



MONEY MARKET FUND

RBC \$U.S. MONEY MARKET FUND

December 31, 2018

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this annual management report of fund performance on March 11, 2019.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This annual management report of fund performance ("MRFP") contains financial highlights but does not contain the complete annual financial statements of the Fund. You can get a copy of the financial statements at your request, and at no cost, by calling 1-800-463-FUND (3863), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/reports or SEDAR at www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE (in USD)

Investment Objective and Strategies

The Fund seeks to provide U.S. dollar current income and liquidity consistent with short-term U.S. money-market rates.

To preserve the value of the investment, the Fund is invested primarily in high-quality short-term (one year or less) debt securities including Treasury bills, bankers acceptances and commercial paper.

Risk

There were no significant changes to the investment objective and strategies that affected the Fund's overall level of risk during the reporting period. The risks of investing in the Fund and the suitability of the Fund for investors remain as discussed in the Simplified Prospectus.

Results of Operations

The Fund's net asset value rose to \$290 million as of December 31, 2018, from \$240 million at the end of 2017. The increase was due to net inflows.

As of December 31, 2018, the current yields were 2.4% for Series A units, 2.4% for Series D units, 2.5% for Series F unit and 2.8% for Series O units.

Over the past year, the Fund's Series A units returned 1.90%, compared with the 1.86% rise in the Citigroup 3-Month T-Bill Index. The Fund's return is after the deduction of fees and expenses, while benchmark and broad-based index returns do not include any costs of investing. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of any other series, which may vary because of differences in management fees and expenses. In response to an extremely low interest rate environment and to support the yield to unitholders, the management fees of some series of the Fund have been maintained at reduced levels by RBC GAM. The decision to reduce management fees is determined at the discretion of RBC GAM.

Economic growth in the U.S. outpaced that in virtually all other countries in 2018, accelerating on the strength of increased government spending and tax cuts, reduced regulatory burdens and solid employment growth. Consequently, money-market rates climbed steadily throughout the year, as the U.S. Federal Reserve (the "Fed"), under new Chairman Jay Powell, raised the benchmark federal funds rate four times in response to inflation pressures and signalled further tightening ahead. However, the economic outlook soured later in the year as oil prices fell sharply, global financial conditions deteriorated and trade tensions between the U.S. and China intensified. By year-end, doubts about the sustainability of U.S. economic growth had seeped into market sentiment.

The portfolio manager managed the Fund's average term to maturity around the Fed's policy announcement dates in order to capture the impact of higher market yields that followed each rate hike. Once a rate hike took place, the bulk of maturities was centred on the next expected hike date, with occasional longer-term investments when yields were higher than expected. The Fund's holdings were largely in asset-backed commercial paper, as corporate paper issuance was thin. Provincial holdings were also relatively high at year-end, as they offered compelling yields relative to bank paper. Regulatory liquidity was satisfied through the holding of a position in provincial and federal paper.

Recent Developments

As 2019 got underway, the Fed was signalling two more rate hikes for the year and the continued shrinking of its balance sheet, but its commitment appears tempered by signs that the U.S. economy is losing momentum. Assuming inflation pressures remain muted, the Fed could put off monetary tightening, particularly if the global economy continues to slow or if trade tensions with China boil over. In this environment, the portfolio manager expects to increase the Fund's exposure to longer-dated and higher-yielding investments.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the Fund. RBC GAM is responsible for the Fund's day-to-day operations, holds title to the Fund's property on behalf of its unitholders, provides investment advice and portfolio management services to the Fund and appoints distributors for the Fund. RBC GAM is paid a management fee by the Fund as compensation for its services. The Fund pays a fixed administration fee to RBC GAM, which, in turn, pays certain operating expenses of the Fund. Both the management fee and fixed administration fee are calculated and accrued daily as a percentage of the net asset value of each series of units of the Fund. RBC GAM, as trustee, earns a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the Fund, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders switch between series of funds denominated in different currencies. The Fund also maintains bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the Fund in the course of their normal businesses are discussed below.



Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and Phillips, Hager & North Investment Funds Ltd. are principal distributors of, or may distribute certain series of units of, the Fund. Dealers may receive an ongoing commission based on the total value of their clients' investment in certain series of units of the Fund.

Registrars

RBC GAM, RBC Investor Services Trust ("RBC IS") or Royal Bank (or a combination thereof) are the registrars of the Fund and keep records of who owns units of the Fund. The registrars earn a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

Custodian

RBC IS is the custodian and holds the assets of the Fund. RBC IS earns a fee as the custodian, which is paid by the manager from the fixed administration fee paid by the Fund.

Securities Lending Agent

To the extent the Fund may engage in securities lending transactions, RBC IS may act as the Fund's securities lending agent. Any revenue earned on such securities lending is split between the Fund and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Fund 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 Fund, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Fund. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.



