



FIXED-INCOME FUND

RBC SHORT TERM INCOME CLASS

March 31, 2021

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

The Board of Directors of RBC Corporate Class Inc. approved this annual management report of fund performance on June 10, 2021.

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/en/ca 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.



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MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The Fund seeks to provide current income and liquidity consistent with short-term money market rates, and to preserve the value of an investment.

To achieve its investment objective, the Fund invests most of its assets in the RBC Canadian Money Market Fund (the “underlying fund”), which holds primarily high-quality short-term government and corporate-debt securities with an average term of 90 days or less. The underlying fund’s corporate-debt holdings are deemed by major debt-rating agencies to be suitable for conservative investors. The underlying fund also includes short-term debt issued by Canadian chartered banks and promissory notes issued or guaranteed by Canadian governments or their agencies.

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 \$11 million as of March 31, 2021, from \$9 million as of March 31, 2020. The increase was due to net inflows.

Over the past year, the Fund’s Series A shares gained 0.1%, underperforming the 0.2% rise in the benchmark. The Fund’s return is after the deduction of fees and expenses, while the 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.

Canadian fixed-income markets were consumed during the period by the ebb and flow of COVID-19. At the outset of the pandemic in early 2020, the damage to the economy triggered by government-mandated restrictions was met with massive fiscal and monetary support. The Bank of Canada (the “BOC”) cut its benchmark interest rate by 1.5 percentage points to 0.25% and, for the first time, purchased fixed-income assets to support the economy. Canadian money-market yields fell in response to the BOC’s initial measures and continued to trade at historical lows, reflecting a consensus that interest rates in Canada would stay low until the Canadian economy recovered a good deal of the lost jobs. The virus appeared to retreat during the summer months, but a second wave of infections during the fall and winter resulted in renewed economic lockdowns, and an extension of fiscal-support programs. The approval of COVID-19

vaccines in late 2020 fueled hopes that the economy would bounce back by late 2021. Accordingly, several of the BOC’s asset-purchase programs were wound down.

The portfolio manager managed the Fund during this initial tumultuous period by focusing on short-dated investments, as investor panic led to a serious lack of asset buyers. As pressures eased somewhat, the portfolio manager began seeking out the higher yields available on longer-dated securities. As a result, the Fund invested heavily in asset-back commercial paper and bank paper. Commercial-paper markets were thin as issuance remained poor, and regulatory requirements were satisfied through maturity management and a core position in provincial paper.

Recent Developments

Financial markets continue to be preoccupied with the progress of vaccination programs, which are crucial to life returning to something resembling “normal.” While some of the damage to the Canadian economy has been repaired, industries relying on human proximity continue to be largely closed. Canadians working in the travel, hospitality and cultural industries will need support to tide them over until restrictions can be relaxed.

The portfolio manager expects that monetary- and fiscal-support programs will be wound down as economic activity recovers into the summer. However, fixed-income yields will remain at current low levels for at least another year, in the view of the portfolio manager, as the BOC is in no hurry to tighten policy. One risk to this outlook is inflation. Ultra-low interest rates combined with large levels of fiscal stimulus will likely lead to accelerating consumer demand in the summer, and could result in faster inflation. In that event, the BOC might be forced to raise interest rates sooner than it would like.

Effective February 28, 2021, Ms. Catherine J. Kloepfer resigned as Vice Chair of the Independent Review Committee (the “IRC”). Effective March 22, 2021, Mr. Paul K. Bates was appointed as Vice Chair of the IRC. Effective April 1, 2021, Ms. Brenda Eaton was appointed as a member of the IRC.

Effective June 26, 2020, Advisor Series mutual fund shares were capped and were re-designated as Series A mutual fund shares effective August 4, 2020

Related-Party Transactions

Manager and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada (“Royal Bank”) and is the manager and portfolio manager of the Fund. RBC GAM is responsible for the Fund’s day-to-day operations, 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 mutual fund shares of 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 shareholders 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 the mutual fund shares of, the Fund. Dealers receive an ongoing commission based on the total value of their clients' investment in certain series of mutual fund shares 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 mutual fund shares 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.

