



BALANCED FUND

**PHILLIPS, HAGER & NORTH
MONTHLY 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.



March 31, 2021

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The Fund seeks to provide monthly income that may consist of dividend income, interest income, realized capital gains and return of capital. The Fund will also have the potential to provide modest capital growth. The Fund primarily invests in a well-diversified balanced portfolio of income-producing equity securities, including, but not limited to, common shares of dividend-paying Canadian companies and income trusts. The Fund may also invest in fixed-income securities such as preferred shares, government and corporate bonds, debentures and notes, asset-backed commercial paper, mortgage-backed securities and other income-generating securities.

The Fund's target weightings for each asset class are 50% for fixed income and 50% for equities. The target weightings for each asset class may be adjusted based on changes in the market outlook for each asset class.

To achieve its investment objective, the Fund invests most of its assets in the Phillips, Hager & North Monthly Income Fund and/or a combination of other funds managed by RBC GAM (the "underlying funds"). The underlying funds invest in income-producing equity securities, fixed-income securities, and may also hold income-generating securities such as convertible bonds and convertible preferred shares.

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 \$77 million as of March 31, 2021, from \$70 million as of March 31, 2020. The increase was due to investment returns, partially offset by net redemptions.

Over the past year, the Fund's Series A shares gained 23.7%, underperforming the 25.5% rise in the benchmark. The broad-based index 1 rose 1.6% and the broad-based index 2 rose 44.2%. 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 12-month period began in the midst of financial-market tumult due to the COVID-19 pandemic. Central banks and governments responded quickly with unprecedented support that buttressed markets and allowed the economy to get back on its feet. Stocks and

bonds recovered strongly, and by the end of the period, progress on vaccination programs had investors hoping for a return in some parts of the world to something resembling 'normal' by the end of 2021.

In the equity portion of the portfolio, the absence of BCE and overweight positions in Brookfield Property Partners and Finning International had the most positive impact on the Fund's relative returns. An overweight position in Quebecor and a lack of exposure to both Magna International and TFI International was negative for relative performance. The sectors that had the most positive impact on the Fund's relative returns were Materials, Communication Services and Energy, while Consumer Discretionary and Utilities had a negative impact.

The Fund had significant overweight positions in Shaw Communications, Manulife Financial and Element Fleet Management, and significant underweight positions in BCE, Magna International and Wheaton Precious Metals. At the sector level, the Fund's largest overweight exposures were to Financials, Information Technology and Energy, and its largest underweight allocations were to Consumer Staples, Utilities and Consumer Discretionary.

The assistance provided by central banks supported bond prices and resulted in a renewed demand for higher-yielding, non-government bonds. As the period progressed, investors' confidence grew and the premium required to hold provincial and corporate bonds over safer Government of Canada bonds narrowed. In this environment, fixed-income returns were positive, with corporate and provincial bonds outperforming their federal government counterparts.

Corporate and provincial bond strategies were key drivers of the Fund's fixed-income performance. During the pandemic-related downturn in 2020, the portfolio manager capitalized on falling provincial- and corporate-bond prices by increasing the Fund's allocations to these segments of the bond market. This positioning proved beneficial as investors' increased demand for higher-yielding bonds led provincial and corporate bonds to outperform more defensive Government of Canada bonds. Overall, this approach contributed to the Fund's performance as prices for these types of bonds made a strong recovery.

Recent Developments

Investors continue to look ahead to an economic and earnings recovery as vaccine distribution continues, especially in the U.S. and parts of Europe. At this point, sustained monetary and fiscal support and evidence of a recovery in profits will be required to bolster equities. Investors will be paying attention to inflation expectations and interest rates, as bond yields in Canada have climbed back to pre-pandemic levels. Rising interest rates may be an indication that bond markets expect a sustained economic expansion, which



historically has boosted stocks and sectors that are tied to economic growth. The Canadian stock market's sizeable exposure to financial services and commodities should therefore support its relative performance in a global economic recovery.

