GBP 996 @ 2.0335	18-Feb-16	(6)
Bought CAD 390 Sold AUD 400 @ 0.9753	18-Feb-16	(12)
Bought CAD 223 Sold AUD 234 @ 0.9516	19-Feb-16	(13)
Bought CAD 4 241 Sold AUD 4 263 @ 0.9947	19-Feb-16	(47)
Bought CAD 511 Sold USD 384 @ 1.3303	22-Feb-16	(20)
Bought CAD 976 Sold GBP 481 @ 2.0285	22-Feb-16	(5)
Bought CAD 6 071 Sold DKK 31 829 @ 0.1907	23-Feb-16	(352)
Bought CAD 1 008 Sold HKD 5 736 @ 0.1757	23-Feb-16	(16)
Bought CAD 80 Sold USD 60 @ 1.3317	24-Feb-16	(3)
Bought CAD 89 Sold USD 67 @ 1.3317	24-Feb-16	(3)
Bought JPY 85 000 Sold CAD 981 @ 86.6360	24-Feb-16	(2)
Bought CAD 1 339 Sold HKD 7 774 @ 0.1722	25-Feb-16	(50)
Bought CAD 1 427 Sold USD 1 069 @ 1.3346	25-Feb-16	(52)
Bought CAD 589 Sold HKD 3 360 @ 0.1753	25-Feb-16	(11)
Bought SGD 600 Sold CAD 587 @ 1.0215	25-Feb-16	(3)
Bought CAD 8 560 Sold GBP 4 206 @ 2.0351	26-Feb-16	(19)
Bought CAD 499 Sold USD 375 @ 1.3303	01-Mar-16	(20)
Bought CAD 842 Sold HKD 4 876 @ 0.1727	01-Mar-16	(29)
Bought CAD 235 Sold USD 176 @ 1.3365	02-Mar-16	(8)
Bought CAD 32 Sold USD 24 @ 1.3373	04-Mar-16	(1)
Bought CAD 1 240 Sold AUD 1 267 @ 0.9783	04-Mar-16	(34)
Bought CAD 2 094 Sold EUR 1 424 @ 1.4704	04-Mar-16	(51)
Bought CAD 708 Sold USD 530 @ 1.3356	07-Mar-16	(25)
Bought CAD 1 130 Sold JPY 103 880 @ 0.0109	08-Mar-16	(67)
Bought CAD 982 Sold USD 735 @ 1.3365	10-Mar-16	(34)
Bought CAD 3 112 Sold JPY 275 000 @ 0.0113	14-Mar-16	(58)
Bought JPY 115 000 Sold CAD 1 329 @ 86.5374	14-Mar-16	(3)
Bought CAD 2 331 Sold DKK 11 668 @ 0.1998	15-Mar-16	(25)
Bought ILS 2 250 Sold CAD 807 @ 2.7878	17-Mar-16	(6)
Bought ILS 2 000 Sold CAD 715 @ 2.7984	17-Mar-16	(2)
		$ (4 122)
TOTAL FOREIGN EXCHANGE		$ 1 354

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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 690 709**	$ 256 932
Cash	**28**	110
Subscriptions receivable	**1 461**	101
Unrealized gain on foreign exchange contracts	**5 476**	417
Dividends receivable, interest accrued and other assets	**600**	277
TOTAL ASSETS	**698 274**	257 837
LIABILITIES		
Due to investment dealers	**6 047**	306
Redemptions payable	**260**	70
Unrealized loss on foreign exchange contracts	**4 122**	770
Accounts payable and accrued expenses	**382**	300
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**10 811**	1 446
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 687 463**	$ 256 391
Investments at cost	**$ 663 652**	$ 226 937
NAV		
SERIES A	**$ 153 272**	$ 120 626
ADVISOR SERIES	**$ 3 899**	$ 1 638
SERIES H	**$ 1**	$ 1
SERIES D	**$ 58 812**	$ 37 444
SERIES F	**$ 19 309**	$ 1 784
SERIES I	**$ 94**	$ 1
SERIES O	**$ 452 076**	$ 94 897
NAV PER UNIT		
SERIES A	**$ 20.08**	$ 16.04
ADVISOR SERIES	**$ 19.93**	$ 15.91
SERIES H	**$ 20.02**	$ 15.92
SERIES D	**$ 20.60**	$ 16.37
SERIES F	**$ 22.35**	$ 17.76
SERIES I	**$ 22.54**	$ 17.88
SERIES O	**$ 21.29**	$ 16.91

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 828**	$ 5 434
Interest for distribution purposes	**40**	61
Securities lending revenue (see note 6 in the generic notes)	**118**	89
Net realized gain (loss) on investments	**15 368**	16 832
Net gain (loss) on foreign currencies and other net assets	**(214)**	(169)
Change in unrealized gain (loss) on investments	**62 319**	(14 114)
TOTAL INCOME (LOSS)	**86 459**	8 133
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 122**	2 703
Administration fees	**391**	321
Independent Review Committee costs	**3**	3
GST/HST	**349**	307
Transaction costs	**1 018**	911
Withholding tax	**750**	652
TOTAL EXPENSES	**5 633**	4 897
INCREASE (DECREASE) IN NAV	**$ 80 826**	$ 3 236
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 30 271**	$ 565
ADVISOR SERIES	**$ 522**	$ (3)
SERIES H	**$ –**	$ –
SERIES D	**$ 10 615**	$ 429
SERIES F	**$ 955**	$ 21
SERIES I	**$ 5**	$ –
SERIES O	**$ 38 458**	$ 2 224
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.73**	$ 0.11
ADVISOR SERIES	**$ 0.66**	$ 0.12
SERIES H	**$ 0.81**	$ 0.04
SERIES D	**$ 0.93**	$ 0.26
SERIES F	**$ 0.84**	$ 0.34
SERIES I	**$ 0.92**	$ 0.13
SERIES O	**$ 1.12**	$ 0.46

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 80 826**	$ 3 236
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(15 368)**	(16 832)
Change in unrealized loss (gain) on investments	**(62 319)**	14 114
(Increase) decrease in accrued receivables	**(323)**	275
Increase (decrease) in accrued payables	**82**	(11)
Cost of investments purchased	**(781 998)**	(402 790)
Proceeds on sales of investments	**429 942**	330 217
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(349 158)**	(71 791)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**420 082**	110 250
Cash paid on redemption of redeemable units	**(68 794)**	(38 462)
Distributions paid to holders of redeemable units	**(2 212)**	(209)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 349 076**	$ 71 579
Net increase (decrease) in cash for the period	**(82)**	(212)
Cash (bank overdraft), beginning of period	**110**	322
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 28**	$ 110
Interest received (paid)	**$ 38**	$ 59
Dividends received, net of withholding taxes	**$ 7 757**	$ 4 730

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 120 626**	$ 124 714	**$ 1 638**	$ 1 353	**$ 1**	$ –	**$ 37 444**	$ 25 776
INCREASE (DECREASE) IN NAV	**30 271**	565	**522**	(3)	**–**	–	**10 615**	429
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**25 650**	17 543	**2 432**	935	**–**	1	**15 716**	16 840
Reinvestments of distributions to holders of redeemable units	**75**	–	**2**	–	**–**	–	**248**	229
Redemption of redeemable units	**(23 274)**	(22 196)	**(693)**	(647)	**–**	–	**(4 936)**	(5 580)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 451**	(4 653)	**1 741**	288	**–**	1	**11 028**	11 489
Distributions from net income	**(76)**	–	**(2)**	–	**–**	–	**(275)**	(250)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(76)**	–	**(2)**	–	**–**	–	**(275)**	(250)
NET INCREASE (DECREASE) IN NAV	**32 646**	(4 088)	**2 261**	285	**–**	1	**21 368**	11 668
NAV AT END OF PERIOD	**$ 153 272**	$ 120 626	**$ 3 899**	$ 1 638	**$ 1**	$ 1	**$ 58 812**	$ 37 444

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 784**	$ 1 907	**$ 1**	$ –	**$ 94 897**	$ 27 929	**$ 256 391**	$ 181 679
INCREASE (DECREASE) IN NAV	**955**	21	**5**	–	**38 458**	2 224	**80 826**	3 236
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**17 469**	728	**88**	1	**360 087**	74 071	**421 442**	110 119
Reinvestments of distributions to holders of redeemable units	**12**	8	**1**	–	**1 764**	989	**2 102**	1 226
Redemption of redeemable units	**(888)**	(861)	**–**	–	**(39 193)**	(9 150)	**(68 984)**	(38 434)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**16 593**	(125)	**89**	1	**322 658**	65 910	**354 560**	72 911
Distributions from net income	**(23)**	(19)	**(1)**	–	**(3 937)**	(1 166)	**(4 314)**	(1 435)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(23)**	(19)	**(1)**	–	**(3 937)**	(1 166)	**(4 314)**	(1 435)
NET INCREASE (DECREASE) IN NAV	**17 525**	(123)	**93**	1	**357 179**	66 968	**431 072**	74 712
NAV AT END OF PERIOD	**$ 19 309**	$ 1 784	**$ 94**	$ 1	**$ 452 076**	$ 94 897	**$ 687 463**	$ 256 391

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

December 31, 2015

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.

Series H and Series I units were started in August 2014.

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 2015	December 31 2014
United Kingdom	**25.8**	22.0
Japan	**14.9**	20.2
Germany	**7.8**	8.0
Ireland	**6.8**	3.7
Switzerland	**6.0**	6.9
Denmark	**6.0**	4.5
Australia	**5.6**	7.7
Netherlands	**5.5**	6.0
France	**3.1**	3.3
Hong Kong	**3.0**	4.7
Finland	**2.8**	3.4
Belgium	**2.2**	2.8
Italy	**2.0**	1.0
Other Countries	**6.2**	4.9
Cash/Other	**2.3**	0.9
Total	**100.0**	100.0

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 2015	December 31 2014
Euro	**30.2**	30.3
Japanese yen	**23.2**	21.2
Pound sterling	**19.5**	21.1
Swiss franc	**9.4**	9.3
Australian dollar	**6.8**	7.5
Hong Kong dollar	**3.0**	3.1
Swedish krona	**2.8**	2.9
Danish krone	**1.9**	1.5
Singapore dollar	**1.2**	1.5
Israeli new shekel	**0.7**	0.5
Norwegian krone	**0.5**	0.6
Other currencies	**0.5**	0.3
Total	**99.7**	99.8

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
MSCI EAFE Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**15 682**	**655 647**	**–**	**671 329**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**19 380**	**–**	**19 380**
Derivatives – assets	**–**	**5 476**	**–**	**5 476**
Derivatives – liabilities	**–**	**(4 122)**	**–**	**(4 122)**
Total financial instruments	**15 682**	**676 381**	**–**	**692 063**
% of total portfolio	**2.3**	**97.7**	**–**	**100.0**

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

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series H	**64**	64
Series I	**58**	57
Value of all units	**3**	2

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	39
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)	**2015**	2014
Series A		
Opening units	**7 521**	7 814
Issued number of units	**1 368**	1 096
Reinvested number of units	**4**	–
Redeemed number of units	**(1 261)**	(1 389)
Ending number of units	**7 632**	7 521
Advisor Series		
Opening units	**103**	85
Issued number of units	**132**	59
Reinvested number of units	**–**	–
Redeemed number of units	**(39)**	(41)
Ending number of units	**196**	103
Series H		
Opening units	**–**	–
Issued number of units	**–**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**–**	–
Series D		
Opening units	**2 288**	1 588
Issued number of units	**816**	1 030
Reinvested number of units	**12**	14
Redeemed number of units	**(262)**	(344)
Ending number of units	**2 854**	2 288
Series F		
Opening units	**100**	108
Issued number of units	**806**	41
Reinvested number of units	**1**	–
Redeemed number of units	**(43)**	(49)
Ending number of units	**864**	100
Series I		
Opening units	**–**	–
Issued number of units	**4**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**4**	–

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)	2015	2014
Series O		
Opening units	**5 611**	1 676
Issued number of units	**17 585**	4 422
Reinvested number of units	**85**	58
Redeemed number of units	**(2 049)**	(545)
Ending number of units	**21 232**	5 611

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**1 018**	**100**	911	100
Related-party brokerage commissions*	**46**	**5**	44	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 2015	December 31 2014
Fair value of securities loaned	**31 272**	22 839
Fair value of collateral received	**31 897**	23 296

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 2015	December 31 2014
Phillips, Hager & North LifeTime 2015 Fund	–	0.2
Phillips, Hager & North LifeTime 2020 Fund	–	0.4
Phillips, Hager & North LifeTime 2025 Fund	–	0.5
Phillips, Hager & North LifeTime 2030 Fund	–	0.4
Phillips, Hager & North LifeTime 2035 Fund	–	0.6
Phillips, Hager & North LifeTime 2040 Fund	–	0.6
Phillips, Hager & North LifeTime 2045 Fund	–	1.4
RBC International Equity Class	**0.6**	–
RBC International Equity Currency Neutral Fund	**5.3**	8.1
Total	**5.9**	12.2

Fund merger (000s)

At the close of business on November 27, 2015, the RBC Private International Equity Pool was merged into the RBC International 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 International Equity Pool (the "Terminated Fund") and the RBC International Equity Fund (the "Continuing Fund") are as follows:

Net assets acquired by Continuing Fund	$ 218 097
Exchange ratio Series F	1.77
Units issued by Continuing Fund Series F	704
Exchange ratio Series O	1.86
Units issued by Continuing Fund Series O	9 781

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 November 27, 2015, 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 November 27, 2015. 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 November 27, 2015. 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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC INTERNATIONAL EQUITY CURRENCY NEUTRAL FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
1 718 203	RBC International Equity Fund*	$ 31 574	$ 36 584	
TOTAL MUTUAL FUND UNITS		31 574	36 584	**102.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	114	**0.3**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 049)	**(2.9)**
TOTAL PORTFOLIO		$ 31 574	35 649	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			43	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 35 692	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 7 000 Sold CAD 79 @ 89.0925	21-Jan-16	$ 3
Bought CAD 96 Sold NOK 607 @ 0.1575	22-Jan-16	2
Bought CAD 57 Sold NOK 361 @ 0.1574	22-Jan-16	–
Bought CAD 44 Sold GBP 22 @ 2.0199	27-Jan-16	–
Bought CAD 34 Sold SGD 35 @ 0.9845	27-Jan-16	–
Bought CAD 51 Sold GBP 25 @ 2.0505	27-Jan-16	–
Bought GBP 65 Sold CAD 132 @ 0.4928	27-Jan-16	2
Bought CAD 84 Sold CHF 60 @ 1.4073	28-Jan-16	1
Bought CAD 42 Sold CHF 30 @ 1.3960	28-Jan-16	–
Bought CAD 124 Sold GBP 60 @ 2.0587	08-Feb-16	1
Bought CAD 38 Sold EUR 25 @ 1.5141	16-Feb-16	–
Bought EUR 85 Sold CAD 127 @ 0.6670	16-Feb-16	1
Bought CAD 122 Sold GBP 60 @ 2.0324	17-Feb-16	–
Bought CAD 61 Sold GBP 30 @ 2.0331	17-Feb-16	–
Bought CAD 51 Sold GBP 25 @ 2.0345	17-Feb-16	–
Bought CAD 95 Sold EUR 63 @ 1.5139	17-Feb-16	1
Bought CAD 238 Sold GBP 115 @ 2.0691	17-Feb-16	3
Bought EUR 115 Sold CAD 171 @ 0.6707	17-Feb-16	2
Bought CAD 281 Sold EUR 185 @ 1.5171	18-Feb-16	2
Bought CAD 17 Sold DKK 85 @ 0.2026	26-Feb-16	–
Bought CAD 28 Sold ILS 80 @ 0.3508	14-Mar-16	–
Bought CAD 48 Sold ILS 135 @ 0.3544	14-Mar-16	–
Bought CAD 516 Sold GBP 248 @ 2.0793	15-Mar-16	10
Bought CAD 649 Sold GBP 312 @ 2.0816	15-Mar-16	13
Bought CAD 908 Sold GBP 437 @ 2.0784	15-Mar-16	17
Bought CAD 1 399 Sold EUR 922 @ 1.5172	15-Mar-16	10
Bought CAD 18 Sold EUR 12 @ 1.5198	15-Mar-16	–
Bought CAD 221 Sold GBP 106 @ 2.0823	15-Mar-16	5
Bought CAD 228 Sold GBP 110 @ 2.0708	15-Mar-16	3
Bought CAD 220 Sold EUR 145 @ 1.5201	15-Mar-16	2
Bought CAD 79 Sold AUD 79 @ 1.0057	15-Mar-16	–
Bought CAD 43 Sold AUD 43 @ 1.0065	15-Mar-16	–
Bought CAD 123 Sold GBP 60 @ 2.0561	16-Mar-16	1

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 484 Sold CHF 343 @ 1.4102	18-Mar-16	$ 8
Bought CAD 20 Sold ILS 55 @ 0.3571	18-Mar-16	–
Bought CAD 209 Sold DKK 1 026 @ 0.2036	18-Mar-16	2
Bought CAD 24 Sold NOK 149 @ 0.1583	18-Mar-16	–
Bought CAD 160 Sold DKK 786 @ 0.2038	18-Mar-16	1
Bought CAD 1 252 Sold EUR 824 @ 1.5191	18-Mar-16	10
Bought CAD 19 Sold NOK 122 @ 0.1584	18-Mar-16	–
Bought CAD 74 Sold DKK 362 @ 0.2037	18-Mar-16	1
Bought CAD 107 Sold CHF 76 @ 1.4052	18-Mar-16	1
Bought CAD 1 171 Sold EUR 773 @ 1.5143	18-Mar-16	6
Bought CAD 283 Sold HKD 1 574 @ 0.1798	18-Mar-16	2
Bought CAD 173 Sold JPY 15 000 @ 0.0115	18-Mar-16	–
Bought CAD 40 Sold AUD 40 @ 0.9963	18-Mar-16	–
Bought CAD 58 Sold JPY 5 000 @ 0.0115	18-Mar-16	–
Bought CAD 227 Sold EUR 150 @ 1.5165	18-Mar-16	2
Bought CAD 84 Sold CHF 60 @ 1.4076	18-Mar-16	1
Bought CAD 41 Sold DKK 200 @ 0.2033	18-Mar-16	–
Bought CAD 157 Sold HKD 874 @ 0.1798	22-Mar-16	1
Bought CAD 36 Sold HKD 200 @ 0.1787	22-Mar-16	–
Bought CAD 41 Sold JPY 3 600 @ 0.0115	22-Mar-16	–
Bought CAD 138 Sold JPY 12 000 @ 0.0115	22-Mar-16	–
		$ 114

Contracts	Maturity Date	Unrealized Loss
Bought CAD 87 Sold USD 65 @ 1.3358	08-Jan-16	$ (3)
Bought CAD 343 Sold AUD 363 @ 0.9446	11-Jan-16	(23)
Bought CAD 14 Sold NZD 17 @ 0.8611	13-Jan-16	(1)
Bought CAD 35 Sold SEK 223 @ 0.1584	15-Jan-16	(1)
Bought CAD 949 Sold EUR 640 @ 1.4828	19-Jan-16	(14)
Bought CAD 286 Sold HKD 1 669 @ 0.1714	19-Jan-16	(12)
Bought CAD 867 Sold GBP 432 @ 2.0076	19-Jan-16	(14)
Bought CAD 65 Sold ILS 191 @ 0.3390	19-Jan-16	(3)
Bought CAD 1 026 Sold JPY 94 310 @ 0.0109	21-Jan-16	(60)
Bought CAD 316 Sold CHF 230 @ 1.3740	21-Jan-16	(2)
Bought CAD 63 Sold CHF 47 @ 1.3413	21-Jan-16	(2)
Bought CAD 279 Sold SEK 1 826 @ 0.1528	22-Jan-16	(20)
Bought CAD 70 Sold JPY 6 361 @ 0.0109	27-Jan-16	(4)
Bought CAD 1 012 Sold JPY 92 619 @ 0.0109	27-Jan-16	(55)
Bought CAD 163 Sold HKD 962 @ 0.1693	27-Jan-16	(9)
Bought CAD 36 Sold SGD 38 @ 0.9378	27-Jan-16	(1)
Bought CAD 120 Sold JPY 11 000 @ 0.0109	27-Jan-16	(7)
Bought CAD 718 Sold GBP 356 @ 2.0184	27-Jan-16	(8)
Bought CAD 701 Sold GBP 347 @ 2.0195	27-Jan-16	(7)
Bought CAD 45 Sold HKD 266 @ 0.1696	27-Jan-16	(2)
Bought CAD 121 Sold JPY 11 125 @ 0.0109	27-Jan-16	(7)
Bought CAD 102 Sold SGD 108 @ 0.9413	27-Jan-16	(4)
Bought CAD 113 Sold SGD 120 @ 0.9411	27-Jan-16	(4)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 1 075 Sold JPY 98 934 @ 0.0109	27-Jan-16	$ (65)
Bought CAD 261 Sold JPY 24 000 @ 0.0109	27-Jan-16	(16)
Bought CAD 151 Sold JPY 14 000 @ 0.0108	27-Jan-16	(10)
Bought CAD 108 Sold JPY 10 000 @ 0.0108	27-Jan-16	(7)
Bought CAD 41 Sold JPY 3 795 @ 0.0109	27-Jan-16	(2)
Bought CAD 139 Sold SGD 147 @ 0.9434	27-Jan-16	(5)
Bought GBP 45 Sold CAD 93 @ 0.4846	27-Jan-16	(1)
Bought CAD 66 Sold AUD 70 @ 0.9397	28-Jan-16	(5)
Bought CAD 327 Sold AUD 348 @ 0.9397	28-Jan-16	(23)
Bought CAD 827 Sold CHF 624 @ 1.3262	28-Jan-16	(35)
Bought CAD 318 Sold CHF 240 @ 1.3262	28-Jan-16	(14)
Bought CAD 101 Sold CHF 76 @ 1.3261	28-Jan-16	(4)
Bought CAD 207 Sold AUD 220 @ 0.9395	28-Jan-16	(15)
Bought CAD 33 Sold CHF 25 @ 1.3258	28-Jan-16	(1)
Bought CAD 36 Sold DKK 190 @ 0.1920	28-Jan-16	(2)
Bought CAD 39 Sold CHF 29 @ 1.3280	28-Jan-16	(2)
Bought CAD 33 Sold CHF 25 @ 1.3154	28-Jan-16	(2)
Bought CAD 45 Sold CHF 34 @ 1.3162	28-Jan-16	(2)
Bought CAD 37 Sold AUD 39 @ 0.9580	28-Jan-16	(2)
Bought CAD 26 Sold CHF 20 @ 1.3054	28-Jan-16	(2)
Bought CHF 60 Sold CAD 84 @ 0.7154	28-Jan-16	(1)
Bought CAD 44 Sold DKK 231 @ 0.1923	08-Feb-16	(2)
Bought CAD 1 067 Sold EUR 745 @ 1.4316	08-Feb-16	(55)
Bought CAD 71 Sold DKK 370 @ 0.1921	08-Feb-16	(4)
Bought CAD 75 Sold SEK 490 @ 0.1528	08-Feb-16	(6)
Bought CAD 652 Sold GBP 325 @ 2.0073	08-Feb-16	(11)
Bought CAD 38 Sold DKK 200 @ 0.1909	08-Feb-16	(2)
Bought CAD 10 Sold NZD 11 @ 0.8982	10-Feb-16	(1)
Bought CAD 107 Sold EUR 75 @ 1.4319	11-Feb-16	(5)
Bought CAD 133 Sold AUD 141 @ 0.9422	16-Feb-16	(9)
Bought CAD 1 011 Sold JPY 92 900 @ 0.0109	16-Feb-16	(59)
Bought CAD 250 Sold AUD 265 @ 0.9429	16-Feb-16	(17)
Bought CAD 639 Sold EUR 445 @ 1.4367	16-Feb-16	(31)
Bought CAD 368 Sold EUR 257 @ 1.4357	16-Feb-16	(18)
Bought CAD 142 Sold EUR 100 @ 1.4247	16-Feb-16	(8)
Bought CAD 170 Sold EUR 120 @ 1.4193	16-Feb-16	(10)
Bought CAD 78 Sold AUD 80 @ 0.9717	16-Feb-16	(3)
Bought CAD 54 Sold JPY 5 000 @ 0.0109	16-Feb-16	(3)
Bought CAD 169 Sold EUR 115 @ 1.4689	16-Feb-16	(4)
Bought CAD 1 721 Sold EUR 1 201 @ 1.4329	17-Feb-16	(87)
Bought CAD 1 400 Sold GBP 697 @ 2.0088	17-Feb-16	(22)
Bought CAD 34 Sold EUR 24 @ 1.4296	17-Feb-16	(2)
Bought EUR 125 Sold CAD 189 @ 0.6603	17-Feb-16	(1)
Bought GBP 25 Sold CAD 52 @ 0.4845	17-Feb-16	(1)
Bought GBP 103 Sold CAD 214 @ 0.4806	17-Feb-16	(4)
Bought CAD 219 Sold SEK 1 425 @ 0.1534	22-Feb-16	(15)
Bought CAD 1 357 Sold EUR 954 @ 1.4220	29-Feb-16	(80)
Bought CAD 773 Sold CHF 592 @ 1.3057	01-Mar-16	(47)
Bought CAD 78 Sold CHF 60 @ 1.3068	01-Mar-16	(5)
Bought CAD 153 Sold SEK 954 @ 0.1601	11-Mar-16	(4)
Bought CAD 82 Sold ILS 233 @ 0.3510	14-Mar-16	(1)
Bought CAD 246 Sold AUD 248 @ 0.9919	15-Mar-16	(3)

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 105 Sold AUD 106 @ 0.9921	15-Mar-16	$ (1)
Bought CAD 96 Sold HKD 540 @ 0.1775	15-Mar-16	(1)
Bought CAD 60 Sold AUD 60 @ 0.9952	15-Mar-16	(1)
Bought CAD 2 894 Sold JPY 254 247 @ 0.0114	18-Mar-16	(38)
Bought CAD 379 Sold AUD 384 @ 0.9867	18-Mar-16	(7)
Bought CAD 208 Sold SEK 1 280 @ 0.1628	18-Mar-16	(2)
		$ (1 049)
TOTAL FOREIGN EXCHANGE		$ (935)

All counterparties have a credit rating of at least A.

* 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 36 584**	$ 20 771
Cash	**559**	31
Subscriptions receivable	**37**	52
Unrealized gain on foreign exchange contracts	**114**	230
Dividends receivable, interest accrued and other assets	**2**	–
TOTAL ASSETS	**37 296**	21 084
LIABILITIES		
Due to investment dealers	**535**	–
Redemptions payable	**12**	–
Unrealized loss on foreign exchange contracts	**1 049**	39
Accounts payable and accrued expenses	**8**	4
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 604**	43
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 35 692**	$ 21 041
Investments at cost	**$ 31 574**	$ 20 674
NAV		
SERIES A	**$ 3 628**	$ 923
ADVISOR SERIES	**$ 89**	$ 1
SERIES H	**$ 1**	$ 1
SERIES D	**$ 875**	$ 139
SERIES F	**$ 35**	$ 1
SERIES I	**$ 7**	$ 1
SERIES O	**$ 31 057**	$ 19 975
NAV PER UNIT		
SERIES A	**$ 11.60**	$ 10.46
ADVISOR SERIES	**$ 11.61**	$ 10.46
SERIES H	**$ 11.64**	$ 10.46
SERIES D	**$ 11.71**	$ 10.51
SERIES F	**$ 11.67**	$ 10.46
SERIES I	**$ 11.66**	$ 10.46
SERIES O	**$ 11.72**	$ 10.52

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ (3)**	$ –
Other income received from underlying funds	**574**	258
Net realized gain (loss) on investments	**959**	5
Net gain (loss) on foreign currencies and other net assets	**(2 246)**	509
Change in unrealized gain (loss) on investments	**3 787**	288
TOTAL INCOME (LOSS)	**3 071**	1 060
EXPENSES (see notes – Fund Specific Information)		
Management fees	**52**	8
Administration fees	**9**	6
Independent Review Committee costs	**3**	1
GST/HST	**6**	1
Expenses reimbursed by manager	**(3)**	(1)
TOTAL EXPENSES	**67**	15
INCREASE (DECREASE) IN NAV	**$ 3 004**	$ 1 045
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 126**	$ 31
ADVISOR SERIES	**$ 1**	$ –
SERIES H	**$ –**	$ –
SERIES D	**$ (2)**	$ 4
SERIES F	**$ –**	$ –
SERIES I	**$ –**	$ –
SERIES O	**$ 2 879**	$ 1 010
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.93**	$ 0.55
ADVISOR SERIES	**$ 0.88**	$ 1.26
SERIES H	**$ 1.01**	$ 1.27
SERIES D	**$ 1.04**	$ 0.57
SERIES F	**$ 1.03**	$ 1.34
SERIES I	**$ 1.04**	$ 1.35
SERIES O	**$ 1.23**	$ 0.74

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 3 004**	$ 1 045
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(959)**	(5)
Change in unrealized loss (gain) on investments	**(3 787)**	(288)
(Increase) decrease in accrued receivables	**(2)**	–
Increase (decrease) in accrued payables	**4**	4
Cost of investments purchased	**(19 350)**	(21 513)
Proceeds on sales of investments	**9 944**	844
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(11 146)**	(19 913)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**23 219**	21 746
Cash paid on redemption of redeemable units	**(11 119)**	(1 137)
Distributions paid to holders of redeemable units	**(426)**	(665)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 11 674**	$ 19 944
Net increase (decrease) in cash for the period	**528**	31
Cash (bank overdraft), beginning of period	**31**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 559**	$ 31
Interest received (paid)	**$ (3)**	$ –
Dividends received, net of withholding taxes	**$ –**	$ –

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 923**	$ –	**$ 1**	$ –	**$ 1**	$ –	**$ 139**	$ –
INCREASE (DECREASE) IN NAV	**126**	31	**1**	–	**–**	–	**(2)**	4
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**3 190**	1 200	**97**	1	**–**	1	**1 682**	152
Reinvestments of distributions to holders of redeemable units	**–**	21	**–**	–	**–**	–	**3**	4
Redemption of redeemable units	**(611)**	(304)	**(10)**	–	**–**	–	**(943)**	(17)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 579**	917	**87**	1	**–**	1	**742**	139
Distributions from net income	**–**	(3)	**–**	–	**–**	–	**(4)**	(1)
Distributions from net gains	**–**	(22)	**–**	–	**–**	–	**–**	(3)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	(25)	**–**	–	**–**	–	**(4)**	(4)
NET INCREASE (DECREASE) IN NAV	**2 705**	923	**88**	1	**–**	1	**736**	139
NAV AT END OF PERIOD	**$ 3 628**	$ 923	**$ 89**	$ 1	**$ 1**	$ 1	**$ 875**	$ 139

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ –	**$ 1**	$ –	**$ 19 975**	$ –	**$ 21 041**	$ –
INCREASE (DECREASE) IN NAV	**–**	–	**–**	–	**2 879**	1 010	**3 004**	1 045
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**54**	1	**6**	1	**18 175**	20 442	**23 204**	21 798
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**85**	79	**88**	104
Redemption of redeemable units	**(20)**	–	**–**	–	**(9 547)**	(816)	**(11 131)**	(1 137)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**34**	1	**6**	1	**8 713**	19 705	**12 161**	20 765
Distributions from net income	**–**	–	**–**	–	**(510)**	(254)	**(514)**	(258)
Distributions from net gains	**–**	–	**–**	–	**–**	(486)	**–**	(511)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**(510)**	(740)	**(514)**	(769)
NET INCREASE (DECREASE) IN NAV	**34**	1	**6**	1	**11 082**	19 975	**14 651**	21 041
NAV AT END OF PERIOD	**$ 35**	$ 1	**$ 7**	$ 1	**$ 31 057**	$ 19 975	**$ 35 692**	$ 21 041

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

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.

The Fund was started in April 2014.

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

The Fund invests primarily in the RBC International Equity Fund. 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:

Investment mix	**December 31 2015**	December 31 2014
United Kingdom	**25.8**	22.0
Japan	**14.9**	20.2
Germany	**7.8**	8.0
Ireland	**6.8**	3.7
Switzerland	**6.0**	6.9
Denmark	**6.0**	4.5
Australia	**5.6**	7.7
Netherlands	**5.5**	6.0
France	**3.1**	–
Hong Kong	**3.0**	4.7
Finland	**2.8**	3.4
Belgium	**2.2**	–
Italy	**2.0**	–
Other Countries	**6.2**	12.0
Cash/Other	**2.3**	0.9
Total	**100.0**	100.0

Currency risk (% of net assets)

Since the currency risk of the underlying 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 20-month (December 31, 2014 – 8-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015	December 31 2014
MSCI EAFE Net Index 100% CAD Hedged	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**36 584**	**–**	**–**	**36 584**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**114**	**–**	**114**
Derivatives – liabilities	**–**	**(1 049)**	**–**	**(1 049)**
Total financial instruments	**36 584**	**(935)**	**–**	**35 649**
% of total portfolio	**102.6**	**(2.6)**	**–**	**100.0**

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.15%
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 2015	December 31 2014
Units held		
Series A	**–**	103
Advisor Series	**103**	103
Series H	**103**	103
Series D	**–**	103
Series F	**105**	104
Series I	**105**	104
Series O	**–**	155 051
Value of all units	**5**	1 637

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC International Equity Fund	**102.5**	**5.3**	98.7	8.1

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	952
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)	**2015**	2014
Series A		
Opening units	**88**	–
Issued number of units	**278**	115
Reinvested number of units	**–**	2
Redeemed number of units	**(53)**	(29)
Ending number of units	**313**	88
Advisor Series		
Opening units	**–**	–
Issued number of units	**9**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	–
Ending number of units	**8**	–
Series H		
Opening units	**–**	–
Issued number of units	**–**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**–**	–
Series D		
Opening units	**13**	–
Issued number of units	**143**	15
Reinvested number of units	**–**	–
Redeemed number of units	**(81)**	(2)
Ending number of units	**75**	13
Series F		
Opening units	**–**	–
Issued number of units	**5**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(2)**	–
Ending number of units	**3**	–
Series I		
Opening units	**–**	–
Issued number of units	**1**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**1**	–
Series O		
Opening units	**1 900**	–
Issued number of units	**1 587**	1 970
Reinvested number of units	**7**	7
Redeemed number of units	**(843)**	(77)
Ending number of units	**2 651**	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, 2015

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS*				
23 100	Bank of Montreal	$ 23 062	$ 23 062	
28 050	Bank of Nova Scotia	28 007	28 007	
4 600	Caisse Centrale Desjardins	4 597	4 597	
26 300	Canadian Imperial Bank of Commerce	26 274	26 274	
13 500	CDP Financial Inc.	13 488	13 488	
82 750	Government of Canada Treasury Bills	82 655	82 655	
10 350	Honda Canada Finance Inc.	10 341	10 341	
13 116	HSBC Bank Canada	13 102	13 102	
21 750	National Bank of Canada	21 711	21 711	
13 100	Nestlé Capital Canada Ltd.	13 085	13 085	
14 000	Province of Ontario	13 982	13 982	
13 850	PSP Capital Inc.	13 831	13 831	
13 750	Sumitomo Mitsui Financial Group Inc.	13 731	13 731	
26 437	Toronto-Dominion Bank	26 401	26 401	
9 500	Toyota Credit Canada Inc.	9 477	9 477	
13 530	Wells Fargo Financial Canada Corp.	13 495	13 495	
TOTAL INVESTMENTS		327 239	327 239	**92.6**
UNREALIZED GAIN ON FUTURES CONTRACTS (SCHEDULE A)		–	9 020	**2.6**
UNREALIZED LOSS ON FUTURES CONTRACTS (SCHEDULE A)		–	(2 192)	**(0.6)**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	1	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE B)		–	(43)	–
TOTAL PORTFOLIO		$ 327 239	334 025	**94.6**
FUTURES CONTRACTS MARGIN RECEIVABLE			18 958	**5.3**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			398	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 353 381	**100.0**

SCHEDULE A
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
76	Amsterdam Index Future, January 2016 Contracts at EUR 430.57 per contract	$ 9 798	$ 257
486	France CAC 40 Index Future, January 2016 Contracts at EUR 4 564.15 per contract	33 209	543
78	German Dax Index Future, March 2016 Contracts at EUR 10 354.50 per contract	30 229	1 225
51	S&P/MIB Index Future, March 2016 Contracts at EUR 21 159.00 per contract	8 078	109
560	Swedish OMX Index Future, January 2016 Contracts at SEK 1 413.69 per contract	12 758	315
270	Swiss Market Index Future, March 2016 Contracts at CHF 8 390.78 per contract	31 317	1 325
346	The Dow Jones Euro STOXX 50 Future, March 2016 Contracts at EUR 3 195.75 per contract	16 554	449

SCHEDULE A (cont.)
Futures Contracts

Number of Contracts		Contracted Value	Unrealized Gain
184	The S&P ASX 200 Index Future, March 2016 Contracts at AUD 4 895.48 per contract	$ 22 288	$ 1 677
542	United Kingdom New FTSE 100 Future, March 2016 Contracts at GBP 5 915.75 per contract	66 155	3 120
		$ 230 386	$ 9 020

Number of Contracts		Contracted Value	Unrealized Loss
75	Hang Seng Stock Index Future, January 2016 Contracts at HKD 22 077.74 per contract	$ 14 794	$ (113)
457	Japanese TOPIX Index Future, March 2016 Contracts at JPY 1 585.59 per contract	79 856	(2 004)
77	Spain IBEX 35 Index Future, January 2016 Contracts at EUR 9 592.10 per contract	11 058	(75)
		$ 105 708	$ (2 192)
TOTAL FUTURES		$ 336 094	$ 6 828

$82 750 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.

SCHEDULE B
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 555 Sold AUD 549 @ 1.0103	05-Jan-16	$ 1
Bought HKD 30 Sold CAD 5 @ 5.5802	05-Jan-16	–
		$ 1

Contracts	Maturity Date	Unrealized Loss
Bought CHF 509 Sold CAD 706 @ 0.7209	05-Jan-16	$ (3)
Bought EUR 4 345 Sold CAD 6 558 @ 0.6626	05-Jan-16	(23)
Bought GBP 677 Sold CAD 1 386 @ 0.4883	05-Jan-16	(6)
Bought JPY 219 280 Sold CAD 2 531 @ 86.6225	05-Jan-16	(7)
Bought SEK 4 520 Sold CAD 744 @ 6.0717	05-Jan-16	(4)
		$ (43)
TOTAL FOREIGN EXCHANGE		$ (42)

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, and are grouped by issuer, earn interest at rates ranging from 0.39% to 0.84% and mature between January 4, 2016 and March 31, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 327 239**	$ 331 876
Cash	**412**	847
Subscriptions receivable	**179**	153
Unrealized gain on futures contracts	**9 020**	12 515
Futures contracts margin receivable	**18 958**	238
Unrealized gain on foreign exchange contracts	**1**	–
Dividends receivable, interest accrued and other assets	**188**	306
TOTAL ASSETS	**355 997**	345 935
LIABILITIES		
Redemptions payable	**167**	164
Unrealized loss on futures contracts	**2 192**	1 939
Unrealized loss on foreign exchange contracts	**43**	–
Accounts payable and accrued expenses	**214**	219
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 616**	2 322
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 353 381**	$ 343 613
Investments at cost	**$ 327 239**	$ 331 876
NAV		
SERIES A	**$ 353 381**	$ 343 613
NAV PER UNIT		
SERIES A	**$ 10.54**	$ 10.17

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 2 033**	$ 3 114
Net gain (loss) from futures contracts	**12 694**	15 868
Securities lending revenue (see note 6 in the generic notes)	**47**	40
Change in unrealized gain (loss) on investments	**(42)**	208
TOTAL INCOME (LOSS)	**14 732**	19 230
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 854**	1 663
Administration fees	**520**	465
Independent Review Committee costs	**3**	3
GST/HST	**255**	228
TOTAL EXPENSES	**2 632**	2 359
INCREASE (DECREASE) IN NAV	**$ 12 100**	$ 16 871
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 12 100**	$ 16 871
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.35**	$ 0.50

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 12 100**	$ 16 871
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**–**	–
Change in unrealized loss (gain) on investments	**42**	(208)
(Increase) decrease in accrued receivables	**3 613**	793
Increase (decrease) in accrued payables	**248**	1 973
Cost of investments purchased	**(2 617 094)**	(1 967 976)
Proceeds on sales of investments	**2 621 731**	1 931 208
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**20 640**	(17 339)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**57 127**	60 470
Cash paid on redemption of redeemable units	**(59 482)**	(49 578)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (2 355)**	$ 10 892
Net increase (decrease) in cash for the period	**18 285**	(6 447)
Cash (bank overdraft), beginning of period	**1 085**	7 532
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 19 370**	$ 1 085
Interest received (paid)	**$ 2 151**	$ 3 744
Dividends received, net of withholding taxes	**$ –**	$ (402)

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

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

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

For the periods ended December 31 (see note 2 in the generic notes)	Series A 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 343 613**	$ 315 976
INCREASE (DECREASE) IN NAV	**12 100**	16 871
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**57 153**	60 321
Reinvestments of distributions to holders of redeemable units	**–**	–
Redemption of redeemable units	**(59 485)**	(49 555)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(2 332)**	10 766
Distributions from net income	**–**	–
Distributions from net gains	**–**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–
NET INCREASE (DECREASE) IN NAV	**9 768**	27 637
NAV AT END OF PERIOD	**$ 353 381**	$ 343 613

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

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 2015**	December 31 2014
R-1 (H)	**70.8**	81.0
R-1 (M)	**25.0**	19.0
R-1 (L)	**4.2**	–
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 2015**	December 31 2014
Japan	**23.8**	21.9
United Kingdom	**19.7**	20.8
France	**9.9**	9.5
Switzerland	**9.3**	9.4
Germany	**9.0**	9.3
Australia	**6.6**	7.5
Hong Kong	**4.4**	4.8
Sweden	**3.8**	3.8
Spain	**3.3**	3.6
Netherlands	**2.9**	2.7
Italy	**2.4**	2.2
Other Countries	**4.9**	4.5
Total	**100.0**	100.0

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 2015**	December 31 2014
0 – 1 month	**39.6**	60.7
1 – 3 months	**60.4**	31.4
4 – 6 months	**–**	7.9
7 – 12 months	**–**	–
Total	**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 2015		December 31 2014	
MSCI EAFE Net Index 100% CAD Hedged	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**327 239**	**–**	**327 239**
Derivatives – assets	**9 020**	**1**	**–**	**9 021**
Derivatives – liabilities	**(2 192)**	**(43)**	**–**	**(2 235)**
Total financial instruments	**6 828**	**327 197**	**–**	**334 025**
% of total portfolio	**2.0**	**98.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

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%

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%

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	–
Non-capital losses	22 444
Non-capital losses expire in:	
2031	22 444

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)	**2015**	2014
Series A		
Opening units	**33 773**	32 642
Issued number of units	**5 204**	6 204
Reinvested number of units	**–**	–
Redeemed number of units	**(5 457)**	(5 073)
Ending number of units	**33 520**	33 773

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

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

	December 31 2015	December 31 2014
Fair value of securities loaned	**13 465**	90 912
Fair value of collateral received	**13 734**	92 730

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC O'SHAUGHNESSY INTERNATIONAL EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
268 481	AMP Ltd.	$ 1 459	$ 1 566	
292 477	CIMIC Group Ltd.	5 985	7 099	
147 144	Collins Foods Ltd.	679	682	
1 661 212	Fortescue Metals Group Ltd.	4 544	3 093	
268 636	Orica Ltd.	5 532	4 165	
150 019	TABCORP Holdings Ltd.	696	708	
501 412	Thorn Group Ltd.	1 449	1 095	
		20 344	18 408	**3.8**
Belgium				
6 746	Ackermans & van Haaren N.V.	1 345	1 372	
47 401	bpost S.A.	1 696	1 610	
58 773	Mobistar S.A.	1 614	1 973	
36 345	Proximus	1 351	1 638	
		6 006	6 593	**1.4**
Denmark				
91 420	Alm Brand A/S	761	886	
169 645	Dfds A/S	4 343	9 086	
26 295	DSV A/S	1 420	1 432	
12 034	Per Aarsleff A/S	4 352	5 104	
225 301	Tryg A/S	6 416	6 206	
		17 292	22 714	**4.7**
Finland				
33 909	Elisa OYJ	1 649	1 763	
96 549	Finnair OYJ	721	782	
285 249	Fortum OYJ	6 403	5 957	
389 582	HKScan OYJ	3 081	2 225	
		11 854	10 727	**2.2**
France				
15 270	AXA S.A.	496	577	
4 272	Christian Dior SE	1 020	1 004	
404 293	Electricite de France S.A.	11 212	8 239	
445 568	Engie	12 629	10 921	
254 646	France Telecom S.A.	4 037	5 893	
84 875	Rothschild & Co.	3 296	3 001	
149 960	SCOR SE	6 844	7 764	
5 237	Thales S.A.	474	542	
51 723	Total S.A.	3 001	3 209	
		43 009	41 150	**8.5**
Germany				
7 614	Allianz SE	1 695	1 863	
11 085	Deutsche Boerse AG	1 139	1 351	
8 683	Deutsche EuroShop AG	502	528	
11 131	Duerr AG	1 425	1 225	
65 619	Hannover Rueckversicherung SE	8 268	10 410	
		13 029	15 377	**3.2**
Hong Kong				
1 796 800	Sands China Ltd.	9 048	8 405	
		9 048	8 405	**1.7**
Israel				
3 239 345	Bezeq Israeli Telecommunication Corporation Ltd.	$ 4 314	$ 9 867	
234 061	Delek Automotive Systems Ltd.	3 180	2 884	
2 321	Paz Oil Co. Ltd.	467	505	
		7 961	13 256	**2.7**
Italy				
106 476	ACEA S.p.A.	2 035	2 265	
10 111	Engineering S.p.A.	794	910	
509 373	ENI S.p.A.	14 233	10 472	
991 203	Iren S.p.A.	2 098	2 213	
		19 160	15 860	**3.3**
Japan				
44 000	Aeon Fantasy Co. Ltd.	936	1 076	
165 100	Asahi Broadcasting Corp.	1 511	1 583	
56 000	Asahi Kasei Corp.	706	524	
57 200	Axial Retailing Inc.	1 607	2 657	
2 600	Central Japan Railway Co.	457	639	
94 700	Chori Co. Ltd.	1 727	1 824	
69 710	Chubu Shiryo Co. Ltd.	801	777	
35 800	Coca-Cola West Co. Ltd.	971	1 003	
76 948	CONEXIO Corp.	893	1 003	
46 800	Create SD Holdings Co. Ltd.	930	1 585	
191 000	Dai Nippon Toryo Co. Ltd.	489	508	
53 400	Daiichi Sankyo Co. Ltd.	1 454	1 525	
19 200	Daiichikosho Co. Ltd.	944	1 054	
32 100	Daito Pharmaceutical Co. Ltd.	894	1 279	
168 000	Daiwabo Holdings Co. Ltd.	480	464	
429 700	DCM Holdings Co. Ltd.	4 745	4 312	
132 000	Denka Co. Ltd.	743	809	
24 300	Doutor Nichires Holdings Co. Ltd.	508	520	
64 300	Elematec Corp.	1 364	2 138	
196 680	Funai Soken Holdings Inc.	2 813	3 877	
152 500	G-Tekt Corp.	2 805	2 958	
474 300	Geo Holdings Corp.	7 575	10 328	
179 200	Heiwado Co. Ltd.	4 132	5 442	
17 600	Hioki EE Corp.	512	443	
415 500	Hiroshima Gas Co. Ltd.	2 020	2 094	
24 500	Information Services International-Dentsu Ltd.	666	654	
646 181	Itochu Enex Co. Ltd.	5 453	6 840	
324 000	J-Oil Mills Inc.	1 247	1 301	
76 400	Japan Airlines Co. Ltd.	2 874	3 784	
51 000	Kaga Electronics Co. Ltd.	1 015	1 054	
98 200	Kamei Corp.	1 187	1 330	
39 000	Kaneka Corp.	545	561	
167 100	Kasai Kogyo Co. Ltd.	2 019	3 339	
487 000	Kitagawa Iron Works Co. Ltd.	1 590	1 489	
127 300	Kohnan Shoji Co. Ltd.	2 041	2 471	
152 809	KRS Corp.	4 264	4 881	
32 000	Kuroda Electric Co. Ltd.	838	818	

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
62 700	Kyowa Leather Cloth Co. Ltd.	$ 765	$ 660	
29 100	Life Corp.	1 082	994	
69 000	Lion Corp.	751	898	
23 700	Maruha Nichiro Corp.	538	579	
202 300	MCJ Co. Ltd.	994	917	
79 700	Mediceo Paltac Holdings Co. Ltd.	1 847	1 880	
102 100	Mie Kotsu Group Holdings Inc.	502	535	
111 300	Ministop Co. Ltd.	3 047	2 986	
116 500	Mirait Holdings Corp.	1 530	1 328	
54 400	Mitsubishi UFJ Financial Group Inc.	499	466	
329 000	Mitsuboshi Belting Co. Ltd.	3 088	3 629	
108 000	MS&AD Insurance Group Holdings Inc.	4 058	4 382	
77 000	Nichirei Corp.	747	785	
32 800	Nihon Chouzai Co. Ltd.	1 016	1 794	
25 300	Nikkon Holdings Co. Ltd.	620	698	
22 100	Nippon Kanzai Co. Ltd.	483	484	
59 300	Nippon Signal Company Ltd.	734	894	
111 800	Nippon Telegraph & Telephone Corp.	3 747	6 157	
8 500	Nissin Sugar Co. Ltd.	478	477	
115 000	Nittetsu Mining Co. Ltd.	740	697	
33 500	Noevir Holdings Co. Ltd.	1 281	1 339	
50 000	NOK Corp.	1 418	1 616	
99 200	Nomura Holdings Inc.	870	765	
18 100	NTT DoCoMo Inc.	480	514	
205 000	Obayashi Road Corp.	1 941	1 920	
124 800	Pacific Industrial Co. Ltd.	1 819	1 907	
139 200	Paltac Corporation	2 999	3 423	
32 100	Right On Co. Ltd.	505	519	
86 700	Rock Field Co. Ltd.	2 677	2 937	
19 200	Sakai Moving Service Co. Ltd.	704	721	
43 000	San-Ai Oil Co. Ltd.	483	485	
125 000	Seikitokyu Kogyo Co. Ltd.	918	873	
313 500	Sojitz Corp.	883	910	
33 600	St Marc Holdings Co. Ltd.	1 469	1 292	
119 600	Studio Alice Co. Ltd.	2 726	2 920	
90 000	Sumitomo Chemical Co. Ltd.	688	715	
268 000	Sumitomo Osaka Cement Co. Ltd.	1 466	1 360	
75 900	Sumitomo Rubber Industries Inc.	1 754	1 366	
20 300	Suzuken Co. Ltd.	979	1 067	
115 400	Systena Corp.	1 494	1 879	
180 600	T-Gaia Corp.	3 085	2 843	
53 000	The Japan Wool Textile Co. Ltd.	588	539	
131 000	The Nippon Road Co. Ltd.	934	893	
15 000	The Okinawa Electric Power Co. Inc.	471	539	
63 600	Token Corp.	5 522	6 793	
12 600	Tokio Marine Holdings, Inc.	628	673	
595 200	Tokyo Electric Power Co. Inc.	4 788	4 742	
84 000	Tokyo Energy & Systems Inc.	1 014	1 052	
15 100	Tokyo Ohka Kogyo Co. Ltd.	628	664	
610 000	Tonami Holdings Co. Ltd.	2 818	2 470	
37 300	Toppan Forms Co. Ltd.	647	612	
47 000	Toyoda Gosei Co. Ltd.	1 272	1 477	
21 800	Tsuruha Holdings Inc.	1 747	2 614	
883 000	Ube Industries Ltd.	2 331	2 582	
38 700	Valor Holdings Co. Ltd.	844	1 263	
58 378	Warabeya Nichiyo Co. Ltd.	$ 1 687	$ 1 531	
37 400	West Japan Railway Co.	2 679	3 577	
42 300	Wowow Inc.	1 678	1 478	
32 900	Yamaya Corp.	860	822	
34 000	Yamazaki Baking Co. Ltd.	765	1 058	
62 000	Yamazen Corp.	742	786	
105 200	Yuasa Trading Co. Ltd.	3 270	3 596	
70 000	Yurtec Corp.	890	915	
		160 464	182 231	**37.6**
Malta				
34 788	Unibet Group Plc. SDR	2 492	4 908	
		2 492	4 908	**1.0**
Netherlands				
116 033	Koninklijke Ahold N.V.	2 914	3 387	
95 133	Royal Dutch Shell Plc., A Shares	3 178	3 002	
		6 092	6 389	**1.3**
New Zealand				
2 103 446	Air New Zealand Ltd.	3 236	5 870	
171 247	Fletcher Building Ltd.	1 109	1 187	
1 168 127	Mighty River Power Ltd.	3 244	3 067	
1 725 237	Nuplex Industries Ltd.	6 297	7 747	
4 256 977	Spark New Zealand Ltd.	10 104	13 263	
1 056 057	The New Zealand Refining Co. Ltd.	3 327	3 744	
		27 317	34 878	**7.2**
Norway				
72 331	BW LPG Ltd.	834	820	
37 470	Leroy Seafood Group ASA	1 516	1 927	
237 966	StatoilHydro ASA	6 074	4 592	
		8 424	7 339	**1.5**
Singapore				
753 100	Keppel Corp Ltd.	5 683	4 760	
52 100	Singapore Airlines Ltd.	560	568	
232 200	Singapore Airport Terminal Services Limited	823	869	
		7 066	6 197	**1.3**
Spain				
71 189	Endesa S.A.	2 341	1 979	
		2 341	1 979	**0.4**
Sweden				
984 032	Telia AB	7 573	6 780	
		7 573	6 780	**1.4**
Switzerland				
1 317	APG SGA S.A.	671	703	
36 728	Ascom Holding AG	944	805	
445	Bell AG	1 788	2 091	
18 325	BKW AG	902	960	
3 638	Burkhalter Holding AG	558	544	
9 743	Kardex AG	959	1 042	
212 465	Mobilezone Holding AG	4 571	4 210	
10 289	Swiss Re AG	1 320	1 390	
12 053	Valiant Holding AG	1 821	1 959	
30 317	Vontobel Holding AG	2 113	1 985	
10 058	Zurich Insurance Group AG	3 669	3 575	
		19 316	19 264	**4.0**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United Kingdom				
372 456	Antofagasta Plc.	$ 5 196	$ 3 545	
365 652	Beazley Plc.	2 666	2 905	
425 871	BHP Billiton Plc.	9 496	6 572	
1 334 699	BP Plc.	10 311	9 597	
566 008	Cable & Wireless Communications Plc.	732	857	
64 024	Costain Group Plc.	488	491	
552 530	Direct Line Insurance Group Plc.	3 986	4 583	
190 321	E2V Technologies Plc.	895	874	
24 425	Greggs Plc.	526	655	
48 177	IG Group Holdings Plc.	621	788	
103 352	JD Sports Fashion Plc.	1 991	2 194	
117 893	Lancashire Holdings Ltd.	1 735	1 505	
172 371	Legal & General Group Plc.	912	941	
285 293	McBride Plc.	930	963	
341 359	Novae Group Plc.	5 215	6 243	
100 128	QinetiQ Group Plc.	561	552	
455 278	Regus Plc.	2 953	3 095	
84 355	Rio Tinto Plc.	3 853	3 398	
164 085	Savills Plc.	2 959	2 968	
256 798	SSE Plc.	7 264	7 979	
19 256	WH Smith Plc.	701	692	
		63 991	61 397	**12.7**
TOTAL INTERNATIONAL EQUITIES		452 779	483 852	**99.9**
SHORT-TERM INVESTMENTS*		1 380	1 380	**0.3**
TOTAL INVESTMENTS		$ 454 159	485 232	**100.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(857)	**(0.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 484 375	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 51 Sold JPY 4 430 @ 0.0115	04-Jan-16	$ –
Bought JPY 4 Sold CAD 0 @ 86.8022	04-Jan-16	–
Bought CAD 30 Sold JPY 2 587 @ 0.0115	05-Jan-16	–
TOTAL FOREIGN EXCHANGE		$ –

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 a rate of 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 485 232**	$ 474 496
Cash	**397**	–
Due from investment dealers	**548**	–
Subscriptions receivable	**68**	148
Dividends receivable, interest accrued and other assets	**288**	275
TOTAL ASSETS	**486 533**	474 919
LIABILITIES		
Due to investment dealers	**812**	–
Redemptions payable	**510**	581
Accounts payable and accrued expenses	**836**	885
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 158**	1 466
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 484 375**	$ 473 453
Investments at cost	**$ 454 159**	$ 461 212
NAV		
SERIES A	**$ 405 852**	$ 403 941
ADVISOR SERIES	**$ 6 342**	$ 6 193
SERIES D	**$ 22 226**	$ 19 646
SERIES F	**$ 16 433**	$ 13 703
SERIES I	**$ 16 468**	$ 14 023
SERIES O	**$ 17 054**	$ 15 947
NAV PER UNIT		
SERIES A	**$ 10.67**	$ 9.28
ADVISOR SERIES	**$ 10.52**	$ 9.16
SERIES D	**$ 10.79**	$ 9.39
SERIES F	**$ 9.97**	$ 8.67
SERIES I	**$ 11.67**	$ 10.17
SERIES O	**$ 9.56**	$ 8.32

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 19 981**	$ 25 642
Interest for distribution purposes	**31**	78
Securities lending revenue (see note 6 in the generic notes)	**494**	631
Net realized gain (loss) on investments	**50 869**	70 312
Net gain (loss) on foreign currencies and other net assets	**–**	(128)
Change in unrealized gain (loss) on investments	**17 789**	(65 413)
TOTAL INCOME (LOSS)	**89 164**	31 122
EXPENSES (see notes – Fund Specific Information)		
Management fees	**8 243**	8 490
Administration fees	**898**	927
Independent Review Committee costs	**3**	3
GST/HST	**884**	903
Transaction costs	**725**	721
Withholding tax	**2 493**	3 263
TOTAL EXPENSES	**13 246**	14 307
INCREASE (DECREASE) IN NAV	**$ 75 918**	$ 16 815
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 63 617**	$ 14 472
ADVISOR SERIES	**$ 983**	$ 3
SERIES D	**$ 3 374**	$ 360
SERIES F	**$ 2 504**	$ 509
SERIES I	**$ 2 549**	$ 689
SERIES O	**$ 2 891**	$ 782
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.58**	$ 0.31
ADVISOR SERIES	**$ 1.55**	$ 0.31
SERIES D	**$ 1.70**	$ 0.40
SERIES F	**$ 1.60**	$ 0.40
SERIES I	**$ 1.91**	$ 0.48
SERIES O	**$ 1.64**	$ 0.48

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 75 918**	$ 16 815
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(50 869)**	(70 312)
Change in unrealized loss (gain) on investments	**(17 789)**	65 413
(Increase) decrease in accrued receivables	**(13)**	(4)
Increase (decrease) in accrued payables	**(49)**	80
Cost of investments purchased	**(1 891 321)**	(2 832 318)
Proceeds on sales of investments	**1 949 507**	2 830 176
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**65 384**	9 850
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**30 018**	86 679
Cash paid on redemption of redeemable units	**(94 807)**	(96 347)
Distributions paid to holders of redeemable units	**(198)**	(254)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (64 987)**	$ (9 922)
Net increase (decrease) in cash for the period	**397**	(72)
Cash (bank overdraft), beginning of period	**–**	72
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 397**	$ –
Interest received (paid)	**$ 31**	$ 78
Dividends received, net of withholding taxes	**$ 17 475**	$ 22 375

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 403 941**	$ 407 485	**$ 6 193**	$ 5 350	**$ 19 646**	$ 12 508	**$ 13 703**	$ 12 870
INCREASE (DECREASE) IN NAV	**63 617**	14 472	**983**	3	**3 374**	360	**2 504**	509
Early redemption fees	**–**	1	**–**	–	**–**	1	**–**	–
Proceeds from redeemable units issued	**15 893**	54 451	**743**	4 923	**4 398**	14 972	**5 501**	5 373
Reinvestments of distributions to holders of redeemable units	**5 578**	9 702	**83**	149	**484**	566	**343**	412
Redemption of redeemable units	**(77 528)**	(72 362)	**(1 568)**	(4 067)	**(5 171)**	(8 180)	**(5 198)**	(4 933)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(56 057)**	(8 208)	**(742)**	1 005	**(289)**	7 359	**646**	852
Distributions from net income	**(5 649)**	(9 808)	**(92)**	(165)	**(505)**	(581)	**(420)**	(528)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5 649)**	(9 808)	**(92)**	(165)	**(505)**	(581)	**(420)**	(528)
NET INCREASE (DECREASE) IN NAV	**1 911**	(3 544)	**149**	843	**2 580**	7 138	**2 730**	833
NAV AT END OF PERIOD	**$ 405 852**	$ 403 941	**$ 6 342**	$ 6 193	**$ 22 226**	$ 19 646	**$ 16 433**	$ 13 703

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 14 023**	$ 13 510	**$ 15 947**	$ 15 416	**$ 473 453**	$ 467 139
INCREASE (DECREASE) IN NAV	**2 549**	689	**2 891**	782	**75 918**	16 815
Early redemption fees	**–**	–	**–**	–	**–**	2
Proceeds from redeemable units issued	**364**	1 324	**3 039**	5 347	**29 938**	86 390
Reinvestments of distributions to holders of redeemable units	**479**	518	**600**	769	**7 567**	12 116
Redemption of redeemable units	**(468)**	(1 500)	**(4 803)**	(5 597)	**(94 736)**	(96 639)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**375**	342	**(1 164)**	519	**(57 231)**	1 869
Distributions from net income	**(479)**	(518)	**(620)**	(770)	**(7 765)**	(12 370)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(479)**	(518)	**(620)**	(770)	**(7 765)**	(12 370)
NET INCREASE (DECREASE) IN NAV	**2 445**	513	**1 107**	531	**10 922**	6 314
NAV AT END OF PERIOD	**$ 16 468**	$ 14 023	**$ 17 054**	$ 15 947	**$ 484 375**	$ 473 453

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

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:

Investment mix	December 31 2015	December 31 2014
Japan	**37.6**	24.4
United Kingdom	**12.7**	13.1
France	**8.5**	11.0
New Zealand	**7.2**	5.9
Denmark	**4.7**	2.1
Switzerland	**4.0**	0.9
Australia	**3.8**	9.0
Italy	**3.3**	4.4
Germany	**3.2**	6.0
Israel	**2.7**	3.1
Finland	**2.2**	1.6
Hong Kong	**1.7**	–
Norway	**1.5**	5.3
Sweden	**1.4**	3.4
Spain	**0.4**	2.9
Other Countries	**5.0**	6.2
Cash/Other	**0.1**	0.7
Total	**100.0**	100.0

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 2015	December 31 2014
Japanese yen	**37.6**	24.4
Euro	**20.2**	31.5
Pound sterling	**12.7**	12.8
New Zealand dollar	**7.2**	5.9
Danish krone	**4.7**	2.1
Swiss franc	**4.0**	0.9
Australian dollar	**3.8**	9.0
Israeli new shekel	**2.7**	3.1
Swedish krona	**2.4**	3.4
Hong Kong dollar	**1.7**	–
Norwegian krone	**1.5**	5.5
Singapore dollar	**1.3**	–
Other currencies	**–**	0.8
Total	**99.8**	99.4

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
MSCI EAFE 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**483 852**	**–**	**483 852**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 380**	**–**	**1 380**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**485 232**	**–**	**485 232**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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%

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 2015	December 31 2014
Units held		
Series O	**769**	742
Value of all units	**7**	6

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	527 340
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)	**2015**	2014
Series A		
Opening units	**43 521**	44 377
Issued number of units	**1 547**	5 581
Reinvested number of units	**528**	1 041
Redeemed number of units	**(7 553)**	(7 478)
Ending number of units	**38 043**	43 521
Advisor Series		
Opening units	**676**	589
Issued number of units	**74**	504
Reinvested number of units	**8**	16
Redeemed number of units	**(155)**	(433)
Ending number of units	**603**	676
Series D		
Opening units	**2 092**	1 351
Issued number of units	**423**	1 515
Reinvested number of units	**45**	60
Redeemed number of units	**(500)**	(834)
Ending number of units	**2 060**	2 092
Series F		
Opening units	**1 580**	1 498
Issued number of units	**572**	582
Reinvested number of units	**35**	47
Redeemed number of units	**(538)**	(547)
Ending number of units	**1 649**	1 580
Series I		
Opening units	**1 379**	1 344
Issued number of units	**33**	121
Reinvested number of units	**41**	51
Redeemed number of units	**(42)**	(137)
Ending number of units	**1 411**	1 379
Series O		
Opening units	**1 917**	1 868
Issued number of units	**323**	608
Reinvested number of units	**63**	92
Redeemed number of units	**(518)**	(651)
Ending number of units	**1 785**	1 917

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 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**725**	**100**	721	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 2015	December 31 2014
Fair value of securities loaned	**55 406**	83 973
Fair value of collateral received	**56 514**	85 652

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC EUROPEAN DIVIDEND FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EUROPEAN EQUITIES				
Denmark				
54 128	Novozymes A/S	$ 3 187	$ 3 586	
		3 187	3 586	**2.5**
Finland				
60 945	Kone OYJ	3 326	3 567	
68 184	Sampo OYJ	3 973	4 796	
		7 299	8 363	**5.7**
France				
24 099	Gaztransport Et Technigaz S.A.	1 743	1 410	
13 205	Rubis SCA	1 416	1 387	
26 100	Sanofi	3 132	3 078	
19 352	Total S.A.	1 301	1 200	
		7 592	7 075	**4.8**
Germany				
11 407	Bayerische Motoren Werke (BMW) AG	1 559	1 666	
42 451	Drillisch AG	2 430	2 476	
68 910	Freenet AG	2 558	3 222	
55 976	ProSiebenSat.1 Media SE	3 328	3 903	
		9 875	11 267	**7.7**
Italy				
95 537	Banca Generali S.p.A.	3 438	4 158	
		3 438	4 158	**2.8**
Netherlands				
179 401	ING Groep N.V.	3 115	3 342	
261 176	Relx N.V.	4 727	6 087	
104 304	Unilever N.V.	5 107	6 287	
		12 949	15 716	**10.8**
Norway				
52 974	TGS Nopec Geophysical Co. ASA	1 451	1 167	
		1 451	1 167	**0.8**
Portugal				
217 426	CTT-Correios de Portugal S.A.	2 736	2 891	
		2 736	2 891	**2.0**
Spain				
105 270	Cia de Distribucion Integral Logista Holdings S.A.	2 867	3 071	
43 304	Gas Natural SDG S.A.	1 344	1 222	
22 535	Red Electrica de Espana	2 164	2 605	
		6 375	6 898	**4.7**
Sweden				
280 100	Nordbanken Holding AB	4 312	4 269	
120 125	Swedbank AB	3 518	3 669	
		7 830	7 938	**5.4**
Switzerland				
39 549	Novartis AG	4 307	4 707	
17 607	Roche Holdings AG Genusscheine	5 937	6 751	
		10 244	11 458	**7.8**
United Kingdom				
307 506	Aberdeen Asset Management Plc.	$ 2 313	$ 1 813	
48 980	AstraZeneca Plc.	4 027	4 578	
181 485	BAE Systems Plc.	1 656	1 849	
31 526	Berkeley Group Holdings Plc.	1 587	2 371	
64 619	British American Tobacco Plc.	4 380	4 965	
420 227	BT Group Plc.	3 143	4 037	
139 911	Capita Plc.	3 052	3 445	
94 818	easyJet Plc.	3 235	3 365	
161 222	GlaxoSmithKline Plc.	4 319	4 505	
62 964	Imperial Tobacco Group Plc.	3 670	4 602	
824 373	Legal & General Group Plc.	4 230	4 501	
41 416	London Stock Exchange Group Plc.	1 783	2 319	
118 203	Micro Focus International Plc.	2 462	3 841	
153 207	Playtech Plc.	2 085	2 595	
28 097	Reckitt Benckiser Plc.	2 804	3 597	
42 468	Royal Dutch Shell Plc., A Shares	1 748	1 340	
237 614	Segro Plc. Real Estate Investment Trust	1 740	2 081	
99 383	Sky Plc.	1 886	2 254	
200 678	The Sage Group Plc.	1 658	2 467	
644 543	Vodafone Group Plc.	2 587	2 892	
		54 365	63 417	**43.3**
TOTAL EUROPEAN EQUITIES		127 341	143 934	**98.3**
SHORT-TERM INVESTMENTS*		1 871	1 871	**1.3**
TOTAL INVESTMENTS		129 212	145 805	**99.6**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1 070	**0.7**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(642)	**(0.4)**
TOTAL PORTFOLIO		$ 129 212	146 233	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			111	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 146 344	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CHF 562 Sold CAD 758 @ 0.7417	06-Jan-16	$ 17
Bought CHF 120 Sold CAD 157 @ 0.7667	06-Jan-16	9
Bought CHF 450 Sold CAD 607 @ 0.7419	06-Jan-16	15
Bought CHF 1 753 Sold CAD 2 366 @ 0.7409	07-Jan-16	56
Bought CHF 100 Sold CAD 135 @ 0.7394	07-Jan-16	3
Bought EUR 705 Sold CAD 1 035 @ 0.6814	08-Jan-16	26
Bought EUR 210 Sold CAD 310 @ 0.6784	08-Jan-16	6
Bought EUR 400 Sold CAD 578 @ 0.6917	08-Jan-16	23
Bought EUR 200 Sold CAD 286 @ 0.6985	08-Jan-16	14
Bought EUR 129 Sold CAD 185 @ 0.6976	08-Jan-16	9
Bought EUR 300 Sold CAD 429 @ 0.6987	08-Jan-16	22
Bought EUR 280 Sold CAD 397 @ 0.7051	08-Jan-16	24
Bought EUR 200 Sold CAD 284 @ 0.7046	08-Jan-16	17
Bought CAD 64 Sold NOK 400 @ 0.1596	13-Jan-16	1
Bought CHF 1 206 Sold CAD 1 629 @ 0.7402	13-Jan-16	38
Bought DKK 970 Sold CAD 192 @ 5.0572	13-Jan-16	4
Bought DKK 600 Sold CAD 114 @ 5.2522	13-Jan-16	7
Bought DKK 1 785 Sold CAD 356 @ 5.0149	13-Jan-16	4
Bought CHF 1 260 Sold CAD 1 718 @ 0.7333	14-Jan-16	23
Bought EUR 598 Sold CAD 891 @ 0.6708	14-Jan-16	8
Bought CAD 29 Sold NOK 185 @ 0.1548	15-Jan-16	–
Bought NOK 400 Sold CAD 62 @ 6.4736	15-Jan-16	1
Bought GBP 58 Sold CAD 115 @ 0.5035	19-Jan-16	3
Bought GBP 220 Sold CAD 437 @ 0.5030	19-Jan-16	11
Bought DKK 460 Sold CAD 92 @ 4.9995	20-Jan-16	1
Bought NOK 800 Sold CAD 124 @ 6.4570	20-Jan-16	1
Bought CHF 1 335 Sold CAD 1 805 @ 0.7395	22-Jan-16	41
Bought CHF 424 Sold CAD 565 @ 0.7501	22-Jan-16	21
Bought CHF 280 Sold CAD 376 @ 0.7444	22-Jan-16	11
Bought EUR 604 Sold CAD 888 @ 0.6809	25-Jan-16	22
Bought EUR 500 Sold CAD 735 @ 0.6802	25-Jan-16	17
Bought DKK 886 Sold CAD 173 @ 5.1290	26-Jan-16	6
Bought NOK 373 Sold CAD 57 @ 6.5310	26-Jan-16	1
Bought DKK 1 200 Sold CAD 231 @ 5.1882	02-Feb-16	11
Bought DKK 1 000 Sold CAD 193 @ 5.1885	02-Feb-16	9
Bought DKK 700 Sold CAD 137 @ 5.0981	02-Feb-16	4
Bought CAD 415 Sold GBP 200 @ 2.0775	03-Feb-16	8
Bought EUR 1 775 Sold CAD 2 546 @ 0.6972	03-Feb-16	125
Bought EUR 200 Sold CAD 286 @ 0.6983	03-Feb-16	15
Bought EUR 320 Sold CAD 454 @ 0.7042	03-Feb-16	27
Bought GBP 55 Sold CAD 109 @ 0.5000	03-Feb-16	2
Bought GBP 200 Sold CAD 401 @ 0.4984	03-Feb-16	7
Bought GBP 768 Sold CAD 1 553 @ 0.4946	03-Feb-16	14
Bought SEK 1 000 Sold CAD 158 @ 6.3332	03-Feb-16	6
Bought DKK 445 Sold CAD 88 @ 5.0805	05-Feb-16	2
Bought EUR 650 Sold CAD 948 @ 0.6858	05-Feb-16	30
Bought EUR 161 Sold CAD 237 @ 0.6808	05-Feb-16	6
Bought SEK 1 600 Sold CAD 259 @ 6.1786	05-Feb-16	4
Bought CAD 822 Sold GBP 393 @ 2.0906	09-Feb-16	20
Bought DKK 968 Sold CAD 194 @ 5.0026	09-Feb-16	2

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 2 064 Sold CAD 2 724 @ 0.7577	10-Feb-16	$ 132
Bought EUR 388 Sold CAD 555 @ 0.6986	11-Feb-16	29
Bought DKK 429 Sold CAD 83 @ 5.1920	16-Feb-16	4
Bought SEK 940 Sold CAD 144 @ 6.5057	17-Feb-16	10
Bought SEK 1 000 Sold CAD 154 @ 6.4818	17-Feb-16	10
Bought CAD 7 Sold USD 5 @ 1.3597	18-Feb-16	–
Bought GBP 100 Sold CAD 200 @ 0.5012	18-Feb-16	4
Bought CAD 2 488 Sold GBP 1 220 @ 2.0397	22-Feb-16	–
Bought CAD 418 Sold GBP 200 @ 2.0913	22-Feb-16	10
Bought CHF 430 Sold CAD 593 @ 0.7248	23-Feb-16	2
Bought EUR 546 Sold CAD 774 @ 0.7053	04-Mar-16	48
Bought EUR 140 Sold CAD 206 @ 0.6801	04-Mar-16	5
Bought CAD 3 889 Sold GBP 1 883 @ 2.0652	09-Mar-16	48
Bought CAD 337 Sold EUR 220 @ 1.5306	14-Mar-16	5
Bought EUR 246 Sold CAD 365 @ 0.6736	14-Mar-16	5
Bought CAD 155 Sold USD 112 @ 1.3817	17-Mar-16	–
Bought CAD 452 Sold USD 324 @ 1.3961	22-Mar-16	4
		$ 1 070

Contracts	Maturity Date	Unrealized Loss
Bought CHF 194 Sold CAD 273 @ 0.7124	04-Jan-16	$ (4)
Bought CAD 171 Sold SEK 1 066 @ 0.1600	07-Jan-16	(4)
Bought CAD 119 Sold GBP 60 @ 1.9850	08-Jan-16	(3)
Bought CAD 285 Sold EUR 200 @ 1.4270	08-Jan-16	(15)
Bought CAD 801 Sold DKK 4 183 @ 0.1915	13-Jan-16	(44)
Bought CAD 410 Sold CHF 299 @ 1.3721	13-Jan-16	(3)
Bought NOK 1 150 Sold CAD 184 @ 6.2454	13-Jan-16	(4)
Bought CAD 370 Sold USD 284 @ 1.3011	14-Jan-16	(23)
Bought CAD 417 Sold SEK 2 630 @ 0.1584	14-Jan-16	(15)
Bought CAD 209 Sold CHF 153 @ 1.3686	14-Jan-16	(2)
Bought CAD 612 Sold EUR 420 @ 1.4564	14-Jan-16	(20)
Bought CAD 418 Sold EUR 280 @ 1.4925	14-Jan-16	(3)
Bought CAD 1 196 Sold GBP 602 @ 1.9863	19-Jan-16	(32)
Bought NOK 485 Sold CAD 77 @ 6.2611	20-Jan-16	(2)
Bought CAD 263 Sold CHF 200 @ 1.3140	22-Jan-16	(14)
Bought CAD 208 Sold EUR 145 @ 1.4322	25-Jan-16	(10)
Bought CAD 206 Sold EUR 144 @ 1.4275	25-Jan-16	(11)
Bought CAD 169 Sold SEK 1 089 @ 0.1554	26-Jan-16	(9)
Bought CAD 2 291 Sold GBP 1 147 @ 1.9971	29-Jan-16	(49)
Bought CAD 747 Sold GBP 370 @ 2.0193	29-Jan-16	(8)
Bought CAD 153 Sold DKK 803 @ 0.1907	02-Feb-16	(9)
Bought EUR 210 Sold CAD 318 @ 0.6608	02-Feb-16	(2)
Bought CAD 309 Sold SEK 2 010 @ 0.1535	03-Feb-16	(21)
Bought CAD 430 Sold GBP 215 @ 2.0006	03-Feb-16	(8)
Bought CAD 1 901 Sold EUR 1 300 @ 1.4626	03-Feb-16	(55)
Bought CAD 1 918 Sold EUR 1 293 @ 1.4832	05-Feb-16	(28)
Bought EUR 278 Sold CAD 420 @ 0.6612	05-Feb-16	(2)
Bought EUR 204 Sold CAD 308 @ 0.6618	05-Feb-16	(1)
Bought CAD 490 Sold NOK 3 200 @ 0.1532	08-Feb-16	(10)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 427 Sold USD 320 @ 1.3346	08-Feb-16	$ (16)
Bought GBP 65 Sold CAD 134 @ 0.4841	09-Feb-16	(2)
Bought CAD 334 Sold USD 250 @ 1.3365	10-Feb-16	(12)
Bought CAD 1 243 Sold GBP 620 @ 2.0042	12-Feb-16	(22)
Bought CAD 222 Sold CHF 169 @ 1.3150	17-Feb-16	(12)
Bought CAD 23 Sold DKK 118 @ 0.1910	17-Feb-16	(1)
Bought CAD 3 776 Sold GBP 1 857 @ 2.0335	18-Feb-16	(12)
Bought CAD 1 353 Sold GBP 667 @ 2.0285	22-Feb-16	(8)
Bought CAD 275 Sold DKK 1 442 @ 0.1907	23-Feb-16	(16)
Bought CAD 573 Sold SEK 3 731 @ 0.1535	25-Feb-16	(40)
Bought CAD 80 Sold USD 60 @ 1.3346	25-Feb-16	(3)
Bought CAD 1 516 Sold GBP 745 @ 2.0351	26-Feb-16	(3)
Bought GBP 420 Sold CAD 868 @ 0.4838	26-Feb-16	(12)
Bought CAD 674 Sold GBP 338 @ 1.9952	02-Mar-16	(15)
Bought CAD 339 Sold SEK 2 150 @ 0.1576	02-Mar-16	(14)
Bought CAD 611 Sold GBP 300 @ 2.0371	02-Mar-16	(1)
Bought CAD 48 Sold SEK 300 @ 0.1604	02-Mar-16	(1)
Bought CAD 334 Sold USD 250 @ 1.3365	08-Mar-16	(12)
Bought CAD 23 Sold USD 17 @ 1.3389	08-Mar-16	(1)
Bought EUR 938 Sold CAD 1 421 @ 0.6602	09-Mar-16	(8)
Bought CAD 347 Sold USD 260 @ 1.3365	10-Mar-16	(12)
Bought EUR 1 055 Sold CAD 1 596 @ 0.6609	16-Mar-16	(7)
Bought CAD 97 Sold SEK 600 @ 0.1622	17-Mar-16	(1)
		$ (642)
TOTAL FOREIGN EXCHANGE		$ 428

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 0.50% to 0.84% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 145 805**	$ 53 583
Cash	**136**	–
Subscriptions receivable	**125**	17
Unrealized gain on foreign exchange contracts	**1 070**	64
Dividends receivable, interest accrued and other assets	**251**	110
TOTAL ASSETS	**147 387**	53 774
LIABILITIES		
Due to investment dealers	**269**	382
Redemptions payable	**61**	25
Unrealized loss on foreign exchange contracts	**642**	181
Accounts payable and accrued expenses	**71**	12
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 043**	600
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 146 344**	$ 53 174
Investments at cost	**$ 129 212**	$ 51 929
NAV		
SERIES A	**$ 30 184**	$ 3 667
ADVISOR SERIES	**$ 1 705**	$ 75
SERIES H	**$ 50**	$ 1
SERIES D	**$ 4 313**	$ 535
SERIES F	**$ 4 623**	$ 726
SERIES I	**$ 2 640**	$ 197
SERIES O	**$ 102 829**	$ 47 973
NAV PER UNIT		
SERIES A	**$ 12.46**	$ 10.16
ADVISOR SERIES	**$ 12.47**	$ 10.16
SERIES H	**$ 12.47**	$ 10.15
SERIES D	**$ 12.47**	$ 10.17
SERIES F	**$ 12.50**	$ 10.19
SERIES I	**$ 12.52**	$ 10.20
SERIES O	**$ 12.80**	$ 10.44

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 3 520**	$ 563
Interest for distribution purposes	**18**	6
Securities lending revenue (see note 6 in the generic notes)	**61**	3
Net realized gain (loss) on investments	**1 641**	(12)
Net gain (loss) on foreign currencies and other net assets	**(500)**	(80)
Change in unrealized gain (loss) on investments	**15 484**	795
TOTAL INCOME (LOSS)	**20 224**	1 275
EXPENSES (see notes – Fund Specific Information)		
Management fees	**398**	18
Administration fees	**76**	10
Independent Review Committee costs	**3**	1
GST/HST	**44**	3
Transaction costs	**354**	171
Withholding tax	**442**	39
Expenses reimbursed by manager	**–**	(1)
TOTAL EXPENSES	**1 317**	241
INCREASE (DECREASE) IN NAV	**$ 18 907**	$ 1 034
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 2 149**	$ (8)
ADVISOR SERIES	**$ 101**	$ –
SERIES H	**$ 2**	$ –
SERIES D	**$ 337**	$ 2
SERIES F	**$ 353**	$ (13)
SERIES I	**$ 171**	$ (4)
SERIES O	**$ 15 794**	$ 1 057
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.79**	$ –
ADVISOR SERIES	**$ 1.74**	$ –
SERIES H	**$ 1.66**	$ 0.04
SERIES D	**$ 1.91**	$ 0.03
SERIES F	**$ 1.92**	$ 0.03
SERIES I	**$ 1.93**	$ 0.04
SERIES O	**$ 2.27**	$ 0.58

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 18 907**	$ 1 034
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(1 641)**	12
Change in unrealized loss (gain) on investments	**(15 484)**	(795)
(Increase) decrease in accrued receivables	**(141)**	(105)
Increase (decrease) in accrued payables	**59**	394
Cost of investments purchased	**(400 064)**	(222 594)
Proceeds on sales of investments	**324 309**	172 789
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(74 055)**	(49 265)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**89 238**	51 026
Cash paid on redemption of redeemable units	**(15 029)**	(1 785)
Distributions paid to holders of redeemable units	**(18)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 74 191**	$ 49 241
Net increase (decrease) in cash for the period	**136**	(24)
Cash (bank overdraft), beginning of period	**–**	24
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 136**	$ –
Interest received (paid)	**$ 18**	$ 6
Dividends received, net of withholding taxes	**$ 2 937**	$ 419

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

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

Statement 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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 667**	$ –	**$ 75**	$ –	**$ 1**	$ –	**$ 535**	$ –
INCREASE (DECREASE) IN NAV	**2 149**	(8)	**101**	–	**2**	–	**337**	2
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**28 550**	3 865	**1 765**	75	**47**	1	**5 491**	653
Reinvestments of distributions to holders of redeemable units	**35**	–	**1**	–	**–**	–	**42**	1
Redemption of redeemable units	**(4 182)**	(190)	**(236)**	–	**–**	–	**(2 049)**	(120)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**24 403**	3 675	**1 530**	75	**47**	1	**3 484**	534
Distributions from net income	**(35)**	–	**(1)**	–	**–**	–	**(43)**	(1)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(35)**	–	**(1)**	–	**–**	–	**(43)**	(1)
NET INCREASE (DECREASE) IN NAV	**26 517**	3 667	**1 630**	75	**49**	1	**3 778**	535
NAV AT END OF PERIOD	**$ 30 184**	$ 3 667	**$ 1 705**	$ 75	**$ 50**	$ 1	**$ 4 313**	$ 535

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 726**	$ –	**$ 197**	$ –	**$ 47 973**	$ 2 907	**$ 53 174**	$ 2 907
INCREASE (DECREASE) IN NAV	**353**	(13)	**171**	(4)	**15 794**	1 057	**18 907**	1 034
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**4 045**	739	**2 284**	201	**47 164**	45 509	**89 346**	51 043
Reinvestments of distributions to holders of redeemable units	**52**	1	**25**	–	**2 312**	410	**2 467**	412
Redemption of redeemable units	**(496)**	–	**–**	–	**(8 102)**	(1 500)	**(15 065)**	(1 810)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 601**	740	**2 309**	201	**41 374**	44 419	**76 748**	49 645
Distributions from net income	**(57)**	(1)	**(37)**	–	**(2 312)**	(410)	**(2 485)**	(412)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(57)**	(1)	**(37)**	–	**(2 312)**	(410)	**(2 485)**	(412)
NET INCREASE (DECREASE) IN NAV	**3 897**	726	**2 443**	197	**54 856**	45 066	**93 170**	50 267
NAV AT END OF PERIOD	**$ 4 623**	$ 726	**$ 2 640**	$ 197	**$ 102 829**	$ 47 973	**$ 146 344**	$ 53 174

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

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.