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.



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FINANCIAL HIGHLIGHTS

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 Mutual Fund Share (\$)

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												
Mar. 31, 2021	10.60	0.06	(0.04)	–	–	0.02	–	–	–	–	–	10.61
Mar. 31, 2020	10.44	0.21	(0.06)	–	–	0.15	–	–	–	–	–	10.60
Mar. 31, 2019	10.32	0.18	(0.06)	–	–	0.12	–	–	–	–	–	10.44
Mar. 31, 2018	10.26	0.12	(0.06)	–	–	0.06	–	–	–	–	–	10.32
Mar. 31, 2017	10.22	0.09	(0.06)	–	–	0.03	–	–	–	–	–	10.26
Series D												
Mar. 31, 2021	10.60	0.06	(0.04)	–	–	0.02	–	–	–	–	–	10.61
Mar. 31, 2020	10.44	0.21	(0.06)	–	–	0.15	–	–	–	–	–	10.60
Mar. 31, 2019	10.32	0.18	(0.06)	–	–	0.12	–	–	–	–	–	10.44
Mar. 31, 2018	10.26	0.12	(0.06)	–	–	0.06	–	–	–	–	–	10.32
Mar. 31, 2017	10.22	0.10	(0.06)	–	–	0.04	–	–	–	–	–	10.26
Series F												
Mar. 31, 2021	10.64	0.06	(0.04)	–	–	0.02	–	–	–	–	–	10.66
Mar. 31, 2020	10.47	0.20	(0.06)	–	–	0.14	–	–	–	–	–	10.64
Mar. 31, 2019	10.35	0.18	(0.06)	–	–	0.12	–	–	–	–	–	10.47
Mar. 31, 2018	10.28	0.12	(0.06)	–	–	0.06	–	–	–	–	–	10.35
Mar. 31, 2017	10.24	0.10	(0.06)	–	–	0.04	–	–	–	–	–	10.28
Series O												
Mar. 31, 2021	11.09	0.05	–	–	–	0.05	–	–	–	–	–	11.15
Mar. 31, 2020	10.87	0.22	–	–	–	0.22	–	–	–	–	–	11.09
Mar. 31, 2019	10.68	0.19	–	–	–	0.19	–	–	–	–	–	10.87
Mar. 31, 2018	10.56	0.12	–	–	–	0.12	–	–	–	–	–	10.68
Mar. 31, 2017	10.46	0.09	–	–	–	0.09	–	–	–	–	–	10.56

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

² Distributions are reinvested in additional mutual fund shares of the Fund or paid in cash.



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FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data

As at	Net Asset Value Per Mutual Fund Share (\$)	Net Asset Value (\$000s)	Number of Mutual Fund Shares Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series A							
Mar. 31, 2021	10.61	3 783	356	0.39	0.88	42.29	—
Mar. 31, 2020	10.60	2 622	248	0.61	0.92	287.46	—
Mar. 31, 2019	10.44	2 986	286	0.61	0.93	62.22	—
Mar. 31, 2018	10.32	4 622	448	0.60	0.93	42.42	—
Mar. 31, 2017	10.26	5 796	565	0.61	0.63	27.60	—
Series D							
Mar. 31, 2021	10.61	2 960	279	0.41	0.71	42.29	—
Mar. 31, 2020	10.60	3 296	311	0.60	0.71	287.46	—
Mar. 31, 2019	10.44	3 735	358	0.60	0.72	62.22	—
Mar. 31, 2018	10.32	2 502	242	0.60	0.73	42.42	—
Mar. 31, 2017	10.26	2 064	201	0.61	0.63	27.60	—
Series F							
Mar. 31, 2021	10.66	1 125	106	0.35	0.61	42.29	—
Mar. 31, 2020	10.64	1 054	99	0.56	0.62	287.46	—
Mar. 31, 2019	10.47	1 285	123	0.57	0.64	62.22	—
Mar. 31, 2018	10.35	1 639	158	0.55	0.63	42.42	—
Mar. 31, 2017	10.28	2 826	275	0.56	0.58	27.60	—
Series O							
Mar. 31, 2021	11.15	2 659	239	0.05	0.05	42.29	—
Mar. 31, 2020	11.09	2 277	205	0.06	0.07	287.46	—
Mar. 31, 2019	10.87	5 689	523	0.05	0.07	62.22	—
Mar. 31, 2018	10.68	750	70	0.05	0.08	42.42	—
Mar. 31, 2017	10.56	577	55	0.06	0.08	27.60	—