In consideration of the strong economic recovery from the depths of the pandemic crisis, the portfolio manager has continued to upgrade the quality of the fixed-income portion of the portfolio by taking profits on many positions that performed well during the period and re-allocated that exposure to investments perceived as offering a greater degree of safety. That being said, the portfolio manager believes that fixed income is well positioned to benefit from a continued economic rebound.

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 and Advisor T5 Series mutual fund shares were capped and were re-designated as Series A mutual fund shares and Series T5 mutual fund shares, respectively, 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.



March 31, 2021

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	10.58	0.61	(0.23)	0.05	1.97	2.40	–	(0.04)	(0.03)	–	(0.07)	13.01
Mar. 31, 2020	11.73	0.25	(0.23)	0.03	(0.90)	(0.85)	–	(0.21)	–	–	(0.21)	10.58
Mar. 31, 2019	11.68	0.25	(0.22)	(0.06)	0.50	0.47	–	(0.03)	(0.42)	–	(0.45)	11.73
Mar. 31, 2018	11.82	0.47	(0.22)	–	(0.28)	(0.03)	–	(0.07)	–	–	(0.07)	11.68
Mar. 31, 2017	10.87	0.38	(0.22)	(0.10)	1.13	1.19	–	(0.20)	–	–	(0.20)	11.82
Series T5												
Mar. 31, 2021	8.01	0.45	(0.17)	0.03	1.36	1.67	–	(0.18)	(0.02)	(0.28)	(0.48)	9.38
Mar. 31, 2020	9.13	0.19	(0.17)	0.02	(0.71)	(0.67)	–	(0.19)	–	(0.25)	(0.44)	8.01
Mar. 31, 2019	9.55	0.20	(0.18)	(0.05)	0.32	0.29	–	(0.16)	(0.34)	(0.32)	(0.82)	9.13
Mar. 31, 2018	10.11	0.39	(0.19)	–	(0.26)	(0.06)	–	(0.09)	–	(0.41)	(0.50)	9.55
Mar. 31, 2017	9.61	0.33	(0.19)	(0.09)	0.97	1.02	–	(0.18)	–	(0.30)	(0.48)	10.11
Series H												
Mar. 31, 2021	10.56	0.61	(0.21)	0.05	2.08	2.53	–	(0.08)	(0.03)	–	(0.11)	12.97
Mar. 31, 2020	11.72	0.25	(0.21)	0.03	(0.89)	(0.82)	–	(0.23)	–	–	(0.23)	10.56
Mar. 31, 2019	11.66	0.25	(0.20)	(0.06)	0.53	0.52	–	(0.06)	(0.41)	–	(0.47)	11.72
Mar. 31, 2018	11.80	0.47	(0.20)	–	(0.30)	(0.03)	–	(0.09)	–	–	(0.09)	11.66
Mar. 31, 2017	10.90	0.38	(0.20)	(0.10)	1.11	1.19	–	(0.26)	–	–	(0.26)	11.80
Series D												
Mar. 31, 2021	10.84	0.62	(0.13)	0.05	2.16	2.70	–	(0.11)	(0.03)	–	(0.14)	13.38
Mar. 31, 2020	12.02	0.26	(0.13)	0.03	(1.19)	(1.03)	–	(0.30)	–	–	(0.30)	10.84
Mar. 31, 2019	11.96	0.26	(0.12)	(0.06)	0.62	0.70	–	(0.14)	(0.43)	–	(0.57)	12.02
Mar. 31, 2018	12.11	0.48	(0.12)	–	(0.31)	0.05	–	(0.17)	–	–	(0.17)	11.96
Mar. 31, 2017	11.11	0.39	(0.12)	(0.11)	1.12	1.28	–	(0.27)	–	–	(0.27)	12.11
Series F												
Mar. 31, 2021	10.89	0.63	(0.10)	0.05	2.14	2.72	–	(0.18)	(0.03)	–	(0.21)	13.41
Mar. 31, 2020	12.08	0.26	(0.10)	0.03	(0.96)	(0.77)	–	(0.32)	–	–	(0.32)	10.89
Mar. 31, 2019	12.02	0.26	(0.09)	(0.06)	0.47	0.58	–	(0.17)	(0.43)	–	(0.60)	12.08
Mar. 31, 2018	12.16	0.49	(0.10)	–	(0.39)	–	–	(0.19)	–	–	(0.19)	12.02
Mar. 31, 2017	11.15	0.41	(0.09)	(0.11)	0.98	1.19	–	(0.30)	–	–	(0.30)	12.16