Although Series O units of the Fund were started 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 were started in August 2014.

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 2015	December 31 2014
United Kingdom	**43.3**	46.1
Netherlands	**10.8**	11.1
Switzerland	**7.8**	7.3
Germany	**7.7**	4.7
Finland	**5.7**	6.2
Sweden	**5.4**	5.3
France	**4.8**	6.3
Spain	**4.7**	5.5
Italy	**2.8**	1.2
Denmark	**2.5**	1.8
Portugal	**2.0**	1.8
Norway	**0.8**	0.3
Other European Countries	**–**	1.1
Cash/Other	**1.7**	1.3
Total	**100.0**	100.0

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 2015	December 31 2014
Euro	**47.0**	46.0
Pound sterling	**30.1**	31.9
Swiss franc	**14.6**	14.0
Swedish krona	**4.4**	4.6
Danish krone	**2.9**	2.3
Norwegian krone	**–**	1.0
Other currencies	**0.9**	0.1
Total	**99.9**	99.9

As at December 31, 2015, 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, 2014 – 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 (December 31, 2014 – 26-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI Europe 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**143 934**	**–**	**143 934**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 871**	**–**	**1 871**
Derivatives – assets	**–**	**1 070**	**–**	**1 070**
Derivatives – liabilities	**–**	**(642)**	**–**	**(642)**
Total financial instruments	**–**	**146 233**	**–**	**146 233**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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%

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 2015	December 31 2014
Units held		
Series A	–	100
Advisor Series	–	100
Series H	**101**	100
Series D	–	100
Series F	–	100
Series I	**102**	100
Series O	–	292 603
Value of all units	**3**	3 061

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	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)	**2015**	2014
Series A		
Opening units	**361**	–
Issued number of units	**2 410**	380
Reinvested number of units	**3**	–
Redeemed number of units	**(352)**	(19)
Ending number of units	**2 422**	361
Advisor Series		
Opening units	**7**	–
Issued number of units	**150**	7
Reinvested number of units	**–**	–
Redeemed number of units	**(20)**	–
Ending number of units	**137**	7
Series H		
Opening units	**–**	–
Issued number of units	**4**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**4**	–
Series D		
Opening units	**53**	–
Issued number of units	**461**	65
Reinvested number of units	**3**	–
Redeemed number of units	**(171)**	(12)
Ending number of units	**346**	53
Series F		
Opening units	**71**	–
Issued number of units	**336**	71
Reinvested number of units	**4**	–
Redeemed number of units	**(41)**	–
Ending number of units	**370**	71
Series I		
Opening units	**19**	–
Issued number of units	**190**	19
Reinvested number of units	**2**	–
Redeemed number of units	**–**	–
Ending number of units	**211**	19

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)	2015	2014
Series O		
Opening units	**4 596**	290
Issued number of units	**3 917**	4 407
Reinvested number of units	**182**	39
Redeemed number of units	**(663)**	(140)
Ending number of units	**8 032**	4 596

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**354**	**100**	171	100
Related-party brokerage commissions*	**22**	**6**	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 2015	December 31 2014
Fair value of securities loaned	**13 147**	2 008
Fair value of collateral received	**13 410**	2 048

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 2015	December 31 2014
RBC Balanced Growth & Income Class	**5.4**	–
RBC Balanced Growth & Income Fund	**62.6**	84.1
RBC Conservative Growth & Income Fund	**2.3**	–
Total	**70.3**	84.1

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC EUROPEAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EUROPEAN EQUITIES				
Belgium				
1 133 017	InBev N.V.	$ 142 742	$ 195 103	
		142 742	195 103	**3.3**
Denmark				
1 266 733	Christian Hansen Holding A/S	44 116	109 637	
2 977 164	Novo Nordisk A/S	152 458	238 661	
2 445 849	Novozymes A/S	135 450	162 038	
		332 024	510 336	**8.7**
Finland				
1 917 095	Kone OYJ	101 274	112 188	
2 119 138	Sampo OYJ	113 562	149 065	
		214 836	261 253	**4.4**
France				
456 865	Christian Dior SE	92 343	107 381	
552 463	Cie Generale D'Optique Essilor International S.A.	86 484	95 277	
189 737	Safran S.A.	12 394	18 037	
1 414 102	Zodiac S.A.	40 398	46 589	
		231 619	267 284	**4.5**
Germany				
719 070	Bayer AG	109 427	124 665	
336 741	Continental AG	86 643	112 881	
1 360 582	GEA Group AG	60 979	76 167	
1 009 948	Henkel KGaA, Preferred Non-Voting	129 363	156 187	
972 357	SAP SE	76 988	107 122	
1 158 748	Symrise AG	83 275	106 555	
		546 675	683 577	**11.6**
Ireland				
862 115	DCC Plc.	85 109	99 658	
1 115 403	Kerry Group Plc.	93 367	127 699	
1 125 105	Paddy Power Plc.	83 177	208 275	
1 103 631	Ryanair Holdings Plc. ADR	68 103	132 033	
		329 756	567 665	**9.6**
Italy				
5 101 103	Anima Holding S.p.A.	61 255	60 964	
1 062 965	Luxottica Group S.p.A.	82 065	95 846	
		143 320	156 810	**2.7**
Netherlands				
6 570 203	ING Groep N.V.	107 205	122 377	
19 199 153	Koninklijke KPN N.V.	75 536	100 482	
10 056 410	Relx N.V.	162 657	234 362	
		345 398	457 221	**7.8**
Norway				
2 021 395	DnB ASA	30 640	34 463	
		30 640	34 463	**0.6**
Spain				
519 997	Grifols S.A.	$ 29 322	$ 33 258	
557 925	Red Electrica de Espana	52 641	64 485	
		81 963	97 743	**1.7**
Sweden				
3 964 888	Swedbank AB	113 497	121 084	
		113 497	121 084	**2.1**
Switzerland				
1 134 286	Novartis AG	96 641	135 008	
696 155	Roche Holdings AG Genusscheine	231 262	266 930	
225 924	Straumann Holding AG	49 480	94 880	
		377 383	496 818	**8.4**
United Kingdom				
9 279 923	Aberdeen Asset Management Plc.	72 569	54 717	
3 967 825	ARM Holdings Plc.	79 760	83 683	
574 967	Aveva Group Plc.	20 641	18 910	
780 194	Berkeley Group Holdings Plc.	32 218	58 688	
1 429 960	British American Tobacco Plc.	91 670	109 882	
17 994 520	BT Group Plc.	134 548	172 888	
4 078 762	Capita Plc.	90 460	100 417	
8 156 118	Daily Mail & General Trust Plc.	114 122	116 152	
3 980 888	Diageo Plc.	136 263	150 421	
4 841 218	Hargreaves Lansdown Plc.	93 906	148 717	
1 003 342	Liberty Global Plc.	59 158	58 809	
2 626 657	London Stock Exchange Group Plc.	103 462	147 045	
8 889 036	Moneysupermarket.com Group Plc.	30 929	66 537	
3 041 380	Petrofac Limited	59 930	49 363	
4 475 290	Playtech Plc.	57 279	75 814	
2 486 012	Royal Dutch Shell Plc., A Shares	108 127	78 454	
3 114 549	Schroders Plc.	169 798	188 756	
613 280	Shire Plc.	48 202	58 220	
4 453 593	Unilever Plc.	222 732	264 320	
		1 725 774	2 001 793	**34.0**
TOTAL EUROPEAN EQUITIES		4 615 627	5 851 150	**99.4**
SHORT-TERM INVESTMENTS*		60 066	60 066	**1.0**
TOTAL INVESTMENTS		4 675 693	5 911 216	**100.4**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	19 036	**0.3**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(34 066)	**(0.6)**
TOTAL PORTFOLIO		$4 675 693	5 896 186	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(3 780)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$5 892 406	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CHF 27 939 Sold CAD 37 671 @ 0.7417	06-Jan-16	$ 928
Bought CHF 9 700 Sold CAD 13 075 @ 0.7419	06-Jan-16	326
Bought CHF 22 068 Sold CAD 29 786 @ 0.7409	07-Jan-16	704
Bought SEK 21 367 Sold CAD 3 392 @ 6.3001	07-Jan-16	111
Bought SEK 54 118 Sold CAD 8 242 @ 6.5663	07-Jan-16	630
Bought EUR 3 118 Sold CAD 4 576 @ 0.6814	08-Jan-16	113
Bought EUR 22 570 Sold CAD 33 271 @ 0.6784	08-Jan-16	671
Bought EUR 7 000 Sold CAD 10 120 @ 0.6917	08-Jan-16	407
Bought CAD 7 727 Sold NOK 48 261 @ 0.1601	13-Jan-16	184
Bought CHF 4 595 Sold CAD 6 207 @ 0.7402	13-Jan-16	143
Bought DKK 30 000 Sold CAD 5 915 @ 5.0717	13-Jan-16	131
Bought NOK 36 199 Sold CAD 5 586 @ 6.4803	13-Jan-16	72
Bought CHF 8 000 Sold CAD 10 781 @ 0.7421	14-Jan-16	276
Bought CHF 16 900 Sold CAD 23 045 @ 0.7333	14-Jan-16	312
Bought SEK 63 967 Sold CAD 10 132 @ 6.3131	14-Jan-16	356
Bought NOK 83 938 Sold CAD 12 926 @ 6.4936	15-Jan-16	193
Bought CAD 3 231 Sold NOK 20 231 @ 0.1597	20-Jan-16	69
Bought CAD 12 177 Sold DKK 60 000 @ 0.2029	20-Jan-16	81
Bought CAD 5 617 Sold CHF 4 000 @ 1.4043	22-Jan-16	87
Bought CHF 1 000 Sold CAD 1 353 @ 0.7392	22-Jan-16	30
Bought CHF 38 000 Sold CAD 50 662 @ 0.7501	22-Jan-16	1 879
Bought CHF 4 000 Sold CAD 5 324 @ 0.7513	22-Jan-16	206
Bought EUR 18 059 Sold CAD 26 550 @ 0.6802	25-Jan-16	621
Bought CAD 12 550 Sold USD 9 046 @ 1.3874	26-Jan-16	34
Bought GBP 1 707 Sold CAD 3 447 @ 0.4952	29-Jan-16	35
Bought EUR 27 000 Sold CAD 39 493 @ 0.6837	02-Feb-16	1 138
Bought CAD 6 232 Sold GBP 3 000 @ 2.0775	03-Feb-16	113
Bought GBP 5 420 Sold CAD 10 874 @ 0.4984	03-Feb-16	182
Bought GBP 18 000 Sold CAD 36 393 @ 0.4946	03-Feb-16	325
Bought SEK 60 587 Sold CAD 9 299 @ 6.5152	03-Feb-16	641
Bought SEK 78 000 Sold CAD 12 316 @ 6.3332	03-Feb-16	481
Bought USD 214 Sold CAD 285 @ 0.7515	03-Feb-16	11
Bought USD 6 000 Sold CAD 8 003 @ 0.7498	03-Feb-16	299
Bought NOK 44 304 Sold CAD 6 803 @ 6.5121	08-Feb-16	119
Bought CAD 7 629 Sold GBP 3 649 @ 2.0906	09-Feb-16	185
Bought CAD 2 914 Sold GBP 1 400 @ 2.0811	09-Feb-16	58
Bought CAD 30 677 Sold DKK 150 000 @ 0.2045	09-Feb-16	420
Bought CAD 8 263 Sold GBP 4 000 @ 2.0657	09-Feb-16	103
Bought SEK 32 900 Sold CAD 5 327 @ 6.1766	10-Feb-16	72
Bought CHF 34 420 Sold CAD 45 262 @ 0.7605	17-Feb-16	2 383
Bought SEK 109 682 Sold CAD 16 859 @ 6.5057	17-Feb-16	1 142
Bought CAD 8 678 Sold GBP 4 200 @ 2.0663	18-Feb-16	111
Bought GBP 4 000 Sold CAD 8 055 @ 0.4966	18-Feb-16	104
Bought CAD 35 293 Sold GBP 17 000 @ 2.0761	22-Feb-16	617
Bought CHF 34 507 Sold CAD 47 612 @ 0.7248	23-Feb-16	163
Bought CAD 7 876 Sold GBP 3 810 @ 2.0672	26-Feb-16	104
Bought CAD 17 292 Sold GBP 8 350 @ 2.0708	26-Feb-16	260
Bought CAD 4 112 Sold GBP 2 000 @ 2.0562	26-Feb-16	33

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought SEK 55 681 Sold CAD 8 778 @ 6.3436	02-Mar-16	$ 364
Bought CAD 12 790 Sold USD 9 161 @ 1.3961	08-Mar-16	116
Bought CAD 2 344 Sold GBP 1 135 @ 2.0652	09-Mar-16	29
Bought SEK 100 000 Sold CAD 16 200 @ 6.1728	09-Mar-16	221
Bought CAD 8 060 Sold EUR 5 316 @ 1.5162	15-Mar-16	53
Bought CAD 26 150 Sold EUR 17 282 @ 1.5131	16-Mar-16	117
Bought SEK 53 599 Sold CAD 8 696 @ 6.1635	17-Mar-16	107
Bought CAD 26 588 Sold DKK 129 835 @ 0.2048	23-Mar-16	366
		$ 19 036

Contracts	Maturity Date	Unrealized Loss
Bought CHF 7 604 Sold CAD 10 673 @ 0.7124	04-Jan-16	$ (169)
Bought CAD 29 580 Sold DKK 149 945 @ 0.1973	07-Jan-16	(634)
Bought CAD 15 285 Sold GBP 7 700 @ 1.9850	08-Jan-16	(422)
Bought CAD 1 432 Sold EUR 1 000 @ 1.4316	08-Jan-16	(72)
Bought CAD 5 497 Sold EUR 3 835 @ 1.4334	08-Jan-16	(270)
Bought CAD 14 192 Sold EUR 10 000 @ 1.4192	08-Jan-16	(847)
Bought CAD 29 161 Sold GBP 14 600 @ 1.9973	13-Jan-16	(621)
Bought CAD 13 936 Sold DKK 70 478 @ 0.1977	13-Jan-16	(269)
Bought CAD 6 997 Sold DKK 35 000 @ 0.1999	13-Jan-16	(57)
Bought CAD 28 518 Sold GBP 14 115 @ 2.0204	13-Jan-16	(274)
Bought CAD 7 691 Sold DKK 40 165 @ 0.1915	13-Jan-16	(404)
Bought DKK 60 000 Sold CAD 12 190 @ 4.9222	13-Jan-16	(97)
Bought CAD 11 710 Sold USD 9 000 @ 1.3011	14-Jan-16	(743)
Bought CAD 6 408 Sold EUR 4 400 @ 1.4564	14-Jan-16	(210)
Bought CAD 30 795 Sold EUR 20 633 @ 1.4925	14-Jan-16	(239)
Bought EUR 1 600 Sold CAD 2 416 @ 0.6621	14-Jan-16	(10)
Bought USD 1 092 Sold CAD 1 525 @ 0.7162	14-Jan-16	(14)
Bought NOK 22 520 Sold CAD 3 583 @ 6.2852	15-Jan-16	(63)
Bought CAD 66 071 Sold GBP 33 264 @ 1.9863	19-Jan-16	(1 784)
Bought CAD 9 400 Sold DKK 46 989 @ 0.2001	20-Jan-16	(72)
Bought NOK 60 000 Sold CAD 9 470 @ 6.3358	20-Jan-16	(93)
Bought CAD 23 309 Sold CHF 17 739 @ 1.3140	22-Jan-16	(1 217)
Bought CAD 18 060 Sold CHF 13 090 @ 1.3797	22-Jan-16	(39)
Bought CAD 34 253 Sold EUR 23 324 @ 1.4686	25-Jan-16	(839)
Bought CAD 7 137 Sold EUR 5 000 @ 1.4275	25-Jan-16	(385)
Bought EUR 6 000 Sold CAD 9 096 @ 0.6597	25-Jan-16	(68)
Bought CAD 11 673 Sold EUR 8 019 @ 1.4557	26-Jan-16	(392)
Bought CAD 23 751 Sold DKK 121 817 @ 0.1950	26-Jan-16	(811)
Bought CAD 5 758 Sold NOK 37 603 @ 0.1531	26-Jan-16	(119)
Bought CAD 30 112 Sold GBP 15 078 @ 1.9971	29-Jan-16	(645)
Bought CAD 52 393 Sold EUR 36 170 @ 1.4485	02-Feb-16	(2 038)
Bought CAD 11 379 Sold DKK 59 000 @ 0.1929	02-Feb-16	(520)
Bought CAD 11 399 Sold DKK 59 142 @ 0.1927	02-Feb-16	(529)
Bought CAD 1 470 Sold DKK 7 710 @ 0.1907	02-Feb-16	(85)
Bought CAD 7 846 Sold DKK 40 000 @ 0.1962	02-Feb-16	(221)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 21 457 Sold USD 16 263 @ 1.3194	03-Feb-16	$ (1 045)
Bought CAD 48 784 Sold GBP 24 392 @ 2.0000	03-Feb-16	(973)
Bought CAD 6 933 Sold USD 5 048 @ 1.3735	04-Feb-16	(51)
Bought CAD 4 202 Sold EUR 2 882 @ 1.4581	05-Feb-16	(135)
Bought CAD 29 515 Sold DKK 149 951 @ 0.1968	05-Feb-16	(729)
Bought CAD 14 661 Sold EUR 9 981 @ 1.4689	05-Feb-16	(360)
Bought CAD 1 465 Sold NOK 9 560 @ 0.1532	08-Feb-16	(29)
Bought CAD 2 481 Sold USD 1 860 @ 1.3336	09-Feb-16	(93)
Bought CAD 5 314 Sold DKK 26 584 @ 0.1999	09-Feb-16	(48)
Bought CAD 52 851 Sold EUR 36 921 @ 1.4315	11-Feb-16	(2 722)
Bought CAD 7 014 Sold DKK 35 603 @ 0.1970	11-Feb-16	(168)
Bought CAD 22 371 Sold GBP 11 162 @ 2.0042	12-Feb-16	(397)
Bought CAD 31 117 Sold DKK 161 560 @ 0.1926	16-Feb-16	(1 478)
Bought CAD 12 977 Sold NOK 84 000 @ 0.1545	17-Feb-16	(146)
Bought CAD 9 798 Sold DKK 51 305 @ 0.1910	17-Feb-16	(553)
Bought CAD 73 144 Sold GBP 35 969 @ 2.0335	18-Feb-16	(226)
Bought CAD 25 875 Sold DKK 135 729 @ 0.1906	19-Feb-16	(1 511)
Bought CAD 54 595 Sold GBP 26 914 @ 2.0285	22-Feb-16	(303)
Bought CAD 4 455 Sold USD 3 349 @ 1.3303	22-Feb-16	(178)
Bought CAD 10 262 Sold USD 7 718 @ 1.3296	23-Feb-16	(416)
Bought CAD 32 424 Sold DKK 170 000 @ 0.1907	23-Feb-16	(1 881)
Bought CAD 7 755 Sold USD 5 811 @ 1.3346	25-Feb-16	(284)
Bought CAD 10 819 Sold DKK 55 000 @ 0.1967	25-Feb-16	(280)
Bought CAD 50 986 Sold GBP 25 053 @ 2.0351	26-Feb-16	(116)
Bought CAD 26 016 Sold USD 19 557 @ 1.3303	01-Mar-16	(1 041)
Bought CAD 15 263 Sold EUR 10 765 @ 1.4178	04-Mar-16	(948)
Bought CAD 234 Sold USD 175 @ 1.3373	04-Mar-16	(8)
Bought CAD 18 452 Sold EUR 12 549 @ 1.4704	04-Mar-16	(445)
Bought CAD 18 592 Sold USD 13 921 @ 1.3356	07-Mar-16	(667)
Bought CAD 17 633 Sold USD 13 194 @ 1.3365	08-Mar-16	(620)
Bought CAD 10 692 Sold USD 8 000 @ 1.3365	10-Mar-16	(375)
Bought CAD 15 681 Sold EUR 10 575 @ 1.4829	10-Mar-16	(246)
Bought CAD 358 Sold USD 265 @ 1.3523	11-Mar-16	(8)
Bought CAD 27 269 Sold DKK 136 499 @ 0.1998	15-Mar-16	(292)
Bought CAD 17 062 Sold USD 12 349 @ 1.3817	17-Mar-16	(22)
		$ (34 066)
TOTAL FOREIGN EXCHANGE		$ (15 030)

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 0.41% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 5 911 216**	$ 3 951 296
Cash	**–**	4 632
Subscriptions receivable	**2 127**	1 082
Unrealized gain on foreign exchange contracts	**19 036**	12 685
Dividends receivable, interest accrued and other assets	**5 785**	5 431
TOTAL ASSETS	**5 938 164**	3 975 126
LIABILITIES		
Due to investment dealers	**10 504**	16 091
Redemptions payable	**390**	309
Unrealized loss on foreign exchange contracts	**34 066**	9 496
Accounts payable and accrued expenses	**798**	649
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**45 758**	26 545
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 5 892 406**	$ 3 948 581
Investments at cost	**$ 4 675 693**	$ 3 713 011
NAV		
SERIES A	**$ 322 635**	$ 258 306
ADVISOR SERIES	**$ 11 011**	$ 5 469
SERIES D	**$ 31 091**	$ 15 966
SERIES F	**$ 38 181**	$ 8 937
SERIES O	**$ 5 489 488**	$ 3 659 903
NAV PER UNIT		
SERIES A	**$ 23.87**	$ 19.22
ADVISOR SERIES	**$ 24.21**	$ 19.47
SERIES D	**$ 24.16**	$ 19.41
SERIES F	**$ 25.69**	$ 20.64
SERIES O	**$ 24.38**	$ 19.59

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 128 495**	$ 88 085
Interest for distribution purposes	**542**	697
Securities lending revenue (see note 6 in the generic notes)	**2 573**	2 040
Net realized gain (loss) on investments	**76 688**	361 873
Net gain (loss) on foreign currencies and other net assets	**(25 949)**	3 881
Change in unrealized gain (loss) on investments	**979 019**	(331 508)
TOTAL INCOME (LOSS)	**1 161 368**	125 068
EXPENSES (see notes – Fund Specific Information)		
Management fees	**6 033**	5 353
Administration fees	**1 610**	1 237
Independent Review Committee costs	**3**	3
GST/HST	**775**	682
Transaction costs	**9 272**	15 185
Withholding tax	**17 000**	12 075
TOTAL EXPENSES	**34 693**	34 535
INCREASE (DECREASE) IN NAV	**$ 1 126 675**	$ 90 533
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 61 812**	$ 46
ADVISOR SERIES	**$ 1 451**	$ (67)
SERIES D	**$ 4 653**	$ 98
SERIES F	**$ 3 363**	$ (20)
SERIES O	**$ 1 055 396**	$ 90 476
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 4.54**	$ 0.12
ADVISOR SERIES	**$ 4.58**	$ 0.11
SERIES D	**$ 4.80**	$ 0.33
SERIES F	**$ 5.09**	$ 0.40
SERIES O	**$ 5.17**	$ 0.59

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 1 126 675**	$ 90 533
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(76 688)**	(361 873)
Change in unrealized loss (gain) on investments	**(979 019)**	331 508
(Increase) decrease in accrued receivables	**(354)**	(774)
Increase (decrease) in accrued payables	**149**	16 188
Cost of investments purchased	**(3 909 778)**	(5 728 582)
Proceeds on sales of investments	**3 018 197**	4 819 082
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(820 818)**	(833 918)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 191 423**	1 473 302
Cash paid on redemption of redeemable units	**(374 456)**	(603 164)
Distributions paid to holders of redeemable units	**(781)**	(31 735)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 816 186**	$ 838 403
Net increase (decrease) in cash for the period	**(4 632)**	4 485
Cash (bank overdraft), beginning of period	**4 632**	147
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ 4 632
Interest received (paid)	**$ 520**	$ 720
Dividends received, net of withholding taxes	**$ 111 163**	$ 75 156

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 258 306**	$ 262 203	**$ 5 469**	$ 2 946	**$ 15 966**	$ 15 483	**$ 8 937**	$ 1 651
INCREASE (DECREASE) IN NAV	**61 812**	46	**1 451**	(67)	**4 653**	98	**3 363**	(20)
Early redemption fees	**1**	–	**–**	–	**–**	1	**–**	–
Proceeds from redeemable units issued	**51 851**	44 412	**6 345**	4 379	**19 986**	9 363	**32 402**	11 384
Reinvestments of distributions to holders of redeemable units	**–**	22 781	**–**	286	**223**	1 510	**242**	244
Redemption of redeemable units	**(49 335)**	(47 925)	**(2 254)**	(1 571)	**(9 511)**	(8 953)	**(6 362)**	(3 410)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 517**	19 268	**4 091**	3 094	**10 698**	1 921	**26 282**	8 218
Distributions from net income	**–**	(719)	**–**	(15)	**(226)**	(157)	**(401)**	(95)
Distributions from net gains	**–**	(22 492)	**–**	(489)	**–**	(1 379)	**–**	(817)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	(23 211)	**–**	(504)	**(226)**	(1 536)	**(401)**	(912)
NET INCREASE (DECREASE) IN NAV	**64 329**	(3 897)	**5 542**	2 523	**15 125**	483	**29 244**	7 286
NAV AT END OF PERIOD	**$ 322 635**	$ 258 306	**$ 11 011**	$ 5 469	**$ 31 091**	$ 15 966	**$ 38 181**	$ 8 937

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 659 903**	$ 2 737 024	**$ 3 948 581**	$ 3 019 307
INCREASE (DECREASE) IN NAV	**1 055 396**	90 476	**1 126 675**	90 533
Early redemption fees	**–**	–	**1**	1
Proceeds from redeemable units issued	**1 081 884**	1 404 272	**1 192 468**	1 473 810
Reinvestments of distributions to holders of redeemable units	**108 442**	350 381	**108 907**	375 202
Redemption of redeemable units	**(307 076)**	(541 476)	**(374 538)**	(603 335)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**883 250**	1 213 177	**926 838**	1 245 678
Distributions from net income	**(109 061)**	(67 732)	**(109 688)**	(68 718)
Distributions from net gains	**–**	(313 042)	**–**	(338 219)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(109 061)**	(380 774)	**(109 688)**	(406 937)
NET INCREASE (DECREASE) IN NAV	**1 829 585**	922 879	**1 943 825**	929 274
NAV AT END OF PERIOD	**$ 5 489 488**	$ 3 659 903	**$ 5 892 406**	$ 3 948 581

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

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:

Investment mix	December 31 2015	December 31 2014
United Kingdom	**34.0**	31.8
Germany	**11.6**	12.8
Ireland	**9.6**	5.9
Denmark	**8.7**	6.6
Switzerland	**8.4**	10.5
Netherlands	**7.8**	8.6
France	**4.5**	4.7
Finland	**4.4**	5.5
Belgium	**3.3**	4.1
Italy	**2.7**	1.5
Sweden	**2.1**	2.3
Spain	**1.7**	3.2
Norway	**0.6**	1.6
Cash/Other	**0.6**	0.9
Total	**100.0**	100.0

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 2015	December 31 2014
Euro	**39.6**	34.4
Pound sterling	**25.5**	23.8
Swiss franc	**12.3**	10.5
Swedish krona	**3.8**	3.5
Danish krone	**2.5**	1.6
Norwegian krone	**–**	0.6
United States dollar	**–**	0.1
Other currencies	**0.9**	–
Total	**84.6**	74.5

As at December 31, 2015, 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 0.8% (December 31, 2014 – 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 2015		December 31 2014	
MSCI Europe Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**190 842**	**5 660 308**	**–**	**5 851 150**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**60 066**	**–**	**60 066**
Derivatives – assets	**–**	**19 036**	**–**	**19 036**
Derivatives – liabilities	**–**	**(34 066)**	**–**	**(34 066)**
Total financial instruments	**190 842**	**5 705 344**	**–**	**5 896 186**
% of total portfolio	**3.2**	**96.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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, 2015.

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)	2015	2014
Series A		
Opening units	**13 441**	12 459
Issued number of units	**2 310**	2 082
Reinvested number of units	**–**	1 176
Redeemed number of units	**(2 234)**	(2 276)
Ending number of units	**13 517**	13 441
Advisor Series		
Opening units	**281**	138
Issued number of units	**276**	202
Reinvested number of units	**–**	15
Redeemed number of units	**(102)**	(74)
Ending number of units	**455**	281
Series D		
Opening units	**822**	732
Issued number of units	**880**	435
Reinvested number of units	**9**	77
Redeemed number of units	**(424)**	(422)
Ending number of units	**1 287**	822
Series F		
Opening units	**433**	73
Issued number of units	**1 306**	500
Reinvested number of units	**10**	12
Redeemed number of units	**(263)**	(152)
Ending number of units	**1 486**	433
Series O		
Opening units	**186 781**	128 123
Issued number of units	**47 019**	65 757
Reinvested number of units	**4 490**	17 623
Redeemed number of units	**(13 151)**	(24 722)
Ending number of units	**225 139**	186 781

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**9 272**	**100**	15 185	100
Related-party brokerage commissions*	**796**	**9**	1 080	7
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 2015	December 31 2014
Fair value of securities loaned	**431 743**	384 447
Fair value of collateral received	**440 378**	392 136

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 2015	December 31 2014
RBC European Equity Class	**0.6**	–
RBC Select Aggressive Growth Portfolio	**2.7**	3.0
RBC Select Balanced Portfolio	**27.2**	26.8
RBC Select Conservative Portfolio	**30.5**	31.2
RBC Select Growth Portfolio	**11.2**	11.7
RBC Select Very Conservative Portfolio	**10.2**	8.8
RBC Target 2020 Education Fund	**0.5**	0.8
RBC Target 2025 Education Fund	**1.1**	1.4
RBC Target 2030 Education Fund	**0.4**	0.4
Total	**84.4**	84.1

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.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC ASIAN EQUITY FUND

December 31, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
3 689 783	RBC Asia Pacific ex-Japan Equity Fund*	$ 39 556	$ 40 399	
2 553 863	RBC Japanese Equity Fund*	27 641	30 862	
TOTAL MUTUAL FUND UNITS		67 197	71 261	**100.0**
SHORT-TERM INVESTMENTS†		17	17	–
TOTAL INVESTMENTS		67 214	71 278	**100.0**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	78	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(84)	**(0.1)**
TOTAL PORTFOLIO		$ 67 214	71 272	**100.0**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(32)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 71 240	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 22 000 Sold CAD 240 @ 91.7850	27-Jan-16	$ 14
Bought JPY 45 000 Sold CAD 486 @ 92.6050	27-Jan-16	33
Bought JPY 21 000 Sold CAD 229 @ 91.8870	27-Jan-16	13
Bought NZD 201 Sold CAD 181 @ 1.1133	10-Feb-16	9
Bought KRW 200 000 Sold CAD 229 @ 873.9000	19-Feb-16	6
Bought AUD 157 Sold CAD 155 @ 1.0135	18-Mar-16	3
Bought CAD 68 Sold IDR 695 718 @ 0.0001	21-Mar-16	–
		$ 78

Contracts	Maturity Date	Unrealized Loss
Bought CAD 175 Sold MYR 560 @ 0.3124	19-Jan-16	$ (5)
Bought CAD 123 Sold KRW 106 736 @ 0.0012	25-Jan-16	(2)
Bought CAD 875 Sold JPY 80 000 @ 0.0109	27-Jan-16	(46)
Bought CAD 39 Sold SGD 41 @ 0.9413	27-Jan-16	(1)
Bought CAD 491 Sold JPY 45 000 @ 0.0109	27-Jan-16	(28)
Bought HKD 1 295 Sold CAD 233 @ 5.5607	22-Mar-16	(2)
		$ (84)
TOTAL FOREIGN EXCHANGE		$ (6)

All counterparties have a credit rating of at least A.

* 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 0.40% and mature on January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 71 278**	$ 271 467
Cash	**–**	81
Due from investment dealers	**400**	–
Subscriptions receivable	**38**	307
Unrealized gain on foreign exchange contracts	**78**	120
TOTAL ASSETS	**71 794**	271 975
LIABILITIES		
Bank overdraft	**65**	–
Due to investment dealers	**250**	2 200
Redemptions payable	**37**	109
Unrealized loss on foreign exchange contracts	**84**	69
Accounts payable and accrued expenses	**118**	119
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**554**	2 497
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 71 240**	$ 269 478
Investments at cost	**$ 67 214**	$ 271 531
NAV		
SERIES A	**$ 62 391**	$ 56 922
ADVISOR SERIES	**$ 319**	$ 280
SERIES D	**$ 6 864**	$ 5 578
SERIES F	**$ 1 332**	$ 675
SERIES O	**$ 334**	$ 206 023
NAV PER UNIT		
SERIES A	**$ 10.18**	$ 8.62
ADVISOR SERIES	**$ 10.21**	$ 8.65
SERIES D	**$ 10.26**	$ 8.69
SERIES F	**$ 11.11**	$ 9.41
SERIES O	**$ 10.11**	$ 8.56

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ –**	$ 5 474
Interest for distribution purposes	**(2)**	71
Other income received from underlying funds	**2 065**	4 427
Securities lending revenue (see note 6 in the generic notes)	**–**	47
Capital gains received from underlying funds	**3 964**	3 346
Net realized gain (loss) on investments	**39 438**	202 027
Net gain (loss) on foreign currencies and other net assets	**81**	(15 373)
Change in unrealized gain (loss) on investments	**4 071**	(208 687)
TOTAL INCOME (LOSS)	**49 617**	(8 668)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 219**	1 162
Administration fees	**70**	156
Independent Review Committee costs	**3**	3
GST/HST	**128**	131
Transaction costs	**–**	2 776
Withholding tax	**–**	655
TOTAL EXPENSES	**1 420**	4 883
INCREASE (DECREASE) IN NAV	**$ 48 197**	$ (13 551)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 10 420**	$ 939
ADVISOR SERIES	**$ 48**	$ 5
SERIES D	**$ 1 085**	$ 157
SERIES F	**$ 161**	$ 13
SERIES O	**$ 36 483**	$ (14 665)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.86**	$ (0.74)
ADVISOR SERIES	**$ 2.81**	$ (0.75)
SERIES D	**$ 2.98**	$ (0.66)
SERIES F	**$ 3.60**	$ (0.65)
SERIES O	**$ 1.60**	$ (0.18)

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 48 197**	$ (13 551)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(39 438)**	(202 027)
Change in unrealized loss (gain) on investments	**(4 071)**	208 687
(Increase) decrease in accrued receivables	**–**	8 535
Increase (decrease) in accrued payables	**(1)**	(4 971)
Cost of investments purchased	**(356 068)**	(1 428 961)
Proceeds on sales of investments	**597 473**	2 377 316
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**246 092**	945 028
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**119 319**	354 755
Cash paid on redemption of redeemable units	**(365 540)**	(1 294 771)
Distributions paid to holders of redeemable units	**(17)**	(9 952)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (246 238)**	$ (949 968)
Net increase (decrease) in cash for the period	**(146)**	(4 940)
Cash (bank overdraft), beginning of period	**81**	5 021
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (65)**	$ 81
Interest received (paid)	**$ (2)**	$ 78
Dividends received, net of withholding taxes	**$ –**	$ 5 236

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 56 922**	$ 63 284	**$ 280**	$ 260	**$ 5 578**	$ 5 512	**$ 675**	$ 285
INCREASE (DECREASE) IN NAV	**10 420**	939	**48**	5	**1 085**	157	**161**	13
Early redemption fees	**1**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**4 924**	3 302	**169**	116	**2 845**	2 115	**2 051**	848
Reinvestments of distributions to holders of redeemable units	**420**	178	**2**	1	**106**	73	**23**	6
Redemption of redeemable units	**(9 869)**	(10 600)	**(178)**	(101)	**(2 641)**	(2 204)	**(1 554)**	(471)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(4 524)**	(7 120)	**(7)**	16	**310**	(16)	**520**	383
Distributions from net income	**(427)**	(181)	**(2)**	(1)	**(109)**	(75)	**(24)**	(6)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(427)**	(181)	**(2)**	(1)	**(109)**	(75)	**(24)**	(6)
NET INCREASE (DECREASE) IN NAV	**5 469**	(6 362)	**39**	20	**1 286**	66	**657**	390
NAV AT END OF PERIOD	**$ 62 391**	$ 56 922	**$ 319**	$ 280	**$ 6 864**	$ 5 578	**$ 1 332**	$ 675

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 206 023**	$ 1 163 528	**$ 269 478**	$ 1 232 869
INCREASE (DECREASE) IN NAV	**36 483**	(14 665)	**48 197**	(13 551)
Early redemption fees	**–**	–	**1**	–
Proceeds from redeemable units issued	**109 061**	348 544	**119 050**	354 925
Reinvestments of distributions to holders of redeemable units	**3**	13	**554**	271
Redemption of redeemable units	**(351 227)**	(1 281 437)	**(365 469)**	(1 294 813)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(242 163)**	(932 880)	**(245 864)**	(939 617)
Distributions from net income	**(9)**	(9 960)	**(571)**	(10 223)
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(9)**	(9 960)	**(571)**	(10 223)
NET INCREASE (DECREASE) IN NAV	**(205 689)**	(957 505)	**(198 238)**	(963 391)
NAV AT END OF PERIOD	**$ 334**	$ 206 023	**$ 71 240**	$ 269 478

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

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. 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:

Investment mix	**December 31 2015**	December 31 2014
Asian (excluding Japan) Equity Funds	**56.7**	60.2
Japanese Equity Funds	**43.3**	39.6
Cash/Other	**–**	0.2
Total	**100.0**	100.0

Currency risk (% of net assets)

As at December 31, 2015, 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 1.0% (December 31, 2014 – 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 2015	December 31 2014
MSCI AC Pacific Free Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**71 261**	**–**	**–**	**71 261**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**17**	**–**	**17**
Derivatives – assets	**–**	**78**	**–**	**78**
Derivatives – liabilities	**–**	**(84)**	**–**	**(84)**
Total financial instruments	**71 261**	**11**	**–**	**71 272**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.05%
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 2015	December 31 2014
Units held		
Series O	–	63
Value of all units	–	1

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual funds as a percentage of 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 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Asia Pacific ex-Japan Equity Fund	**56.7**	**2.6**	60.2	14.9
RBC Japanese Equity Fund	**43.3**	**3.2**	39.6	15.3

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

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	120 771
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)	**2015**	2014
Series A		
Opening units	**6 602**	7 445
Issued number of units	**503**	390
Reinvested number of units	**41**	21
Redeemed number of units	**(1 016)**	(1 254)
Ending number of units	**6 130**	6 602
Advisor Series		
Opening units	**32**	30
Issued number of units	**18**	14
Reinvested number of units	**–**	–
Redeemed number of units	**(19)**	(12)
Ending number of units	**31**	32
Series D		
Opening units	**642**	643
Issued number of units	**287**	248
Reinvested number of units	**10**	8
Redeemed number of units	**(270)**	(257)
Ending number of units	**669**	642
Series F		
Opening units	**72**	31
Issued number of units	**191**	90
Reinvested number of units	**2**	1
Redeemed number of units	**(145)**	(50)
Ending number of units	**120**	72
Series O		
Opening units	**24 055**	134 860
Issued number of units	**11 126**	40 565
Reinvested number of units	**–**	1
Redeemed number of units	**(35 148)**	(151 371)
Ending number of units	**33**	24 055

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	–	–	2 776	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.

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC ASIA PACIFIC EX-JAPAN EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
ASIAN EQUITIES				
Australia				
1 416 703	Amcor Ltd.	$ 15 403	$ 19 045	
1 924 205	APA Group	15 258	16 754	
2 076 254	Brambles Ltd.	20 517	24 060	
466 976	Caltex Australia Ltd.	15 471	17 663	
547 953	CSL Ltd.	43 370	57 805	
2 274 668	Ensogo Ltd.	6 986	4 816	
3 565 353	Henderson Group Plc.	19 827	22 477	
905 179	James Hardie Industries Plc., Subscription Receipts	11 823	15 792	
2 292 588	Link Administration Holdings Ltd.	14 993	17 199	
331 123	Macquarie Group Ltd.	25 277	27 409	
4 345 482	Mantra Group Ltd.	14 098	22 013	
2 008 754	Oil Search Ltd.	16 827	13 529	
29 552 039	Sino Gas & Energy Holdings Ltd.	5 885	2 306	
5 860 801	Surfstitch Group Ltd.	8 299	11 189	
729 674	Westpac Banking Corporation	24 184	24 474	
		258 218	296 531	**19.2**
China				
1 423 000	AAC Technologies Holdings Inc.	9 593	12 809	
197 300	Alibaba Group Holding Ltd. ADR	20 588	22 187	
110 470	Baidu.com Inc. ADR	25 670	28 896	
38 012 000	China Construction Bank Corp.	35 481	35 879	
9 695 600	China Insurance International Holdings Co. Ltd.	43 023	41 180	
2 025 000	China Mobile (Hong Kong) Ltd.	34 281	31 540	
10 322 000	Guangdong Investments Ltd.	18 197	20 170	
1 403 500	Hengan International Group Co. Ltd.	18 469	18 232	
11 681 000	Want Want China Holdings Ltd.	16 864	11 996	
		222 166	222 889	**14.5**
Hong Kong				
8 394 000	AIA Group Ltd.	53 471	69 399	
3 630 000	Cafe de Coral Holdings Ltd.	15 327	14 720	
1 352 200	CK Hutchison Holdings Ltd.	30 672	25 150	
4 141 000	Clear Media Ltd.	4 426	5 905	
14 151 000	Nexteer Automotive Group Ltd.	12 532	21 669	
1 320 505	Standard Chartered Plc.	19 194	15 295	
2 494 600	Tencent Holdings Ltd.	51 061	67 586	
		186 683	219 724	**14.3**
India				
810 443	Asian Paints Ltd.	14 124	14 939	
245 904	Colgate-Palmolive India Ltd.	5 038	4 992	
844 714	Colgate-Palmolive India Ltd.*, Participation Notes	31 836	17 149	
1 256 637	Havells India Ltd.	7 274	7 988	
2 462 865	Havells India Ltd.*, Participation Notes	10 608	15 655	
1 082 851	HDFC Bank Ltd.	23 705	30 755	
India (cont.)				
379 700	HDFC Bank Ltd. ADR	$ 17 755	$ 32 364	
117 249	Nestlé India Ltd.	13 964	14 262	
21 836	Page Industries Ltd.	5 944	6 098	
58 801	Page Industries Ltd.*, Participation Notes	10 555	16 420	
1 278 275	Sun Pharmaceutical Industries Ltd.	21 928	21 880	
431 274	Tata Motors Limited ADR	17 185	17 577	
		179 916	200 079	**13.0**
Indonesia				
234 012 000	PT Arwana Citramulia Tbk	19 333	11 677	
124 241 200	PT Catur Sentosa Adiprana Tbk	5 966	4 943	
3 046 600	PT Hanjaya Mandala Sampoerna Tbk	21 481	28 695	
514 205 000	PT Panin Financial Tbk	12 516	9 492	
49 555 000	PT Surya Citra Media Tbk	15 870	15 290	
		75 166	70 097	**4.5**
Malaysia				
18 438 258	Silverlake Axis Ltd.	15 737	11 835	
		15 737	11 835	**0.8**
New Zealand				
3 936 560	Contact Energy Limited	16 545	17 630	
		16 545	17 630	**1.1**
Philippines				
5 255 961	Metropolitan Bank & Trust Co.	11 908	12 405	
		11 908	12 405	**0.8**
Singapore				
1 310 100	DBS Group Holdings Ltd.	24 364	21 245	
		24 364	21 245	**1.4**
South Korea				
65 543	Amorepacific Corp.	28 803	31 826	
116 412	Fila Korea Ltd.	13 202	12 920	
41 900	Samsung Electronics Co. Ltd.	57 429	61 837	
20 109	Samsung Electronics Co. Ltd. Preference	26 517	25 721	
780 565	Shinhan Financial Group Co. Ltd.	38 335	36 281	
95 593	SK Energy Co. Ltd.	13 194	14 506	
		177 480	183 091	**11.9**
Taiwan				
2 998 606	Delta Electronics Inc.	20 690	19 516	
284 000	Hermes Microvision Inc.	15 153	14 134	
109 000	Largan Precision Co. Ltd.	11 283	10 320	
1 278 000	MediaTek Inc.	13 002	13 375	
5 105 001	Standard Foods Corp.	13 079	17 580	
7 159 000	Taiwan Semiconductor Manufacturing Co. Ltd.	39 736	42 736	
333 000	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	7 829	10 483	
		120 772	128 144	**8.3**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Thailand				
112 618 200	Beauty Community PCL	$ 17 309	$ 24 736	
12 775 800	CP All PCL	20 310	19 197	
17 693 500	Ichitan Group PCL	15 624	8 331	
24 903 200	MC Group PCL	14 079	11 433	
7 099 900	MK Restaurants Group PCL	13 824	15 813	
21 061 700	PCS Machine Group Holding PCL	6 651	4 400	
2 834 300	Siam Commercial Bank Public Company Ltd. (Foreign)	18 461	12 937	
		106 258	96 847	**6.3**
TOTAL ASIAN EQUITIES		1 395 213	1 480 517	**96.1**
SHORT-TERM INVESTMENTS†		57 667	57 667	**3.7**
TOTAL INVESTMENTS		1 452 880	1 538 184	**99.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	10 051	**0.7**
UNREALIZED LOSS ON FOREIGN EXCHANGE ONTRACTS (SCHEDULE A)		–	(11 232)	**(0.7)**
TOTAL PORTFOLIO		$1 452 880	1 537 003	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			3 570	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 540 573	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought PHP 139 085 Sold CAD 3 904 @ 35.6237	12-Jan-16	$ 186
Bought AUD 5 600 Sold CAD 5 301 @ 1.0565	15-Jan-16	342
Bought CAD 4 755 Sold HKD 26 400 @ 0.1801	15-Jan-16	42
Bought HKD 51 984 Sold CAD 8 941 @ 5.8143	15-Jan-16	341
Bought HKD 13 000 Sold CAD 2 264 @ 5.7419	15-Jan-16	57
Bought INR 230 000 Sold CAD 4 662 @ 49.3342	15-Jan-16	139
Bought TWD 100 000 Sold CAD 4 051 @ 24.6846	15-Jan-16	153
Bought MYR 50 000 Sold CAD 15 621 @ 3.2008	19-Jan-16	447
Bought AUD 1 860 Sold CAD 1 743 @ 1.0668	20-Jan-16	130
Bought AUD 4 582 Sold CAD 4 407 @ 1.0397	20-Jan-16	209
Bought HKD 12 797 Sold CAD 2 201 @ 5.8147	20-Jan-16	84
Bought HKD 300 000 Sold CAD 51 797 @ 5.7918	20-Jan-16	1 773
Bought AUD 15 169 Sold CAD 15 164 @ 1.0003	21-Jan-16	116
Bought SGD 2 141 Sold CAD 2 004 @ 1.0684	21-Jan-16	84
Bought SGD 2 166 Sold CAD 2 020 @ 1.0724	21-Jan-16	93
Bought SGD 1 650 Sold CAD 1 537 @ 1.0737	21-Jan-16	72
Bought SGD 1 410 Sold CAD 1 315 @ 1.0724	21-Jan-16	60
Bought KRW 3 944 000 Sold CAD 4 559 @ 865.1300	25-Jan-16	84
Bought IDR 24 516 000 Sold CAD 2 330 @ 10522.0000	26-Jan-16	103
Bought IDR 21 480 000 Sold CAD 2 061 @ 10420.0000	26-Jan-16	71
Bought SGD 320 Sold CAD 301 @ 1.0622	03-Feb-16	11
Bought SGD 1 546 Sold CAD 1 466 @ 1.0543	03-Feb-16	40
Bought SGD 2 304 Sold CAD 2 185 @ 1.0543	03-Feb-16	60
Bought THB 95 000 Sold CAD 3 544 @ 26.8050	04-Feb-16	101
Bought TWD 194 510 Sold CAD 7 887 @ 24.6614	04-Feb-16	263
Bought CAD 9 871 Sold NZD 10 427 @ 0.9467	05-Feb-16	28
Bought HKD 72 239 Sold CAD 12 281 @ 5.8823	05-Feb-16	621

SCHEDULE A (cont.)

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought IDR 45 000 000 Sold CAD 4 331 @ 10390.0000	05-Feb-16	$ 116
Bought NZD 1 233 Sold CAD 1 068 @ 1.1543	05-Feb-16	96
Bought AUD 5 711 Sold CAD 5 420 @ 1.0537	08-Feb-16	327
Bought AUD 2 000 Sold CAD 1 917 @ 1.0431	08-Feb-16	95
Bought AUD 1 400 Sold CAD 1 391 @ 1.0061	08-Feb-16	17
Bought MYR 60 083 Sold CAD 18 985 @ 3.1648	10-Feb-16	269
Bought USD 2 000 Sold CAD 2 713 @ 0.7373	10-Feb-16	54
Bought USD 700 Sold CAD 958 @ 0.7307	10-Feb-16	10
Bought AUD 1 200 Sold CAD 1 170 @ 1.0253	18-Feb-16	36
Bought SGD 13 773 Sold CAD 12 962 @ 1.0625	18-Feb-16	455
Bought AUD 1 718 Sold CAD 1 682 @ 1.0215	19-Feb-16	46
Bought AUD 9 713 Sold CAD 9 492 @ 1.0233	19-Feb-16	276
Bought AUD 550 Sold CAD 542 @ 1.0154	19-Feb-16	11
Bought HKD 36 793 Sold CAD 6 354 @ 5.7909	19-Feb-16	217
Bought KRW 19 954 000 Sold CAD 22 833 @ 873.9000	19-Feb-16	627
Bought HKD 31 015 Sold CAD 5 337 @ 5.8113	23-Feb-16	202
Bought HKD 22 799 Sold CAD 4 007 @ 5.6900	23-Feb-16	65
Bought HKD 8 000 Sold CAD 1 413 @ 5.6613	23-Feb-16	16
Bought HKD 38 565 Sold CAD 6 642 @ 5.8065	25-Feb-16	246
Bought HKD 68 000 Sold CAD 11 906 @ 5.7115	25-Feb-16	239
Bought KRW 4 125 000 Sold CAD 4 782 @ 862.6302	29-Feb-16	67
Bought KRW 3 500 000 Sold CAD 4 079 @ 857.9500	29-Feb-16	34
Bought MYR 16 735 Sold CAD 5 212 @ 3.2107	02-Mar-16	146
Bought MYR 6 500 Sold CAD 2 058 @ 3.1591	02-Mar-16	24
Bought PHP 70 000 Sold CAD 2 006 @ 34.9030	02-Mar-16	46
Bought TWD 470 000 Sold CAD 19 220 @ 24.4535	03-Mar-16	492
Bought AUD 1 835 Sold CAD 1 795 @ 1.0222	04-Mar-16	49
Bought SGD 1 400 Sold CAD 1 356 @ 1.0328	10-Mar-16	7
Bought USD 545 Sold CAD 728 @ 0.7490	10-Mar-16	26
Bought AUD 2 794 Sold CAD 2 776 @ 1.0065	15-Mar-16	30
		$ 10 051

Contracts	Maturity Date	Unrealized Loss
Bought CAD 17 917 Sold THB 485 834 @ 0.0369	13-Jan-16	$ (754)
Bought AUD 3 000 Sold CAD 3 046 @ 0.9848	15-Jan-16	(23)
Bought CAD 19 947 Sold INR 1 011 600 @ 0.0197	15-Jan-16	(1 171)
Bought CAD 2 998 Sold INR 150 000 @ 0.0200	15-Jan-16	(133)
Bought CAD 3 841 Sold HKD 21 630 @ 0.1776	15-Jan-16	(21)
Bought CAD 29 996 Sold HKD 173 891 @ 0.1725	20-Jan-16	(1 055)
Bought CAD 13 402 Sold AUD 13 979 @ 0.9587	21-Jan-16	(679)
Bought CAD 1 165 Sold AUD 1 190 @ 0.9788	21-Jan-16	(34)
Bought CAD 16 001 Sold THB 437 095 @ 0.0366	22-Jan-16	(785)
Bought CAD 15 040 Sold INR 752 000 @ 0.0200	22-Jan-16	(638)
Bought CAD 3 025 Sold INR 150 000 @ 0.0202	22-Jan-16	(102)
Bought CAD 16 950 Sold IDR 182 889 000 @ 0.0001	26-Jan-16	(1 202)
Bought CAD 21 124 Sold INR 1 063 369 @ 0.0199	04-Feb-16	(994)
Bought CAD 6 290 Sold IDR 65 889 000 @ 0.0001	04-Feb-16	(224)
Bought CAD 20 359 Sold THB 548 000 @ 0.0372	04-Feb-16	(667)
Bought CAD 6 236 Sold TWD 150 461 @ 0.0414	04-Feb-16	(68)
Bought CAD 2 779 Sold HKD 16 400 @ 0.1694	05-Feb-16	(150)

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

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 16 520 Sold IDR 172 668 563 @ 0.0001	05-Feb-16	$ (545)
Bought CAD 1 282 Sold NZD 1 400 @ 0.9155	05-Feb-16	(40)
Bought CAD 4 893 Sold HKD 27 604 @ 0.1773	05-Feb-16	(36)
Bought HKD 77 793 Sold CAD 13 907 @ 5.5940	05-Feb-16	(14)
Bought CAD 749 Sold AUD 800 @ 0.9363	08-Feb-16	(56)
Bought CAD 11 371 Sold USD 8 500 @ 1.3378	10-Feb-16	(389)
Bought CAD 5 526 Sold INR 276 000 @ 0.0200	12-Feb-16	(208)
Bought CAD 12 029 Sold INR 597 815 @ 0.0201	12-Feb-16	(391)
Bought CAD 16 473 Sold THB 436 127 @ 0.0378	16-Feb-16	(248)
Bought CAD 4 472 Sold KRW 3 929 000 @ 0.0011	19-Feb-16	(147)
Bought CAD 667 Sold AUD 701 @ 0.9516	19-Feb-16	(38)
Bought CAD 2 949 Sold AUD 3 031 @ 0.9728	19-Feb-16	(100)
Bought CAD 3 446 Sold KRW 3 000 000 @ 0.0011	19-Feb-16	(81)
Bought TWD 219 675 Sold CAD 9 315 @ 23.5835	24-Feb-16	(103)
Bought CAD 2 185 Sold HKD 12 680 @ 0.1723	25-Feb-16	(80)
Bought CAD 2 585 Sold HKD 14 750 @ 0.1753	25-Feb-16	(49)
Bought CAD 2 823 Sold IDR 29 001 000 @ 0.0001	21-Mar-16	(7)
		$ (11 232)
TOTAL FOREIGN EXCHANGE		$ (1 181)

All counterparties have a credit rating of at least A.

* 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 0.43% to 0.85% and mature between January 11, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 538 184**	$ 1 078 307
Cash	**2 036**	3 874
Due from investment dealers	**7 384**	2 842
Subscriptions receivable	**633**	1 328
Unrealized gain on foreign exchange contracts	**10 051**	5 210
Dividends receivable, interest accrued and other assets	**1 177**	1 225
TOTAL ASSETS	**1 559 465**	1 092 786
LIABILITIES		
Due to investment dealers	**7 384**	4 644
Redemptions payable	**242**	9
Unrealized loss on foreign exchange contracts	**11 232**	2 845
Accounts payable and accrued expenses	**34**	26
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**18 892**	7 524
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 540 573**	$ 1 085 262
Investments at cost	**$ 1 452 880**	$ 1 057 173
NAV		
SERIES A	**$ 2 257**	$ 1 271
ADVISOR SERIES	**$ 21**	$ 23
SERIES H	**$ 1**	$ 1
SERIES D	**$ 508**	$ 352
SERIES F	**$ 414**	$ 160
SERIES I	**$ 1**	$ 1
SERIES O	**$ 1 537 371**	$ 1 083 454
NAV PER UNIT		
SERIES A	**$ 10.97**	$ 10.34
ADVISOR SERIES	**$ 11.01**	$ 10.39
SERIES H	**$ 10.92**	$ 10.30
SERIES D	**$ 11.01**	$ 10.39
SERIES F	**$ 11.04**	$ 10.45
SERIES I	**$ 10.92**	$ 10.31
SERIES O	**$ 10.95**	$ 10.35

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 53 761**	$ 20 619
Interest for distribution purposes	**180**	5 741
Other derivatives	**12 057**	–
Securities lending revenue (see note 6 in the generic notes)	**256**	154
Net realized gain (loss) on investments	**72 361**	19 046
Net gain (loss) on foreign currencies and other net assets	**(4 579)**	(2 522)
Change in unrealized gain (loss) on investments	**60 624**	23 499
TOTAL INCOME (LOSS)	**194 660**	66 537
EXPENSES (see notes – Fund Specific Information)		
Management fees	**45**	12
Administration fees	**261**	154
Independent Review Committee costs	**3**	1
GST/HST	**30**	18
Transaction costs	**6 011**	4 744
Withholding tax	**2 181**	964
TOTAL EXPENSES	**8 531**	5 893
INCREASE (DECREASE) IN NAV	**$ 186 129**	$ 60 644
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 184**	$ 23
ADVISOR SERIES	**$ –**	$ –
SERIES H	**$ –**	$ –
SERIES D	**$ 48**	$ 2
SERIES F	**$ 36**	$ 1
SERIES I	**$ –**	$ –
SERIES O	**$ 185 861**	$ 60 618
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.39**	$ 0.47
ADVISOR SERIES	**$ 1.42**	$ 0.58
SERIES H	**$ 1.43**	$ 1.15
SERIES D	**$ 1.50**	$ 0.52
SERIES F	**$ 1.50**	$ 0.53
SERIES I	**$ 1.58**	$ 1.25
SERIES O	**$ 1.66**	$ 0.69

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 186 129**	$ 60 644
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(84 418)**	(19 046)
Change in unrealized loss (gain) on investments	**(60 624)**	(23 499)
(Increase) decrease in accrued receivables	**48**	(4 067)
Increase (decrease) in accrued payables	**8**	4 670
Cost of investments purchased	**(2 222 987)**	(2 960 370)
Proceeds on sales of investments	**1 909 896**	1 922 243
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(271 948)**	(1 019 425)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**501 905**	1 069 493
Cash paid on redemption of redeemable units	**(231 792)**	(46 191)
Distributions paid to holders of redeemable units	**(3)**	(3)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 270 110**	$ 1 023 299
Net increase (decrease) in cash for the period	**(1 838)**	3 874
Cash (bank overdraft), beginning of period	**3 874**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 2 036**	$ 3 874
Interest received (paid)	**$ 161**	$ 179
Dividends received, net of withholding taxes	**$ 51 646**	$ 23 993

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 271**	$ –	**$ 23**	$ –	**$ 1**	$ –	**$ 352**	$ –
INCREASE (DECREASE) IN NAV	**184**	23	**–**	–	**–**	–	**48**	2
Early redemption fees	**4**	1	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**4 864**	1 463	**47**	23	**–**	1	**663**	490
Reinvestments of distributions to holders of redeemable units	**143**	14	**1**	–	**–**	–	**37**	5
Redemption of redeemable units	**(4 065)**	(213)	**(49)**	–	**–**	–	**(555)**	(140)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**946**	1 265	**(1)**	23	**–**	1	**145**	355
Distributions from net income	**(47)**	(6)	**–**	–	**–**	–	**(15)**	(2)
Distributions from net gains	**(97)**	(11)	**(1)**	–	**–**	–	**(22)**	(3)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(144)**	(17)	**(1)**	–	**–**	–	**(37)**	(5)
NET INCREASE (DECREASE) IN NAV	**986**	1 271	**(2)**	23	**–**	1	**156**	352
NAV AT END OF PERIOD	**$ 2 257**	$ 1 271	**$ 21**	$ 23	**$ 1**	$ 1	**$ 508**	$ 352

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 160**	$ –	**$ 1**	$ –	**$ 1 083 454**	$ –	**$ 1 085 262**	$ –
INCREASE (DECREASE) IN NAV	**36**	1	**–**	–	**185 861**	60 618	**186 129**	60 644
Early redemption fees	**–**	–	**–**	–	**–**	–	**4**	1
Proceeds from redeemable units issued	**787**	159	**–**	1	**494 849**	1 068 684	**501 210**	1 070 821
Reinvestments of distributions to holders of redeemable units	**33**	2	**–**	–	**130 512**	31 345	**130 726**	31 366
Redemption of redeemable units	**(568)**	–	**–**	–	**(226 792)**	(45 848)	**(232 029)**	(46 201)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**252**	161	**–**	1	**398 569**	1 054 181	**399 911**	1 055 987
Distributions from net income	**(14)**	(1)	**–**	–	**(64 231)**	(22 824)	**(64 307)**	(22 833)
Distributions from net gains	**(20)**	(1)	**–**	–	**(66 282)**	(8 521)	**(66 422)**	(8 536)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(34)**	(2)	**–**	–	**(130 513)**	(31 345)	**(130 729)**	(31 369)
NET INCREASE (DECREASE) IN NAV	**254**	160	**–**	1	**453 917**	1 083 454	**455 311**	1 085 262
NAV AT END OF PERIOD	**$ 414**	$ 160	**$ 1**	$ 1	**$ 1 537 371**	$ 1 083 454	**$ 1 540 573**	$ 1 085 262

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

December 31, 2015

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.

The Fund was started in March 2014.

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 3.2% (December 31, 2014 – 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:

Investment mix	December 31 2015	December 31 2014
Australia	**19.2**	28.7
China	**14.5**	9.4
Hong Kong	**14.3**	19.3
India	**13.0**	11.6
South Korea	**11.9**	8.9
Taiwan	**8.3**	8.1
Thailand	**6.3**	4.7
Indonesia	**4.5**	6.4
Other Countries	**4.1**	1.5
Cash/Other	**3.9**	1.4
Total	**100.0**	100.0

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 2015	December 31 2014
Hong Kong dollar	**30.5**	25.1
Australian dollar	**21.7**	22.9
South Korean won	**13.8**	13.9
United States dollar	**10.0**	20.6
New Taiwan dollar	**10.0**	8.9
Singapore dollar	**3.8**	3.2
Malaysian ringgit	**2.8**	3.4
Indonesian rupiah	**2.3**	2.7
Thailand baht	**1.8**	2.3
Indian rupee	**1.5**	–
Philippine peso	**1.2**	1.2
New Zealand dollar	**0.5**	–
Other currencies	**–**	(4.5)
Total	**99.9**	99.7

As at December 31, 2015, 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, 2014 – 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 21-month (December 31, 2014 – 9-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI AC Asia Pacific Ex Japan Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**111 507**	**1 369 010**	**–**	**1 480 517**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**57 667**	**–**	**57 667**
Derivatives – assets	**–**	**10 051**	**–**	**10 051**
Derivatives – liabilities	**–**	**(11 232)**	**–**	**(11 232)**
Total financial instruments	**111 507**	**1 425 496**	**–**	**1 537 003**
% of total portfolio	**7.3**	**92.7**	**–**	**100.0**

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

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 2015	December 31 2014
Units held		
Series A	**–**	101
Advisor Series	**108**	101
Series H	**109**	102
Series D	**–**	101
Series F	**110**	101
Series I	**111**	103
Value of all units	**5**	6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**123**	–
Issued number of units	**423**	143
Reinvested number of units	**13**	1
Redeemed number of units	**(353)**	(21)
Ending number of units	**206**	123
Advisor Series		
Opening units	**2**	–
Issued number of units	**5**	2
Reinvested number of units	**–**	–
Redeemed number of units	**(5)**	–
Ending number of units	**2**	2
Series H		
Opening units	**–**	–
Issued number of units	**–**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**–**	–

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
Series D		
Opening units	**34**	–
Issued number of units	**58**	47
Reinvested number of units	**3**	–
Redeemed number of units	**(49)**	(13)
Ending number of units	**46**	34
Series F		
Opening units	**15**	–
Issued number of units	**70**	15
Reinvested number of units	**3**	–
Redeemed number of units	**(50)**	–
Ending number of units	**38**	15
Series I		
Opening units	**–**	–
Issued number of units	**–**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**–**	–
Series O		
Opening units	**104 714**	–
Issued number of units	**43 470**	106 026
Reinvested number of units	**12 034**	3 048
Redeemed number of units	**(19 803)**	(4 360)
Ending number of units	**140 415**	104 714

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**6 011**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**123 696**	69 097
Fair value of collateral received	**126 170**	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 2015	December 31 2014
RBC Asian Equity Fund	**2.6**	14.9
RBC Select Aggressive Growth Portfolio	**2.6**	2.9
RBC Select Balanced Portfolio	**30.6**	30.3
RBC Select Conservative Portfolio	**31.1**	31.7
RBC Select Growth Portfolio	**11.3**	11.7
RBC Select Very Conservative Portfolio	**6.1**	5.5
RBC Target 2020 Education Fund	**0.6**	0.8
RBC Target 2025 Education Fund	**1.3**	1.6
RBC Target 2030 Education Fund	**0.6**	0.5
Total	**86.8**	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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
440 000	Asics Corp.	$ 14 289	$ 12 632	
630 000	Bridgestone Corp.	28 310	29 902	
400 000	Fuji Heavy Industries Ltd.	12 643	22 801	
660 000	Fuji Television Network Inc.	10 764	10 777	
500 000	Nikon Corp.	8 245	9 266	
190 000	Nitori Co. Ltd.	21 312	22 079	
120 000	Rinnai Corp.	11 239	14 712	
45 000	Ryohin Keikaku Co. Ltd.	8 453	12 610	
661 000	Sony Corp.	19 346	22 479	
650 000	Toyota Motor Corp.	47 708	55 384	
		182 309	212 642	**21.8**
Consumer Staples				
730 000	Ajinomoto Co. Inc.	17 637	23 915	
225 000	Asahi Breweries Ltd.	9 297	9 746	
62 000	Cosmos Pharmaceutical Corp.	9 099	13 524	
284 000	Japan Tobacco Inc.	11 977	14 427	
170 000	MEIJI Holdings Co. Ltd.	13 502	19 430	
460 000	Pigeon Corp.	17 337	15 442	
280 000	Seven & I Holdings Co. Ltd.	14 881	17 739	
151 400	Welcia Holdings Co. Ltd.	6 130	11 610	
		99 860	125 833	**12.9**
Financials				
2 300 000	Aiful Corporation	10 945	10 419	
7 500	Japan Hotel Real Estate Investment Trust Investment Corp.	5 834	7 673	
4 300 000	Mitsubishi UFJ Financial Group Inc.	28 201	36 855	
610 000	Mitsui Fudosan Co. Ltd.	22 785	21 184	
12 100 000	Mizuho Financial Group Inc.	27 488	33 486	
77 000	Relo Holdings Inc.	10 695	12 861	
710 000	Sumitomo Mitsui Financial Group Inc.	34 186	37 078	
840 000	The Dai-ichi Life Insurance Co. Ltd.	16 172	19 338	
240 000	Tokio Marine Holdings, Inc.	8 918	12 827	
		165 224	191 721	**19.7**
Health Care				
167 100	Asahi Intecc Co. Ltd.	4 393	10 625	
630 000	Daiken Medical Co. Ltd.	7 611	7 425	
350 000	M3 Inc.	8 755	10 041	
150 000	Mani Inc.	3 176	4 005	
130 000	Nakanishi Inc.	5 269	7 011	
420 000	Olympus Optical Co. Ltd.	18 220	22 879	
49 100	Ono Pharmaceutical Co. Ltd.	10 110	12 114	
560 000	PeptiDream Inc.	16 132	24 666	
280 000	Sysmex Corp.	19 001	24 852	
		92 667	123 618	**12.7**
Industrials				
220 000	Daikin Industries Ltd.	$ 16 544	$ 22 168	
135 000	Hoshizaki Electric Co. Ltd.	7 331	11 612	
910 000	Kubota Corp.	17 014	19 452	
730 000	MISUMI Group Inc.	11 496	13 953	
823 000	Miura Co. Ltd.	10 749	16 119	
124 500	Nidec Corp.	11 383	12 492	
340 000	Park24 Co. Ltd.	9 832	11 398	
32 000	SMC Corp.	10 753	11 501	
		95 102	118 695	**12.2**
Information Technology				
586 000	COOKPAD Inc.	12 698	17 213	
214 000	Fixstars Corp.	7 764	5 739	
18 000	Keyence Corp.	10 162	13 689	
89 700	Murata Manufacturing Co. Ltd.	15 186	17 858	
70 000	Nintendo Co. Ltd.	14 649	13 319	
220 000	SCSK Corp.	11 574	12 231	
1 060 000	Seiko Epson Corp.	22 361	22 586	
		94 394	102 635	**10.5**
Materials				
386 000	Kansai Paint Co. Ltd.	7 016	8 096	
180 000	Nitto Denko Corp.	12 778	18 183	
		19 794	26 279	**2.7**
Telecommunication Services				
420 000	Nippon Telegraph & Telephone Corp.	21 032	23 129	
610 000	SoftBank Group Corp.	48 868	42 600	
		69 900	65 729	**6.7**
TOTAL COMMON EQUITIES		819 250	967 152	**99.2**
SHORT-TERM INVESTMENTS*		6 107	6 107	**0.6**
TOTAL INVESTMENTS		825 357	973 259	**99.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	2 280	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 532)	**(0.2)**
TOTAL PORTFOLIO		$ 825 357	974 007	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 490	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 975 497	**100.0**

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

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 242 498 Sold CAD 2 636 @ 91.9950	04-Feb-16	$ 157
Bought JPY 950 000 Sold CAD 10 342 @ 91.8620	04-Feb-16	602
Bought JPY 199 410 Sold CAD 2 159 @ 92.3410	18-Feb-16	138
Bought JPY 174 000 Sold CAD 1 951 @ 89.1710	18-Feb-16	54
Bought JPY 1 537 000 Sold CAD 16 768 @ 91.6630	01-Mar-16	946
Bought JPY 10 000 Sold CAD 115 @ 86.8594	01-Mar-16	–
Bought JPY 423 194 Sold CAD 4 615 @ 91.6910	04-Mar-16	262
Bought JPY 528 600 Sold CAD 6 025 @ 87.7300	14-Mar-16	70
Bought JPY 68 000 Sold CAD 782 @ 86.9613	14-Mar-16	2
Bought JPY 10 000 Sold CAD 116 @ 86.5374	14-Mar-16	–
Bought JPY 117 500 Sold CAD 1 308 @ 89.8435	15-Mar-16	47
Bought JPY 9 031 Sold CAD 103 @ 87.9903	16-Mar-16	2
		$ 2 280

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 163 Sold JPY 200 000 @ 0.0108	04-Feb-16	$ (141)
Bought CAD 5 335 Sold JPY 492 972 @ 0.0108	04-Feb-16	(344)
Bought CAD 3 341 Sold JPY 295 000 @ 0.0113	04-Feb-16	(57)
Bought JPY 220 000 Sold CAD 2 538 @ 86.6960	04-Feb-16	(3)
Bought CAD 3 995 Sold JPY 368 506 @ 0.0108	18-Feb-16	(252)
Bought CAD 1 660 Sold JPY 150 000 @ 0.0111	18-Feb-16	(68)
Bought CAD 3 239 Sold JPY 285 000 @ 0.0114	18-Feb-16	(45)
Bought CAD 5 656 Sold JPY 508 000 @ 0.0111	01-Mar-16	(199)
Bought CAD 3 473 Sold JPY 310 000 @ 0.0112	01-Mar-16	(100)
Bought CAD 5 796 Sold JPY 512 185 @ 0.0113	01-Mar-16	(107)
Bought CAD 1 183 Sold JPY 108 740 @ 0.0109	08-Mar-16	(70)
Bought CAD 7 797 Sold JPY 688 907 @ 0.0113	14-Mar-16	(146)
		$ (1 532)
TOTAL FOREIGN EXCHANGE		$ 748

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 0.40% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 973 259**	$ 700 823
Cash	**68**	1
Subscriptions receivable	**529**	1 308
Unrealized gain on foreign exchange contracts	**2 280**	834
Dividends receivable, interest accrued and other assets	**1 168**	657
TOTAL ASSETS	**977 304**	703 623
LIABILITIES		
Due to investment dealers	**–**	2 864
Redemptions payable	**244**	9
Unrealized loss on foreign exchange contracts	**1 532**	1 544
Accounts payable and accrued expenses	**31**	14
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 807**	4 431
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 975 497**	$ 699 192
Investments at cost	**$ 825 357**	$ 674 844
NAV		
SERIES A	**$ 4 693**	$ 711
ADVISOR SERIES	**$ 81**	$ 4
SERIES H	**$ 3**	$ 1
SERIES D	**$ 2 662**	$ 311
SERIES F	**$ 619**	$ 1
SERIES I	**$ 1 597**	$ 1
SERIES O	**$ 965 842**	$ 698 163
NAV PER UNIT		
SERIES A	**$ 11.89**	$ 10.00
ADVISOR SERIES	**$ 11.92**	$ 10.02
SERIES H	**$ 11.96**	$ 10.03
SERIES D	**$ 12.06**	$ 10.06
SERIES F	**$ 12.07**	$ 10.07
SERIES I	**$ 12.06**	$ 10.07
SERIES O	**$ 12.08**	$ 10.08

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 13 477**	$ 8 344
Interest for distribution purposes	**132**	140
Securities lending revenue (see note 6 in the generic notes)	**647**	135
Net realized gain (loss) on investments	**87 609**	18 629
Net gain (loss) on foreign currencies and other net assets	**(1 435)**	(459)
Change in unrealized gain (loss) on investments	**123 381**	25 269
TOTAL INCOME (LOSS)	**223 811**	52 058
EXPENSES (see notes – Fund Specific Information)		
Management fees	**71**	8
Administration fees	**175**	102
Independent Review Committee costs	**3**	1
GST/HST	**26**	12
Transaction costs	**2 221**	1 791
Withholding tax	**1 945**	1 153
TOTAL EXPENSES	**4 441**	3 067
INCREASE (DECREASE) IN NAV	**$ 219 370**	$ 48 991
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 400**	$ 26
ADVISOR SERIES	**$ 6**	$ –
SERIES H	**$ 1**	$ –
SERIES D	**$ 197**	$ 6
SERIES F	**$ 32**	$ –
SERIES I	**$ (14)**	$ –
SERIES O	**$ 218 748**	$ 48 959
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.74**	$ 0.56
ADVISOR SERIES	**$ 2.75**	$ 0.89
SERIES H	**$ 2.81**	$ 1.17
SERIES D	**$ 2.87**	$ 0.64
SERIES F	**$ 2.88**	$ 1.25
SERIES I	**$ 2.58**	$ 1.26
SERIES O	**$ 3.09**	$ 0.80

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 219 370**	$ 48 991
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(87 609)**	(18 629)
Change in unrealized loss (gain) on investments	**(123 381)**	(25 269)
(Increase) decrease in accrued receivables	**(511)**	(657)
Increase (decrease) in accrued payables	**17**	2 878
Cost of investments purchased	**(1 340 499)**	(2 165 024)
Proceeds on sales of investments	**1 274 731**	1 508 809
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(57 882)**	(648 901)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**227 464**	720 722
Cash paid on redemption of redeemable units	**(169 503)**	(71 821)
Distributions paid to holders of redeemable units	**(12)**	1
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 57 949**	$ 648 902
Net increase (decrease) in cash for the period	**67**	1
Cash (bank overdraft), beginning of period	**1**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 68**	$ 1
Interest received (paid)	**$ 131**	$ 139
Dividends received, net of withholding taxes	**$ 11 023**	$ 6 534

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

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

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 711**	$ –	**$ 4**	$ –	**$ 1**	$ –	**$ 311**	$ –
INCREASE (DECREASE) IN NAV	**400**	26	**6**	–	**1**	–	**197**	6
Early redemption fees	**2**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**4 929**	868	**82**	4	**1**	1	**5 253**	561
Reinvestments of distributions to holders of redeemable units	**316**	13	**6**	–	**–**	–	**186**	7
Redemption of redeemable units	**(1 343)**	(183)	**(11)**	–	**–**	–	**(3 100)**	(257)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**3 904**	698	**77**	4	**1**	1	**2 340**	311
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**(322)**	(13)	**(6)**	–	**–**	–	**(186)**	(6)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(322)**	(13)	**(6)**	–	**–**	–	**(186)**	(6)
NET INCREASE (DECREASE) IN NAV	**3 982**	711	**77**	4	**2**	1	**2 351**	311
NAV AT END OF PERIOD	**$ 4 693**	$ 711	**$ 81**	$ 4	**$ 3**	$ 1	**$ 2 662**	$ 311

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ –	**$ 1**	$ –	**$ 698 163**	$ –	**$ 699 192**	$ –
INCREASE (DECREASE) IN NAV	**32**	–	**(14)**	–	**218 748**	48 959	**219 370**	48 991
Early redemption fees	**–**	–	**–**	–	**–**	–	**3**	–
Proceeds from redeemable units issued	**928**	1	**1 610**	1	**213 882**	720 594	**226 685**	722 030
Reinvestments of distributions to holders of redeemable units	**45**	–	**–**	–	**80 495**	20 663	**81 048**	20 683
Redemption of redeemable units	**(337)**	–	**–**	–	**(164 950)**	(71 390)	**(169 741)**	(71 830)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**636**	1	**1 610**	1	**129 427**	669 867	**137 995**	670 883
Distributions from net income	**(2)**	–	**–**	–	**(11 552)**	(6 910)	**(11 554)**	(6 910)
Distributions from net gains	**(48)**	–	**–**	–	**(68 944)**	(13 753)	**(69 506)**	(13 772)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(50)**	–	**–**	–	**(80 496)**	(20 663)	**(81 060)**	(20 682)
NET INCREASE (DECREASE) IN NAV	**618**	1	**1 596**	1	**267 679**	698 163	**276 305**	699 192
NAV AT END OF PERIOD	**$ 619**	$ 1	**$ 1 597**	$ 1	**$ 965 842**	$ 698 163	**$ 975 497**	$ 699 192

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

December 31, 2015

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.

The Fund was started in March 2014.

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 2015	December 31 2014
Consumer Discretionary	**21.8**	27.6
Financials	**19.7**	17.1
Consumer Staples	**12.9**	10.3
Health Care	**12.7**	7.9
Industrials	**12.2**	12.3
Information Technology	**10.5**	13.2
Telecommunication Services	**6.7**	4.5
Materials	**2.7**	6.0
Energy	**–**	0.5
Cash/Other	**0.8**	0.6
Total	**100.0**	100.0

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 2015	December 31 2014
Japanese yen	**100.0**	99.9
Total	**100.0**	99.9

As at December 31, 2015, 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, 2014 – 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 21-month (December 31, 2014 – 9-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI Japan 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**967 152**	**–**	**967 152**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**6 107**	**–**	**6 107**
Derivatives – assets	**–**	**2 280**	**–**	**2 280**
Derivatives – liabilities	**–**	**(1 532)**	**–**	**(1 532)**
Total financial instruments	**–**	**974 007**	**–**	**974 007**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.15%
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 2015	December 31 2014
Units held		
Series A	**–**	102
Advisor Series	**110**	102
Series H	**110**	102
Series D	**–**	102
Series F	**111**	102
Series I	**111**	103
Value of all units	**5**	6

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**71**	–
Issued number of units	**411**	88
Reinvested number of units	**27**	1
Redeemed number of units	**(114)**	(18)
Ending number of units	**395**	71

For the periods ended December 31 (see note 2 in the generic notes)	**2015**	2014
Advisor Series		
Opening units	**–**	–
Issued number of units	**8**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	–
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	**–**	–
Series D		
Opening units	**31**	–
Issued number of units	**432**	56
Reinvested number of units	**16**	1
Redeemed number of units	**(258)**	(26)
Ending number of units	**221**	31
Series F		
Opening units	**–**	–
Issued number of units	**75**	–
Reinvested number of units	**4**	–
Redeemed number of units	**(28)**	–
Ending number of units	**51**	–
Series I		
Opening units	**–**	–
Issued number of units	**133**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**133**	–
Series O		
Opening units	**69 231**	–
Issued number of units	**17 060**	74 230
Reinvested number of units	**6 721**	2 010
Redeemed number of units	**(13 089)**	(7 009)
Ending number of units	**79 923**	69 231

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**2 221**	**100**	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.