FINANCIAL HIGHLIGHTS (in USD)

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years or for the periods since inception. This information is derived from the Fund's audited annual financial statements.

Change in Net Assets Per Unit

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
Series A												
Dec. 31, 2018	10.00	0.22	(0.03)	–	–	0.19	(0.19)	–	–	–	(0.19)	10.00
Dec. 31, 2017	10.00	0.13	(0.03)	–	–	0.10	(0.10)	–	–	–	(0.10)	10.00
Dec. 31, 2016	10.00	0.08	(0.03)	–	–	0.05	(0.05)	–	–	–	(0.05)	10.00
Dec. 31, 2015	10.00	0.04	(0.02)	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00
Dec. 31, 2014	10.00	0.03	(0.02)	–	–	0.01	(0.01)	–	–	–	(0.01)	10.00
Series D												
Dec. 31, 2018	10.00	0.22	(0.03)	–	–	0.19	(0.19)	–	–	–	(0.19)	10.00
Dec. 31, 2017	10.00	0.14	(0.03)	–	–	0.11	(0.11)	–	–	–	(0.11)	10.00
Dec. 31, 2016	10.00	0.09	(0.03)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2015	10.00	0.03	(0.02)	–	–	0.01	(0.01)	–	–	–	(0.01)	10.00
Dec. 31, 2014	10.00	0.03	(0.02)	–	–	0.01	(0.01)	–	–	–	(0.01)	10.00
Series F												
Dec. 31, 2018³	10.00[†]	0.09	(0.01)	–	–	0.08	(0.08)	–	–	–	(0.08)	10.00
Series O												
Dec. 31, 2018	10.00	0.22	–	–	–	0.22	(0.22)	–	–	–	(0.22)	10.00
Dec. 31, 2017	10.00	0.14	–	–	–	0.14	(0.14)	–	–	–	(0.14)	10.00
Dec. 31, 2016	10.00	0.08	–	–	–	0.08	(0.08)	–	–	–	(0.08)	10.00
Dec. 31, 2015	10.00	0.04	–	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2014	10.00	0.02	–	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are reinvested in additional units of the Fund or paid in cash.

³ From August 16, 2018.

[†] Initial offering net asset value per unit.

Ratios and Supplemental Data

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series A							
Dec. 31, 2018	10.00	92 228	9 223	0.34	1.05	n/a	–
Dec. 31, 2017	10.00	95 886	9 588	0.33	1.05	n/a	–
Dec. 31, 2016	10.00	93 352	9 335	0.30	0.30	n/a	–
Dec. 31, 2015	10.00	106 553	10 655	0.17	0.17	n/a	–
Dec. 31, 2014	10.00	142 087	14 209	0.17	0.17	n/a	–
Series D							
Dec. 31, 2018	10.00	67 639	6 764	0.29	0.72	n/a	–
Dec. 31, 2017	10.00	42 903	4 290	0.28	0.72	n/a	–
Dec. 31, 2016	10.00	25 494	2 549	0.25	0.25	n/a	–
Dec. 31, 2015	10.00	19 855	1 985	0.17	0.17	n/a	–
Dec. 31, 2014	10.00	23 125	2 312	0.17	0.17	n/a	–



FINANCIAL HIGHLIGHTS (in USD) (cont.)

Ratios and Supplemental Data (cont.)

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series F							
Dec. 31, 2018⁴	10.00	3 709	371	0.26	0.62	n/a	—
Series O							
Dec. 31, 2018	10.00	126 316	12 632	0.02	0.02	n/a	—
Dec. 31, 2017	10.00	101 197	10 119	0.02	0.02	n/a	—
Dec. 31, 2016	10.00	18 359	1 836	0.02	0.02	n/a	—
Dec. 31, 2015	10.00	8 092	809	0.02	0.02	n/a	—
Dec. 31, 2014	10.00	1 521	152	0.02	0.02	n/a	—

¹ The management expense ratio ("MER") is based on expenses for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The Fund's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. The portfolio turnover rate is not applicable to money market funds.

³ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

⁴ From August 16, 2018.