March 31, 2021

FINANCIAL HIGHLIGHTS (cont.)

Change in Net Assets Per Mutual Fund Share (\$) (cont.)

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 FT5												
Mar. 31, 2021	8.73	0.49	(0.07)	0.04	1.70	2.16	–	(0.21)	(0.03)	(0.28)	(0.52)	10.34
Mar. 31, 2020	9.84	0.21	(0.08)	0.02	(0.79)	(0.64)	–	(0.20)	–	(0.27)	(0.47)	8.73
Mar. 31, 2019	10.17	0.22	(0.08)	(0.05)	0.43	0.52	–	(0.17)	(0.36)	(0.34)	(0.87)	9.84
Mar. 31, 2018	10.64	0.41	(0.08)	–	(0.27)	0.06	–	(0.10)	–	(0.43)	(0.53)	10.17
Mar. 31, 2017	9.99	0.35	(0.08)	(0.10)	0.90	1.07	–	(0.19)	–	(0.31)	(0.50)	10.64

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.

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	13.01	23 779	1 828	1.96	1.96	0.81	0.04
Mar. 31, 2020	10.58	16 911	1 598	1.96	1.96	6.05	0.03
Mar. 31, 2019	11.73	21 399	1 824	1.96	1.96	1.63	0.08
Mar. 31, 2018	11.68	26 744	2 290	1.95	1.95	–	0.10
Mar. 31, 2017	11.82	42 477	3 594	1.95	1.95	2.14	0.17
Series T5							
Mar. 31, 2021	9.38	7 345	783	1.95	1.95	0.81	0.04
Mar. 31, 2020	8.01	3 687	460	1.97	1.97	6.05	0.03
Mar. 31, 2019	9.13	4 549	498	1.97	1.97	1.63	0.08
Mar. 31, 2018	9.55	6 508	681	1.96	1.96	–	0.10
Mar. 31, 2017	10.11	9 828	972	1.97	1.97	2.14	0.17
Series H							
Mar. 31, 2021	12.97	11 625	897	1.78	1.78	0.81	0.04
Mar. 31, 2020	10.56	10 196	966	1.79	1.79	6.05	0.03
Mar. 31, 2019	11.72	12 464	1 064	1.79	1.79	1.63	0.08
Mar. 31, 2018	11.66	13 753	1 180	1.77	1.77	–	0.10
Mar. 31, 2017	11.80	17 218	1 459	1.78	1.78	2.14	0.17
Series D							
Mar. 31, 2021	13.38	10 049	751	1.08	1.08	0.81	0.04
Mar. 31, 2020	10.84	8 897	820	1.09	1.09	6.05	0.03
Mar. 31, 2019	12.02	9 334	777	1.09	1.09	1.63	0.08
Mar. 31, 2018	11.96	9 526	796	1.08	1.08	–	0.10
Mar. 31, 2017	12.11	10 417	861	1.09	1.09	2.14	0.17



March 31, 2021

FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data (cont.)