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 2015	December 31 2014
Fair value of securities loaned	**144 987**	54 250
Fair value of collateral received	**147 887**	55 335

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 2015	December 31 2014
RBC Asian Equity Fund	**3.2**	15.3
RBC Select Aggressive Growth Portfolio	**2.8**	3.1
RBC Select Balanced Portfolio	**25.2**	26.6
RBC Select Conservative Portfolio	**33.4**	33.5
RBC Select Growth Portfolio	**11.6**	12.4
RBC Select Very Conservative Portfolio	**6.5**	6.0
RBC Target 2020 Education Fund	**0.6**	0.8
RBC Target 2025 Education Fund	**1.4**	1.7
RBC Target 2030 Education Fund	**0.6**	0.5
Total	**85.3**	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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
527 499	Banco do Brasil S.A.	$ 5 157	$ 2 719	
1 204 400	Cia Energetica de Minas Gerais Preference	4 364	2 582	
588 507	Ez Tec Empreendimentos e Participacoes S.A.	5 193	2 626	
922 294	Itau Unibanco Holding S.A. Preference	11 043	8 493	
1 011 718	Petroleo Brasileiro S.A.	5 513	2 371	
225 100	Totvs S.A.	3 375	2 443	
		34 645	21 234	**4.9**
Chile				
322 100	Enersis S.A. ADR	6 118	5 416	
		6 118	5 416	**1.3**
China				
60 800	Alibaba Group Holding Ltd. ADR	6 747	6 837	
19 452 838	Bank of China Ltd.	11 018	11 943	
2 451 000	China Communications Construction Co. Ltd.	4 803	3 437	
17 369 069	China Construction Bank Corp.	15 802	16 394	
3 763 000	China Lesso Group Holdings Ltd.	4 072	3 614	
3 316 000	China Machinery Engineering Corp.	3 742	3 348	
892 181	China Mobile (Hong Kong) Ltd.	11 817	13 896	
1 444 000	China Overseas Land & Investment Ltd.	6 618	6 937	
5 525 239	China Petroleum & Chemical Corp.	5 189	4 592	
5 758 000	China Power International Development Ltd.	5 449	4 586	
2 246 500	China Railway Construction Corp Ltd.	3 266	3 836	
6 004 435	CNOOC Ltd.	9 976	8 648	
2 681 500	Great Wall Motor Co. Ltd.	4 415	4 286	
2 124 000	Lenovo Group Limited	3 104	2 966	
1 576 000	Luthai Textile Co. Ltd.	2 981	3 020	
850 400	Sinopharm Group Co.	3 746	4 698	
		102 745	103 038	**23.9**
Colombia				
496 676	Banco Davivienda S.A. Preference	6 106	4 720	
		6 106	4 720	**1.1**
Egypt				
843 171	Commercial International Bank GDR	4 991	5 006	
		4 991	5 006	**1.2**
Greece				
306 052	Hellenic Telecommunications Organization S.A.	3 827	4 238	
		3 827	4 238	**1.0**
Hong Kong				
5 142 000	Lee & Man Paper Manufacturing Ltd.	$ 4 032	$ 3 958	
5 101 333	Skyworth Digital Holdings Ltd.	4 104	4 579	
2 302 000	Wasion Group Holdings Ltd.	2 799	3 296	
		10 935	11 833	**2.7**
India				
1 065 077	Apollo Tyres Ltd.	3 734	3 462	
278 371	Indiabulls Housing Finance Ltd.	2 946	4 272	
297 156	Infosys Technologies Ltd. ADR	5 649	6 887	
360 061	Kaveri Seed Co. Ltd.	4 845	2 632	
962 849	Oil & Natural Gas Corp Ltd.	5 562	4 859	
730 855	Rural Electrification Corp Ltd.	3 867	3 447	
276 577	Sun Pharmaceutical Industries Ltd.	4 246	4 734	
159 425	Tata Motors Limited ADR	5 768	6 498	
339 465	United Phosphorus Ltd.	2 153	3 093	
		38 770	39 884	**9.2**
Indonesia				
33 852 000	PT Surya Semesta Internusa Tbk	3 329	2 413	
20 038 272	PT Telekomunikasi Indonesia Persero Tbk	4 875	6 210	
		8 204	8 623	**2.0**
Malaysia				
5 881 940	Berjaya Auto Berhad	4 614	4 050	
987 000	Top Glove Corp Berhad	2 339	4 316	
		6 953	8 366	**1.9**
Mexico				
1 224 600	Concentradora Hipotecaria S.A.P.I. de C.V. Real Estate Investment Trust	2 653	2 466	
2 025 400	TF Administradora Industrial S. de R.L. de C.V. Real Estate Investment	5 007	4 537	
		7 660	7 003	**1.6**
Pakistan				
638 365	Lucky Cement Pakistan*, Participation Notes	3 211	4 170	
		3 211	4 170	**1.0**
Philippines				
23 382 817	Vista Land & Lifescapes Inc.	3 555	3 552	
		3 555	3 552	**0.8**
Qatar				
233 124	The Commercial Bank of Qatar QSC	4 584	4 053	
		4 584	4 053	**0.9**
Russia				
91 152	Lukoil PJSC ADR	5 244	4 083	
150 675	MMC Norilsk Nickel PJSC ADR	2 882	2 642	
400 900	Mobile Telesystems PJSC ADR	4 362	3 428	
121 444	PhosAgro OAO GDR	2 283	2 155	
534 141	Sberbank of Russia ADR	4 293	4 336	
		19 064	16 644	**3.9**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Saudi Arabia				
183 176	Arab National Bank*, Participation Notes	$ 2 069	$ 1 585	
52 146	Saudia Dairy & Foodstuff Co.*, Participation Notes	2 428	2 145	
		4 497	3 730	**0.9**
South Africa				
193 716	Astral Foods Ltd.	2 976	2 010	
316 409	Kumba Iron Ore Ltd.	2 659	1 166	
46 312	Naspers Ltd.	6 963	8 759	
588 509	Standard Bank Group Ltd.	7 946	5 969	
		20 544	17 904	**4.1**
South Korea				
10 426	Amorepacific Corp. Preference	2 511	2 811	
262 580	DGB Financial Group Inc.	3 690	3 095	
44 200	Dongbu Insurance Co. Ltd.	2 593	3 659	
8 959	E-Mart Co. Ltd.	2 349	1 989	
31 748	GS Retail Co. Ltd.	1 585	2 001	
63 581	Hynix Semiconductor Inc.	3 095	2 273	
23 244	Hyundai Department Store Co., Ltd.	3 819	3 447	
113 586	Hyundai Engineering & Construction Co., Ltd.	5 796	3 773	
26 397	Hyundai Motor Co., Preferred	3 459	3 194	
122 771	Kia Motors Corp.	7 048	7 575	
78 811	Korea Electric Power Corp.	4 009	4 620	
4 928	Korea Zinc Co., Ltd.	2 812	2 716	
27 695	KT&G Corp.	2 789	3 405	
13 291	LG Chem Ltd.	4 068	5 077	
69 855	LG Corp.	5 540	5 810	
11 835	Mando Corp.	2 267	2 295	
14 142	Samsung Electronics Co. Ltd.	20 179	20 871	
11 013	SK Telecom Co. Ltd.	2 845	2 789	
		80 454	81 400	**18.9**
Taiwan				
1 473 000	Advanced Semiconductor Engineering Inc.	2 118	2 341	
258 000	Catcher Technology Co. Ltd.	3 223	2 976	
1 329 000	Chipbond Technology Corp.	3 045	2 644	
641 276	FLEXium Interconnect Inc.	3 092	2 106	
593 000	Hiroca Holdings Ltd.	2 242	2 955	
1 906 547	Hon Hai Precision Industry Co. Ltd.	6 377	6 456	
3 011 000	King's Town Bank	3 244	2 954	
1 164 000	Namchow Chemical Industrial Co. Ltd.	3 507	3 317	
1 912 000	Pou Chen Corp.	3 583	3 452	
1 796 000	Primax Electronics Ltd.	3 025	3 145	
518 000	Radiant Opto-Electronics Corp.	2 219	1 631	
905 000	Sercomm Corp.	3 212	3 291	
2 520 111	Taiwan Semiconductor Manufacturing Co. Ltd.	11 958	15 044	
881 000	Tripod Technology Corp.	2 117	2 071	
633 340	Wistron NeWeb Corp.	2 185	2 311	
		55 147	56 694	**13.1**
Thailand				
550 292	Electricity Generating Public - F	$ 2 727	$ 3 197	
6 634 848	GFPT PCL	3 011	2 514	
1 886 400	Kiatnakin Finance Public Company Ltd.	2 763	2 623	
2 829 300	The Bangchak Petroleum PCL	3 498	3 572	
1 479 000	TISCO Financial Group PCL	2 321	2 407	
		14 320	14 313	**3.3**
Turkey				
1 888 535	Emlak Konut Gayrimenkul Yatirim Ortakligi A.S. Real Estate Investment Tr	2 959	2 326	
953 329	Turk Hava Yollari	4 002	3 337	
1 273 475	Turkiye Is Bankasi	3 494	2 773	
		10 455	8 436	**2.0**
TOTAL EQUITIES		446 785	430 257	**99.7**
SHORT-TERM INVESTMENTS†		200	200	–
TOTAL INVESTMENTS		446 985	430 457	**99.7**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	2	–
TOTAL PORTFOLIO		$ 446 985	430 459	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 222	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 431 681	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 745 Sold USD 537 @ 1.3874	04-Jan-16	$ 2
TOTAL FOREIGN EXCHANGE		$ 2

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 430 457**	$ 291 975
Cash	**855**	461
Due from investment dealers	**–**	340
Subscriptions receivable	**323**	78
Unrealized gain on foreign exchange contracts	**2**	–
Dividends receivable, interest accrued and other assets	**1 115**	978
TOTAL ASSETS	**432 752**	293 832
LIABILITIES		
Due to investment dealers	**–**	596
Redemptions payable	**918**	179
Accounts payable and accrued expenses	**153**	109
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 071**	884
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 431 681**	$ 292 948
Investments at cost	**$ 446 985**	$ 282 012
NAV		
SERIES A	**$ 15 274**	$ 11 639
ADVISOR SERIES	**$ 2 453**	$ 1 656
SERIES D	**$ 2 732**	$ 1 636
SERIES F	**$ 19 177**	$ 8 435
SERIES O	**$ 392 045**	$ 269 582
NAV PER UNIT		
SERIES A	**$ 10.64**	$ 11.26
ADVISOR SERIES	**$ 10.66**	$ 11.28
SERIES D	**$ 10.72**	$ 11.30
SERIES F	**$ 10.81**	$ 11.38
SERIES O	**$ 10.49**	$ 11.04

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 12 818**	$ 8 157
Interest for distribution purposes	**(9)**	858
Other derivatives	**(397)**	–
Securities lending revenue (see note 6 in the generic notes)	**31**	17
Net realized gain (loss) on investments	**4 201**	3 607
Net gain (loss) on foreign currencies and other net assets	**(57)**	(354)
Change in unrealized gain (loss) on investments	**(26 489)**	6 128
TOTAL INCOME (LOSS)	**(9 902)**	18 413
EXPENSES (see notes – Fund Specific Information)		
Management fees	**515**	210
Administration fees	**960**	518
Independent Review Committee costs	**3**	3
GST/HST	**155**	77
Transaction costs	**1 865**	986
Withholding tax	**1 408**	806
TOTAL EXPENSES	**4 906**	2 600
INCREASE (DECREASE) IN NAV	**$ (14 808)**	$ 15 813
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (1 166)**	$ 476
ADVISOR SERIES	**$ (232)**	$ 66
SERIES D	**$ (221)**	$ 63
SERIES F	**$ (1 554)**	$ 156
SERIES O	**$ (11 635)**	$ 15 052
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (0.70)**	$ 0.67
ADVISOR SERIES	**$ (0.70)**	$ 0.66
SERIES D	**$ (0.61)**	$ 0.79
SERIES F	**$ (0.58)**	$ 0.72
SERIES O	**$ (0.44)**	$ 0.89

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (14 808)**	$ 15 813
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(3 804)**	(3 937)
Change in unrealized loss (gain) on investments	**26 489**	(6 128)
(Increase) decrease in accrued receivables	**(137)**	854
Increase (decrease) in accrued payables	**44**	(2 360)
Cost of investments purchased	**(456 541)**	(373 723)
Proceeds on sales of investments	**295 116**	189 234
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(153 641)**	(180 247)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**177 442**	198 704
Cash paid on redemption of redeemable units	**(22 632)**	(19 972)
Distributions paid to holders of redeemable units	**(775)**	(576)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 154 035**	$ 178 156
Net increase (decrease) in cash for the period	**394**	(2 091)
Cash (bank overdraft), beginning of period	**461**	2 552
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 855**	$ 461
Interest received (paid)	**$ (9)**	$ (8)
Dividends received, net of withholding taxes	**$ 11 273**	$ 7 263

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 11 639**	$ 3 361	**$ 1 656**	$ 408	**$ 1 636**	$ 696	**$ 8 435**	$ 602
INCREASE (DECREASE) IN NAV	**(1 166)**	476	**(232)**	66	**(221)**	63	**(1 554)**	156
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**11 009**	9 648	**1 815**	1 674	**2 568**	1 603	**15 792**	8 147
Reinvestments of distributions to holders of redeemable units	**270**	199	**45**	31	**60**	40	**330**	119
Redemption of redeemable units	**(6 195)**	(1 826)	**(784)**	(491)	**(1 251)**	(726)	**(3 382)**	(436)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**5 084**	8 021	**1 076**	1 214	**1 377**	917	**12 740**	7 830
Distributions from net income	**(190)**	(104)	**(32)**	(15)	**(44)**	(24)	**(329)**	(73)
Distributions from net gains	**(93)**	(115)	**(15)**	(17)	**(16)**	(16)	**(115)**	(80)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(283)**	(219)	**(47)**	(32)	**(60)**	(40)	**(444)**	(153)
NET INCREASE (DECREASE) IN NAV	**3 635**	8 278	**797**	1 248	**1 096**	940	**10 742**	7 833
NAV AT END OF PERIOD	**$ 15 274**	$ 11 639	**$ 2 453**	$ 1 656	**$ 2 732**	$ 1 636	**$ 19 177**	$ 8 435

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 269 582**	$ 94 132	**$ 292 948**	$ 99 199
INCREASE (DECREASE) IN NAV	**(11 635)**	15 052	**(14 808)**	15 813
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**146 503**	177 590	**177 687**	198 662
Reinvestments of distributions to holders of redeemable units	**10 550**	8 525	**11 255**	8 914
Redemption of redeemable units	**(11 759)**	(16 671)	**(23 371)**	(20 150)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**145 294**	169 444	**165 571**	187 426
Distributions from net income	**(8 784)**	(6 353)	**(9 379)**	(6 569)
Distributions from net gains	**(2 412)**	(2 693)	**(2 651)**	(2 921)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(11 196)**	(9 046)	**(12 030)**	(9 490)
NET INCREASE (DECREASE) IN NAV	**122 463**	175 450	**138 733**	193 749
NAV AT END OF PERIOD	**$ 392 045**	$ 269 582	**$ 431 681**	$ 292 948

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

December 31, 2015

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)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 1.8% (December 31, 2014 – 1.4%) 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 2015	December 31 2014
China	**23.9**	22.3
South Korea	**18.9**	16.7
Taiwan	**13.1**	11.9
India	**9.2**	11.1
Brazil	**4.9**	9.2
South Africa	**4.1**	4.2
Russia	**3.9**	3.3
Thailand	**3.3**	3.4
Hong Kong	**2.7**	1.7
Turkey	**2.0**	2.3
Indonesia	**2.0**	2.6
Malaysia	**1.9**	0.7
Mexico	**1.6**	3.2
Other Countries	**8.2**	7.0
Cash/Other	**0.3**	0.4
Total	**100.0**	100.0

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 2015	December 31 2014
Hong Kong dollar	**25.1**	24.0
South Korean won	**18.9**	16.8
New Taiwan dollar	**13.5**	12.1
United States dollar	**12.4**	10.5
Indian rupee	**6.2**	8.4
Brazilian real	**4.9**	8.2
South African rand	**4.2**	4.2
Thailand baht	**3.3**	3.5
Indonesian rupiah	**2.0**	2.6
Turkish new lira	**2.0**	2.3
Malaysian ringgit	**1.9**	0.7
Mexican peso	**1.7**	3.3
Colombian peso	**1.1**	0.5
Euro	**1.0**	–
Qatari rial	**0.9**	0.8
Philippine peso	**0.8**	1.4
Polish zloty	**–**	0.6
Total	**99.9**	99.9

As at December 31, 2015, 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, 2014 – 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 30-month (December 31, 2014 – 18-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015	December 31 2014
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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**62 023**	**368 234**	**–**	**430 257**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**200**	**–**	**200**
Derivatives – assets	**–**	**2**	**–**	**2**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**62 023**	**368 436**	**–**	**430 459**
% of total portfolio	**14.4**	**85.6**	**–**	**100.0**

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

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.35%
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 2015	December 31 2014
Units held		
Series A	**–**	100
Advisor Series	**102**	100
Series D	**103**	101
Series F	**103**	101
Value of all units	**3**	5

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

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 034**	315
Issued number of units	**902**	864
Reinvested number of units	**25**	18
Redeemed number of units	**(525)**	(163)
Ending number of units	**1 436**	1 034
Advisor Series		
Opening units	**147**	38
Issued number of units	**150**	149
Reinvested number of units	**4**	3
Redeemed number of units	**(71)**	(43)
Ending number of units	**230**	147
Series D		
Opening units	**145**	65
Issued number of units	**211**	142
Reinvested number of units	**6**	4
Redeemed number of units	**(107)**	(66)
Ending number of units	**255**	145

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)	2015	2014
Series F		
Opening units	**741**	56
Issued number of units	**1 297**	712
Reinvested number of units	**30**	11
Redeemed number of units	**(293)**	(38)
Ending number of units	**1 775**	741
Series O		
Opening units	**24 428**	9 026
Issued number of units	**13 038**	16 107
Reinvested number of units	**971**	776
Redeemed number of units	**(1 071)**	(1 481)
Ending number of units	**37 366**	24 428

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**1 865**	**100**	986	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 2015	December 31 2014
Fair value of securities loaned	**16 331**	6 374
Fair value of collateral received	**16 657**	6 502

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 2015	December 31 2014
RBC Balanced Fund	**4.6**	6.9
RBC Balanced Growth & Income Class	**2.1**	–
RBC Balanced Growth & Income Fund	**23.8**	24.2
RBC Conservative Growth & Income Fund	**0.5**	–
RBC Global Balanced Fund	**0.5**	0.7
RBC Select Aggressive Growth Portfolio	**4.3**	5.0
RBC Select Balanced Portfolio	**21.9**	28.0
RBC Select Growth Portfolio	**15.4**	19.4
Total	**73.1**	84.2

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

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC EMERGING MARKETS EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
7 700 000	Banco Bradesco S.A. ADR	$ 94 436	$ 51 248	
4 036 700	Natura Cosmeticos S.A.	52 169	33 164	
2 344 400	Totvs S.A.	37 779	25 442	
4 026 300	WEG S.A.	22 317	21 053	
		206 701	130 907	**5.6**
Chile				
1 845 326	Cia Cervecerias Unidas S.A.	23 285	28 252	
2 940 000	Embotelladora Andina S.A.	14 660	12 102	
		37 945	40 354	**1.7**
China				
350 200	Alibaba Group Holding Ltd. ADR	34 607	39 381	
155 260	Baidu.com Inc. ADR	23 311	40 612	
9 800 000	China Merchants Holdings Co. Ltd.	35 801	42 889	
4 088 000	China Mobile (Hong Kong) Ltd.	47 787	63 671	
8 278 000	China Resources Land Ltd.	17 571	33 145	
13 766 178	Fuyao Glass Industry Group Co. Ltd.	42 571	44 669	
17 078 000	Guangdong Investments Ltd.	13 174	33 372	
33 000 000	Lenovo Group Limited	44 640	46 082	
7 861 000	Real Gold Mining Ltd.*	12 722	–	
7 826 264	Weifu High-Technology Group Co. Ltd.	37 560	27 820	
		309 744	371 641	**15.9**
Hong Kong				
7 141 600	AIA Group Ltd.	33 506	59 045	
3 229 000	CK Hutchison Holdings Ltd.	60 185	60 058	
10 499 900	Samsonite International S.A.	27 756	43 542	
		121 447	162 645	**6.9**
India				
2 070 158	Cummins India Ltd.	23 216	44 448	
375 000	Dr. Reddy's Laboratories Ltd. ADR	24 186	24 019	
2 484 189	HCL Technologies Ltd.	16 626	44 332	
462 146	Hero Motocorp Ltd.	15 820	25 948	
3 933 299	Housing Development Finance Corp.	61 431	103 516	
668 352	Infosys Ltd.	14 949	15 410	
1 720 000	Infosys Technologies Ltd. ADR	38 388	39 864	
1 656 125	Lupin Ltd.	30 823	63 403	
		225 439	360 940	**15.4**
Indonesia				
25 876 900	PT Bank Central Asia Tbk	29 270	34 305	
222 542 000	PT Kalbe Farma Tbk	34 139	29 298	
		63 409	63 603	**2.7**
Malaysia				
25 876 800	Axiata Group Berhad	58 517	53 359	
6 106 700	Public Bank Berhad	28 983	36 409	
		87 500	89 768	**3.8**
Mexico				
559 000	Grupo Televisa S.A. ADR	$ 21 999	$ 21 047	
12 213 800	Kimberly-Clark de Mexico S.A.	34 180	39 499	
		56 179	60 546	**2.6**
Nigeria				
113 411 485	Guaranty Trust Bank Plc.	16 569	14 305	
		16 569	14 305	**0.6**
Peru				
334 331	Credicorp Ltd.	46 279	44 975	
		46 279	44 975	**1.9**
Philippines				
3 312 260	SM Investments Corp.	57 645	83 723	
		57 645	83 723	**3.6**
Poland				
499 434	Bank Pekao S.A.	25 743	25 240	
		25 743	25 240	**1.1**
Russia				
31 462	Magnit PJSC	7 593	6 673	
341 649	Magnit PJSC GDR	18 694	19 010	
		26 287	25 683	**1.1**
South Africa				
3 400 000	Clicks Group Ltd.	21 616	27 085	
1 240 000	Mr. Price Group Ltd.	19 380	22 123	
410 926	Naspers Ltd.	31 067	77 718	
4 471 541	Sanlam Ltd.	30 379	24 203	
477 000	South African Breweries Plc.	23 699	39 786	
		126 141	190 915	**8.1**
South Korea				
48 000	Amorepacific Corp.	22 015	23 308	
495 538	Hanon Systems Corp.	23 525	30 112	
200 000	Hyundai Motor Co., Preferred	22 441	24 198	
63 968	Samsung Electronics Co. Ltd.	66 689	94 406	
103 507	Samsung Fire & Marine Insurance Co. Ltd.	21 270	37 439	
17 334	Samsung Fire & Marine Insurance Co. Ltd. Preference	2 071	3 851	
797 011	Shinhan Financial Group Co. Ltd.	32 956	37 046	
		190 967	250 360	**10.7**
Taiwan				
1 955 000	Airtac International Group	19 333	12 449	
3 814 303	Delta Electronics Inc.	23 917	24 825	
2 500 000	Giant Manufacturing Co. Ltd.	19 246	22 931	
14 283 000	Standard Foods Corp.	32 927	49 187	
16 804 000	Taiwan Semiconductor Manufacturing Co. Ltd.	51 195	100 313	
12 917 000	Uni-President Enterprises Corp.	22 543	29 794	
		169 161	239 499	**10.2**
Thailand				
15 940 000	Central Pattana PCL	23 978	28 659	
		23 978	28 659	**1.2**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Turkey				
7 000 000	Akbank TAS	$ 24 957	$ 22 210	
14 428 538	ENKA Insaat ve Sanayi A.S.	35 567	30 921	
		60 524	53 131	**2.3**
United Arab Emirates				
22 771 744	Emaar Malls Group PJSC	22 008	23 583	
		22 008	23 583	**1.0**
United Kingdom				
774 712	Hikma Pharmaceuticals Plc.	9 292	36 339	
		9 292	36 339	**1.6**
TOTAL EQUITIES		1 882 958	2 296 816	**98.0**
SHORT-TERM INVESTMENTS†		3 000	3 000	**0.1**
TOTAL INVESTMENTS		1 885 958	2 299 816	**98.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(3)	–
TOTAL PORTFOLIO		$1 885 958	2 299 813	**98.1**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			45 024	**1.9**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 344 837	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 219 Sold CAD 304 @ 0.7208	04-Jan-16	$ (1)
Bought USD 389 Sold CAD 540 @ 0.7199	05-Jan-16	(2)
TOTAL FOREIGN EXCHANGE		$ (3)

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 299 816**	$ 1 815 799
Cash	**51 406**	63 759
Due from investment dealers	**–**	31
Subscriptions receivable	**1 284**	880
Unrealized gain on foreign exchange contracts	**–**	1
Dividends receivable, interest accrued and other assets	**4 112**	3 367
TOTAL ASSETS	**2 356 618**	1 883 837
LIABILITIES		
Due to investment dealers	**10 599**	–
Redemptions payable	**293**	134
Unrealized loss on foreign exchange contracts	**3**	–
Accounts payable and accrued expenses	**886**	727
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**11 781**	861
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 344 837**	$ 1 882 976
Investments at cost	**$ 1 885 958**	$ 1 432 140
NAV		
SERIES A	**$ 122 456**	$ 110 209
ADVISOR SERIES	**$ 20 707**	$ 9 308
SERIES D	**$ 27 124**	$ 19 721
SERIES F	**$ 76 433**	$ 14 802
SERIES I	**$ 4 800**	$ 1 863
SERIES O	**$ 2 093 317**	$ 1 727 073
NAV PER UNIT		
SERIES A	**$ 13.91**	$ 13.10
ADVISOR SERIES	**$ 13.89**	$ 13.08
SERIES D	**$ 14.07**	$ 13.25
SERIES F	**$ 14.17**	$ 13.33
SERIES I	**$ 14.31**	$ 13.48
SERIES O	**$ 14.20**	$ 13.37

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 72 204**	$ 40 502
Interest for distribution purposes	**16**	7 301
Securities lending revenue (see note 6 in the generic notes)	**80**	86
Net realized gain (loss) on investments	**79 488**	44 234
Net gain (loss) on foreign currencies and other net assets	**8 207**	751
Change in unrealized gain (loss) on investments	**30 195**	173 588
TOTAL INCOME (LOSS)	**190 190**	266 462
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 170**	2 217
Administration fees	**5 768**	4 292
Independent Review Committee costs	**3**	3
GST/HST	**889**	658
Transaction costs	**3 742**	3 524
Withholding tax	**4 566**	3 637
TOTAL EXPENSES	**18 138**	14 331
INCREASE (DECREASE) IN NAV	**$ 172 052**	$ 252 131
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 6 902**	$ 13 093
ADVISOR SERIES	**$ 492**	$ 787
SERIES D	**$ 1 390**	$ 2 217
SERIES F	**$ 1 345**	$ 873
SERIES I	**$ 170**	$ 51
SERIES O	**$ 161 753**	$ 235 110
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.81**	$ 1.63
ADVISOR SERIES	**$ 0.81**	$ 1.63
SERIES D	**$ 0.96**	$ 1.76
SERIES F	**$ 0.99**	$ 1.80
SERIES I	**$ 1.06**	$ 1.83
SERIES O	**$ 1.15**	$ 1.95

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 172 052**	$ 252 131
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(79 488)**	(44 234)
Change in unrealized loss (gain) on investments	**(30 195)**	(173 588)
(Increase) decrease in accrued receivables	**(745)**	(2 804)
Increase (decrease) in accrued payables	**159**	183
Cost of investments purchased	**(1 523 803)**	(1 310 574)
Proceeds on sales of investments	**1 160 103**	1 221 320
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(301 917)**	(57 566)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**583 675**	463 290
Cash paid on redemption of redeemable units	**(289 155)**	(353 097)
Distributions paid to holders of redeemable units	**(4 956)**	(5 180)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 289 564**	$ 105 013
Net increase (decrease) in cash for the period	**(12 353)**	47 447
Cash (bank overdraft), beginning of period	**63 759**	16 312
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 51 406**	$ 63 759
Interest received (paid)	**$ 16**	$ (1)
Dividends received, net of withholding taxes	**$ 66 893**	$ 41 394

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 110 209**	$ 93 340	**$ 9 308**	$ 3 870	**$ 19 721**	$ 13 121	**$ 14 802**	$ 3 400
INCREASE (DECREASE) IN NAV	**6 902**	13 093	**492**	787	**1 390**	2 217	**1 345**	873
Early redemption fees	**1**	–	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**32 735**	24 687	**13 845**	6 030	**11 823**	8 677	**72 133**	12 586
Reinvestments of distributions to holders of redeemable units	**650**	42	**108**	3	**391**	159	**991**	74
Redemption of redeemable units	**(27 384)**	(20 911)	**(2 936)**	(1 378)	**(5 805)**	(4 293)	**(11 530)**	(2 046)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 002**	3 818	**11 017**	4 655	**6 410**	4 543	**61 594**	10 614
Distributions from net income	**(657)**	(42)	**(110)**	(4)	**(397)**	(160)	**(1 308)**	(85)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(657)**	(42)	**(110)**	(4)	**(397)**	(160)	**(1 308)**	(85)
NET INCREASE (DECREASE) IN NAV	**12 247**	16 869	**11 399**	5 438	**7 403**	6 600	**61 631**	11 402
NAV AT END OF PERIOD	**$ 122 456**	$ 110 209	**$ 20 707**	$ 9 308	**$ 27 124**	$ 19 721	**$ 76 433**	$ 14 802

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 863**	$ 256	**$ 1 727 073**	$ 1 412 998	**$ 1 882 976**	$ 1 526 985
INCREASE (DECREASE) IN NAV	**170**	51	**161 753**	235 110	**172 052**	252 131
Early redemption fees	**–**	–	**–**	–	**2**	–
Proceeds from redeemable units issued	**6 427**	1 557	**447 116**	408 596	**584 079**	462 133
Reinvestments of distributions to holders of redeemable units	**78**	8	**51 206**	28 549	**53 424**	28 835
Redemption of redeemable units	**(3 643)**	–	**(238 018)**	(324 465)	**(289 316)**	(353 093)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 862**	1 565	**260 304**	112 680	**348 189**	137 875
Distributions from net income	**(95)**	(9)	**(55 813)**	(33 715)	**(58 380)**	(34 015)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(95)**	(9)	**(55 813)**	(33 715)	**(58 380)**	(34 015)
NET INCREASE (DECREASE) IN NAV	**2 937**	1 607	**366 244**	314 075	**461 861**	355 991
NAV AT END OF PERIOD	**$ 4 800**	$ 1 863	**$ 2 093 317**	$ 1 727 073	**$ 2 344 837**	$ 1 882 976

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

December 31, 2015

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)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 0.0% (December 31, 2014 – 0.4%) 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 2015	December 31 2014
China	**15.9**	11.9
India	**15.4**	12.8
South Korea	**10.7**	10.2
Taiwan	**10.2**	9.9
South Africa	**8.1**	8.8
Hong Kong	**6.9**	6.5
Brazil	**5.6**	6.6
Malaysia	**3.8**	3.8
Philippines	**3.6**	2.0
Indonesia	**2.7**	4.0
Mexico	**2.6**	3.1
Turkey	**2.3**	1.0
Peru	**1.9**	2.4
Other Countries	**8.3**	13.2
Cash/Other	**2.0**	3.8
Total	**100.0**	100.0

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 2015	December 31 2014
Hong Kong dollar	**17.5**	15.9
United States dollar	**13.5**	12.8
Indian rupee	**12.9**	12.8
South Korean won	**10.7**	10.3
New Taiwan dollar	**10.2**	10.2
South African rand	**8.2**	8.8
Malaysian ringgit	**3.8**	3.8
Philippine peso	**3.6**	2.0
Brazilian real	**3.4**	4.2
Indonesian rupiah	**2.7**	4.0
Turkish new lira	**2.3**	1.0
Chinese renminbi	**1.9**	–
Mexican peso	**1.7**	2.3
Chilean peso	**1.7**	2.3
Pound sterling	**1.6**	3.7
Thailand baht	**1.2**	1.6
Polish zloty	**1.1**	1.1
UAE dirham	**1.0**	1.0
Nigerian naira	**–**	0.7
Singapore dollar	**–**	1.2
Other currencies	**0.9**	–
Total	**99.9**	99.7

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI Emerging Markets Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**420 658**	**1 876 158**	**–**	**2 296 816**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**3 000**	**–**	**3 000**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**(3)**	**–**	**(3)**
Total financial instruments	**420 658**	**1 879 155**	**–**	**2 299 813**
% of total portfolio	**18.3**	**81.7**	**–**	**100.0**

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

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%
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 2015	December 31 2014
Units held		
Series I	**106**	104
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, 2015 for the Fund were approximately:

Capital losses	11 899
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)	**2015**	2014
Series A		
Opening units	**8 416**	8 119
Issued number of units	**2 287**	2 015
Reinvested number of units	**47**	3
Redeemed number of units	**(1 948)**	(1 721)
Ending number of units	**8 802**	8 416
Advisor Series		
Opening units	**712**	337
Issued number of units	**981**	487
Reinvested number of units	**8**	–
Redeemed number of units	**(210)**	(112)
Ending number of units	**1 491**	712
Series D		
Opening units	**1 489**	1 130
Issued number of units	**816**	692
Reinvested number of units	**28**	12
Redeemed number of units	**(406)**	(345)
Ending number of units	**1 927**	1 489

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)	2015	2014
Series F		
Opening units	**1 111**	292
Issued number of units	**5 014**	977
Reinvested number of units	**70**	6
Redeemed number of units	**(800)**	(164)
Ending number of units	**5 395**	1 111
Series I		
Opening units	**138**	22
Issued number of units	**439**	115
Reinvested number of units	**5**	1
Redeemed number of units	**(247)**	–
Ending number of units	**335**	138
Series O		
Opening units	**129 154**	120 577
Issued number of units	**31 058**	32 383
Reinvested number of units	**3 610**	2 153
Redeemed number of units	**(16 415)**	(25 959)
Ending number of units	**147 407**	129 154

Transaction costs ($000s except %)

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

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**3 742**	**100**	3 524	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 2015	December 31 2014
Fair value of securities loaned	**174 348**	67 453
Fair value of collateral received	**177 835**	68 802

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 2015	December 31 2014
Phillips, Hager & North Balanced Fund	**1.4**	1.5
Phillips, Hager & North Balanced Pension Trust	**2.2**	2.7
Phillips, Hager & North LifeTime 2020 Fund	**–**	–
Phillips, Hager & North LifeTime 2025 Fund	**–**	–
Phillips, Hager & North LifeTime 2030 Fund	**–**	–
Phillips, Hager & North LifeTime 2035 Fund	**0.1**	–
Phillips, Hager & North LifeTime 2040 Fund	**0.1**	–
Phillips, Hager & North LifeTime 2045 Fund	**0.2**	–
Phillips, Hager & North LifeTime 2050 Fund	**–**	–
RBC Balanced Fund	**11.5**	14.3
RBC Emerging Markets Equity Class	**3.5**	2.7
RBC Global Balanced Fund	**1.3**	1.6
RBC Select Aggressive Growth Portfolio	**3.3**	3.1
RBC Select Balanced Portfolio	**28.4**	26.4
RBC Select Choices Aggressive Growth Portfolio	**0.8**	0.9
RBC Select Choices Balanced Portfolio	**0.7**	0.9
RBC Select Choices Growth Portfolio	**0.8**	0.9
RBC Select Growth Portfolio	**12.6**	12.2
RBC Target 2020 Education Fund	**0.5**	0.6
RBC Target 2025 Education Fund	**1.1**	1.1
RBC Target 2030 Education Fund	**0.4**	0.3
Total	**68.9**	69.2

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Brazil				
648 800	Cia. Hering	$ 5 704	$ 3 451	
580 000	Natura Cosmeticos S.A.	4 524	4 765	
327 900	Totvs S.A.	4 900	3 559	
225 900	Wilson Sons Ltd. BDR	3 220	2 606	
		18 348	14 381	**4.6**
Chile				
4 424 990	Inversiones Aguas Metropolitanas S.A.	8 250	8 636	
1 816 737	Parque Arauco S.A.	3 892	3 963	
1 776 626	Sonda S.A.	4 472	4 357	
		16 614	16 956	**5.4**
China				
943 500	Asia Satellite Telecommunications Holdings Ltd.	3 497	1 635	
239 742	Hollysys Automation Technologies Ltd.	5 836	7 358	
4 597 592	Luthai Textile Co. Ltd.	8 131	8 810	
		17 464	17 803	**5.7**
Egypt				
131 316	edita food industries S.A.E GDR	2 743	3 352	
356 161	Integrated Diagnostics Holdings Plc.	2 467	2 446	
		5 210	5 798	**1.8**
Hong Kong				
1 710 000	Samsonite International S.A.	6 039	7 091	
8 070 500	Sino Biopharmaceutical Ltd.	5 571	10 075	
6 863 000	Tao Heung Holdings Ltd.	4 309	2 619	
		15 919	19 785	**6.3**
India				
433 515	Cummins India Ltd.	5 528	9 308	
160 545	eClerx Services Ltd.	3 024	4 732	
1 170 516	Godrej Industries Ltd.	7 469	9 256	
1 023 506	Indraprastha Gas Ltd.	9 130	11 279	
1 943 482	Marico Ltd.	4 726	9 179	
266 743	Pidilite Industries Ltd.	1 813	3 075	
166 305	Sundaram Finance Ltd.	2 604	4 771	
816 664	Tube Investments of India Ltd.	3 922	7 267	
		38 216	58 867	**18.8**
Indonesia				
122 000 000	PT Ace Hardware Indonesia Tbk	8 916	10 040	
72 727 800	PT Pakuwon Jati Tbk	2 799	3 581	
		11 715	13 621	**4.4**
Malaysia				
6 358 600	CapitaLand Malaysia Mall Real Estate Investment Trust	3 280	2 828	
683 100	LPI Capital Berhad	2 652	3 535	
3 782 300	Oldtown Berhad	2 696	1 935	
		8 628	8 298	**2.7**
Mexico				
1 537 000	Corp Inmobiliaria Vesta S.A.B. de C.V.	$ 3 478	$ 3 216	
1 405 243	Grupo Herdez S.A.B. de C.V.	4 656	4 977	
		8 134	8 193	**2.6**
Nigeria				
16 978 158	Guaranty Trust Bank Plc.	3 078	2 142	
		3 078	2 142	**0.7**
Peru				
854 349	Grana y Montero S.A.	2 318	682	
		2 318	682	**0.2**
Philippines				
7 224 800	Century Pacific Food Inc.	3 618	3 503	
2 252 100	Security Bank Corp.	7 492	9 376	
1 260 000	Security Bank Corp., Preferred, 3.900%	3	4	
		11 113	12 883	**4.1**
South Africa				
4 508 503	Choppies Enterprises Ltd.	2 789	2 600	
713 629	Clicks Group Ltd.	5 484	5 685	
1 760 607	Consolidated Infrastructure Group Ltd.	5 521	5 021	
653 226	Hyprop Investments Ltd. Real Estate Investment Trust	6 478	6 049	
505 084	Oceana Group Ltd.	4 484	5 243	
		24 756	24 598	**7.9**
South Korea				
33 923	Amorepacific Corp. Preference	2 957	9 147	
16 000	Cuckoo Electronics Co. Ltd.	4 380	4 298	
690 000	DGB Financial Group Inc.	9 599	8 134	
72 248	Hy-Lok Corp.	2 668	2 109	
31 457	Youngone Holdings Co. Ltd.	2 886	2 515	
		22 490	26 203	**8.4**
Taiwan				
962 000	Airtac International Group	8 126	6 126	
3 010 000	Chroma ATE Inc.	7 735	8 073	
469 000	Giant Manufacturing Co. Ltd.	4 022	4 302	
181 000	Ginko International Co. Ltd.	2 977	3 300	
722 000	Lumax International Corp Ltd.	1 724	1 319	
1 100 000	Pacific Hospital Supply Co. Ltd.	3 323	3 496	
2 512 550	Standard Foods Corp.	6 652	8 653	
616 000	Yungtay Engineering Co. Ltd.	1 499	1 225	
		36 058	36 494	**11.7**
Thailand				
2 546 500	Aeon Thana Sinsap Thailand PCL, Subscription Receipts	8 822	9 403	
2 700 000	Delta Electronics Thailand PCL	6 139	7 894	
14 225 900	MC Group PCL	7 191	6 531	
		22 152	23 828	**7.6**

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

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United Arab Emirates				
7 000 000	Aramex PJSC*, Participation Notes	$ 7 371	$ 8 279	
		7 371	8 279	**2.6**
TOTAL EQUITIES		269 584	298 811	**95.5**
SHORT-TERM INVESTMENTS†		200	200	**0.1**
TOTAL INVESTMENTS		269 784	299 011	**95.6**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	5	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(13)	–
TOTAL PORTFOLIO		$ 269 784	299 003	**95.6**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			13 683	**4.4**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 312 686	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 43 Sold CAD 59 @ 0.7208	04-Jan-16	$ –
Bought ZAR 4 722 Sold USD 303 @ 15.5651	07-Jan-16	3
Bought ZAR 5 154 Sold USD 331 @ 15.5497	08-Jan-16	2
		$ 5

Contracts	Maturity Date	Unrealized Loss
Bought USD 176 Sold CAD 245 @ 0.7199	05-Jan-16	$ (1)
Bought ZAR 13 522 Sold USD 882 @ 15.3221	06-Jan-16	(12)
		$ (13)
TOTAL FOREIGN EXCHANGE		$ (8)

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 299 011**	$ 196 628
Cash	**18 934**	5 794
Due from investment dealers	**27**	717
Subscriptions receivable	**299**	18
Unrealized gain on foreign exchange contracts	**5**	–
Dividends receivable, interest accrued and other assets	**303**	180
TOTAL ASSETS	**318 579**	203 337
LIABILITIES		
Due to investment dealers	**5 780**	2 035
Redemptions payable	**11**	40
Unrealized loss on foreign exchange contracts	**13**	–
Accounts payable and accrued expenses	**89**	64
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 893**	2 139
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 312 686**	$ 201 198
Investments at cost	**$ 269 784**	$ 182 247
NAV		
SERIES A	**$ 2 465**	$ 1 509
ADVISOR SERIES	**$ 1 749**	$ 4 402
SERIES D	**$ 2 086**	$ 1 008
SERIES F	**$ 14 680**	$ 430
SERIES O	**$ 291 706**	$ 193 849
NAV PER UNIT		
SERIES A	**$ 12.38**	$ 11.51
ADVISOR SERIES	**$ 12.35**	$ 11.50
SERIES D	**$ 12.50**	$ 11.60
SERIES F	**$ 12.57**	$ 11.67
SERIES O	**$ 12.62**	$ 11.72

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 6 976**	$ 2 774
Interest for distribution purposes	**6**	643
Securities lending revenue (see note 6 in the generic notes)	**20**	8
Net realized gain (loss) on investments	**4 268**	1 610
Net gain (loss) on foreign currencies and other net assets	**2 447**	397
Change in unrealized gain (loss) on investments	**14 838**	12 455
TOTAL INCOME (LOSS)	**28 555**	17 887
EXPENSES (see notes – Fund Specific Information)		
Management fees	**166**	45
Administration fees	**619**	333
Independent Review Committee costs	**3**	3
GST/HST	**78**	39
Transaction costs	**546**	468
Withholding tax	**549**	268
TOTAL EXPENSES	**1 961**	1 156
INCREASE (DECREASE) IN NAV	**$ 26 594**	$ 16 731
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 158**	$ 85
ADVISOR SERIES	**$ 507**	$ 99
SERIES D	**$ 110**	$ 66
SERIES F	**$ 98**	$ 10
SERIES O	**$ 25 721**	$ 16 471
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.10**	$ 1.25
ADVISOR SERIES	**$ 1.13**	$ 0.91
SERIES D	**$ 1.21**	$ 1.32
SERIES F	**$ 1.23**	$ 1.07
SERIES O	**$ 1.40**	$ 1.47

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

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

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 26 594**	$ 16 731
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(4 268)**	(1 699)
Change in unrealized loss (gain) on investments	**(14 838)**	(12 455)
(Increase) decrease in accrued receivables	**(123)**	(860)
Increase (decrease) in accrued payables	**25**	2 082
Cost of investments purchased	**(180 499)**	(203 173)
Proceeds on sales of investments	**101 665**	81 461
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(71 444)**	(117 913)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**96 839**	123 169
Cash paid on redemption of redeemable units	**(11 419)**	(1 695)
Distributions paid to holders of redeemable units	**(836)**	(265)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 84 584**	$ 121 209
Net increase (decrease) in cash for the period	**13 140**	3 296
Cash (bank overdraft), beginning of period	**5 794**	2 498
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 18 934**	$ 5 794
Interest received (paid)	**$ 6**	$ 34
Dividends received, net of withholding taxes	**$ 6 304**	$ 2 972

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

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

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 509**	$ 492	**$ 4 402**	$ 230	**$ 1 008**	$ 242	**$ 430**	$ 26
INCREASE (DECREASE) IN NAV	**158**	85	**507**	99	**110**	66	**98**	10
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 970**	1 417	**1 917**	4 189	**1 665**	892	**15 613**	396
Reinvestments of distributions to holders of redeemable units	**47**	13	**32**	39	**50**	12	**251**	4
Redemption of redeemable units	**(1 171)**	(485)	**(5 076)**	(116)	**(697)**	(191)	**(1 425)**	(1)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**846**	945	**(3 127)**	4 112	**1 018**	713	**14 439**	399
Distributions from net income	**–**	–	**–**	–	**(12)**	(4)	**(89)**	(1)
Distributions from net gains	**(48)**	(13)	**(33)**	(39)	**(38)**	(9)	**(198)**	(4)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(48)**	(13)	**(33)**	(39)	**(50)**	(13)	**(287)**	(5)
NET INCREASE (DECREASE) IN NAV	**956**	1 017	**(2 653)**	4 172	**1 078**	766	**14 250**	404
NAV AT END OF PERIOD	**$ 2 465**	$ 1 509	**$ 1 749**	$ 4 402	**$ 2 086**	$ 1 008	**$ 14 680**	$ 430

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 193 849**	$ 62 320	**$ 201 198**	$ 63 310
INCREASE (DECREASE) IN NAV	**25 721**	16 471	**26 594**	16 731
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**75 955**	116 261	**97 120**	123 155
Reinvestments of distributions to holders of redeemable units	**10 064**	3 946	**10 444**	4 014
Redemption of redeemable units	**(3 021)**	(940)	**(11 390)**	(1 733)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**82 998**	119 267	**96 174**	125 436
Distributions from net income	**(5 376)**	(2 509)	**(5 477)**	(2 514)
Distributions from net gains	**(5 486)**	(1 700)	**(5 803)**	(1 765)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(10 862)**	(4 209)	**(11 280)**	(4 279)
NET INCREASE (DECREASE) IN NAV	**97 857**	131 529	**111 488**	137 888
NAV AT END OF PERIOD	**$ 291 706**	$ 193 849	**$ 312 686**	$ 201 198

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

December 31, 2015

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)

Liquidity risk (%)

Any securities deemed to be illiquid are identified in the Schedule of Investment Portfolio. Illiquid securities represent approximately 2.7% (December 31, 2014 – 1.6%) 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 2015**	December 31 2014
India	**18.8**	14.8
Taiwan	**11.7**	12.8
South Korea	**8.4**	7.4
South Africa	**7.9**	7.8
Thailand	**7.6**	8.5
Hong Kong	**6.3**	6.6
China	**5.7**	7.4
Chile	**5.4**	4.7
Brazil	**4.6**	4.0
Indonesia	**4.4**	5.0
Philippines	**4.1**	3.4
Malaysia	**2.7**	3.0
Mexico	**2.6**	3.0
United Arab Emirates	**2.6**	1.6
Other Countries	**2.7**	7.6
Cash/Other	**4.5**	2.4
Total	**100.0**	100.0

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 2015**	December 31 2014
Indian rupee	**18.8**	14.8
New Taiwan dollar	**11.9**	12.9
United States dollar	**11.8**	9.4
Hong Kong dollar	**9.7**	9.1
South Korean won	**8.0**	7.1
South African rand	**7.9**	7.8
Thailand baht	**7.4**	8.5
Chilean peso	**5.2**	4.3
Brazilian real	**4.5**	4.0
Indonesian rupiah	**4.4**	5.0
Philippine peso	**4.1**	3.4
Malaysian ringgit	**2.7**	3.1
Mexican peso	**2.6**	3.0
Pound sterling	**–**	4.4
Omani rial	**–**	1.0
Nigeria naira	**–**	1.0
Peruvian nuevo sol	**–**	0.6
Turkish new lira	**–**	0.5
Other currencies	**0.9**	–
Total	**99.9**	99.9

As at December 31, 2015, 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, 2014 – 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 30-month (December 31, 2014 – 18-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015	December 31 2014
MSCI Emerging Markets Small Cap Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**47 570**	**251 241**	**–**	**298 811**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**200**	**–**	**200**
Derivatives – assets	**–**	**5**	**–**	**5**
Derivatives – liabilities	**–**	**(13)**	**–**	**(13)**
Total financial instruments	**47 570**	**251 433**	**–**	**299 003**
% of total portfolio	**15.9**	**84.1**	**–**	**100.0**

Please see the generic notes at the back of the financial statements.

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.35%
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 2015	December 31 2014
Units held		
Series A	**–**	101
Advisor Series	**103**	101
Series D	**104**	101
Series F	**104**	101
Value of all units	**4**	5

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**131**	48
Issued number of units	**157**	127
Reinvested number of units	**4**	1
Redeemed number of units	**(93)**	(45)
Ending number of units	**199**	131
Advisor Series		
Opening units	**383**	23
Issued number of units	**156**	367
Reinvested number of units	**3**	3
Redeemed number of units	**(400)**	(10)
Ending number of units	**142**	383
Series D		
Opening units	**87**	24
Issued number of units	**132**	79
Reinvested number of units	**4**	1
Redeemed number of units	**(56)**	(17)
Ending number of units	**167**	87

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
Series F		
Opening units	**37**	3
Issued number of units	**1 225**	34
Reinvested number of units	**20**	–
Redeemed number of units	**(114)**	–
Ending number of units	**1 168**	37
Series O		
Opening units	**16 545**	6 088
Issued number of units	**6 005**	10 199
Reinvested number of units	**802**	339
Redeemed number of units	**(238)**	(81)
Ending number of units	**23 114**	16 545

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**546**	**100**	468	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 2015	December 31 2014
Fair value of securities loaned	**4 115**	4 222
Fair value of collateral received	**4 197**	4 306

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 2015	December 31 2014
RBC Balanced Fund	**7.5**	10.4
RBC Global Balanced Fund	**0.8**	1.1
RBC Select Aggressive Growth Portfolio	**6.2**	7.3
RBC Select Balanced Portfolio	**32.0**	41.6
RBC Select Growth Portfolio	**21.5**	28.6
Total	**68.0**	89.0

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL DIVIDEND GROWTH FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
784 857	Asaleo Care Ltd.	$ 1 389	$ 1 254	
		1 389	1 254	**0.1**
Belgium				
376 100	InBev N.V.	54 365	64 764	
542 958	KBC Groep N.V.	36 503	46 975	
		90 868	111 739	**5.0**
China				
3 005 000	Sinopharm Group Co.	16 308	16 600	
		16 308	16 600	**0.8**
Finland				
560 600	Sampo OYJ	34 084	39 434	
		34 084	39 434	**1.8**
France				
968 900	Altran Technologies S.A.	15 091	17 956	
2 896 600	Natixis	23 049	22 674	
284 000	Safran S.A.	21 879	26 998	
955 900	Total S.A.	61 008	59 298	
252 700	Vinci S.A.	18 430	22 411	
		139 457	149 337	**6.7**
Germany				
84 171	Continental AG	23 844	28 215	
1 874 400	Deutsche Telekom AG	41 523	46 555	
540 400	ProSiebenSat.1 Media SE	34 148	37 683	
		99 515	112 453	**5.1**
Hong Kong				
2 892 200	Shenzhou International Group Holdings Ltd.	13 539	22 934	
3 904 900	Techtronic Industries Co.	16 498	21 874	
		30 037	44 808	**2.0**
Israel				
282 644	NICE Systems Ltd. ADR	19 619	22 418	
		19 619	22 418	**1.0**
Italy				
14 326 400	Intesa Sanpaolo S.p.A.	56 571	65 834	
		56 571	65 834	**3.0**
Japan				
1 141 800	KDDI Corporation	32 937	41 031	
3 072 400	Mitsubishi UFJ Financial Group Inc.	27 694	26 333	
736 700	Nippon Telegraph & Telephone Corp.	36 144	40 569	
265 900	Seven & I Holdings Co. Ltd.	15 703	16 845	
576 400	Toyota Motor Corp.	41 208	49 113	
		153 686	173 891	**7.8**
Netherlands				
9 104 800	Koninklijke KPN N.V.	38 784	47 651	
		38 784	47 651	**2.1**
Switzerland				
163 753	Roche Holdings AG Genusscheine	56 337	62 789	
		56 337	62 789	**2.8**
United Kingdom				
1 084 800	Babcock International Group	$ 22 910	$ 22 463	
780 462	easyJet Plc.	25 178	27 697	
396 500	Intertek Group Plc.	21 355	22 443	
16 033 000	Legal & General Group Plc.	75 313	87 539	
1 440 400	Prudential Corporation Plc.	36 625	44 903	
1 111 301	Rio Tinto Plc.	53 440	44 771	
		234 821	249 816	**11.2**
United States				
756 500	AbbVie Inc.	49 219	61 995	
370 500	Apple Inc.	55 143	53 945	
1 704 200	Blackstone Group LP	67 447	68 892	
293 100	Boeing Co.	55 561	58 622	
1 192 400	Cisco Systems Inc.	42 744	44 804	
505 977	CVS Health Corp.	47 765	68 433	
148 000	Gilead Sciences Inc.	19 150	20 722	
162 600	Honeywell International Inc.	19 195	23 295	
939 600	Intel Corp.	36 903	44 789	
82 300	Intuit Inc.	11 004	10 989	
368 800	LyondellBasell Industries N.V.	40 286	44 346	
327 800	MasterCard Inc.	37 767	44 194	
412 700	Medtronic Plc.	32 050	43 911	
532 600	Microchip Technology Inc.	32 141	34 309	
572 800	Microsoft Corp.	31 069	43 953	
374 700	Newell Rubbermaid Inc.	19 980	22 847	
443 300	NextEra Energy Inc.	58 892	63 710	
85 200	Northrop Grumman Corp.	18 069	22 260	
1 485 800	Pfizer Inc.	63 328	66 364	
392 800	Starbucks Corp.	30 815	32 627	
182 400	Tesoro Petroleum Corp.	25 253	26 594	
217 400	The Walt Disney Company	31 824	31 610	
306 200	Tyson Foods Inc.	15 632	22 595	
372 300	U.S. Bancorp	21 817	21 974	
351 300	UnitedHealth Group Incorporated	39 086	57 184	
729 100	Wells Fargo & Company	45 542	54 816	
		947 682	1 089 780	**49.0**
TOTAL GLOBAL EQUITIES		1 919 158	2 187 804	**98.4**
SHORT-TERM INVESTMENTS*		47 701	47 701	**2.1**
TOTAL INVESTMENTS		1 966 859	2 235 505	**100.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	17 401	**0.8**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(17 414)	**(0.8)**
TOTAL PORTFOLIO		$1 966 859	2 235 492	**100.5**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(11 293)	**(0.5)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$2 224 199	**100.0**

The accompanying notes are an integral part of the financial statements.

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 280 Sold AUD 277 @ 1.0094	04-Jan-16	$ –
Bought CAD 17 Sold AUD 17 @ 1.0103	05-Jan-16	–
Bought CAD 8 Sold AUD 8 @ 1.0159	06-Jan-16	–
Bought CAD 1 185 Sold CHF 850 @ 1.3939	06-Jan-16	11
Bought CHF 850 Sold CAD 1 152 @ 0.7375	06-Jan-16	22
Bought JPY 104 138 Sold CAD 1 198 @ 86.9045	06-Jan-16	1
Bought DKK 8 133 Sold CAD 1 618 @ 5.0270	15-Jan-16	21
Bought USD 8 683 Sold CAD 11 292 @ 0.7689	15-Jan-16	722
Bought USD 9 550 Sold CAD 12 695 @ 0.7523	15-Jan-16	519
Bought USD 2 466 Sold CAD 3 287 @ 0.7501	15-Jan-16	125
Bought USD 5 000 Sold CAD 6 777 @ 0.7378	15-Jan-16	142
Bought CAD 430 Sold HKD 2 400 @ 0.1791	19-Jan-16	1
Bought USD 3 448 Sold CAD 4 528 @ 0.7615	19-Jan-16	243
Bought USD 19 138 Sold CAD 25 438 @ 0.7523	19-Jan-16	1 043
Bought USD 8 390 Sold CAD 10 860 @ 0.7725	21-Jan-16	749
Bought EUR 12 288 Sold CAD 17 601 @ 0.6981	27-Jan-16	888
Bought GBP 5 345 Sold CAD 10 764 @ 0.4966	27-Jan-16	139
Bought SGD 1 470 Sold CAD 1 384 @ 1.0624	27-Jan-16	50
Bought SGD 4 521 Sold CAD 4 255 @ 1.0626	27-Jan-16	153
Bought SGD 5 107 Sold CAD 4 818 @ 1.0600	27-Jan-16	161
Bought AUD 21 975 Sold CAD 20 651 @ 1.0641	28-Jan-16	1 477
Bought AUD 1 620 Sold CAD 1 607 @ 1.0083	28-Jan-16	24
Bought CHF 8 965 Sold CAD 11 889 @ 0.7541	28-Jan-16	510
Bought CHF 970 Sold CAD 1 286 @ 0.7541	28-Jan-16	55
Bought DKK 35 700 Sold CAD 6 864 @ 5.2011	08-Feb-16	337
Bought EUR 3 000 Sold CAD 4 245 @ 0.7067	11-Feb-16	270
Bought AUD 6 930 Sold CAD 6 529 @ 1.0613	16-Feb-16	441
Bought AUD 570 Sold CAD 537 @ 1.0605	16-Feb-16	36
Bought CAD 7 727 Sold USD 5 563 @ 1.3889	16-Feb-16	30
Bought EUR 1 350 Sold CAD 2 024 @ 0.6670	16-Feb-16	8
Bought JPY 300 000 Sold CAD 3 423 @ 87.6458	16-Feb-16	34
Bought USD 25 743 Sold CAD 34 400 @ 0.7483	16-Feb-16	1 218
Bought USD 16 484 Sold CAD 22 047 @ 0.7477	16-Feb-16	759
Bought USD 2 700 Sold CAD 3 604 @ 0.7491	16-Feb-16	131
Bought USD 4 435 Sold CAD 5 931 @ 0.7478	16-Feb-16	205
Bought USD 2 500 Sold CAD 3 380 @ 0.7397	16-Feb-16	79
Bought USD 3 054 Sold CAD 4 190 @ 0.7289	16-Feb-16	35
Bought USD 1 291 Sold CAD 1 777 @ 0.7265	16-Feb-16	9
Bought CAD 4 997 Sold GBP 2 450 @ 2.0397	17-Feb-16	–
Bought CAD 518 Sold GBP 249 @ 2.0785	17-Feb-16	10
Bought CAD 5 317 Sold EUR 3 500 @ 1.5192	17-Feb-16	48
Bought GBP 5 643 Sold CAD 11 326 @ 0.4982	17-Feb-16	184
Bought SEK 111 000 Sold CAD 17 025 @ 6.5200	22-Feb-16	1 195
Bought USD 14 139 Sold CAD 18 808 @ 0.7518	22-Feb-16	754
Bought CHF 3 679 Sold CAD 4 806 @ 0.7655	01-Mar-16	289
Bought CAD 20 915 Sold USD 15 000 @ 1.3944	07-Mar-16	164
Bought USD 23 483 Sold CAD 31 712 @ 0.7405	07-Mar-16	776
Bought USD 34 764 Sold CAD 46 951 @ 0.7404	07-Mar-16	1 143
Bought SEK 45 089 Sold CAD 7 220 @ 6.2448	11-Mar-16	184
Bought USD 7 447 Sold CAD 10 119 @ 0.7359	11-Mar-16	183
Bought ILS 2 744 Sold CAD 963 @ 2.8493	14-Mar-16	14
Bought ILS 2 744 Sold CAD 963 @ 2.8504	14-Mar-16	14
Bought AUD 2 850 Sold CAD 2 827 @ 1.0082	15-Mar-16	36
Bought AUD 9 674 Sold CAD 9 597 @ 1.0080	15-Mar-16	119

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought AUD 712 Sold CAD 706 @ 1.0085	15-Mar-16	$ 9
Bought AUD 1 234 Sold CAD 1 233 @ 1.0007	15-Mar-16	6
Bought CAD 24 785 Sold GBP 11 925 @ 2.0784	15-Mar-16	461
Bought CAD 1 402 Sold GBP 675 @ 2.0773	15-Mar-16	25
Bought NZD 600 Sold CAD 554 @ 1.0824	15-Mar-16	11
Bought USD 35 200 Sold CAD 48 287 @ 0.7290	15-Mar-16	410
Bought CAD 1 748 Sold GBP 850 @ 2.0561	16-Mar-16	14
Bought AUD 3 497 Sold CAD 3 450 @ 1.0135	18-Mar-16	61
Bought AUD 1 900 Sold CAD 1 893 @ 1.0037	18-Mar-16	15
Bought AUD 3 000 Sold CAD 2 992 @ 1.0026	18-Mar-16	20
Bought CAD 5 203 Sold EUR 3 425 @ 1.5191	18-Mar-16	43
Bought CAD 37 674 Sold EUR 24 879 @ 1.5143	18-Mar-16	196
Bought CAD 9 607 Sold HKD 53 431 @ 0.1798	18-Mar-16	63
Bought CAD 3 791 Sold EUR 2 500 @ 1.5165	18-Mar-16	25
Bought CAD 422 Sold CHF 300 @ 1.4076	18-Mar-16	7
Bought JPY 1 647 019 Sold CAD 18 747 @ 87.8559	18-Mar-16	247
Bought CAD 3 828 Sold HKD 21 288 @ 0.1798	22-Mar-16	26
Bought JPY 133 000 Sold CAD 1 533 @ 86.7829	22-Mar-16	1
		$ 17 401

Contracts	Maturity Date	Unrealized Loss
Bought CHF 307 Sold CAD 430 @ 0.7124	04-Jan-16	$ (7)
Bought EUR 2 424 Sold CAD 3 671 @ 0.6605	04-Jan-16	(25)
Bought GBP 845 Sold CAD 1 738 @ 0.4863	04-Jan-16	(14)
Bought HKD 2 307 Sold CAD 413 @ 5.5846	05-Jan-16	(1)
Bought USD 5 563 Sold CAD 7 728 @ 0.7199	05-Jan-16	(30)
Bought CAD 2 181 Sold USD 1 660 @ 1.3141	15-Jan-16	(115)
Bought CAD 13 324 Sold USD 10 000 @ 1.3324	15-Jan-16	(513)
Bought CAD 2 321 Sold USD 1 733 @ 1.3395	15-Jan-16	(77)
Bought CAD 22 368 Sold EUR 15 085 @ 1.4828	19-Jan-16	(324)
Bought CAD 10 467 Sold EUR 7 200 @ 1.4537	19-Jan-16	(364)
Bought CAD 21 730 Sold GBP 10 800 @ 2.0121	19-Jan-16	(300)
Bought CAD 12 309 Sold EUR 8 600 @ 1.4313	19-Jan-16	(628)
Bought CAD 1 266 Sold HKD 7 384 @ 0.1714	19-Jan-16	(53)
Bought CAD 20 258 Sold USD 15 000 @ 1.3505	19-Jan-16	(497)
Bought EUR 5 000 Sold CAD 7 578 @ 0.6598	19-Jan-16	(57)
Bought EUR 3 419 Sold CAD 5 219 @ 0.6551	19-Jan-16	(76)
Bought CAD 10 034 Sold JPY 919 609 @ 0.0109	21-Jan-16	(556)
Bought NOK 6 165 Sold CAD 971 @ 6.3503	22-Jan-16	(7)
Bought NOK 19 081 Sold CAD 3 004 @ 6.3518	22-Jan-16	(22)
Bought CAD 22 137 Sold EUR 15 000 @ 1.4758	27-Jan-16	(433)
Bought CAD 6 190 Sold GBP 3 065 @ 2.0195	27-Jan-16	(62)
Bought CAD 2 892 Sold EUR 2 000 @ 1.4460	27-Jan-16	(117)
Bought CAD 5 269 Sold GBP 2 600 @ 2.0266	27-Jan-16	(35)
Bought CAD 4 408 Sold GBP 2 200 @ 2.0036	27-Jan-16	(80)
Bought CAD 9 158 Sold GBP 4 560 @ 2.0083	27-Jan-16	(144)
Bought CAD 10 224 Sold EUR 7 206 @ 1.4188	27-Jan-16	(618)
Bought CAD 11 240 Sold GBP 5 597 @ 2.0081	27-Jan-16	(178)
Bought CAD 3 534 Sold GBP 1 758 @ 2.0104	27-Jan-16	(52)
Bought EUR 4 449 Sold CAD 6 728 @ 0.6613	27-Jan-16	(34)
Bought GBP 1 200 Sold CAD 2 476 @ 0.4846	27-Jan-16	(28)
Bought CAD 2 072 Sold CHF 1 542 @ 1.3437	28-Jan-16	(61)
Bought CAD 49 386 Sold EUR 34 496 @ 1.4316	08-Feb-16	(2 535)

The accompanying notes are an integral part of the financial statements.

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 4 440 Sold EUR 3 000 @ 1.4800	10-Feb-16	$ (75)
Bought CAD 13 587 Sold EUR 9 489 @ 1.4319	11-Feb-16	(695)
Bought CAD 7 197 Sold HKD 42 000 @ 0.1713	11-Feb-16	(304)
Bought CAD 8 146 Sold GBP 4 050 @ 2.0115	11-Feb-16	(115)
Bought CAD 1 078 Sold USD 807 @ 1.3362	16-Feb-16	(38)
Bought CAD 25 950 Sold EUR 18 075 @ 1.4357	16-Feb-16	(1 258)
Bought CAD 4 394 Sold USD 3 300 @ 1.3316	16-Feb-16	(171)
Bought CAD 11 796 Sold EUR 8 300 @ 1.4212	16-Feb-16	(699)
Bought CAD 6 575 Sold EUR 4 500 @ 1.4610	16-Feb-16	(199)
Bought CAD 8 826 Sold USD 6 500 @ 1.3578	16-Feb-16	(167)
Bought CAD 32 014 Sold USD 23 327 @ 1.3724	16-Feb-16	(260)
Bought USD 18 192 Sold CAD 25 239 @ 0.7208	16-Feb-16	(70)
Bought USD 7 000 Sold CAD 9 700 @ 0.7217	16-Feb-16	(15)
Bought CAD 27 851 Sold EUR 19 437 @ 1.4329	17-Feb-16	(1 409)
Bought CAD 13 047 Sold GBP 6 495 @ 2.0088	17-Feb-16	(202)
Bought GBP 3 551 Sold CAD 7 427 @ 0.4781	17-Feb-16	(184)
Bought CAD 20 117 Sold JPY 1 852 494 @ 0.0109	22-Feb-16	(1 230)
Bought DKK 6 633 Sold CAD 1 344 @ 4.9352	26-Feb-16	(5)
Bought CAD 13 281 Sold EUR 9 340 @ 1.4220	29-Feb-16	(783)
Bought CAD 2 645 Sold EUR 1 868 @ 1.4158	29-Feb-16	(168)
Bought CAD 1 673 Sold EUR 1 184 @ 1.4133	29-Feb-16	(110)
Bought CAD 11 236 Sold HKD 65 100 @ 0.1726	02-Mar-16	(391)
Bought CAD 9 130 Sold JPY 824 589 @ 0.0111	11-Mar-16	(376)
Bought CAD 17 055 Sold EUR 11 516 @ 1.4809	11-Mar-16	(290)
Bought AUD 400 Sold CAD 402 @ 0.9943	15-Mar-16	(1)
Bought CAD 6 480 Sold JPY 570 000 @ 0.0114	18-Mar-16	(93)
Bought CHF 850 Sold CAD 1 188 @ 0.7153	18-Mar-16	(10)
Bought DKK 16 133 Sold CAD 3 285 @ 4.9108	18-Mar-16	(27)
Bought DKK 3 350 Sold CAD 683 @ 4.9064	18-Mar-16	(6)
Bought ILS 10 000 Sold CAD 3 571 @ 2.8002	18-Mar-16	(10)
Bought JPY 470 700 Sold CAD 5 439 @ 86.5445	22-Mar-16	(10)
		$ (17 414)
TOTAL FOREIGN EXCHANGE		$ (13)

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 0.46% to 0.85% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 235 505**	$ 1 546 874
Cash	**14**	18
Due from investment dealers	**304**	–
Subscriptions receivable	**3 695**	2 230
Unrealized gain on foreign exchange contracts	**17 401**	7 709
Dividends receivable, interest accrued and other assets	**1 317**	884
TOTAL ASSETS	**2 258 236**	1 557 715
LIABILITIES		
Due to investment dealers	**15 101**	–
Redemptions payable	**465**	348
Unrealized loss on foreign exchange contracts	**17 414**	3 976
Distributions payable	**43**	–
Accounts payable and accrued expenses	**1 014**	622
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**34 037**	4 946
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 224 199**	$ 1 552 769
Investments at cost	**$ 1 966 859**	$ 1 362 513
NAV		
SERIES A	**$ 388 783**	$ 251 698
ADVISOR SERIES	**$ 84 851**	$ 26 567
SERIES T5	**$ 3 596**	$ 1 107
SERIES T8	**$ 7 078**	$ 1 664
SERIES H	**$ 3 381**	$ 1 564
SERIES D	**$ 37 755**	$ 12 482
SERIES F	**$ 43 949**	$ 6 324
SERIES I	**$ 9 260**	$ 2 786
SERIES O	**$ 1 645 546**	$ 1 248 577
NAV PER UNIT		
SERIES A	**$ 13.34**	$ 12.23
ADVISOR SERIES	**$ 13.50**	$ 12.37
SERIES T5	**$ 12.33**	$ 11.45
SERIES T8	**$ 9.55**	$ 8.97
SERIES H	**$ 13.48**	$ 12.35
SERIES D	**$ 13.57**	$ 12.45
SERIES F	**$ 14.46**	$ 13.26
SERIES I	**$ 13.74**	$ 12.62
SERIES O	**$ 13.50**	$ 12.40

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 54 208**	$ 35 308
Interest for distribution purposes	**234**	230
Securities lending revenue (see note 6 in the generic notes)	**346**	462
Net realized gain (loss) on investments	**234 902**	181 083
Net gain (loss) on foreign currencies and other net assets	**11 784**	976
Change in unrealized gain (loss) on investments	**80 539**	(43 014)
TOTAL INCOME (LOSS)	**382 013**	175 045
EXPENSES (see notes – Fund Specific Information)		
Management fees	**7 456**	4 894
Administration fees	**1 121**	688
Independent Review Committee costs	**3**	3
GST/HST	**856**	557
Transaction costs	**6 547**	4 245
Withholding tax	**5 953**	3 702
TOTAL EXPENSES	**21 936**	14 089
INCREASE (DECREASE) IN NAV	**$ 360 077**	$ 160 956
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 52 769**	$ 28 508
ADVISOR SERIES	**$ 6 950**	$ 2 612
SERIES T5	**$ 294**	$ 111
SERIES T8	**$ 473**	$ 174
SERIES H	**$ 325**	$ 59
SERIES D	**$ 3 514**	$ 1 216
SERIES F	**$ 2 767**	$ 526
SERIES I	**$ 831**	$ 209
SERIES O	**$ 292 154**	$ 127 541
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.23**	$ 1.80
ADVISOR SERIES	**$ 2.22**	$ 1.78
SERIES T5	**$ 2.01**	$ 1.67
SERIES T8	**$ 1.53**	$ 1.29
SERIES H	**$ 2.24**	$ 0.48
SERIES D	**$ 2.39**	$ 1.92
SERIES F	**$ 2.55**	$ 2.00
SERIES I	**$ 2.52**	$ 1.67
SERIES O	**$ 2.60**	$ 1.93

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 360 077**	$ 160 956
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(234 902)**	(181 027)
Change in unrealized loss (gain) on investments	**(80 539)**	43 014
(Increase) decrease in accrued receivables	**(433)**	(515)
Increase (decrease) in accrued payables	**392**	(6 108)
Cost of investments purchased	**(4 526 677)**	(3 277 077)
Proceeds on sales of investments	**4 172 030**	2 735 860
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(310 052)**	(524 897)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**873 514**	1 069 655
Cash paid on redemption of redeemable units	**(550 250)**	(488 579)
Distributions paid to holders of redeemable units	**(13 216)**	(56 237)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 310 048**	$ 524 839
Net increase (decrease) in cash for the period	**(4)**	(58)
Cash (bank overdraft), beginning of period	**18**	76
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 14**	$ 18
Interest received (paid)	**$ 289**	$ 170
Dividends received, net of withholding taxes	**$ 47 769**	$ 31 150

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 251 698**	$ 207 143	**$ 26 567**	$ 14 769	**$ 1 107**	$ 691	**$ 1 664**	$ 1 027
INCREASE (DECREASE) IN NAV	**52 769**	28 508	**6 950**	2 612	**294**	111	**473**	174
Early redemption fees	**1**	–	**1**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**134 208**	53 280	**59 269**	11 871	**2 792**	753	**6 712**	1 517
Reinvestments of distributions to holders of redeemable units	**33 381**	23 716	**6 610**	2 336	**274**	109	**393**	107
Redemption of redeemable units	**(49 235)**	(36 976)	**(7 447)**	(2 547)	**(550)**	(433)	**(1 523)**	(994)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**118 355**	40 020	**58 433**	11 660	**2 516**	429	**5 582**	631
Distributions from net income	**(526)**	(2 331)	**(135)**	(188)	**(6)**	(7)	**(10)**	(10)
Distributions from net gains	**(33 513)**	(21 642)	**(6 964)**	(2 286)	**(315)**	(117)	**(631)**	(158)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(34 039)**	(23 973)	**(7 099)**	(2 474)	**(321)**	(124)	**(641)**	(168)
NET INCREASE (DECREASE) IN NAV	**137 085**	44 555	**58 284**	11 798	**2 489**	416	**5 414**	637
NAV AT END OF PERIOD	**$ 388 783**	$ 251 698	**$ 84 851**	$ 26 567	**$ 3 596**	$ 1 107	**$ 7 078**	$ 1 664

For the periods ended December 31 (see note 2 in the generic notes)	Series H		Series D		Series F		Series I	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 1 564**	$ –	**$ 12 482**	$ 6 521	**$ 6 324**	$ 2 273	**$ 2 786**	$ 247
INCREASE (DECREASE) IN NAV	**325**	59	**3 514**	1 216	**2 767**	526	**831**	209
Early redemption fees	**–**	–	**–**	–	**1**	–	**–**	–
Proceeds from redeemable units issued	**1 926**	1 505	**29 716**	8 384	**46 648**	5 738	**6 102**	2 720
Reinvestments of distributions to holders of redeemable units	**261**	137	**3 563**	1 197	**3 435**	452	**851**	201
Redemption of redeemable units	**(434)**	–	**(7 926)**	(3 632)	**(10 999)**	(2 073)	**(398)**	(318)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 753**	1 642	**25 353**	5 949	**39 085**	4 117	**6 555**	2 603
Distributions from net income	**(7)**	(3)	**(413)**	(153)	**(574)**	(68)	**(147)**	(29)
Distributions from net gains	**(254)**	(134)	**(3 181)**	(1 051)	**(3 653)**	(524)	**(765)**	(244)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(261)**	(137)	**(3 594)**	(1 204)	**(4 227)**	(592)	**(912)**	(273)
NET INCREASE (DECREASE) IN NAV	**1 817**	1 564	**25 273**	5 961	**37 625**	4 051	**6 474**	2 539
NAV AT END OF PERIOD	**$ 3 381**	$ 1 564	**$ 37 755**	$ 12 482	**$ 43 949**	$ 6 324	**$ 9 260**	$ 2 786

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	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 248 577**	$ 632 520	**$ 1 552 769**	$ 865 191
INCREASE (DECREASE) IN NAV	**292 154**	127 541	**360 077**	160 956
Early redemption fees	**–**	–	**3**	1
Proceeds from redeemable units issued	**587 606**	985 814	**874 979**	1 071 582
Reinvestments of distributions to holders of redeemable units	**171 108**	74 066	**219 876**	102 321
Redemption of redeemable units	**(471 858)**	(441 751)	**(550 370)**	(488 724)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**286 856**	618 129	**544 488**	685 180
Distributions from net income	**(38 467)**	(22 663)	**(40 285)**	(25 452)
Distributions from net gains	**(143 574)**	(106 950)	**(192 850)**	(133 106)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(182 041)**	(129 613)	**(233 135)**	(158 558)
NET INCREASE (DECREASE) IN NAV	**396 969**	616 057	**671 430**	687 578
NAV AT END OF PERIOD	**$ 1 645 546**	$ 1 248 577	**$ 2 224 199**	$ 1 552 769

The accompanying notes are an integral part of these financial statements.

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.

Series H units were started in August 2014.

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 2015	December 31 2014
United States	**49.0**	52.4
United Kingdom	**11.2**	12.4
Japan	**7.8**	8.9
France	**6.7**	7.2
Germany	**5.1**	4.3
Belgium	**5.0**	4.8
Italy	**3.0**	1.2
Switzerland	**2.8**	0.9
Netherlands	**2.1**	0.7
Hong Kong	**2.0**	1.0
Singapore	**–**	2.0
Other Countries	**3.7**	2.7
Cash/Other	**1.6**	1.5
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**60.7**	59.4
Euro	**11.4**	11.2
Pound sterling	**7.4**	8.0
Japanese yen	**7.0**	7.0
Swiss franc	**3.6**	3.5
Australian dollar	**2.5**	2.8
Hong Kong dollar	**1.2**	1.1
Swedish krona	**1.2**	1.1
Danish krone	**0.6**	0.6
Singapore dollar	**–**	0.6
Other currencies	**0.9**	0.5
Total	**96.5**	95.8

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**1 112 199**	**1 075 605**	**–**	**2 187 804**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**47 701**	**–**	**47 701**
Derivatives – assets	**–**	**17 401**	**–**	**17 401**
Derivatives – liabilities	**–**	**(17 414)**	**–**	**(17 414)**
Total financial instruments	**1 112 199**	**1 123 293**	**–**	**2 235 492**
% of total portfolio	**49.8**	**50.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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%

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 2015	December 31 2014
Units held		
Series T5	–	69
Series H	**95**	86
Series I	–	128
Series O	–	659
Value of all units	**1**	12

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**20 581**	17 348
Issued number of units	**9 581**	4 259
Reinvested number of units	**2 517**	1 915
Redeemed number of units	**(3 542)**	(2 941)
Ending number of units	**29 137**	20 581
Advisor Series		
Opening units	**2 148**	1 225
Issued number of units	**4 172**	935
Reinvested number of units	**493**	187
Redeemed number of units	**(528)**	(199)
Ending number of units	**6 285**	2 148
Series T5		
Opening units	**97**	61
Issued number of units	**216**	63
Reinvested number of units	**22**	9
Redeemed number of units	**(43)**	(36)
Ending number of units	**292**	97
Series T8		
Opening units	**185**	116
Issued number of units	**671**	166
Reinvested number of units	**41**	12
Redeemed number of units	**(156)**	(109)
Ending number of units	**741**	185
Series H		
Opening units	**127**	–
Issued number of units	**135**	116
Reinvested number of units	**20**	11
Redeemed number of units	**(31)**	–
Ending number of units	**251**	127
Series D		
Opening units	**1 003**	539
Issued number of units	**2 076**	655
Reinvested number of units	**264**	95
Redeemed number of units	**(560)**	(286)
Ending number of units	**2 783**	1 003

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)	2015	2014
Series F		
Opening units	**477**	176
Issued number of units	**3 038**	417
Reinvested number of units	**239**	34
Redeemed number of units	**(714)**	(150)
Ending number of units	**3 040**	477
Series I		
Opening units	**221**	20
Issued number of units	**418**	209
Reinvested number of units	**62**	16
Redeemed number of units	**(27)**	(24)
Ending number of units	**674**	221
Series O		
Opening units	**100 686**	51 672
Issued number of units	**41 270**	77 516
Reinvested number of units	**12 767**	5 899
Redeemed number of units	**(32 801)**	(34 401)
Ending number of units	**121 922**	100 686

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**6 547**	**100**	4 245	100
Related-party brokerage commissions*	**111**	**2**	64	2
Commission arrangements†	**74**	**1**	70	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 2015	December 31 2014
Fair value of securities loaned	**76 564**	46 556
Fair value of collateral received	**78 095**	47 487

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 2015	December 31 2014
RBC Select Aggressive Growth Portfolio	**2.6**	–
RBC Select Balanced Portfolio	**24.8**	23.8
RBC Select Conservative Portfolio	**–**	13.1
RBC Select Growth Portfolio	**13.1**	–
RBC Select Very Conservative Portfolio	**–**	6.9
Total	**40.5**	43.8

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 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.

Please see the generic notes at the back of the financial statements.

The financial statements of the Continuing Fund include the operating results of the Terminated Fund from the date of the merger.

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.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
112 646	InBev N.V.	$ 14 711	$ 19 397	
		14 711	19 397	**2.9**
France				
127 695	Pernod-Ricard S.A.	19 299	20 151	
157 345	Safran S.A.	13 137	14 958	
		32 436	35 109	**5.2**
Germany				
15 658	Continental AG	4 332	5 249	
407 759	Deutsche Post AG	15 580	15 786	
137 646	Drillisch AG	6 846	8 028	
		26 758	29 063	**4.3**
Hong Kong				
1 583 084	AIA Group Ltd.	10 027	13 088	
		10 027	13 088	**1.9**
India				
193 800	HDFC Bank Ltd. ADR	12 507	16 519	
		12 507	16 519	**2.5**
Japan				
385 300	Astellas Pharma Inc.	7 003	7 590	
84 300	Oriental Land Co. Ltd.	6 195	7 057	
31 403	SMC Corp.	10 077	11 286	
145 407	Toyota Motor Corp.	10 302	12 390	
		33 577	38 323	**5.7**
Netherlands				
53 748	ASML Holding N.V.	5 813	6 608	
		5 813	6 608	**1.0**
South Africa				
88 853	Naspers Ltd.	14 039	16 805	
		14 039	16 805	**2.5**
Switzerland				
14 224	Partners Group Holding AG	5 385	7 078	
52 935	Roche Holdings AG Genusscheine	17 818	20 297	
299 321	UBS Group AG	7 141	8 035	
		30 344	35 410	**5.3**
Taiwan				
571 047	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	14 186	17 976	
		14 186	17 976	**2.7**
United Kingdom				
222 787	Admiral Group Plc.	5 962	7 533	
434 068	BT Group Plc.	3 717	4 170	
302 460	InterContinental Hotels Group Plc.	16 016	16 313	
79 846	Liberty Global Plc.	4 115	4 680	
3 937 807	Lloyds TSB Group Plc.	6 387	5 863	
173 536	Shire Plc.	16 957	16 474	
634 055	St James's Place Plc.	10 074	13 004	
		63 228	68 037	**10.1**
United States				
22 390	Alphabet Inc., Class A	$ 19 043	$ 24 104	
24 636	Amazon.com, Inc.	13 558	23 040	
46 979	Ameriprise Financial Inc.	6 231	6 918	
94 687	Amgen Inc.	15 922	21 268	
51 607	Anadarko Petroleum Corp.	4 888	3 469	
332 197	Blackstone Group LP	13 490	13 429	
123 940	Citigroup Inc.	7 447	8 875	
161 481	Danaher Corp.	16 069	20 749	
110 734	EOG Resources Inc.	11 963	10 847	
178 718	Estée Lauder Companies Inc., Class A	17 316	21 769	
235 185	First Republic Bank	15 713	21 488	
114 072	Gartner Inc.	13 182	14 312	
54 645	Incyte Corporation Ltd.	5 029	8 200	
131 600	International Flavors & Fragrances Inc.	17 995	21 781	
163 042	Intuit Inc.	20 296	21 771	
231 485	Invesco Ltd.	9 411	10 730	
410 853	ITC Holdings Corp.	17 053	22 302	
80 230	JPMorgan Chase & Co.	5 869	7 330	
24 200	LinkedIn Corp.	6 438	7 537	
76 410	LyondellBasell Industries N.V.	8 352	9 188	
69 600	MEDNAX Inc.	6 737	6 898	
124 310	Occidental Petroleum Corp.	12 214	11 629	
29 151	Praxair Inc.	4 214	4 130	
194 360	TJX Companies Inc.	15 134	19 070	
117 088	UnitedHealth Group Incorporated	13 719	19 059	
56 400	Valspar Corp.	5 805	6 473	
		303 088	366 366	**54.3**
TOTAL GLOBAL EQUITIES		560 714	662 701	**98.4**
SHORT-TERM INVESTMENTS*		10 413	10 413	**1.5**
TOTAL INVESTMENTS		$ 571 127	673 114	**99.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			972	**0.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 674 086	**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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 673 114**	$ 315 834
Cash	**232**	8
Subscriptions receivable	**623**	8
Dividends receivable, interest accrued and other assets	**239**	126
TOTAL ASSETS	**674 208**	315 976
LIABILITIES		
Redemptions payable	**81**	–
Accounts payable and accrued expenses	**41**	13
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**122**	13
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 674 086**	$ 315 963
Investments at cost	**$ 571 127**	$ 291 747
NAV		
SERIES A	**$ 12 690**	$ 3 325
ADVISOR SERIES	**$ 257**	$ 44
SERIES H	**$ 766**	$ 403
SERIES D	**$ 2 206**	$ 167
SERIES F	**$ 2 748**	$ 359
SERIES I	**$ 598**	$ 1
SERIES O	**$ 654 821**	$ 311 664
NAV PER UNIT		
SERIES A	**$ 12.98**	$ 10.68
ADVISOR SERIES	**$ 12.96**	$ 10.68
SERIES H	**$ 13.04**	$ 10.71
SERIES D	**$ 13.13**	$ 10.73
SERIES F	**$ 13.18**	$ 10.74
SERIES I	**$ 13.18**	$ 10.73
SERIES O	**$ 13.19**	$ 10.75

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 078**	$ 4 473
Interest for distribution purposes	**128**	21
Securities lending revenue (see note 6 in the generic notes)	**40**	6
Net realized gain (loss) on investments	**11 596**	(185)
Net gain (loss) on foreign currencies and other net assets	**191**	(89)
Change in unrealized gain (loss) on investments	**77 900**	24 087
TOTAL INCOME (LOSS)	**97 933**	28 313
EXPENSES (see notes – Fund Specific Information)		
Management fees	**183**	28
Administration fees	**99**	49
Independent Review Committee costs	**3**	1
GST/HST	**24**	8
Transaction costs	**1 058**	665
Withholding tax	**821**	615
TOTAL EXPENSES	**2 188**	1 366
INCREASE (DECREASE) IN NAV	**$ 95 745**	$ 26 947
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 1 307**	$ 209
ADVISOR SERIES	**$ 19**	$ 4
SERIES H	**$ 122**	$ –
SERIES D	**$ 114**	$ 13
SERIES F	**$ 124**	$ 24
SERIES I	**$ 41**	$ –
SERIES O	**$ 94 018**	$ 26 698
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.53**	$ 0.77
ADVISOR SERIES	**$ 2.40**	$ 0.77
SERIES H	**$ 2.60**	$ 0.74
SERIES D	**$ 2.53**	$ 0.85
SERIES F	**$ 2.37**	$ 0.89
SERIES I	**$ 2.63**	$ 0.93
SERIES O	**$ 2.80**	$ 0.99

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 95 745**	$ 26 947
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(11 596)**	185
Change in unrealized loss (gain) on investments	**(77 900)**	(24 087)
(Increase) decrease in accrued receivables	**(113)**	(126)
Increase (decrease) in accrued payables	**28**	13
Cost of investments purchased	**(816 566)**	(735 382)
Proceeds on sales of investments	**548 782**	443 450
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(261 620)**	(289 000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**301 754**	318 054
Cash paid on redemption of redeemable units	**(39 903)**	(29 046)
Distributions paid to holders of redeemable units	**(7)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 261 844**	$ 289 008
Net increase (decrease) in cash for the period	**224**	8
Cash (bank overdraft), beginning of period	**8**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 232**	$ 8
Interest received (paid)	**$ 127**	$ 19
Dividends received, net of withholding taxes	**$ 7 146**	$ 3 733

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 3 325**	$ –	**$ 44**	$ –	**$ 403**	$ –	**$ 167**	$ –
INCREASE (DECREASE) IN NAV	**1 307**	208	**19**	4	**122**	–	**114**	13
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**9 333**	3 618	**194**	40	**241**	403	**2 555**	256
Reinvestments of distributions to holders of redeemable units	**113**	–	**2**	–	**7**	–	**16**	–
Redemption of redeemable units	**(1 272)**	(501)	**–**	–	**–**	–	**(630)**	(102)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**8 174**	3 117	**196**	40	**248**	403	**1 941**	154
Distributions from net income	**(5)**	–	**–**	–	**–**	–	**(1)**	–
Distributions from net gains	**(111)**	–	**(2)**	–	**(7)**	–	**(15)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(116)**	–	**(2)**	–	**(7)**	–	**(16)**	–
NET INCREASE (DECREASE) IN NAV	**9 365**	3 325	**213**	44	**363**	403	**2 039**	167
NAV AT END OF PERIOD	**$ 12 690**	$ 3 325	**$ 257**	$ 44	**$ 766**	$ 403	**$ 2 206**	$ 167

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 359**	$ –	**$ 1**	$ –	**$ 311 664**	$ –	**$ 315 963**	$ –
INCREASE (DECREASE) IN NAV	**124**	24	**41**	–	**94 018**	26 698	**95 745**	26 947
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**2 960**	335	**556**	1	**286 530**	313 409	**302 369**	318 062
Reinvestments of distributions to holders of redeemable units	**23**	1	**6**	–	**12 934**	3 725	**13 101**	3 726
Redemption of redeemable units	**(692)**	–	**–**	–	**(37 390)**	(28 443)	**(39 984)**	(29 046)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 291**	336	**562**	1	**262 074**	288 691	**275 486**	292 742
Distributions from net income	**(2)**	(1)	**(1)**	–	**(7 025)**	(3 725)	**(7 034)**	(3 726)
Distributions from net gains	**(24)**	–	**(5)**	–	**(5 910)**	–	**(6 074)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(26)**	(1)	**(6)**	–	**(12 935)**	(3 725)	**(13 108)**	(3 726)
NET INCREASE (DECREASE) IN NAV	**2 389**	359	**597**	1	**343 157**	311 664	**358 123**	315 963
NAV AT END OF PERIOD	**$ 2 748**	$ 359	**$ 598**	$ 1	**$ 654 821**	$ 311 664	**$ 674 086**	$ 315 963

The accompanying notes are an integral part of these financial statements.

