



Global Asset
Management

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

U.S. EQUITY FUND

PHILLIPS, HAGER & NORTH U.S. MULTI-STYLE ALL-CAP EQUITY 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 long-term capital growth by investing primarily in a well-diversified portfolio of U.S. equity securities.

To achieve its investment objective, the Fund invests most of its assets in the Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund (the "underlying fund"). The underlying fund invests in U.S. equity securities with the objective of building a portfolio that encompasses multiple investment styles. The underlying fund's portfolio will be comprised of the following investment styles, which are managed by RBC GAM's sub-advisors as separate portfolios within the underlying fund: U.S. Large Cap Growth, U.S. Mid Cap Growth, U.S. Large Cap Value, U.S. Mid Cap Value, U.S. Small/Mid-Cap Growth, U.S. Small Cap Core and U.S. Small-Cap Value.

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 \$44 million as of March 31, 2021, from \$33 million as of March 31, 2020. The increase was due to investment returns.

Over the past year, the Fund's Series A shares gained 37.5%, underperforming the 39.6% 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.

The U.S. stock market recorded significant gains over the one-year period, more than recovering from declines in early 2020 when the spread of COVID-19 brought the economy to a standstill. The rebound in stocks came after governments around the world launched substantial monetary and fiscal stimulus. The U.S. Federal Reserve, for example, dropped its short-term benchmark interest rate near zero and expanded the scale of existing bond purchases to hold down longer-term rates. By early September, the S&P 500 Index was reaching all-time highs on better-than-expected economic growth, and the index continued to surge in November following the approval of two vaccines to combat COVID-19. Cyclical sectors such as Energy and Financials outperformed less economically sensitive sectors in recent months, indicating investor optimism about the path that lies ahead for the economy.

The Large Cap Core strategy underperformed its benchmark, the S&P 500 Index, due primarily to adverse stock selection in the Information Technology, Consumer Discretionary and Energy sectors. This underperformance was somewhat offset by favourable stock picks in the Financials sector. From a sector-allocation standpoint, an overweight position in the Health Care sector weighed on returns.

The Mid Cap Value sleeve underperformed its benchmark, the Russell Mid Cap Value Index, during the period. Adverse stock selection in the Information Technology, Industrials and Consumer Staples sectors weighed on returns. From a sector-allocation standpoint, an underweight position in the Consumer Discretionary sector held back performance.

The Fund's Small Cap Core component underperformed versus the Russell 2000 Index, due primarily to adverse stock selection in the Consumer Discretionary, Materials and Health Care sectors. From a sector-allocation standpoint, an overweight position in the Consumer Discretionary sector had a positive impact on performance.

Recent Developments

The stock rebound over the past 12 months has been one of the strongest equity-market comebacks on record, and it seems prudent to consider the possibility that returns will not be as attractive in the near term. However, unprecedented central-bank and fiscal stimulus combined with historically high savings and pent-up demand suggest it's too early for investors to get defensive, in the view of the portfolio manager, and the portfolio manager believes that equity valuations are likely to remain high until macroeconomic risks start to creep back. Examples of these risks include a significant rise in interest rates and the spread of COVID-19 variants.

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.