Management Fees

RBC GAM is the manager, trustee and portfolio manager of the Fund. Management fees of each series of the Fund are calculated at the annual percentages, before GST/HST, of the daily net asset value of each series of the Fund. The breakdown of the services received in consideration of the management fees for each series, as a percentage of the management fees, is as follows:

	Management Fees	Breakdown of Services	
		Distribution	Other*
Series A	0.85%	29%	71%
Series D	0.60%	17%	83%
Series F	0.50%	—	100%

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

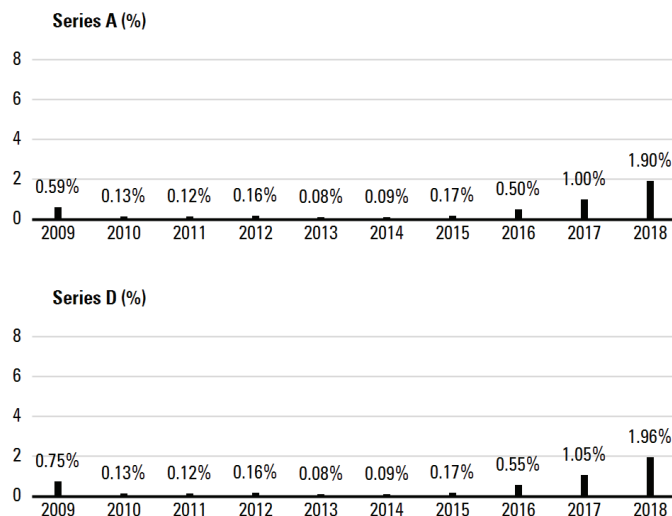
* Includes all costs related to management, trustee, investment advisory services, general administration and profit.

PAST PERFORMANCE (in USD)

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

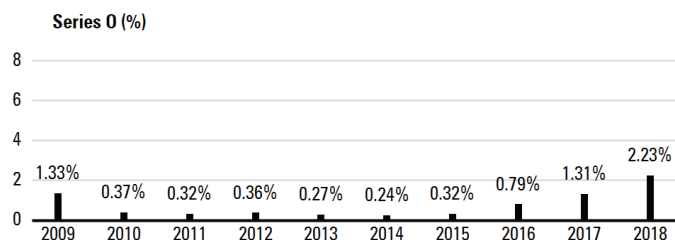
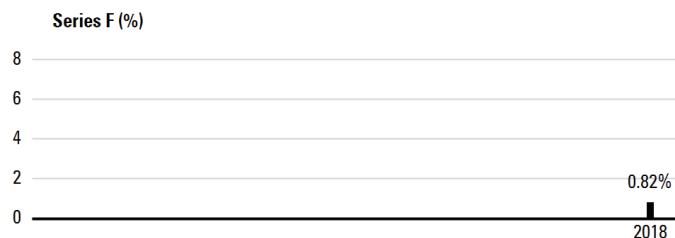
Year-by-Year Returns (%)

The bar chart indicates the Fund's performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year.





PAST PERFORMANCE (in USD) (cont.)



Series F units have been available for sale to unitholders since August 20, 2018.

Inception dates are not provided for series that have been in existence for more than 10 years.

SUMMARY OF INVESTMENT PORTFOLIO (in USD)

(after consideration of derivative products, if any)

As at December 31, 2018

Investment Mix

	% of Net Asset Value
Commercial Paper	74.1
Provincial Obligations	15.0
Bankers Acceptances and Bank Obligations	10.5
Cash/Other	0.4

Top 25 Holdings

	% of Net Asset Value
STABLE Trust 2.978% Mar 18 2019	5.6
SURE Trust 2.729% Mar 18 2019	4.3
Province of British Columbia 2.444% Jan 17 2019	3.8
SOUND Trust 2.828% Jan 7 2019	3.6
Province of Alberta 2.469% Jan 30 2019	3.2
National Bank of Canada 2.400% Jan 3 2019	3.0
Enbridge Pipelines Inc. 2.899% Jan 4 2019	2.8
Zeus Receivables Trust - Senior Notes 2.750% Mar 28 2019	2.8
BNP Paribas Capital Trust 2.849% Jun 18 2019	2.5
PSP Capital Inc. 2.464% Jan 15 2019	2.4
Province of Alberta 2.451% Jan 2 2019	2.3
SAFE Trust - Series 1996-1 3.077% Feb 25 2019	2.2
Province of Quebec 2.526% Jan 22 2019	2.2
Prime Trust - Senior Notes 2.638% Jan 2 2019	2.2
Clarity Trust 2.750% Mar 27 2019	2.2
OMERS Realty Corp. 2.652% Feb 20 2019	2.1
Enbridge Pipelines Inc. 2.908% Jan 10 2019	2.0
SURE Trust 3.077% Feb 25 2019	1.9
Caisse Centrale Desjardins 2.719% Mar 12 2019	1.9
Prime Trust - Senior Notes 2.750% Mar 28 2019	1.9
Prime Trust - Senior Notes 2.830% Jan 22 2019	1.8
Canadian Imperial Bank of Commerce 3.000% Sep 5 2019	1.8
SOUND Trust 3.000% Feb 1 2019	1.8
Merit Trust - Senior Notes 2.660% Mar 8 2019	1.6
Province of Quebec 2.377% Jan 17 2019	1.5
Top 25 Holdings	63.4

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and a quarterly update is available at www.rbcgam.com/funds.