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.

The Fund was started in March 2014.

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 2015**	December 31 2014
United States	**54.3**	55.9
United Kingdom	**10.1**	5.6
Japan	**5.7**	4.9
Switzerland	**5.3**	6.4
France	**5.2**	2.2
Germany	**4.3**	4.5
Belgium	**2.9**	3.1
Taiwan	**2.7**	3.0
South Africa	**2.5**	2.3
India	**2.5**	2.1
Hong Kong	**1.9**	2.0
Netherlands	**1.0**	2.0
Canada	**–**	3.2
Sweden	**–**	1.3
Cash/Other	**1.6**	1.5
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**60.3**	61.9
Euro	**13.4**	11.9
Pound sterling	**9.4**	4.8
Japanese yen	**5.7**	4.9
Swiss franc	**5.3**	6.4
South African rand	**2.5**	2.3
Hong Kong dollar	**1.9**	2.0
Swedish krona	**–**	1.3
Total	**98.5**	95.5

As at December 31, 2015, 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, 2014 – 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 21-month (December 31, 2014 – 9-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI World Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**405 541**	**257 160**	**–**	**662 701**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**10 413**	**–**	**10 413**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**405 541**	**267 573**	**–**	**673 114**
% of total portfolio	**60.2**	**39.8**	**–**	**100.0**

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series A	**–**	100
Advisor Series	**101**	100
Series H	**101**	100
Series D	**–**	100
Series F	**101**	100
Series I	**102**	101
Value of all units	**5**	6

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**311**	–
Issued number of units	**762**	360
Reinvested number of units	**9**	–
Redeemed number of units	**(104)**	(49)
Ending number of units	**978**	311
Advisor Series		
Opening units	**4**	–
Issued number of units	**16**	4
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**20**	4
Series H		
Opening units	**38**	–
Issued number of units	**20**	38
Reinvested number of units	**1**	–
Redeemed number of units	**–**	–
Ending number of units	**59**	38
Series D		
Opening units	**16**	–
Issued number of units	**202**	26
Reinvested number of units	**1**	–
Redeemed number of units	**(51)**	(10)
Ending number of units	**168**	16
Series F		
Opening units	**33**	–
Issued number of units	**229**	33
Reinvested number of units	**2**	–
Redeemed number of units	**(55)**	–
Ending number of units	**209**	33
Series I		
Opening units	**–**	–
Issued number of units	**45**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**45**	–
Series O		
Opening units	**29 504**	500
Issued number of units	**22 003**	31 416
Reinvested number of units	**989**	345
Redeemed number of units	**(2 850)**	(2 757)
Ending number of units	**49 646**	29 504

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**1 058**	**100**	665	100
Related-party brokerage commissions*	**89**	**8**	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.

Securities lending revenue ($000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2015	December 31 2014
Fair value of securities loaned	**7 920**	6 957
Fair value of collateral received	**8 078**	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 2015	December 31 2014
RBC Global Equity Class	**0.6**	–
RBC Select Aggressive Growth Portfolio	**–**	12.5
RBC Select Conservative Portfolio	**35.7**	–
RBC Select Growth Portfolio	**–**	70.2
RBC Select Very Conservative Portfolio	**21.3**	–
Total	**57.6**	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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Belgium				
336 689	InBev N.V.	$ 44 307	$ 57 977	
		44 307	57 977	**3.3**
France				
403 909	Pernod-Ricard S.A.	61 318	63 738	
526 413	Safran S.A.	41 541	50 043	
		102 859	113 781	**6.4**
Germany				
1 421 201	Deutsche Post AG	53 753	55 022	
408 863	Drillisch AG	19 508	23 845	
		73 261	78 867	**4.4**
Hong Kong				
4 087 442	AIA Group Ltd.	25 690	33 794	
		25 690	33 794	**1.9**
India				
752 100	HDFC Bank Ltd. ADR	45 503	64 106	
		45 503	64 106	**3.6**
Japan				
69 300	SMC Corp.	24 474	24 906	
465 918	Toyota Motor Corp.	32 270	39 699	
		56 744	64 605	**3.6**
South Africa				
281 414	Naspers Ltd.	38 949	53 224	
		38 949	53 224	**3.0**
Switzerland				
174 176	Roche Holdings AG Genusscheine	58 601	66 785	
		58 601	66 785	**3.7**
Taiwan				
1 964 737	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	48 465	61 848	
		48 465	61 848	**3.5**
United Kingdom				
1 010 358	InterContinental Hotels Group Plc.	53 505	54 493	
13 078 164	Lloyds TSB Group Plc.	21 572	19 471	
531 519	Shire Plc.	53 536	50 458	
1 964 261	St James's Place Plc.	29 611	40 285	
		158 224	164 707	**9.2**
United States				
62 248	Alphabet Inc., Class A	45 610	67 012	
65 336	Amazon.com, Inc.	30 837	61 104	
254 666	Amgen Inc.	41 089	57 202	
1 491 632	Blackstone Group LP	58 505	60 299	
442 216	Citigroup Inc.	25 969	31 666	
523 824	Danaher Corp.	50 186	67 306	
392 188	EOG Resources Inc.	42 044	38 416	
586 393	Estée Lauder Companies Inc., Class A	56 311	71 427	
731 415	First Republic Bank	45 339	66 826	
321 730	Gartner Inc.	39 608	40 366	
151 805	Incyte Corporation Ltd.	11 704	22 780	
403 600	International Flavors & Fragrances Inc.	59 948	66 800	
463 175	Intuit Inc.	57 388	61 846	
607 792	Invesco Ltd.	25 562	28 174	
1 387 142	ITC Holdings Corp.	58 302	75 298	
178 501	LyondellBasell Industries N.V.	20 104	21 464	
369 673	Occidental Petroleum Corp.	36 574	34 584	
688 874	TJX Companies Inc.	50 379	67 591	
410 962	UnitedHealth Group Incorporated	46 523	66 896	
		801 982	1 007 057	**56.5**
TOTAL GLOBAL EQUITIES		1 454 585	1 766 751	**99.1**
SHORT-TERM INVESTMENTS*		11 490	11 490	**0.7**
TOTAL INVESTMENTS		1 466 075	1 778 241	**99.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(44)	–
TOTAL PORTFOLIO		$1 466 075	1 778 198	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			2 745	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 780 943	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought ZAR 3 425 Sold CAD 305 @ 11.2155	07-Jan-16	$ 1
		$ 1

Contracts	Maturity Date	Unrealized Loss
Bought CHF 278 Sold CAD 390 @ 0.7124	04-Jan-16	$ (6)
Bought EUR 968 Sold CAD 1 465 @ 0.6605	04-Jan-16	(10)
Bought GBP 470 Sold CAD 966 @ 0.4863	04-Jan-16	(8)
Bought HKD 1 090 Sold CAD 195 @ 5.5792	05-Jan-16	(1)
Bought USD 4 771 Sold CAD 6 621 @ 0.7206	05-Jan-16	(19)
		$ (44)
TOTAL FOREIGN EXCHANGE		$ (43)

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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 778 241**	$ 1 051 418
Cash	**6 940**	66
Subscriptions receivable	**5 780**	1 030
Unrealized gain on foreign exchange contracts	**1**	–
Dividends receivable, interest accrued and other assets	**591**	377
TOTAL ASSETS	**1 791 553**	1 052 891
LIABILITIES		
Due to investment dealers	**9 900**	–
Redemptions payable	**613**	–
Unrealized loss on foreign exchange contracts	**44**	–
Distributions payable	**–**	55
Accounts payable and accrued expenses	**53**	24
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**10 610**	79
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 780 943**	$ 1 052 812
Investments at cost	**$ 1 466 075**	$ 945 381
NAV		
SERIES A	**$ 7 424**	$ 964
ADVISOR SERIES	**$ 324**	$ 152
SERIES H	**$ 808**	$ 203
SERIES D	**$ 2 590**	$ 338
SERIES F	**$ 2 641**	$ 426
SERIES I	**$ 297**	$ 1
SERIES O	**$ 1 766 859**	$ 1 050 728
NAV PER UNIT		
SERIES A	**$ 13.37**	$ 11.17
ADVISOR SERIES	**$ 13.37**	$ 11.17
SERIES H	**$ 13.44**	$ 11.19
SERIES D	**$ 13.53**	$ 11.20
SERIES F	**$ 13.56**	$ 11.21
SERIES I	**$ 13.52**	$ 11.18
SERIES O	**$ 13.70**	$ 11.34

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 25 891**	$ 10 572
Interest for distribution purposes	**152**	79
Securities lending revenue (see note 6 in the generic notes)	**125**	16
Net realized gain (loss) on investments	**71 778**	(11 791)
Net gain (loss) on foreign currencies and other net assets	**167**	(419)
Change in unrealized gain (loss) on investments	**206 086**	106 032
TOTAL INCOME (LOSS)	**304 199**	104 489
EXPENSES (see notes – Fund Specific Information)		
Management fees	**105**	10
Administration fees	**285**	85
Independent Review Committee costs	**3**	3
GST/HST	**40**	10
Transaction costs	**3 034**	1 620
Withholding tax	**2 887**	969
TOTAL EXPENSES	**6 354**	2 697
INCREASE (DECREASE) IN NAV	**$ 297 845**	$ 101 792
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 557**	$ 70
ADVISOR SERIES	**$ 46**	$ 12
SERIES H	**$ 89**	$ 2
SERIES D	**$ 214**	$ 27
SERIES F	**$ 220**	$ 34
SERIES I	**$ 26**	$ –
SERIES O	**$ 296 693**	$ 101 647
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.41**	$ 0.97
ADVISOR SERIES	**$ 2.48**	$ 0.92
SERIES H	**$ 2.47**	$ 0.62
SERIES D	**$ 2.56**	$ 1.05
SERIES F	**$ 2.49**	$ 0.95
SERIES I	**$ 2.66**	$ 1.32
SERIES O	**$ 2.85**	$ 2.53

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 297 845**	$ 101 792
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(71 778)**	11 791
Change in unrealized loss (gain) on investments	**(206 086)**	(106 032)
(Increase) decrease in accrued receivables	**(214)**	(377)
Increase (decrease) in accrued payables	**29**	(4 865)
Cost of investments purchased	**(1 750 853)**	(1 690 727)
Proceeds on sales of investments	**1 311 837**	738 439
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(419 220)**	(949 979)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**602 345**	981 009
Cash paid on redemption of redeemable units	**(175 494)**	(35 938)
Distributions paid to holders of redeemable units	**(757)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 426 094**	$ 945 071
Net increase (decrease) in cash for the period	**6 874**	(4 908)
Cash (bank overdraft), beginning of period	**66**	4 974
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 6 940**	$ 66
Interest received (paid)	**$ 152**	$ 76
Dividends received, net of withholding taxes	**$ 22 790**	$ 9 229

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 964**	$ –	**$ 152**	$ –	**$ 203**	$ –	**$ 338**	$ –
INCREASE (DECREASE) IN NAV	**557**	70	**46**	12	**89**	2	**214**	27
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**6 816**	953	**174**	142	**550**	201	**2 482**	421
Reinvestments of distributions to holders of redeemable units	**128**	–	**6**	–	**16**	–	**47**	1
Redemption of redeemable units	**(910)**	(59)	**(48)**	(2)	**(35)**	–	**(444)**	(110)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 034**	894	**132**	140	**531**	201	**2 085**	312
Distributions from net income	**(2)**	–	**–**	–	**–**	–	**(1)**	(1)
Distributions from net gains	**(129)**	–	**(6)**	–	**(15)**	–	**(46)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(131)**	–	**(6)**	–	**(15)**	–	**(47)**	(1)
NET INCREASE (DECREASE) IN NAV	**6 460**	964	**172**	152	**605**	203	**2 252**	338
NAV AT END OF PERIOD	**$ 7 424**	$ 964	**$ 324**	$ 152	**$ 808**	$ 203	**$ 2 590**	$ 338

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
NAV AT BEGINNING OF PERIOD	**$ 426**	$ –	**$ 1**	$ –	**$ 1 050 728**	$ 4 974	**$ 1 052 812**	$ 4 974
INCREASE (DECREASE) IN NAV	**220**	34	**26**	–	**296 693**	101 647	**297 845**	101 792
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**2 482**	392	**270**	1	**594 321**	979 929	**607 095**	982 039
Reinvestments of distributions to holders of redeemable units	**47**	2	**7**	–	**55 456**	9 587	**55 707**	9 590
Redemption of redeemable units	**(477)**	–	**–**	–	**(174 193)**	(35 767)	**(176 107)**	(35 938)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 052**	394	**277**	1	**475 584**	953 749	**486 695**	955 691
Distributions from net income	**(5)**	(2)	**(1)**	–	**(22 310)**	(9 642)	**(22 319)**	(9 645)
Distributions from net gains	**(52)**	–	**(6)**	–	**(33 836)**	–	**(34 090)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(57)**	(2)	**(7)**	–	**(56 146)**	(9 642)	**(56 409)**	(9 645)
NET INCREASE (DECREASE) IN NAV	**2 215**	426	**296**	1	**716 131**	1 045 754	**728 131**	1 047 838
NAV AT END OF PERIOD	**$ 2 641**	$ 426	**$ 297**	$ 1	**$ 1 766 859**	$ 1 050 728	**$ 1 780 943**	$ 1 052 812

The accompanying notes are an integral part of these financial statements.

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.

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, Series F and Series I units were started in April 2014.

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 2015**	December 31 2014
United States	**56.5**	58.0
United Kingdom	**9.2**	3.2
France	**6.4**	2.7
Germany	**4.4**	4.1
Switzerland	**3.7**	5.0
Japan	**3.6**	3.6
India	**3.6**	3.0
Taiwan	**3.5**	3.6
Belgium	**3.3**	3.6
South Africa	**3.0**	3.0
Hong Kong	**1.9**	2.2
Canada	**–**	3.8
Netherlands	**–**	3.2
Cash/Other	**0.9**	1.0
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**64.0**	64.7
Euro	**14.1**	13.5
Pound sterling	**9.3**	3.2
Swiss franc	**3.8**	5.0
Japanese yen	**3.6**	3.6
South African rand	**3.0**	3.0
Hong Kong dollar	**1.9**	2.2
Total	**99.7**	95.2

As at December 31, 2015, 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, 2014 – 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 23-month (December 31, 2014 – 11-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 133 011**	**633 740**	**–**	**1 766 751**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**11 490**	**–**	**11 490**
Derivatives – assets	**–**	**1**	**–**	**1**
Derivatives – liabilities	**–**	**(44)**	**–**	**(44)**
Total financial instruments	**1 133 011**	**645 187**	**–**	**1 778 198**
% of total portfolio	**63.7**	**36.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series A	**–**	100
Advisor Series	**102**	100
Series H	**102**	100
Series D	**–**	100
Series F	**–**	100
Series I	**103**	101
Value of all units	**4**	7

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**86**	–
Issued number of units	**530**	92
Reinvested number of units	**10**	–
Redeemed number of units	**(71)**	(6)
Ending number of units	**555**	86
Advisor Series		
Opening units	**14**	–
Issued number of units	**14**	14
Reinvested number of units	**–**	–
Redeemed number of units	**(4)**	–
Ending number of units	**24**	14
Series H		
Opening units	**18**	–
Issued number of units	**44**	18
Reinvested number of units	**1**	–
Redeemed number of units	**(3)**	–
Ending number of units	**60**	18
Series D		
Opening units	**30**	–
Issued number of units	**192**	41
Reinvested number of units	**4**	–
Redeemed number of units	**(35)**	(11)
Ending number of units	**191**	30
Series F		
Opening units	**38**	–
Issued number of units	**190**	38
Reinvested number of units	**4**	–
Redeemed number of units	**(37)**	–
Ending number of units	**195**	38
Series I		
Opening units	**–**	–
Issued number of units	**21**	–
Reinvested number of units	**1**	–
Redeemed number of units	**–**	–
Ending number of units	**22**	–

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)	2015	2014
Series O		
Opening units	**92 674**	500
Issued number of units	**45 238**	94 636
Reinvested number of units	**4 079**	846
Redeemed number of units	**(13 011)**	(3 308)
Ending number of units	**128 980**	92 674

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**3 034**	**100**	1 620	100
Related-party brokerage commissions*	**183**	**6**	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 2015	December 31 2014
Fair value of securities loaned	**101 787**	25 066
Fair value of collateral received	**103 823**	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 2015	December 31 2014
Phillips, Hager & North Balanced Fund	**9.0**	14.3
Phillips, Hager & North Balanced Pension Trust	**9.6**	17.5
Phillips, Hager & North LifeTime 2020 Fund	**0.1**	–
Phillips, Hager & North LifeTime 2025 Fund	**0.1**	–
Phillips, Hager & North LifeTime 2030 Fund	**0.2**	–
Phillips, Hager & North LifeTime 2035 Fund	**0.3**	–
Phillips, Hager & North LifeTime 2040 Fund	**0.3**	–
Phillips, Hager & North LifeTime 2045 Fund	**0.7**	–
Phillips, Hager & North LifeTime 2050 Fund	**0.1**	–
Phillips, Hager & North PRisM Balanced Fund	**4.2**	5.6
RBC Select Aggressive Growth Portfolio	**3.2**	3.5
RBC Select Balanced Portfolio	**31.4**	36.0
RBC Select Growth Portfolio	**16.9**	21.7
Total	**76.1**	98.6

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
60 000	Dexus Property Group Real Estate Investment Trust	$ 405	$ 450	
27 700	Flight Centre Travel Group Ltd.	1 269	1 105	
31 000	Platinum Asset Management Ltd.	202	251	
189 959	Qantas Airways Ltd.	455	779	
1 135 200	Scentre Group Real Estate Investment Trust	4 441	4 764	
14 700	South32 Ltd.	30	16	
241 400	Stockland Real Estate Investment Trust	946	992	
670 500	Telstra Corp. Ltd.	4 040	3 770	
141 600	Woodside Petroleum Ltd.	4 898	4 082	
		16 686	16 209	**3.7**
Belgium				
14 900	Proximus	571	671	
		571	671	**0.2**
Canada				
11 600	BCE Inc.	615	620	
5 500	Constellation Software Inc.	2 916	3 173	
9 000	Empire Co. Ltd., Class A	246	232	
50 500	Kinross Gold Corp.	194	127	
		3 971	4 152	**0.9**
China				
820 000	Yangzijiang Shipbuilding Holdings Ltd.	1 023	877	
		1 023	877	**0.2**
Denmark				
1 800	A P Moller - Maersk A/S	3 664	3 240	
37 200	Novo Nordisk A/S	2 264	2 982	
		5 928	6 222	**1.4**
France				
3 000	Airbus Group SE	251	280	
10 700	BNP Paribas S.A.	857	838	
189 600	Credit Agricole S.A.	2 896	3 092	
127 900	Electricite de France S.A.	4 424	2 606	
153 700	Engie	4 161	3 767	
23 100	Eutelsat Communications S.A.	984	957	
189 000	Peugeot S.A.	4 272	4 584	
22 800	Safran S.A.	2 267	2 167	
3 200	Sanofi	384	377	
54 100	Société Générale	3 194	3 450	
57 300	Suez Environnement SA	995	1 483	
2 100	Thales S.A.	191	217	
85 500	Total S.A.	5 165	5 304	
8 100	Veolia Environnement	202	266	
7 900	Vivendi S.A.	244	235	
		30 487	29 623	**6.7**
Germany				
2 700	Bayer AG	$ 485	$ 468	
147 600	Commerzbank AG	2 190	2 111	
35 800	Deutsche Bank AG	1 352	1 207	
27 200	Deutsche Telekom AG	604	676	
1 500	K+S AG	53	53	
24 400	ProSiebenSat.1 Media SE	1 279	1 701	
		5 963	6 216	**1.4**
Hong Kong				
121 000	Henderson Land Development	943	1 021	
275 000	SJM Holdings Ltd.	519	270	
389 000	WH Group Ltd.	327	300	
114 000	Wheelock & Co. Ltd.	543	662	
		2 332	2 253	**0.5**
Israel				
118 200	Bezeq Israeli Telecommunication Corporation Ltd.	229	360	
23 100	Teva Pharmaceutical Industries Ltd.	1 313	2 085	
		1 542	2 445	**0.6**
Italy				
112 400	Enel S.p.A.	603	652	
86 000	ENI S.p.A.	1 903	1 768	
164 400	Fiat Chrysler Automobiles N.V.	2 357	3 159	
		4 863	5 579	**1.3**
Japan				
5 300	Alps Electric Co. Ltd.	191	199	
111 000	Asahi Kasei Corp.	1 010	1 039	
76 800	Coca-Cola West Co. Ltd.	1 715	2 151	
159 700	Daiichi Sankyo Co. Ltd.	4 275	4 561	
213 000	Fuji Electric Holdings Co. Ltd.	916	1 236	
120 200	Inpex Corp.	1 674	1 621	
48 600	Itochu Corp.	638	795	
7 900	Japan Airlines Co. Ltd.	221	391	
86 000	Kajima Corp.	470	708	
215 000	Kawasaki Heavy Industries Ltd.	1 184	1 101	
33 600	KDDI Corporation	1 000	1 207	
57 000	Kinden Corp.	617	1 006	
9 100	Mediceo Paltac Holdings Co. Ltd.	200	215	
14 700	MEIJI Holdings Co. Ltd.	1 455	1 680	
467 600	Mitsubishi UFJ Financial Group Inc.	4 207	4 008	
71 500	Mitsui & Co.	1 139	1 176	
2 593 800	Mizuho Financial Group Inc.	6 708	7 178	
7 600	MS&AD Insurance Group Holdings Inc.	278	308	
16 900	Nexon Co. Ltd.	183	380	
133 300	Nippon Telegraph & Telephone Corp.	3 952	7 341	
33 100	NOK Corp.	833	1 070	
7 300	NTT DoCoMo Inc.	199	207	
40 000	Obayashi Corp.	455	511	
36 000	Otsuka Holdings Co. Ltd.	1 407	1 770	
256 500	Panasonic Corp.	3 311	3 598	
26 000	Sumitomo Heavy Industries Ltd.	209	161	
5 200	Sumitomo Mitsui Financial Group Inc.	275	272	

The accompanying notes are an integral part of the financial statements.

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
7 000	Taisei Corp.	$ 60	$ 64	
16 800	Tanabe Seiyaku Co. Ltd.	377	401	
242 200	Tokyo Electric Power Co. Inc.	2 166	1 930	
6 000	Toyota Tsusho Corp.	197	194	
100 000	Yamazaki Baking Co. Ltd.	1 278	3 111	
		42 800	51 590	**11.7**
Netherlands				
73 500	ING Groep N.V.	1 079	1 369	
9 900	Koninklijke Boskalis Westminster N.V.	593	559	
53 700	Koninklijke KPN N.V.	252	281	
47 900	NN Group N.V.	1 829	2 339	
78 800	Relx N.V.	1 084	1 836	
		4 837	6 384	**1.5**
Norway				
23 100	Norsk Hydro ASA	131	119	
90 400	StatoilHydro ASA	2 539	1 745	
19 200	Yara International ASA	1 023	1 143	
		3 693	3 007	**0.7**
Spain				
107 900	Endesa S.A.	2 706	2 999	
479 500	Iberdrola S.A.	3 763	4 703	
		6 469	7 702	**1.7**
Sweden				
8 300	Boliden AB	203	193	
46 600	Skanska AB	1 123	1 254	
25 300	Svenska Cellulosa AB	907	1 013	
		2 233	2 460	**0.6**
Switzerland				
2 000	Novartis AG	239	238	
1 800	Roche Holdings AG Genusscheine	546	690	
83 100	Swiss Re AG	9 237	11 230	
		10 022	12 158	**2.8**
United Kingdom				
395 100	3i Group Plc.	3 522	3 873	
10 100	Admiral Group Plc.	326	341	
4 200	AstraZeneca Plc.	219	393	
960 900	Barclays Plc.	4 877	4 280	
64 800	BP Plc.	505	466	
488 800	BT Group Plc.	2 972	4 696	
701 891	Direct Line Insurance Group Plc.	3 908	5 822	
70 500	Imperial Tobacco Group Plc.	4 903	5 152	
18 700	International Consolidated Airlines Group S.A.	199	232	
503 500	ITV Plc.	1 464	2 836	
269 700	J Sainsbury Plc.	1 547	1 421	
973 600	Lloyds TSB Group Plc.	1 213	1 450	
42 600	Marks & Spencer Group Plc.	352	392	
21 000	Next Plc.	1 791	3 120	
900	Royal Dutch Shell Plc.	30	28	
196 200	Segro Plc. Real Estate Investment Trust	1 248	1 718	
85 900	The Royal Bank of Scotland Group Plc.	566	528	
		29 642	36 748	**8.3**

Holdings	Security	Cost	Fair Value	% of Net Assets
United States				
38 000	Accenture Plc., Class A	$ 4 645	$ 5 495	
9 800	Aflac Inc.	830	812	
17 100	AGCO Corp.	1 052	1 074	
97 500	Ally Financial Inc.	2 735	2 515	
5 000	Alphabet Inc., Class C	4 184	5 250	
116 900	Altria Group Inc.	5 739	9 416	
5 700	Amazon.com, Inc.	4 421	5 331	
59 000	American International Group Inc.	4 004	5 059	
61 100	AmerisourceBergen Corp.	7 923	8 766	
21 900	Amgen Inc.	4 193	4 919	
3 600	Analog Devices Inc.	286	276	
103 245	Apple Inc.	14 055	15 032	
74 969	Archer Daniels Midland Co.	3 361	3 803	
500	Autozone Inc.	528	513	
61 624	Best Buy Co. Inc.	2 779	2 596	
43 500	Boeing Co.	8 201	8 700	
71 403	Bunge Ltd.	7 116	6 749	
3 600	Capital One Financial Corp.	376	359	
8 900	Cardinal Health Inc.	1 025	1 099	
90 600	Cisco Systems Inc.	3 272	3 404	
125 800	Citigroup Inc.	8 450	9 008	
68 961	Computer Sciences Corp.	4 148	3 116	
100	Crown Castle International Corp. Real Estate Investment Trust	10	12	
68 961	CSRA Inc.	2 693	2 863	
2 600	Darden Restaurants Inc.	239	229	
89 800	Devon Energy Corporation	5 229	3 976	
8 400	Dow Chemical Company	596	598	
58 400	Duke Realty Corporation Real Estate Investment Trust	1 424	1 699	
77 600	eBay Inc.	3 018	2 951	
39 800	Electronic Arts Inc.	2 602	3 784	
7 600	Eli Lilly & Co.	854	886	
2 900	Everest Re Group Ltd.	736	735	
147 800	Flextronics International Ltd.	2 197	2 293	
55 400	FNF Group	2 575	2 658	
29 900	Foot Locker Inc.	2 638	2 693	
25 600	GameStop Corp., Class A	1 306	993	
39 300	General Dynamics Corp.	5 983	7 469	
5 400	General Mills Inc.	394	431	
35 100	General Motors Co.	1 575	1 653	
58 500	Gilead Sciences Inc.	7 985	8 191	
4 000	HCA Holdings Inc.	364	374	
15 200	Home Depot Inc.	2 208	2 782	
52 083	Intel Corp.	1 978	2 483	
32 000	International Business Machines	5 996	6 091	
11 500	Johnson & Johnson	1 674	1 634	
57 400	Kimberly-Clark Corp.	7 728	10 109	
8 700	Kohls Corp.	591	573	
4 500	Linear Technology Corp.	275	264	
2 522	Lockheed Martin Corporation	366	758	
81 700	Lowe's Companies	7 146	8 594	
51 837	LyondellBasell Industries N.V.	5 006	6 233	
17 800	Macy's Inc.	867	862	
11 000	Masco Corp.	403	431	
3 350	MasterCard Inc.	261	452	
3 200	McDonald's Corp.	527	523	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
13 500	Merck & Co. Inc.	$ 1 002	$ 987	
5 300	Michael Kors Holdings Ltd.	272	294	
24 400	Micron Technology Inc.	816	478	
98 988	Microsoft Corp.	5 882	7 596	
69 100	Navient Corp.	1 657	1 095	
48 200	Newmont Mining Corporation	1 438	1 200	
7 400	Nike Inc.	639	640	
71 400	Noble Corporation plc	1 228	1 042	
11 800	Nordstrom Inc.	853	813	
6 500	PepsiCo Inc.	852	898	
2 800	Philip Morris International Inc.	316	341	
8 400	Quanta Services Inc.	234	235	
9 700	Skyworks Solutions Inc.	1 087	1 031	
53 300	Southwest Airlines	1 641	3 176	
39 700	Starbucks Corp.	3 170	3 298	
8 500	Synchrony Financial	357	357	
61 800	Target Corporation	6 221	6 208	
7 500	The Goldman Sachs Group Inc.	1 618	1 869	
128 284	The Kroger Co.	3 661	7 425	
28 600	United Continental Holdings Inc.	2 021	2 268	
31 600	United Parcel Service Inc.	4 034	4 207	
31 000	UnitedHealth Group Incorporated	4 282	5 046	
22 700	Valero Energy Corp.	2 014	2 221	
13 900	Verisign Inc.	850	1 680	
6 400	Verizon Communications Inc.	414	409	
15 300	Voya Financial Inc.	785	781	
2 900	Wal-Mart Stores, Inc.	240	246	
8 700	Waste Management Inc.	620	642	
		218 971	246 052	**55.9**
TOTAL GLOBAL EQUITIES		$ 392 033	440 348	**100.1**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(161)	**(0.1)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 440 187	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 440 348**	$ 364 946
Cash	**209**	74
Subscriptions receivable	**184**	–
Dividends receivable, interest accrued and other assets	**490**	565
TOTAL ASSETS	**441 231**	365 585
LIABILITIES		
Redemptions payable	**398**	–
Distributions payable	**639**	223
Accounts payable and accrued expenses	**7**	8
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 044**	231
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 440 187**	$ 365 354
Investments at cost	**$ 392 033**	$ 329 659
NAV		
SERIES O	**$ 440 187**	$ 365 354
NAV PER UNIT		
SERIES O	**$ 12.98**	$ 12.56

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 16 762**	$ 10 667
Interest for distribution purposes	**–**	30
Other income (loss)	**8**	2
Securities lending revenue (see note 6 in the generic notes)	**145**	134
Net realized gain (loss) on investments	**47 695**	21 229
Net gain (loss) on foreign currencies and other net assets	**(16)**	(83)
Change in unrealized gain (loss) on investments	**13 028**	15 388
TOTAL INCOME (LOSS)	**77 622**	47 367
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**82**	58
Independent Review Committee costs	**3**	3
GST/HST	**7**	6
Transaction costs	**313**	321
Withholding tax	**1 677**	1 090
TOTAL EXPENSES	**2 082**	1 478
INCREASE (DECREASE) IN NAV	**$ 75 540**	$ 45 889
INCREASE (DECREASE) IN NAV		
SERIES O	**$ 75 540**	$ 45 889
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ 2.60**	$ 2.01

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 75 540**	$ 45 889
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(47 695)**	(21 229)
Change in unrealized loss (gain) on investments	**(13 028)**	(15 388)
(Increase) decrease in accrued receivables	**75**	(415)
Increase (decrease) in accrued payables	**(1)**	4
Cost of investments purchased	**(510 904)**	(452 281)
Proceeds on sales of investments	**496 225**	360 223
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**212**	(83 197)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**75 863**	120 495
Cash paid on redemption of redeemable units	**(75 717)**	(37 296)
Distributions paid to holders of redeemable units	**(223)**	(9)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (77)**	$ 83 190
Net increase (decrease) in cash for the period	**135**	(7)
Cash (bank overdraft), beginning of period	**74**	81
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 209**	$ 74
Interest received (paid)	**$ –**	$ 30
Dividends received, net of withholding taxes	**$ 15 168**	$ 9 164

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in NAV *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 365 354**	$ 236 478
INCREASE (DECREASE) IN NAV	**75 540**	45 889
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**76 047**	120 432
Reinvestments of distributions to holders of redeemable units	**62 477**	30 559
Redemption of redeemable units	**(76 115)**	(37 222)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**62 409**	113 769
Distributions from net income	**(15 382)**	(9 408)
Distributions from net gains	**(47 734)**	(21 374)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(63 116)**	(30 782)
NET INCREASE (DECREASE) IN NAV	**74 833**	128 876
NAV AT END OF PERIOD	**$ 440 187**	$ 365 354

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
United States	**55.9**	58.1
Japan	**11.7**	9.3
United Kingdom	**8.3**	7.7
France	**6.7**	6.8
Australia	**3.7**	1.9
Switzerland	**2.8**	2.3
Spain	**1.7**	1.4
Netherlands	**1.5**	1.4
Denmark	**1.4**	1.8
Germany	**1.4**	1.7
Canada	**0.9**	3.6
Other Countries	**4.1**	3.9
Cash/Other	**(0.1)**	0.1
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**55.9**	58.1
Euro	**12.8**	12.4
Japanese yen	**11.7**	9.3
Pound sterling	**8.3**	7.7
Australian dollar	**3.7**	1.9
Swiss franc	**2.8**	2.3
Danish krone	**1.4**	1.8
Norwegian krone	**0.7**	1.0
Israeli new shekel	**0.6**	–
Swedish krona	**0.6**	–
Hong Kong dollar	**–**	0.9
Other currencies	**0.7**	0.9
Total	**99.2**	96.3

As at December 31, 2015, 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, 2014 – 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 30-month (December 31, 2014 – 18-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**250 204**	**190 144**	**–**	**440 348**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**250 204**	**190 144**	**–**	**440 348**
% of total portfolio	**56.8**	**43.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series O	**57**	49
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, 2015.

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)	**2015**	2014
Series O		
Opening units	**29 083**	20 247
Issued number of units	**5 313**	9 300
Reinvested number of units	**4 815**	2 433
Redeemed number of units	**(5 290)**	(2 897)
Ending number of units	**33 921**	29 083

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**313**	**100**	321	100
Related-party brokerage commissions*	**–**	**–**	2	1
Commission arrangements†	**3**	**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 2015	December 31 2014
Fair value of securities loaned	**19 525**	18 577
Fair value of collateral received	**19 915**	18 949

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 2015	December 31 2014
Phillips, Hager & North Balanced Fund	**12.2**	13.8
Phillips, Hager & North Balanced Pension Trust	**38.9**	49.5
Phillips, Hager & North LifeTime 2020 Fund	**0.1**	–
Phillips, Hager & North LifeTime 2025 Fund	**0.2**	–
Phillips, Hager & North LifeTime 2030 Fund	**0.2**	–
Phillips, Hager & North LifeTime 2035 Fund	**0.4**	–
Phillips, Hager & North LifeTime 2040 Fund	**0.4**	–
Phillips, Hager & North LifeTime 2045 Fund	**0.9**	–
Phillips, Hager & North LifeTime 2050 Fund	**0.1**	–
Total	**53.4**	63.3

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC QUBE LOW VOLATILITY GLOBAL EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
3 100	CSL Ltd.	$ 297	$ 327	
31 800	General Property Trust	136	152	
51 600	Mirvac Group Real Estate Investment Trust	83	102	
122 900	Scentre Group Real Estate Investment Trust	469	516	
643 500	Telstra Corp. Ltd.	3 514	3 618	
		4 499	4 715	**1.1**
Belgium				
5 500	Colruyt S.A.	355	392	
36 800	Groupe Bruxelles Lambert S.A.	3 832	4 357	
37 400	Proximus	1 639	1 684	
		5 826	6 433	**1.5**
Canada				
4 900	Bank of Montreal	310	382	
27 500	BCE Inc.	1 494	1 470	
10 000	Dollarama Inc.	721	799	
10 800	Franco-Nevada Corp.	653	684	
20 000	H&R Real Estate Investment Trust	455	400	
4 400	Intact Financial Corp.	381	390	
36 300	Royal Bank of Canada*	2 839	2 692	
9 100	Shaw Communications Inc., Class B	269	216	
87 500	TELUS Corp.	3 754	3 348	
15 200	Toronto-Dominion Bank	748	824	
		11 624	11 205	**2.6**
Finland				
4 300	Elisa OYJ	96	224	
900	Sampo OYJ	60	63	
		156	287	**0.1**
France				
11 200	Dassault Systèmes S.A.	753	1 239	
800	Unibail-Rodamco SE Real Estate Investment Trust	272	281	
		1 025	1 520	**0.3**
Germany				
28 600	Deutsche Lufthansa AG	504	626	
16 200	Fresenius Medical Care AG & Co. KGaA	1 393	1 887	
		1 897	2 513	**0.6**
Hong Kong				
295 000	Cheung Kong Infrastructure Holdings Ltd.	$ 2 130	$ 3 771	
1 137 000	CLP Holdings Ltd.	11 800	13 335	
40 700	Hang Seng Bank Ltd.	741	1 071	
1 624 500	HK Electric Investments & HK Electric Investments Ltd., Stapled Security	1 862	1 883	
99 800	HKT Ltd.	147	176	
1 446 000	Hong Kong & China Gas Co. Ltd.	3 813	3 916	
41 500	MTR Corp.	222	284	
33 500	Swire Pacific Ltd. 'A'	540	518	
		21 255	24 954	**5.7**
Ireland				
22 500	Kerry Group Plc.	1 891	2 576	
		1 891	2 576	**0.6**
Israel				
1 200	Azrieli Group	63	62	
211 400	Bank Hapoalim Ltd.	1 265	1 510	
30 100	Bank Leumi Le-Israel	123	144	
5 600	Check Point Software Technologies Ltd.	644	631	
236 000	Mizrahi Tefahot Bank Ltd.	3 476	3 900	
10 700	NICE Systems Ltd.	624	851	
		6 195	7 098	**1.6**
Italy				
57 600	Snam Rete Gas S.p.A.	357	416	
522 600	Terna Rete Elettrica Nazionale S.p.A.	3 081	3 719	
		3 438	4 135	**0.9**
Japan				
36 600	ABC-Mart Inc.	2 174	2 772	
56 000	Aozora Bank Ltd.	272	270	
35 400	Astellas Pharma Inc.	688	697	
36 600	Canon Inc.	1 493	1 532	
22 900	Japan Airlines Co. Ltd.	988	1 134	
300	Japan Retail Fund Investment Corp. Real Estate Investment Trust	684	799	
66 000	Kamigumi Co. Ltd.	678	786	
42 900	KDDI Corporation	1 364	1 542	
95 900	Marubeni Corp.	700	682	
129 500	McDonald's Holdings Co Japan Ltd.	3 717	3 897	
20 200	Mitsui & Co.	343	332	
1 000	Nippon Prologis Inc. Real Estate Investment Trust	2 725	2 503	
6 300	Nippon Telegraph & Telephone Corp.	292	347	
17 500	Nissan Motor Co. Ltd.	220	254	
26 300	Nomura Research Institute Ltd.	1 381	1 398	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
304 700	NTT DoCoMo Inc.	$ 5 494	$ 8 648	
8 700	Oriental Land Co. Ltd.	495	728	
989 000	Osaka Gas Co. Ltd.	4 982	4 943	
18 000	Otsuka Holdings Co. Ltd.	685	885	
43 100	Takeda Pharmaceutical Co. Ltd.	2 631	2 973	
170 200	Tanabe Seiyaku Co. Ltd.	3 031	4 057	
61 000	Toho Gas Co. Ltd.	520	545	
46 000	Tokyo Gas Co. Ltd.	267	299	
11 500	Toyo Suisan Kaisha Ltd.	556	555	
1 800	United Urban Investment Corp. Real Estate Investment Trust	3 442	3 381	
22 000	USS Co. Ltd.	246	457	
		40 068	46 416	**10.6**
Netherlands				
40 500	Aegon N.V.	351	317	
2 000	NN Group N.V.	79	98	
61 981	Relx N.V.	1 031	1 444	
6 700	Wolters Kluwer N.V.	241	311	
		1 702	2 170	**0.5**
Singapore				
1 768 000	Singapore Press Holdings Ltd.	6 628	6 781	
543 900	Singapore Telecommunications Ltd.	1 765	1 940	
215 500	StarHub Ltd.	813	776	
		9 206	9 497	**2.2**
Spain				
6 000	Endesa S.A.	175	167	
11 200	Gas Natural SDG S.A.	325	316	
747 900	Iberdrola S.A.	6 590	7 336	
15 100	Red Electrica de Espana	1 645	1 745	
		8 735	9 564	**2.2**
Sweden				
12 200	Telia AB	93	84	
		93	84	–
Switzerland				
8 000	Kuehne + Nagel International AG	1 496	1 517	
84 500	Nestlé S.A.	7 807	8 680	
42 600	Novartis AG	4 678	5 070	
500	Roche Holdings AG Genusscheine	180	192	
300	Swiss Life Holding	92	112	
1 800	Swiss Prime Site AG	155	195	
11 600	Swiss Re AG	1 340	1 568	
2 900	Swisscom AG	1 413	2 008	
		17 161	19 342	**4.4**
United Kingdom				
41 100	British Land Company Plc. Real Estate Investment Trust	643	658	
111 800	BT Group Plc.	927	1 074	
33 100	Direct Line Insurance Group Plc.	279	275	
11 500	GlaxoSmithKline Plc.	320	321	
2 000	Land Securities Group Plc. Real Estate Investment Trust	49	48	
179 700	National Grid Plc.	2 818	3 429	
10 600	Next Plc.	1 124	1 575	
4 000	Randgold Resources Ltd.	$ 325	$ 341	
4 600	Reckitt Benckiser Plc.	586	589	
19 900	Royal Dutch Shell Plc.	776	624	
42 900	Segro Plc. Real Estate Investment Trust	312	376	
11 000	Sky Plc.	195	250	
21 300	SSE Plc.	605	662	
5 100	Whitbread Plc.	482	457	
4 600	Wolseley Plc.	347	346	
		9 788	11 025	**2.5**
United States				
16 510	3M Co.	2 618	3 441	
6 300	Accenture Plc., Class A	909	911	
9 978	Allstate Corp.	857	857	
8 700	American Tower Corp. Real Estate Investment Trust	1 069	1 167	
32 736	American Water Works Co. Inc.	1 925	2 706	
3 000	AmerisourceBergen Corp.	419	430	
9 700	Ansys Inc.	1 233	1 242	
150 705	AT&T Inc.	6 573	7 176	
400	Autozone Inc.	303	411	
2 693	AvalonBay Communities Inc. Real Estate Investment Trust	522	686	
4 230	Becton Dickinson & Co.	515	902	
40 477	Berkshire Hathaway Inc., Class B	6 440	7 391	
2 300	Bristol-Myers Squibb Co.	207	219	
37 500	Cardinal Health Inc.	4 229	4 631	
15 500	CenturyTel Inc.	575	540	
51 583	Church & Dwight Co. Inc.	5 125	6 057	
45 597	Cintas Corp.	3 654	5 745	
11 400	Citizens Financial Group Inc.	386	413	
14 200	Clorox Company	2 282	2 492	
91 820	Colgate-Palmolive Company	7 395	8 464	
48 599	Consolidated Edison Inc.	3 780	4 321	
8 318	Costco Wholesale Corp.	1 647	1 859	
2 600	Crown Castle International Corp. Real Estate Investment Trust	280	311	
43 410	CVS Health Corp.	5 469	5 871	
16 000	Dominion Resources Inc.	1 496	1 497	
2 769	Dr Pepper Snapple Group Inc.	245	357	
7 590	DTE Energy Company	533	842	
45 406	Duke Energy Corp.	4 232	4 484	
6 000	Eli Lilly & Co.	659	699	
7 100	Entergy Corp.	643	671	
25 000	Equifax Inc.	3 569	3 852	
3 151	Equity Residential Properties Trust	252	356	
28 300	Everest Re Group Ltd.	6 815	7 174	
6 300	Extra Space Storage Inc. Real Estate Investment Trust	668	769	
12 500	Exxon Mobil Corp.	1 286	1 348	
1 548	Federal Realty Investment Trust	265	313	
38 700	Fiserv Inc.	4 953	4 898	
125 295	General Mills Inc.	9 245	9 994	
900	Gilead Sciences Inc.	125	126	
47 287	HCP Inc. Real Estate Investment Trust	2 450	2 503	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
16 955	Henry Schein Inc.	$ 2 152	$ 3 710	
3 700	Home Depot Inc.	625	677	
42 033	Honeywell International Inc.	5 216	6 022	
49 118	Hormel Foods Corp.	3 576	5 374	
92 969	Johnson & Johnson	10 922	13 211	
5 794	Kimberly-Clark Corp.	799	1 020	
42 965	Marsh & McLennan Companies Inc.	2 966	3 297	
18 900	McCormick & Co. Inc.	2 082	2 238	
28 551	McDonald's Corp.	3 054	4 667	
9 600	McKesson Corp.	2 781	2 620	
17 700	Merck & Co. Inc.	1 280	1 294	
77 800	New York Community Bancorp Inc.	1 873	1 757	
40 200	NextEra Energy Inc.	5 394	5 777	
11 176	Patterson Co. Inc.	454	699	
169 300	People's United Financial Inc.	3 515	3 783	
94 325	PepsiCo Inc.	10 702	13 037	
6 100	PG&E Corporation	396	449	
12 298	Philip Morris International Inc.	1 275	1 496	
7 000	PNC Bank Corp.	866	923	
46 199	PPL Corporation	1 632	2 181	
4 639	Praxair Inc.	676	657	
4 100	Public Service Enterprise Group	208	219	
12 649	Public Storage Inc. Real Estate Investment Trust	4 052	4 336	
5 200	RenaissanceRe Holdings Ltd.	741	815	
38 200	Republic Services Inc.	2 196	2 325	
26 558	Sempra Energy	3 075	3 455	
3 322	Simon Property Group Inc.	687	894	
3 254	SL Green Realty Corp. Real Estate Investment Trust	418	509	
9 100	Snap-On Inc.	2 070	2 158	
114 473	Southern Co.	5 793	7 409	
65	Stericycle Inc.	9	11	
59 200	Stryker Corp.	7 669	7 612	
52 784	Sysco Corp.	2 566	2 995	
203 539	The Coca-Cola Co.	10 854	12 099	
5 894	The Hershey Co.	572	728	
28 418	The Procter & Gamble Co.	2 733	3 122	
11 700	The Progressive Corp.	497	515	
28 000	The Walt Disney Company	3 611	4 071	
2 900	Thermo Fisher Scientific Inc.	527	569	
11 400	TJX Companies Inc.	1 081	1 119	
39 715	Torchmark Corp.	2 326	3 141	
3 400	Travelers Cos. Inc.	451	531	
111 310	Verizon Communications Inc.	6 474	7 119	
9 755	Vornado Realty Trust	1 258	1 349	
6 800	Voya Financial Inc.	399	347	
27 930	Wal-Mart Stores, Inc.	2 300	2 369	
3 000	Waters Corp.	521	559	
22 249	WEC Energy Group Inc.	$ 1 028	$ 1 579	
93 300	Wells Fargo & Company	6 423	7 015	
19 922	Welltower Inc. Real Estate Investment Trust	1 796	1 875	
46 294	Xcel Energy Inc.	1 980	2 300	
115 700	XL Group Plc.	5 560	6 272	
		237 959	272 432	**62.3**
TOTAL GLOBAL EQUITIES		382 518	435 966	**99.7**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(2)	–
TOTAL PORTFOLIO		$ 382 518	435 964	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 524	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 437 488	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought HKD 1 436 Sold CAD 257 @ 5.5792	05-Jan-16	$ (1)
Bought USD 163 Sold CAD 227 @ 0.7199	05-Jan-16	(1)
TOTAL FOREIGN EXCHANGE		$ (2)

All counterparties have a credit rating of at least A.

* 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 435 966**	$ 160 558
Cash	**767**	6
Subscriptions receivable	**2 046**	1 044
Unrealized gain on foreign exchange contracts	**–**	1
Dividends receivable, interest accrued and other assets	**644**	206
TOTAL ASSETS	**439 423**	161 815
LIABILITIES		
Due to investment dealers	**1 347**	2 258
Redemptions payable	**339**	186
Unrealized loss on foreign exchange contracts	**2**	–
Accounts payable and accrued expenses	**247**	73
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 935**	2 517
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 437 488**	$ 159 298
Investments at cost	**$ 382 518**	$ 140 197
NAV		
SERIES A	**$ 88 701**	$ 24 317
ADVISOR SERIES	**$ 17 809**	$ 3 409
SERIES H	**$ 1 879**	$ 16
SERIES D	**$ 38 261**	$ 14 227
SERIES F	**$ 11 507**	$ 3 751
SERIES I	**$ 272**	$ 1 278
SERIES O	**$ 279 059**	$ 112 300
NAV PER UNIT		
SERIES A	**$ 17.01**	$ 14.48
ADVISOR SERIES	**$ 17.00**	$ 14.48
SERIES H	**$ 17.07**	$ 14.51
SERIES D	**$ 17.20**	$ 14.62
SERIES F	**$ 17.19**	$ 14.60
SERIES I	**$ 17.39**	$ 14.78
SERIES O	**$ 17.25**	$ 14.66

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 428**	$ 3 139
Interest for distribution purposes	**4**	6
Other income (loss)	**29**	7
Securities lending revenue (see note 6 in the generic notes)	**87**	24
Net realized gain (loss) on investments	**12 370**	7 166
Net gain (loss) on foreign currencies and other net assets	**17**	(4)
Change in unrealized gain (loss) on investments	**33 084**	13 393
TOTAL INCOME (LOSS)	**54 019**	23 731
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 608**	432
Administration fees	**187**	58
Independent Review Committee costs	**3**	3
GST/HST	**165**	46
Transaction costs	**211**	73
Withholding tax	**871**	367
TOTAL EXPENSES	**3 045**	979
INCREASE (DECREASE) IN NAV	**$ 50 974**	$ 22 752
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 8 909**	$ 2 824
ADVISOR SERIES	**$ 1 461**	$ 485
SERIES H	**$ 98**	$ 2
SERIES D	**$ 4 539**	$ 1 461
SERIES F	**$ 1 290**	$ 611
SERIES I	**$ 126**	$ 80
SERIES O	**$ 34 551**	$ 17 289
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 2.69**	$ 2.53
ADVISOR SERIES	**$ 2.63**	$ 2.60
SERIES H	**$ 2.38**	$ 2.46
SERIES D	**$ 2.90**	$ 2.67
SERIES F	**$ 2.95**	$ 2.82
SERIES I	**$ 3.51**	$ 2.27
SERIES O	**$ 3.16**	$ 2.93

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 50 974**	$ 22 752
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(12 370)**	(7 166)
Change in unrealized loss (gain) on investments	**(33 084)**	(13 393)
(Increase) decrease in accrued receivables	**(438)**	(83)
Increase (decrease) in accrued payables	**174**	2 007
Cost of investments purchased	**(591 191)**	(295 960)
Proceeds on sales of investments	**360 329**	235 344
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(225 606)**	(56 499)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**287 817**	100 700
Cash paid on redemption of redeemable units	**(59 292)**	(43 625)
Distributions paid to holders of redeemable units	**(2 158)**	(571)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 226 367**	$ 56 504
Net increase (decrease) in cash for the period	**761**	5
Cash (bank overdraft), beginning of period	**6**	1
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 767**	$ 6
Interest received (paid)	**$ 4**	$ 6
Dividends received, net of withholding taxes	**$ 7 148**	$ 2 696

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 24 317**	$ 6 633	**$ 3 409**	$ 1 908	**$ 16**	$ 1	**$ 14 227**	$ 3 798
INCREASE (DECREASE) IN NAV	**8 909**	2 824	**1 461**	485	**98**	2	**4 539**	1 461
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**66 571**	18 089	**14 545**	1 524	**1 841**	13	**28 375**	10 942
Reinvestments of distributions to holders of redeemable units	**1 293**	448	**260**	70	**30**	–	**793**	309
Redemption of redeemable units	**(11 063)**	(3 210)	**(1 603)**	(507)	**(75)**	–	**(8 842)**	(1 968)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**56 801**	15 327	**13 202**	1 087	**1 796**	13	**20 327**	9 283
Distributions from net income	**–**	(39)	**–**	(7)	**(2)**	–	**(256)**	(78)
Distributions from net gains	**(1 326)**	(428)	**(263)**	(64)	**(29)**	–	**(576)**	(237)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 326)**	(467)	**(263)**	(71)	**(31)**	–	**(832)**	(315)
NET INCREASE (DECREASE) IN NAV	**64 384**	17 684	**14 400**	1 501	**1 863**	15	**24 034**	10 429
NAV AT END OF PERIOD	**$ 88 701**	$ 24 317	**$ 17 809**	$ 3 409	**$ 1 879**	$ 16	**$ 38 261**	$ 14 227

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 751**	$ 3 028	**$ 1 278**	$ 1	**$ 112 300**	$ 64 089	**$ 159 298**	$ 79 458
INCREASE (DECREASE) IN NAV	**1 290**	611	**126**	80	**34 551**	17 289	**50 974**	22 752
Early redemption fees	**–**	–	**–**	–	**–**	–	**1**	–
Proceeds from redeemable units issued	**10 942**	1 943	**618**	1 197	**165 927**	67 724	**288 819**	101 432
Reinvestments of distributions to holders of redeemable units	**240**	98	**–**	27	**6 755**	3 434	**9 371**	4 386
Redemption of redeemable units	**(4 436)**	(1 824)	**(1 743)**	–	**(31 684)**	(36 264)	**(59 446)**	(43 773)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 746**	217	**(1 125)**	1 224	**140 998**	34 894	**238 745**	62 045
Distributions from net income	**(104)**	(43)	**(3)**	(3)	**(4 820)**	(1 986)	**(5 185)**	(2 156)
Distributions from net gains	**(176)**	(62)	**(4)**	(24)	**(3 970)**	(1 986)	**(6 344)**	(2 801)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(280)**	(105)	**(7)**	(27)	**(8 790)**	(3 972)	**(11 529)**	(4 957)
NET INCREASE (DECREASE) IN NAV	**7 756**	723	**(1 006)**	1 277	**166 759**	48 211	**278 190**	79 840
NAV AT END OF PERIOD	**$ 11 507**	$ 3 751	**$ 272**	$ 1 278	**$ 279 059**	$ 112 300	**$ 437 488**	$ 159 298

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	December 31 2015	December 31 2014
United States	**62.3**	59.1
Japan	**10.6**	10.3
Hong Kong	**5.7**	4.6
Switzerland	**4.4**	4.4
Canada	**2.6**	5.2
United Kingdom	**2.5**	3.0
Spain	**2.2**	0.7
Singapore	**2.2**	2.5
Israel	**1.6**	1.7
Belgium	**1.5**	1.0
Australia	**1.1**	2.0
Other Countries	**3.0**	4.7
Cash/Other	**0.3**	0.8
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**62.6**	59.3
Japanese yen	**10.6**	10.3
Euro	**6.7**	6.3
Hong Kong dollar	**5.7**	4.6
Swiss franc	**4.4**	4.4
Pound sterling	**2.5**	3.0
Singapore dollar	**2.2**	2.5
Israeli new shekel	**1.5**	1.7
Australian dollar	**1.1**	2.0
Swedish krona	**–**	0.1
Total	**97.3**	94.2

As at December 31, 2015, 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, 2014 – 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 (December 31, 2014 – 24-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI World Total Return Net Index (CAD)	**+ or -**	**0.9**	+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**284 268**	**151 698**	**–**	**435 966**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**(2)**	**–**	**(2)**
Total financial instruments	**284 268**	**151 696**	**–**	**435 964**
% of total portfolio	**65.2**	**34.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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 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 2015	December 31 2014
Units held		
Series A	**–**	103
Advisor Series	**–**	103
Series H	**90**	89
Series D	**–**	104
Series F	**–**	105
Series I	**91**	88
Value of all units	**3**	9

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 679**	538
Issued number of units	**4 149**	1 351
Reinvested number of units	**77**	31
Redeemed number of units	**(692)**	(241)
Ending number of units	**5 213**	1 679
Advisor Series		
Opening units	**235**	155
Issued number of units	**897**	113
Reinvested number of units	**15**	5
Redeemed number of units	**(100)**	(38)
Ending number of units	**1 047**	235
Series H		
Opening units	**1**	–
Issued number of units	**112**	1
Reinvested number of units	**2**	–
Redeemed number of units	**(5)**	–
Ending number of units	**110**	1
Series D		
Opening units	**973**	307
Issued number of units	**1 748**	791
Reinvested number of units	**46**	21
Redeemed number of units	**(543)**	(146)
Ending number of units	**2 224**	973
Series F		
Opening units	**257**	244
Issued number of units	**676**	138
Reinvested number of units	**14**	7
Redeemed number of units	**(278)**	(132)
Ending number of units	**669**	257
Series I		
Opening units	**86**	–
Issued number of units	**39**	84
Reinvested number of units	**–**	2
Redeemed number of units	**(109)**	–
Ending number of units	**16**	86

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)	**2015**	2014
Series O		
Opening units	**7 659**	5 160
Issued number of units	**10 040**	4 993
Reinvested number of units	**395**	234
Redeemed number of units	**(1 917)**	(2 728)
Ending number of units	**16 177**	7 659

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**211**	**100**	73	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 2015	December 31 2014
Fair value of securities loaned	**34 048**	9 915
Fair value of collateral received	**34 729**	10 113

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 2015	December 31 2014
Phillips, Hager & North LifeTime 2015 Fund	**0.4**	–
Phillips, Hager & North LifeTime 2020 Fund	**0.8**	–
Phillips, Hager & North LifeTime 2025 Fund	**0.6**	–
Phillips, Hager & North LifeTime 2030 Fund	**0.2**	–
Phillips, Hager & North LifeTime 2035 Fund	**–**	–
RBC QUBE Low Volatility Global Equity Class	**5.5**	–
Total	**7.5**	–

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
30 899	Brambles Ltd.	$ 295	$ 358	
2 956	CSL Ltd.	220	312	
2 917	Macquarie Group Ltd.	221	241	
6 824	Westpac Banking Corporation	232	229	
		968	1 140	**3.1**
Belgium				
2 921	InBev N.V.	371	503	
		371	503	**1.4**
Denmark				
6 010	Christian Hansen Holding A/S	221	521	
7 390	Novo Nordisk A/S	290	593	
5 099	Novozymes A/S	274	339	
		785	1 453	**4.0**
Finland				
4 878	Sampo OYJ	173	344	
		173	344	**0.9**
Germany				
849	Continental AG	174	285	
4 399	GEA Group AG	157	246	
2 601	Henkel KGaA, Preferred Non-Voting	263	402	
1 538	SAP SE	106	169	
2 916	Symrise AG	232	268	
		932	1 370	**3.7**
Hong Kong				
12 524	CK Hutchison Holdings Ltd.	274	233	
15 450	Standard Chartered Plc.	232	179	
		506	412	**1.1**
Ireland				
2 797	Paddy Power Plc.	265	518	
		265	518	**1.4**
Italy				
11 064	Anima Holding S.p.A.	133	132	
		133	132	**0.4**
Japan				
7 000	Ajinomoto Co. Inc.	176	229	
5 400	Bridgestone Corp.	255	256	
8 000	Kubota Corp.	149	171	
39 900	Mitsubishi UFJ Financial Group Inc.	289	342	
2 100	Nitori Co. Ltd.	214	244	
8 200	Seiko Epson Corp.	196	175	
3 000	SoftBank Group Corp.	250	210	
4 500	Sony Corp.	148	153	
2 500	Sysmex Corp.	173	222	
7 100	The Dai-ichi Life Insurance Co. Ltd.	115	163	
4 700	Tokio Marine Holdings, Inc.	164	251	
2 300	Toyota Motor Corp.	128	196	
		2 257	2 612	**7.1**
Netherlands				
14 580	ING Groep N.V.	$ 214	$ 272	
63 646	Koninklijke KPN N.V.	260	333	
17 846	Relx N.V.	289	416	
		763	1 021	**2.8**
Norway				
10 497	DnB ASA	146	179	
		146	179	**0.5**
Spain				
2 545	Grifols S.A.	144	163	
		144	163	**0.4**
Sweden				
7 183	Swedbank AB	148	219	
		148	219	**0.6**
Switzerland				
2 599	Novartis AG	208	309	
1 376	Roche Holdings AG Genusscheine	377	528	
884	Schindler Holding AG	128	205	
		713	1 042	**2.8**
United Kingdom				
25 690	Aberdeen Asset Management Plc.	156	151	
7 881	ARM Holdings Plc.	157	166	
2 848	Berkeley Group Holdings Plc.	116	214	
43 700	BT Group Plc.	192	420	
8 291	Capita Plc.	177	204	
22 584	Daily Mail & General Trust Plc.	292	322	
6 165	London Stock Exchange Group Plc.	191	345	
9 643	Petrofac Limited	179	157	
16 993	Playtech Plc.	228	288	
2 001	Shire Plc.	151	190	
		1 839	2 457	**6.7**
United States				
2 300	Accenture Plc., Class A	307	333	
2 900	Aflac Inc.	244	240	
300	Alphabet Inc., Class A	266	323	
300	Alphabet Inc., Class C	251	315	
3 500	American International Group Inc.	277	300	
1 000	Amgen Inc.	226	225	
1 400	Anthem Inc.	267	270	
5 200	Apple Inc.	775	757	
12 400	AT&T Inc.	567	590	
3 600	Bank of New York Mellon Corp.	210	205	
900	Biogen Inc.	366	382	
500	BlackRock Inc.	235	236	
3 400	Capital One Financial Corp.	351	340	
3 100	Cardinal Health Inc.	353	383	
1 000	Cigna Corp.	178	203	
8 000	Cisco Systems Inc.	303	301	
1 400	CME Group Inc., Class A	176	175	
1 000	Costco Wholesale Corp.	190	223	
1 000	CVS Health Corp.	134	135	
2 500	Danaher Corp.	325	321	
3 500	Delta Air Lines Inc.	224	245	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
7 200	Devon Energy Corporation	$ 411	$ 319	
4 700	eBay Inc.	180	179	
3 400	Edwards Lifesciences Corp.	355	372	
1 700	Electronic Arts Inc.	150	162	
4 600	Eli Lilly & Co.	529	536	
2 900	EOG Resources Inc.	316	284	
300	Essex Property Trust Inc.	99	99	
14 500	General Electric Company	557	625	
2 300	Gilead Sciences Inc.	320	322	
1 800	Home Depot Inc.	275	329	
2 300	Honeywell International Inc.	333	330	
13 100	Intel Corp.	601	624	
3 500	Kimberly-Clark Corp.	540	616	
5 000	LyondellBasell Industries N.V.	608	601	
5 500	Masco Corp.	198	215	
3 700	MasterCard Inc.	462	499	
3 600	McDonald's Corp.	565	588	
9 200	Microsoft Corp.	605	706	
9 000	Morgan Stanley	408	396	
3 100	Nike Inc.	275	268	
25 200	NiSource Inc.	655	680	
2 300	Nordstrom Inc.	174	159	
600	O'Reilly Automotive Inc.	207	210	
5 200	PepsiCo Inc.	691	719	
14 100	Pfizer Inc.	636	630	
300	Public Storage Inc. Real Estate Investment Trust	88	103	
2 500	Schlumberger Ltd.	242	241	
4 400	Starbucks Corp.	342	365	
8 700	The ADT Corp.	401	397	
3 400	The Coca-Cola Co.	205	202	
1 800	The Goldman Sachs Group Inc.	453	449	
6 500	The Kroger Co.	321	376	
5 300	The Procter & Gamble Co.	555	582	
2 600	The Walt Disney Company	399	378	
4 900	TJX Companies Inc.	463	481	
1 200	UnitedHealth Group Incorporated	182	195	
2 700	Valero Energy Corp.	249	264	
3 400	Verizon Communications Inc.	209	217	
4 000	Visa Inc., Class A	412	429	
5 000	Waste Management Inc.	367	369	
7 200	Wells Fargo & Company	527	541	
		21 790	22 559	**61.4**
TOTAL GLOBAL EQUITIES		31 933	36 124	**98.3**
SHORT-TERM INVESTMENTS*		1 380	1 380	**3.8**
TOTAL INVESTMENTS		33 313	37 504	**102.1**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	16	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(338)	**(0.9)**
TOTAL PORTFOLIO		$ 33 313	37 182	**101.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(451)	**(1.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 36 731	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 72 Sold USD 52 @ 1.3898	04-Jan-16	$ –
Bought USD 58 Sold CAD 81 @ 0.7202	04-Jan-16	–
Bought EUR 117 Sold CAD 171 @ 0.6836	06-Jan-16	6
Bought CAD 11 Sold SEK 69 @ 0.1587	07-Jan-16	–
Bought CAD 7 Sold CHF 5 @ 1.3497	07-Jan-16	–
Bought SEK 25 Sold CAD 4 @ 6.1683	07-Jan-16	–
Bought CAD 8 Sold NOK 48 @ 0.1601	13-Jan-16	–
Bought CAD 8 Sold DKK 40 @ 0.1915	13-Jan-16	–
Bought GBP 6 Sold CAD 12 @ 0.5007	13-Jan-16	–
Bought CAD 26 Sold CHF 19 @ 1.3636	14-Jan-16	–
Bought CAD 3 Sold EUR 2 @ 1.4907	14-Jan-16	–
Bought CAD 45 Sold NOK 290 @ 0.1562	14-Jan-16	–
Bought NOK 290 Sold CAD 45 @ 6.5069	14-Jan-16	1
Bought USD 7 Sold CAD 10 @ 0.7289	14-Jan-16	–
Bought CAD 4 Sold NOK 23 @ 0.1545	15-Jan-16	–
Bought CAD 4 Sold AUD 4 @ 0.9808	15-Jan-16	–
Bought CAD 56 Sold SEK 343 @ 0.1644	19-Jan-16	–
Bought CAD 2 Sold NOK 12 @ 0.1597	20-Jan-16	–
Bought CAD 12 Sold DKK 62 @ 0.2000	20-Jan-16	–
Bought CAD 3 Sold AUD 3 @ 0.9366	20-Jan-16	–
Bought AUD 269 Sold CAD 269 @ 1.0003	21-Jan-16	2
Bought CAD 5 Sold AUD 5 @ 0.9618	21-Jan-16	–
Bought CAD 8 Sold CHF 6 @ 1.3529	22-Jan-16	–
Bought EUR 33 Sold CAD 50 @ 0.6597	25-Jan-16	–
Bought CAD 4 Sold SEK 27 @ 0.1554	26-Jan-16	–
Bought CAD 11 Sold NOK 74 @ 0.1531	26-Jan-16	–
Bought CAD 9 Sold USD 7 @ 1.3316	26-Jan-16	–
Bought CAD 55 Sold USD 40 @ 1.3874	26-Jan-16	–
Bought CAD 20 Sold GBP 10 @ 1.9971	29-Jan-16	–
Bought CAD 10 Sold GBP 5 @ 2.0193	29-Jan-16	–
Bought CAD 7 Sold AUD 7 @ 0.9376	02-Feb-16	–
Bought CAD 2 Sold SEK 10 @ 0.1535	03-Feb-16	–
Bought CAD 4 Sold JPY 400 @ 0.0109	04-Feb-16	–
Bought CAD 14 Sold DKK 70 @ 0.1956	05-Feb-16	–
Bought CAD 11 Sold NOK 72 @ 0.1536	08-Feb-16	–
Bought CAD 5 Sold NOK 34 @ 0.1532	08-Feb-16	–
Bought CAD 1 Sold NOK 7 @ 0.1548	08-Feb-16	–
Bought CAD 232 Sold GBP 113 @ 2.0643	08-Feb-16	3
Bought CAD 13 Sold SEK 81 @ 0.1585	09-Feb-16	–
Bought CAD 28 Sold DKK 139 @ 0.1999	09-Feb-16	–
Bought CAD 13 Sold GBP 6 @ 2.0906	09-Feb-16	–
Bought CAD 81 Sold USD 58 @ 1.3884	09-Feb-16	–
Bought CAD 4 Sold SEK 23 @ 0.1619	10-Feb-16	–
Bought CAD 5 Sold SEK 35 @ 0.1537	17-Feb-16	–
Bought CAD 4 Sold NOK 25 @ 0.1545	17-Feb-16	–
Bought CAD 9 Sold CHF 7 @ 1.3150	17-Feb-16	–
Bought CAD 133 Sold GBP 66 @ 2.0335	18-Feb-16	–
Bought CAD 11 Sold USD 8 @ 1.3955	18-Feb-16	–
Bought JPY 1 500 Sold CAD 17 @ 86.8990	18-Feb-16	–
Bought CAD 31 Sold AUD 31 @ 0.9947	19-Feb-16	–
Bought CAD 6 Sold GBP 3 @ 2.0285	22-Feb-16	–
Bought CAD 8 Sold HKD 44 @ 0.1753	25-Feb-16	–
Bought CAD 10 Sold GBP 5 @ 2.0351	26-Feb-16	–
Bought JPY 12 111 Sold CAD 139 @ 86.8470	26-Feb-16	–
Bought GBP 19 Sold CAD 38 @ 0.5012	02-Mar-16	1

The accompanying notes are an integral part of the financial statements.

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 9 Sold AUD 9 @ 0.9783	04-Mar-16	$ –
Bought USD 10 Sold CAD 14 @ 0.7163	08-Mar-16	–
Bought CAD 13 Sold SEK 80 @ 0.1620	09-Mar-16	–
Bought CAD 31 Sold GBP 15 @ 2.0652	09-Mar-16	–
Bought EUR 9 Sold CAD 14 @ 0.6602	09-Mar-16	–
Bought CAD 5 Sold DKK 25 @ 0.1998	15-Mar-16	–
Bought CAD 156 Sold EUR 103 @ 1.5131	16-Mar-16	1
Bought CAD 4 Sold SEK 26 @ 0.1622	17-Mar-16	–
Bought CAD 28 Sold USD 20 @ 1.3817	17-Mar-16	–
Bought CAD 168 Sold USD 121 @ 1.3888	17-Mar-16	1
Bought CAD 82 Sold USD 59 @ 1.3961	22-Mar-16	1
Bought CAD 7 Sold USD 5 @ 1.3935	29-Mar-16	–
		$ 16

Contracts	Maturity Date	Unrealized Loss
Bought CAD 78 Sold USD 58 @ 1.3439	04-Jan-16	$ (2)
Bought USD 483 Sold CAD 671 @ 0.7199	05-Jan-16	(3)
Bought CAD 131 Sold USD 98 @ 1.3415	06-Jan-16	(4)
Bought CAD 198 Sold EUR 135 @ 1.4674	06-Jan-16	(5)
Bought CAD 81 Sold CHF 60 @ 1.3483	06-Jan-16	(2)
Bought CAD 171 Sold EUR 116 @ 1.4776	06-Jan-16	(3)
Bought CAD 48 Sold EUR 34 @ 1.4236	06-Jan-16	(3)
Bought CAD 213 Sold EUR 145 @ 1.4675	08-Jan-16	(5)
Bought CAD 21 Sold EUR 15 @ 1.4182	08-Jan-16	(1)
Bought CAD 27 Sold USD 20 @ 1.3255	11-Jan-16	(1)
Bought CAD 152 Sold EUR 103 @ 1.4741	12-Jan-16	(3)
Bought CAD 138 Sold USD 105 @ 1.3131	12-Jan-16	(7)
Bought CAD 24 Sold CHF 18 @ 1.3509	13-Jan-16	(1)
Bought CAD 33 Sold DKK 167 @ 0.1977	13-Jan-16	(1)
Bought CAD 9 Sold USD 7 @ 1.3011	14-Jan-16	(1)
Bought CAD 28 Sold CHF 21 @ 1.3476	14-Jan-16	(1)
Bought CAD 46 Sold JPY 4 238 @ 0.0108	14-Jan-16	(3)
Bought CAD 44 Sold AUD 47 @ 0.9516	15-Jan-16	(3)
Bought CAD 30 Sold GBP 15 @ 1.9863	19-Jan-16	(1)
Bought CAD 182 Sold USD 140 @ 1.3011	20-Jan-16	(12)
Bought CAD 31 Sold JPY 2 830 @ 0.0109	20-Jan-16	(2)
Bought CAD 34 Sold AUD 36 @ 0.9373	20-Jan-16	(3)
Bought CAD 12 Sold AUD 12 @ 0.9618	20-Jan-16	(1)
Bought CAD 14 Sold HKD 82 @ 0.1670	21-Jan-16	(1)
Bought CAD 36 Sold USD 28 @ 1.3005	21-Jan-16	(2)
Bought CAD 253 Sold AUD 264 @ 0.9587	21-Jan-16	(13)
Bought CAD 11 Sold JPY 1 000 @ 0.0109	22-Jan-16	(1)
Bought CAD 26 Sold CHF 19 @ 1.3523	22-Jan-16	(1)
Bought CAD 39 Sold CHF 29 @ 1.3332	22-Jan-16	(1)
Bought CAD 75 Sold EUR 51 @ 1.4686	25-Jan-16	(2)
Bought CAD 36 Sold EUR 25 @ 1.4275	25-Jan-16	(2)
Bought CAD 22 Sold EUR 15 @ 1.4557	26-Jan-16	(1)
Bought CAD 283 Sold USD 215 @ 1.3176	26-Jan-16	(14)
Bought CAD 44 Sold DKK 225 @ 0.1950	26-Jan-16	(1)
Bought CAD 40 Sold EUR 28 @ 1.4205	28-Jan-16	(2)
Bought CAD 26 Sold JPY 2 419 @ 0.0109	01-Feb-16	(2)
Bought CAD 52 Sold EUR 35 @ 1.4614	01-Feb-16	(2)
Bought CAD 19 Sold DKK 101 @ 0.1927	02-Feb-16	(1)

The accompanying notes are an integral part of the financial statements.

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 16 Sold DKK 82 @ 0.1927	02-Feb-16	$ (1)
Bought CAD 50 Sold EUR 35 @ 1.4344	03-Feb-16	(2)
Bought CAD 75 Sold GBP 37 @ 2.0000	03-Feb-16	(1)
Bought CAD 64 Sold JPY 5 850 @ 0.0109	04-Feb-16	(4)
Bought CAD 12 Sold JPY 1 100 @ 0.0108	04-Feb-16	(1)
Bought CAD 323 Sold USD 235 @ 1.3735	04-Feb-16	(2)
Bought CAD 70 Sold EUR 48 @ 1.4581	05-Feb-16	(2)
Bought CAD 32 Sold DKK 162 @ 0.1968	05-Feb-16	(1)
Bought CAD 34 Sold EUR 23 @ 1.4689	05-Feb-16	(1)
Bought CAD 96 Sold USD 73 @ 1.3165	09-Feb-16	(5)
Bought CAD 49 Sold USD 37 @ 1.3331	09-Feb-16	(2)
Bought CAD 41 Sold JPY 3 690 @ 0.0110	09-Feb-16	(2)
Bought CAD 205 Sold USD 156 @ 1.3177	10-Feb-16	(10)
Bought CAD 73 Sold EUR 51 @ 1.4315	11-Feb-16	(4)
Bought CAD 29 Sold USD 22 @ 1.3350	11-Feb-16	(1)
Bought CAD 98 Sold GBP 49 @ 2.0042	12-Feb-16	(2)
Bought CAD 13 Sold USD 10 @ 1.3324	12-Feb-16	(1)
Bought CAD 247 Sold USD 189 @ 1.3090	16-Feb-16	(14)
Bought CAD 17 Sold DKK 90 @ 0.1926	16-Feb-16	(1)
Bought CAD 40 Sold USD 30 @ 1.3265	17-Feb-16	(2)
Bought CAD 14 Sold DKK 75 @ 0.1910	17-Feb-16	(1)
Bought CAD 159 Sold USD 119 @ 1.3348	18-Feb-16	(6)
Bought CAD 32 Sold JPY 3 000 @ 0.0108	18-Feb-16	(2)
Bought CAD 19 Sold JPY 1 800 @ 0.0108	18-Feb-16	(1)
Bought CAD 61 Sold USD 45 @ 1.3597	18-Feb-16	(1)
Bought CAD 52 Sold AUD 55 @ 0.9516	19-Feb-16	(3)
Bought CAD 63 Sold AUD 64 @ 0.9790	19-Feb-16	(2)
Bought CAD 51 Sold USD 38 @ 1.3303	22-Feb-16	(2)
Bought CAD 88 Sold JPY 8 087 @ 0.0109	22-Feb-16	(5)
Bought CAD 99 Sold DKK 520 @ 0.1907	23-Feb-16	(6)
Bought CAD 96 Sold USD 72 @ 1.3317	24-Feb-16	(4)
Bought USD 80 Sold CAD 111 @ 0.7178	24-Feb-16	(1)
Bought CAD 74 Sold HKD 427 @ 0.1722	25-Feb-16	(3)
Bought CAD 200 Sold USD 150 @ 1.3346	25-Feb-16	(7)
Bought CAD 132 Sold JPY 12 111 @ 0.0109	26-Feb-16	(7)
Bought CAD 67 Sold USD 50 @ 1.3370	26-Feb-16	(2)
Bought CAD 293 Sold USD 220 @ 1.3303	01-Mar-16	(13)
Bought CAD 147 Sold JPY 13 440 @ 0.0109	01-Mar-16	(8)
Bought CAD 233 Sold USD 174 @ 1.3365	02-Mar-16	(8)
Bought CAD 218 Sold USD 163 @ 1.3373	04-Mar-16	(8)
Bought CAD 62 Sold JPY 5 656 @ 0.0109	04-Mar-16	(4)
Bought CAD 389 Sold USD 291 @ 1.3356	07-Mar-16	(14)
Bought CAD 366 Sold USD 273 @ 1.3389	08-Mar-16	(12)
Bought CAD 27 Sold USD 20 @ 1.3365	10-Mar-16	(1)
Bought CAD 826 Sold USD 619 @ 1.3351	10-Mar-16	(31)
Bought CAD 210 Sold USD 155 @ 1.3523	11-Mar-16	(5)
Bought CAD 178 Sold EUR 120 @ 1.4845	14-Mar-16	(3)
Bought CAD 53 Sold JPY 4 665 @ 0.0114	14-Mar-16	(1)
Bought CAD 16 Sold JPY 1 410 @ 0.0111	15-Mar-16	(1)
Bought CAD 180 Sold USD 132 @ 1.3617	18-Mar-16	(3)
		$ (338)
TOTAL FOREIGN EXCHANGE		$ (322)

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 a rate of 0.50% and mature on January 4, 2016.