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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	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	23.09	0.42	(0.49)	1.91	6.40	8.24	—	—	(1.89)	—	(1.89) 29.47	
Mar. 31, 2020	25.43	0.39	(0.47)	1.65	(2.86)	(1.29)	—	—	(0.52)	—	(0.52) 23.09	
Mar. 31, 2019	24.03	0.40	(0.45)	2.07	(0.16)	1.86	—	—	(0.46)	—	(0.46) 25.43	
Mar. 31, 2018	21.95	0.38	(0.42)	1.94	0.18	2.08	—	—	—	—	— 24.03	
Mar. 31, 2017	18.71	0.30	(0.37)	1.40	1.72	3.05	—	—	—	—	— 21.95	
Series D												
Mar. 31, 2021	24.80	0.46	(0.28)	2.06	6.81	9.05	—	—	(2.03)	—	(2.03) 31.92	
Mar. 31, 2020	27.07	0.42	(0.27)	1.76	(3.67)	(1.76)	—	—	(0.56)	—	(0.56) 24.80	
Mar. 31, 2019	25.37	0.42	(0.25)	2.20	(0.19)	2.18	—	—	(0.49)	—	(0.49) 27.07	
Mar. 31, 2018	22.98	0.40	(0.23)	2.04	0.13	2.34	—	—	—	—	— 25.37	
Mar. 31, 2017	19.42	0.32	(0.21)	1.48	1.91	3.50	—	—	—	—	— 22.98	
Series F												
Mar. 31, 2021	25.28	0.47	(0.22)	2.10	7.07	9.42	—	—	(2.07)	—	(2.07) 32.62	
Mar. 31, 2020	27.53	0.42	(0.21)	1.79	(3.58)	(1.58)	—	—	(0.57)	—	(0.57) 25.28	
Mar. 31, 2019	25.74	0.43	(0.20)	2.23	(0.25)	2.21	—	—	(0.50)	—	(0.50) 27.53	
Mar. 31, 2018	23.26	0.40	(0.18)	2.06	0.18	2.46	—	—	—	—	— 25.74	
Mar. 31, 2017	19.61	0.33	(0.17)	1.55	2.41	4.12	—	—	—	—	— 23.26	
Series O												
Mar. 31, 2021	26.96	0.48	(0.01)	2.19	8.37	11.03	—	—	(2.21)	—	(2.21) 35.03	
Mar. 31, 2020	29.16	0.45	(0.01)	1.90	(6.87)	(4.53)	—	—	(0.60)	—	(0.60) 26.96	
Mar. 31, 2019	27.07	0.45	(0.01)	2.35	(0.20)	2.59	—	—	(0.52)	—	(0.52) 29.16	
Mar. 31, 2018	24.29	0.42	(0.01)	2.16	0.07	2.64	—	—	—	—	— 27.07	
Mar. 31, 2017	20.33	0.32	(0.01)	1.47	1.60	3.38	—	—	—	—	— 24.29	

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	29.47	5 767	196	1.89	1.89	12.56	0.05
Mar. 31, 2020	23.09	4 647	201	1.89	1.89	9.21	0.05
Mar. 31, 2019	25.43	6 567	258	1.89	1.90	0.69	0.03
Mar. 31, 2018	24.03	7 341	306	1.87	1.88	5.73	0.06
Mar. 31, 2017	21.95	7 929	361	1.93	1.94	4.97	0.07
Series D							
Mar. 31, 2021	31.92	19 785	620	1.03	1.03	12.56	0.05
Mar. 31, 2020	24.80	14 755	595	1.03	1.03	9.21	0.05
Mar. 31, 2019	27.07	17 055	630	1.02	1.03	0.69	0.03
Mar. 31, 2018	25.37	16 162	637	1.01	1.02	5.73	0.06
Mar. 31, 2017	22.98	15 794	687	1.06	1.07	4.97	0.07
Series F							
Mar. 31, 2021	32.62	10 832	332	0.79	0.79	12.56	0.05
Mar. 31, 2020	25.28	8 445	334	0.80	0.80	9.21	0.05
Mar. 31, 2019	27.53	9 012	327	0.79	0.80	0.69	0.03
Mar. 31, 2018	25.74	8 490	330	0.79	0.80	5.73	0.06
Mar. 31, 2017	23.26	6 594	284	0.83	0.84	4.97	0.07
Series O							
Mar. 31, 2021	35.03	7 760	222	0.09	0.09	12.56	0.05
Mar. 31, 2020	26.96	4 953	184	0.09	0.09	9.21	0.05
Mar. 31, 2019	29.16	3 728	128	0.08	0.09	0.69	0.03
Mar. 31, 2018	27.07	4 474	165	0.09	0.10	5.73	0.06
Mar. 31, 2017	24.29	2 518	104	0.09	0.10	4.97	0.07

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 June 30, 2016, the management fees for Series A mutual fund shares were reduced to 1.60% from 1.75%; for Series D mutual fund shares were reduced to 0.85% from 1.00%; and for Series F mutual fund shares were reduced to 0.60% from 0.75%. If the changes to the management fees would have been in effect throughout the financial year ended March 31, 2017, the adjusted MER for each series of the Fund would be: Series A – 1.89%, Series D – 1.03% and Series F – 0.81%.



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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	1.60%	57%	43%	0.05%
Series D	0.85%	25%	75%	0.05%
Series F	0.60%	—	100%	0.05%
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.

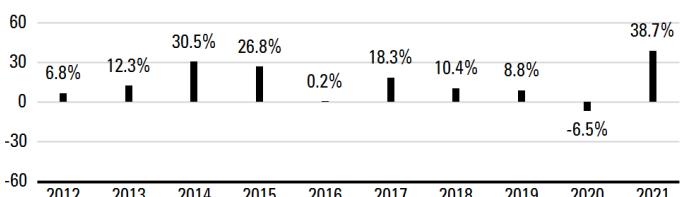
PAST PERFORMANCE

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.