¹ The management expense ratio ("MER") is based on the direct expenses charged to the Fund and the Fund's proportionate share of the expenses of underlying funds, if any, 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 shareholders, 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.

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.

Effective March 1, 2020, the administration fees for Series A mutual fund shares were reduced to 0.03% from 0.08%. If the changes to the administration fees would have been in effect throughout the financial year ended March 31, 2020, the adjusted MER for each series of the Fund would be: Series A – 0.56%.



FINANCIAL HIGHLIGHTS (cont.)

Management Fees and Administration Fees

Management fees and 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. The management fee, breakdown of services received in consideration of the management fee, as a percentage of the management fee, and the administration fee for each series are as follows:

	Management Fees	Breakdown of Services		Administration Fees [†]
		Distribution	Other*	
Series A	0.75%	33%	67%	0.03%
Series D	0.60%	20%	80%	0.03%
Series F	0.50%	–	100%	0.03%
Series O	n/a	n/a	n/a	0.02%

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

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

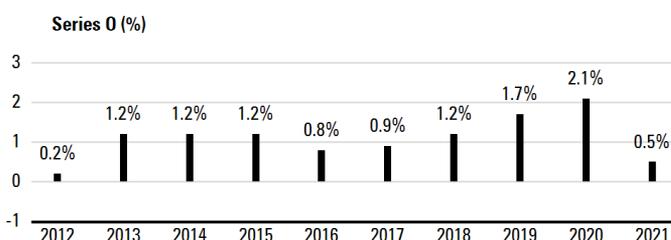
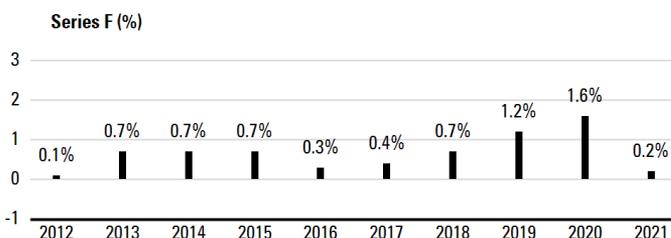
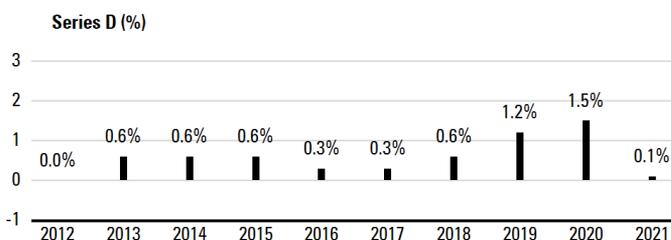
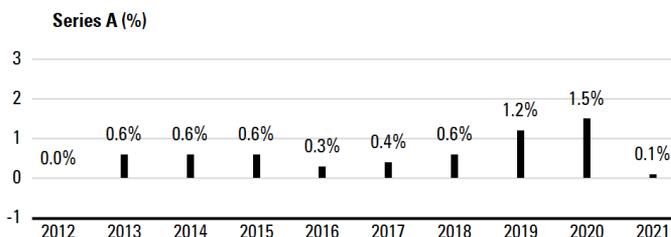
† Effective March 1, 2020, the administration fees for Series A mutual fund shares were reduced to 0.03% from 0.08%.