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 37 504**	$ 24 753
Cash	**14**	10
Due from investment dealers	**3 282**	150
Subscriptions receivable	**156**	30
Unrealized gain on foreign exchange contracts	**16**	60
Dividends receivable, interest accrued and other assets	**45**	29
TOTAL ASSETS	**41 017**	25 032
LIABILITIES		
Due to investment dealers	**3 878**	151
Redemptions payable	**7**	21
Unrealized loss on foreign exchange contracts	**338**	100
Accounts payable and accrued expenses	**63**	48
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**4 286**	320
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 36 731**	$ 24 712
Investments at cost	**$ 33 313**	$ 22 167
NAV		
SERIES A	**$ 22 404**	$ 16 994
ADVISOR SERIES	**$ 5 685**	$ 3 534
SERIES D	**$ 5 273**	$ 2 723
SERIES F	**$ 2 949**	$ 1 444
SERIES I	**$ 420**	$ 17
NAV PER UNIT		
SERIES A	**$ 11.79**	$ 10.98
ADVISOR SERIES	**$ 11.84**	$ 11.02
SERIES D	**$ 12.44**	$ 11.55
SERIES F	**$ 12.72**	$ 11.84
SERIES I	**$ 12.88**	$ 11.91

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 776**	$ 449
Interest for distribution purposes	**4**	7
Securities lending revenue (see note 6 in the generic notes)	**6**	3
Net realized gain (loss) on investments	**3 478**	4 434
Net gain (loss) on foreign currencies and other net assets	**(786)**	(133)
Change in unrealized gain (loss) on investments	**1 323**	(1 637)
TOTAL INCOME (LOSS)	**4 801**	3 123
EXPENSES (see notes – Fund Specific Information)		
Management fees	**541**	368
Administration fees	**59**	40
Independent Review Committee costs	**3**	3
GST/HST	**58**	39
Transaction costs	**56**	59
Withholding tax	**76**	55
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**790**	561
INCREASE (DECREASE) IN NAV	**$ 4 011**	$ 2 562
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 2 565**	$ 1 774
ADVISOR SERIES	**$ 618**	$ 340
SERIES D	**$ 513**	$ 300
SERIES F	**$ 315**	$ 145
SERIES I	**$ –**	$ 3
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.49**	$ 1.30
ADVISOR SERIES	**$ 1.48**	$ 1.30
SERIES D	**$ 1.66**	$ 1.48
SERIES F	**$ 1.75**	$ 1.52
SERIES I	**$ 1.76**	$ 1.58

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 4 011**	$ 2 562
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(3 478)**	(4 433)
Change in unrealized loss (gain) on investments	**(1 323)**	1 637
(Increase) decrease in accrued receivables	**(16)**	987
Increase (decrease) in accrued payables	**15**	(1 710)
Cost of investments purchased	**(322 710)**	(258 677)
Proceeds on sales of investments	**315 637**	256 777
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(7 864)**	(2 857)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**16 888**	7 927
Cash paid on redemption of redeemable units	**(8 922)**	(5 007)
Distributions paid to holders of redeemable units	**(98)**	(58)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 7 868**	$ 2 862
Net increase (decrease) in cash for the period	**4**	5
Cash (bank overdraft), beginning of period	**10**	5
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 14**	$ 10
Interest received (paid)	**$ 4**	$ 7
Dividends received, net of withholding taxes	**$ 688**	$ 396

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 16 994**	$ 13 796	**$ 3 534**	$ 2 496	**$ 2 723**	$ 2 587	**$ 1 444**	$ 395
INCREASE (DECREASE) IN NAV	**2 565**	1 774	**618**	340	**513**	300	**315**	145
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**8 379**	4 451	**2 639**	1 273	**3 485**	1 136	**2 108**	1 056
Reinvestments of distributions to holders of redeemable units	**1 486**	1 394	**376**	256	**390**	222	**186**	103
Redemption of redeemable units	**(5 514)**	(3 018)	**(1 094)**	(545)	**(1 446)**	(1 299)	**(854)**	(134)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**4 351**	2 827	**1 921**	984	**2 429**	59	**1 440**	1 025
Distributions from net income	**3**	–	**(8)**	–	**(28)**	–	**(16)**	–
Distributions from net gains	**(1 509)**	(1 403)	**(380)**	(286)	**(364)**	(223)	**(234)**	(121)
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 506)**	(1 403)	**(388)**	(286)	**(392)**	(223)	**(250)**	(121)
NET INCREASE (DECREASE) IN NAV	**5 410**	3 198	**2 151**	1 038	**2 550**	136	**1 505**	1 049
NAV AT END OF PERIOD	**$ 22 404**	$ 16 994	**$ 5 685**	$ 3 534	**$ 5 273**	$ 2 723	**$ 2 949**	$ 1 444

For the periods ended December 31 (see note 2 in the generic notes)	Series I		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 17**	$ 17	**$ 24 712**	$ 19 291
INCREASE (DECREASE) IN NAV	**–**	3	**4 011**	2 562
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**403**	–	**17 014**	7 916
Reinvestments of distributions to holders of redeemable units	**1**	1	**2 439**	1 976
Redemption of redeemable units	**–**	(3)	**(8 908)**	(4 999)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**404**	(2)	**10 545**	4 893
Distributions from net income	**–**	–	**(49)**	–
Distributions from net gains	**(1)**	(1)	**(2 488)**	(2 034)
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1)**	(1)	**(2 537)**	(2 034)
NET INCREASE (DECREASE) IN NAV	**403**	–	**12 019**	5 421
NAV AT END OF PERIOD	**$ 420**	$ 17	**$ 36 731**	$ 24 712

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
United States	**61.4**	59.5
Japan	**7.1**	8.6
United Kingdom	**6.7**	8.1
Denmark	**4.0**	2.4
Germany	**3.7**	4.5
Australia	**3.1**	3.0
Switzerland	**2.8**	2.8
Netherlands	**2.8**	3.1
Other Countries	**6.7**	7.3
Cash/Other	**1.7**	0.7
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**46.1**	45.0
Euro	**7.3**	8.5
Japanese yen	**5.3**	6.0
Pound sterling	**5.0**	5.3
Danish krone	**3.0**	1.8
Australian dollar	**2.4**	2.2
Swiss franc	**2.1**	2.1
Hong Kong dollar	**0.9**	1.2
Norwegian krone	**–**	0.6
Swedish krona	**–**	0.5
Other currencies	**0.7**	–
Total	**72.8**	73.2

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014
MSCI World Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**22 559**	**13 565**	**–**	**36 124**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 380**	**–**	**1 380**
Derivatives – assets	**–**	**16**	**–**	**16**
Derivatives – liabilities	**–**	**(338)**	**–**	**(338)**
Total financial instruments	**22 559**	**14 623**	**–**	**37 182**
% of total portfolio	**60.7**	**39.3**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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)

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 2015	December 31 2014
Units held		
Series A	–	220 620
Series D	–	111
Series F	–	113
Series I	**145**	134
Value of all units	**2**	2 426

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series A		
Opening units	**1 548**	1 293
Issued number of units	**685**	403
Reinvested number of units	**127**	126
Redeemed number of units	**(460)**	(274)
Ending number of units	**1 900**	1 548
Advisor Series		
Opening units	**321**	233
Issued number of units	**217**	115
Reinvested number of units	**32**	23
Redeemed number of units	**(90)**	(50)
Ending number of units	**480**	321
Series D		
Opening units	**236**	233
Issued number of units	**269**	98
Reinvested number of units	**32**	19
Redeemed number of units	**(113)**	(114)
Ending number of units	**424**	236
Series F		
Opening units	**122**	35
Issued number of units	**159**	89
Reinvested number of units	**15**	9
Redeemed number of units	**(64)**	(11)
Ending number of units	**232**	122
Series I		
Opening units	**1**	2
Issued number of units	**32**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	(1)
Ending number of units	**33**	1

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**56**	**100**	59	100
Related-party brokerage commissions*	**5**	**9**	4	7
Commission arrangements†	**4**	**7**	6	10

* 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 2015	December 31 2014
Fair value of securities loaned	**1 165**	769
Fair value of collateral received	**1 189**	784

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
7 248	CIMIC Group Ltd.	$ 177	$ 176	
20 337	Event Hospitality and Entertainment Ltd.	211	338	
		388	514	**0.5**
Austria				
7 601	OMV AG	272	300	
		272	300	**0.3**
Belgium				
13 859	Ageas	632	891	
33 966	Agfa Gevaert N.V.	161	268	
5 070	Proximus	183	229	
		976	1 388	**1.3**
Brazil				
74 076	JBS S.A.	327	320	
		327	320	**0.3**
Canada				
4 602	Alimentation Couche-Tard Inc.	143	280	
105 982	Chorus Aviation Inc.	612	609	
5 347	Enbridge Income Fund Holdings Inc.	171	150	
32 889	Extendicare Inc.	315	317	
22 955	Transcontinental Inc., Class A	481	396	
10 800	Uni-Select Inc.	637	740	
		2 359	2 492	**2.4**
Chile				
15 470	Cia Cervecerias Unidas S.A.	255	237	
		255	237	**0.2**
Denmark				
361	A P Moller - Maersk A/S	704	650	
20 890	Dfds A/S	609	1 119	
391	Per Aarsleff A/S	167	166	
3 803	Sydbank A/S	189	169	
10 708	Topdanmark A/S	410	422	
16 436	Tryg A/S	506	453	
		2 585	2 979	**2.9**
France				
63 787	Electricite de France S.A.	1 955	1 300	
839	ID Logistics Group	158	162	
5 305	Klepierre Real Estate Investment Trust	338	326	
13 490	Rothschild & Co.	508	477	
18 045	SCOR SE	810	934	
5 892	Stef S.A.	543	563	
7 367	Total S.A.	350	457	
14 978	Veolia Environnement	384	492	
		5 046	4 711	**4.6**
Germany				
6 400	Allianz SE	$ 1 214	$ 1 566	
2 886	Duerr AG	394	318	
7 905	Hannover Rueckversicherung SE	981	1 254	
5 573	Muenchener Rueckversicherungs-Gesellschaft AG	1 296	1 542	
		3 885	4 680	**4.5**
Greece				
16 311	Greek Organization of Football Prognostics S.A.	172	198	
		172	198	**0.2**
Hong Kong				
244 800	Transport International Holdings Ltd.	818	901	
		818	901	**0.9**
Israel				
39 716	Delek Automotive Systems Ltd.	531	489	
		531	489	**0.5**
Italy				
25 444	Amplifon S.p.A.	246	305	
21 965	ENI S.p.A.	471	452	
143 334	UnipolSai S.p.A.	476	505	
		1 193	1 262	**1.2**
Japan				
21 000	Asahi Kasei Corp.	259	196	
8 200	Axial Retailing Inc.	291	381	
27 000	Calsonic Kansei Corp.	252	329	
18 900	Coca-Cola West Co. Ltd.	461	529	
73 300	Daihatsu Motor Co. Ltd.	1 310	1 368	
5 900	Daiichikosho Co. Ltd.	285	324	
69 500	DCM Holdings Co. Ltd.	747	697	
60 000	Denka Co. Ltd.	332	368	
51 000	Fujikura Ltd.	352	381	
25 600	G-Tekt Corp.	479	497	
70 700	Geo Holdings Corp.	1 043	1 540	
18 000	Heiwado Co. Ltd.	377	547	
73 500	Itochu Enex Co. Ltd.	621	778	
55 000	J-Oil Mills Inc.	230	221	
5 500	Japan Airlines Co. Ltd.	150	272	
15 700	JFE Holdings Inc.	343	341	
17 300	Kasai Kogyo Co. Ltd.	351	346	
48 000	Kawasaki Kisen Kaisha Ltd.	179	142	
10 400	Kinden Corp.	169	183	
13 600	Life Corp.	421	465	
16 000	Lion Corp.	183	208	
15 600	Mediceo Paltac Holdings Co. Ltd.	349	368	
11 000	Ministop Co. Ltd.	292	295	
11 100	MS&AD Insurance Group Holdings Inc.	431	450	
11 900	Nichi-iko Pharmaceutical Co. Ltd.	386	392	
11 700	Nichiha Corp.	221	244	
36 100	Nippon Telegraph & Telephone Corp.	918	1 988	
2 900	Nitto Denko Corp.	287	293	
5 100	Noevir Holdings Co. Ltd.	206	204	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
19 900	Pacific Industrial Co. Ltd.	$ 271	$ 304	
47 800	Paltac Corporation	965	1 175	
18 000	QP Corporation-Japan	495	615	
103 000	Ryobi Ltd.	496	603	
10 300	Saizeriya Co. Ltd.	174	358	
13 400	St Marc Holdings Co. Ltd.	569	515	
33 000	Sumitomo Chemical Co. Ltd.	229	262	
91 000	Sumitomo Osaka Cement Co. Ltd.	473	462	
20 700	Sumitomo Rubber Industries Inc.	473	372	
27 400	T-Gaia Corp.	467	431	
9 400	The Yokohama Rubber Co. Ltd.	223	200	
15 000	Toei Co. Ltd.	148	203	
8 900	Tohoku Electric Power Co. Inc.	158	154	
8 600	Tokai Rika Company Ltd.	266	293	
8 200	Token Corp.	640	876	
75 000	Tokyo Electric Power Co. Inc.	588	598	
27 700	Toppan Forms Co. Ltd.	479	455	
29 000	Toppan Printing Co. Ltd.	315	370	
21 600	Topre Corp.	515	686	
13 200	Toyoda Gosei Co. Ltd.	398	415	
2 800	Tsuruha Holdings Inc.	210	336	
25 200	Valor Holdings Co. Ltd.	612	822	
6 900	West Japan Railway Co.	380	660	
11 100	Wowow Inc.	462	388	
47 200	Yamazen Corp.	444	598	
35 000	Yurtec Corp.	416	457	
12 200	Zensho Holdings Co. Ltd.	212	212	
		23 003	27 167	**26.3**
Malaysia				
121 400	Syarikat Takaful Malaysia Berhad	167	153	
		167	153	**0.1**
Mexico				
74 079	Industrias Bachoco S.A.B. de C.V.	494	417	
		494	417	**0.4**
Netherlands				
7 534	Beter Bed Holding N.V.	234	255	
41 507	Koninklijke Ahold N.V.	932	1 211	
12 803	Wolters Kluwer N.V.	530	595	
		1 696	2 061	**2.0**
New Zealand				
164 165	Infratil Ltd.	446	508	
78 154	Mighty River Power Ltd.	208	205	
236 914	Nuplex Industries Ltd.	911	1 064	
142 024	The New Zealand Refining Co. Ltd.	458	504	
		2 023	2 281	**2.2**
Norway				
26 496	BW LPG Ltd.	302	301	
20 279	StatoilHydro ASA	501	391	
45 749	Veidekke ASA	550	775	
		1 353	1 467	**1.4**
Poland				
4 674	AmRest Holdings SE	290	310	
12 616	Asseco Poland S.A.	224	251	
13 797	KGHM Polska Miedz S.A.	540	308	
100 256	PGE S.A.	572	450	
		1 626	1 319	**1.3**
Russia				
5 642	Acron JSC	$ 241	$ 404	
245 978	Gazprom PAO	966	635	
20 944	Lukoil PJSC	1 152	933	
4 495	M.Video PAO	22	23	
		2 381	1 995	**1.9**
Singapore				
110 300	Singapore Airport Terminal Services Limited	415	413	
		415	413	**0.4**
South Africa				
14 173	Liberty Holdings Ltd.	236	146	
10 897	Mondi Ltd.	328	298	
15 696	MTN Group Ltd.	202	187	
5 298	Sasol Ltd.	221	198	
		987	829	**0.8**
South Korea				
56 176	Hanwha General Insurance Co Ltd.	496	516	
8 150	Kia Motors Corp.	467	503	
39 724	LG.Philips LCD Co. Ltd.	1 039	1 138	
2 564	S&T Motiv Co. Ltd.	184	259	
67 936	Woori Bank	769	703	
		2 955	3 119	**3.0**
Sweden				
12 520	Bilia AB	203	392	
43 350	SAS AB	177	173	
		380	565	**0.5**
Switzerland				
153	Bell AG	667	719	
11 985	BKW AG	613	628	
20 982	Mobilezone Holding AG	473	416	
4 723	Swiss Re AG	425	638	
2 594	Valiant Holding AG	400	422	
4 201	Zurich Insurance Group AG	1 439	1 493	
		4 017	4 316	**4.2**
Thailand				
20 000	PTT PCL	229	186	
		229	186	**0.2**
Turkey				
125 936	Adana Cimento Sanayii T.A.S.	425	368	
63 530	Aksa Akrilik Kimya Sanayii	318	315	
39 672	Turkcell Iletisim Hizmetleri A.S.	229	186	
		972	869	**0.8**
United Kingdom				
20 153	Acergy S.A.	218	197	
29 524	BP Plc.	217	212	
22 367	Costain Group Plc.	166	171	
14 600	Dart Group Plc.	172	174	
111 786	Direct Line Insurance Group Plc.	873	927	
6 839	Greggs Plc.	161	183	
26 851	JD Sports Fashion Plc.	519	570	
76 913	Novae Group Plc.	1 174	1 407	
92 622	Rank Group Plc.	511	539	
74 829	Regus Plc.	515	509	
24 841	Savills Plc.	463	449	
		4 989	5 338	**5.2**

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States				
10 516	Aflac Inc.	$ 746	$ 871	
17 504	Allstate Corp.	1 264	1 504	
804	Amerco Inc.	431	433	
8 353	American Airlines Group Inc.	473	489	
3 699	AmerisourceBergen Corp.	520	531	
2 597	Anthem Inc.	185	501	
19 441	Archer Daniels Midland Co.	1 163	986	
8 495	Argo Group International Holdings Ltd.	688	703	
6 310	Berry Plastics Group Inc.	273	316	
2 497	Chemed Corp.	377	517	
3 705	Chevron Corp.	440	461	
2 210	Cintas Corp.	215	278	
4 120	Community Bank System Inc.	241	228	
5 898	Cooper Tire & Rubber	310	309	
1 361	Cracker Barrel Old Country Store Inc.	222	239	
15 469	Denny's Corp.	214	210	
2 374	Dr Pepper Snapple Group Inc.	192	306	
6 145	Flowers Foods Inc.	187	183	
23 042	General Motors Co.	959	1 085	
2 709	Global Payments Inc.	260	242	
9 300	Goodyear Tire & Rubber Co.	418	420	
8 716	Hartford Financial Services Inc.	527	524	
5 454	Hess Corp.	512	366	
7 737	Ingram Micro Inc.	327	325	
8 242	Insperity Inc.	535	549	
5 550	Kohls Corp.	399	366	
2 385	Lear Corp.	406	405	
1 875	Lennox International Inc.	343	324	
2 672	Lowe's Companies	240	281	
11 171	LyondellBasell Industries N.V.	1 195	1 343	
7 451	Macy's Inc.	384	361	
24 326	Marathon Petroleum Corp.	827	1 745	
8 847	Micron Technology Inc.	191	173	
23 001	National Oilwell Varco Inc.	1 208	1 066	
4 463	NBT Bancorp Inc.	180	172	
1 184	Northrop Grumman Corp.	87	309	
16 600	Old Republic International Corp.	427	428	
4 377	Phillips 66 Company	383	495	
2 507	Pinnacle West Capital Corp.	218	224	
4 096	Prudential Financial Inc.	474	461	
14 583	Seagate Technology	788	740	
5 856	Sykes Enterprises Inc.	252	249	
6 420	Tesoro Petroleum Corp.	584	936	
3 723	Texas Roadhouse Inc., Class A	172	184	
4 252	The Kraft Heinz Co.	411	428	
10 445	The Kroger Co.	386	605	
9 222	The Mosaic Co.	383	352	
4 611	Total System Services Inc.	275	318	
5 240	United Fire Group Inc.	251	278	
United States (cont.)				
7 374	Universal Corp.	$ 538	$ 572	
25 461	Valero Energy Corp.	732	2 491	
4 421	Viacom Inc.	254	252	
60 667	Xerox Corp.	708	892	
		24 375	29 026	**28.1**
TOTAL GLOBAL EQUITIES		90 869	101 992	**98.6**
SHORT-TERM INVESTMENTS*		2 411	2 406	**2.3**
TOTAL INVESTMENTS		93 280	104 398	**100.9**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	3	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(11)	–
TOTAL PORTFOLIO		$ 93 280	104 390	**100.9**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(920)	**(0.9)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 103 470	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 217 Sold EUR 143 @ 1.5119	04-Jan-16	$ 2
Bought CAD 116 Sold PLN 325 @ 0.3568	04-Jan-16	1
Bought CAD 119 Sold NZD 125 @ 0.9498	05-Jan-16	–
Bought NZD 66 Sold CAD 63 @ 1.0523	05-Jan-16	–
		$ 3

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 286 Sold JPY 199 114 @ 0.0115	04-Jan-16	$ (6)
Bought CHF 112 Sold CAD 155 @ 0.7203	04-Jan-16	(1)
Bought DKK 956 Sold CAD 194 @ 4.9354	04-Jan-16	(1)
Bought NOK 461 Sold CAD 73 @ 6.2909	04-Jan-16	(1)
Bought SEK 979 Sold CAD 162 @ 6.0539	04-Jan-16	(1)
Bought ZAR 901 Sold CAD 81 @ 11.0833	06-Jan-16	(1)
		$ (11)
TOTAL FOREIGN EXCHANGE		$ (8)

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 0.15% to 0.50% and mature on January 4, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 104 398**	$ 99 020
Cash	**–**	10
Due from investment dealers	**4 718**	–
Subscriptions receivable	**91**	11
Unrealized gain on foreign exchange contracts	**3**	–
Dividends receivable, interest accrued and other assets	**179**	128
TOTAL ASSETS	**109 389**	99 169
LIABILITIES		
Bank overdraft	**5**	–
Due to investment dealers	**5 660**	–
Redemptions payable	**58**	87
Unrealized loss on foreign exchange contracts	**11**	–
Accounts payable and accrued expenses	**185**	189
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 919**	276
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 103 470**	$ 98 893
Investments at cost	**$ 93 280**	$ 94 881
NAV		
SERIES A	**$ 81 469**	$ 77 293
ADVISOR SERIES	**$ 6 451**	$ 6 039
SERIES D	**$ 11 021**	$ 9 057
SERIES F	**$ 4 385**	$ 6 503
SERIES O	**$ 144**	$ 1
NAV PER UNIT		
SERIES A	**$ 9.35**	$ 7.94
ADVISOR SERIES	**$ 9.34**	$ 7.94
SERIES D	**$ 9.39**	$ 7.98
SERIES F	**$ 9.40**	$ 7.99
SERIES O	**$ 10.55**	$ 8.97

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 4 179**	$ 3 594
Interest for distribution purposes	**28**	8
Securities lending revenue (see note 6 in the generic notes)	**55**	69
Net realized gain (loss) on investments	**9 616**	17 615
Net gain (loss) on foreign currencies and other net assets	**162**	(89)
Change in unrealized gain (loss) on investments	**6 971**	(15 160)
TOTAL INCOME (LOSS)	**21 011**	6 037
EXPENSES (see notes – Fund Specific Information)		
Management fees	**1 770**	1 815
Administration fees	**192**	199
Independent Review Committee costs	**3**	3
GST/HST	**190**	192
Transaction costs	**132**	136
Withholding tax	**420**	470
TOTAL EXPENSES	**2 707**	2 815
INCREASE (DECREASE) IN NAV	**$ 18 304**	$ 3 222
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 14 317**	$ 2 339
ADVISOR SERIES	**$ 1 127**	$ 199
SERIES D	**$ 1 732**	$ 370
SERIES F	**$ 1 117**	$ 314
SERIES O	**$ 11**	$ –
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 1.60**	$ 0.24
ADVISOR SERIES	**$ 1.60**	$ 0.24
SERIES D	**$ 1.70**	$ 0.31
SERIES F	**$ 1.71**	$ 0.33
SERIES O	**$ 2.09**	$ 0.47

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 18 304**	$ 3 222
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(9 616)**	(17 614)
Change in unrealized loss (gain) on investments	**(6 971)**	15 160
(Increase) decrease in accrued receivables	**(51)**	27
Increase (decrease) in accrued payables	**(4)**	16
Cost of investments purchased	**(340 979)**	(431 234)
Proceeds on sales of investments	**353 138**	434 383
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**13 821**	3 960
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**11 104**	23 875
Cash paid on redemption of redeemable units	**(24 890)**	(27 847)
Distributions paid to holders of redeemable units	**(50)**	(19)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (13 836)**	$ (3 991)
Net increase (decrease) in cash for the period	**(15)**	(31)
Cash (bank overdraft), beginning of period	**10**	41
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (5)**	$ 10
Interest received (paid)	**$ 28**	$ 8
Dividends received, net of withholding taxes	**$ 3 708**	$ 3 058

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 77 293**	$ 77 642	**$ 6 039**	$ 6 355	**$ 9 057**	$ 8 571	**$ 6 503**	$ 7 381
INCREASE (DECREASE) IN NAV	**14 317**	2 339	**1 127**	199	**1 732**	370	**1 117**	314
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**5 843**	13 588	**497**	1 202	**4 088**	7 622	**619**	1 149
Reinvestments of distributions to holders of redeemable units	**1 157**	525	**89**	46	**247**	158	**102**	128
Redemption of redeemable units	**(15 961)**	(16 268)	**(1 205)**	(1 714)	**(3 853)**	(7 505)	**(3 842)**	(2 334)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(8 961)**	(2 155)	**(619)**	(466)	**482**	275	**(3 121)**	(1 057)
Distributions from net income	**(1 180)**	(533)	**(96)**	(49)	**(250)**	(159)	**(114)**	(135)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 180)**	(533)	**(96)**	(49)	**(250)**	(159)	**(114)**	(135)
NET INCREASE (DECREASE) IN NAV	**4 176**	(349)	**412**	(316)	**1 964**	486	**(2 118)**	(878)
NAV AT END OF PERIOD	**$ 81 469**	$ 77 293	**$ 6 451**	$ 6 039	**$ 11 021**	$ 9 057	**$ 4 385**	$ 6 503

For the periods ended December 31 (see note 2 in the generic notes)	Series O		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1**	$ 1	**$ 98 893**	$ 99 950
INCREASE (DECREASE) IN NAV	**11**	–	**18 304**	3 222
Early redemption fees	**–**	–	**–**	–
Proceeds from redeemable units issued	**137**	–	**11 184**	23 561
Reinvestments of distributions to holders of redeemable units	**–**	–	**1 595**	857
Redemption of redeemable units	**–**	–	**(24 861)**	(27 821)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**137**	–	**(12 082)**	(3 403)
Distributions from net income	**(5)**	–	**(1 645)**	(876)
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(5)**	–	**(1 645)**	(876)
NET INCREASE (DECREASE) IN NAV	**143**	–	**4 577**	(1 057)
NAV AT END OF PERIOD	**$ 144**	$ 1	**$ 103 470**	$ 98 893

The accompanying notes are an integral part of these financial statements.

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 2015	December 31 2014
United States	**28.1**	23.4
Japan	**26.3**	21.0
United Kingdom	**5.2**	4.9
France	**4.6**	6.4
Germany	**4.5**	5.0
Switzerland	**4.2**	2.8
South Korea	**3.0**	3.1
Denmark	**2.9**	0.4
Canada	**2.4**	6.3
New Zealand	**2.2**	1.4
Netherlands	**2.0**	0.4
Russia	**1.9**	2.0
Norway	**1.4**	3.3
Belgium	**1.3**	2.0
Italy	**1.2**	3.4
Other Countries	**7.4**	13.5
Cash/Other	**1.4**	0.7
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**27.5**	24.8
Japanese yen	**26.3**	21.0
Euro	**14.1**	21.0
Pound sterling	**5.0**	4.7
Swiss franc	**4.2**	2.8
Danish krone	**2.9**	–
South Korean won	**2.7**	3.1
New Zealand dollar	**2.2**	1.4
Norwegian krone	**1.6**	3.5
Russian ruble	**1.5**	1.2
Polish zloty	**1.3**	1.5
Hong Kong dollar	**0.9**	–
South African rand	**0.8**	1.6
Turkish new lira	**0.8**	–
Australian dollar	**0.5**	1.0
Israeli new shekel	**0.5**	0.7
Swedish krona	**0.5**	1.5
Thailand baht	**–**	1.9
Singapore dollar	**–**	1.0
Other currencies	**1.5**	1.0
Total	**94.8**	93.7

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
MSCI World Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**32 492**	**69 500**	**–**	**101 992**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**2 406**	**–**	**2 406**
Derivatives – assets	**–**	**3**	**–**	**3**
Derivatives – liabilities	**–**	**(11)**	**–**	**(11)**
Total financial instruments	**32 492**	**71 898**	**–**	**104 390**
% of total portfolio	**31.1**	**68.9**	**–**	**100.0**

Please see the generic notes at the back of the financial statements.

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.20%
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 2015	December 31 2014
Units held		
Series O	**165**	159
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, 2015 for the Fund were approximately:

Capital losses	85 501
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)	**2015**	2014
Series A		
Opening units	**9 730**	9 992
Issued number of units	**647**	1 677
Reinvested number of units	**124**	66
Redeemed number of units	**(1 785)**	(2 005)
Ending number of units	**8 716**	9 730
Advisor Series		
Opening units	**761**	818
Issued number of units	**54**	148
Reinvested number of units	**10**	6
Redeemed number of units	**(135)**	(211)
Ending number of units	**690**	761
Series D		
Opening units	**1 135**	1 096
Issued number of units	**448**	935
Reinvested number of units	**26**	20
Redeemed number of units	**(435)**	(916)
Ending number of units	**1 174**	1 135
Series F		
Opening units	**814**	941
Issued number of units	**68**	140
Reinvested number of units	**11**	16
Redeemed number of units	**(427)**	(283)
Ending number of units	**466**	814
Series O		
Opening units	**–**	–
Issued number of units	**14**	–
Reinvested number of units	**–**	–
Redeemed number of units	**–**	–
Ending number of units	**14**	–

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 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**132**	**100**	136	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 2015	December 31 2014
Fair value of securities loaned	**10 264**	12 875
Fair value of collateral received	**10 469**	13 133

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC QUBE ALL COUNTRY WORLD EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
3 700	Amcor Ltd.	$ 48	$ 50	
51 000	Metcash Ltd. Common Stock	98	82	
23 400	Platinum Asset Management Ltd.	149	189	
47 137	Qantas Airways Ltd.	163	193	
129 200	Telstra Corp. Ltd.	765	725	
19 700	Woodside Petroleum Ltd.	649	568	
		1 872	1 807	**1.6**
Brazil				
17 900	Ambev S.A.	119	112	
36 900	BB Seguridade Participacoes S.A.	543	314	
35 000	Cia Energetica de Sao Paulo, Class B Preference	428	164	
87 700	JBS S.A.	482	378	
17 300	Transmissora Alianca de Energia Eletrica S.A.	137	101	
		1 709	1 069	**1.0**
Canada				
3 200	Constellation Software Inc.	1 762	1 846	
		1 762	1 846	**1.7**
Chile				
70 000	Embotelladora Andina S.A.	325	288	
		325	288	**0.2**
China				
481 000	Bank of China Ltd.	336	295	
99 000	China Citic Bank	81	88	
2 479 000	China Construction Bank Corp.	1 875	2 340	
34 500	China Mobile (Hong Kong) Ltd.	507	537	
403 000	GOME Electrical Appliances Holdings Ltd.	83	92	
940 000	Industrial & Commercial Bank of China	768	780	
		3 650	4 132	**3.8**
Czech Republic				
2 900	CEZ A.S.	91	72	
		91	72	**0.1**
Denmark				
300	A P Moller - Maersk A/S	707	540	
10 300	Novo Nordisk A/S	635	826	
2 000	Vestas Wind Systems A/S	103	193	
		1 445	1 559	**1.4**
France				
3 400	BNP Paribas S.A.	$ 270	$ 266	
37 300	Credit Agricole S.A.	614	608	
2 500	Electricite de France S.A.	75	51	
69 200	Engie	1 935	1 696	
62 800	Peugeot S.A.	1 461	1 523	
3 100	Safran S.A.	305	295	
7 700	Société Générale	499	491	
2 000	Veolia Environnement	50	66	
15 300	Vivendi S.A.	477	455	
		5 686	5 451	**5.0**
Germany				
23 000	Commerzbank AG	343	329	
11 100	Deutsche Bank AG	420	374	
11 600	Deutsche Lufthansa AG	263	254	
300	Muenchener Rueckversicherungs-Gesellschaft AG	74	83	
35 500	ProSiebenSat.1 Media SE	1 789	2 475	
		2 889	3 515	**3.2**
Hong Kong				
197 000	Citic Pacific Ltd.	466	481	
105 000	CNOOC Ltd.	169	151	
12 100	Henderson Land Development	99	102	
58 000	SJM Holdings Ltd.	64	57	
82 500	WH Group Ltd.	75	64	
		873	855	**0.8**
Hungary				
1 100	MOL Magyar Olaj- es Gazipari Rt.	67	74	
		67	74	**0.1**
India				
6 914	Tata Motors Limited ADR	339	282	
		339	282	**0.3**
Indonesia				
37 100	PT United Tractors Tbk	73	63	
		73	63	**0.1**
Israel				
21 800	Teva Pharmaceutical Industries Ltd.	1 249	1 968	
		1 249	1 968	**1.8**
Italy				
2 900	ENI S.p.A.	66	60	
		66	60	**0.1**
Japan				
35 200	Daiichi Sankyo Co. Ltd.	962	1 005	
3 500	Fuji Heavy Industries Ltd.	160	200	
26 400	Gree Inc.	265	173	
800	KAO Corp.	57	57	
3 000	KDDI Corporation	88	108	
1 900	Konami Holdings Corp.	54	63	
1 600	Kose Corp.	202	205	
7 200	Iida Group Holdings Co. Ltd.	167	185	
11 700	Mediceo Paltac Holdings Co. Ltd.	253	276	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Japan (cont.)				
2 400	MEIJI Holdings Co. Ltd.	$ 226	$ 274	
183 700	Mitsubishi UFJ Financial Group Inc.	1 635	1 574	
53 000	Mitsui & Co.	827	871	
592 000	Mizuho Financial Group Inc.	1 595	1 638	
5 600	MS&AD Insurance Group Holdings Inc.	207	227	
300	Nintendo Co. Ltd.	58	57	
29 100	Nippon Telegraph & Telephone Corp.	1 082	1 602	
2 200	NKSJ Holdings Inc.	98	100	
15 800	NTT DoCoMo Inc.	377	448	
24 200	Otsuka Holdings Co. Ltd.	908	1 190	
79 300	Panasonic Corp.	1 002	1 112	
17 100	Sony Corp.	617	582	
1 400	Sumitomo Mitsui Financial Group Inc.	73	73	
23 100	Tanabe Seiyaku Co. Ltd.	490	551	
176 200	Tokyo Electric Power Co. Inc.	1 570	1 404	
11 000	Yamazaki Baking Co. Ltd.	171	342	
		13 144	14 317	**13.0**
Malaysia				
110 900	Tenaga Nasional Berhad	443	475	
		443	475	**0.4**
Mexico				
3 400	Gruma S.A.B. de C.V.	50	66	
		50	66	**0.1**
Netherlands				
18 800	Koninklijke Ahold N.V.	478	549	
3 200	Koninklijke Boskalis Westminster N.V.	189	181	
62 900	Koninklijke KPN N.V.	308	329	
27 200	NN Group N.V.	1 063	1 328	
		2 038	2 387	**2.2**
Norway				
13 000	StatoilHydro ASA	369	251	
1 300	Yara International ASA	83	77	
		452	328	**0.3**
Poland				
37 200	Energa S.A.	257	166	
6 200	Polski Koncern Naftowy Orlen S.A.	148	148	
		405	314	**0.3**
Qatar				
46 800	Barwa Real Estate Co.	788	709	
		788	709	**0.6**
Singapore				
526 400	Yangzijiang Shipbuilding Holdings Ltd.	664	563	
		664	563	**0.5**
South Africa				
10 400	Imperial Holdings Ltd.	177	112	
6 700	Pioneer Foods Group Ltd.	117	95	
59 200	Redefine Properties Ltd. Real Estate Investment Trust	60	51	
41 100	RMB Holdings Ltd.	256	204	
30 000	Sasol Ltd.	1 841	1 121	
		2 451	1 583	**1.4**
South Korea				
1 000	Korea Electric Power Corp.	$ 47	$ 59	
23 287	Korea Electric Power Corp. ADR	588	682	
		635	741	**0.7**
Spain				
70 700	Endesa S.A.	1 884	1 965	
59 700	International Consolidated Airlines Group S.A.	616	740	
		2 500	2 705	**2.4**
Sweden				
3 100	Industrivarden AB	74	74	
10 200	Svenska Cellulosa AB	352	409	
		426	483	**0.4**
Switzerland				
25 400	Swiss Re AG	2 825	3 433	
		2 825	3 433	**3.1**
Taiwan				
27 090	Hon Hai Precision Industry Co. Ltd. GDR	167	190	
53 900	Pegatron Corp. GDR	558	811	
		725	1 001	**0.9**
Turkey				
89 900	Emlak Konut Gayrimenkul Yatirim Ortakligi A.S. Real Estate Investment Tr	119	111	
		119	111	**0.1**
United Kingdom				
72 100	3i Group Plc.	713	707	
6 200	Acergy S.A.	69	61	
7 000	Admiral Group Plc.	226	237	
34 500	BT Group Plc.	249	331	
97 625	Direct Line Insurance Group Plc.	574	810	
49 200	Fiat Chrysler Automobiles N.V.	866	945	
8 200	Imperial Tobacco Group Plc.	547	599	
42 200	Indivior Plc.	195	161	
1 000	Next Plc.	120	149	
14 500	The Royal Bank of Scotland Group Plc.	94	89	
		3 653	4 089	**3.7**
United States				
6 256	Accenture Plc., Class A	774	905	
5 064	Aflac Inc.	430	419	
4 350	AGCO Corp.	274	273	
20 362	Ally Financial Inc.	602	525	
29 795	Altria Group Inc.	1 428	2 400	
1 090	Amazon.com, Inc.	1 027	1 019	
11 061	American International Group Inc.	813	948	
20 254	AmerisourceBergen Corp.	2 740	2 906	
27 828	Apple Inc.	4 056	4 052	
8 091	Archer Daniels Midland Co.	398	410	
59	Autozone Inc.	62	61	
17 084	Best Buy Co. Inc.	782	720	
12 344	Boeing Co.	2 310	2 469	
24 735	Bunge Ltd.	2 574	2 338	
27 537	Computer Sciences Corp.	1 863	1 244	
1 352	Crown Castle International Corp. Real Estate Investment Trust	139	162	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
27 537	CSRA Inc.	$ 1 075	$ 1 143	
16 279	Devon Energy Corporation	751	721	
28 973	eBay Inc.	1 131	1 102	
20 442	Electronic Arts Inc.	1 356	1 944	
580	Everest Re Group Ltd.	147	147	
2 942	Foot Locker Inc.	272	265	
6 226	GameStop Corp., Class A	256	242	
13 137	General Dynamics Corp.	2 076	2 496	
15 216	General Motors Co.	729	716	
18 033	Gilead Sciences Inc.	2 440	2 525	
1 522	HCA Holdings Inc.	138	142	
1 855	Hologic Inc.	101	99	
6 896	International Business Machines	1 284	1 313	
2 365	Juniper Networks Inc.	92	90	
5 647	Kimberly-Clark Corp.	887	995	
2 478	Linear Technology Corp.	152	146	
26 560	Lowe's Companies	2 339	2 794	
16 936	LyondellBasell Industries N.V.	1 808	2 036	
4 978	Macy's Inc.	242	241	
970	Marriott International Inc., Class A	90	90	
8 083	Masco Corp.	306	317	
10 247	Microsoft Corp.	593	786	
34 181	Newmont Mining Corporation	990	851	
27 514	Noble Corporation plc	523	402	
3 168	Nordstrom Inc.	228	218	
5 058	Skyworks Solutions Inc.	569	538	
21 329	Southwest Airlines	802	1 271	
8 535	Starbucks Corp.	715	709	
15 538	Synchrony Financial	631	653	
23 560	Target Corporation	2 369	2 367	
41 982	The Kroger Co.	1 862	2 430	
5 860	The Western Union Co.	146	145	
12 232	United Continental Holdings Inc.	872	970	
12 957	United Parcel Service Inc.	1 642	1 725	
770	UnitedHealth Group Incorporated	120	125	
8 149	Valero Energy Corp.	606	797	
3 059	Voya Financial Inc.	157	156	
2 459	Waste Management Inc.	175	182	
		50 944	54 740	**49.9**
TOTAL GLOBAL EQUITIES		$ 104 358	111 086	**101.2**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 342)	**(1.2)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 109 744	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 111 086**	$ 93 508
Cash	**–**	89
Dividends receivable, interest accrued and other assets	**67**	121
TOTAL ASSETS	**111 153**	93 718
LIABILITIES		
Bank overdraft	**26**	–
Due to investment dealers	**–**	106
Distributions payable	**1 382**	–
Accounts payable and accrued expenses	**1**	2
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**1 409**	108
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 109 744**	$ 93 610
Investments at cost	**$ 104 358**	$ 90 535
NAV		
SERIES O	**$ 109 744**	$ 93 610
NAV PER UNIT		
SERIES O	**$ 10.73**	$ 10.32

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 4 488**	$ 1 705
Interest for distribution purposes	**(4)**	1
Other income (loss)	**–**	1
Securities lending revenue (see note 6 in the generic notes)	**41**	16
Net realized gain (loss) on investments	**8 259**	2 457
Net gain (loss) on foreign currencies and other net assets	**(18)**	(24)
Change in unrealized gain (loss) on investments	**3 755**	2 973
TOTAL INCOME (LOSS)	**16 521**	7 129
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**21**	12
Independent Review Committee costs	**3**	3
GST/HST	**1**	1
Transaction costs	**116**	131
Withholding tax	**431**	203
TOTAL EXPENSES	**572**	350
INCREASE (DECREASE) IN NAV	**$ 15 949**	$ 6 779
INCREASE (DECREASE) IN NAV		
SERIES O	**$ 15 949**	$ 6 779
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ 1.75**	$ 0.96

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 15 949**	$ 6 779
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(8 259)**	(2 457)
Change in unrealized loss (gain) on investments	**(3 755)**	(2 973)
(Increase) decrease in accrued receivables	**54**	(121)
Increase (decrease) in accrued payables	**(1)**	108
Cost of investments purchased	**(157 962)**	(235 019)
Proceeds on sales of investments	**152 292**	146 941
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(1 682)**	(86 742)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**8 454**	92 629
Cash paid on redemption of redeemable units	**(6 886)**	(5 798)
Distributions paid to holders of redeemable units	**(1)**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 1 567**	$ 86 831
Net increase (decrease) in cash for the period	**(115)**	89
Cash (bank overdraft), beginning of period	**89**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ (26)**	$ 89
Interest received (paid)	**$ (4)**	$ 1
Dividends received, net of withholding taxes	**$ 4 111**	$ 1 382

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in NAV *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 93 610**	$ –
INCREASE (DECREASE) IN NAV	**15 949**	6 779
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**8 454**	92 629
Reinvestments of distributions to holders of redeemable units	**11 060**	3 910
Redemption of redeemable units	**(6 886)**	(5 798)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**12 628**	90 741
Distributions from net income	**(4 166)**	(1 416)
Distributions from net gains	**(8 277)**	(2 494)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(12 443)**	(3 910)
NET INCREASE (DECREASE) IN NAV	**16 134**	93 610
NAV AT END OF PERIOD	**$ 109 744**	$ 93 610

The accompanying notes are an integral part of these financial statements.

December 31, 2015

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.

The Fund was started in March 2014.

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 2015	December 31 2014
United States	**49.9**	52.4
Japan	**13.0**	10.6
France	**5.0**	6.8
China	**3.8**	4.5
United Kingdom	**3.7**	2.7
Germany	**3.2**	2.1
Switzerland	**3.1**	2.4
Spain	**2.4**	0.6
Netherlands	**2.2**	0.1
Israel	**1.8**	2.0
Canada	**1.7**	2.8
Australia	**1.6**	1.4
South Africa	**1.4**	2.4
Denmark	**1.4**	1.5
Other Countries	**7.0**	7.5
Cash/Other	**(1.2)**	0.2
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**51.1**	54.7
Euro	**13.6**	9.8
Japanese yen	**12.9**	10.7
Hong Kong dollar	**4.5**	5.6
Swiss franc	**3.1**	2.4
Pound sterling	**2.8**	2.7
Israeli new shekel	**1.8**	2.0
Australian dollar	**1.6**	1.4
South African rand	**1.4**	2.4
Danish krone	**1.4**	1.5
Brazilian real	**1.0**	0.9
Qatari rial	**0.6**	–
Singapore dollar	**0.5**	–
Malaysian ringgit	**–**	1.9
Other currencies	**2.4**	1.4
Total	**98.7**	97.4

As at December 31, 2015, 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, 2014 – 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 21-month (December 31, 2014 – 9-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI ACWI Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**58 973**	**52 113**	**–**	**111 086**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**58 973**	**52 113**	**–**	**111 086**
% of total portfolio	**53.1**	**46.9**	**–**	**100.0**

Please see the generic notes at the back of the financial statements.

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series O	**470 069**	417 435
Value of all units	**5 044**	4 310

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series O		
Opening units	**9 067**	–
Issued number of units	**722**	9 228
Reinvested number of units	**1 031**	379
Redeemed number of units	**(593)**	(540)
Ending number of units	**10 227**	9 067

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**116**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**7 328**	4 264
Fair value of collateral received	**7 474**	4 350

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC QUBE LOW VOLATILITY ALL COUNTRY WORLD EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Australia				
40 700	Scentre Group Real Estate Investment Trust	$ 161	$ 171	
118 800	Telstra Corp. Ltd.	627	668	
		788	839	**1.3**
Belgium				
700	Colruyt S.A.	48	50	
7 700	Groupe Bruxelles Lambert S.A.	846	912	
2 800	Proximus	124	126	
		1 018	1 088	**1.7**
Brazil				
7 100	Ambev S.A.	47	44	
		47	44	**0.1**
Canada				
1 500	BCE Inc.	80	80	
1 900	Franco-Nevada Corp.	119	120	
14 100	H&R Real Estate Investment Trust	325	283	
3 700	Royal Bank of Canada*	283	274	
9 000	TELUS Corp.	374	344	
2 400	Toronto-Dominion Bank	125	130	
		1 306	1 231	**2.0**
Chile				
118 473	Aguas Andinas S.A.	81	84	
		81	84	**0.1**
China				
39 000	China Mobile (Hong Kong) Ltd.	388	607	
		388	607	**1.0**
Germany				
2 100	Fresenius Medical Care AG & Co. KGaA	169	245	
700	Henkel KGaA, Preferred Non-Voting	84	108	
		253	353	**0.6**
Hong Kong				
5 900	Cheung Kong Infrastructure Holdings Ltd.	43	75	
166 500	CLP Holdings Ltd.	1 651	1 953	
28 300	Hang Seng Bank Ltd.	504	745	
378 500	HK Electric Investments & HK Electric Investments Ltd., Stapled Security	412	439	
77 000	Hong Kong & China Gas Co. Ltd.	195	209	
41 500	MTR Corp.	207	284	
7 500	Swire Pacific Ltd. 'A'	113	116	
		3 125	3 821	**6.1**
Israel				
2 828	Accenture Plc., Class A	$ 413	$ 409	
40 500	Bank Hapoalim Ltd.	252	289	
495	Check Point Software Technologies Ltd.	57	56	
39 900	Mizrahi Tefahot Bank Ltd.	581	659	
		1 303	1 413	**2.3**
Italy				
10 700	Snam Rete Gas S.p.A.	70	77	
128 500	Terna Rete Elettrica Nazionale S.p.A.	753	914	
		823	991	**1.6**
Japan				
20 000	Aozora Bank Ltd.	96	97	
6 300	Astellas Pharma Inc.	116	124	
8 600	Canon Inc.	342	360	
2 000	Dai Nippon Printing Co. Ltd.	26	27	
1 000	Fujirebio Inc.	47	61	
3 900	Japan Airlines Co. Ltd.	163	193	
7 400	Japan Post Bank Co. Ltd.	147	149	
4 000	Kamigumi Co. Ltd.	46	48	
700	KAO Corp.	40	50	
3 600	KDDI Corporation	111	129	
2 300	Kurita Water Industries Ltd.	53	67	
5 200	Marubeni Corp.	38	37	
16 400	McDonald's Holdings Co Japan Ltd.	482	493	
400	Nitori Co. Ltd.	29	46	
1 500	Nomura Research Institute Ltd.	77	80	
44 000	NTT DoCoMo Inc.	833	1 249	
400	Oracle Corp. Japan	27	26	
1 000	Oriental Land Co. Ltd.	51	84	
102 000	Osaka Gas Co. Ltd.	501	510	
600	Otsuka Corp.	26	41	
3 600	Otsuka Holdings Co. Ltd.	132	177	
1 400	Sankyo Co. Ltd.	74	72	
1 000	Shin-Etsu Chemical Co. Ltd.	72	75	
7 800	Suntory Beverage & Food Ltd.	306	472	
6 000	Takeda Pharmaceutical Co. Ltd.	321	414	
32 500	Tanabe Seiyaku Co. Ltd.	540	775	
22 000	Tokyo Gas Co. Ltd.	131	143	
4 000	Toppan Printing Co. Ltd.	48	51	
2 300	Toyo Suisan Kaisha Ltd.	97	111	
		4 972	6 161	**9.8**
Malaysia				
317 000	Axiata Group Berhad	703	654	
6 800	Hong Leong Bank Berhad	29	29	
142 200	Maxis Berhad	330	311	
8 800	Petronas Gas Berhad	62	64	
5 800	Public Bank Berhad	40	35	
		1 164	1 093	**1.7**

The accompanying notes are an integral part of the financial statements.

RBC QUBE LOW VOLATILITY ALL COUNTRY WORLD EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Netherlands				
5 690	Relx N.V.	$ 89	$ 133	
		89	133	**0.2**
Qatar				
1 000	Barwa Real Estate Co.	18	15	
6 300	Qatar Electricity & Water Co. Q.S.C.	471	518	
1 900	Qatar National Bank SAQ	123	126	
2 100	The Commercial Bank of Qatar QSC	40	37	
		652	696	**1.1**
Singapore				
3 600	Singapore Airlines Ltd.	33	39	
6 800	Singapore Exchange Ltd.	41	51	
215 800	Singapore Press Holdings Ltd.	799	828	
		873	918	**1.5**
Spain				
2 800	Endesa S.A.	82	78	
55 800	Iberdrola S.A.	515	547	
1 800	Red Electrica de Espana	187	208	
		784	833	**1.3**
Sweden				
3 000	Industrivarden AB	73	71	
		73	71	**0.1**
Switzerland				
500	Kuehne + Nagel International AG	90	95	
10 600	Nestlé S.A.	966	1 089	
4 700	Novartis AG	515	559	
3 900	Swiss Re AG	426	527	
900	Swisscom AG	591	623	
		2 588	2 893	**4.6**
Taiwan				
451 000	Chunghwa Telecom Co. Ltd.	1 822	1 880	
		1 822	1 880	**3.0**
United Kingdom				
20 500	BT Group Plc.	178	197	
8 900	Compass Group Plc.	164	213	
4 600	National Grid Plc.	77	88	
400	Next Plc.	50	59	
700	Reckitt Benckiser Plc.	67	90	
2 300	Royal Dutch Shell Plc.	83	72	
15 200	Smith & Nephew Plc.	260	375	
3 500	SSE Plc.	102	109	
		981	1 203	**1.9**
United States				
2 741	3M Co.	437	571	
2 053	American Electric Power	151	166	
1 573	American Tower Corp. Real Estate Investment Trust	191	211	
6 483	American Water Works Co. Inc.	352	536	
845	AmerisourceBergen Corp.	115	121	
1 880	Ansys Inc.	235	241	
18 128	AT&T Inc.	785	863	
205	Autozone Inc.	184	210	
1 657	AvalonBay Communities Inc. Real Estate Investment Trust	336	422	

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 467	Becton Dickinson & Co.	$ 183	$ 313	
950	Bed Bath & Beyond Inc.	75	63	
4 299	Berkshire Hathaway Inc., Class B	731	785	
1 474	Camden Property Trust	149	157	
7 539	Cardinal Health Inc.	853	931	
12 287	Church & Dwight Co. Inc.	1 311	1 443	
4 167	Cintas Corp.	382	525	
1 509	Clorox Company	235	265	
11 400	Colgate-Palmolive Company	923	1 051	
8 047	Consolidated Edison Inc.	629	715	
761	Costco Wholesale Corp.	102	170	
632	Crown Castle International Corp. Real Estate Investment Trust	67	76	
5 632	CVS Health Corp.	728	762	
2 767	DaVita HealthCare Partners Inc.	276	267	
1 907	Dominion Resources Inc.	174	178	
2 144	DTE Energy Company	190	238	
9 039	Duke Energy Corp.	788	893	
3 107	Equifax Inc.	451	479	
378	Equity Residential Properties Trust	30	43	
4 095	Everest Re Group Ltd.	979	1 038	
1 048	Extra Space Storage Inc. Real Estate Investment Trust	109	128	
594	Federal Realty Investment Trust	93	120	
3 832	Fiserv Inc.	493	485	
18 864	General Mills Inc.	1 351	1 505	
11 110	HCP Inc. Real Estate Investment Trust	581	588	
3 009	Henry Schein Inc.	378	658	
1 662	Honeywell International Inc.	195	238	
7 177	Hormel Foods Corp.	504	785	
13 202	Johnson & Johnson	1 621	1 876	
5 921	Marsh & McLennan Companies Inc.	380	454	
1 856	McCormick & Co. Inc.	200	220	
3 971	McDonald's Corp.	436	649	
1 531	McKesson Corp.	439	418	
9 876	New York Community Bancorp Inc.	230	223	
335	NextEra Energy Inc.	46	48	
35 271	People's United Financial Inc.	725	788	
13 768	PepsiCo Inc.	1 542	1 903	
2 956	Philip Morris International Inc.	282	360	
5 191	PPL Corporation	194	245	
814	Praxair Inc.	116	115	
5 566	Public Service Enterprise Group	259	298	
556	Public Storage Inc. Real Estate Investment Trust	140	191	
875	RenaissanceRe Holdings Ltd.	131	137	
11 634	Republic Services Inc.	665	708	
2 330	Sempra Energy	258	303	
371	Simon Property Group Inc.	78	100	
2 330	Snap-On Inc.	518	553	
18 575	Southern Co.	970	1 202	
3 681	Stryker Corp.	448	473	
3 228	Sysco Corp.	159	183	
26 029	The Coca-Cola Co.	1 349	1 547	

The accompanying notes are an integral part of the financial statements.

RBC QUBE LOW VOLATILITY ALL COUNTRY WORLD EQUITY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
1 254	The Hershey Co.	$ 133	$ 155	
3 895	The Procter & Gamble Co.	365	428	
1 859	The Walt Disney Company	260	270	
363	TJX Companies Inc.	34	36	
9 700	Torchmark Corp.	573	767	
774	U.S. Bancorp	42	46	
961	Ventas Inc. Real Estate Investment Trust	86	75	
13 970	Verizon Communications Inc.	782	893	
2 969	Waste Management Inc.	211	219	
923	WEC Energy Group Inc.	49	66	
13 204	Wells Fargo & Company	924	993	
1 679	Welltower Inc. Real Estate Investment Trust	158	158	
15 365	Xcel Energy Inc.	601	763	
8 779	XL Group Plc.	435	476	
		31 585	36 579	**58.3**
TOTAL GLOBAL EQUITIES		$ 54 715	62 931	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(218)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 62 713	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 62 931**	$ 32 551
Cash	**39**	53
Dividends receivable, interest accrued and other assets	**72**	36
TOTAL ASSETS	**63 042**	32 640
LIABILITIES		
Distributions payable	**327**	–
Accounts payable and accrued expenses	**2**	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**329**	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 62 713**	$ 32 640
Investments at cost	**$ 54 715**	$ 29 784
NAV		
SERIES O	**$ 62 713**	$ 32 640
NAV PER UNIT		
SERIES O	**$ 12.60**	$ 10.99

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 1 387**	$ 632
Other income (loss)	**21**	6
Securities lending revenue (see note 6 in the generic notes)	**13**	3
Net realized gain (loss) on investments	**2 141**	282
Net gain (loss) on foreign currencies and other net assets	**(31)**	11
Change in unrealized gain (loss) on investments	**5 449**	2 767
TOTAL INCOME (LOSS)	**8 980**	3 701
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**10**	4
Independent Review Committee costs	**3**	3
Transaction costs	**27**	20
Withholding tax	**167**	67
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**204**	91
INCREASE (DECREASE) IN NAV	**$ 8 776**	$ 3 610
INCREASE (DECREASE) IN NAV		
SERIES O	**$ 8 776**	$ 3 610
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ 2.46**	$ 1.27

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 8 776**	$ 3 610
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(2 141)**	(282)
Change in unrealized loss (gain) on investments	**(5 449)**	(2 767)
(Increase) decrease in accrued receivables	**(36)**	(36)
Increase (decrease) in accrued payables	**2**	–
Cost of investments purchased	**(48 776)**	(53 500)
Proceeds on sales of investments	**25 986**	23 998
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(21 638)**	(28 977)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**26 818**	29 030
Cash paid on redemption of redeemable units	**(5 194)**	–
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 21 624**	$ 29 030
Net increase (decrease) in cash for the year	**(14)**	53
Cash (bank overdraft), beginning of period	**53**	–
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 39**	$ 53
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 1 208**	$ 535

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in NAV *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 32 640**	$ –
INCREASE (DECREASE) IN NAV	**8 776**	3 610
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**26 818**	29 030
Reinvestments of distributions to holders of redeemable units	**3 153**	845
Redemption of redeemable units	**(5 194)**	–
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**24 777**	29 875
Distributions from net income	**(1 234)**	(541)
Distributions from net gains	**(2 246)**	(304)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 480)**	(845)
NET INCREASE (DECREASE) IN NAV	**30 073**	32 640
NAV AT END OF PERIOD	**$ 62 713**	$ 32 640

The accompanying notes are an integral part of these financial statements.

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.

The Fund was started in April 2014.

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 2015**	December 31 2014
United States	**58.3**	55.0
Japan	**9.8**	9.7
Hong Kong	**6.1**	5.4
Switzerland	**4.6**	4.1
Taiwan	**3.0**	3.0
Israel	**2.3**	0.9
Canada	**2.0**	4.7
United Kingdom	**1.9**	2.5
Malaysia	**1.7**	2.7
Belgium	**1.7**	1.4
Italy	**1.6**	1.9
Singapore	**1.5**	2.0
China	**1.0**	2.6
Other Countries	**4.8**	3.8
Cash/Other	**(0.3)**	0.3
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**58.8**	58.2
Japanese yen	**9.8**	9.6
Hong Kong dollar	**7.0**	8.0
Euro	**5.4**	5.4
Swiss franc	**4.6**	4.1
New Taiwan dollar	**3.0**	–
Pound sterling	**1.9**	2.6
Malaysian ringgit	**1.7**	2.7
Israeli new shekel	**1.5**	0.9
Singapore dollar	**1.5**	2.0
Australian dollar	**1.3**	1.7
Qatari rial	**1.1**	–
Other currencies	**0.3**	–
Total	**97.9**	95.2

As at December 31, 2015, 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, 2014 – 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 20-month (December 31, 2014 – 8-month) historical correlation of data of the Fund's return and the index, with all other factors kept constant, as at:

	December 31 2015		December 31 2014	
MSCI ACWI Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**38 403**	**24 528**	**–**	**62 931**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**38 403**	**24 528**	**–**	**62 931**
% of total portfolio	**61.0**	**39.0**	**–**	**100.0**

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 periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

RBC QUBE LOW VOLATILITY ALL COUNTRY WORLD EQUITY FUND

December 31, 2015

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%

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 2015	December 31 2014
Units held		
Series O	**434 620**	410 626
Value of all units	**5 475**	4 513

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series O		
Opening units	**2 970**	–
Issued number of units	**2 171**	2 893
Reinvested number of units	**250**	77
Redeemed number of units	**(412)**	–
Ending number of units	**4 979**	2 970

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**27**	**100**	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 2015	December 31 2014
Fair value of securities loaned	**5 564**	2 134
Fair value of collateral received	**5 675**	2 177

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL ENERGY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Chemicals				
20 400	Albemarle Corp.	$ 1 466	$ 1 581	
18 300	Ecolab Inc.	2 863	2 896	
		4 329	4 477	**1.7**
Commercial Services and Supplies				
1 609 000	Ceiba Energy Services Inc.	979	306	
		979	306	**0.1**
Energy Equipment and Services				
58 700	Baker Hughes Inc.	4 150	3 740	
32 000	FMC Technologies Inc.	1 418	1 286	
168 900	Halliburton Co.	7 865	7 956	
43 300	Helmerich & Payne	3 883	3 208	
41 900	Schlumberger Ltd.	3 242	4 042	
		20 558	20 232	**7.9**
Metals and Mining				
1 471 000	RB Energy Inc.	1 000	–	
		1 000	–	**–**
Oil, Gas and Consumable Fuels				
1 509 700	Bankers Petroleum Ltd.	4 378	1 540	
230 100	Baytex Energy Corp.	1 343	1 031	
182 850	Boulder Energy Ltd.	1 532	305	
1 000 000	BP Plc.	7 405	7 191	
247 600	Cabot Oil & Gas Corp.	9 486	6 061	
95 400	Caltex Australia Ltd.	2 826	3 608	
160 200	Canadian Natural Resources Ltd.	5 423	4 841	
348 000	Cenovus Energy Inc.	7 117	6 090	
37 300	Cimarex Energy Co.	5 416	4 613	
89 200	Concho Resources Inc.	10 840	11 456	
183 800	Continental Resources Inc.	8 145	5 844	
109 200	Diamondback Energy Inc.	10 425	10 105	
262 800	Encana Corp.	2 983	1 847	
538 471	ENI S.p.A.	11 401	11 071	
126 100	EOG Resources Inc.	12 451	12 352	
120 000	EQT Corp.	9 424	8 656	
130 100	Exxon Mobil Corp.	14 218	14 029	
585 000	Galp Energia SGPS S.A.	8 311	9 445	
297 200	Laredo Petroleum Inc.	4 953	3 286	
19 800	Marathon Petroleum Corp.	1 307	1 420	
4 372 000	Mongolia Minerals Corp.* (Private)	3 500	–	
179 900	Newfield Exploration Company	8 808	8 105	
3 175 900	NexGen Energy Ltd.	1 551	2 287	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	–	75	
242 200	Nuvista Energy Ltd.	1 521	986	
515 500	Parex Resources Inc.	4 830	5 237	
1 115 000	Pine Cliff Energy Ltd.	1 204	1 037	
47 900	Pioneer Natural Resources Co.	9 112	8 310	
119 000	PrairieSky Royalty Ltd.	2 999	2 608	
419 900	Raging River Exploration Inc.	2 488	3 515	
48 800	Rice Energy Inc.	1 756	735	
Oil, Gas and Consumable Fuels (cont.)				
461 700	Seven Generations Energy Ltd.	$ 7 718	$ 6 224	
713 497	Spartan Energy Corp.	1 205	1 684	
510 000	StatoilHydro ASA	11 583	9 842	
294 200	Suncor Energy Inc.	9 602	10 509	
25 600	Tesoro Petroleum Corp.	3 439	3 732	
354 090	Total S.A.	24 589	21 965	
50 000	Western Refining Inc.	3 016	2 464	
		238 305	214 106	**83.5**
Semiconductors and Semiconductor Equipment				
19 157	First Solar Inc.	1 464	1 749	
40 600	SunPower Corp.	1 474	1 686	
		2 938	3 435	**1.3**
TOTAL GLOBAL EQUITIES		268 109	242 556	**94.5**

Par Value (000s)	Security	Cost	Fair Value	% of Net Assets
SHORT-TERM INVESTMENTS†				
10 540	Bank of Montreal	$ 10 533	$ 10 533	
2 360	Canadian Imperial Bank of Commerce	2 359	2 359	
960	Toronto-Dominion Bank	960	960	
TOTAL SHORT-TERM INVESTMENTS		13 852	13 852	**5.4**
TOTAL INVESTMENTS		281 961	256 408	**99.9**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	2 123	**0.8**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 860)	**(0.7)**
TOTAL PORTFOLIO		$ 281 961	256 671	**100.0**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(61)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 256 610	**100.0**

The accompanying notes are an integral part of the financial statements.

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought SEK 1 832 Sold CAD 291 @ 6.3001	07-Jan-16	$ 10
Bought USD 1 884 Sold CAD 2 474 @ 0.7615	12-Jan-16	133
Bought CAD 3 264 Sold GBP 1 600 @ 2.0398	13-Jan-16	–
Bought CAD 2 498 Sold USD 1 800 @ 1.3880	13-Jan-16	8
Bought GBP 350 Sold CAD 699 @ 0.5007	13-Jan-16	15
Bought USD 900 Sold CAD 1 171 @ 0.7686	14-Jan-16	74
Bought AUD 2 329 Sold CAD 2 216 @ 1.0509	15-Jan-16	131
Bought AUD 800 Sold CAD 779 @ 1.0275	15-Jan-16	28
Bought GBP 10 352 Sold CAD 20 562 @ 0.5035	19-Jan-16	556
Bought AUD 1 399 Sold CAD 1 311 @ 1.0668	20-Jan-16	98
Bought CHF 678 Sold CAD 917 @ 0.7395	22-Jan-16	21
Bought JPY 109 691 Sold CAD 1 191 @ 92.1017	22-Jan-16	72
Bought CAD 972 Sold USD 700 @ 1.3890	26-Jan-16	4
Bought USD 1 000 Sold CAD 1 376 @ 0.7265	26-Jan-16	7
Bought GBP 470 Sold CAD 939 @ 0.5007	29-Jan-16	20
Bought CAD 1 063 Sold EUR 700 @ 1.5192	02-Feb-16	10
Bought EUR 440 Sold CAD 630 @ 0.6981	02-Feb-16	32
Bought USD 2 027 Sold CAD 2 784 @ 0.7281	04-Feb-16	20
Bought EUR 600 Sold CAD 890 @ 0.6742	05-Feb-16	13
Bought CAD 1 467 Sold GBP 710 @ 2.0657	09-Feb-16	18
Bought USD 800 Sold CAD 1 099 @ 0.7276	10-Feb-16	7
Bought EUR 195 Sold CAD 279 @ 0.6986	11-Feb-16	14
Bought CAD 930 Sold GBP 450 @ 2.0663	18-Feb-16	12
Bought GBP 3 221 Sold CAD 6 550 @ 0.4918	18-Feb-16	20
Bought CAD 6 798 Sold GBP 3 300 @ 2.0602	22-Feb-16	67
Bought GBP 1 350 Sold CAD 2 738 @ 0.4930	22-Feb-16	15
Bought JPY 90 000 Sold CAD 980 @ 91.8580	22-Feb-16	57
Bought USD 2 781 Sold CAD 3 698 @ 0.7521	23-Feb-16	150
Bought USD 1 814 Sold CAD 2 422 @ 0.7489	24-Feb-16	87
Bought USD 7 180 Sold CAD 9 868 @ 0.7276	24-Feb-16	66
Bought USD 2 629 Sold CAD 3 509 @ 0.7493	25-Feb-16	129
Bought USD 953 Sold CAD 1 269 @ 0.7511	29-Feb-16	50
Bought GBP 50 Sold CAD 100 @ 0.5012	02-Mar-16	2
Bought USD 1 700 Sold CAD 2 273 @ 0.7478	04-Mar-16	78
Bought CAD 764 Sold USD 550 @ 1.3895	08-Mar-16	3
Bought USD 1 720 Sold CAD 2 361 @ 0.7286	08-Mar-16	19
Bought CAD 907 Sold EUR 600 @ 1.5120	10-Mar-16	4
Bought USD 606 Sold CAD 810 @ 0.7482	10-Mar-16	28
Bought CAD 352 Sold EUR 230 @ 1.5306	14-Mar-16	6
Bought JPY 96 691 Sold CAD 1 076 @ 89.8435	15-Mar-16	39
		$ 2 123

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 501 Sold EUR 350 @ 1.4316	08-Jan-16	$ (25)
Bought CAD 710 Sold EUR 500 @ 1.4192	08-Jan-16	(42)
Bought CAD 2 432 Sold GBP 1 200 @ 2.0269	13-Jan-16	(16)
Bought GBP 300 Sold CAD 621 @ 0.4828	13-Jan-16	(9)
Bought GBP 800 Sold CAD 1 656 @ 0.4831	13-Jan-16	(24)
Bought NOK 12 138 Sold CAD 1 944 @ 6.2454	13-Jan-16	(46)
Bought USD 1 300 Sold CAD 1 813 @ 0.7171	14-Jan-16	(14)
Bought CAD 6 195 Sold NOK 40 107 @ 0.1545	15-Jan-16	(73)
Bought CAD 2 136 Sold AUD 2 219 @ 0.9624	15-Jan-16	(100)
Bought CAD 1 054 Sold GBP 530 @ 1.9880	19-Jan-16	(27)
Bought CAD 776 Sold AUD 785 @ 0.9888	20-Jan-16	(15)
Bought CAD 6 118 Sold EUR 4 300 @ 1.4228	25-Jan-16	(352)
Bought EUR 500 Sold CAD 758 @ 0.6597	25-Jan-16	(6)
Bought CAD 664 Sold EUR 456 @ 1.4557	26-Jan-16	(22)
Bought EUR 285 Sold CAD 432 @ 0.6605	02-Feb-16	(3)
Bought CAD 955 Sold EUR 650 @ 1.4689	05-Feb-16	(23)
Bought CAD 3 646 Sold NOK 23 762 @ 0.1534	08-Feb-16	(67)
Bought GBP 3 300 Sold CAD 6 812 @ 0.4844	09-Feb-16	(81)
Bought GBP 428 Sold CAD 895 @ 0.4783	09-Feb-16	(22)
Bought CAD 1 070 Sold USD 800 @ 1.3378	10-Feb-16	(37)
Bought CAD 4 154 Sold USD 3 116 @ 1.3333	24-Feb-16	(157)
Bought GBP 200 Sold CAD 411 @ 0.4863	26-Feb-16	(3)
Bought CAD 9 925 Sold EUR 7 000 @ 1.4178	04-Mar-16	(617)
Bought GBP 2 332 Sold CAD 4 816 @ 0.4842	09-Mar-16	(59)
Bought CAD 733 Sold EUR 494 @ 1.4845	14-Mar-16	(11)
Bought USD 701 Sold CAD 979 @ 0.7163	22-Mar-16	(9)
		$ (1 860)
TOTAL FOREIGN EXCHANGE		$ 263

All counterparties have a credit rating of at least A.

* 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 0.77% to 0.81% and mature between January 4, 2016 and January 15, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 256 408**	$ 284 505
Cash	**50**	8
Due from investment dealers	**1**	–
Subscriptions receivable	**121**	501
Unrealized gain on foreign exchange contracts	**2 123**	926
Dividends receivable, interest accrued and other assets	**339**	1 960
TOTAL ASSETS	**259 042**	287 900
LIABILITIES		
Redemptions payable	**125**	179
Unrealized loss on foreign exchange contracts	**1 860**	707
Accounts payable and accrued expenses	**447**	513
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 432**	1 399
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 256 610**	$ 286 501
Investments at cost	**$ 281 961**	$ 306 256
NAV		
SERIES A	**$ 213 215**	$ 244 868
ADVISOR SERIES	**$ 4 010**	$ 2 851
SERIES D	**$ 35 804**	$ 36 009
SERIES F	**$ 3 581**	$ 2 773
NAV PER UNIT		
SERIES A	**$ 34.87**	$ 38.52
ADVISOR SERIES	**$ 35.07**	$ 38.72
SERIES D	**$ 37.59**	$ 41.15
SERIES F	**$ 40.65**	$ 44.40

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 5 911**	$ 5 234
Interest for distribution purposes	**788**	141
Securities lending revenue (see note 6 in the generic notes)	**223**	67
Net realized gain (loss) on investments	**(32 654)**	37 977
Net gain (loss) on foreign currencies and other net assets	**9 918**	(367)
Change in unrealized gain (loss) on investments	**(3 758)**	(61 926)
TOTAL INCOME (LOSS)	**(19 572)**	(18 874)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**4 871**	5 954
Administration fees	**571**	698
Independent Review Committee costs	**3**	3
GST/HST	**509**	625
Transaction costs	**562**	692
Withholding tax	**531**	421
TOTAL EXPENSES	**7 047**	8 393
INCREASE (DECREASE) IN NAV	**$ (26 619)**	$ (27 267)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (22 221)**	$ (23 532)
ADVISOR SERIES	**$ (492)**	$ (218)
SERIES D	**$ (3 516)**	$ (3 193)
SERIES F	**$ (390)**	$ (324)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (3.58)**	$ (3.89)
ADVISOR SERIES	**$ (3.59)**	$ (3.89)
SERIES D	**$ (3.46)**	$ (3.65)
SERIES F	**$ (3.63)**	$ (3.79)

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (26 619)**	$ (27 267)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**32 654**	(36 223)
Change in unrealized loss (gain) on investments	**3 758**	61 926
(Increase) decrease in accrued receivables	**1 621**	6 009
Increase (decrease) in accrued payables	**(66)**	(6 083)
Cost of investments purchased	**(578 431)**	(777 730)
Proceeds on sales of investments	**570 071**	813 883
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**2 988**	34 515
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**52 724**	37 845
Cash paid on redemption of redeemable units	**(55 670)**	(71 985)
Distributions paid to holders of redeemable units	**–**	(369)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (2 946)**	$ (34 509)
Net increase (decrease) in cash for the period	**42**	6
Cash (bank overdraft), beginning of period	**8**	2
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 50**	$ 8
Interest received (paid)	**$ 787**	$ 137
Dividends received, net of withholding taxes	**$ 5 256**	$ 4 754

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 244 868**	$ 305 096	**$ 2 851**	$ 2 516	**$ 36 009**	$ 36 815
INCREASE (DECREASE) IN NAV	**(22 221)**	(23 532)	**(492)**	(218)	**(3 516)**	(3 193)
Early redemption fees	**–**	–	**–**	–	**2**	1
Proceeds from redeemable units issued	**29 513**	18 197	**3 138**	1 304	**17 418**	17 640
Reinvestments of distributions to holders of redeemable units	**–**	18 980	**–**	213	**–**	2 652
Redemption of redeemable units	**(38 945)**	(54 623)	**(1 487)**	(749)	**(14 109)**	(15 189)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(9 432)**	(17 446)	**1 651**	768	**3 311**	5 104
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	**(31 653)**	(60 228)	**1 159**	335	**(205)**	(806)
NAV AT END OF PERIOD	**$ 213 215**	$ 244 868	**$ 4 010**	$ 2 851	**$ 35 804**	$ 36 009

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 773**	$ 2 992	**$ 286 501**	$ 347 419
INCREASE (DECREASE) IN NAV	**(390)**	(324)	**(26 619)**	(27 267)
Early redemption fees	**–**	–	**2**	1
Proceeds from redeemable units issued	**2 275**	1 102	**52 344**	38 243
Reinvestments of distributions to holders of redeemable units	**–**	179	**–**	22 024
Redemption of redeemable units	**(1 077)**	(965)	**(55 618)**	(71 526)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 198**	316	**(3 272)**	(11 258)
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	**808**	(219)	**(29 891)**	(60 918)
NAV AT END OF PERIOD	**$ 3 581**	$ 2 773	**$ 256 610**	$ 286 501

The accompanying notes are an integral part of these financial statements.

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 0.0% (December 31, 2014 – 0.5%) 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 2015**	December 31 2014
Oil, Gas and Consumable Fuels	**83.5**	85.1
Energy Equipment and Services	**7.9**	7.5
Chemicals	**1.7**	–
Semiconductors and Semiconductor Equipment	**1.3**	–
Commercial Services and Supplies	**0.1**	0.3
Metals and Mining	**–**	0.7
Cash/Other	**5.5**	6.4
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**61.7**	61.2
Pound sterling	**15.0**	15.2
Euro	**8.8**	7.7
Australian dollar	**2.0**	1.7
Japanese yen	**1.3**	0.8
Norwegian krone	**0.7**	1.0
Other currencies	**0.5**	0.4
Total	**90.0**	88.0

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI World Index – Energy (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**179 434**	**63 122**	**–**	**242 556**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**13 852**	**–**	**13 852**
Derivatives – assets	**–**	**2 123**	**–**	**2 123**
Derivatives – liabilities	**–**	**(1 860)**	**–**	**(1 860)**
Total financial instruments	**179 434**	**77 237**	**–**	**256 671**
% of total portfolio	**69.9**	**30.1**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

During the periods ended December 31, 2015 and 2014, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2015	December 31 2014
Balance at beginning of period	**1 553**	7 201
Net purchases	**–**	–
Net sales	**(15)**	(3 206)
Net transfers in (out)	**–**	–
Realized gains (losses)	**(606)**	(15)
Unrealized gains (losses)	**(932)**	(2 426)
Balance at end of period	**–**	1 553

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, 2015, 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, 2014 – 0.0%).

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 non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	23 487
Non-capital losses	10
Non-capital losses expire in:	
2035	10

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)	**2015**	2014
Series A		
Opening units	**6 357**	6 584
Issued number of units	**741**	381
Reinvested number of units	**–**	485
Redeemed number of units	**(984)**	(1 093)
Ending number of units	**6 114**	6 357
Advisor Series		
Opening units	**74**	54
Issued number of units	**78**	30
Reinvested number of units	**–**	5
Redeemed number of units	**(38)**	(15)
Ending number of units	**114**	74
Series D		
Opening units	**875**	751
Issued number of units	**406**	344
Reinvested number of units	**–**	63
Redeemed number of units	**(328)**	(283)
Ending number of units	**953**	875

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)	**2015**	2014
Series F		
Opening units	**62**	57
Issued number of units	**50**	19
Reinvested number of units	**–**	4
Redeemed number of units	**(24)**	(18)
Ending number of units	**88**	62

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**562**	**100**	692	100
Related-party brokerage commissions*	**21**	**4**	21	3
Commission arrangements†	**5**	**1**	19	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 2015	December 31 2014
Fair value of securities loaned	**41 435**	27 127
Fair value of collateral received	**42 264**	27 670

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL PRECIOUS METALS FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Diversified Metals and Mining				
3 500 002	Calibre Mining Corp.	$ 1 563	$ 245	
66 700	Castle Resources Inc.	1 031	2	
2 835 143	Ivanhoe Mines Ltd., Class A	5 927	1 729	
192 357	Ivanhoe Mines Ltd., Class A Escrow*	337	117	
1 677 600	Panoro Minerals Ltd.	705	193	
1 097 666	RB Energy Inc.	1 424	–	
6 200 000	Reunion Gold Corp.	10 068	62	
9 591 700	True Gold Mining Inc.	3 626	2 254	
10 000 000	West Kirkland Mining Inc., Warrants @ 0.30 April 17, 2019	–	100	
		24 681	4 702	**1.3**
Gold				
787 550	Agnico Eagle Mines Ltd.	26 211	28 643	
884 600	Asanko Gold Inc.	1 825	1 797	
16 629 000	Aureus Mining Inc.	18 705	2 162	
732 800	Barrick Gold Corp.	7 669	7 504	
10 000 000	Belo Sun Mining Corp.	6 295	2 500	
2 500 000	Claude Resources Inc.	1 893	1 950	
2 110 634	Continental Gold Inc.	13 514	3 314	
895 500	Cordoba Minerals Corp.	896	143	
2 200 000	Cordoba Minerals Corp.*, Warrants @ 0.75 February 7, 2017	–	3	
1 100 000	CUCO Resources Ltd.* (Private)	3 068	–	
1 717 500	Detour Gold Corp.	22 057	24 749	
4 815 191	Eldorado Gold Corp.	33 919	19 742	
200 000	Endeavour Mining Corp.	1 408	1 526	
271 929	Franco-Nevada Corp.	13 346	17 213	
5 000 000	Gold Road Resources Ltd.	2 051	1 943	
1 595 464	Goldcorp Inc.	38 805	25 511	
2 860 500	GoldQuest Mining Corp.	3 148	429	
20 000	Kirkland Lake Gold Inc.	92	97	
1 509 655	Klondex Mines Ltd.	3 014	4 272	
2 685 000	Lake Shore Gold Corp.	2 947	3 007	
4 900 600	Lydian International Ltd.	4 808	1 323	
1 074 600	Newmont Mining Corporation	25 808	26 750	
1 458 900	Northern Star Resources Ltd.	3 562	4 105	
7 758 530	OceanaGold Corp.	17 947	20 483	
551 122	Osisko Gold Royalties Ltd.	9 069	7 534	
150 000	Osisko Gold Royalties Ltd., Warrants @ 36.50 February 18, 2022	–	284	
416 667	Pembrook Mining Corp.* (Private)	750	342	
2 204 200	Primero Mining Corp.	13 722	6 877	
800 000	Pure Gold Mining Inc., Warrants @ 0.50 September 4, 2016*	–	2	
211 800	Randgold Resources Ltd. ADR	19 304	18 150	
1 262 100	Richmont Mines Inc.	4 423	5 604	
569 000	Roxgold Inc.	396	398	
Gold (cont.)				
10 000 000	Scorpio Gold Corp.	$ 6 575	$ 650	
5 338 000	Semafo Inc.	19 754	18 736	
500 000	TMAC Resources Inc.	3 000	3 000	
5 484 550	Torex Gold Resources Inc.	8 953	6 911	
1 715 116	Trident Gold Corp.	1 258	17	
1 718 000	Wesdome Gold Mines Ltd.	1 848	2 182	
500 000	West African Resources Ltd., Warrants @ 0.40 January 17, 2017	–	5	
		342 040	269 858	**75.6**
Precious Metals and Minerals				
2 923 500	Dalradian Resources Inc.	1 869	2 310	
583 200	Dundee Precious Metals Inc.	5 181	746	
2 530 000	ECI Exploration and Mining Inc.* (Private)	2 875	–	
1 265 000	ECI Exploration and Mining Inc., Warrants @ 1.80 January 1, 2049* (Private)	–	–	
250 000	Fresnillo Plc.	3 549	3 597	
805 600	Kennady Diamonds Inc.	3 392	2 425	
5 796 902	Mandalay Resources Corp.	5 640	3 710	
3 276 769	Mountain Province Diamonds Inc.	14 387	12 976	
1 235 804	Petra Diamonds Ltd.	3 041	2 193	
3 521 365	Shear Diamonds Ltd.	2 160	–	
1 784 236	Tahoe Resources Inc.	26 308	21 357	
		68 402	49 314	**13.8**
Silver				
283 800	MAG Silver Corp.	2 696	2 773	
1 034 147	Silver Wheaton Corp.	20 637	17 787	
		23 333	20 560	**5.8**
TOTAL GLOBAL EQUITIES		458 456	344 434	**96.5**
SHORT-TERM INVESTMENTS†		13 992	13 992	**3.9**
TOTAL INVESTMENTS		$ 472 448	358 426	**100.4**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(1 309)	**(0.4)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 357 117	**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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 358 426**	$ 435 522
Due from investment dealers	**421**	25
Subscriptions receivable	**250**	356
Dividends receivable, interest accrued and other assets	**26**	33
TOTAL ASSETS	**359 123**	435 936
LIABILITIES		
Due to investment dealers	**1 080**	–
Redemptions payable	**339**	543
Accounts payable and accrued expenses	**587**	748
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 006**	1 291
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 357 117**	$ 434 645
Investments at cost	**$ 472 448**	$ 589 057
NAV		
SERIES A	**$ 253 758**	$ 317 675
ADVISOR SERIES	**$ 18 356**	$ 23 348
SERIES H	**$ 987**	$ 900
SERIES D	**$ 67 200**	$ 76 908
SERIES F	**$ 13 813**	$ 14 165
SERIES I	**$ 2 541**	$ 1 279
SERIES O	**$ 462**	$ 370
NAV PER UNIT		
SERIES A	**$ 19.58**	$ 22.16
ADVISOR SERIES	**$ 19.69**	$ 22.28
SERIES H	**$ 19.75**	$ 22.30
SERIES D	**$ 21.09**	$ 23.66
SERIES F	**$ 22.64**	$ 25.33
SERIES I	**$ 22.87**	$ 25.51
SERIES O	**$ 21.56**	$ 23.89

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 3 453**	$ 3 701
Interest for distribution purposes	**66**	117
Securities lending revenue (see note 6 in the generic notes)	**91**	121
Net realized gain (loss) on investments	**(79 506)**	(103 784)
Net gain (loss) on foreign currencies and other net assets	**(9)**	(73)
Change in unrealized gain (loss) on investments	**39 513**	114 202
TOTAL INCOME (LOSS)	**(36 392)**	14 284
EXPENSES (see notes – Fund Specific Information)		
Management fees	**6 563**	8 425
Administration fees	**745**	951
Independent Review Committee costs	**3**	3
GST/HST	**699**	899
Transaction costs	**1 378**	1 976
Withholding tax	**15**	31
TOTAL EXPENSES	**9 403**	12 285
INCREASE (DECREASE) IN NAV	**$ (45 795)**	$ 1 999
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (33 411)**	$ 2 119
ADVISOR SERIES	**$ (2 402)**	$ 174
SERIES H	**$ (533)**	$ (239)
SERIES D	**$ (7 899)**	$ (253)
SERIES F	**$ (1 396)**	$ 113
SERIES I	**$ (105)**	$ 91
SERIES O	**$ (49)**	$ (6)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.46)**	$ 0.04
ADVISOR SERIES	**$ (2.47)**	$ 0.05
SERIES H	**$ (2.42)**	$ 0.07
SERIES D	**$ (2.44)**	$ 0.29
SERIES F	**$ (2.55)**	$ 0.39
SERIES I	**$ (2.51)**	$ 0.48
SERIES O	**$ (2.18)**	$ 0.63

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (45 795)**	$ 1 999
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**79 506**	103 784
Change in unrealized loss (gain) on investments	**(39 513)**	(114 202)
(Increase) decrease in accrued receivables	**7**	6 295
Increase (decrease) in accrued payables	**(161)**	(5 841)
Cost of investments purchased	**(791 535)**	(1 008 332)
Proceeds on sales of investments	**829 322**	1 052 164
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**31 831**	35 867
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**60 413**	90 061
Cash paid on redemption of redeemable units	**(92 244)**	(125 943)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (31 831)**	$ (35 882)
Net increase (decrease) in cash for the period	**–**	(15)
Cash (bank overdraft), beginning of period	**–**	15
CASH (BANK OVERDRAFT), END OF PERIOD	**$ –**	$ –
Interest received (paid)	**$ 63**	$ 116
Dividends received, net of withholding taxes	**$ 3 448**	$ 3 849

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 317 675**	$ 349 250	**$ 23 348**	$ 25 817	**$ 900**	$ –	**$ 76 908**	$ 75 419
INCREASE (DECREASE) IN NAV	**(33 411)**	2 119	**(2 402)**	174	**(533)**	(239)	**(7 899)**	(253)
Early redemption fees	**1**	–	**–**	–	**–**	–	**4**	8
Proceeds from redeemable units issued	**25 105**	38 373	**3 325**	6 823	**2 290**	1 341	**23 421**	39 197
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(55 612)**	(72 067)	**(5 915)**	(9 466)	**(1 670)**	(202)	**(25 234)**	(37 463)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(30 506)**	(33 694)	**(2 590)**	(2 643)	**620**	1 139	**(1 809)**	1 742
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(63 917)**	(31 575)	**(4 992)**	(2 469)	**87**	900	**(9 708)**	1 489
NAV AT END OF PERIOD	**$ 253 758**	$ 317 675	**$ 18 356**	$ 23 348	**$ 987**	$ 900	**$ 67 200**	$ 76 908

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 14 165**	$ 15 791	**$ 1 279**	$ 1 925	**$ 370**	$ 343	**$ 434 645**	$ 468 545
INCREASE (DECREASE) IN NAV	**(1 396)**	113	**(105)**	91	**(49)**	(6)	**(45 795)**	1 999
Early redemption fees	**–**	–	**–**	–	**–**	–	**5**	8
Proceeds from redeemable units issued	**4 513**	3 980	**1 410**	–	**243**	140	**60 307**	89 854
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(3 469)**	(5 719)	**(43)**	(737)	**(102)**	(107)	**(92 045)**	(125 761)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 044**	(1 739)	**1 367**	(737)	**141**	33	**(31 733)**	(35 899)
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(352)**	(1 626)	**1 262**	(646)	**92**	27	**(77 528)**	(33 900)
NAV AT END OF PERIOD	**$ 13 813**	$ 14 165	**$ 2 541**	$ 1 279	**$ 462**	$ 370	**$ 357 117**	$ 434 645

The accompanying notes are an integral part of these financial statements.