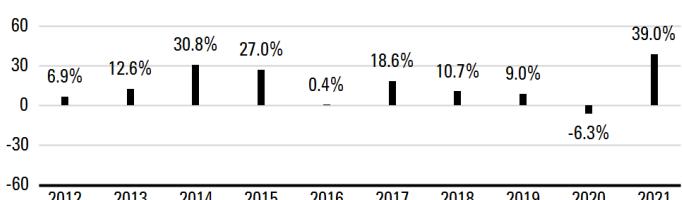
Year-by-Year Returns (%)

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.

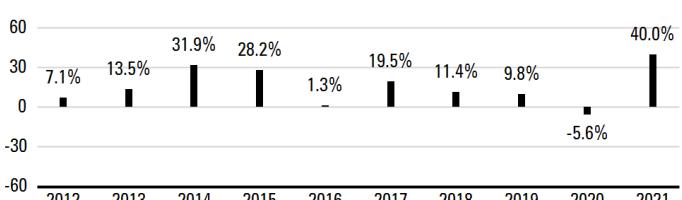
Series D (%)



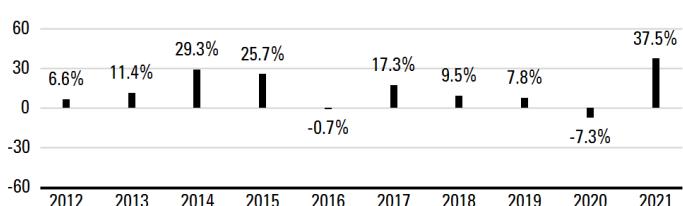
Series F (%)



Series O (%)



Series A (%)





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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:

S&P 500 Total Return Index (CAD)

	Past Year	Past 3 Years	Past 5 Years	Past 10 Years	Since Inception
Series A	37.5	11.2	12.0	—	14.1
Benchmark	39.6	15.8	15.5	—	18.2
Series D	38.7	12.2	13.0	—	15.1
Benchmark	39.6	15.8	15.5	—	18.2
Series F	39.0	12.4	13.3	—	15.3
Benchmark	39.6	15.8	15.5	—	18.2
Series O	40.0	13.2	14.1	—	16.2
Benchmark	39.6	15.8	15.5	—	18.2

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. All outstanding Series H mutual fund shares were re-designated as Series A mutual fund shares and all outstanding Series I mutual fund shares were re-designated as Series F mutual fund shares effective June 30, 2016.

INDEX DESCRIPTIONS

S&P 500 Total Return Index (CAD) This index is a capitalization-weighted index measuring the Canadian dollar performance of 500 widely held common stocks representing all major industries in the United States. The index gives investors a broad measure of the overall performance of the U.S. stock market.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at March 31, 2021

Investment Mix

	% of Net Asset Value
Information Technology	25.4
Health Care	12.5
Financials	11.5
Consumer Discretionary	11.0
Communication Services	10.6
Industrials	10.2
Consumer Staples	5.5
Energy	2.8
Underlying Funds	2.6
Materials	2.4
Real Estate	2.2
Utilities	1.8
Cash/Other	1.5

Top 25 Holdings*

	% of Net Asset Value
Apple Inc.	5.2
Microsoft Corp.	5.1
Amazon.com, Inc.	3.9
Alphabet Inc., Class A	2.3
Facebook Inc., Class A	2.0
Berkshire Hathaway Inc., Class B	1.7
JPMorgan Chase & Co.	1.6
Cash & Cash Equivalents	1.4
The Walt Disney Company	1.3
iShares Core S&P 500 ETF	1.3
Visa Inc., Class A	1.3
Alphabet Inc., Class C	1.3
PayPal Holdings Inc.	1.2
Mastercard Inc.	1.2
Home Depot Inc.	1.2
Abbott Laboratories	1.1
UnitedHealth Group Incorporated	1.1
The Procter & Gamble Co.	1.0
Thermo Fisher Scientific Inc.	1.0
Nvidia Corp.	1.0
Johnson & Johnson	1.0
Chevron Corp.	0.9
Bank of America Corp.	0.9
Eli Lilly & Co.	0.8
Nike Inc.	0.8
Top 25 Holdings	41.6

* The Fund invests substantially all of its assets directly in the Phillips, Hager & North U.S. Multi-Style All-Cap Equity Fund. The above are the Top 25 holdings of the Phillips, Hager & North U.S. Multi-Style All-Cap Equity 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.