PAST PERFORMANCE

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional shares 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.





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PAST PERFORMANCE (cont.)

Annual Compound Returns (%)

The table shows the annual compound returns for each series of the Fund and for each of the periods indicated ended on March 31, 2021, compared with the following benchmark:

FTSE Canada 91 Day TBill Index

	Past Year	Past 3 Years	Past 5 Years	Past 10 Years	Since Inception
Series A	0.1	0.9	0.8	–	0.6
Benchmark	0.2	1.2	1.0	–	0.9
Series D	0.1	0.9	0.8	–	0.6
Benchmark	0.2	1.2	1.0	–	0.9
Series F	0.2	1.0	0.8	–	0.7
Benchmark	0.2	1.2	1.0	–	0.9
Series O	0.5	1.4	1.3	–	1.2
Benchmark	0.2	1.2	1.0	–	0.9

The returns of each series may vary because of differences in management fees and expenses. Benchmark and/or broad-based index returns do not include any costs of investing. See Management Discussion of Fund Performance for a discussion of performance relative to benchmark and/or broad-based indexes.

Series A, Series D, Series F and Series O mutual fund shares have been available for sale to shareholders since January 1, 2012.

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

Advisor Series mutual fund shares were capped effective June 26, 2020, and re-designated as Series A mutual fund shares effective August 4, 2020.

INDEX DESCRIPTIONS

FTSE Canada 91 Day TBill Index This index is a measure of the performance of Canadian short-term cash investments.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at March 31, 2021

Investment Mix

	% of Net Asset Value
Commercial Paper	58.6
Bankers Acceptances and Bank Obligations	36.0
Provincial Obligations	5.2
Cash/Other	0.2

Top 25 Holdings*

	% of Net Asset Value
Bank of Nova Scotia 0.250% Dec 1 2021	3.3
Canadian Imperial Bank of Commerce 0.249% Apr 6 2021	3.1
Bank of Montreal 0.249% Mar 8 2021	2.8
National Bank of Canada 0.188% Mar 1 2021	2.8
Bank of Montreal 0.179% May 17 2021	2.6
Canadian Imperial Bank of Commerce 0.300% Apr 8 2021	2.2
HSBC Bank Canada 0.300% Jul 12 2021	2.0
HSBC Bank Canada 0.350% Apr 16 2021	1.7
Toronto-Dominion Bank 0.528% Mar 8 2021	1.7
Toronto-Dominion Bank 0.167% Mar 18 2021	1.5
Canadian Imperial Bank of Commerce 0.172% Apr 15 2021	1.5
Clarity Trust 0.239% May 19 2021	1.5
Canadian Imperial Bank of Commerce 0.230% Aug 9 2021	1.4
SOUND Trust 0.390% Apr 19 2021	1.4
SURE Trust 0.340% Aug 4 2021	1.3
Banner Trust 0.370% Jul 7 2021	1.3
King Street Funding Trust 0.239% Jun 7 2021	1.3
Province of Quebec 0.114% Mar 12 2021	1.2
Bay Street Funding Trust - Class A 0.254% Mar 2 2021	1.1
Bay Street Funding Trust - Class A 0.289% Mar 18 2021	1.1
Fusion Trust 0.299% Jun 2 2021	1.1
Bank of Nova Scotia 0.250% Nov 10 2021	1.1
STABLE Trust 0.340% Aug 3 2021	1.1
Bank of Nova Scotia 0.191% Apr 9 2021	1.0
Fusion Trust 0.290% Mar 11 2021	1.0
Top 25 Holdings	42.1

* The Fund invests substantially all of its assets directly in the RBC Canadian Money Market Fund. The above are the Top 25 holdings of the RBC Canadian Money Market Fund.

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/en/ca.

The Simplified Prospectus and other information about the underlying fund are available on SEDAR website at www.sedar.com.