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.

Series H units were started in August 2014.

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, 2014 – 0.4%) 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 2015**	December 31 2014
Gold	**75.6**	70.6
Precious Metals and Minerals	**13.8**	11.7
Silver	**5.8**	12.8
Diversified Metals and Mining	**1.3**	3.7
Cash/Other	**3.5**	1.2
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**12.6**	6.7
Australian dollar	**1.7**	–
Pound sterling	**1.6**	2.6
Total	**15.9**	9.3

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
S&P/TSX Global Gold Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**332 132**	**11 960**	**342**	**344 434**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**13 992**	**–**	**13 992**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**332 132**	**25 952**	**342**	**358 426**
% of total portfolio	**92.7**	**7.2**	**0.1**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

During the periods ended December 31, 2015 and 2014, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2015	December 31 2014
Balance at beginning of period	**521**	1 378
Net purchases	**–**	–
Net sales	**–**	(850)
Net transfers in (out)	**–**	–
Realized gains (losses)	**–**	675
Unrealized gains (losses)	**(179)**	(682)
Balance at end of period	**342**	521

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, 2015, 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, 2014 – 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 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 2015	December 31 2014
Units held		
Series H	**33**	33
Series I	**24**	24
Series O	**9**	9
Value of all units	**1**	2

Taxes ($000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	387 487
Non-capital losses	27 077
Non-capital losses expire in:	
2035	4 408
2034	4 987
2033	4 083
2032	13 599

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)	**2015**	2014
Series A		
Opening units	**14 336**	15 660
Issued number of units	**1 147**	1 465
Reinvested number of units	**–**	–
Redeemed number of units	**(2 521)**	(2 789)
Ending number of units	**12 962**	14 336
Advisor Series		
Opening units	**1 048**	1 152
Issued number of units	**152**	262
Reinvested number of units	**–**	–
Redeemed number of units	**(268)**	(366)
Ending number of units	**932**	1 048
Series H		
Opening units	**40**	–
Issued number of units	**96**	49
Reinvested number of units	**–**	–
Redeemed number of units	**(86)**	(9)
Ending number of units	**50**	40
Series D		
Opening units	**3 250**	3 195
Issued number of units	**982**	1 427
Reinvested number of units	**–**	–
Redeemed number of units	**(1 046)**	(1 372)
Ending number of units	**3 186**	3 250
Series F		
Opening units	**559**	627
Issued number of units	**191**	135
Reinvested number of units	**–**	–
Redeemed number of units	**(140)**	(203)
Ending number of units	**610**	559
Series I		
Opening units	**50**	76
Issued number of units	**63**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(2)**	(26)
Ending number of units	**111**	50
Series O		
Opening units	**15**	15
Issued number of units	**11**	4
Reinvested number of units	**–**	–
Redeemed number of units	**(5)**	(4)
Ending number of units	**21**	15

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**1 378**	**100**	1 976	100
Related-party brokerage commissions*	**34**	**2**	125	6
Commission arrangements†	**17**	**1**	82	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 2015	December 31 2014
Fair value of securities loaned	**47 827**	66 077
Fair value of collateral received	**48 783**	67 399

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL RESOURCES FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Chemicals				
29 700	Agrium Inc.	$ 3 888	$ 3 673	
11 800	Albemarle Corp.	848	915	
24 895	Akzo Nobel N.V.	2 012	2 302	
88 200	Croda International Plc.	5 034	5 468	
46 100	Dow Chemical Company	2 241	3 284	
31 500	Ecolab Inc.	3 629	4 985	
26 900	International Flavors & Fragrances Inc.	2 620	4 452	
20 800	Linde AG	4 480	4 169	
14 200	Nitto Denko Corp.	1 367	1 434	
2 857 144	One Earth Farms Corp.* (Private)	4 000	1 314	
2 700	Sherwin-Williams Co.	712	970	
4 600	Syngenta AG	2 317	2 491	
		33 148	35 457	**23.4**
Construction Materials				
45 800	CRH Plc.	1 717	1 828	
20 794	HeidelbergCement AG	1 839	2 354	
11 600	Martin Marietta Materials	2 430	2 192	
		5 986	6 374	**4.2**
Containers and Packaging				
26 200	Ball Corp.	2 241	2 637	
28 200	Packaging Corp. of America	2 440	2 460	
21 343	Smurfit Kappa Group Plc.	572	761	
17 800	WestRock Co.	1 348	1 124	
		6 601	6 982	**4.6**
Energy Equipment and Services				
22 800	Baker Hughes Inc.	1 665	1 453	
18 100	FMC Technologies Inc.	843	726	
99 900	Halliburton Co.	4 544	4 705	
17 900	Helmerich & Payne	1 662	1 326	
		8 714	8 210	**5.4**
Metals and Mining				
550 000	CUCO Resources Ltd.* (Private)	1 534	–	
103 500	Detour Gold Corp.	1 361	1 491	
248 700	Eldorado Gold Corp.	1 135	1 020	
148 300	First Quantum Minerals Ltd.	1 728	768	
158 300	HudBay Minerals Inc.	754	841	
746 034	Ivanhoe Mines Ltd., Class A	721	455	
71 478	Ivanhoe Mines Ltd., Class A Escrow*	125	44	
416 400	Lundin Mining Corp.	2 245	1 582	
101 100	MAG Silver Corp.	973	988	
3 520 000	Mongolia Minerals Corp.* (Private)	4 400	–	
233 300	Mountain Province Diamonds Inc.	1 190	924	
100 000	National Manganese, Subscription Receipts* (Private)	103	–	
Metals and Mining (cont.)				
33 000	Newmont Mining Corporation	$ 867	$ 821	
83 000	Rio Tinto Plc.	3 802	3 344	
445 800	Semafo Inc.	1 521	1 565	
139 200	Tahoe Resources Inc.	1 694	1 666	
617 700	Torex Gold Resources Inc.	843	778	
		24 996	16 287	**10.7**
Oil, Gas and Consumable Fuels				
707 400	Bankers Petroleum Ltd.	3 289	722	
133 000	Baytex Energy Corp.	776	596	
106 000	Boulder Energy Ltd.	992	177	
212 500	BP Plc.	1 573	1 528	
500 000	Bukit Energy Inc.* (Private)	500	155	
98 000	Cabot Oil & Gas Corp.	3 817	2 399	
55 000	Caltex Australia Ltd.	1 629	2 080	
11 000	Cimarex Energy Co.	1 576	1 360	
39 800	Concho Resources Inc.	4 811	5 112	
54 000	Continental Resources Inc.	2 300	1 717	
23 500	Diamondback Energy Inc.	2 261	2 175	
157 700	ENI S.p.A.	3 321	3 242	
73 700	EOG Resources Inc.	6 764	7 219	
61 300	EQT Corp.	5 109	4 422	
76 100	Exxon Mobil Corp.	7 940	8 206	
97 500	Laredo Petroleum Inc.	1 636	1 078	
11 600	Marathon Petroleum Corp.	766	832	
52 000	Newfield Exploration Company	2 546	2 343	
1 879 200	NexGen Energy Ltd.	903	1 353	
556 000	NexGen Energy Ltd., Warrants @ 0.65 March 26, 2016	–	75	
148 300	Parex Resources Inc.	1 357	1 507	
22 150	Pioneer Natural Resources Co.	3 872	3 843	
150 500	Seven Generations Energy Ltd.	2 543	2 029	
42 700	Spectra Energy Corp.	1 853	1 414	
73 500	StatoilHydro ASA	1 697	1 418	
105 500	Suncor Energy Inc.	3 403	3 768	
5 100	Tesoro Petroleum Corp.	742	744	
174 101	Total S.A.	12 066	10 800	
13 500	Western Refining Inc.	822	665	
		80 864	72 979	**48.2**
Paper and Forest Products				
46 000	West Fraser Timber Co. Ltd.	2 298	2 416	
		2 298	2 416	**1.6**

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Semiconductors and Semiconductor Equipment				
11 024	First Solar Inc.	$ 843	$ 1 007	
23 400	SunPower Corp.	850	972	
		1 693	1 979	**1.3**
TOTAL GLOBAL EQUITIES		164 300	150 684	**99.4**
SHORT-TERM INVESTMENTS†		2 079	2 079	**1.4**
TOTAL INVESTMENTS		166 379	152 763	**100.8**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	299	**0.2**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(1 532)	**(1.0)**
TOTAL PORTFOLIO		$ 166 379	151 530	**100.0**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(22)	–
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 151 508	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought EUR 661 Sold CAD 967 @ 0.6836	06-Jan-16	$ 27
Bought EUR 150 Sold CAD 220 @ 0.6813	06-Jan-16	5
Bought EUR 60 Sold CAD 87 @ 0.6868	06-Jan-16	3
Bought USD 325 Sold CAD 434 @ 0.7486	06-Jan-16	16
Bought USD 250 Sold CAD 337 @ 0.7410	06-Jan-16	9
Bought USD 34 Sold CAD 47 @ 0.7162	06-Jan-16	–
Bought EUR 300 Sold CAD 440 @ 0.6814	08-Jan-16	11
Bought EUR 375 Sold CAD 550 @ 0.6812	08-Jan-16	13
Bought USD 673 Sold CAD 884 @ 0.7615	12-Jan-16	47
Bought USD 410 Sold CAD 556 @ 0.7378	12-Jan-16	12
Bought CHF 20 Sold CAD 27 @ 0.7503	13-Jan-16	1
Bought GBP 60 Sold CAD 120 @ 0.5007	13-Jan-16	3
Bought CAD 378 Sold NOK 2 420 @ 0.1562	14-Jan-16	–
Bought EUR 200 Sold CAD 291 @ 0.6866	14-Jan-16	10
Bought NOK 2 420 Sold CAD 372 @ 6.5069	14-Jan-16	6
Bought CAD 35 Sold AUD 35 @ 0.9955	15-Jan-16	–
Bought AUD 450 Sold CAD 450 @ 1.0003	21-Jan-16	3
Bought AUD 35 Sold CAD 35 @ 1.0012	21-Jan-16	–
Bought CAD 867 Sold USD 621 @ 1.3956	21-Jan-16	7
Bought CAD 35 Sold AUD 35 @ 0.9952	21-Jan-16	–
Bought USD 914 Sold CAD 1 189 @ 0.7690	21-Jan-16	76
Bought CHF 13 Sold CAD 17 @ 0.7444	22-Jan-16	1
Bought CAD 101 Sold USD 73 @ 1.3874	26-Jan-16	–
Bought USD 1 000 Sold CAD 1 374 @ 0.7276	03-Feb-16	9
Bought JPY 1 650 Sold CAD 18 @ 91.9950	04-Feb-16	1
Bought USD 200 Sold CAD 275 @ 0.7281	04-Feb-16	2
Bought CAD 291 Sold GBP 141 @ 2.0643	08-Feb-16	3
Bought NOK 200 Sold CAD 31 @ 6.5327	08-Feb-16	1
Bought CAD 128 Sold GBP 61 @ 2.0906	09-Feb-16	3

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 5 Sold JPY 500 @ 0.0108	18-Feb-16	$ –
Bought CAD 30 Sold GBP 15 @ 2.0285	22-Feb-16	–
Bought CAD 350 Sold GBP 170 @ 2.0602	22-Feb-16	3
Bought USD 400 Sold CAD 534 @ 0.7493	25-Feb-16	20
Bought JPY 5 631 Sold CAD 65 @ 86.8470	26-Feb-16	–
Bought CAD 9 Sold JPY 800 @ 0.0109	01-Mar-16	–
Bought USD 256 Sold CAD 351 @ 0.7286	08-Mar-16	3
Bought CAD 219 Sold GBP 106 @ 2.0652	09-Mar-16	3
Bought CAD 22 Sold JPY 1 900 @ 0.0114	14-Mar-16	–
Bought CAD 227 Sold EUR 150 @ 1.5131	16-Mar-16	1
		$ 299

Contracts	Maturity Date	Unrealized Loss
Bought CAD 930 Sold USD 693 @ 1.3415	06-Jan-16	$ (29)
Bought CAD 709 Sold EUR 483 @ 1.4674	06-Jan-16	(18)
Bought CAD 1 092 Sold EUR 739 @ 1.4776	06-Jan-16	(19)
Bought CAD 155 Sold EUR 105 @ 1.4775	06-Jan-16	(3)
Bought CAD 58 Sold EUR 40 @ 1.4592	06-Jan-16	(2)
Bought CAD 42 Sold EUR 29 @ 1.4565	06-Jan-16	(1)
Bought CAD 100 Sold EUR 70 @ 1.4304	06-Jan-16	(5)
Bought CAD 100 Sold EUR 70 @ 1.4267	06-Jan-16	(5)
Bought CAD 30 Sold EUR 21 @ 1.4236	06-Jan-16	(2)
Bought CAD 105 Sold EUR 72 @ 1.4566	08-Jan-16	(3)
Bought CAD 285 Sold EUR 200 @ 1.4270	08-Jan-16	(15)
Bought CAD 213 Sold EUR 150 @ 1.4182	08-Jan-16	(13)
Bought CAD 457 Sold USD 350 @ 1.3052	12-Jan-16	(27)
Bought CAD 1 191 Sold EUR 808 @ 1.4741	12-Jan-16	(24)
Bought CAD 405 Sold EUR 285 @ 1.4221	12-Jan-16	(23)
Bought CAD 382 Sold CHF 283 @ 1.3509	13-Jan-16	(9)
Bought CAD 180 Sold USD 138 @ 1.3011	14-Jan-16	(11)
Bought CAD 324 Sold USD 250 @ 1.2959	14-Jan-16	(22)
Bought CAD 23 Sold CHF 17 @ 1.3488	14-Jan-16	(1)
Bought CAD 19 Sold AUD 20 @ 0.9618	20-Jan-16	(1)
Bought CAD 412 Sold AUD 430 @ 0.9587	21-Jan-16	(21)
Bought CAD 19 Sold AUD 20 @ 0.9618	21-Jan-16	(1)
Bought CAD 135 Sold CHF 101 @ 1.3329	22-Jan-16	(5)
Bought CAD 53 Sold CHF 40 @ 1.3145	22-Jan-16	(3)
Bought CAD 20 Sold CHF 15 @ 1.3140	22-Jan-16	(1)
Bought CAD 1 003 Sold EUR 705 @ 1.4228	25-Jan-16	(58)
Bought EUR 230 Sold CAD 349 @ 0.6597	25-Jan-16	(3)
Bought CAD 306 Sold EUR 210 @ 1.4557	26-Jan-16	(10)
Bought CAD 2 177 Sold USD 1 652 @ 1.3176	26-Jan-16	(110)
Bought CAD 445 Sold GBP 223 @ 1.9971	29-Jan-16	(10)
Bought CAD 50 Sold GBP 25 @ 2.0193	29-Jan-16	(1)
Bought CAD 129 Sold EUR 89 @ 1.4485	02-Feb-16	(5)
Bought CAD 7 643 Sold USD 5 829 @ 1.3113	03-Feb-16	(423)
Bought CAD 1 110 Sold EUR 774 @ 1.4344	03-Feb-16	(55)
Bought CAD 114 Sold GBP 57 @ 2.0000	03-Feb-16	(2)

The accompanying notes are an integral part of the financial statements.

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought CAD 204 Sold EUR 140 @ 1.4581	05-Feb-16	$ (7)
Bought CAD 861 Sold EUR 586 @ 1.4689	05-Feb-16	(21)
Bought CAD 404 Sold NOK 2 640 @ 0.1532	08-Feb-16	(8)
Bought CAD 527 Sold USD 400 @ 1.3165	09-Feb-16	(27)
Bought CAD 14 Sold EUR 10 @ 1.4315	11-Feb-16	(1)
Bought CAD 124 Sold USD 93 @ 1.3324	12-Feb-16	(5)
Bought CAD 356 Sold GBP 175 @ 2.0335	18-Feb-16	(1)
Bought CAD 1 371 Sold USD 1 008 @ 1.3597	18-Feb-16	(24)
Bought CAD 427 Sold AUD 436 @ 0.9790	19-Feb-16	(12)
Bought CAD 294 Sold USD 221 @ 1.3303	22-Feb-16	(12)
Bought CAD 207 Sold JPY 19 050 @ 0.0109	22-Feb-16	(12)
Bought CAD 348 Sold USD 261 @ 1.3333	24-Feb-16	(13)
Bought USD 300 Sold CAD 418 @ 0.7178	24-Feb-16	(3)
Bought CAD 61 Sold JPY 5 631 @ 0.0109	26-Feb-16	(3)
Bought CAD 383 Sold GBP 188 @ 2.0351	26-Feb-16	(1)
Bought CAD 333 Sold GBP 167 @ 1.9952	02-Mar-16	(7)
Bought CAD 564 Sold EUR 398 @ 1.4178	04-Mar-16	(35)
Bought CAD 649 Sold USD 485 @ 1.3373	04-Mar-16	(22)
Bought CAD 3 412 Sold USD 2 555 @ 1.3356	07-Mar-16	(123)
Bought CAD 101 Sold JPY 9 233 @ 0.0109	08-Mar-16	(6)
Bought CAD 4 539 Sold USD 3 390 @ 1.3389	08-Mar-16	(151)
Bought USD 500 Sold CAD 698 @ 0.7163	08-Mar-16	(6)
Bought CAD 1 268 Sold USD 950 @ 1.3351	10-Mar-16	(46)
Bought CAD 270 Sold USD 200 @ 1.3523	11-Mar-16	(6)
Bought CAD 2 687 Sold EUR 1 810 @ 1.4845	14-Mar-16	(39)
		$ (1 532)
TOTAL FOREIGN EXCHANGE		$ (1 233)

All counterparties have a credit rating of at least A.

* 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 0.40% to 0.79% and mature between January 4, 2016 and January 28, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 152 763**	$ 188 693
Cash	**113**	94
Due from investment dealers	**48**	–
Subscriptions receivable	**62**	92
Unrealized gain on foreign exchange contracts	**299**	259
Dividends receivable, interest accrued and other assets	**254**	127
TOTAL ASSETS	**153 539**	189 265
LIABILITIES		
Redemptions payable	**231**	257
Unrealized loss on foreign exchange contracts	**1 532**	729
Accounts payable and accrued expenses	**268**	354
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 031**	1 340
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 151 508**	$ 187 925
Investments at cost	**$ 166 379**	$ 198 818
NAV		
SERIES A	**$ 117 255**	$ 152 310
ADVISOR SERIES	**$ 7 118**	$ 8 644
SERIES H	**$ 11**	$ 1
SERIES D	**$ 19 256**	$ 23 082
SERIES F	**$ 4 874**	$ 2 216
SERIES I	**$ 1**	$ 1
SERIES O	**$ 2 993**	$ 1 671
NAV PER UNIT		
SERIES A	**$ 27.04**	$ 30.01
ADVISOR SERIES	**$ 27.15**	$ 30.12
SERIES H	**$ 27.08**	$ 30.15
SERIES D	**$ 29.39**	$ 32.29
SERIES F	**$ 31.96**	$ 35.03
SERIES I	**$ 32.30**	$ 35.28
SERIES O	**$ 29.89**	$ 32.44

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 3 803**	$ 3 595
Interest for distribution purposes	**45**	48
Securities lending revenue (see note 6 in the generic notes)	**90**	46
Net realized gain (loss) on investments	**(7 512)**	16 437
Net gain (loss) on foreign currencies and other net assets	**(3 714)**	(2 595)
Change in unrealized gain (loss) on investments	**(4 254)**	(22 968)
TOTAL INCOME (LOSS)	**(11 542)**	(5 437)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**3 045**	3 979
Administration fees	**338**	435
Independent Review Committee costs	**3**	3
GST/HST	**338**	442
Transaction costs	**506**	509
Withholding tax	**364**	319
TOTAL EXPENSES	**4 594**	5 687
INCREASE (DECREASE) IN NAV	**$ (16 136)**	$ (11 124)
INCREASE (DECREASE) IN NAV		
SERIES A	**$ (12 798)**	$ (8 983)
ADVISOR SERIES	**$ (765)**	$ (527)
SERIES H	**$ (100)**	$ –
SERIES D	**$ (1 935)**	$ (1 394)
SERIES F	**$ (223)**	$ (88)
SERIES I	**$ –**	$ (45)
SERIES O	**$ (315)**	$ (87)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ (2.78)**	$ (1.70)
ADVISOR SERIES	**$ (2.77)**	$ (1.69)
SERIES H	**$ (2.69)**	$ (0.63)
SERIES D	**$ (2.67)**	$ (1.45)
SERIES F	**$ (2.83)**	$ (1.47)
SERIES I	**$ (2.73)**	$ (1.45)
SERIES O	**$ (2.31)**	$ (1.01)

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (16 136)**	$ (11 124)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**7 512**	(16 437)
Change in unrealized loss (gain) on investments	**4 254**	22 968
(Increase) decrease in accrued receivables	**(127)**	2 760
Increase (decrease) in accrued payables	**(86)**	(1 271)
Cost of investments purchased	**(332 734)**	(409 704)
Proceeds on sales of investments	**357 613**	450 837
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**20 296**	38 029
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**24 397**	24 927
Cash paid on redemption of redeemable units	**(44 674)**	(62 864)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (20 277)**	$ (37 937)
Net increase (decrease) in cash for the period	**19**	92
Cash (bank overdraft), beginning of period	**94**	2
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 113**	$ 94
Interest received (paid)	**$ 45**	$ 48
Dividends received, net of withholding taxes	**$ 3 311**	$ 3 276

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 152 310**	$ 195 589	**$ 8 644**	$ 10 143	**$ 1**	$ –	**$ 23 082**	$ 25 739
INCREASE (DECREASE) IN NAV	**(12 798)**	(8 983)	**(765)**	(527)	**(100)**	–	**(1 935)**	(1 394)
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**9 636**	11 630	**2 089**	2 407	**2 094**	1	**4 244**	8 824
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(31 893)**	(45 926)	**(2 850)**	(3 379)	**(1 984)**	–	**(6 135)**	(10 088)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(22 257)**	(34 296)	**(761)**	(972)	**110**	1	**(1 891)**	(1 263)
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**(35 055)**	(43 279)	**(1 526)**	(1 499)	**10**	1	**(3 826)**	(2 657)
NAV AT END OF PERIOD	**$ 117 255**	$ 152 310	**$ 7 118**	$ 8 644	**$ 11**	$ 1	**$ 19 256**	$ 23 082

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Series I		Series O		Total	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 2 216**	$ 3 865	**$ 1**	$ 1	**$ 1 671**	$ 1 264	**$ 187 925**	$ 236 601
INCREASE (DECREASE) IN NAV	**(223)**	(88)	**–**	(45)	**(315)**	(87)	**(16 136)**	(11 124)
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**4 020**	896	**–**	248	**2 284**	959	**24 367**	24 965
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(1 139)**	(2 457)	**–**	(203)	**(647)**	(465)	**(44 648)**	(62 518)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 881**	(1 561)	**–**	45	**1 637**	494	**(20 281)**	(37 552)
Distributions from net income	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**2 658**	(1 649)	**–**	–	**1 322**	407	**(36 417)**	(48 676)
NAV AT END OF PERIOD	**$ 4 874**	$ 2 216	**$ 1**	$ 1	**$ 2 993**	$ 1 671	**$ 151 508**	$ 187 925

The accompanying notes are an integral part of these financial statements.

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.

Series H units were started in August 2014.

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 1.0% (December 31, 2014 – 1.2%) 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:

Investment mix	**December 31 2015**	December 31 2014
Oil, Gas and Consumable Fuels	**48.2**	45.2
Chemicals	**23.4**	22.1
Metals and Mining	**10.7**	17.4
Energy Equipment and Services	**5.4**	4.0
Containers and Packaging	**4.6**	3.6
Construction Materials	**4.2**	3.1
Paper and Forest Products	**1.6**	2.4
Semiconductors and Semiconductor Equipment	**1.3**	–
Commercial Services and Supplies	**–**	0.2
Cash/Other	**0.6**	2.0
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**38.5**	44.0
Euro	**10.9**	6.0
Pound sterling	**5.2**	3.0
Swiss franc	**1.3**	–
Australian dollar	**1.0**	0.5
Japanese yen	**0.7**	–
Norwegian krone	**0.7**	–
Total	**58.3**	53.5

As at December 31, 2015, 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 0.6% (December 31, 2014 – 0.5%). 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 2015	December 31 2014
MSCI World Total Return Net Index (CAD)	**+ or - 0.6**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**105 952**	**43 263**	**1 469**	**150 684**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**2 079**	**–**	**2 079**
Derivatives – assets	**–**	**299**	**–**	**299**
Derivatives – liabilities	**–**	**(1 532)**	**–**	**(1 532)**
Total financial instruments	**105 952**	**44 109**	**1 469**	**151 530**
% of total portfolio	**69.9**	**29.1**	**1.0**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

During the periods ended December 31, 2015 and 2014, the reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	December 31 2015	December 31 2014
Balance at beginning of period	**1 939**	3 539
Net purchases	**–**	–
Net sales	**–**	(82)
Net transfers in (out)	**–**	–
Realized gains (losses)	**–**	(60)
Unrealized gains (losses)	**(470)**	(1 458)
Balance at end of period	**1 469**	1 939

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, 2015, 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, 2014 – 0.1%).

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 2015	December 31 2014
Units held		
Series H	**27**	27
Series I	**31**	31
Series O	**13**	13
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, 2015 for the Fund were approximately:

Capital losses	36 885
Non-capital losses	11 441
Non-capital losses expire in:	
2035	187
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)	**2015**	2014
Series A		
Opening units	**5 075**	6 075
Issued number of units	**314**	346
Reinvested number of units	**–**	–
Redeemed number of units	**(1 053)**	(1 346)
Ending number of units	**4 336**	5 075
Advisor Series		
Opening units	**287**	314
Issued number of units	**67**	72
Reinvested number of units	**–**	–
Redeemed number of units	**(92)**	(99)
Ending number of units	**262**	287
Series H		
Opening units	**–**	–
Issued number of units	**71**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(71)**	–
Ending number of units	**–**	–
Series D		
Opening units	**715**	750
Issued number of units	**128**	244
Reinvested number of units	**–**	–
Redeemed number of units	**(188)**	(279)
Ending number of units	**655**	715
Series F		
Opening units	**63**	104
Issued number of units	**121**	23
Reinvested number of units	**–**	–
Redeemed number of units	**(32)**	(64)
Ending number of units	**152**	63
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	**52**	37
Issued number of units	**68**	28
Reinvested number of units	**–**	–
Redeemed number of units	**(20)**	(13)
Ending number of units	**100**	52

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**506**	**100**	509	100
Related-party brokerage commissions*	**14**	**3**	14	3
Commission arrangements†	**2**	**–**	11	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 2015	December 31 2014
Fair value of securities loaned	**14 891**	17 268
Fair value of collateral received	**15 189**	17 613

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 2015	December 31 2014
RBC Global Resources Class	**1.7**	0.9

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC GLOBAL TECHNOLOGY FUND

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Communications Equipment				
36 500	Alcatel S.A. ADR	$ 194	$ 193	
7 400	Ciena Corp.	216	212	
11 200	Cisco Systems Inc.	419	421	
49 200	Extreme Networks Inc.	252	279	
102 300	Oclaro Inc.	464	493	
2 400	Palo Alto Networks Inc.	596	585	
		2 141	2 183	**4.4**
Diversified Telecommunication				
2 600	Atlantic Tele-Network Inc.	249	281	
19 800	France Telecom S.A.	457	458	
8 700	Inmarsat Plc.	204	202	
5 600	Nippon Telegraph & Telephone Corp.	290	308	
		1 200	1 249	**2.5**
Electronic Equipment and Instruments				
15 900	Corning Inc.	388	402	
14 900	Fabrinet	476	491	
3 100	FEI Company	342	342	
14 400	Ingram Micro Inc.	580	605	
7 300	Jabil Circuit Inc.	230	235	
		2 016	2 075	**4.2**
Internet and Catalogue Retail				
800	Amazon.com, Inc.	370	749	
6 600	Ctrip.com International Ltd. ADR	382	424	
5 900	Netflix Inc.	854	934	
		1 606	2 107	**4.3**
Internet Software and Services				
4 200	Alibaba Group Holding Ltd. ADR	444	472	
3 100	Alphabet Inc., Class A	2 598	3 337	
13 100	Facebook Inc., Class A	1 460	1 897	
3 900	GoDaddy Inc.	166	173	
1 600	LinkedIn Corp.	511	498	
69 300	Moneysupermarket.com Group Plc.	479	519	
800	Netease.com ADR	191	201	
4 100	Verisign Inc.	455	496	
7 100	Wix.com Ltd.	240	224	
13 600	Yelp Inc.	507	542	
		7 051	8 359	**16.9**
IT Services				
5 900	Accenture Plc., Class A	$ 704	$ 853	
31 900	Altran Technologies S.A.	384	591	
4 900	Blackhawk Network Holdings Inc.	317	300	
2 200	EPAM Systems Inc.	248	239	
5 400	Fiserv Inc.	566	683	
2 700	Global Payments Inc.	237	242	
1 300	International Business Machines	247	247	
4 500	Jack Henry & Associates Inc.	446	486	
4 200	MasterCard Inc.	516	566	
6 600	Paychex Inc.	466	483	
8 500	Vantiv Inc., Class A	513	558	
4 400	Visa Inc., Class A	369	472	
		5 013	5 720	**11.6**
Real Estate Investment Trusts				
1 540	Equinix Inc. Real Estate Investment Trust	577	644	
		577	644	**1.3**
Semiconductors and Semiconductor Equipment				
29 500	Applied Materials Inc.	637	762	
5 300	ARM Holdings Plc. ADR	338	332	
3 100	Avago Technologies Ltd.	575	623	
6 000	First Solar Inc.	485	548	
28 600	Infineon Technologies AG	472	579	
13 200	Integrated Device Technology Inc.	344	481	
25 800	Intel Corp.	1 063	1 230	
5 200	JinkoSolar Holding Co. Ltd. ADR	203	199	
5 300	Lam Research Corp.	587	582	
7 700	Linear Technology Corp.	445	452	
17 200	MaxLinear Inc., Class A	287	351	
5 000	Micron Technology Inc.	114	98	
7 100	Monolithic Power Systems Inc.	465	626	
15 200	Nvidia Corp.	457	693	
3 500	NXP Semiconductor N.V.	421	408	
18 200	Rudolph Technologies Inc.	347	358	
5 700	Silicon Laboratories Inc.	406	383	
1 500	Skyworks Solutions Inc.	176	159	
15 800	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	486	497	
17 200	Teradyne Inc.	470	492	
8 800	Texas Instruments Inc.	590	667	
10 100	Xilinx Inc.	591	656	
		9 959	11 176	**22.6**

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Software				
13 600	Activision Blizzard Inc.	$ 461	$ 728	
5 100	Adobe Systems Inc.	599	663	
13 800	Callidus Software Inc.	333	356	
2 200	Citrix Systems Inc.	230	230	
6 300	Electronic Arts Inc.	559	599	
3 600	HubSpot Inc.	262	280	
3 900	Imperva Inc.	392	342	
5 600	Manhattan Associates Inc.	482	513	
38 700	Microsoft Corp.	2 414	2 970	
2 500	Mobileye N.V.	148	147	
17 100	Nuance Communications Inc.	396	470	
3 600	Red Hat Inc.	388	413	
7 600	Salesforce.com Inc.	695	824	
6 000	SAP SE ADR	595	656	
6 000	ServiceNow Inc.	648	719	
25 400	Silver Spring Networks Inc.	489	506	
6 800	Square Enix Co. Ltd.	192	227	
10 000	Take-Two Interactive Software Inc.	495	482	
28 500	The Sage Group Plc.	233	350	
2 000	Tyler Technologies Inc.	377	482	
900	Ultimate Software Group Inc.	232	243	
13 100	Zendesk Inc.	455	479	
		11 075	12 679	**25.7**
Technology Hardware, Storage and Peripherals				
13 700	Apple Inc.	1 863	1 995	
		1 863	1 995	**4.1**
Wireless Telecommunication Services				
9 100	NTT DoCoMo Inc.	215	258	
		215	258	**0.5**
TOTAL GLOBAL EQUITIES		42 716	48 445	**98.1**
SHORT-TERM INVESTMENTS*		1 052	1 065	**2.2**
TOTAL INVESTMENTS		43 768	49 510	**100.3**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	37	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(30)	**(0.1)**
TOTAL PORTFOLIO		$ 43 768	49 517	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(131)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 49 386	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought JPY 35 540 Sold USD 290 @ 122.5907	25-Jan-16	$ 8
Bought USD 165 Sold EUR 151 @ 1.0940	25-Jan-16	1
Bought USD 149 Sold GBP 100 @ 1.4879	03-Feb-16	2
Bought USD 104 Sold GBP 69 @ 1.5049	18-Feb-16	3
Bought USD 376 Sold GBP 247 @ 1.5206	22-Feb-16	16
Bought USD 114 Sold GBP 75 @ 1.5160	22-Feb-16	4
Bought USD 186 Sold EUR 170 @ 1.0956	03-Mar-16	2
Bought USD 360 Sold EUR 330 @ 1.0902	04-Mar-16	1
Bought USD 172 Sold EUR 158 @ 1.0908	10-Mar-16	–
		$ 37

Contracts	Maturity Date	Unrealized Loss
Bought USD 147 Sold JPY 18 100 @ 0.0081	25-Jan-16	$ (5)
Bought USD 234 Sold JPY 28 784 @ 0.0081	25-Jan-16	(8)
Bought USD 179 Sold JPY 22 000 @ 0.0081	25-Jan-16	(5)
Bought USD 186 Sold EUR 175 @ 1.0657	25-Jan-16	(5)
Bought USD 243 Sold JPY 29 830 @ 0.0081	18-Feb-16	(7)
		$ (30)
TOTAL FOREIGN EXCHANGE		$ 7

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 0.29% to 0.50% and mature between January 4, 2016 and January 14, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 49 510**	$ 34 656
Cash	**78**	6
Subscriptions receivable	**176**	117
Unrealized gain on foreign exchange contracts	**37**	22
Dividends receivable, interest accrued and other assets	**6**	9
TOTAL ASSETS	**49 807**	34 810
LIABILITIES		
Due to investment dealers	**191**	–
Redemptions payable	**120**	66
Unrealized loss on foreign exchange contracts	**30**	–
Accounts payable and accrued expenses	**80**	62
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**421**	128
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 49 386**	$ 34 682
Investments at cost	**$ 43 768**	$ 30 666
NAV		
SERIES A	**$ 31 990**	$ 24 620
ADVISOR SERIES	**$ 1 649**	$ 1 378
SERIES D	**$ 14 189**	$ 8 217
SERIES F	**$ 1 558**	$ 467
NAV PER UNIT		
SERIES A	**$ 3.85**	$ 3.23
ADVISOR SERIES	**$ 3.93**	$ 3.29
SERIES D	**$ 4.18**	$ 3.47
SERIES F	**$ 4.65**	$ 3.84

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 441**	$ 394
Interest for distribution purposes	**3**	1
Securities lending revenue (see note 6 in the generic notes)	**7**	8
Net realized gain (loss) on investments	**6 040**	5 569
Net gain (loss) on foreign currencies and other net assets	**(12)**	141
Change in unrealized gain (loss) on investments	**1 737**	52
TOTAL INCOME (LOSS)	**8 216**	6 165
EXPENSES (see notes – Fund Specific Information)		
Management fees	**683**	507
Administration fees	**77**	59
Independent Review Committee costs	**3**	3
GST/HST	**80**	59
Transaction costs	**104**	102
Withholding tax	**62**	45
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**1 006**	772
INCREASE (DECREASE) IN NAV	**$ 7 210**	$ 5 393
INCREASE (DECREASE) IN NAV		
SERIES A	**$ 4 904**	$ 3 842
ADVISOR SERIES	**$ 275**	$ 234
SERIES D	**$ 1 872**	$ 1 233
SERIES F	**$ 159**	$ 84
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES A	**$ 0.60**	$ 0.49
ADVISOR SERIES	**$ 0.62**	$ 0.51
SERIES D	**$ 0.69**	$ 0.58
SERIES F	**$ 0.78**	$ 0.65

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 7 210**	$ 5 393
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(6 040)**	(5 569)
Change in unrealized loss (gain) on investments	**(1 737)**	(52)
(Increase) decrease in accrued receivables	**3**	861
Increase (decrease) in accrued payables	**18**	(393)
Cost of investments purchased	**(278 750)**	(245 921)
Proceeds on sales of investments	**271 879**	242 779
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(7 417)**	(2 902)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**19 187**	14 600
Cash paid on redemption of redeemable units	**(11 698)**	(11 716)
Distributions paid to holders of redeemable units	**–**	–
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 7 489**	$ 2 884
Net increase (decrease) in cash for the period	**72**	(18)
Cash (bank overdraft), beginning of period	**6**	24
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 78**	$ 6
Interest received (paid)	**$ 3**	$ 1
Dividends received, net of withholding taxes	**$ 385**	$ 349

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 24 620**	$ 20 088	**$ 1 378**	$ 1 392	**$ 8 217**	$ 4 418
INCREASE (DECREASE) IN NAV	**4 904**	3 842	**275**	234	**1 872**	1 233
Early redemption fees	**–**	–	**–**	–	**–**	1
Proceeds from redeemable units issued	**7 680**	5 426	**406**	286	**10 042**	8 821
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–	**–**	–
Redemption of redeemable units	**(5 214)**	(4 736)	**(410)**	(534)	**(5 942)**	(6 256)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**2 466**	690	**(4)**	(248)	**4 100**	2 566
Distributions from net income	**–**	–	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**7 370**	4 532	**271**	(14)	**5 972**	3 799
NAV AT END OF PERIOD	**$ 31 990**	$ 24 620	**$ 1 649**	$ 1 378	**$ 14 189**	$ 8 217

For the periods ended December 31 (see note 2 in the generic notes)	Series F		Total	
	2015	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 467**	$ 479	**$ 34 682**	$ 26 377
INCREASE (DECREASE) IN NAV	**159**	84	**7 210**	5 393
Early redemption fees	**–**	–	**–**	1
Proceeds from redeemable units issued	**1 118**	81	**19 246**	14 614
Reinvestments of distributions to holders of redeemable units	**–**	–	**–**	–
Redemption of redeemable units	**(186)**	(177)	**(11 752)**	(11 703)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**932**	(96)	**7 494**	2 912
Distributions from net income	**–**	–	**–**	–
Distributions from net gains	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**–**	–
NET INCREASE (DECREASE) IN NAV	**1 091**	(12)	**14 704**	8 305
NAV AT END OF PERIOD	**$ 1 558**	$ 467	**$ 49 386**	$ 34 682

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	December 31 2015	December 31 2014
Software	**25.7**	24.0
Semiconductors and Semiconductor Equipment	**22.6**	22.1
Internet Software and Services	**16.9**	11.2
IT Services	**11.6**	8.4
Communications Equipment	**4.4**	8.9
Internet and Catalogue Retail	**4.3**	0.5
Electronic Equipment and Instruments	**4.2**	5.0
Technology Hardware, Storage and Peripherals	**4.1**	13.4
Other Sectors	**4.3**	4.5
Cash/Other	**1.9**	2.0
Total	**100.0**	100.0

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 2015	December 31 2014
United States dollar	**99.2**	99.0
Other currencies	**0.5**	0.2
Total	**99.7**	99.2

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI World Index – Information Technology (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**44 953**	**3 492**	**–**	**48 445**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 065**	**–**	**1 065**
Derivatives – assets	**–**	**37**	**–**	**37**
Derivatives – liabilities	**–**	**(30)**	**–**	**(30)**
Total financial instruments	**44 953**	**4 564**	**–**	**49 517**
% of total portfolio	**90.8**	**9.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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	0.20%
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, 2015 for the Fund were approximately:

Capital losses	57 407
Non-capital losses	779
Non-capital losses expire in:	
2031	360
2028	110
2026	308

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)	**2015**	2014
Series A		
Opening units	**7 634**	7 422
Issued number of units	**2 123**	1 851
Reinvested number of units	**–**	–
Redeemed number of units	**(1 446)**	(1 639)
Ending number of units	**8 311**	7 634
Advisor Series		
Opening units	**419**	504
Issued number of units	**113**	97
Reinvested number of units	**–**	–
Redeemed number of units	**(113)**	(182)
Ending number of units	**419**	419
Series D		
Opening units	**2 368**	1 532
Issued number of units	**2 566**	2 845
Reinvested number of units	**–**	–
Redeemed number of units	**(1 542)**	(2 009)
Ending number of units	**3 392**	2 368
Series F		
Opening units	**121**	150
Issued number of units	**259**	22
Reinvested number of units	**–**	–
Redeemed number of units	**(45)**	(51)
Ending number of units	**335**	121

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**104**	**100**	102	100
Related-party brokerage commissions*	**2**	**2**	2	2
Commission arrangements†	**6**	**6**	10	10

* 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 2015	December 31 2014
Fair value of securities loaned	**3 600**	2 031
Fair value of collateral received	**3 673**	2 071

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, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CORPORATE						
2 500	AltaGas Ltd.	4.600	15-Jan-18	$ 2 712	$ 2 622	
1 500	AltaGas Ltd.	4.550	17-Jan-19	1 617	1 594	
6 200	American Express Canada Credit Corp.	2.310	29-Mar-18	6 198	6 308	
15 000	Bank of Montreal	2.240	11-Dec-17	14 994	15 262	
25 300	Bank of Montreal	3.210	13-Sep-18	26 115	26 437	
16 250	Bank of Montreal	2.430	04-Mar-19	16 241	16 661	
6 500	Bank of Montreal	2.100	06-Oct-20	6 509	6 540	
12 000	Bank of Nova Scotia	2.242	22-Mar-18	12 002	12 209	
2 700	Bank of Nova Scotia	1.330	01-May-18	2 699	2 691	
7 500	Bank of Nova Scotia	2.750	13-Aug-18	7 499	7 734	
17 000	Bank of Nova Scotia	2.462	14-Mar-19	17 061	17 418	
6 500	Bank of Nova Scotia	2.400	28-Oct-19	6 558	6 638	
9 500	Bank of Nova Scotia	2.130	15-Jun-20	9 557	9 568	
16 200	Bank of Nova Scotia	2.090	09-Sep-20	16 198	16 237	
1 000	bcIMC Realty Corp.	2.650	29-Jun-17	1 000	1 020	
3 000	bcIMC Realty Corp.	2.790	02-Aug-18	3 075	3 094	
5 000	Bell Canada	1.803	22-Apr-16	5 000	5 000	
4 100	Bell Canada	5.410	26-Sep-16	4 424	4 220	
11 300	Bell Canada	4.400	16-Mar-18	12 097	11 944	
5 500	Bell Canada	4.880	26-Apr-18	6 039	5 881	
5 000	Bell Canada	3.500	10-Sep-18	5 029	5 216	
6 500	Bell Canada	3.350	18-Jun-19	6 788	6 783	
300	Bell Canada	3.250	17-Jun-20	314	313	
650	BMW Canada Inc.	2.330	23-May-18	650	660	
2 500	BMW Canada Inc.	2.330	26-Sep-18	2 499	2 542	
8 550	Caisse Centrale Desjardins	2.795	19-Nov-18	8 674	8 822	
4 200	Caisse Centrale Desjardins	2.443	17-Jul-19	4 200	4 299	
2 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	2 000	2 053	
17 400	Canadian Credit Card Trust II	1.829	24-Mar-20	17 414	17 378	
1 700	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	1 706	1 731	
11 200	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	11 214	11 398	
1 300	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	1 299	1 306	
11 000	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	11 072	11 261	
18 000	Canadian Imperial Bank of Commerce	1.850	14-Jul-20	17 965	17 978	
2 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	1 996	1 997	
3 000	Canadian Real Estate Investment Trust	3.676	24-Jul-18	3 022	3 101	
2 000	Canadian Real Estate Investment Trust	2.564	30-Nov-19	2 002	1 991	
2 000	Canadian Western Bank	2.104	26-Jun-17	2 000	2 003	
6 300	Canadian Western Bank	2.531	22-Mar-18	6 345	6 336	
3 000	Canadian Western Bank	3.077	14-Jan-19	3 024	3 060	
3 000	Canadian Western Bank	2.751	29-Jun-20	3 000	3 009	
5 000	Cards II Trust	2.155	15-Oct-20	5 000	5 038	
2 000	Choice Properties LP	3.000	20-Sep-19	1 996	2 060	
3 000	Choice Properties Real Estate Investment Trust	2.297	14-Sep-20	3 000	2 992	
3 000	Crombie Real Estate Investment Trust	3.986	31-Oct-18	3 042	3 107	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 512	
1 800	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 800	1 819	
3 000	Daimler Canada Finance Inc.	1.780	19-Aug-19	2 999	2 975	
2 800	Emera Inc.	2.960	13-Dec-16	2 799	2 836	
3 000	Enbridge Inc.	5.170	19-May-16	3 332	3 038	
5 100	Enbridge Income Fund	1.950	21-Nov-16	5 100	5 087	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
1 150	Enbridge Income Fund	2.920	14-Dec-17	$ 1 150	$ 1 166	
850	Enbridge Income Fund	4.100	22-Feb-19	913	883	
2 900	EPCOR Utilities Inc.	5.800	31-Jan-18	3 322	3 165	
4 000	First Capital Realty Inc.	4.950	30-Nov-18	4 270	4 317	
263	Ford Auto Securitization Trust	2.347	15-Apr-17	263	264	
6 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	6 744	6 701	
7 500	Ford Credit Canada Ltd.	3.320	19-Dec-17	7 618	7 667	
5 200	Ford Credit Canada Ltd.	2.939	19-Feb-19	5 214	5 276	
4 100	Ford Credit Canada Ltd.	2.923	16-Sep-20	4 100	4 115	
1 200	GE Capital Canada Funding Co.	5.680	10-Sep-19	1 405	1 370	
2 600	Genesis Trust II	2.295	15-Feb-17	2 600	2 632	
4 000	Genesis Trust II	1.675	17-Sep-18	4 000	4 012	
4 500	Genesis Trust II	2.433	15-May-19	4 507	4 611	
2 000	Genesis Trust II	1.699	15-Apr-20	2 000	1 990	
1 500	George Weston Ltd.	3.780	25-Oct-16	1 500	1 529	
4 500	Glacier Credit Card Trust	2.568	20-Sep-19	4 585	4 612	
3 600	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	3 959	3 788	
3 000	Great-West Lifeco Inc.	6.140	21-Mar-18	3 438	3 301	
3 000	Great-West Lifeco Inc.	4.650	13-Aug-20	3 350	3 365	
2 500	Greater Toronto Airports Authority	4.850	01-Jun-17	2 740	2 626	
1 700	Greater Toronto Airports Authority	5.260	17-Apr-18	1 901	1 851	
2 000	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 989	2 044	
4 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	4 000	3 985	
2 000	Honda Canada Finance Inc.	1.631	12-Aug-19	2 000	1 993	
7 000	HSBC Bank Canada	1.814	21-Jan-16	7 000	7 001	
11 500	HSBC Bank Canada	2.491	13-May-19	11 549	11 705	
15 500	HSBC Bank Canada	2.938	14-Jan-20	16 132	16 009	
5 000	HSBC Bank Canada	1.816	07-Jul-20	5 000	4 915	
2 000	HSBC Bank Canada	2.449	29-Jan-21	2 000	2 009	
4 000	Hydro One Inc.	1.620	30-Apr-20	4 000	4 007	
2 800	Inter Pipeline Ltd.	3.839	30-Jul-18	2 943	2 933	
1 655	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 049	131	
1 000	Loblaw Companies Ltd.	7.100	01-Jun-16	1 175	1 023	
8 000	Loblaw Companies Ltd.	3.748	12-Mar-19	8 214	8 465	
2 500	Manulife Bank of Canada	1.836	12-Mar-16	2 500	2 501	
4 500	Manulife Bank of Canada	1.405	27-Feb-18	4 500	4 487	
7 500	Manulife Financial Corporation	5.505	26-Jun-18	8 390	8 180	
5 200	Master Credit Card Trust	2.626	21-Jan-17	5 255	5 280	
800	Master Credit Card Trust II	2.723	21-Nov-18	800	827	
6 000	National Bank of Canada	2.019	13-Apr-17	6 004	6 061	
8 000	National Bank of Canada	2.689	21-Aug-17	8 113	8 180	
12 700	National Bank of Canada	1.951	11-Dec-17	12 700	12 839	
9 000	National Bank of Canada	2.794	09-Aug-18	9 062	9 290	
8 700	National Bank of Canada	1.742	03-Mar-20	8 655	8 647	
6 000	OMERS Realty Corp.	2.498	05-Jun-18	6 135	6 143	
2 000	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	2 045	2 064	
1 500	Rogers Communications Inc.	3.000	06-Jun-17	1 499	1 528	
4 500	Rogers Communications Inc.	2.800	13-Mar-19	4 631	4 613	
10 000	Royal Bank of Canada*	3.660	25-Jan-17	10 548	10 263	
4 000	Royal Bank of Canada*	2.580	13-Apr-17	3 997	4 070	
3 150	Royal Bank of Canada*	2.364	21-Sep-17	3 150	3 206	
3 200	Royal Bank of Canada*	2.260	12-Mar-18	3 199	3 258	
9 500	Royal Bank of Canada*	2.820	12-Jul-18	9 537	9 812	
15 000	Royal Bank of Canada*	2.770	11-Dec-18	15 161	15 510	
2 000	Royal Bank of Canada*	2.980	07-May-19	2 045	2 086	
19 000	Royal Bank of Canada*	1.920	17-Jul-20	19 007	18 995	
960	Shaw Communications Inc.	5.700	02-Mar-17	1 027	1 003	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CORPORATE (cont.)						
6 140	Shaw Communications Inc.	5.650	01-Oct-19	$ 6 976	$ 6 824	
7 000	Sun Life Financial Inc.	5.700	02-Jul-19	8 018	7 915	
2 000	Sun Life Financial Inc.	4.380	02-Mar-22	2 126	2 059	
2 000	TELUS Corp.	4.950	15-Mar-17	2 171	2 080	
6 500	TELUS Corp.	1.500	27-Mar-18	6 498	6 468	
1 750	TELUS Corp.	5.050	04-Dec-19	2 003	1 940	
3 500	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	3 491	3 594	
3 500	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	3 500	3 582	
1 000	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	1 000	997	
2 000	Thomson Reuters Corp.	3.309	12-Nov-21	2 000	2 052	
2 500	Toronto-Dominion Bank	2.433	15-Aug-17	2 500	2 549	
14 000	Toronto-Dominion Bank	2.171	02-Apr-18	14 043	14 246	
19 800	Toronto-Dominion Bank	2.447	02-Apr-19	19 879	20 315	
11 100	Toronto-Dominion Bank	1.693	02-Apr-20	11 076	11 039	
3 000	Toronto-Dominion Bank	2.621	22-Dec-21	3 075	3 066	
3 500	Toyota Credit Canada Inc.	2.750	18-Jul-18	3 500	3 603	
4 500	Toyota Credit Canada Inc.	2.480	19-Nov-19	4 527	4 617	
2 200	Toyota Credit Canada Inc.	1.800	19-Feb-20	2 198	2 199	
3 000	Toyota Credit Canada Inc.	2.050	20-May-20	3 010	3 025	
2 650	TransCanada PipeLines Ltd.	5.100	11-Jan-17	2 967	2 747	
1 500	Union Gas Ltd.	4.640	30-Jun-16	1 616	1 525	
3 000	Union Gas Ltd.	5.350	27-Apr-18	3 256	3 258	
6 000	VW Credit Canada Inc.	2.500	01-Oct-19	6 056	5 871	
2 500	VW Credit Canada Inc.	2.150	24-Jun-20	2 513	2 388	
8 250	Wells Fargo Canada Corp.	2.774	09-Feb-17	8 326	8 393	
3 500	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 526	3 619	
2 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	2 121	2 087	
2 000	Westcoast Energy Inc.	3.280	15-Jan-16	2 037	2 001	
				738 975	741 142	**58.1**
FEDERAL						
42 200	Canada Housing Trust No. 1	2.050	15-Jun-17	42 973	43 069	
23 000	Canada Housing Trust No. 1	1.700	15-Dec-17	22 962	23 444	
10 200	Canada Housing Trust No. 1	2.050	15-Jun-18	10 100	10 511	
24 400	Canada Housing Trust No. 1	2.350	15-Dec-18	25 255	25 440	
10 000	Canada Housing Trust No. 1	3.350	15-Dec-20	10 665	10 994	
20 000	Canada Housing Trust No. 1	2.650	15-Mar-22	21 671	21 376	
19 350	Government of Canada	1.500	01-Feb-17	19 529	19 563	
19 000	Government of Canada	1.250	01-Aug-17	19 256	19 230	
6 100	Government of Canada	0.750	01-Sep-20	6 019	6 106	
19 150	Government of Canada	2.750	01-Jun-22	21 256	21 188	
				199 686	200 921	**15.8**
PROVINCIAL/MUNICIPAL						
2 000	Cadillac Fairview Finance Trust	3.240	25-Jan-16	2 035	2 002	
4 500	Municipal Finance Authority of British Columbia	3.000	01-Jun-16	4 643	4 542	
18 900	Province of Alberta	1.600	15-Jun-18	18 708	19 226	
10 000	Province of British Columbia	2.250	01-Mar-19	10 178	10 386	
13 250	Province of Manitoba	4.750	11-Feb-20	15 508	15 067	
13 000	Province of New Brunswick	4.500	02-Jun-20	15 155	14 699	
14 300	Province of Ontario	4.300	08-Mar-17	15 791	14 908	
26 000	Province of Ontario	1.900	08-Sep-17	26 081	26 493	
7 800	Province of Ontario	1.435	28-Aug-18	7 800	7 809	
14 000	Province of Ontario	2.100	08-Sep-18	13 856	14 428	
28 000	Province of Ontario	2.100	08-Sep-19	27 917	28 925	
31 625	Province of Ontario	4.000	02-Jun-21	35 632	35 601	

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE SHORT-TERM INCOME POOL

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
PROVINCIAL/MUNICIPAL (cont.)						
11 200	Province of Ontario Coupon Strip	0.000	02-Jun-16	$ 11 043	$ 11 169	
45 700	Province of Quebec	4.500	01-Dec-17	49 639	48 914	
5 000	Province of Quebec	4.500	01-Dec-18	5 547	5 502	
10 000	Province of Quebec	4.500	01-Dec-20	11 474	11 441	
20 000	Province of Quebec	3.500	01-Dec-22	22 120	22 071	
				293 127	293 183	**23.0**
TOTAL BONDS				1 231 788	1 235 246	**96.9**
SHORT-TERM INVESTMENTS†				31 946	31 946	**2.5**
TOTAL INVESTMENTS				$ 1 263 734	1 267 192	**99.4**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					7 508	**0.6**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 1 274 700	**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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 267 192**	$ 1 081 636
Cash	**13**	16
Subscriptions receivable	**3 008**	1 341
Dividends receivable, interest accrued and other assets	**7 310**	5 977
TOTAL ASSETS	**1 277 523**	1 088 970
LIABILITIES		
Redemptions payable	**2 757**	1 467
Accounts payable and accrued expenses	**66**	56
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 823**	1 523
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 274 700**	$ 1 087 447
Investments at cost	**$ 1 263 734**	$ 1 078 171
NAV		
SERIES F	**$ 19 576**	$ 13 408
SERIES O	**$ 1 255 124**	$ 1 074 039
NAV PER UNIT		
SERIES F	**$ 103.88**	$ 104.02
SERIES O	**$ 104.06**	$ 104.23

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 31 531**	$ 27 296
Securities lending revenue (see note 6 in the generic notes)	**73**	61
Net realized gain (loss) on investments	**(3 005)**	(2 594)
Change in unrealized gain (loss) on investments	**(7)**	6 396
TOTAL INCOME (LOSS)	**28 592**	31 159
EXPENSES (see notes – Fund Specific Information)		
Management fees	**58**	47
Administration fees	**598**	488
Independent Review Committee costs	**3**	3
GST/HST	**63**	50
TOTAL EXPENSES	**722**	588
INCREASE (DECREASE) IN NAV	**$ 27 870**	$ 30 571
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 305**	$ 377
SERIES O	**$ 27 565**	$ 30 194
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 2.05**	$ 2.88
SERIES O	**$ 2.45**	$ 3.26

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 27 870**	$ 30 571
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Interest for distribution purposes	**(369)**	(369)
Net realized loss (gain) on investments	**3 005**	2 594
Change in unrealized loss (gain) on investments	**7**	(6 396)
(Increase) decrease in accrued receivables	**(1 333)**	(1 199)
Increase (decrease) in accrued payables	**10**	14
Cost of investments purchased	**(1 939 489)**	(1 943 190)
Proceeds on sales of investments	**1 751 290**	1 699 429
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(159 009)**	(218 546)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**656 355**	531 589
Cash paid on redemption of redeemable units	**(468 478)**	(287 266)
Distributions paid to holders of redeemable units	**(28 871)**	(25 772)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 159 006**	$ 218 551
Net increase (decrease) in cash for the period	**(3)**	5
Cash (bank overdraft), beginning of period	**16**	11
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 13**	$ 16
Interest received (paid)	**$ 29 829**	$ 25 728
Dividends received, net of withholding taxes	**$ –**	$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 13 408**	$ 12 619	**$ 1 074 039**	$ 824 737	**$ 1 087 447**	$ 837 356
INCREASE (DECREASE) IN NAV	**305**	377	**27 565**	30 194	**27 870**	30 571
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**14 762**	5 237	**643 260**	526 972	**658 022**	532 209
Reinvestments of distributions to holders of redeemable units	**104**	61	**1 923**	847	**2 027**	908
Redemption of redeemable units	**(8 643)**	(4 569)	**(461 125)**	(282 348)	**(469 768)**	(286 917)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**6 223**	729	**184 058**	245 471	**190 281**	246 200
Distributions from net income	**(360)**	(317)	**(30 538)**	(26 363)	**(30 898)**	(26 680)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(360)**	(317)	**(30 538)**	(26 363)	**(30 898)**	(26 680)
NET INCREASE (DECREASE) IN NAV	**6 168**	789	**181 085**	249 302	**187 253**	250 091
NAV AT END OF PERIOD	**$ 19 576**	$ 13 408	**$ 1 255 124**	$ 1 074 039	**$ 1 274 700**	$ 1 087 447

The accompanying notes are an integral part of these financial statements.

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 2015**	December 31 2014
AAA	**23.0**	20.8
AA	**42.4**	48.2
A	**23.4**	20.2
BBB	**11.2**	10.8
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 2015**	December 31 2014
Corporate Bonds	**58.1**	58.3
Provincial Bonds	**23.0**	20.1
Federal Bonds	**15.8**	13.9
Mortgage-Backed Securities	**–**	0.3
Cash/Other	**3.1**	7.4
Total	**100.0**	100.0

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 2015**	December 31 2014
Less than 1 year	**5.7**	10.9
1 – 5 years	**85.0**	87.1
5 – 10 years	**9.2**	2.0
> 10 years	**0.1**	–
Total	**100.0**	100.0

As at December 31, 2015, 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 2.8% (December 31, 2014 – 2.5%). 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**1 235 246**	**–**	**1 235 246**
Short-term investments	**–**	**31 946**	**–**	**31 946**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**1 267 192**	**–**	**1 267 192**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.35%

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, 2015 for the Fund were approximately:

Capital losses	19 768
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)	**2015**	2014
Series F		
Opening units	**129**	122
Issued number of units	**141**	50
Reinvested number of units	**1**	1
Redeemed number of units	**(83)**	(44)
Ending number of units	**188**	129
Series O		
Opening units	**10 304**	7 950
Issued number of units	**6 144**	5 054
Reinvested number of units	**18**	8
Redeemed number of units	**(4 404)**	(2 708)
Ending number of units	**12 062**	10 304

Securities lending revenue ($000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2015	December 31 2014
Fair value of securities loaned	**146 467**	136 979
Fair value of collateral received	**149 699**	139 719

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE CANADIAN CORPORATE BOND POOL

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
CANADIAN BONDS						
4 000	407 International Inc.	3.870	24-Nov-17	$ 3 952	$ 4 179	
2 500	407 International Inc.	3.350	16-May-24	2 498	2 683	
9 000	407 International Inc.	5.750	14-Feb-36	9 783	11 162	
5 000	407 International Inc.	4.450	15-Nov-41	4 994	5 465	
7 000	407 International Inc.	3.830	11-May-46	6 989	6 905	
928	Aéroports de Montréal	6.950	16-Apr-32	1 131	1 229	
13 000	Aéroports de Montréal	5.670	16-Oct-37	14 198	16 780	
4 500	Aéroports de Montréal	3.918	12-Jun-45	4 500	4 616	
7 000	Alimentation Couche-Tard Inc.	2.861	01-Nov-17	6 994	7 141	
470	Alliance Pipeline LP	6.765	31-Dec-25	470	542	
1 997	Alliance Pipeline LP	7.217	31-Dec-25	1 997	2 355	
5 000	AltaGas Ltd.	4.600	15-Jan-18	5 384	5 243	
4 000	AltaGas Ltd.	4.550	17-Jan-19	4 326	4 250	
7 123	AltaGas Ltd.	3.720	28-Sep-21	7 202	7 375	
3 500	AltaGas Ltd.	3.570	12-Jun-23	3 497	3 513	
8 250	AltaGas Ltd.	4.400	15-Mar-24	8 396	8 668	
6 500	AltaGas Ltd.	3.840	15-Jan-25	6 820	6 458	
7 000	AltaLink Investments LP	3.265	05-Jun-20	7 082	7 278	
8 000	AltaLink LP	3.668	06-Nov-23	8 321	8 667	
1 000	AltaLink LP	4.872	15-Nov-40	1 000	1 137	
3 000	AltaLink LP	4.462	08-Nov-41	3 000	3 220	
5 500	American Express Canada Credit Corp.	2.310	29-Mar-18	5 494	5 596	
5 000	Aon Finance NS 1 ULC	4.760	08-Mar-18	4 998	5 296	
3 000	Bank of Montreal	2.390	12-Jul-17	3 004	3 053	
15 000	Bank of Montreal	2.240	11-Dec-17	15 005	15 262	
18 000	Bank of Montreal	6.020	02-May-18	20 531	19 878	
17 850	Bank of Montreal	3.210	13-Sep-18	18 368	18 652	
15 750	Bank of Montreal	2.430	04-Mar-19	15 939	16 149	
17 900	Bank of Montreal	2.840	04-Jun-20	18 086	18 624	
2 900	Bank of Montreal	2.100	06-Oct-20	2 899	2 918	
5 000	Bank of Montreal	3.400	23-Apr-21	5 216	5 324	
6 000	Bank of Montreal	2.120	16-Mar-22	5 998	5 941	
18 000	Bank of Nova Scotia	2.370	11-Jan-18	18 259	18 344	
7 350	Bank of Nova Scotia	2.242	22-Mar-18	7 348	7 478	
4 200	Bank of Nova Scotia	1.330	01-May-18	4 199	4 187	
14 500	Bank of Nova Scotia	2.462	14-Mar-19	14 509	14 856	
15 500	Bank of Nova Scotia	2.400	28-Oct-19	15 690	15 828	
8 000	Bank of Nova Scotia	2.270	13-Jan-20	7 997	8 125	
13 100	Bank of Nova Scotia	2.130	15-Jun-20	13 146	13 193	
28 300	Bank of Nova Scotia	2.090	09-Sep-20	28 265	28 365	
13 000	Bank of Nova Scotia	3.270	11-Jan-21	13 247	13 720	
1 000	BC Tel	10.650	19-Jun-21	1 537	1 402	
4 125	BC Tel	9.650	08-Apr-22	5 567	5 704	
6 000	bcIMC Realty Corp.	2.960	07-Mar-19	5 998	6 248	
17 120	Bell Canada	4.400	16-Mar-18	18 055	18 096	
10 000	Bell Canada	4.880	26-Apr-18	10 944	10 692	
5 000	Bell Canada	3.500	10-Sep-18	4 997	5 216	
1 400	Bell Canada	3.350	18-Jun-19	1 469	1 461	
4 000	Bell Canada	3.540	12-Jun-20	4 000	4 212	
2 200	Bell Canada	3.250	17-Jun-20	2 286	2 295	
4 000	Bell Canada	4.950	19-May-21	3 985	4 486	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
10 700	Bell Canada	3.000	03-Oct-22	$ 10 657	$ 10 808	
7 500	Bell Canada	3.350	22-Mar-23	7 394	7 676	
22 105	Bell Canada	6.100	16-Mar-35	23 562	25 885	
9 000	Bell Canada	4.750	29-Sep-44	8 919	8 872	
1 200	British Columbia Ferry Services Inc.	6.250	13-Oct-34	1 267	1 601	
1 650	Brookfield Power Corp.	5.840	05-Nov-36	1 671	1 764	
2 500	Brookfield Renewable Energy Partners ULC	3.752	02-Jun-25	2 500	2 482	
5 500	Brookfield Renewable Power Inc.	6.132	30-Nov-16	5 791	5 718	
2 000	Brookfield Renewable Power Inc.	5.140	13-Oct-20	1 999	2 219	
3 000	Caisse Centrale Desjardins	2.795	19-Nov-18	3 000	3 095	
8 000	Caisse Centrale Desjardins	2.443	17-Jul-19	8 000	8 189	
7 000	Caisse Centrale Desjardins	1.748	02-Mar-20	7 000	6 955	
3 000	Calloway Real Estate Investment Trust	3.385	01-Dec-17	3 000	3 079	
4 850	Calloway Real Estate Investment Trust	3.730	22-Jul-22	4 864	5 008	
4 800	Calloway Real Estate Investment Trust	3.985	30-May-23	4 740	4 988	
3 800	Cameco Corp.	5.670	02-Sep-19	4 108	4 216	
9 350	Canadian Credit Card Trust II	1.829	24-Mar-20	9 352	9 338	
19 000	Canadian Imperial Bank of Commerce	2.350	18-Oct-17	19 064	19 348	
16 500	Canadian Imperial Bank of Commerce	2.220	07-Mar-18	16 564	16 792	
4 000	Canadian Imperial Bank of Commerce	1.700	09-Oct-18	3 998	4 020	
1 300	Canadian Imperial Bank of Commerce	2.350	24-Jun-19	1 299	1 331	
5 000	Canadian Natural Resources Ltd.	2.600	03-Dec-19	4 991	4 992	
2 000	Canadian Natural Resources Ltd.	2.890	14-Aug-20	2 000	2 013	
3 000	Canadian Pacific Railway Ltd.	5.100	14-Jan-22	2 992	3 410	
8 530	Canadian Real Estate Investment Trust	3.676	24-Jul-18	8 624	8 816	
10 000	Canadian Real Estate Investment Trust	2.564	30-Nov-19	10 010	9 956	
6 000	Canadian Real Estate Investment Trust	4.323	15-Jan-21	6 042	6 394	
4 000	Canadian Utilities Ltd.	9.400	01-May-23	5 769	5 833	
3 200	Canadian Western Bank	3.049	18-Jan-17	3 200	3 238	
5 000	Canadian Western Bank	2.104	26-Jun-17	5 000	5 007	
7 300	Canadian Western Bank	2.531	22-Mar-18	7 318	7 342	
16 700	Canadian Western Bank	3.077	14-Jan-19	16 946	17 034	
5 000	Canadian Western Bank	2.751	29-Jun-20	5 000	5 016	
4 000	Capital Desjardins Inc.	5.187	05-May-20	4 000	4 470	
2 000	Cards II Trust	2.155	15-Oct-20	2 000	2 015	
8 000	Choice Properties LP	3.000	20-Sep-19	7 994	8 240	
13 100	Choice Properties LP	3.600	20-Sep-21	13 181	13 713	
5 000	Choice Properties Real Estate Investment Trust	2.297	14-Sep-20	5 000	4 986	
3 020	Corus Entertainment Inc.	4.250	11-Feb-20	3 010	2 809	
9 545	Crombie Real Estate Investment Trust	3.986	31-Oct-18	9 640	9 885	
1 500	Daimler Canada Finance Inc.	2.280	17-Feb-17	1 500	1 512	
1 500	Daimler Canada Finance Inc.	2.270	26-Mar-18	1 500	1 516	
3 500	Daimler Canada Finance Inc.	1.420	02-Oct-18	3 499	3 460	
7 000	Daimler Canada Finance Inc.	1.780	19-Aug-19	6 998	6 942	
5 000	Dollarama Inc.	3.095	05-Nov-18	5 000	5 142	
5 212	Emera Inc.	4.830	02-Dec-19	5 732	5 725	
2 000	Enbridge Gas Distribution Inc.	3.150	22-Aug-24	1 994	2 046	
3 500	Enbridge Gas Distribution Inc.	3.310	11-Sep-25	3 499	3 582	
12 430	Enbridge Gas Distribution Inc.	5.210	25-Feb-36	13 081	14 212	
8 000	Enbridge Gas Distribution Inc.	4.000	22-Aug-44	7 626	7 791	
1 800	Enbridge Inc.	5.170	19-May-16	1 875	1 823	
1 000	Enbridge Inc.	5.570	14-Nov-35	1 125	997	
6 000	Enbridge Inc.	4.570	11-Mar-44	6 023	5 175	
6 475	Enbridge Inc. USD	4.500	10-Jun-44	6 717	6 274	
2 200	Enbridge Income Fund	2.920	14-Dec-17	2 200	2 230	
1 800	Enbridge Income Fund	4.100	22-Feb-19	1 932	1 870	
3 500	Enbridge Pipelines Inc.	4.490	12-Nov-19	3 497	3 805	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
4 000	EnerCare Solutions Inc.	4.300	30-Nov-17	$ 3 997	$ 4 149	
2 600	EnerCare Solutions Inc.	4.600	03-Feb-20	2 731	2 763	
5 000	Enmax Corp.	3.805	05-Dec-24	5 000	5 168	
9 360	EPCOR Utilities Inc.	5.800	31-Jan-18	10 341	10 216	
15 000	Fairfax Financial Holdings Ltd.	6.400	25-May-21	15 636	16 986	
1 200	First Capital Realty Inc.	4.950	30-Nov-18	1 300	1 295	
11 300	First Capital Realty Inc.	4.430	31-Jan-22	11 403	12 268	
2 000	First Capital Realty Inc.	4.790	30-Aug-24	2 137	2 189	
790	Ford Auto Securitization Trust	2.347	15-Apr-17	790	793	
3 500	Ford Credit Canada Ltd.	4.875	08-Feb-17	3 631	3 608	
12 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	12 165	12 268	
10 000	Ford Credit Canada Ltd.	2.939	19-Feb-19	10 043	10 147	
8 300	Ford Credit Canada Ltd.	2.923	16-Sep-20	8 300	8 330	
6 500	FortisAlberta Inc.	6.220	31-Oct-34	8 295	8 380	
3 000	FortisAlberta Inc.	4.110	29-Sep-44	2 999	3 027	
13 000	FortisBC Energy Inc.	5.900	26-Feb-35	14 599	16 299	
3 000	FortisBC Energy Inc.	3.375	13-Apr-45	3 000	2 674	
4 800	GE Capital Canada Funding Co.	5.530	17-Aug-17	4 708	5 127	
15 000	GE Capital Canada Funding Co.	5.680	10-Sep-19	17 347	17 128	
6 500	GE Capital Canada Funding Co.	5.730	22-Oct-37	6 342	8 260	
4 000	General Motors Financial of Canada Ltd.	3.080	22-May-20	3 998	4 008	
5 000	Genesis Trust II	1.699	15-Apr-20	5 000	4 974	
8 000	Genworth MI Canada Inc.	5.680	15-Jun-20	8 266	8 729	
2 000	George Weston Ltd.	3.780	25-Oct-16	2 000	2 038	
6 000	George Weston Ltd.	4.115	17-Jun-24	6 000	6 336	
8 000	Glacier Credit Card Trust	2.568	20-Sep-19	8 000	8 198	
4 000	Government of Canada	2.500	01-Jun-24	4 334	4 388	
5 000	Government of Canada	3.500	01-Dec-45	6 534	6 486	
7 800	Great-West Lifeco Finance Delaware LP	5.691	21-Jun-67	8 390	8 208	
8 000	Great-West Lifeco Inc.	6.140	21-Mar-18	9 301	8 802	
5 000	Great-West Lifeco Inc.	4.650	13-Aug-20	5 597	5 609	
18 000	Great-West Lifeco Inc.	6.740	24-Nov-31	22 614	23 793	
13 700	Greater Toronto Airports Authority	7.100	04-Jun-31	17 752	19 465	
8 300	Greater Toronto Airports Authority	6.980	15-Oct-32	12 119	11 782	
20 050	Greater Toronto Airports Authority	6.470	02-Feb-34	25 217	27 497	
3 000	Greater Toronto Airports Authority	5.630	07-Jun-40	3 999	3 903	
9 100	H&R Real Estate Investment Trust	3.344	20-Jun-18	9 051	9 300	
5 000	H&R Real Estate Investment Trust	4.450	02-Mar-20	5 369	5 317	
10 000	Hollis Receivables Term Trust II	1.788	26-Feb-20	9 992	9 962	
6 300	HSBC Bank Canada	3.558	04-Oct-17	6 354	6 519	
7 700	HSBC Bank Canada	2.078	26-Nov-18	7 700	7 747	
17 000	HSBC Bank Canada	2.491	13-May-19	17 018	17 302	
11 500	HSBC Bank Canada	2.938	14-Jan-20	11 515	11 878	
2 500	HSBC Bank Canada	1.816	07-Jul-20	2 500	2 457	
6 000	HSBC Bank Canada	2.449	29-Jan-21	6 000	6 028	
5 000	HSBC Bank Canada	2.908	29-Sep-21	5 000	5 109	
7 269	Hydro One Inc.	6.930	01-Jun-32	8 705	10 072	
31 900	Hydro One Inc.	5.360	20-May-36	38 613	38 364	
8 000	Hydro One Inc.	6.030	03-Mar-39	11 475	10 472	
2 500	Hydro One Inc.	4.170	06-Jun-44	2 497	2 593	
3 500	Industrial Alliance Insurance Financial Services Inc.	4.750	14-Dec-21	3 500	3 602	
5 000	Inter Pipeline Ltd.	3.448	20-Jul-20	5 091	5 239	
6 000	Inter Pipeline Ltd.	4.967	02-Feb-21	6 456	6 694	
3 000	Inter Pipeline Ltd.	3.173	24-Mar-25	3 000	2 906	
5 000	Inter Pipeline Ltd.	4.637	30-May-44	5 000	4 780	
5 000	Loblaw Companies Ltd.	3.748	12-Mar-19	5 000	5 290	
500	Loblaw Companies Ltd.	5.220	18-Jun-20	500	565	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
9 000	Loblaw Companies Ltd.	4.860	12-Sep-23	$ 9 699	$ 10 118	
3 800	Loblaw Companies Ltd.	6.450	09-Feb-28	4 151	4 713	
15 050	Loblaw Companies Ltd.	6.050	09-Jun-34	15 996	17 662	
20 050	Loblaw Companies Ltd.	5.900	18-Jan-36	20 821	23 278	
4 000	Manulife Bank of Canada	1.405	27-Feb-18	4 001	3 988	
4 000	Manulife Financial Corporation	5.505	26-Jun-18	4 499	4 362	
14 000	Manulife Financial Corporation	5.059	15-Dec-41	14 283	14 663	
4 000	National Bank of Canada	2.689	21-Aug-17	4 000	4 090	
9 000	National Bank of Canada	1.951	11-Dec-17	9 000	9 098	
7 700	National Bank of Canada	2.794	09-Aug-18	7 738	7 949	
5 600	National Bank of Canada	1.742	03-Mar-20	5 600	5 566	
11 600	National Bank of Canada	2.105	18-Mar-22	11 600	11 437	
2 400	North West Redwater Partnership	3.200	22-Jul-24	2 396	2 468	
3 946	Nova Gas Transmission Ltd.	9.900	16-Dec-24	5 117	5 981	
2 950	Nova Scotia Power Inc.	3.612	01-May-45	2 950	2 672	
3 000	Pembina Pipeline Corp.	4.890	29-Mar-21	3 000	3 297	
1 500	Pembina Pipeline Corp.	3.770	24-Oct-22	1 500	1 541	
4 000	Pembina Pipeline Corp.	3.540	03-Feb-25	3 998	3 880	
6 000	Pembina Pipeline Corp.	4.240	15-Jun-27	6 005	5 977	
1 000	Pembina Pipeline Corp.	4.750	30-Apr-43	998	902	
7 500	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	7 721	7 740	
12 000	Province of Ontario	3.500	02-Jun-24	12 586	13 218	
15 500	Province of Ontario	3.450	02-Jun-45	15 833	16 216	
11 200	Reliance LP	4.574	15-Mar-17	11 470	11 449	
11 000	Reliance LP	5.187	15-Mar-19	11 797	11 647	
2 000	Rogers Communications Inc.	2.800	13-Mar-19	2 086	2 050	
8 000	Rogers Communications Inc.	5.380	04-Nov-19	8 499	8 938	
12 500	Rogers Communications Inc.	4.700	29-Sep-20	12 988	13 768	
7 500	Rogers Communications Inc.	5.340	22-Mar-21	8 193	8 497	
5 000	Rogers Communications Inc.	4.000	13-Mar-24	4 985	5 244	
10 000	Rogers Communications Inc.	6.110	25-Aug-40	11 465	11 515	
17 000	Royal Bank of Canada*	2.364	21-Sep-17	17 063	17 305	
7 200	Royal Bank of Canada*	2.260	12-Mar-18	7 228	7 330	
18 800	Royal Bank of Canada*	2.820	12-Jul-18	18 874	19 417	
5 500	Royal Bank of Canada*	2.770	11-Dec-18	5 608	5 687	
12 100	Royal Bank of Canada*	2.350	09-Dec-19	12 098	12 356	
6 500	Royal Bank of Canada*	2.860	04-Mar-21	6 852	6 747	
2 000	Royal Bank of Canada*	1.968	02-Mar-22	1 943	1 959	
6 500	Royal Bank of Canada*	4.930	16-Jul-25	6 498	7 687	
5 750	Scotiabank Capital Trust	7.802	30-Jun-08	6 292	6 757	
4 000	Shaw Communications Inc.	5.700	02-Mar-17	4 035	4 178	
15 250	Shaw Communications Inc.	5.650	01-Oct-19	16 633	16 949	
8 000	Shaw Communications Inc.	4.350	31-Jan-24	8 012	8 376	
11 500	Shaw Communications Inc.	6.750	09-Nov-39	12 876	13 247	
2 000	Sun Life Capital Trust II	5.863	31-Dec-19	2 000	2 257	
11 450	Sun Life Financial Inc.	5.700	02-Jul-19	12 315	12 947	
7 720	Sun Life Financial Inc.	5.400	29-May-42	7 712	8 630	
2 500	Suncor Energy Inc.	3.100	26-Nov-21	2 492	2 569	
8 000	Suncor Energy Inc.	5.390	26-Mar-37	7 151	8 588	
11 700	TELUS Corp.	1.500	27-Mar-18	11 696	11 642	
6 000	TELUS Corp.	5.050	04-Dec-19	5 965	6 651	
3 000	TELUS Corp.	5.050	23-Jul-20	2 992	3 351	
9 300	TELUS Corp.	3.600	26-Jan-21	9 848	9 801	
13 000	TELUS Corp.	2.350	28-Mar-22	12 947	12 687	
21 000	TELUS Corp.	4.400	01-Apr-43	20 952	19 149	
4 100	TELUS Corp.	4.400	29-Jan-46	3 993	3 701	
3 240	Teranet Holdings LP	5.754	17-Dec-40	3 187	3 530	

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE CANADIAN CORPORATE BOND POOL

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
CANADIAN BONDS (cont.)						
1 500	Terasen Gas Inc.	5.550	25-Sep-36	$ 1 531	$ 1 821	
2 150	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	2 150	2 207	
4 650	The Manufacturers Life Insurance Co.	2.811	21-Feb-24	4 650	4 758	
1 000	The Manufacturers Life Insurance Co.	2.389	05-Jan-26	1 000	997	
6 000	The Manufacturers Life Insurance Co.	3.181	22-Nov-27	6 000	6 092	
7 500	Thomson Reuters Corp.	4.350	30-Sep-20	7 490	8 116	
7 000	Thomson Reuters Corp.	3.309	12-Nov-21	7 000	7 180	
27 400	Toronto-Dominion Bank	4.779	14-Dec-16	26 535	28 140	
8 000	Toronto-Dominion Bank	2.171	02-Apr-18	8 011	8 141	
19 450	Toronto-Dominion Bank	2.447	02-Apr-19	19 525	19 956	
6 500	Toronto-Dominion Bank	1.693	02-Apr-20	6 500	6 465	
18 000	Toronto-Dominion Bank	2.563	24-Jun-20	18 180	18 533	
25 000	Toronto-Dominion Bank	2.621	22-Dec-21	25 652	25 548	
25 750	Toronto-Dominion Bank	3.226	24-Jul-24	26 394	26 890	
2 500	Toronto Hydro Corp.	4.490	12-Nov-19	2 499	2 775	
2 000	Toronto Hydro Corp.	4.080	16-Sep-44	1 999	2 045	
7 500	Toronto Hydro Corp.	3.550	28-Jul-45	7 571	6 951	
5 000	Toyota Credit Canada Inc.	2.480	19-Nov-19	4 999	5 130	
3 500	Toyota Credit Canada Inc.	1.800	19-Feb-20	3 497	3 498	
2 000	TransCanada PipeLines Ltd.	3.690	19-Jul-23	2 000	2 116	
10 000	TransCanada PipeLines Ltd.	3.300	17-Jul-25	9 987	10 113	
13 700	TransCanada PipeLines Ltd.	5.650	20-Jun-29	15 753	15 586	
4 000	TransCanada PipeLines Ltd.	4.550	15-Nov-41	3 943	4 047	
1 000	Union Gas Ltd.	4.850	25-Apr-22	998	1 143	
4 000	Union Gas Ltd.	8.650	10-Nov-25	5 602	5 749	
2 000	Union Gas Ltd.	5.460	11-Sep-36	2 000	2 346	
2 000	Union Gas Ltd.	6.050	02-Sep-38	1 996	2 566	
2 000	Union Gas Ltd.	5.200	23-Jul-40	1 990	2 338	
1 300	Union Gas Ltd.	4.200	02-Jun-44	1 278	1 314	
5 650	VW Credit Canada Inc.	2.150	24-Jun-20	5 590	5 398	
3 300	Wells Fargo Canada Corp.	2.780	15-Nov-18	3 317	3 413	
16 000	Wells Fargo Canada Corp.	2.944	25-Jul-19	16 076	16 694	
5 000	Wells Fargo Canada Corp.	3.040	29-Jan-21	4 998	5 240	
10 409	Wells Fargo Canada Corp.	3.460	24-Jan-23	11 038	11 062	
2 000	Westcoast Energy Inc.	5.600	16-Jan-19	1 996	2 204	
8 000	Westcoast Energy Inc.	3.120	05-Dec-22	8 053	8 056	
7 500	Westcoast Energy Inc.	6.750	15-Dec-27	8 456	9 373	
TOTAL CANADIAN BONDS				1 977 546	2 031 032	**95.4**
FOREIGN BONDS						
United States						
2 500	CCO Safari II LLC	4.464	23-Jul-22	3 177	3 451	
2 910	Chesapeake Energy Corp.	8.000	15-Dec-22	3 522	1 993	
10 338	Everest Reinsurance Holdings Inc.	6.600	15-May-37	11 297	13 053	
7 560	Fidelity National Information Services Inc.	5.000	15-Mar-22	8 162	10 879	
9 500	Great-West Life & Annuity Insurance Co.	7.153	16-May-46	9 651	13 309	
2 500	Lehman Brothers Holdings Inc. CAD	4.730	01-Jun-11	1 567	198	
4 000	Lincoln National Corp.	6.050	20-Apr-67	4 484	4 331	
TOTAL FOREIGN BONDS				41 860	47 214	**2.2**
TOTAL BONDS				2 019 406	2 078 246	**97.6**
SHORT-TERM INVESTMENTS†				34 395	34 395	**1.6**
TOTAL INVESTMENTS				2 053 801	2 112 641	**99.2**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	393	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)				–	(2 474)	**(0.1)**
TOTAL PORTFOLIO				$ 2 053 801	2 110 560	**99.1**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					19 407	**0.9**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 2 129 967	**100.0**

The accompanying notes are an integral part of the financial statements.

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 300 Sold CAD 407 @ 0.7378	12-Jan-16	$ 8
Bought USD 400 Sold CAD 549 @ 0.7289	14-Jan-16	5
Bought USD 189 Sold CAD 249 @ 0.7579	03-Feb-16	12
Bought USD 16 092 Sold CAD 21 910 @ 0.7345	09-Feb-16	355
Bought USD 170 Sold CAD 226 @ 0.7521	23-Feb-16	9
Bought USD 145 Sold CAD 197 @ 0.7361	08-Mar-16	4
		$ 393

Contracts	Maturity Date	Unrealized Loss
Bought CAD 3 253 Sold USD 2 425 @ 1.3415	06-Jan-16	$ (102)
Bought USD 250 Sold CAD 349 @ 0.7162	06-Jan-16	(3)
Bought CAD 3 371 Sold USD 2 591 @ 1.3011	14-Jan-16	(214)
Bought CAD 11 662 Sold USD 8 963 @ 1.3011	20-Jan-16	(740)
Bought CAD 124 Sold USD 95 @ 1.3005	21-Jan-16	(8)
Bought CAD 3 473 Sold USD 2 600 @ 1.3358	21-Jan-16	(124)
Bought CAD 2 606 Sold USD 1 955 @ 1.3329	22-Jan-16	(99)
Bought CAD 5 027 Sold USD 3 660 @ 1.3735	04-Feb-16	(37)
Bought CAD 549 Sold USD 400 @ 1.3737	05-Feb-16	(4)
Bought CAD 203 Sold USD 150 @ 1.3513	09-Feb-16	(5)
Bought CAD 22 110 Sold USD 16 092 @ 1.3740	09-Feb-16	(155)
Bought CAD 7 346 Sold USD 5 575 @ 1.3177	10-Feb-16	(368)
Bought CAD 6 663 Sold USD 5 001 @ 1.3324	12-Feb-16	(256)
Bought CAD 1 610 Sold USD 1 184 @ 1.3597	18-Feb-16	(28)
Bought CAD 257 Sold USD 193 @ 1.3317	24-Feb-16	(10)
Bought USD 450 Sold CAD 627 @ 0.7178	24-Feb-16	(4)
Bought CAD 1 879 Sold USD 1 408 @ 1.3346	25-Feb-16	(69)
Bought CAD 2 390 Sold USD 1 797 @ 1.3303	01-Mar-16	(96)
Bought CAD 3 847 Sold USD 2 891 @ 1.3308	09-Mar-16	(152)
		$ (2 474)
TOTAL FOREIGN EXCHANGE		$ (2 081)

All counterparties have a credit rating of at least A.

* 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 0.50% to 0.85% and mature between January 4, 2016 and January 26, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 112 641**	$ 1 922 415
Cash	**3**	4
Subscriptions receivable	**1 980**	1 410
Unrealized gain on foreign exchange contracts	**393**	662
Dividends receivable, interest accrued and other assets	**18 218**	17 320
TOTAL ASSETS	**2 133 235**	1 941 811
LIABILITIES		
Redemptions payable	**711**	666
Unrealized loss on foreign exchange contracts	**2 474**	1 746
Accounts payable and accrued expenses	**83**	79
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**3 268**	2 491
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 129 967**	$ 1 939 320
Investments at cost	**$ 2 053 801**	$ 1 836 032
NAV		
SERIES F	**$ 49 479**	$ 42 717
SERIES O	**$ 2 080 488**	$ 1 896 603
NAV PER UNIT		
SERIES F	**$ 11.21**	$ 11.32
SERIES O	**$ 11.17**	$ 11.28

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ 79 634**	$ 68 952
Securities lending revenue (see note 6 in the generic notes)	**67**	43
Net realized gain (loss) on investments	**9 289**	7 730
Net gain (loss) on foreign currencies and other net assets	**(7 489)**	(4 650)
Change in unrealized gain (loss) on investments	**(28 540)**	53 230
TOTAL INCOME (LOSS)	**52 961**	125 305
EXPENSES (see notes – Fund Specific Information)		
Management fees	**232**	196
Administration fees	**656**	516
Independent Review Committee costs	**3**	3
GST/HST	**90**	74
TOTAL EXPENSES	**981**	789
INCREASE (DECREASE) IN NAV	**$ 51 980**	$ 124 516
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 867**	$ 2 723
SERIES O	**$ 51 113**	$ 121 793
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 0.21**	$ 0.76
SERIES O	**$ 0.28**	$ 0.83

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 51 980**	$ 124 516
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(9 289)**	(7 730)
Change in unrealized loss (gain) on investments	**28 540**	(53 230)
(Increase) decrease in accrued receivables	**(898)**	(4 014)
Increase (decrease) in accrued payables	**4**	19
Cost of investments purchased	**(2 319 358)**	(2 247 598)
Proceeds on sales of investments	**2 110 878**	1 822 219
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(138 143)**	(365 818)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**798 772**	652 848
Cash paid on redemption of redeemable units	**(586 635)**	(221 470)
Distributions paid to holders of redeemable units	**(73 995)**	(65 616)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 138 142**	$ 365 762
Net increase (decrease) in cash for the period	**(1)**	(56)
Cash (bank overdraft), beginning of period	**4**	60
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 3**	$ 4
Interest received (paid)	**$ 78 736**	$ 64 938
Dividends received, net of withholding taxes	**$ –**	$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 42 717**	$ 36 346	**$ 1 896 603**	$ 1 412 211	**$ 1 939 320**	$ 1 448 557
INCREASE (DECREASE) IN NAV	**867**	2 723	**51 113**	121 793	**51 980**	124 516
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**22 294**	17 241	**777 048**	636 327	**799 342**	653 568
Reinvestments of distributions to holders of redeemable units	**642**	462	**4 384**	1 777	**5 026**	2 239
Redemption of redeemable units	**(15 599)**	(12 695)	**(571 081)**	(209 010)	**(586 680)**	(221 705)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**7 337**	5 008	**210 351**	429 094	**217 688**	434 102
Distributions from net income	**(1 442)**	(1 360)	**(77 579)**	(66 495)	**(79 021)**	(67 855)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 442)**	(1 360)	**(77 579)**	(66 495)	**(79 021)**	(67 855)
NET INCREASE (DECREASE) IN NAV	**6 762**	6 371	**183 885**	484 392	**190 647**	490 763
NAV AT END OF PERIOD	**$ 49 479**	$ 42 717	**$ 2 080 488**	$ 1 896 603	**$ 2 129 967**	$ 1 939 320

The accompanying notes are an integral part of these financial statements.

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 2015	December 31 2014
AAA	**2.2**	0.7
AA	**26.3**	31.3
A	**30.2**	27.9
BBB	**40.9**	37.9
BB	**0.3**	1.4
B	**0.1**	0.8
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 2015	December 31 2014
Canadian Bonds	**95.4**	93.8
Foreign Bonds	**2.2**	3.8
Cash/Other	**2.4**	2.4
Total	**100.0**	100.0

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 2015	December 31 2014
Less than 1 year	**3.1**	2.6
1 – 5 years	**49.4**	51.4
5 – 10 years	**21.7**	21.6
> 10 years	**25.8**	24.4
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 5.9%). 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**2 078 246**	**–**	**2 078 246**
Short-term investments	**–**	**34 395**	**–**	**34 395**
Derivatives – assets	**–**	**393**	**–**	**393**
Derivatives – liabilities	**–**	**(2 474)**	**–**	**(2 474)**
Total financial instruments	**–**	**2 110 560**	**–**	**2 110 560**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.50%

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 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, 2015 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)	**2015**	2014
Series F		
Opening units	**3 772**	3 325
Issued number of units	**1 956**	1 537
Reinvested number of units	**56**	41
Redeemed number of units	**(1 372)**	(1 131)
Ending number of units	**4 412**	3 772
Series O		
Opening units	**168 089**	129 647
Issued number of units	**68 517**	57 001
Reinvested number of units	**389**	159
Redeemed number of units	**(50 784)**	(18 718)
Ending number of units	**186 211**	168 089

Securities lending revenue ($000s) (see note 6 in the generic notes)

Fair value of securities on loan and collateral received as at:

	December 31 2015	December 31 2014
Fair value of securities loaned	**127 509**	65 563
Fair value of collateral received	**130 065**	66 874

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 2015	December 31 2014
RBC Bond Fund	**12.7**	–
RBC Private Canadian Bond Pool	–	17.0
Total	**12.7**	17.0

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE INCOME POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
2 819	Canadian Tire Corp. Ltd., Class A	$ 339	$ 333	
33 000	Magna International Inc., Class A	812	1 852	
14 984	Quebecor Inc., Class B	265	508	
21 764	Shaw Communications Inc., Class B	424	518	
		1 840	3 211	**3.6**
Consumer Staples				
9 901	Loblaw Companies Ltd.	393	647	
12 500	Maple Leaf Foods Inc.	132	297	
		525	944	**1.0**
Energy				
10 986	AltaGas Ltd.	330	339	
40 357	ARC Resources Ltd.	961	674	
35 081	Bonavista Energy Corp.	750	64	
46 492	Canadian Natural Resources Ltd.	1 680	1 405	
23 141	Cenovus Energy Inc.	723	405	
41 569	Enbridge Inc.	1 408	1 912	
38 100	Encana Corp.	828	268	
21 100	Enerflex Ltd.	312	280	
17 600	Gibson Energy Inc.	364	243	
21 953	Husky Energy Inc.	588	314	
12 700	Keyera Corp.	263	511	
35 500	Newalta Inc.	496	124	
19 373	Pembina Pipeline Corp.	729	584	
65 664	Pengrowth Energy Corp.	622	67	
24 900	Secure Energy Services Inc.	392	208	
41 100	Suncor Energy Inc.	1 415	1 468	
40 839	TransCanada Corp.	1 704	1 846	
31 500	Trinidad Drilling Ltd.	283	67	
17 224	Veresen Inc.	243	153	
9 338	Vermilion Energy Inc.	436	351	
		14 527	11 283	**12.5**
Financials				
35 600	Bank of Montreal	1 830	2 780	
51 749	Bank of Nova Scotia	2 482	2 896	
11 474	Boardwalk Real Estate Investment Trust	673	544	
23 318	Brookfield Asset Management Inc., Class A	405	1 018	
49 900	Brookfield Property Partners LP	791	1 608	
30 312	Canadian Imperial Bank of Commerce	2 128	2 764	
10 163	Canadian Real Estate Investment Trust	293	427	
19 000	CI Financial Corp.	328	581	
98 051	Manulife Financial Corporation	1 651	2 034	
18 700	Power Corporation of Canada	535	541	
32 300	Sun Life Financial Inc.	874	1 394	
61 620	Toronto-Dominion Bank	1 893	3 342	
		13 883	19 929	**22.0**
Health Care				
37 762	Chartwell Retirement Residences Real Estate Investment Trust	$ 233	$ 480	
		233	480	**0.5**
Industrials				
23 900	Black Diamond Group Ltd.	325	174	
16 000	CAE Inc.	168	246	
28 200	Canadian National Railway Co.	1 261	2 181	
3 100	Canadian Pacific Railway Ltd.	235	548	
24 410	Russel Metals Inc.	493	392	
		2 482	3 541	**3.9**
Materials				
19 000	Agnico Eagle Mines Ltd.	658	691	
12 047	Agrium Inc.	1 031	1 490	
43 600	Goldcorp Inc.	1 574	697	
4 700	Methanex Corp.	330	215	
22 300	Potash Corporation of Saskatchewan Inc.	1 044	529	
11 501	Teck Resources Ltd., Class B	417	61	
		5 054	3 683	**4.1**
Telecommunication Services				
19 661	BCE Inc.	524	1 051	
10 471	Rogers Communications Inc., Class B	372	500	
27 600	TELUS Corp.	775	1 056	
		1 671	2 607	**2.9**
Utilities				
51 700	Algonquin Power & Utilities Corp.	232	564	
7 047	Atco Ltd., Class I, Non-Voting	334	252	
1 222	Brookfield Infrastructure Partners LP	52	64	
12 044	Brookfield Renewable Energy Partners LP	195	437	
15 489	Canadian Utilities Ltd., Class A	353	495	
13 146	Emera Inc.	415	568	
16 900	Fortis Inc.	486	632	
166 000	TransAlta Renewables Inc.	1 964	1 721	
		4 031	4 733	**5.2**
TOTAL EQUITIES		44 246	50 411	**55.7**

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
1 200	407 International Inc.	5.750	14-Feb-36	$ 1 232	$ 1 488	
800	Bell Canada	3.540	12-Jun-20	789	842	
1 200	Bell Canada	6.100	16-Mar-35	1 367	1 405	
1 200	Calloway Real Estate Investment Trust	3.985	30-May-23	1 203	1 248	
1 200	Canadian Real Estate Investment Trust	3.676	24-Jul-18	1 200	1 241	
700	Enbridge Gas Distribution Inc.	3.310	11-Sep-25	700	717	
620	Enbridge Inc.	4.570	11-Mar-44	637	535	
1 200	Fairfax Financial Holdings Ltd.	6.400	25-May-21	1 204	1 359	
1 200	First Capital Realty Inc.	4.430	31-Jan-22	1 183	1 303	
1 000	Ford Credit Canada Ltd.	3.320	19-Dec-17	1 000	1 022	
1 200	Genesis Trust II	2.433	15-May-19	1 207	1 230	
1 200	Genworth MI Canada Inc.	5.680	15-Jun-20	1 199	1 309	
1 100	Greater Toronto Airports Authority	6.980	15-Oct-32	1 536	1 561	
1 200	H&R Real Estate Investment Trust	3.344	20-Jun-18	1 174	1 226	
1 200	HSBC Bank Canada	1.816	07-Jul-20	1 200	1 180	
1 200	Inter Pipeline Ltd.	4.967	02-Feb-21	1 229	1 339	
1 200	Loblaw Companies Ltd.	6.450	09-Feb-28	1 247	1 488	
1 260	Merrill Lynch & Co. Inc. CAD	5.290	30-May-22	1 215	1 295	
1 200	Pembina Pipeline Corp.	4.890	29-Mar-21	1 255	1 319	
1 200	Penske Truck Leasing Canada Inc.	3.650	01-Feb-18	1 241	1 238	
1 200	Reliance LP	4.574	15-Mar-17	1 216	1 227	
1 200	Rogers Communications Inc.	5.340	22-Mar-21	1 220	1 359	
1 200	Rogers Communications Inc.	6.110	25-Aug-40	1 345	1 382	
1 000	Shaw Communications Inc.	5.650	01-Oct-19	1 032	1 111	
1 200	Sun Life Financial Inc.	5.700	02-Jul-19	1 310	1 357	
1 200	TELUS Corp.	5.050	04-Dec-19	1 210	1 330	
920	The Manufacturers Life Insurance Co.	2.926	29-Nov-23	920	945	
500	Toronto-Dominion Bank	2.447	02-Apr-19	500	513	
1 200	TransCanada PipeLines Ltd.	5.650	20-Jun-29	1 225	1 365	
800	Union Gas Ltd.	6.050	02-Sep-38	886	1 027	
1 200	Westcoast Energy Inc.	3.120	05-Dec-22	1 200	1 208	
TOTAL BONDS				35 082	37 169	**41.1**
SHORT-TERM INVESTMENTS*				3 168	3 168	**3.5**
TOTAL INVESTMENTS				$ 82 496	90 748	**100.3**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					(276)	**(0.3)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 90 472	**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 0.50% to 0.85% and mature between January 4, 2016 and January 25, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 90 748**	$ 246 983
Cash	**27**	14
Subscriptions receivable	**–**	142
Dividends receivable, interest accrued and other assets	**598**	1 442
TOTAL ASSETS	**91 373**	248 581
LIABILITIES		
Redemptions payable	**183**	102
Distributions payable	**700**	–
Accounts payable and accrued expenses	**18**	30
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**901**	132
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 90 472**	$ 248 449
Investments at cost	**$ 82 496**	$ 211 725
NAV		
SERIES T	**$ –**	$ 104 136
SERIES F	**$ 28 483**	$ 40 362
SERIES O	**$ 61 989**	$ 103 951
NAV PER UNIT		
SERIES T	**$ –**	$ 178.63
SERIES F	**$ 174.56**	$ 188.89
SERIES O	**$ 173.99**	$ 188.24

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 3 814**	$ 4 149
Interest for distribution purposes	**3 470**	4 441
Other income (loss)	**189**	104
Securities lending revenue (see note 6 in the generic notes)	**17**	22
Net realized gain (loss) on investments	**14 964**	7 798
Net gain (loss) on foreign currencies and other net assets	**(2)**	(2)
Change in unrealized gain (loss) on investments	**(27 006)**	5 234
TOTAL INCOME (LOSS)	**(4 554)**	21 746
EXPENSES (see notes – Fund Specific Information)		
Management fees	**186**	212
Administration fees	**95**	116
Independent Review Committee costs	**3**	3
GST/HST	**26**	29
Transaction costs	**77**	63
TOTAL EXPENSES	**387**	423
INCREASE (DECREASE) IN NAV	**$ (4 941)**	$ 21 323
INCREASE (DECREASE) IN NAV		
SERIES T	**$ –**	$ 7 266
SERIES F	**$ (1 593)**	$ 3 571
SERIES O	**$ (2 622)**	$ 10 486
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES T	**$ –**	$ 15.79
SERIES F	**$ (5.83)**	$ 15.61
SERIES O	**$ (4.66)**	$ 16.50

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (4 941)**	$ 21 323
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(14 964)**	(7 798)
Change in unrealized loss (gain) on investments	**27 006**	(5 234)
(Increase) decrease in accrued receivables	**844**	236
Increase (decrease) in accrued payables	**(12)**	(3)
Cost of investments purchased	**(344 133)**	(350 269)
Proceeds on sales of investments	**488 326**	401 576
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**152 126**	59 831
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**47 860**	61 646
Cash paid on redemption of redeemable units	**(193 243)**	(112 571)
Distributions paid to holders of redeemable units	**(6 730)**	(8 895)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (152 113)**	$ (59 820)
Net increase (decrease) in cash for the period	**13**	11
Cash (bank overdraft), beginning of period	**14**	3
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 27**	$ 14
Interest received (paid)	**$ 4 134**	$ 4 577
Dividends received, net of withholding taxes	**$ 4 182**	$ 4 354

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 104 136**	$ 82 036	**$ 40 362**	$ 44 772	**$ 103 951**	$ 160 056	**$ 248 449**	$ 286 864
INCREASE (DECREASE) IN NAV	**(726)**	7 266	**(1 593)**	3 571	**(2 622)**	10 486	**(4 941)**	21 323
Early redemption fees	**–**	–	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**22 531**	38 187	**5 443**	2 278	**19 744**	21 300	**47 718**	61 765
Reinvestments of distributions to holders of redeemable units	**–**	–	**135**	154	**53**	50	**188**	204
Redemption of redeemable units	**(122 911)**	(19 653)	**(14 643)**	(9 121)	**(55 770)**	(83 834)	**(193 324)**	(112 608)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(100 380)**	18 534	**(9 065)**	(6 689)	**(35 973)**	(62 484)	**(145 418)**	(50 639)
Distributions from net income	**(3 030)**	(3 182)	**(1 221)**	(1 292)	**(3 367)**	(4 107)	**(7 618)**	(8 581)
Distributions from net gains	**–**	–	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	(518)	**–**	–	**–**	–	**–**	(518)
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(3 030)**	(3 700)	**(1 221)**	(1 292)	**(3 367)**	(4 107)	**(7 618)**	(9 099)
NET INCREASE (DECREASE) IN NAV	**(104 136)**	22 100	**(11 879)**	(4 410)	**(41 962)**	(56 105)	**(157 977)**	(38 415)
NAV AT END OF PERIOD	**$ –**	$ 104 136	**$ 28 483**	$ 40 362	**$ 61 989**	$ 103 951	**$ 90 472**	$ 248 449

The accompanying notes are an integral part of these financial statements.

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 41.1% (December 31, 2014 – 42.8%) 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 2015**	December 31 2014
AAA	**3.3**	1.9
AA	**1.4**	18.4
A	**17.2**	18.5
BBB	**78.1**	61.2
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 2015**	December 31 2014
Bonds	**41.1**	42.8
Financials	**22.0**	20.4
Energy	**12.5**	13.5
Utilities	**5.2**	4.0
Materials	**4.1**	3.7
Industrials	**3.9**	3.5
Consumer Discretionary	**3.6**	2.7
Telecommunication Services	**2.9**	2.3
Consumer Staples	**1.0**	1.0
Health Care	**0.5**	0.4
Cash/Other	**3.2**	5.7
Total	**100.0**	100.0

Interest rate risk (%)

Fixed-income and debt securities, excluding short-term investments, comprise 41.1% (December 31, 2014 – 42.8%) 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 2015**	December 31 2014
Less than 1 year	**–**	1.9
1 – 5 years	**43.4**	51.5
5 – 10 years	**29.0**	25.4
> 10 years	**27.6**	21.2
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 2.4%). 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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**50 411**	**–**	**–**	**50 411**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**37 169**	**–**	**37 169**
Short-term investments	**–**	**3 168**	**–**	**3 168**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**50 411**	**40 337**	**–**	**90 748**
% of total portfolio	**55.6**	**44.4**	**–**	**100.0**

Please see the generic notes at the back of the financial statements.

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	0.50%

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 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, 2015 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)	**2015**	2014
Series F		
Opening units	**214**	250
Issued number of units	**29**	12
Reinvested number of units	**1**	1
Redeemed number of units	**(81)**	(49)
Ending number of units	**163**	214
Series O		
Opening units	**552**	894
Issued number of units	**105**	114
Reinvested number of units	**–**	–
Redeemed number of units	**(301)**	(456)
Ending number of units	**356**	552

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**77**	**100**	63	100
Related-party brokerage commissions*	**2**	**3**	10	16
Commission arrangements†	**22**	**29**	2	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 2015	December 31 2014
Fair value of securities loaned	**9 468**	7 663
Fair value of collateral received	**9 657**	7 816

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE CANADIAN DIVIDEND POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
EQUITIES				
Consumer Discretionary				
471 987	Magna International Inc., Class A	$ 14 627	$ 26 488	
413 212	Quebecor Inc., Class B	11 910	14 000	
752 640	Shaw Communications Inc., Class B	17 348	17 913	
551 306	Thomson Corp.	23 203	28 894	
		67 088	87 295	**4.3**
Consumer Staples				
424 614	Alimentation Couche-Tard Inc.	14 236	25 863	
98 279	George Weston Ltd.	9 876	10 510	
281 700	Jean Coutu Group, Class A	5 012	5 045	
588 433	Loblaw Companies Ltd.	30 465	38 448	
550 297	Maple Leaf Foods Inc.	8 259	13 075	
194 474	Saputo Group Inc.	5 927	6 437	
		73 775	99 378	**4.8**
Energy				
587 859	ARC Resources Ltd.	12 592	9 817	
772 849	Bonavista Energy Corp.	12 423	1 408	
1 588 926	Canadian Natural Resources Ltd.	55 801	48 018	
1 176 285	Cenovus Energy Inc.	28 410	20 585	
1 168 408	Enbridge Inc.	45 777	53 747	
458 600	Enbridge Income Fund Holdings Inc.	14 949	12 855	
961 849	Encana Corp.	18 286	6 762	
273 585	Gibson Energy Inc.	6 035	3 781	
967 550	Husky Energy Inc.	27 536	13 846	
821 797	Imperial Oil Ltd.	33 018	37 047	
164 417	Keyera Corp.	6 761	6 619	
842 638	Pembina Pipeline Corp.	29 684	25 406	
1 467 799	Pengrowth Energy Corp.	10 135	1 497	
936 066	PrairieSky Royalty Ltd.	28 451	20 519	
190 435	ShawCor Ltd.	8 632	5 346	
1 707 290	Suncor Energy Inc.	61 061	60 984	
1 465 065	TransCanada Corp.	62 749	66 206	
484 914	Veresen Inc.	6 600	4 296	
		468 900	398 739	**19.4**
Financials				
475 771	Allied Properties Real Estate Investment Trust	16 068	15 020	
1 029 930	Bank of Montreal	63 403	80 417	
1 888 026	Bank of Nova Scotia	99 736	105 673	
1 860 082	Brookfield Asset Management Inc., Class A	49 249	81 193	
62 939	Brookfield Asset Management Inc., Preferred Series 8, 3.000%	1 494	923	
384 900	Brookfield Asset Management Inc., Preferred Series 44, 5.000%	9 623	10 046	
989 728	Brookfield Property Partners LP	20 920	31 889	
761 342	Canadian Imperial Bank of Commerce	60 223	69 427	
Financials (cont.)				
371 481	Canadian Real Estate Investment Trust	$ 14 169	$ 15 624	
881 701	Choice Properties Real Estate Investment Trust	9 982	10 404	
668 985	CI Financial Corp.	16 640	20 471	
32 197	Fairfax Financial Holdings Ltd.	15 101	21 151	
488 488	Fiera Capital Corp.	5 944	5 539	
530 520	First Capital Realty Inc.	9 467	9 735	
166 510	Intact Financial Corp.	9 793	14 766	
29 177	InterRent Real Estate Investment Trust	181	191	
2 564 074	Manulife Financial Corporation	50 427	53 179	
341 906	National Bank of Canada	14 565	13 782	
308 585	Onex Corporation	17 079	26 174	
449 200	Plaza Retail Real Estate Investment Trust	1 954	2 111	
1 308 818	Power Corporation of Canada	35 478	37 877	
1 853 472	Royal Bank of Canada*	111 542	137 435	
193 280	Smart Real Estate Investment Trust	5 371	5 835	
799 793	Sun Life Financial Inc.	27 238	34 511	
2 531 680	Toronto-Dominion Bank	102 605	137 318	
		768 252	940 691	**45.9**
Health Care				
784 429	Chartwell Retirement Residences Real Estate Investment Trust	6 778	9 962	
		6 778	9 962	**0.5**
Industrials				
1 166 671	Canadian National Railway Co.	58 010	90 242	
196 942	Canadian Pacific Railway Ltd.	24 651	34 806	
364 813	Finning International Inc.	8 136	6 815	
243 754	Russel Metals Inc.	5 109	3 917	
616 800	Westshore Terminals Investment Corp.	7 078	7 186	
		102 984	142 966	**7.0**
Information Technology				
164 000	DH Corp.	5 059	5 186	
		5 059	5 186	**0.3**
Materials				
319 900	Agnico Eagle Mines Ltd.	11 588	11 635	
70 399	Agrium Inc.	7 097	8 706	
709 200	Goldcorp Inc.	11 532	11 340	
98 800	Methanex Corp.	4 845	4 515	
1 063 048	Potash Corporation of Saskatchewan Inc.	37 542	25 194	
		72 604	61 390	**3.0**
Telecommunication Services				
548 646	BCE Inc.	19 916	29 331	
390 438	Rogers Communications Inc., Class B	15 473	18 632	
756 381	TELUS Corp.	22 714	28 939	
		58 103	76 902	**3.7**

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE CANADIAN DIVIDEND POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
867 800	Algonquin Power & Utilities Corp.	$ 8 678	$ 9 468	
546 579	Atco Ltd., Class I, Non-Voting	16 494	19 513	
204 378	Brookfield Infrastructure Partners LP	10 307	10 705	
553 574	Brookfield Renewable Energy Partners LP	15 767	20 078	
32 087	Brookfield Renewable Power Inc., Preferred Series 2, 1.729 %	776	464	
473 172	Canadian Utilities Ltd., Class A	16 936	15 113	
526 703	Fortis Inc.	17 933	19 704	
643 835	Northland Power Inc.	10 353	12 014	
636 505	TransAlta Corp.	6 570	3 125	
		103 814	110 184	**5.4**
TOTAL EQUITIES		1 727 357	1 932 693	**94.3**

Par Value (000s)	Security	Coupon Rate %	Maturity	Cost	Fair Value	% of Net Assets
BONDS						
5 200	Element Financial Corp., Convertible	4.250	30-Jun-20	$ 5 200	$ 5 344	
9 500	Emera Inc., Convertible	4.000	29-Sep-25	3 164	3 273	
TOTAL BONDS				8 364	8 617	**0.4**
SHORT-TERM INVESTMENTS†						
35 000	Bank of Nova Scotia			34 978	34 978	
17 708	Canadian Imperial Bank of Commerce			17 700	17 700	
2 646	Government of Canada Treasury Bills			2 644	2 644	
33 000	National Bank of Canada			32 979	32 979	
17 000	Toronto-Dominion Bank			16 990	16 990	
TOTAL SHORT-TERM INVESTMENTS				105 291	105 291	**5.1**
TOTAL INVESTMENTS				$ 1 841 012	2 046 601	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					3 808	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS					$ 2 050 409	**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 0.44% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 2 046 601**	$ 1 575 566
Cash	**1 139**	117
Subscriptions receivable	**2 634**	1 454
Dividends receivable, interest accrued and other assets	**5 940**	3 387
TOTAL ASSETS	**2 056 314**	1 580 524
LIABILITIES		
Due to investment dealers	**3 692**	–
Redemptions payable	**2 078**	350
Accounts payable and accrued expenses	**135**	115
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**5 905**	465
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 2 050 409**	$ 1 580 059
Investments at cost	**$ 1 841 012**	$ 1 217 644
NAV		
SERIES F	**$ 37 126**	$ 38 814
SERIES O	**$ 2 013 283**	$ 1 541 245
NAV PER UNIT		
SERIES F	**$ 37.28**	$ 40.35
SERIES O	**$ 37.75**	$ 40.86

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 56 056**	$ 36 958
Interest for distribution purposes	**1 573**	1 642
Other income (loss)	**1 452**	932
Securities lending revenue (see note 6 in the generic notes)	**120**	112
Net realized gain (loss) on investments	**(2 891)**	23 732
Net gain (loss) on foreign currencies and other net assets	**(28)**	(6)
Change in unrealized gain (loss) on investments	**(152 333)**	106 551
TOTAL INCOME (LOSS)	**(96 051)**	169 921
EXPENSES (see notes – Fund Specific Information)		
Management fees	**214**	220
Administration fees	**1 110**	840
Independent Review Committee costs	**3**	3
GST/HST	**125**	99
Transaction costs	**886**	358
TOTAL EXPENSES	**2 338**	1 520
INCREASE (DECREASE) IN NAV	**$ (98 389)**	$ 168 401
INCREASE (DECREASE) IN NAV		
SERIES F	**$ (2 205)**	$ 4 818
SERIES O	**$ (96 184)**	$ 163 583
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ (2.38)**	$ 4.61
SERIES O	**$ (2.14)**	$ 4.90

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (98 389)**	$ 168 401
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**2 891**	(23 732)
Change in unrealized loss (gain) on investments	**152 333**	(106 551)
(Increase) decrease in accrued receivables	**(2 553)**	(624)
Increase (decrease) in accrued payables	**20**	(3 831)
Cost of investments purchased	**(4 577 092)**	(2 841 608)
Proceeds on sales of investments	**3 954 525**	2 552 392
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(568 265)**	(255 553)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**945 105**	541 404
Cash paid on redemption of redeemable units	**(337 629)**	(256 511)
Distributions paid to holders of redeemable units	**(38 189)**	(29 445)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 569 287**	$ 255 448
Net increase (decrease) in cash for the period	**1 022**	(105)
Cash (bank overdraft), beginning of period	**117**	222
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1 139**	$ 117
Interest received (paid)	**$ 1 602**	$ 1 615
Dividends received, net of withholding taxes	**$ 54 926**	$ 37 293

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 38 814**	$ 40 430	**$ 1 541 245**	$ 1 115 421	**$ 1 580 059**	$ 1 155 851
INCREASE (DECREASE) IN NAV	**(2 205)**	4 818	**(96 184)**	163 583	**(98 389)**	168 401
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**16 186**	6 062	**930 099**	535 643	**946 285**	541 705
Reinvestments of distributions to holders of redeemable units	**270**	212	**14 848**	8 137	**15 118**	8 349
Redemption of redeemable units	**(15 071)**	(11 839)	**(324 286)**	(244 614)	**(339 357)**	(256 453)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 385**	(5 565)	**620 661**	299 166	**622 046**	293 601
Distributions from net income	**(868)**	(869)	**(52 439)**	(36 925)	**(53 307)**	(37 794)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(868)**	(869)	**(52 439)**	(36 925)	**(53 307)**	(37 794)
NET INCREASE (DECREASE) IN NAV	**(1 688)**	(1 616)	**472 038**	425 824	**470 350**	424 208
NAV AT END OF PERIOD	**$ 37 126**	$ 38 814	**$ 2 013 283**	$ 1 541 245	**$ 2 050 409**	$ 1 580 059

The accompanying notes are an integral part of these financial statements.

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)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	**December 31 2015**	December 31 2014
Financials	**45.9**	42.9
Energy	**19.4**	21.0
Industrials	**7.0**	6.0
Utilities	**5.4**	4.4
Consumer Staples	**4.8**	3.4
Consumer Discretionary	**4.3**	5.2
Telecommunication Services	**3.7**	3.9
Materials	**3.0**	3.6
Health Care	**0.5**	–
Information Technology	**0.3**	0.3
Cash/Other	**5.7**	9.3
Total	**100.0**	100.0

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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ or - 0.8**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 935 966**	**–**	**–**	**1 935 966**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**5 344**	**–**	**5 344**
Short-term investments	**–**	**105 291**	**–**	**105 291**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 935 966**	**110 635**	**–**	**2 046 601**
% of total portfolio	**94.6**	**5.4**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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, 2015 for the Fund were approximately:

Capital losses	4 008
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)	**2015**	2014
Series F		
Opening units	**962**	1 104
Issued number of units	**410**	155
Reinvested number of units	**7**	5
Redeemed number of units	**(383)**	(302)
Ending number of units	**996**	962
Series O		
Opening units	**37 720**	30 105
Issued number of units	**23 382**	13 501
Reinvested number of units	**387**	204
Redeemed number of units	**(8 151)**	(6 090)
Ending number of units	**53 338**	37 720

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**886**	**100**	358	100
Related-party brokerage commissions*	**91**	**10**	57	16
Commission arrangements†	**58**	**7**	22	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 2015	December 31 2014
Fair value of securities loaned	**122 671**	104 352
Fair value of collateral received	**125 125**	106 439

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 2015	December 31 2014
RBC Canadian Dividend Class	**5.5**	6.7

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
140 230	Magna International Inc., Class A	$ 7 937	$ 7 870	
		7 937	7 870	**3.8**
Consumer Staples				
123 570	Loblaw Companies Ltd.	8 888	8 074	
		8 888	8 074	**3.9**
Energy				
131 330	AltaGas Ltd.	5 211	4 058	
224 630	ARC Resources Ltd.	5 475	3 750	
196 490	Enbridge Inc.	8 117	9 039	
258 280	Pembina Pipeline Corp.	12 289	7 787	
220 220	Vermilion Energy Inc.	10 159	8 282	
448 250	Whitecap Resources Inc.	6 262	4 066	
		47 513	36 982	**17.7**
Financials				
256 310	Allied Properties Real Estate Investment Trust	8 267	8 092	
152 520	Bank of Nova Scotia	7 900	8 537	
197 200	Brookfield Asset Management Inc., Class A	8 634	8 608	
43 980	Canadian Imperial Bank of Commerce	3 409	4 011	
277 810	Cominar Real Estate Investment Trust	5 115	4 087	
502 160	Element Financial Corp.	8 618	8 386	
244 320	Great-West Lifeco Inc.	7 327	8 436	
93 070	Intact Financial Corp.	7 529	8 253	
397 070	Manulife Financial Corporation	5 509	8 235	
207 460	National Bank of Canada	7 759	8 363	
112 480	Royal Bank of Canada*	6 660	8 340	
150 490	Toronto-Dominion Bank	6 087	8 163	
		82 814	91 511	**43.7**
Health Care				
79 650	Concordia Healthcare Corp.	5 585	4 503	
		5 585	4 503	**2.1**
Industrials				
44 750	Canadian Pacific Railway Ltd.	10 441	7 909	
95 110	WSP Global Inc.	3 396	4 043	
		13 837	11 952	**5.7**
Information Technology				
7 082	Constellation Software Inc.	887	4 085	
265 250	DH Corp.	7 718	8 387	
		8 605	12 472	**5.9**
Materials				
18 128	CCL Industries, Class B	3 291	4 067	
247 990	Chemtrade Logistics Income Fund	4 893	4 429	
		8 184	8 496	**4.1**
Telecommunication Services				
152 510	BCE Inc.	$ 6 083	$ 8 153	
207 360	TELUS Corp.	7 363	7 934	
		13 446	16 087	**7.7**
Utilities				
196 940	Emera Inc.	7 053	8 514	
		7 053	8 514	**4.1**
TOTAL CANADIAN EQUITIES		203 862	206 461	**98.7**
SHORT-TERM INVESTMENTS†		1 743	1 743	**0.8**
TOTAL INVESTMENTS		$ 205 605	208 204	**99.5**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 123	**0.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 209 327	**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 0.46% to 0.48% and mature between March 24, 2016 and April 7, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 208 204**	$ 261 214
Cash	**172**	43
Subscriptions receivable	**379**	254
Dividends receivable, interest accrued and other assets	**751**	789
TOTAL ASSETS	**209 506**	262 300
LIABILITIES		
Due to investment dealers	**–**	134
Redemptions payable	**158**	312
Accounts payable and accrued expenses	**21**	25
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**179**	471
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 209 327**	$ 261 829
Investments at cost	**$ 205 605**	$ 227 843
NAV		
SERIES F	**$ 3 781**	$ 5 630
SERIES O	**$ 205 546**	$ 256 199
NAV PER UNIT		
SERIES F	**$ 19.16**	$ 21.66
SERIES O	**$ 19.17**	$ 21.67

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 545**	$ 8 738
Interest for distribution purposes	**9**	20
Other income (loss)	**574**	531
Securities lending revenue (see note 6 in the generic notes)	**59**	66
Net realized gain (loss) on investments	**2 940**	14 721
Net gain (loss) on foreign currencies and other net assets	**(5)**	(1)
Change in unrealized gain (loss) on investments	**(30 772)**	(4 014)
TOTAL INCOME (LOSS)	**(18 650)**	20 061
EXPENSES (see notes – Fund Specific Information)		
Management fees	**38**	45
Administration fees	**221**	228
Independent Review Committee costs	**3**	3
GST/HST	**22**	22
Transaction costs	**147**	160
TOTAL EXPENSES	**431**	458
INCREASE (DECREASE) IN NAV	**$ (19 081)**	$ 19 603
INCREASE (DECREASE) IN NAV		
SERIES F	**$ (403)**	$ 442
SERIES O	**$ (18 678)**	$ 19 161
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ (1.80)**	$ 1.51
SERIES O	**$ (1.63)**	$ 1.69

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (19 081)**	$ 19 603
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(2 940)**	(14 721)
Change in unrealized loss (gain) on investments	**30 772**	4 014
(Increase) decrease in accrued receivables	**38**	52
Increase (decrease) in accrued payables	**(4)**	134
Cost of investments purchased	**(123 741)**	(171 510)
Proceeds on sales of investments	**148 785**	154 777
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**33 829**	(7 651)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**44 339**	54 441
Cash paid on redemption of redeemable units	**(69 866)**	(38 801)
Distributions paid to holders of redeemable units	**(8 173)**	(7 990)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (33 700)**	$ 7 650
Net increase (decrease) in cash for the period	**129**	(1)
Cash (bank overdraft), beginning of period	**43**	44
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 172**	$ 43
Interest received (paid)	**$ 10**	$ 20
Dividends received, net of withholding taxes	**$ 9 157**	$ 9 322

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 5 630**	$ 6 454	**$ 256 199**	$ 228 185	**$ 261 829**	$ 234 639
INCREASE (DECREASE) IN NAV	**(403)**	442	**(18 678)**	19 161	**(19 081)**	19 603
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**230**	223	**44 234**	54 465	**44 464**	54 688
Reinvestments of distributions to holders of redeemable units	**60**	66	**637**	1 399	**697**	1 465
Redemption of redeemable units	**(1 595)**	(1 377)	**(68 117)**	(37 734)	**(69 712)**	(39 111)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(1 305)**	(1 088)	**(23 246)**	18 130	**(24 551)**	17 042
Distributions from net income	**(141)**	(178)	**(8 729)**	(9 277)	**(8 870)**	(9 455)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(141)**	(178)	**(8 729)**	(9 277)	**(8 870)**	(9 455)
NET INCREASE (DECREASE) IN NAV	**(1 849)**	(824)	**(50 653)**	28 014	**(52 502)**	27 190
NAV AT END OF PERIOD	**$ 3 781**	$ 5 630	**$ 205 546**	$ 256 199	**$ 209 327**	$ 261 829

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**43.7**	35.2
Energy	**17.7**	22.1
Telecommunication Services	**7.7**	7.8
Information Technology	**5.9**	5.9
Industrials	**5.7**	7.2
Materials	**4.1**	6.1
Utilities	**4.1**	6.3
Consumer Staples	**3.9**	–
Consumer Discretionary	**3.8**	8.0
Health Care	**2.1**	–
Cash/Other	**1.3**	1.4
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**0.8**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**206 461**	**–**	**–**	**206 461**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**1 743**	**–**	**1 743**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**206 461**	**1 743**	**–**	**208 204**
% of total portfolio	**99.2**	**0.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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, 2015 for the Fund were approximately:

Capital losses	2 451
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)	**2015**	2014
Series F		
Opening units	**260**	311
Issued number of units	**11**	11
Reinvested number of units	**3**	3
Redeemed number of units	**(77)**	(65)
Ending number of units	**197**	260
Series O		
Opening units	**11 821**	10 994
Issued number of units	**2 140**	2 511
Reinvested number of units	**31**	64
Redeemed number of units	**(3 272)**	(1 748)
Ending number of units	**10 720**	11 821

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**147**	**100**	160	100
Related-party brokerage commissions*	**13**	**9**	18	11
Commission arrangements†	**16**	**11**	108	68

* 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 2015	December 31 2014
Fair value of securities loaned	**28 642**	58 882
Fair value of collateral received	**29 215**	60 060

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
146 120	Canadian Tire Corp. Ltd., Class A	$ 17 971	$ 17 266	
1 458 300	DHX Media Ltd.	11 993	12 352	
330 000	Gildan Activewear Inc., Class A	12 650	12 982	
609 955	Hudson's Bay Co.	12 455	11 040	
818 332	Magna International Inc., Class A	47 718	45 925	
472 168	Quebecor Inc., Class B	13 494	15 997	
450 000	Restaurant Brands International Inc.	22 202	23 281	
1 020 868	Shaw Communications Inc., Class B	26 689	24 297	
501 288	Thomson Corp.	22 722	26 273	
		187 894	189 413	**6.0**
Consumer Staples				
641 646	Alimentation Couche-Tard Inc.	19 568	39 083	
190 000	George Weston Ltd.	19 874	20 319	
485 745	Loblaw Companies Ltd.	29 383	31 739	
969 667	Maple Leaf Foods Inc.	18 784	23 039	
598 200	Metro Inc., Class A	20 797	23 174	
		108 406	137 354	**4.4**
Energy				
430 963	AltaGas Ltd.	17 595	13 317	
2 153 608	ARC Resources Ltd.	52 960	35 964	
1 714 519	Cameco Corp.	31 333	29 267	
2 107 863	Canadian Natural Resources Ltd.	82 022	63 700	
2 056 008	Cenovus Energy Inc.	54 033	35 980	
699 089	Crescent Point Energy Corp.	20 924	11 269	
1 939 708	Enbridge Inc.	103 950	89 227	
1 412 217	Encana Corp.	22 800	9 928	
1 474 000	Gibson Energy Inc.	35 234	20 371	
1 329 388	Husky Energy Inc.	37 711	19 024	
400 000	Imperial Oil Ltd.	17 093	18 032	
325 200	Keyera Corp.	13 225	13 093	
1 567 000	Newalta Inc.	23 382	5 469	
1 477 156	Pembina Pipeline Corp.	57 316	44 536	
963 015	PrairieSky Royalty Ltd.	28 678	21 109	
2 436 765	Suncor Energy Inc.	96 865	87 041	
1 976 393	TransCanada Corp.	102 269	89 313	
2 505 879	Veresen Inc.	31 584	22 202	
224 100	Vermilion Energy Inc.	11 107	8 428	
		840 081	637 270	**20.2**
Financials				
533 277	Allied Properties Real Estate Investment Trust	18 825	16 836	
884 797	Bank of Montreal	66 978	69 085	
2 186 063	Bank of Nova Scotia	142 291	122 354	
552 300	Boardwalk Real Estate Investment Trust	32 674	26 207	
1 699 003	Brookfield Asset Management Inc., Class A	65 637	74 161	
1 504 291	Brookfield Property Partners LP	36 607	48 468	
Financials (cont.)				
1 066 100	Canaccord Genuity Group Inc.	$ 7 449	$ 5 448	
551 124	Canadian Imperial Bank of Commerce	54 101	50 257	
579 511	Canadian Real Estate Investment Trust	26 048	24 374	
859 550	CI Financial Corp.	27 943	26 302	
1 791 673	Cominar Real Estate Investment Trust	29 385	26 356	
1 065 400	Dream Unlimited Corp.	9 270	7 745	
1 210 267	Element Financial Corp.	19 292	20 211	
21 635	Fairfax Financial Holdings Ltd.	12 679	14 212	
1 342 450	H&R Real Estate Investment Trust	27 757	26 916	
305 754	Intact Financial Corp.	25 577	27 114	
3 927 091	Manulife Financial Corporation	84 190	81 448	
733 500	National Bank of Canada	32 535	29 567	
163 014	Onex Corporation	10 759	13 827	
1 228 846	Power Corporation of Canada	36 710	35 563	
2 831 499	Royal Bank of Canada*	214 049	209 956	
1 013 192	Sun Life Financial Inc.	40 180	43 719	
2 166 608	Toronto-Dominion Bank	116 457	117 517	
		1 137 393	1 117 643	**35.5**
Health Care				
1 344 499	Chartwell Retirement Residences Real Estate Investment Trust	15 604	17 075	
		15 604	17 075	**0.5**
Industrials				
1 000 000	Air Canada	10 758	10 210	
522 300	Black Diamond Group Ltd.	14 517	3 792	
861 566	CAE Inc.	11 840	13 225	
1 383 441	Canadian National Railway Co.	100 377	107 009	
369 495	Canadian Pacific Railway Ltd.	74 076	65 301	
875 979	Finning International Inc.	20 003	16 363	
100 872	Progressive Waste Solutions Ltd.	2 768	3 288	
625 000	Russel Metals Inc.	17 708	10 044	
184 900	SNC-Lavalin Group Inc.	7 798	7 603	
831 200	TransForce Inc.	20 821	19 625	
615 629	WestJet Airlines Ltd.	16 576	12 534	
		297 242	268 994	**8.5**
Information Technology				
610 967	BlackBerry Ltd.	7 360	7 845	
844 200	Celestica Inc.	11 942	12 916	
545 773	CGI Group Inc., Class A	25 145	30 236	
(2 000)	CGI Group Inc., Class A, Written Call @ 58.00 January 15, 2016	(192)	(42)	
130 250	Open Text Corp.	7 483	8 641	
		51 738	59 596	**1.9**

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE CANADIAN EQUITY POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Materials				
377 036	Agnico Eagle Mines Ltd.	$ 14 953	$ 13 713	
371 452	Agrium Inc.	40 300	45 937	
1 685 377	B2Gold Corp.	4 350	2 360	
172 384	Barrick Gold Corp.	2 910	1 765	
666 637	Detour Gold Corp.	8 849	9 606	
1 507 005	Eldorado Gold Corp.	9 474	6 179	
864 066	First Quantum Minerals Ltd.	17 420	4 476	
160 825	Franco-Nevada Corp.	9 707	10 180	
1 082 408	Goldcorp Inc.	30 044	17 308	
503 766	Mountain Province Diamonds Inc.	2 578	1 995	
166 751	Osisko Gold Royalties Ltd.	2 511	2 279	
1 806 327	Potash Corporation of Saskatchewan Inc.	61 310	42 810	
492 837	Primero Mining Corp.	3 435	1 538	
768 943	Semafo Inc.	3 660	2 699	
337 725	Silver Wheaton Corp.	8 666	5 809	
614 200	Tahoe Resources Inc.	10 613	7 352	
1 603 271	Teck Resources Ltd., Class B	24 741	8 561	
1 955 955	Torex Gold Resources Inc.	3 204	2 465	
		258 725	187 032	**5.9**
Telecommunication Services				
669 876	BCE Inc.	33 640	35 812	
546 782	Rogers Communications Inc., Class B	23 736	26 092	
1 540 015	TELUS Corp.	61 925	58 921	
		119 301	120 825	**3.9**
Utilities				
2 148 300	Algonquin Power & Utilities Corp.	19 599	23 438	
37 100	Brookfield Renewable Energy Partners LP	1 262	1 346	
640 088	Canadian Utilities Ltd., Class A	24 111	20 444	
644 700	Capital Power Corp.	14 596	11 456	
433 500	Emera Inc.	17 037	18 740	
1 105 055	Fortis Inc.	40 799	41 340	
1 466 600	TransAlta Corp.	8 730	7 201	
		126 134	123 965	**4.0**
Other				
2 310 000	iShares S&P/TSX 60 Index Fund	48 553	44 398	
		48 553	44 398	**1.4**
TOTAL CANADIAN EQUITIES		3 191 071	2 903 565	**92.2**

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
16 036 565	RBC Canadian Small & Mid-Cap Resources Fund*	$ 189 311	$ 84 697	
TOTAL MUTUAL FUND UNITS		189 311	84 697	**2.7**
SHORT-TERM INVESTMENTS†		151 435	151 435	**4.8**
TOTAL INVESTMENTS		$3 531 817	3 139 697	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			9 617	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$3 149 314	**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 0.50% to 0.85% and mature between January 4, 2016 and January 29, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 3 139 697**	$ 2 444 455
Cash	**559**	275
Due from investment dealers	**–**	350
Subscriptions receivable	**1 566**	433
Dividends receivable, interest accrued and other assets	**9 911**	5 089
TOTAL ASSETS	**3 151 733**	2 450 602
LIABILITIES		
Due to investment dealers	**2 018**	2 965
Redemptions payable	**217**	35
Accounts payable and accrued expenses	**184**	151
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 419**	3 151
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 3 149 314**	$ 2 447 451
Investments at cost	**$ 3 531 817**	$ 2 498 145
NAV		
SERIES F	**$ 14 710**	$ 15 774
SERIES O	**$ 3 134 604**	$ 2 431 677
NAV PER UNIT		
SERIES F	**$ 20.68**	$ 23.29
SERIES O	**$ 20.78**	$ 23.41

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 85 550**	$ 29 621
Interest for distribution purposes	**986**	411
Other income (loss)	**3 757**	368
Other income received from underlying funds	**2 579**	3 045
Securities lending revenue (see note 6 in the generic notes)	**275**	82
Capital gains received from underlying funds	**–**	8 771
Net realized gain (loss) on investments	**2 015**	35 875
Net gain (loss) on foreign currencies and other net assets	**(62)**	(12)
Change in unrealized gain (loss) on investments	**(338 430)**	(106 432)
TOTAL INCOME (LOSS)	**(243 330)**	(28 271)
EXPENSES (see notes – Fund Specific Information)		
Management fees	**85**	91
Administration fees	**1 739**	700
Independent Review Committee costs	**3**	3
GST/HST	**182**	77
Transaction costs	**3 642**	1 570
TOTAL EXPENSES	**5 651**	2 441
INCREASE (DECREASE) IN NAV	**$ (248 981)**	$ (30 712)
INCREASE (DECREASE) IN NAV		
SERIES F	**$ (1 353)**	$ 1 844
SERIES O	**$ (247 628)**	$ (32 556)
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ (2.11)**	$ (1.25)
SERIES O	**$ (1.96)**	$ (0.63)

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (248 981)**	$ (30 712)
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(2 015)**	(35 875)
Change in unrealized loss (gain) on investments	**338 430**	106 432
(Increase) decrease in accrued receivables	**(4 822)**	(4 809)
Increase (decrease) in accrued payables	**33**	2 489
Cost of investments purchased	**(6 058 728)**	(3 987 180)
Proceeds on sales of investments	**5 026 474**	1 791 098
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(949 609)**	(2 158 557)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 133 068**	2 344 367
Cash paid on redemption of redeemable units	**(172 268)**	(171 319)
Distributions paid to holders of redeemable units	**(10 907)**	(14 240)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 949 893**	$ 2 158 808
Net increase (decrease) in cash for the period	**284**	251
Cash (bank overdraft), beginning of period	**275**	24
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 559**	$ 275
Interest received (paid)	**$ 1 002**	$ 360
Dividends received, net of withholding taxes	**$ 84 469**	$ 25 581

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 15 774**	$ 16 297	**$ 2 431 677**	$ 302 820	**$ 2 447 451**	$ 319 117
INCREASE (DECREASE) IN NAV	**(1 353)**	1 844	**(247 628)**	(32 556)	**(248 981)**	(30 712)
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**6 518**	3 042	**1 127 683**	2 341 532	**1 134 201**	2 344 574
Reinvestments of distributions to holders of redeemable units	**126**	165	**91 255**	62 619	**91 381**	62 784
Redemption of redeemable units	**(5 932)**	(4 945)	**(166 518)**	(166 343)	**(172 450)**	(171 288)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**712**	(1 738)	**1 052 420**	2 237 808	**1 053 132**	2 236 070
Distributions from net income	**(341)**	(293)	**(84 802)**	(25 823)	**(85 143)**	(26 116)
Distributions from net gains	**(82)**	(336)	**(17 063)**	(50 572)	**(17 145)**	(50 908)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(423)**	(629)	**(101 865)**	(76 395)	**(102 288)**	(77 024)
NET INCREASE (DECREASE) IN NAV	**(1 064)**	(523)	**702 927**	2 128 857	**701 863**	2 128 334
NAV AT END OF PERIOD	**$ 14 710**	$ 15 774	**$ 3 134 604**	$ 2 431 677	**$ 3 149 314**	$ 2 447 451

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**36.0**	32.8
Energy	**20.5**	21.2
Industrials	**8.6**	10.7
Consumer Discretionary	**6.1**	5.4
Materials	**6.0**	8.1
Consumer Staples	**4.5**	2.6
Telecommunication Services	**4.0**	3.8
Utilities	**4.0**	1.6
Information Technology	**1.9**	2.8
Health Care	**0.6**	1.0
Cash/Other	**7.8**	10.0
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX Capped Composite Total Return Index	**+ or -**	**1.0**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**2 903 565**	**–**	**–**	**2 903 565**
Mutual fund units	**84 697**	**–**	**–**	**84 697**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**151 435**	**–**	**151 435**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**2 988 262**	**151 435**	**–**	**3 139 697**
% of total portfolio	**95.2**	**4.8**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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%

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Canadian Small & Mid-Cap Resources Fund	**2.7**	**30.1**	5.0	29.8

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series F		
Opening units	**677**	751
Issued number of units	**290**	129
Reinvested number of units	**6**	7
Redeemed number of units	**(262)**	(210)
Ending number of units	**711**	677
Series O		
Opening units	**103 860**	13 950
Issued number of units	**50 074**	94 166
Reinvested number of units	**4 207**	2 696
Redeemed number of units	**(7 328)**	(6 952)
Ending number of units	**150 813**	103 860

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**3 642**	**100**	1 570	100
Related-party brokerage commissions*	**374**	**10**	216	14
Commission arrangements†	**322**	**9**	96	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 2015	December 31 2014
Fair value of securities loaned	**245 108**	181 744
Fair value of collateral received	**250 010**	185 379

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 2015	December 31 2014
RBC Canadian Equity Class	**0.5**	0.6
RBC Select Aggressive Growth Portfolio	**3.2**	3.2
RBC Select Balanced Portfolio	**32.9**	31.6
RBC Select Conservative Portfolio	**24.8**	26.4
RBC Select Growth Portfolio	**12.9**	13.2
RBC Select Very Conservative Portfolio	**7.4**	7.4
Total	**81.7**	82.4

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
91 500	Amaya Inc.	$ 2 415	$ 1 595	
81 700	AutoCanada Inc.	1 822	1 973	
114 800	BRP Inc.	3 376	2 282	
166 800	Gildan Activewear Inc., Class A	3 780	6 562	
65 100	Imax Corp.	1 688	3 201	
		13 081	15 613	**8.7**
Consumer Staples				
107 595	Alimentation Couche-Tard Inc.	1 457	6 554	
78 300	Loblaw Companies Ltd.	3 887	5 116	
207 000	Maple Leaf Foods Inc.	3 088	4 918	
		8 432	16 588	**9.3**
Energy				
495 700	Canadian Energy Services & Technology Corp.	2 944	1 923	
193 753	Canadian Natural Resources Ltd.	6 889	5 855	
164 100	Cenovus Energy Inc.	3 358	2 872	
103 700	Enbridge Inc.	4 690	4 771	
357 900	MEG Energy Corp.	7 612	2 871	
494 400	Nuvista Energy Ltd.	3 566	2 013	
101 700	Pembina Pipeline Corp.	4 142	3 067	
212 400	Seven Generations Energy Ltd.	3 937	2 863	
		37 138	26 235	**14.7**
Financials				
153 200	Bank of Montreal	12 395	11 962	
198 288	Bank of Nova Scotia	11 378	11 098	
90 200	CI Financial Corp.	2 990	2 760	
249 000	Element Financial Corp.	3 157	4 158	
108 300	IGM Financial Inc.	5 240	3 827	
50 252	Intact Financial Corp.	3 214	4 456	
354 800	Manulife Financial Corporation	6 007	7 359	
224 138	Toronto-Dominion Bank	8 180	12 157	
		52 561	57 777	**32.3**
Industrials				
1 489 500	Bombardier Inc., Class B	2 467	1 996	
260 600	CAE Inc.	3 631	4 000	
53 248	Canadian National Railway Co.	2 614	4 119	
35 100	Canadian Pacific Railway Ltd.	6 673	6 203	
116 100	Stantec Inc.	4 219	3 985	
		19 604	20 303	**11.3**
Information Technology				
112 221	CGI Group Inc., Class A	3 591	6 217	
7 300	Constellation Software Inc.	1 073	4 211	
279 900	Mitel Networks Corp.	3 391	2 987	
99 400	Open Text Corp.	4 446	6 594	
		12 501	20 009	**11.2**
Materials				
8 800	CCL Industries, Class B	$ 1 985	$ 1 974	
255 973	Goldcorp Inc.	6 884	4 093	
362 000	HudBay Minerals Inc.	3 534	1 922	
800 400	New Gold Inc.	5 326	2 577	
85 300	West Fraser Timber Co. Ltd.	4 559	4 481	
		22 288	15 047	**8.4**
TOTAL CANADIAN EQUITIES		165 605	171 572	**95.9**
SHORT-TERM INVESTMENTS*		6 876	6 876	**3.8**
TOTAL INVESTMENTS		$ 172 481	178 448	**99.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			601	**0.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 179 049	**100.0**

* Short-term investments, which may be made up of treasury bills, commercial paper, term deposits and discount notes, and earn interest at a rate of 0.46% and mature on February 11, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 178 448**	$ 219 249
Cash	**5**	5
Due from investment dealers	**708**	–
Subscriptions receivable	**20**	287
Dividends receivable, interest accrued and other assets	**282**	192
TOTAL ASSETS	**179 463**	219 733
LIABILITIES		
Due to investment dealers	**144**	–
Redemptions payable	**256**	97
Accounts payable and accrued expenses	**14**	16
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**414**	113
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 179 049**	$ 219 620
Investments at cost	**$ 172 481**	$ 184 757
NAV		
SERIES F	**$ 5 611**	$ 7 007
SERIES O	**$ 173 438**	$ 212 613
NAV PER UNIT		
SERIES F	**$ 182.83**	$ 213.33
SERIES O	**$ 184.12**	$ 215.22

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 4 112**	$ 3 546
Interest for distribution purposes	**47**	64
Securities lending revenue (see note 6 in the generic notes)	**36**	19
Net realized gain (loss) on investments	**9 994**	12 251
Net gain (loss) on foreign currencies and other net assets	**11**	(1)
Change in unrealized gain (loss) on investments	**(28 525)**	2 837
TOTAL INCOME (LOSS)	**(14 325)**	18 716
EXPENSES (see notes – Fund Specific Information)		
Management fees	**49**	56
Administration fees	**111**	109
Independent Review Committee costs	**3**	3
GST/HST	**16**	17
Transaction costs	**305**	197
TOTAL EXPENSES	**484**	382
INCREASE (DECREASE) IN NAV	**$ (14 809)**	$ 18 334
INCREASE (DECREASE) IN NAV		
SERIES F	**$ (493)**	$ 638
SERIES O	**$ (14 316)**	$ 17 696
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ (16.51)**	$ 16.75
SERIES O	**$ (14.80)**	$ 18.75

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (14 809)**	$ 18 334
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(9 994)**	(12 251)
Change in unrealized loss (gain) on investments	**28 525**	(2 837)
(Increase) decrease in accrued receivables	**(90)**	(38)
Increase (decrease) in accrued payables	**(2)**	2
Cost of investments purchased	**(184 620)**	(155 952)
Proceeds on sales of investments	**206 326**	139 537
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**25 336**	(13 205)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**48 400**	53 237
Cash paid on redemption of redeemable units	**(59 821)**	(36 808)
Distributions paid to holders of redeemable units	**(13 915)**	(3 236)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (25 336)**	$ 13 193
Net increase (decrease) in cash for the period	**–**	(12)
Cash (bank overdraft), beginning of period	**5**	17
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 5**	$ 5
Interest received (paid)	**$ 53**	$ 62
Dividends received, net of withholding taxes	**$ 4 016**	$ 3 510

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 7 007**	$ 7 536	**$ 212 613**	$ 180 460	**$ 219 620**	$ 187 996
INCREASE (DECREASE) IN NAV	**(493)**	638	**(14 316)**	17 696	**(14 809)**	18 334
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**510**	123	**47 623**	53 285	**48 133**	53 408
Reinvestments of distributions to holders of redeemable units	**132**	14	**968**	205	**1 100**	219
Redemption of redeemable units	**(1 129)**	(1 245)	**(58 851)**	(35 637)	**(59 980)**	(36 882)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(487)**	(1 108)	**(10 260)**	17 853	**(10 747)**	16 745
Distributions from net income	**(62)**	(59)	**(3 722)**	(3 396)	**(3 784)**	(3 455)
Distributions from net gains	**(354)**	–	**(10 877)**	–	**(11 231)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(416)**	(59)	**(14 599)**	(3 396)	**(15 015)**	(3 455)
NET INCREASE (DECREASE) IN NAV	**(1 396)**	(529)	**(39 175)**	32 153	**(40 571)**	31 624
NAV AT END OF PERIOD	**$ 5 611**	$ 7 007	**$ 173 438**	$ 212 613	**$ 179 049**	$ 219 620

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
Financials	**32.3**	28.4
Energy	**14.7**	16.2
Industrials	**11.3**	6.1
Information Technology	**11.2**	9.1
Consumer Staples	**9.3**	7.7
Consumer Discretionary	**8.7**	13.5
Materials	**8.4**	11.4
Health Care	**–**	3.7
Cash/Other	**4.1**	3.9
Total	**100.0**	100.0

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 2015	December 31 2014
S&P/TSX Capped Composite Total Return Index	**+ or - 1.0**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**171 572**	**–**	**–**	**171 572**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**6 876**	**–**	**6 876**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**171 572**	**6 876**	**–**	**178 448**
% of total portfolio	**96.1**	**3.9**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

December 31, 2015

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 Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series F		
Opening units	**33**	38
Issued number of units	**2**	1
Reinvested number of units	**1**	–
Redeemed number of units	**(5)**	(6)
Ending number of units	**31**	33
Series O		
Opening units	**988**	905
Issued number of units	**232**	249
Reinvested number of units	**5**	1
Redeemed number of units	**(283)**	(167)
Ending number of units	**942**	988

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**305**	**100**	197	100
Related-party brokerage commissions*	**51**	**17**	23	12
Commission arrangements†	**7**	**2**	5	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 2015	December 31 2014
Fair value of securities loaned	**12 899**	18 828
Fair value of collateral received	**13 157**	19 205

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
CANADIAN EQUITIES				
Consumer Discretionary				
44 694	Amaya Inc.	$ 1 358	$ 779	
17 666	Cara Operations Ltd.	415	543	
28 575	Cineplex Inc.	1 210	1 359	
20 286	Cogeco Cable Inc.	1 375	1 253	
60 474	Hudson's Bay Co.	1 456	1 095	
27 836	Linamar Corp.	1 071	2 080	
49 000	Quebecor Inc., Class B	1 268	1 660	
12 700	Uni-Select Inc.	853	870	
		9 006	9 639	**8.2**
Consumer Staples				
69 800	Cott Corporation	1 043	1 064	
74 587	Empire Co. Ltd., Class A	1 910	1 920	
25 287	George Weston Ltd.	2 314	2 704	
64 493	Maple Leaf Foods Inc.	1 254	1 532	
		6 521	7 220	**6.2**
Energy				
85 566	Advantage Oil & Gas Ltd.	605	602	
46 300	AltaGas Ltd.	1 411	1 431	
139 900	ARC Resources Ltd.	2 289	2 336	
129 769	Canadian Oil Sands Ltd.	1 452	1 073	
18 327	Enbridge Income Fund Holdings Inc.	626	514	
155 827	Parex Resources Inc.	1 578	1 584	
43 910	Parkland Fuel Corp.	1 038	1 024	
72 931	Peyto Exploration & Development Corp.	1 712	1 815	
99 301	PrairieSky Royalty Ltd.	3 060	2 177	
198 513	Precision Drilling Corp.	2 082	1 086	
122 178	Raging River Exploration Inc.	710	1 023	
84 683	Seven Generations Energy Ltd.	1 422	1 142	
29 044	ShawCor Ltd.	1 032	815	
390 537	Spartan Energy Corp.	1 054	922	
37 735	Tourmaline Oil Corp.	1 264	843	
43 239	Vermilion Energy Inc.	2 097	1 626	
229 549	Whitecap Resources Inc.	2 973	2 082	
		26 405	22 095	**18.9**
Financials				
56 765	Allied Properties Real Estate Investment Trust	1 939	1 792	
32 110	Boardwalk Real Estate Investment Trust	1 984	1 524	
76 900	Canadian Apartment Properties Real Estate Investment Trust	2 085	2 064	
55 362	Canadian Real Estate Investment Trust	2 039	2 329	
44 891	Canadian Western Bank	1 415	1 050	
15 900	Colliers International Group Inc.	985	982	
52 535	Element Financial Corp.	808	877	
149 348	H&R Real Estate Investment Trust	3 363	2 994	
Financials (cont.)				
49 247	Home Capital Group Inc.	$ 1 673	$ 1 326	
44 156	Industrial Alliance Insurance & Financial Services Inc.	1 786	1 949	
13 200	Laurentian Bank of Canada	646	638	
71 616	Smart Real Estate Investment Trust	2 077	2 162	
		20 800	19 687	**16.8**
Health Care				
76 400	Chartwell Retirement Residences Real Estate Investment Trust	983	970	
17 250	Concordia Healthcare Corp.	1 078	975	
		2 061	1 945	**1.7**
Industrials				
144 186	Air Canada	1 219	1 472	
790 967	Bombardier Inc., Class B	1 843	1 060	
140 895	CAE Inc.	1 872	2 163	
72 392	Finning International Inc.	1 912	1 352	
54 789	Progressive Waste Solutions Ltd.	1 516	1 786	
60 866	Ritchie Bros. Auctioneers Inc.	2 231	2 029	
32 144	Stantec Inc.	1 066	1 103	
29 200	Toromont Industries Ltd.	877	921	
68 216	WestJet Airlines Ltd.	1 555	1 389	
37 147	WSP Global Inc.	1 492	1 579	
		15 583	14 854	**12.7**
Information Technology				
204 977	BlackBerry Ltd.	2 179	2 632	
45 609	Descartes Systems Group Inc.	593	1 270	
47 829	DH Corp.	1 496	1 512	
157 311	Redknee Solutions Inc.	761	467	
		5 029	5 881	**5.0**
Materials				
12 150	CCL Industries, Class B	951	2 726	
182 876	Detour Gold Corp.	2 275	2 635	
613 707	Eldorado Gold Corp.	3 400	2 516	
190 538	First Quantum Minerals Ltd.	1 400	987	
90 035	HudBay Minerals Inc.	952	478	
383 839	Lundin Mining Corp.	1 879	1 459	
27 690	Methanex Corp.	1 858	1 265	
82 617	Norbord Inc.	2 113	2 227	
287 000	OceanaGold Corp.	762	758	
412 244	Semafo Inc.	1 345	1 447	
187 595	Tahoe Resources Inc.	2 889	2 246	
146 040	Teck Resources Ltd., Class B	1 207	780	
676 926	Torex Gold Resources Inc.	993	853	
28 023	West Fraser Timber Co. Ltd.	1 342	1 472	
		23 366	21 849	**18.7**

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE CANADIAN MID-CAP EQUITY POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Utilities				
100 000	Algonquin Power & Utilities Corp.	$ 1 007	$ 1 091	
47 256	Brookfield Renewable Energy Partners LP	1 712	1 714	
92 679	Canadian Utilities Ltd., Class A	3 481	2 960	
63 709	Emera Inc.	2 077	2 754	
47 536	Northland Power Inc.	863	887	
134 082	TransAlta Corp.	1 044	658	
		10 184	10 064	**8.6**
TOTAL CANADIAN EQUITIES		118 955	113 234	**96.8**
SHORT-TERM INVESTMENTS*		2 406	2 406	**2.1**
TOTAL INVESTMENTS		$ 121 361	115 640	**98.9**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 296	**1.1**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 116 936	**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 0.50% to 0.84% and mature between January 4, 2016 and January 22, 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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 115 640**	$ 294 844
Cash	**88**	34
Due from investment dealers	**–**	996
Subscriptions receivable	**1 132**	589
Dividends receivable, interest accrued and other assets	**256**	656
TOTAL ASSETS	**117 116**	297 119
LIABILITIES		
Due to investment dealers	**–**	1 768
Redemptions payable	**167**	26
Accounts payable and accrued expenses	**13**	31
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**180**	1 825
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 116 936**	$ 295 294
Investments at cost	**$ 121 361**	$ 275 879
NAV		
SERIES F	**$ 2 777**	$ 3 662
SERIES O	**$ 114 159**	$ 291 632
NAV PER UNIT		
SERIES F	**$ 19.20**	$ 22.50
SERIES O	**$ 19.40**	$ 22.74

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 5 045**	$ 4 709
Interest for distribution purposes	**198**	118
Other income (loss)	**1 210**	890
Securities lending revenue (see note 6 in the generic notes)	**99**	54
Net realized gain (loss) on investments	**(10 543)**	22 543
Net gain (loss) on foreign currencies and other net assets	**(8)**	(38)
Change in unrealized gain (loss) on investments	**(24 686)**	(8 587)
TOTAL INCOME (LOSS)	**(28 685)**	19 689
EXPENSES (see notes – Fund Specific Information)		
Management fees	**18**	33
Administration fees	**268**	271
Independent Review Committee costs	**3**	3
GST/HST	**26**	28
Transaction costs	**736**	620
TOTAL EXPENSES	**1 051**	955
INCREASE (DECREASE) IN NAV	**$ (29 736)**	$ 18 734
INCREASE (DECREASE) IN NAV		
SERIES F	**$ (423)**	$ 611
SERIES O	**$ (29 313)**	$ 18 123
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ (2.78)**	$ 1.60
SERIES O	**$ (2.47)**	$ 1.73

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ (29 736)**	$ 18 734
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**10 543**	(22 543)
Change in unrealized loss (gain) on investments	**24 686**	8 587
(Increase) decrease in accrued receivables	**400**	(1 214)
Increase (decrease) in accrued payables	**(18)**	755
Cost of investments purchased	**(606 408)**	(807 029)
Proceeds on sales of investments	**749 611**	748 609
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**149 078**	(54 101)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**101 121**	131 019
Cash paid on redemption of redeemable units	**(244 238)**	(58 436)
Distributions paid to holders of redeemable units	**(5 907)**	(18 450)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (149 024)**	$ 54 133
Net increase (decrease) in cash for the period	**54**	32
Cash (bank overdraft), beginning of period	**34**	2
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 88**	$ 34
Interest received (paid)	**$ 200**	$ 116
Dividends received, net of withholding taxes	**$ 6 654**	$ 5 382

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 3 662**	$ 6 592	**$ 291 632**	$ 215 453	**$ 295 294**	$ 222 045
INCREASE (DECREASE) IN NAV	**(423)**	611	**(29 313)**	18 123	**(29 736)**	18 734
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 903**	1 058	**99 761**	130 338	**101 664**	131 396
Reinvestments of distributions to holders of redeemable units	**14**	43	**730**	4 635	**744**	4 678
Redemption of redeemable units	**(2 312)**	(4 315)	**(242 067)**	(54 116)	**(244 379)**	(58 431)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(395)**	(3 214)	**(141 576)**	80 857	**(141 971)**	77 643
Distributions from net income	**(67)**	(88)	**(6 584)**	(5 329)	**(6 651)**	(5 417)
Distributions from net gains	**–**	(239)	**–**	(17 472)	**–**	(17 711)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(67)**	(327)	**(6 584)**	(22 801)	**(6 651)**	(23 128)
NET INCREASE (DECREASE) IN NAV	**(885)**	(2 930)	**(177 473)**	76 179	**(178 358)**	73 249
NAV AT END OF PERIOD	**$ 2 777**	$ 3 662	**$ 114 159**	$ 291 632	**$ 116 936**	$ 295 294

The accompanying notes are an integral part of these financial statements.

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)

Concentration risk (%)

The table below summarizes the Fund's investment portfolio (after consideration of derivative products, if any) as at:

Investment mix	**December 31 2015**	December 31 2014
Energy	**18.9**	22.9
Materials	**18.7**	15.9
Financials	**16.8**	21.3
Industrials	**12.7**	12.8
Utilities	**8.6**	8.9
Consumer Discretionary	**8.2**	6.9
Consumer Staples	**6.2**	4.3
Information Technology	**5.0**	4.4
Health Care	**1.7**	–
Cash/Other	**3.2**	2.6
Total	**100.0**	100.0

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 2015		December 31 2014	
S&P/TSX MidCap Index	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**113 234**	**–**	**–**	**113 234**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**2 406**	**–**	**2 406**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**113 234**	**2 406**	**–**	**115 640**
% of total portfolio	**97.9**	**2.1**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	3 157
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)	**2015**	2014
Series F		
Opening units	**163**	293
Issued number of units	**87**	43
Reinvested number of units	**1**	2
Redeemed number of units	**(106)**	(175)
Ending number of units	**145**	163
Series O		
Opening units	**12 826**	9 490
Issued number of units	**4 496**	5 322
Reinvested number of units	**35**	202
Redeemed number of units	**(11 472)**	(2 188)
Ending number of units	**5 885**	12 826

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**736**	**100**	620	100
Related-party brokerage commissions*	**126**	**17**	43	7
Commission arrangements†	**11**	**1**	13	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 2015	December 31 2014
Fair value of securities loaned	**37 195**	39 628
Fair value of collateral received	**37 939**	40 420

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 2015	December 31 2014
RBC Canadian Mid-Cap Equity Class	**7.5**	3.6

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
69 400	AMC Networks Inc.	$ 5 304	$ 7 168	
89 400	Comcast Corp., Class A	2 071	6 981	
44 600	Home Depot Inc.	3 891	8 162	
72 900	Time Warner Inc.	4 298	6 523	
82 100	V.F. Corporation	7 274	7 070	
		22 838	35 904	**9.7**
Consumer Staples				
84 900	Colgate-Palmolive Company	5 004	7 826	
94 400	General Mills Inc.	4 343	7 530	
64 400	McCormick & Co. Inc.	4 552	7 624	
30 800	PepsiCo Inc.	2 123	4 257	
45 600	The J.M. Smucker Company	5 701	7 780	
		21 723	35 017	**9.5**
Energy				
59 700	Chevron Corp.	6 165	7 428	
65 300	EOG Resources Inc.	6 206	6 395	
34 300	EQT Corp.	1 893	2 474	
64 500	Exxon Mobil Corp.	5 880	6 955	
51 700	Marathon Petroleum Corp.	3 670	3 708	
35 600	Schlumberger Ltd.	3 679	3 435	
		27 493	30 395	**8.2**
Financials				
50 500	ACE Ltd.	7 131	8 164	
96 600	American International Group Inc.	3 196	8 283	
503 500	Bank of America Corp.	6 389	11 725	
95 000	CIT Group Inc.	3 769	5 219	
118 500	Hartford Financial Services Inc.	2 747	7 126	
143 500	Invesco Ltd.	5 693	6 652	
146 300	JPMorgan Chase & Co.	7 159	13 367	
27 900	Simon Property Group Inc.	7 163	7 505	
182 800	Wells Fargo & Company	7 407	13 744	
		50 654	81 785	**22.2**
Health Care				
128 600	Abbott Laboratories	4 467	7 991	
46 900	Aetna Inc.	4 825	7 017	
36 293	Becton Dickinson & Co.	4 610	7 738	
65 900	Cardinal Health Inc.	6 948	8 139	
37 100	Cigna Corp.	3 572	7 521	
85 600	Johnson & Johnson	8 109	12 164	
		32 531	50 570	**13.7**
Industrials				
37 400	Boeing Co.	3 742	7 480	
26 700	FedEx Corporation	3 707	5 502	
56 600	General Dynamics Corp.	10 620	10 755	
56 300	Honeywell International Inc.	3 847	8 066	
22 400	Raytheon Company	2 291	3 859	
61 000	Union Pacific Corp.	3 295	6 601	
48 300	United Technologies Corp.	5 242	6 418	
		32 744	48 681	**13.2**
Information Technology				
136 700	Amdocs Ltd.	$ 5 556	$ 10 322	
45 675	Apple Inc.	3 676	6 650	
192 700	Booz Allen Hamilton Holding Corp.	7 125	8 226	
45 500	DST Systems Inc.	6 420	7 177	
96 800	eBay Inc.	2 292	3 681	
84 200	PayPal Holdings Inc.	3 089	4 218	
97 900	Texas Instruments Inc.	6 310	7 425	
		34 468	47 699	**12.9**
Materials				
20 500	Sherwin-Williams Co.	6 822	7 365	
		6 822	7 365	**2.0**
Telecommunication Services				
116 500	Verizon Communications Inc.	6 175	7 451	
		6 175	7 451	**2.0**
Utilities				
52 900	NextEra Energy Inc.	4 141	7 603	
101 700	WEC Energy Group Inc.	5 166	7 218	
		9 307	14 821	**4.0**
TOTAL COMMON EQUITIES		$ 244 755	359 688	**97.4**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			9 468	**2.6**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 369 156	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 359 688**	$ 338 937
Cash	**8 936**	4 401
Subscriptions receivable	**374**	168
Dividends receivable, interest accrued and other assets	**222**	237
TOTAL ASSETS	**369 220**	343 743
LIABILITIES		
Redemptions payable	**32**	136
Accounts payable and accrued expenses	**32**	33
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**64**	169
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 369 156**	$ 343 574
Investments at cost	**$ 244 755**	$ 241 755
NAV		
SERIES F	**$ 1 323**	$ 1 237
SERIES O	**$ 367 833**	$ 342 337
NAV PER UNIT		
SERIES F	**$ 245.73**	$ 209.30
SERIES O	**$ 248.81**	$ 211.98

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 7 236**	$ 6 325
Interest for distribution purposes	**–**	(3)
Securities lending revenue (see note 6 in the generic notes)	**20**	15
Net realized gain (loss) on investments	**38 432**	28 787
Net gain (loss) on foreign currencies and other net assets	**1 086**	299
Change in unrealized gain (loss) on investments	**17 751**	32 827
TOTAL INCOME (LOSS)	**64 525**	68 250
EXPENSES (see notes – Fund Specific Information)		
Management fees	**13**	13
Administration fees	**325**	288
Independent Review Committee costs	**3**	3
GST/HST	**33**	29
Transaction costs	**99**	147
Withholding tax	**978**	867
TOTAL EXPENSES	**1 451**	1 347
INCREASE (DECREASE) IN NAV	**$ 63 074**	$ 66 903
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 216**	$ 255
SERIES O	**$ 62 858**	$ 66 648
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 37.97**	$ 37.58
SERIES O	**$ 41.04**	$ 40.10

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 63 074**	$ 66 903
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(38 432)**	(28 761)
Change in unrealized loss (gain) on investments	**(17 751)**	(32 827)
(Increase) decrease in accrued receivables	**15**	5
Increase (decrease) in accrued payables	**(1)**	(958)
Cost of investments purchased	**(105 717)**	(129 316)
Proceeds on sales of investments	**141 149**	127 452
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**42 337**	2 498
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**38 411**	65 018
Cash paid on redemption of redeemable units	**(71 208)**	(73 611)
Distributions paid to holders of redeemable units	**(5 005)**	(4 217)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (37 802)**	$ (12 810)
Net increase (decrease) in cash for the period	**4 535**	(10 312)
Cash (bank overdraft), beginning of period	**4 401**	14 713
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 8 936**	$ 4 401
Interest received (paid)	**$ –**	$ (3)
Dividends received, net of withholding taxes	**$ 6 273**	$ 5 463

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 1 237**	$ 1 500	**$ 342 337**	$ 288 137	**$ 343 574**	$ 289 637
INCREASE (DECREASE) IN NAV	**216**	255	**62 858**	66 648	**63 074**	66 903
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**158**	40	**38 459**	64 918	**38 617**	64 958
Reinvestments of distributions to holders of redeemable units	**3**	3	**888**	1 009	**891**	1 012
Redemption of redeemable units	**(284)**	(554)	**(70 820)**	(73 153)	**(71 104)**	(73 707)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**(123)**	(511)	**(31 473)**	(7 226)	**(31 596)**	(7 737)
Distributions from net income	**(7)**	(7)	**(5 889)**	(5 222)	**(5 896)**	(5 229)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(7)**	(7)	**(5 889)**	(5 222)	**(5 896)**	(5 229)
NET INCREASE (DECREASE) IN NAV	**86**	(263)	**25 496**	54 200	**25 582**	53 937
NAV AT END OF PERIOD	**$ 1 323**	$ 1 237	**$ 367 833**	$ 342 337	**$ 369 156**	$ 343 574

The accompanying notes are an integral part of these financial statements.

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 2015**	December 31 2014
Financials	**22.2**	21.1
Health Care	**13.7**	12.7
Industrials	**13.2**	16.9
Information Technology	**12.9**	11.8
Consumer Discretionary	**9.7**	15.0
Consumer Staples	**9.5**	7.9
Energy	**8.2**	7.1
Utilities	**4.0**	4.1
Materials	**2.0**	–
Telecommunication Services	**2.0**	2.0
Cash/Other	**2.6**	1.4
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.3**	99.7
Total	**99.3**	99.7

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
Russell 1000 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.

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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**359 688**	**–**	**–**	**359 688**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**359 688**	**–**	**–**	**359 688**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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, 2015 for the Fund were approximately:

Capital losses	18 093
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)	**2015**	2014
Series F		
Opening units	**6**	9
Issued number of units	**–**	–
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	(3)
Ending number of units	**5**	6
Series O		
Opening units	**1 615**	1 649
Issued number of units	**164**	347
Reinvested number of units	**4**	5
Redeemed number of units	**(305)**	(386)
Ending number of units	**1 478**	1 615

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**99**	**100**	147	100
Related-party brokerage commissions*	**4**	**4**	3	2
Commission arrangements†	**38**	**38**	62	42

* 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 2015	December 31 2014
Fair value of securities loaned	**34 850**	34 777
Fair value of collateral received	**35 547**	35 473

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 2015	December 31 2014
RBC Private U.S. Large-Cap Value Equity Currency Neutral Pool	**4.4**	4.6

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
65 031	RBC Private U.S. Large-Cap Value Equity Pool*	$ 10 855	$ 16 180	
TOTAL MUTUAL FUND UNITS		10 855	16 180	**102.5**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	10	**0.1**
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(439)	**(2.8)**
TOTAL PORTFOLIO		$ 10 855	15 751	**99.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			30	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 15 781	**100.0**

SCHEDULE A

Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 100 Sold USD 72 @ 1.3961	29-Jan-16	$ 1
Bought CAD 180 Sold USD 130 @ 1.3879	05-Feb-16	1
Bought USD 182 Sold CAD 250 @ 0.7267	12-Feb-16	1
Bought CAD 200 Sold USD 144 @ 1.3876	26-Feb-16	1
Bought CAD 15 Sold USD 11 @ 1.3817	11-Mar-16	–
Bought USD 460 Sold CAD 630 @ 0.7307	11-Mar-16	6
Bought USD 23 Sold CAD 31 @ 0.7281	11-Mar-16	–
		$ 10

Contracts	Maturity Date	Unrealized Loss
Bought CAD 2 300 Sold USD 1 728 @ 1.3308	29-Jan-16	$ (91)
Bought CAD 140 Sold USD 105 @ 1.3335	29-Jan-16	(5)
Bought CAD 4 000 Sold USD 2 998 @ 1.3343	05-Feb-16	(148)
Bought CAD 469 Sold USD 345 @ 1.3586	10-Feb-16	(9)
Bought CAD 1 008 Sold USD 754 @ 1.3373	12-Feb-16	(35)
Bought CAD 2 159 Sold USD 1 614 @ 1.3374	12-Feb-16	(75)
Bought USD 505 Sold CAD 700 @ 0.7221	12-Feb-16	(1)
Bought CAD 590 Sold USD 430 @ 1.3736	26-Feb-16	(4)
Bought CAD 3 717 Sold USD 2 706 @ 1.3735	26-Feb-16	(27)
Bought CAD 1 280 Sold USD 941 @ 1.3598	11-Mar-16	(22)
Bought CAD 1 240 Sold USD 913 @ 1.3589	11-Mar-16	(22)
		$ (439)
TOTAL FOREIGN EXCHANGE		$ (429)

All counterparties have a credit rating of at least A.

* Investment in related party (see note 7 in the generic notes).

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY CURRENCY NEUTRAL POOL

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 16 180**	$ 15 922
Cash	**27**	25
Unrealized gain on foreign exchange contracts	**10**	–
Dividends receivable, interest accrued and other assets	**3**	–
TOTAL ASSETS	**16 220**	15 947
LIABILITIES		
Redemptions payable	**–**	6
Unrealized loss on foreign exchange contracts	**439**	329
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**439**	335
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 15 781**	$ 15 612
Investments at cost	**$ 10 855**	$ 9 449
NAV		
SERIES O	**$ 15 781**	$ 15 612
NAV PER UNIT		
SERIES O	**$ 15.06**	$ 16.10

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Interest for distribution purposes	**$ –**	$ (2)
Other income received from underlying funds	**257**	271
Net realized gain (loss) on investments	**3 616**	5 618
Net gain (loss) on foreign currencies and other net assets	**(2 530)**	(1 344)
Change in unrealized gain (loss) on investments	**(1 248)**	(2 592)
TOTAL INCOME (LOSS)	**95**	1 951
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**8**	8
Independent Review Committee costs	**3**	3
GST/HST	**1**	1
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**9**	9
INCREASE (DECREASE) IN NAV	**$ 86**	$ 1 942
INCREASE (DECREASE) IN NAV		
SERIES O	**$ 86**	$ 1 942
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ 0.09**	$ 1.65

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 86**	$ 1 942
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(3 616)**	(5 618)
Change in unrealized loss (gain) on investments	**1 248**	2 592
(Increase) decrease in accrued receivables	**(3)**	–
Increase (decrease) in accrued payables	**–**	(1)
Cost of investments purchased	**(13 101)**	(5 441)
Proceeds on sales of investments	**15 311**	21 549
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(75)**	15 023
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**7 195**	476
Cash paid on redemption of redeemable units	**(6 153)**	(15 258)
Distributions paid to holders of redeemable units	**(965)**	(234)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 77**	$ (15 016)
Net increase (decrease) in cash for the period	**2**	7
Cash (bank overdraft), beginning of period	**25**	18
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 27**	$ 25
Interest received (paid)	**$ –**	$ (2)
Dividends received, net of withholding taxes	**$ –**	$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in NAV *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 15 612**	$ 28 693
INCREASE (DECREASE) IN NAV	**86**	1 942
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**7 195**	475
Reinvestments of distributions to holders of redeemable units	**66**	22
Redemption of redeemable units	**(6 147)**	(15 264)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**1 114**	(14 767)
Distributions from net income	**(257)**	(256)
Distributions from net gains	**(774)**	–
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(1 031)**	(256)
NET INCREASE (DECREASE) IN NAV	**169**	(13 081)
NAV AT END OF PERIOD	**$ 15 781**	$ 15 612

The accompanying notes are an integral part of these financial statements.

RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY CURRENCY NEUTRAL POOL

December 31, 2015

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 the underlying mutual fund. This underlying fund 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 2015**	December 31 2014
Financials	**22.2**	21.1
Health Care	**13.7**	12.7
Industrials	**13.2**	16.9
Information Technology	**12.9**	11.8
Consumer Discretionary	**9.7**	15.0
Consumer Staples	**9.5**	7.9
Energy	**8.2**	7.1
Utilities	**4.0**	4.1
Materials	**2.0**	–
Telecommunication Services	**2.0**	2.0
Cash/Other	**2.6**	1.4
Total	**100.0**	100.0

Currency risk (% of net assets)

Since the currency risk of the underlying 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 2015		December 31 2014	
Russell 1000 Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**16 180**	**–**	**–**	**16 180**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**10**	**–**	**10**
Derivatives – liabilities	**–**	**(439)**	**–**	**(439)**
Total financial instruments	**16 180**	**(429)**	**–**	**15 751**
% of total portfolio	**102.7**	**(2.7)**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

RBC PRIVATE U.S. LARGE-CAP VALUE EQUITY CURRENCY NEUTRAL POOL

December 31, 2015

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	0.05%

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 2015	December 31 2014
Units held		
Series O	–	17 374
Value of all units	–	280

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Private U.S. Large-Cap Value Equity Pool	**102.5**	**4.4**	102.0	4.6

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series O		
Opening units	**970**	1 977
Issued number of units	**455**	32
Reinvested number of units	**4**	1
Redeemed number of units	**(381)**	(1 040)
Ending number of units	**1 048**	970

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE U.S. GROWTH EQUITY POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
20 195	Amazon.com, Inc.	$ 7 975	$ 18 887	
199 207	Starbucks Corp.	5 318	16 547	
119 280	TripAdvisor Inc.	10 561	14 070	
62 030	Under Armour Inc., Class A	7 390	6 919	
		31 244	56 423	**14.3**
Consumer Staples				
60 188	Costco Wholesale Corp.	6 967	13 450	
112 856	Estée Lauder Companies Inc., Class A	7 487	13 747	
105 426	Mead Johnson Nutrition Co., Class A	9 185	11 517	
		23 639	38 714	**9.8**
Energy				
145 351	FMC Technologies Inc.	6 734	5 835	
		6 734	5 835	**1.5**
Financials				
291 677	The Charles Schwab Corporation	4 813	13 290	
		4 813	13 290	**3.4**
Health Care				
37 403	Alexion Pharmaceuticals Inc.	7 655	9 872	
140 735	Bristol-Myers Squibb Co.	10 319	13 396	
82 539	DaVita HealthCare Partners Inc.	4 341	7 960	
118 917	Express Scripts Holding Co.	6 920	14 380	
17 479	Intuitive Surgical Inc.	8 660	13 209	
		37 895	58 817	**14.9**
Industrials				
38 900	Colfax Corp.	2 120	1 257	
108 283	Danaher Corp.	6 159	13 913	
144 841	Fastenal Co.	7 279	8 178	
78 499	Stericycle Inc.	8 559	13 099	
44 366	Wabtec Corp.	4 470	4 366	
		28 587	40 813	**10.3**
Information Technology				
103 530	Akamai Technologies Inc.	$ 8 987	$ 7 539	
7 933	Alphabet Inc., Class A	5 003	8 540	
8 050	Alphabet Inc., Class C	272	8 453	
155 596	Amphenol Corp., Class A	5 094	11 245	
57 789	Ansys Inc.	4 124	7 397	
67 800	Apple Inc.	4 696	9 872	
128 615	Cognizant Technology Solutions Corp., Class A	5 083	10 679	
118 328	Facebook Inc., Class A	12 106	17 136	
44 034	FleetCor Technologies Inc.	8 935	8 705	
277 230	Genpact Ltd.	4 780	9 590	
134 311	National Instruments Corp.	3 754	5 332	
55 202	NetSuite Inc.	5 706	6 464	
94 824	NXP Semiconductor N.V.	9 445	11 054	
119 774	Salesforce.com Inc.	4 810	12 989	
170 753	Visa Inc., Class A	8 285	18 323	
		91 080	153 318	**38.8**
Materials				
75 489	Ecolab Inc.	5 920	11 947	
		5 920	11 947	**3.0**
TOTAL COMMON EQUITIES		$ 229 912	379 157	**96.0**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			15 898	**4.0**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 395 055	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 379 157**	$ 335 154
Cash	**18 983**	6 881
Due from investment dealers	**603**	208
Subscriptions receivable	**182**	23
Dividends receivable, interest accrued and other assets	**186**	202
TOTAL ASSETS	**399 111**	342 468
LIABILITIES		
Due to investment dealers	**3 922**	612
Redemptions payable	**106**	253
Accounts payable and accrued expenses	**28**	24
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**4 056**	889
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 395 055**	$ 341 579
Investments at cost	**$ 229 912**	$ 227 599
NAV		
SERIES F	**$ 941**	$ 592
SERIES O	**$ 394 114**	$ 340 987
NAV PER UNIT		
SERIES F	**$ 161.98**	$ 127.74
SERIES O	**$ 165.20**	$ 129.64

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 2 607**	$ 2 568
Interest for distribution purposes	**–**	(1)
Securities lending revenue (see note 6 in the generic notes)	**26**	13
Net realized gain (loss) on investments	**42 797**	28 858
Net gain (loss) on foreign currencies and other net assets	**1 729**	731
Change in unrealized gain (loss) on investments	**41 690**	20 807
TOTAL INCOME (LOSS)	**88 849**	52 976
EXPENSES (see notes – Fund Specific Information)		
Management fees	**7**	6
Administration fees	**249**	234
Independent Review Committee costs	**3**	3
GST/HST	**26**	24
Transaction costs	**93**	70
Withholding tax	**334**	353
TOTAL EXPENSES	**712**	690
INCREASE (DECREASE) IN NAV	**$ 88 137**	$ 52 286
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 167**	$ 89
SERIES O	**$ 87 970**	$ 52 197
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 34.96**	$ 16.88
SERIES O	**$ 37.17**	$ 18.42

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 88 137**	$ 52 286
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(42 797)**	(28 798)
Change in unrealized loss (gain) on investments	**(41 690)**	(20 807)
(Increase) decrease in accrued receivables	**16**	(264)
Increase (decrease) in accrued payables	**4**	615
Cost of investments purchased	**(100 954)**	(68 238)
Proceeds on sales of investments	**144 353**	97 641
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**47 069**	32 435
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**50 426**	46 572
Cash paid on redemption of redeemable units	**(83 652)**	(78 922)
Distributions paid to holders of redeemable units	**(1 741)**	(1 547)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (34 967)**	$ (33 897)
Net increase (decrease) in cash for the period	**12 102**	(1 462)
Cash (bank overdraft), beginning of period	**6 881**	8 343
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 18 983**	$ 6 881
Interest received (paid)	**$ –**	$ (1)
Dividends received, net of withholding taxes	**$ 2 289**	$ 2 159

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 592**	$ 703	**$ 340 987**	$ 322 842	**$ 341 579**	$ 323 545
INCREASE (DECREASE) IN NAV	**167**	89	**87 970**	52 197	**88 137**	52 286
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**292**	111	**50 293**	46 317	**50 585**	46 428
Reinvestments of distributions to holders of redeemable units	**–**	–	**398**	408	**398**	408
Redemption of redeemable units	**(110)**	(311)	**(83 395)**	(78 822)	**(83 505)**	(79 133)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**182**	(200)	**(32 704)**	(32 097)	**(32 522)**	(32 297)
Distributions from net income	**–**	–	**(2 139)**	(1 955)	**(2 139)**	(1 955)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**–**	–	**(2 139)**	(1 955)	**(2 139)**	(1 955)
NET INCREASE (DECREASE) IN NAV	**349**	(111)	**53 127**	18 145	**53 476**	18 034
NAV AT END OF PERIOD	**$ 941**	$ 592	**$ 394 114**	$ 340 987	**$ 395 055**	$ 341 579

The accompanying notes are an integral part of these financial statements.

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 2015**	December 31 2014
Information Technology	**38.8**	30.6
Health Care	**14.9**	18.7
Consumer Discretionary	**14.3**	8.7
Industrials	**10.3**	11.0
Consumer Staples	**9.8**	13.3
Financials	**3.4**	4.6
Materials	**3.0**	3.0
Energy	**1.5**	8.2
Cash/Other	**4.0**	1.9
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.9**	99.9
Total	**99.9**	99.9

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
Russell 1000 Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**379 157**	**–**	**–**	**379 157**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**379 157**	**–**	**–**	**379 157**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

December 31, 2015

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%

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, 2015 for the Fund were approximately:

Capital losses	61 273
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)	**2015**	2014
Series F		
Opening units	**5**	6
Issued number of units	**2**	2
Reinvested number of units	**–**	–
Redeemed number of units	**(1)**	(3)
Ending number of units	**6**	5
Series O		
Opening units	**2 630**	2 899
Issued number of units	**327**	399
Reinvested number of units	**3**	3
Redeemed number of units	**(574)**	(671)
Ending number of units	**2 386**	2 630

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**93**	**100**	70	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**27**	**29**	24	34

* 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 2015	December 31 2014
Fair value of securities loaned	**71 438**	38 424
Fair value of collateral received	**72 867**	39 193

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 POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
49 440	Amazon.com, Inc.	$ 28 767	$ 46 238	
212 920	Borg-Warner Automotive Inc.	12 684	12 736	
225 060	Carnival Corp.	14 631	16 961	
824 350	Ford Motor Company	14 105	16 072	
374 980	Hilton Worldwide Holdings Inc.	12 983	11 104	
218 180	Lions Gate Entertainment Corp.	10 367	9 778	
277 760	Lowe's Companies	19 276	29 219	
141 070	Omnicom Group	12 946	14 762	
170 215	Target Corporation	16 147	17 098	
224 770	Time Warner Inc.	20 520	20 113	
137 790	TJX Companies Inc.	13 033	13 520	
214 585	V.F. Corporation	17 280	18 479	
152 410	Yum! Brands, Inc.	14 211	15 402	
		206 950	241 482	**13.6**
Consumer Staples				
82 060	Costco Wholesale Corp.	15 896	18 338	
155 545	CVS Health Corp.	16 633	21 037	
370 940	Mondelez International Inc.	22 959	23 015	
252 770	PepsiCo Inc.	31 900	34 936	
223 770	Reynolds American Inc.	14 534	14 285	
299 850	The Procter & Gamble Co.	32 932	32 941	
165 860	Tyson Foods Inc.	12 315	12 239	
		147 169	156 791	**8.9**
Energy				
274 360	Anadarko Petroleum Corp.	26 539	18 443	
245 390	ConocoPhillips	17 367	15 852	
220 645	Exxon Mobil Corp.	22 520	23 793	
258 980	FMC Technologies Inc.	11 612	10 396	
322 000	Occidental Petroleum Corp.	30 720	30 124	
103 275	Valero Energy Corp.	6 924	10 105	
		115 682	108 713	**6.2**
Financials				
88 310	ACE Ltd.	14 268	14 277	
190 045	American International Group Inc.	14 607	16 296	
86 346	AvalonBay Communities Inc. Real Estate Investment Trust	19 318	21 992	
1 154 100	Bank of America Corp.	27 234	26 876	
445 853	Citigroup Inc.	29 622	31 926	
790 747	Host Marriott Corp.	19 310	16 784	
688 020	Invesco Ltd.	29 787	31 892	
184 660	McGraw Hill Financial Inc.	19 260	25 189	
398 850	Morgan Stanley	17 269	17 556	
140 184	Prudential Financial Inc.	15 941	15 786	
332 527	Suntrust Banks Inc.	17 122	19 711	
672 913	Synchrony Financial	27 796	28 301	
465 070	Wells Fargo & Company	27 378	34 966	
		278 912	301 552	**17.0**
Health Care				
91 615	Aetna Inc.	12 313	13 706	
58 640	Allergan plc	23 776	25 356	
35 730	Biogen Inc.	17 720	15 146	
142 430	Celgene Corp.	$ 19 333	$ 23 602	
124 450	Cigna Corp.	20 461	25 228	
76 085	Gilead Sciences Inc.	9 449	10 653	
222 180	Johnson & Johnson	24 796	31 572	
73 620	McKesson Corp.	18 251	20 091	
292 055	Medtronic Plc.	24 900	31 075	
338 130	Merck & Co. Inc.	24 052	24 713	
444 890	Pfizer Inc.	16 865	19 871	
145 170	Thermo Fisher Scientific Inc.	25 673	28 494	
		237 589	269 507	**15.2**
Industrials				
103 812	Dover Corp.	8 665	8 805	
100 047	General Dynamics Corp.	18 227	19 011	
575 961	General Electric Company	19 643	24 813	
250 617	Honeywell International Inc.	29 418	35 905	
254 165	Ingersoll-Rand Plc., Class A	19 332	19 445	
66 265	Northrop Grumman Corp.	13 710	17 312	
330 628	Southwest Airlines	16 984	19 700	
115 567	Union Pacific Corp.	13 333	12 505	
		139 312	157 496	**8.9**
Information Technology				
164 585	Adobe Systems Inc.	14 374	21 386	
49 221	Alphabet Inc., Class C	30 191	51 685	
400 405	Apple Inc.	46 787	58 299	
521 480	Cisco Systems Inc.	18 707	19 594	
55 390	F5 Networks Inc.	8 620	7 431	
270 055	Facebook Inc., Class A	29 851	39 109	
215 030	Fortinet Inc.	12 140	9 274	
177 745	Lam Research Corp.	17 272	19 533	
838 825	Microsoft Corp.	43 689	64 366	
119 070	NXP Semiconductor N.V.	12 211	13 881	
174 520	Salesforce.com Inc.	13 935	18 926	
266 125	Skyworks Solutions Inc.	24 819	28 282	
132 380	Splunk Inc.	9 733	10 772	
319 925	Visa Inc., Class A	24 022	34 330	
214 325	Western Digital Corp.	20 026	17 809	
		326 377	414 677	**23.4**
Materials				
137 100	Albemarle Corp.	9 602	10 625	
155 960	PPG Industries Inc.	19 491	21 326	
309 110	WestRock Co.	22 532	19 512	
		51 625	51 463	**2.9**
Utilities				
283 245	American Electric Power	19 509	22 838	
222 275	DTE Energy Company	22 016	24 657	
		41 525	47 495	**2.7**
TOTAL COMMON EQUITIES		$1 545 141	1 749 176	**98.8**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			21 298	**1.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$1 770 474	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 1 749 176**	$ 680 197
Cash	**20 719**	10 959
Due from investment dealers	**29 826**	–
Subscriptions receivable	**1 756**	1 331
Dividends receivable, interest accrued and other assets	**2 176**	484
TOTAL ASSETS	**1 803 653**	692 971
LIABILITIES		
Due to investment dealers	**32 277**	5 304
Redemptions payable	**725**	102
Accounts payable and accrued expenses	**177**	78
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**33 179**	5 484
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 1 770 474**	$ 687 487
Investments at cost	**$ 1 545 141**	$ 526 919
NAV		
SERIES F	**$ 19 219**	$ 11 902
SERIES O	**$ 1 751 255**	$ 675 585
NAV PER UNIT		
SERIES F	**$ 20.89**	$ 18.58
SERIES O	**$ 21.11**	$ 18.78

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 21 487**	$ 10 629
Securities lending revenue (see note 6 in the generic notes)	**166**	8
Net realized gain (loss) on investments	**104 991**	70 032
Net gain (loss) on foreign currencies and other net assets	**(4 981)**	498
Change in unrealized gain (loss) on investments	**50 757**	55 076
TOTAL INCOME (LOSS)	**172 420**	136 243
EXPENSES (see notes – Fund Specific Information)		
Management fees	**122**	78
Administration fees	**1 130**	574
Independent Review Committee costs	**3**	3
GST/HST	**108**	56
Transaction costs	**1 396**	584
Withholding tax	**2 754**	1 471
TOTAL EXPENSES	**5 513**	2 766
INCREASE (DECREASE) IN NAV	**$ 166 907**	$ 133 477
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 2 454**	$ 2 310
SERIES O	**$ 164 453**	$ 131 167
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 3.11**	$ 4.03
SERIES O	**$ 3.10**	$ 4.20

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 166 907**	$ 133 477
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(104 991)**	(70 021)
Change in unrealized loss (gain) on investments	**(50 757)**	(55 076)
(Increase) decrease in accrued receivables	**(1 692)**	885
Increase (decrease) in accrued payables	**99**	5 328
Cost of investments purchased	**(1 908 456)**	(503 431)
Proceeds on sales of investments	**992 372**	437 856
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(906 518)**	(50 982)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**1 101 739**	156 235
Cash paid on redemption of redeemable units	**(153 857)**	(72 412)
Distributions paid to holders of redeemable units	**(31 604)**	(26 885)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 916 278**	$ 56 938
Net increase (decrease) in cash for the period	**9 760**	5 956
Cash (bank overdraft), beginning of period	**10 959**	5 003
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 20 719**	$ 10 959
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 17 041**	$ 9 049

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 11 902**	$ 8 199	**$ 675 585**	$ 488 165	**$ 687 487**	$ 496 364
INCREASE (DECREASE) IN NAV	**2 454**	2 310	**164 453**	131 167	**166 907**	133 477
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**7 472**	3 085	**1 094 692**	153 901	**1 102 164**	156 986
Reinvestments of distributions to holders of redeemable units	**228**	192	**65 012**	35 037	**65 240**	35 229
Redemption of redeemable units	**(1 855)**	(831)	**(152 625)**	(71 624)	**(154 480)**	(72 455)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**5 845**	2 446	**1 007 079**	117 314	**1 012 924**	119 760
Distributions from net income	**(87)**	(68)	**(15 761)**	(8 224)	**(15 848)**	(8 292)
Distributions from net gains	**(895)**	(985)	**(80 101)**	(52 837)	**(80 996)**	(53 822)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(982)**	(1 053)	**(95 862)**	(61 061)	**(96 844)**	(62 114)
NET INCREASE (DECREASE) IN NAV	**7 317**	3 703	**1 075 670**	187 420	**1 082 987**	191 123
NAV AT END OF PERIOD	**$ 19 219**	$ 11 902	**$ 1 751 255**	$ 675 585	**$ 1 770 474**	$ 687 487

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
Information Technology	**23.4**	21.3
Financials	**17.0**	16.1
Health Care	**15.2**	14.7
Consumer Discretionary	**13.6**	12.3
Industrials	**8.9**	10.1
Consumer Staples	**8.9**	9.2
Energy	**6.2**	7.8
Materials	**2.9**	3.2
Utilities	**2.7**	3.0
Telecommunication Services	**–**	1.2
Cash/Other	**1.2**	1.1
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**100.0**	100.0
Total	**100.0**	100.0

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
S&P 500 Total Return Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**1 749 176**	**–**	**–**	**1 749 176**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**1 749 176**	**–**	**–**	**1 749 176**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 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 2015	December 31 2014
Units held		
Series F	**121**	114
Value of all units	**3**	2

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series F		
Opening units	**641**	503
Issued number of units	**357**	176
Reinvested number of units	**11**	10
Redeemed number of units	**(89)**	(48)
Ending number of units	**920**	641
Series O		
Opening units	**35 974**	29 625
Issued number of units	**51 074**	8 486
Reinvested number of units	**3 128**	1 867
Redeemed number of units	**(7 210)**	(4 004)
Ending number of units	**82 966**	35 974

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**1 396**	**100**	584	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**448**	**32**	319	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 2015	December 31 2014
Fair value of securities loaned	**121 155**	26 734
Fair value of collateral received	**123 578**	27 268

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 2015	December 31 2014
RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool	**0.9**	1.3
RBC Select Aggressive Growth Portfolio	**2.8**	–
RBC Select Balanced Portfolio	**21.1**	–
RBC Select Growth Portfolio	**11.6**	–
RBC Target 2020 Education Fund	**0.8**	2.2
RBC Target 2025 Education Fund	**1.9**	4.2
RBC Target 2030 Education Fund	**0.8**	1.1
Total	**39.9**	8.8

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, 2015

Number of Units	Security	Cost	Fair Value	% of Net Assets
MUTUAL FUND UNITS				
734 801	RBC Private U.S. Large-Cap Core Equity Pool*	$ 13 405	$ 15 510	
TOTAL MUTUAL FUND UNITS		13 405	15 510	**102.3**
SHORT-TERM INVESTMENTS†		541	541	**3.6**
TOTAL INVESTMENTS		13 946	16 051	**105.9**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	6	–
UNREALIZED LOSS ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	(354)	**(2.3)**
TOTAL PORTFOLIO		$ 13 946	15 703	**103.6**
OTHER NET ASSETS (LIABILITIES) ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			(541)	**(3.6)**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 15 162	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought CAD 200 Sold USD 143 @ 1.3961	29-Jan-16	$ 2
Bought CAD 190 Sold USD 137 @ 1.3879	05-Feb-16	1
Bought CAD 275 Sold USD 199 @ 1.3848	12-Feb-16	–
Bought USD 58 Sold CAD 80 @ 0.7267	12-Feb-16	–
Bought CAD 150 Sold USD 108 @ 1.3936	26-Feb-16	1
Bought CAD 620 Sold USD 447 @ 1.3868	11-Mar-16	2
Bought USD 7 Sold CAD 10 @ 0.7238	11-Mar-16	–
		$ 6

SCHEDULE A (cont.)
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Loss
Bought USD 375 Sold CAD 520 @ 0.7209	04-Jan-16	$ (1)
Bought CAD 2 380 Sold USD 1 788 @ 1.3308	29-Jan-16	(93)
Bought CAD 45 Sold USD 34 @ 1.3363	29-Jan-16	(2)
Bought CAD 1 892 Sold USD 1 418 @ 1.3343	05-Feb-16	(70)
Bought CAD 455 Sold USD 335 @ 1.3586	10-Feb-16	(8)
Bought CAD 1 664 Sold USD 1 244 @ 1.3373	12-Feb-16	(58)
Bought CAD 1 380 Sold USD 1 032 @ 1.3374	12-Feb-16	(48)
Bought CAD 2 105 Sold USD 1 532 @ 1.3736	26-Feb-16	(15)
Bought CAD 2 042 Sold USD 1 487 @ 1.3735	26-Feb-16	(15)
Bought USD 396 Sold CAD 550 @ 0.7207	26-Feb-16	(2)
Bought CAD 1 792 Sold USD 1 318 @ 1.3598	11-Mar-16	(31)
Bought CAD 565 Sold USD 416 @ 1.3589	11-Mar-16	(10)
Bought CAD 50 Sold USD 37 @ 1.3686	11-Mar-16	(1)
		$ (354)
TOTAL FOREIGN EXCHANGE		$ (348)

All counterparties have a credit rating of at least A.

* 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 0.50% and mature on January 4, 2016.

The accompanying notes are an integral part of the financial statements.

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY CURRENCY NEUTRAL POOL

Statements of Financial Position

(in $000s except per unit amounts)

(see note 2 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 16 051**	$ 9 230
Cash	**48**	31
Unrealized gain on foreign exchange contracts	**6**	4
Dividends receivable, interest accrued and other assets	**3**	–
TOTAL ASSETS	**16 108**	9 265
LIABILITIES		
Due to investment dealers	**540**	–
Unrealized loss on foreign exchange contracts	**354**	166
Distributions payable	**51**	828
Accounts payable and accrued expenses	**1**	–
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**946**	994
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 15 162**	$ 8 271
Investments at cost	**$ 13 946**	$ 7 188
NAV		
SERIES O	**$ 15 162**	$ 8 271
NAV PER UNIT		
SERIES O	**$ 13.01**	$ 13.19

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Other income received from underlying funds	**$ 148**	$ 124
Capital gains received from underlying funds	**638**	707
Net realized gain (loss) on investments	**1 029**	794
Net gain (loss) on foreign currencies and other net assets	**(1 668)**	(556)
Change in unrealized gain (loss) on investments	**(123)**	167
TOTAL INCOME (LOSS)	**24**	1 236
EXPENSES (see notes – Fund Specific Information)		
Administration fees	**7**	5
Independent Review Committee costs	**3**	3
GST/HST	**1**	–
Expenses reimbursed by manager	**(3)**	(3)
TOTAL EXPENSES	**8**	5
INCREASE (DECREASE) IN NAV	**$ 16**	$ 1 231
INCREASE (DECREASE) IN NAV		
SERIES O	**$ 16**	$ 1 231
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES O	**$ 0.02**	$ 1.94

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 16**	$ 1 231
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(1 029)**	(794)
Change in unrealized loss (gain) on investments	**123**	(167)
(Increase) decrease in accrued receivables	**(3)**	–
Increase (decrease) in accrued payables	**1**	(1)
Cost of investments purchased	**(17 909)**	(3 494)
Proceeds on sales of investments	**12 720**	4 333
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(6 081)**	1 108
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**9 881**	1 156
Cash paid on redemption of redeemable units	**(2 871)**	(1 746)
Distributions paid to holders of redeemable units	**(912)**	(497)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 6 098**	$ (1 087)
Net increase (decrease) in cash for the period	**17**	21
Cash (bank overdraft), beginning of period	**31**	10
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 48**	$ 31
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ –**	$ –

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

Statements of Changes in NAV *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	Series O 2015	2014
NAV AT BEGINNING OF PERIOD	**$ 8 271**	$ 8 581
INCREASE (DECREASE) IN NAV	**16**	1 231
Early redemption fees	**–**	–
Proceeds from redeemable units issued	**9 881**	1 106
Reinvestments of distributions to holders of redeemable units	**10**	165
Redemption of redeemable units	**(2 871)**	(1 746)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**7 020**	(475)
Distributions from net income	**(145)**	(118)
Distributions from net gains	**–**	(948)
Distributions from capital	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(145)**	(1 066)
NET INCREASE (DECREASE) IN NAV	**6 891**	(310)
NAV AT END OF PERIOD	**$ 15 162**	$ 8 271

The accompanying notes are an integral part of these financial statements.

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY CURRENCY NEUTRAL POOL

December 31, 2015

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 the underlying mutual fund. This underlying fund 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 2015**	December 31 2014
Information Technology	**23.4**	21.3
Financials	**17.0**	16.1
Health Care	**15.2**	14.7
Consumer Discretionary	**13.6**	12.3
Industrials	**8.9**	10.1
Consumer Staples	**8.9**	9.2
Energy	**6.2**	7.8
Materials	**2.9**	3.2
Utilities	**2.7**	3.0
Telecommunication Services	**–**	1.2
Cash/Other	**1.2**	1.1
Total	**100.0**	100.0

Currency risk (% of net assets)

Since the currency risk of the underlying 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 2015		December 31 2014	
S&P 500 Total Return Index (USD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**–**	**–**	**–**	**–**
Mutual fund units	**15 510**	**–**	**–**	**15 510**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**541**	**–**	**541**
Derivatives – assets	**–**	**6**	**–**	**6**
Derivatives – liabilities	**–**	**(354)**	**–**	**(354)**
Total financial instruments	**15 510**	**193**	**–**	**15 703**
% of total portfolio	**98.8**	**1.2**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, Level 2 and Level 3.

Please see the generic notes at the back of the financial statements.

RBC PRIVATE U.S. LARGE-CAP CORE EQUITY CURRENCY NEUTRAL POOL

December 31, 2015

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	0.05%

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 2015	December 31 2014
Units held		
Series O	–	21 194
Value of all units	–	280

Underlying mutual fund ownership interest (%)

The table below summarizes the Fund's interest in the underlying mutual fund as a percentage of NAV, and the Fund's ownership interest as a percentage of the net assets of the underlying fund ("Ownership"). The underlying fund is established and conducts business in Canada, and has an associate relationship to the Fund.

	December 31 2015		December 31 2014	
	NAV	**Ownership**	NAV	Ownership
RBC Private U.S. Large-Cap Core Equity Pool	**102.3**	**0.9**	111.6	1.3

Taxes ($000s) (see note 5 in the generic notes)

The non-capital and capital losses as at December 31, 2015 for the Fund were approximately:

Capital losses	2
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)	**2015**	2014
Series O		
Opening units	**627**	662
Issued number of units	**753**	81
Reinvested number of units	**1**	12
Redeemed number of units	**(216)**	(128)
Ending number of units	**1 165**	627

Please see the generic notes at the back of the financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE U.S. SMALL-CAP EQUITY POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
COMMON EQUITIES				
Consumer Discretionary				
222 790	CROCS Inc.	$ 3 284	$ 3 157	
30 508	Finish Line, Class A	707	763	
28 796	Helen Of Troy Ltd.	1 751	3 754	
49 248	The Children's Place Inc.	2 727	3 762	
100 775	Time Inc.	2 845	2 185	
48 460	Universal Electronics Inc.	3 159	3 443	
59 547	Winnebago Industries Inc.	1 630	1 640	
		16 103	18 704	**11.0**
Energy				
185 853	Bill Barrett Corp.	3 320	1 011	
57 331	SM Energy Co.	2 827	1 559	
		6 147	2 570	**1.5**
Financials				
28 590	Astoria Financial Corp.	506	627	
73 880	Corporate Office Properties Trust	2 564	2 232	
149 468	EverBank Financial Corp.	3 209	3 305	
90 300	F.N.B. Corporation	1 656	1 667	
340 606	Gramercy Property Trust Real Estate Investment Trust	3 520	3 638	
78 802	Hersha Hospitality Trust Real Estate Investment Trust	2 531	2 373	
266 281	Investors Bancorp Inc.	1 770	4 584	
103 540	Kearny Financial Corp.	1 637	1 815	
97 693	Kite Realty Group Trust Real Estate Investment Trust	2 968	3 502	
89 321	National Bank Holdings Corp.	2 389	2 646	
113 705	Northfield Bancorp Inc.	1 285	2 505	
221 085	Old National Bancorp	2 411	4 148	
134 140	Rexford Industrial Realty Inc. Real Estate Investment Trust	2 573	3 039	
		29 019	36 081	**21.1**
Health Care				
70 290	Aceto Corp.	2 107	2 624	
52 600	AMN Healthcare Services Inc.	1 390	2 260	
62 520	Healthsouth Corp.	3 225	3 009	
47 427	Hill-Rom Holdings Inc.	1 470	3 154	
47 660	Magellan Health Inc.	3 338	4 066	
122 440	MedAssets Inc.	3 050	5 242	
40 520	Parexel International Corp.	3 272	3 819	
22 360	PharMerica Corp.	601	1 083	
80 620	Sagent Pharmaceuticals Inc.	2 185	1 775	
56 879	West Pharmaceutical Services Inc.	1 138	4 740	
		21 776	31 772	**18.6**
Industrials				
49 692	Clarcor Inc.	$ 3 127	$ 3 416	
8 900	Curtiss-Wright Corp.	851	844	
62 080	ESCO Technologies Inc.	2 995	3 104	
8 650	ICF International Inc.	425	426	
38 303	Regal-Beloit Corp.	3 153	3 102	
136 016	Rollins Inc.	1 380	4 875	
43 654	Woodward Inc.	1 597	3 000	
		13 528	18 767	**11.0**
Information Technology				
137 110	Brocade Communications Systems Inc.	1 722	1 742	
192 460	Cypress Semiconductor Corp.	2 515	2 612	
15 916	Euronet Worldwide Inc.	799	1 595	
316 479	Harmonic Inc.	1 487	1 782	
90 094	Itron Inc.	3 785	4 510	
82 001	Microsemi Corp.	2 073	3 698	
103 510	PROS Holdings Inc.	2 853	3 300	
74 125	PTC Inc.	1 417	3 552	
111 450	Rofin-Sinar Technologies Inc.	3 154	4 130	
233 096	SciQuest Inc.	4 206	4 183	
126 846	Sykes Enterprises Inc.	2 130	5 402	
		26 141	36 506	**21.4**
Materials				
52 432	Haynes International Inc.	2 349	2 661	
58 094	Innophos Holdings Inc.	2 991	2 329	
39 685	Silgan Holdings Inc.	1 505	2 949	
		6 845	7 939	**4.6**
Utilities				
64 760	The Laclede Group Inc.	4 322	5 324	
		4 322	5 324	**3.1**
TOTAL COMMON EQUITIES		$ 123 881	157 663	**92.3**
CASH			12 803	**7.5**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			330	**0.2**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 170 796	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 157 663**	$ 172 245
Cash	**12 803**	8 138
Due from investment dealers	**428**	4 972
Subscriptions receivable	**1**	438
Dividends receivable, interest accrued and other assets	**189**	117
TOTAL ASSETS	**171 084**	185 910
LIABILITIES		
Redemptions payable	**269**	57
Accounts payable and accrued expenses	**19**	20
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**288**	77
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 170 796**	$ 185 833
Investments at cost	**$ 123 881**	$ 133 485
NAV		
SERIES F	**$ 396**	$ 8
SERIES O	**$ 170 400**	$ 185 825
NAV PER UNIT		
SERIES F	**$ 117.16**	$ 117.16
SERIES O	**$ 127.78**	$ 127.33

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 2 347**	$ 2 170
Securities lending revenue (see note 6 in the generic notes)	**64**	18
Net realized gain (loss) on investments	**33 308**	38 474
Net gain (loss) on foreign currencies and other net assets	**1 913**	1 481
Change in unrealized gain (loss) on investments	**(4 978)**	(25 787)
TOTAL INCOME (LOSS)	**32 654**	16 356
EXPENSES (see notes – Fund Specific Information)		
Management fees	**2**	–
Administration fees	**191**	228
Independent Review Committee costs	**3**	3
GST/HST	**19**	22
Transaction costs	**302**	255
Withholding tax	**343**	324
TOTAL EXPENSES	**860**	832
INCREASE (DECREASE) IN NAV	**$ 31 794**	$ 15 524
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 13**	$ 4
SERIES O	**$ 31 781**	$ 15 520
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 20.41**	$ 6.68
SERIES O	**$ 23.76**	$ 9.44

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 31 794**	$ 15 524
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(33 308)**	(38 468)
Change in unrealized loss (gain) on investments	**4 978**	25 787
(Increase) decrease in accrued receivables	**(72)**	(4 983)
Increase (decrease) in accrued payables	**(1)**	(3)
Cost of investments purchased	**(108 790)**	(81 105)
Proceeds on sales of investments	**156 246**	147 882
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**50 847**	64 634
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**16 673**	17 150
Cash paid on redemption of redeemable units	**(41 073)**	(74 362)
Distributions paid to holders of redeemable units	**(21 782)**	(17 442)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (46 182)**	$ (74 654)
Net increase (decrease) in cash for the period	**4 665**	(10 020)
Cash (bank overdraft), beginning of period	**8 138**	18 158
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 12 803**	$ 8 138
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 1 932**	$ 1 835

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 8**	$ 120	**$ 185 825**	$ 244 594	**$ 185 833**	$ 244 714
INCREASE (DECREASE) IN NAV	**13**	4	**31 781**	15 520	**31 794**	15 524
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**421**	17	**15 815**	17 423	**16 236**	17 440
Reinvestments of distributions to holders of redeemable units	**55**	–	**6 672**	8 329	**6 727**	8 329
Redemption of redeemable units	**(45)**	(132)	**(41 240)**	(74 271)	**(41 285)**	(74 403)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**431**	(115)	**(18 753)**	(48 519)	**(18 322)**	(48 634)
Distributions from net income	**–**	–	**(1 795)**	(1 624)	**(1 795)**	(1 624)
Distributions from net gains	**(56)**	(1)	**(26 658)**	(24 146)	**(26 714)**	(24 147)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(56)**	(1)	**(28 453)**	(25 770)	**(28 509)**	(25 771)
NET INCREASE (DECREASE) IN NAV	**388**	(112)	**(15 425)**	(58 769)	**(15 037)**	(58 881)
NAV AT END OF PERIOD	**$ 396**	$ 8	**$ 170 400**	$ 185 825	**$ 170 796**	$ 185 833

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
Information Technology	**21.4**	20.8
Financials	**21.1**	21.1
Health Care	**18.6**	9.7
Consumer Discretionary	**11.0**	10.4
Industrials	**11.0**	16.0
Materials	**4.6**	7.7
Utilities	**3.1**	2.9
Energy	**1.5**	4.1
Cash/Other	**7.7**	7.3
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**99.7**	99.0
Total	**99.7**	99.0

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
Russell 2000 Index (CAD)	**+ or -**	**0.6**	+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**157 663**	**–**	**–**	**157 663**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**157 663**	**–**	**–**	**157 663**
% of total portfolio	**100.0**	**–**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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	1.25%

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 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, 2015.

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)	**2015**	2014
Series F		
Opening units	–	1
Issued number of units	**3**	–
Reinvested number of units	–	–
Redeemed number of units	–	(1)
Ending number of units	**3**	–
Series O		
Opening units	**1 459**	1 814
Issued number of units	**117**	128
Reinvested number of units	**52**	65
Redeemed number of units	**(294)**	(548)
Ending number of units	**1 334**	1 459

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**302**	**100**	255	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**55**	**18**	71	28

* 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 2015	December 31 2014
Fair value of securities loaned	**24 057**	17 819
Fair value of collateral received	**24 538**	18 175

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
Australia				
68 063	BHP Billiton Ltd. ADR	$ 5 111	$ 2 425	
68 063	Rio Tinto Limited	4 688	3 047	
		9 799	5 472	**1.8**
Austria				
171 078	Conwert Immobilien Invest SE	2 263	3 618	
138 022	Erste Bank Der Oesterreichischen Sparkassen AG	3 389	5 986	
46 430	Schoeller-Bleckmann Oilfield Equipment AG	4 138	3 547	
128 656	Voestalpine AG	5 625	5 459	
		15 415	18 610	**6.0**
Brazil				
230 680	Banco Bradesco S.A. ADR	3 114	1 535	
176 600	Banco do Brasil S.A.	1 821	910	
314 600	Qualicorp S.A.	3 141	1 555	
		8 076	4 000	**1.3**
China				
680 500	Anhui Conch Cement Company Limited	2 423	2 517	
1 692 000	China Oilfield Services Ltd.	2 963	2 019	
3 274 000	Industrial & Commercial Bank of China	2 182	2 716	
115 285	Mindray Medical International Ltd. ADR	3 558	4 321	
		11 126	11 573	**3.7**
Colombia				
53 347	BanColombia S.A. ADR	3 278	1 975	
		3 278	1 975	**0.6**
Czech Republic				
5 519	Komercni Banka A.S.	1 013	1 516	
		1 013	1 516	**0.5**
France				
62 545	Société Générale	3 395	3 988	
38 152	Sodexo	4 224	5 158	
		7 619	9 146	**3.0**
Germany				
53 752	BASF AG	4 432	5 669	
14 201	Continental AG	4 681	4 760	
82 780	Deutsche Bank AG	3 370	2 790	
		12 483	13 219	**4.3**
Hong Kong				
662 000	Orient Overseas International Ltd.	3 340	4 384	
		3 340	4 384	**1.4**
India				
442 045	ICICI Bank Ltd. ADR	3 240	4 789	
		3 240	4 789	**1.5**
Indonesia				
4 175 800	PT Indofood Sukses Makmur Tbk	$ 2 683	$ 2 151	
		2 683	2 151	**0.7**
Ireland				
132 485	ICON Plc.	2 923	14 244	
		2 923	14 244	**4.6**
Israel				
62 747	Teva Pharmaceutical Industries Ltd. ADR	5 330	5 698	
		5 330	5 698	**1.8**
Italy				
103 015	Luxottica Group S.p.A. ADR	3 561	9 245	
		3 561	9 245	**3.0**
Japan				
145 300	Denso Corp.	5 271	9 607	
607 000	Hitachi Ltd.	3 549	4 759	
88 299	Honda Motor Co. Ltd. ADR	2 902	3 901	
258 000	Kubota Corp.	2 886	5 515	
88 300	Secom Co. Ltd.	4 391	8 280	
		18 999	32 062	**10.4**
Netherlands				
50 588	Core Laboratories N.V.	6 066	7 602	
		6 066	7 602	**2.5**
Norway				
393 664	DnB ASA	4 744	6 712	
636 486	Norsk Hydro ASA	3 238	3 274	
189 345	Statoil ASA ADR	4 667	3 657	
		12 649	13 643	**4.4**
Singapore				
276 000	DBS Group Holdings Ltd.	3 965	4 476	
		3 965	4 476	**1.4**
South Korea				
13 318	Hyundai Mobis	3 338	3 856	
1 950	Samsung Electronics Co. Ltd.	2 348	2 878	
		5 686	6 734	**2.2**
Spain				
153 915	Amadeus IT Holding S.A.	3 407	9 387	
		3 407	9 387	**3.0**
Sweden				
273 155	Getinge AB	7 479	9 912	
423 097	Telefonaktiebolaget LM Ericsson ADR	4 431	5 626	
		11 910	15 538	**5.0**
Switzerland				
113 059	Credit Suisse Group	3 054	3 370	
58 866	Novartis AG	3 504	7 007	
24 705	Roche Holdings AG Genusscheine	4 819	9 473	
		11 377	19 850	**6.4**

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
Taiwan				
696 694	Advanced Semiconductor Engineering Inc. ADR	$ 2 910	$ 5 466	
754 000	Taiwan Semiconductor Manufacturing Co. Ltd.	4 306	4 501	
		7 216	9 967	**3.2**
Turkey				
640 533	Akbank TAS	2 584	2 032	
542 245	Turkiye Garanti Bankasi A.S.	2 234	1 828	
		4 818	3 860	**1.2**
United Kingdom				
211 401	ARM Holdings Plc. ADR	6 343	13 233	
200 511	Diageo Plc.	4 614	7 576	
498 519	HSBC Holdings Plc. (U.K. Reg.)	4 520	5 445	
1 275 307	ITV Plc.	6 606	7 184	
97 496	Royal Dutch Shell Plc., A Shares	3 518	3 077	
112 985	Shire Plc.	3 734	10 726	
114 052	Unilever Plc.	3 632	6 769	
		32 967	54 010	**17.4**
United States				
126 359	Carnival Corp.	4 515	9 523	
40 470	Everest Re Group Ltd.	4 069	10 259	
		8 584	19 782	**6.4**
TOTAL INTERNATIONAL EQUITIES		217 530	302 933	**97.7**
UNREALIZED GAIN ON FOREIGN EXCHANGE CONTRACTS (SCHEDULE A)		–	1	–
TOTAL PORTFOLIO		$ 217 530	302 934	**97.7**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			7 188	**2.3**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 310 122	**100.0**

SCHEDULE A
Foreign Exchange Contracts

Contracts	Maturity Date	Unrealized Gain
Bought USD 58 Sold CAD 80 @ 0.7208	04-Jan-16	$ –
Bought CAD 135 Sold USD 97 @ 1.3891	05-Jan-16	1
TOTAL FOREIGN EXCHANGE		$ 1

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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 302 933**	$ 291 532
Cash	**9 331**	5 570
Subscriptions receivable	**201**	874
Unrealized gain on foreign exchange contracts	**1**	–
Dividends receivable, interest accrued and other assets	**162**	133
TOTAL ASSETS	**312 628**	298 109
LIABILITIES		
Due to investment dealers	**2 316**	–
Redemptions payable	**160**	156
Accounts payable and accrued expenses	**30**	29
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**2 506**	185
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 310 122**	$ 297 924
Investments at cost	**$ 217 530**	$ 227 172
NAV		
SERIES F	**$ 6 620**	$ 5 770
SERIES O	**$ 303 502**	$ 292 154
NAV PER UNIT		
SERIES F	**$ 12.13**	$ 10.93
SERIES O	**$ 12.17**	$ 10.96

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 8 294**	$ 7 053
Interest for distribution purposes	**–**	1
Securities lending revenue (see note 6 in the generic notes)	**134**	246
Net realized gain (loss) on investments	**10 830**	4 593
Net gain (loss) on foreign currencies and other net assets	**546**	574
Change in unrealized gain (loss) on investments	**21 044**	(4 534)
TOTAL INCOME (LOSS)	**40 848**	7 933
EXPENSES (see notes – Fund Specific Information)		
Management fees	**63**	60
Administration fees	**261**	244
Independent Review Committee costs	**3**	3
GST/HST	**28**	26
Transaction costs	**164**	93
Withholding tax	**791**	837
TOTAL EXPENSES	**1 310**	1 263
INCREASE (DECREASE) IN NAV	**$ 39 538**	$ 6 670
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 717**	$ 81
SERIES O	**$ 38 821**	$ 6 589
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 1.35**	$ 0.12
SERIES O	**$ 1.49**	$ 0.25

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 39 538**	$ 6 670
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(10 830)**	(4 593)
Change in unrealized loss (gain) on investments	**(21 044)**	4 534
(Increase) decrease in accrued receivables	**(29)**	96
Increase (decrease) in accrued payables	**1**	1
Cost of investments purchased	**(29 227)**	(19 278)
Proceeds on sales of investments	**52 015**	16 364
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**30 424**	3 794
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**54 544**	56 809
Cash paid on redemption of redeemable units	**(75 594)**	(57 093)
Distributions paid to holders of redeemable units	**(5 613)**	(3 963)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (26 663)**	$ (4 247)
Net increase (decrease) in cash for the period	**3 761**	(453)
Cash (bank overdraft), beginning of period	**5 570**	6 023
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 9 331**	$ 5 570
Interest received (paid)	**$ –**	$ 1
Dividends received, net of withholding taxes	**$ 7 474**	$ 6 312

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 5 770**	$ 6 773	**$ 292 154**	$ 288 265	**$ 297 924**	$ 295 038
INCREASE (DECREASE) IN NAV	**717**	81	**38 821**	6 589	**39 538**	6 670
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**1 498**	1 069	**52 373**	56 338	**53 871**	57 407
Reinvestments of distributions to holders of redeemable units	**13**	9	**1 716**	2 219	**1 729**	2 228
Redemption of redeemable units	**(1 302)**	(2 107)	**(74 296)**	(55 121)	**(75 598)**	(57 228)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**209**	(1 029)	**(20 207)**	3 436	**(19 998)**	2 407
Distributions from net income	**(76)**	(55)	**(7 266)**	(6 136)	**(7 342)**	(6 191)
Distributions from net gains	**–**	–	**–**	–	**–**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(76)**	(55)	**(7 266)**	(6 136)	**(7 342)**	(6 191)
NET INCREASE (DECREASE) IN NAV	**850**	(1 003)	**11 348**	3 889	**12 198**	2 886
NAV AT END OF PERIOD	**$ 6 620**	$ 5 770	**$ 303 502**	$ 292 154	**$ 310 122**	$ 297 924

The accompanying notes are an integral part of these financial statements.

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 2015**	December 31 2014
United Kingdom	**17.4**	17.1
Japan	**10.4**	10.4
Switzerland	**6.4**	6.4
United States	**6.4**	6.0
Austria	**6.0**	5.3
Sweden	**5.0**	4.7
Ireland	**4.6**	4.4
Norway	**4.4**	5.4
Germany	**4.3**	3.0
China	**3.7**	4.8
Taiwan	**3.2**	2.4
France	**3.0**	2.7
Italy	**3.0**	2.4
Spain	**3.0**	2.9
Netherlands	**2.5**	2.6
South Korea	**2.2**	2.9
Australia	**–**	2.7
Other Countries	**12.2**	11.8
Cash/Other	**2.3**	2.1
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**36.0**	36.2
Euro	**16.8**	15.2
Pound sterling	**12.2**	10.3
Japanese yen	**8.8**	9.3
Swiss franc	**6.4**	6.4
Hong Kong dollar	**3.8**	5.1
Norwegian krone	**3.2**	5.0
Swedish krona	**3.2**	2.5
South Korean won	**2.2**	2.1
New Taiwan dollar	**1.5**	–
Singapore dollar	**1.4**	1.8
Turkish new lira	**1.2**	1.9
Australian dollar	**1.0**	1.4
Brazilian real	**0.8**	0.7
Indonesian rupiah	**0.7**	1.0
Czech koruna	**0.5**	0.5
Total	**99.7**	99.4

As at December 31, 2015, 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, 2014 – 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 2015	December 31 2014
MSCI EAFE 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.

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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**105 964**	**196 969**	**–**	**302 933**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**1**	**–**	**1**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**105 964**	**196 970**	**–**	**302 934**
% of total portfolio	**35.0**	**65.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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, 2015 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)	2015	2014
Series F		
Opening units	**528**	621
Issued number of units	**125**	95
Reinvested number of units	**1**	1
Redeemed number of units	**(108)**	(189)
Ending number of units	**546**	528
Series O		
Opening units	**26 647**	26 338
Issued number of units	**4 351**	5 033
Reinvested number of units	**144**	197
Redeemed number of units	**(6 196)**	(4 921)
Ending number of units	**24 946**	26 647

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	%	$	%
Total transaction costs	**164**	**100**	93	100
Related-party brokerage commissions*	**–**	**–**	3	3
Commission arrangements†	**35**	**21**	22	24

* 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 2015	December 31 2014
Fair value of securities loaned	**40 740**	35 725
Fair value of collateral received	**41 554**	36 440

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, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
INTERNATIONAL EQUITIES				
China				
4 056 000	Lenovo Group Limited	$ 7 337	$ 5 664	
		7 337	5 664	**2.0**
Finland				
841 770	Nokia OYJ	8 047	8 265	
		8 047	8 265	**3.0**
France				
95 399	BNP Paribas S.A.	6 667	7 467	
111 513	Total S.A.	7 412	6 918	
		14 079	14 385	**5.2**
Germany				
39 515	Bayer AG	7 220	6 851	
464 726	Commerzbank AG	7 577	6 647	
498 880	E.ON SE	8 299	6 624	
		23 096	20 122	**7.3**
Hong Kong				
443 400	CK Hutchison Holdings Ltd.	7 710	8 247	
1 495 000	Galaxy Entertainment Group Ltd.	8 186	6 482	
456 142	Swire Pacific Ltd. 'A'	5 576	7 050	
		21 472	21 779	**7.9**
Japan				
74 000	East Japan Railway Company	6 117	9 642	
165 400	Japan Tobacco Inc.	4 758	8 402	
252 400	KDDI Corporation	4 907	9 070	
222 400	Mitsubishi Corp.	5 325	5 119	
163 000	Nippon Telegraph & Telephone Corp.	6 748	8 976	
964 800	Nomura Holdings Inc.	7 337	7 436	
132 700	Omron Corp.	4 271	6 123	
476 200	Panasonic Corp.	5 343	6 680	
297 700	Sumitomo Electric Industries Ltd.	5 027	5 817	
166 000	Sumitomo Mitsui Financial Group Inc.	6 583	8 669	
1 548 000	Sumitomo Mitsui Trust Holdings Inc.	7 752	8 112	
84 000	Takashimaya Co. Ltd.	883	1 047	
1 172 000	Toshiba Corp.	5 744	3 333	
96 100	Toyota Motor Corp.	4 960	8 188	
168 600	Yamaha Motor Co. Ltd.	2 617	5 229	
		78 372	101 843	**36.7**
Netherlands				
106 973	Unilever N.V.	3 851	6 447	
		3 851	6 447	**2.3**
Singapore				
367 000	DBS Group Holdings Ltd.	4 305	5 951	
3 659 000	Genting Singapore Plc.	4 395	2 732	
		8 700	8 683	**3.1**
Switzerland				
232 654	ABB Ltd.	$ 5 352	$ 5 746	
71 723	Novartis AG	6 703	8 537	
22 669	Roche Holdings AG Genusscheine	7 539	8 692	
		19 594	22 975	**8.3**
Thailand				
1 019 100	Bangkok Bank PCL	6 598	5 949	
		6 598	5 949	**2.1**
United Kingdom				
80 380	AstraZeneca Plc.	5 261	7 513	
417 621	BG Group Plc.	7 947	8 377	
817 561	BP Plc.	7 176	5 879	
100 729	Carnival Plc.	3 417	7 940	
596 562	HSBC Holdings Plc. (U.K. Reg.)	5 968	6 516	
164 643	Royal Dutch Shell Plc., A Shares	7 120	5 196	
1 942 450	Tesco Plc.	7 248	5 906	
905 913	The Royal Bank of Scotland Group Plc.	5 255	5 572	
1 413 990	Vodafone Group Plc.	6 208	6 345	
		55 600	59 244	**21.4**
TOTAL INTERNATIONAL EQUITIES		$ 246 746	275 356	**99.3**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			1 921	**0.7**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 277 277	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 275 356**	$ 228 431
Cash	**1 691**	6 822
Subscriptions receivable	**99**	787
Dividends receivable, interest accrued and other assets	**333**	302
TOTAL ASSETS	**277 479**	236 342
LIABILITIES		
Due to investment dealers	**–**	1 002
Redemptions payable	**161**	167
Accounts payable and accrued expenses	**41**	35
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**202**	1 204
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 277 277**	$ 235 138
Investments at cost	**$ 246 746**	$ 210 271
NAV		
SERIES F	**$ 738**	$ 320
SERIES O	**$ 276 539**	$ 234 818
NAV PER UNIT		
SERIES F	**$ 10.15**	$ 9.51
SERIES O	**$ 10.27**	$ 9.62

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 9 474**	$ 8 897
Securities lending revenue (see note 6 in the generic notes)	**75**	90
Net realized gain (loss) on investments	**13 481**	16 718
Net gain (loss) on foreign currencies and other net assets	**651**	26
Change in unrealized gain (loss) on investments	**10 450**	(12 502)
TOTAL INCOME (LOSS)	**34 131**	13 229
EXPENSES (see notes – Fund Specific Information)		
Management fees	**5**	3
Administration fees	**428**	344
Independent Review Committee costs	**3**	3
GST/HST	**37**	30
Transaction costs	**297**	234
Withholding tax	**733**	805
TOTAL EXPENSES	**1 503**	1 419
INCREASE (DECREASE) IN NAV	**$ 32 628**	$ 11 810
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 40**	$ 17
SERIES O	**$ 32 588**	$ 11 793
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 1.10**	$ 0.39
SERIES O	**$ 1.25**	$ 0.49

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 32 628**	$ 11 810
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(13 481)**	(16 718)
Change in unrealized loss (gain) on investments	**(10 450)**	12 502
(Increase) decrease in accrued receivables	**(31)**	(126)
Increase (decrease) in accrued payables	**6**	1 012
Cost of investments purchased	**(107 444)**	(107 785)
Proceeds on sales of investments	**83 448**	70 201
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(15 324)**	(29 104)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**70 217**	78 772
Cash paid on redemption of redeemable units	**(42 975)**	(40 393)
Distributions paid to holders of redeemable units	**(17 049)**	(8 801)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ 10 193**	$ 29 578
Net increase (decrease) in cash for the period	**(5 131)**	474
Cash (bank overdraft), beginning of period	**6 822**	6 348
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 1 691**	$ 6 822
Interest received (paid)	**$ –**	$ –
Dividends received, net of withholding taxes	**$ 8 710**	$ 7 966

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 320**	$ 319	**$ 234 818**	$ 193 093	**$ 235 138**	$ 193 412
INCREASE (DECREASE) IN NAV	**40**	17	**32 588**	11 793	**32 628**	11 810
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**490**	108	**69 039**	79 169	**69 529**	79 277
Reinvestments of distributions to holders of redeemable units	**26**	2	**1 589**	1 268	**1 615**	1 270
Redemption of redeemable units	**(100)**	(114)	**(42 869)**	(40 446)	**(42 969)**	(40 560)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**416**	(4)	**27 759**	39 991	**28 175**	39 987
Distributions from net income	**(11)**	(8)	**(8 231)**	(7 622)	**(8 242)**	(7 630)
Distributions from net gains	**(27)**	(4)	**(10 395)**	(2 437)	**(10 422)**	(2 441)
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(38)**	(12)	**(18 626)**	(10 059)	**(18 664)**	(10 071)
NET INCREASE (DECREASE) IN NAV	**418**	1	**41 721**	41 725	**42 139**	41 726
NAV AT END OF PERIOD	**$ 738**	$ 320	**$ 276 539**	$ 234 818	**$ 277 277**	$ 235 138

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	December 31 2015	December 31 2014
Japan	**36.7**	33.4
United Kingdom	**21.4**	16.6
Switzerland	**8.3**	7.2
Hong Kong	**7.9**	7.4
Germany	**7.3**	9.7
France	**5.2**	4.3
Singapore	**3.1**	4.3
Finland	**3.0**	–
Netherlands	**2.3**	4.1
Thailand	**2.1**	2.6
China	**2.0**	–
Italy	**–**	4.0
South Korea	**–**	2.2
Russia	**–**	1.3
Cash/Other	**0.7**	2.9
Total	**100.0**	100.0

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 2015	December 31 2014
Japanese yen	**36.8**	34.0
Euro	**19.6**	24.4
Pound sterling	**19.5**	14.4
Hong Kong dollar	**9.9**	6.7
Swiss franc	**8.3**	7.2
Singapore dollar	**3.1**	4.3
Thailand baht	**2.1**	2.6
United States dollar	**0.5**	4.0
Total	**99.8**	97.6

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI EAFE Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	Level 1	Level 2	Level 3	Total
Equities	**–**	**275 356**	**–**	**275 356**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**–**	**275 356**	**–**	**275 356**
% of total portfolio	**–**	**100.0**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 2015	December 31 2014
Units held		
Series F	**616**	583
Value of all units	**6**	6

Taxes ($000s) (see note 5 in the generic notes)

The Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series F		
Opening units	**34**	34
Issued number of units	**45**	12
Reinvested number of units	**3**	–
Redeemed number of units	**(9)**	(12)
Ending number of units	**73**	34
Series O		
Opening units	**24 406**	20 264
Issued number of units	**6 403**	8 197
Reinvested number of units	**154**	131
Redeemed number of units	**(4 038)**	(4 186)
Ending number of units	**26 925**	24 406

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**297**	**100**	234	100
Related-party brokerage commissions*	**–**	**–**	–	–
Commission arrangements†	**21**	**7**	41	18

* 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 2015	December 31 2014
Fair value of securities loaned	**45 254**	28 001
Fair value of collateral received	**46 159**	28 561

SCHEDULE OF INVESTMENT PORTFOLIO (in $000s)

RBC PRIVATE WORLD EQUITY POOL

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
GLOBAL EQUITIES				
Canada				
49 300	Enbridge Inc.	$ 2 901	$ 2 268	
		2 901	2 268	**0.8**
Denmark				
102 152	Novo Nordisk A/S	3 342	8 189	
		3 342	8 189	**2.8**
Finland				
81 505	Sampo OYJ	3 742	5 733	
		3 742	5 733	**2.0**
France				
16 907	Air Liquide S.A.	1 670	2 627	
27 380	BNP Paribas S.A.	2 324	2 143	
30 385	Groupe Danone	2 291	2 841	
14 559	L'Oréal S.A.	2 117	3 389	
36 199	Pernod-Ricard S.A.	4 549	5 712	
29 523	Safran S.A.	2 582	2 807	
45 897	Total S.A.	2 930	2 847	
		18 463	22 366	**7.8**
Germany				
29 710	Siemens AG	3 606	3 977	
		3 606	3 977	**1.4**
Hong Kong				
822 800	AIA Group Ltd.	3 569	6 803	
		3 569	6 803	**2.4**
Japan				
15 100	FANUC Corp.	2 149	3 600	
77 600	Hamamatsu Photonics K.K.	1 533	2 944	
8 490	Keyence Corp.	2 553	6 457	
15 500	Murata Manufacturing Co. Ltd.	1 150	3 086	
9 700	SMC Corp.	1 597	3 486	
35 400	SoftBank Group Corp.	1 489	2 472	
		10 471	22 045	**7.7**
Luxembourg				
52 110	SES S.A., Subscription Receipts	2 179	1 998	
		2 179	1 998	**0.7**
Netherlands				
46 154	ASML Holding N.V.	5 401	5 674	
23 900	Gemalto N.V.	2 834	1 984	
		8 235	7 658	**2.7**
Singapore				
171 500	DBS Group Holdings Ltd.	2 192	2 781	
		2 192	2 781	**1.0**
Sweden				
167 406	Assa Abloy AB	2 504	4 877	
		2 504	4 877	**1.7**
Switzerland				
31 045	Cie Financiere Richemont S.A.	$ 2 341	$ 3 075	
51 510	Nestlé S.A.	2 827	5 291	
28 641	Novartis AG	1 905	3 409	
12 647	Roche Holdings AG Genusscheine	3 549	4 849	
		10 622	16 624	**5.8**
Taiwan				
93 900	Taiwan Semiconductor Manufacturing Co. Ltd. ADR	2 785	2 956	
		2 785	2 956	**1.0**
United Kingdom				
301 000	Aberdeen Asset Management Plc.	2 740	1 775	
99 200	AstraZeneca Plc.	8 211	9 272	
161 100	Greene King Plc.	2 740	3 052	
80 700	Imperial Tobacco Group Plc.	4 946	5 898	
47 500	Liberty Global Plc.	2 237	2 784	
43 000	Rio Tinto Plc.	2 475	1 732	
92 000	SSE Plc.	2 753	2 858	
106 900	Unilever Plc.	4 777	6 345	
453 100	Vodafone Group Plc.	2 212	2 033	
		33 091	35 749	**12.4**
United States				
2 175	Alphabet Inc., Class A	1 507	2 341	
2 181	Alphabet Inc., Class C	–	2 290	
21 100	American Tower Corp. Real Estate Investment Trust	1 326	2 831	
25 400	Apple Inc.	1 675	3 698	
32 300	Automatic Data Processing Inc.	2 840	3 786	
27 000	Boeing Co.	3 175	5 400	
47 900	Cerner Corp.	1 660	3 988	
39 200	Chevron Corp.	5 051	4 878	
39 400	CME Group Inc., Class A	3 184	4 938	
35 800	Comcast Corp., Class A	1 258	2 795	
33 500	ConocoPhillips	2 908	2 164	
27 100	Danaher Corp.	1 616	3 482	
30 000	Discover Financial Services	2 042	2 226	
52 100	Eaton Corp Plc.	2 775	3 751	
24 000	Eli Lilly & Co.	2 877	2 798	
20 400	Express Scripts Holding Co.	1 315	2 467	
26 800	Gilead Sciences Inc.	1 252	3 752	
44 700	Hexcel Corp.	2 200	2 873	
25 400	Incyte Corporation Ltd.	4 056	3 812	
51 098	Iron Mountain Inc. Real Estate Investment Trust	1 609	1 910	
28 100	JPMorgan Chase & Co.	1 356	2 567	
37 600	Marsh & McLennan Companies Inc.	1 937	2 885	
57 200	Microsoft Corp.	1 977	4 389	
23 700	Monsanto Co.	2 294	3 231	
19 400	Moody's Corp.	2 779	2 694	
87 600	Newell Rubbermaid Inc.	2 705	5 341	
93 200	Nielsen Holdings Plc.	4 001	6 010	
47 700	Paychex Inc.	2 839	3 490	

The accompanying notes are an integral part of the financial statements.

December 31, 2015

Holdings	Security	Cost	Fair Value	% of Net Assets
United States (cont.)				
26 700	Philip Morris International Inc.	$ 2 716	$ 3 247	
35 200	Royal Caribbean Cruises Ltd.	3 390	4 930	
26 500	Schlumberger Ltd.	1 929	2 557	
21 500	The Goldman Sachs Group Inc.	3 224	5 357	
27 900	The Procter & Gamble Co.	2 728	3 065	
21 300	United Technologies Corp.	2 034	2 830	
33 400	Verisign Inc.	1 720	4 037	
82 800	Verizon Communications Inc.	5 375	5 295	
43 300	Visa Inc., Class A	1 447	4 646	
39 500	Wells Fargo & Company	2 201	2 970	
		90 978	135 721	**47.3**
TOTAL GLOBAL EQUITIES		$ 198 680	279 745	**97.5**
OTHER NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			7 186	**2.5**
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS			$ 286 931	**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 in the generic notes)	December 31 2015	December 31 2014
ASSETS		
Investments at fair value	**$ 279 745**	$ 234 058
Cash	**7 134**	18 109
Subscriptions receivable	**88**	471
Dividends receivable, interest accrued and other assets	**304**	159
TOTAL ASSETS	**287 271**	252 797
LIABILITIES		
Redemptions payable	**293**	10
Accounts payable and accrued expenses	**47**	43
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	**340**	53
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS ("NAV")	**$ 286 931**	$ 252 744
Investments at cost	**$ 198 680**	$ 171 169
NAV		
SERIES F	**$ 6 652**	$ 5 806
SERIES O	**$ 280 279**	$ 246 938
NAV PER UNIT		
SERIES F	**$ 213.17**	$ 187.57
SERIES O	**$ 213.62**	$ 188.04

Statements of Comprehensive Income

(in $000s except per unit amounts)

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
INCOME (see note 3 in the generic notes)		
Dividends	**$ 6 182**	$ 4 813
Interest for distribution purposes	**1**	–
Securities lending revenue (see note 6 in the generic notes)	**84**	79
Net realized gain (loss) on investments	**25 691**	11 239
Net gain (loss) on foreign currencies and other net assets	**20**	(3)
Change in unrealized gain (loss) on investments	**18 176**	14 119
TOTAL INCOME (LOSS)	**50 154**	30 247
EXPENSES (see notes – Fund Specific Information)		
Management fees	**62**	57
Administration fees	**426**	336
Independent Review Committee costs	**3**	3
GST/HST	**56**	44
Transaction costs	**203**	110
Withholding tax	**729**	668
TOTAL EXPENSES	**1 479**	1 218
INCREASE (DECREASE) IN NAV	**$ 48 675**	$ 29 029
INCREASE (DECREASE) IN NAV		
SERIES F	**$ 1 016**	$ 668
SERIES O	**$ 47 659**	$ 28 361
INCREASE (DECREASE) IN NAV PER REDEEMABLE UNIT		
SERIES F	**$ 33.59**	$ 20.98
SERIES O	**$ 35.97**	$ 22.95

The accompanying notes are an integral part of these financial statements.

Statements of Cash Flow *(in $000s)*

For the periods ended December 31 (see note 2 in the generic notes)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in NAV	**$ 48 675**	$ 29 029
ADJUSTMENTS TO RECONCILE NET CASH PROVIDED BY (USED IN) OPERATIONS		
Net realized loss (gain) on investments	**(25 691)**	(11 239)
Change in unrealized loss (gain) on investments	**(18 176)**	(14 119)
(Increase) decrease in accrued receivables	**(145)**	777
Increase (decrease) in accrued payables	**4**	(2 075)
Cost of investments purchased	**(79 736)**	(78 494)
Proceeds on sales of investments	**77 916**	54 574
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**2 847**	(21 547)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of redeemable units	**33 266**	59 785
Cash paid on redemption of redeemable units	**(35 220)**	(27 783)
Distributions paid to holders of redeemable units	**(11 868)**	(3 164)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**$ (13 822)**	$ 28 838
Net increase (decrease) in cash for the period	**(10 975)**	7 291
Cash (bank overdraft), beginning of period	**18 109**	10 818
CASH (BANK OVERDRAFT), END OF PERIOD	**$ 7 134**	$ 18 109
Interest received (paid)	**$ 1**	$ –
Dividends received, net of withholding taxes	**$ 5 308**	$ 4 095

Cash consists of cash and futures contracts margin receivable/payable, as applicable.

The accompanying notes are an integral part of these financial statements.

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	
	2015	2014	**2015**	2014	**2015**	2014
NAV AT BEGINNING OF PERIOD	**$ 5 806**	$ 5 490	**$ 246 938**	$ 190 309	**$ 252 744**	$ 195 799
INCREASE (DECREASE) IN NAV	**1 016**	668	**47 659**	28 361	**48 675**	29 029
Early redemption fees	**–**	–	**–**	–	**–**	–
Proceeds from redeemable units issued	**681**	417	**32 202**	58 424	**32 883**	58 841
Reinvestments of distributions to holders of redeemable units	**39**	3	**1 962**	621	**2 001**	624
Redemption of redeemable units	**(642)**	(737)	**(34 861)**	(27 024)	**(35 503)**	(27 761)
NET INCREASE (DECREASE) FROM REDEEMABLE UNIT TRANSACTIONS	**78**	(317)	**(697)**	32 021	**(619)**	31 704
Distributions from net income	**(37)**	(35)	**(4 724)**	(3 753)	**(4 761)**	(3 788)
Distributions from net gains	**(211)**	–	**(8 897)**	–	**(9 108)**	–
Distributions from capital	**–**	–	**–**	–	**–**	–
TOTAL DISTRIBUTIONS TO HOLDERS OF REDEEMABLE UNITS	**(248)**	(35)	**(13 621)**	(3 753)	**(13 869)**	(3 788)
NET INCREASE (DECREASE) IN NAV	**846**	316	**33 341**	56 629	**34 187**	56 945
NAV AT END OF PERIOD	**$ 6 652**	$ 5 806	**$ 280 279**	$ 246 938	**$ 286 931**	$ 252 744

The accompanying notes are an integral part of these financial statements.

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:

Investment mix	**December 31 2015**	December 31 2014
United States	**47.3**	48.9
United Kingdom	**12.4**	6.7
France	**7.8**	5.7
Japan	**7.7**	8.1
Switzerland	**5.8**	6.1
Denmark	**2.8**	2.0
Netherlands	**2.7**	3.8
Hong Kong	**2.4**	2.2
Finland	**2.0**	1.2
Germany	**1.4**	3.2
Other Countries	**5.2**	4.7
Cash/Other	**2.5**	7.4
Total	**100.0**	100.0

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 2015**	December 31 2014
United States dollar	**49.3**	53.0
Euro	**14.6**	12.9
Pound sterling	**11.5**	4.6
Japanese yen	**7.7**	8.1
Swiss franc	**5.8**	6.1
Danish krone	**2.9**	2.0
Hong Kong dollar	**2.5**	2.2
Swedish krona	**1.7**	1.4
Singapore dollar	**1.0**	1.1
Total	**97.0**	91.4

As at December 31, 2015, 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, 2014 – 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 2015		December 31 2014	
MSCI World Total Return Net Index (CAD)	**+ 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, 2015 and 2014.

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Equities	**143 729**	**136 016**	**–**	**279 745**
Mutual fund units	**–**	**–**	**–**	**–**
Fixed-income and debt securities	**–**	**–**	**–**	**–**
Short-term investments	**–**	**–**	**–**	**–**
Derivatives – assets	**–**	**–**	**–**	**–**
Derivatives – liabilities	**–**	**–**	**–**	**–**
Total financial instruments	**143 729**	**136 016**	**–**	**279 745**
% of total portfolio	**51.4**	**48.6**	**–**	**100.0**

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

For the periods ended December 31, 2015 and 2014, there were no transfers of financial instruments between Level 1, 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%

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 Fund had no capital or non-capital losses as at December 31, 2015.

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)	**2015**	2014
Series F		
Opening units	**31**	33
Issued number of units	**3**	2
Reinvested number of units	**–**	–
Redeemed number of units	**(3)**	(4)
Ending number of units	**31**	31
Series O		
Opening units	**1 313**	1 132
Issued number of units	**157**	332
Reinvested number of units	**9**	3
Redeemed number of units	**(167)**	(154)
Ending number of units	**1 312**	1 313

Transaction costs ($000s except %)

Transaction costs, including brokerage commissions, in consideration of portfolio transactions for the periods ended:

	December 31 2015		December 31 2014	
	$	**%**	$	%
Total transaction costs	**203**	**100**	110	100
Related-party brokerage commissions*	**6**	**3**	2	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 2015	December 31 2014
Fair value of securities loaned	**26 699**	29 914
Fair value of collateral received	**27 233**	30 512

Please see the generic notes at the back of the financial statements.

1. The Funds

The Funds ("Fund" or "Funds") are open-ended mutual fund trusts governed by the laws of the Province of Ontario or British Columbia. RBC GAM is the manager and portfolio manager of the Funds and its head office is located at 155 Wellington Street West, 22nd Floor, Toronto, Ontario. RBC GAM is also the trustee of those Funds governed by the laws of the Province of Ontario. These financial statements were approved for issuance by the Board of Directors of RBC GAM on March 4, 2016.

The Funds may issue an unlimited number of units in some or all of Series A, Series C, Advisor Series, Advisor T5 Series, Series T5, Series T8, Series H, Series D, Series F, Series FT5, Series I and Series O.

Series A units and Series C units have no sales charges and are available to all investors through authorized dealers.

Advisor Series units and Advisor T5 Series units are available to all investors through authorized dealers with an initial sales charge or low-load sales charge option. For certain of the Funds, Advisor Series units and Advisor T5 Series units are available with a deferred sales charge option. Under the initial sales charge option, investors pay a sales charge 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 sales charge.

Series T5 units and Series T8 units have no sales charges and are available to all investors through authorized dealers.

Series H units have no sales charges, have lower fees than Series A units and Series C units and are only available to investors who invest and maintain the required minimum balance through authorized dealers.

Series D units have no sales charges and have lower fees than Series A units and Series C units. Series D units may be available to investors who have accounts with RBC Direct Investing Inc., Phillips, Hager & North Investment Funds Ltd. ("PH&N IF") or certain other authorized dealers (primarily discount brokers).

Series F units and Series FT5 units have no sales charges and have lower fees than Series A units and Series C units. Series F and Series FT5 units are only available to investors who have fee-based accounts with their dealer.

Series I units have no sales charges, have lower fees than Series F units and Series FT5 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 units are only available to large private or institutional investors or dealers. No management fees are payable by the Funds in respect of Series O units. Unitholders 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 or as at December 31, 2015 and 2014. 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, as there is currently no legally enforceable right to offset the recognized amounts, and the gross amounts are reported in the Statements of Financial Position. 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:

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. In circumstances where the closing price is not within the bid-ask spread, management will determine the points within the bid-ask spread that are most representative of the fair value.

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. In circumstances where the closing price is not within the bid-ask spread, management will determine the points within the bid-ask spread that are most representative of the fair value.

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 as "Change in unrealized gain (loss) on investments" 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 Phillips, Hager & North $U.S. Money Market Fund, 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, BlueBay $U.S. Global Convertible Bond Fund (Canada) 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 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. Phillips, Hager & North $U.S. Money Market Fund, 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, BlueBay $U.S. Global Convertible Bond Fund (Canada) 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. Any premiums paid or discounts received on the purchase of zero coupon bonds are amortized on a straight line basis.

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
BRL – Brazilian real
CAD – Canadian dollar
CHF – Swiss franc
CLP – Chilean peso
CNH/CNY – Chinese renminbi
COP – Colombian peso
CZK – Czech koruna
DKK – Danish krone
EUR – Euro
GBP – Pound sterling
HKD – Hong Kong dollar
HUF – Hungarian forint
IDR – Indonesian rupiah
ILS – Israeli new shekel
INR – Indian rupee
JPY – Japanese yen
KRW – South Korean won
MXN – Mexican peso
MYR – Malaysian ringgit
NOK – Norwegian krone
NZD – New Zealand dollar
PEN – Peruvian nuevo sol
PHP – Philippine peso
PLN – Polish zloty
RON – Romanian leu
RUB – Russian ruble
SEK – Swedish krona
SGD – Singapore dollar
THB – Thailand baht
TRY – Turkish new lira
TWD – New Taiwan dollar
USD – United States dollar
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 managers, 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 and Portfolio Manager

RBC GAM is an indirect wholly owned subsidiary of Royal Bank of Canada ("Royal Bank").

RBC GAM is the manager and portfolio manager of the Funds. RBC GAM is responsible for the Funds' day-to-day operations, 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 units. Unitholders of Series O 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 interim 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 Independent Review Committee 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.

Trustee

RBC GAM is the trustee for the Funds governed by the laws of the Province of Ontario. RBC IS is the trustee for the Funds governed by the laws of the Province of British Columbia. The trustee holds title to the Funds' property on behalf of the unitholders.

Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and PH&N IF 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, Series C, Advisor Series, Advisor T5 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 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

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 Independent Review Committee 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. Future accounting changes

The following IFRS standard has been issued, but is not yet in effect:

In July 2014, the IASB finalized the reform of financial instruments accounting and issued IFRS 9 (as revised in 2014), which contains the requirements for a) the classification and measurement of financial assets and financial liabilities, b) impairment methodology and c) general hedge accounting. IFRS 9 (as revised in 2014) will supersede IAS 39 Financial Instruments: Recognition and Measurement in its entirety upon its effective date.

The new standard, which becomes effective for annual periods beginning on or after January 1, 2018, is not expected to have a significant impact on the Funds.

In December 2014, Disclosure Initiative was issued, which amends IAS 1 Presentation of Financial Statements. The amendments are designed to encourage entities to use professional judgment to determine what information to disclose in the financial statements and accompanying notes by clarifying guidance on materiality, presentation and note structure. These amendments are effective for annual periods beginning on or after January 1, 2016. Funds will amend disclosures if required in the 2016 Financial Statements.

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

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For general mutual fund enquiries, write to:

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