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 F							
Mar. 31, 2021	13.41	19 321	1 441	0.85	0.85	0.81	0.04
Mar. 31, 2020	10.89	16 863	1 548	0.85	0.85	6.05	0.03
Mar. 31, 2019	12.08	20 615	1 707	0.85	0.85	1.63	0.08
Mar. 31, 2018	12.02	25 858	2 151	0.84	0.84	—	0.10
Mar. 31, 2017	12.16	18 704	1 539	0.84	0.84	2.14	0.17
Series FT5							
Mar. 31, 2021	10.34	5 026	486	0.83	0.83	0.81	0.04
Mar. 31, 2020	8.73	5 042	578	0.83	0.83	6.05	0.03
Mar. 31, 2019	9.84	5 391	548	0.84	0.84	1.63	0.08
Mar. 31, 2018	10.17	6 540	643	0.83	0.83	—	0.10
Mar. 31, 2017	10.64	7 036	661	0.83	0.83	2.14	0.17

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.

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	1.65%	61%	39%	0.05%
Series T5	1.65%	61%	39%	0.05%
Series H	1.50%	67%	33%	0.05%
Series D	0.90%	28%	72%	0.05%
Series F	0.65%	—	100%	0.05%
Series FT5	0.65%	—	100%	0.05%

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

PAST PERFORMANCE

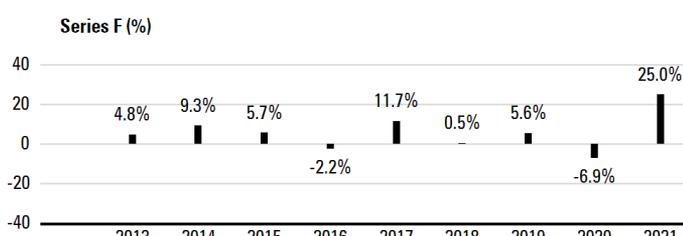
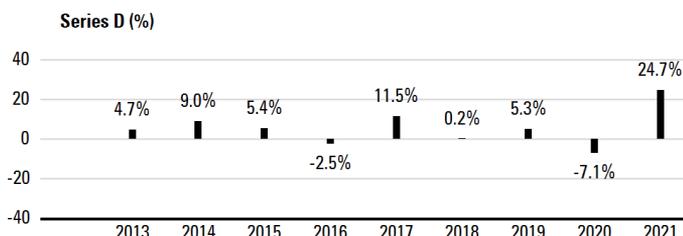
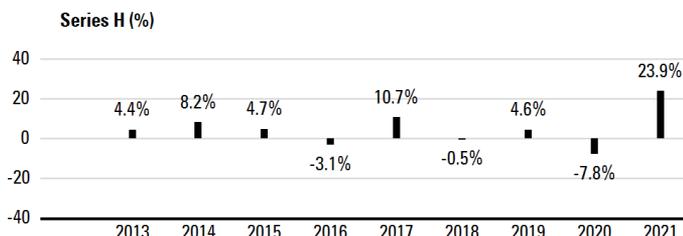
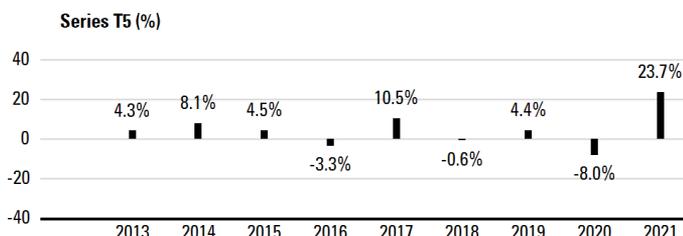
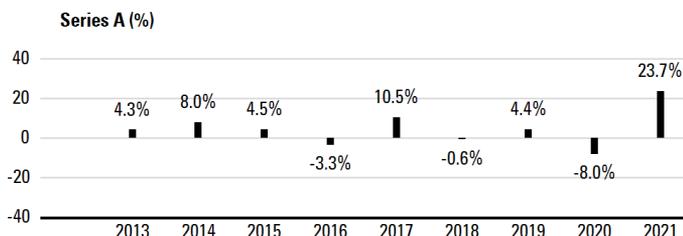
The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional shares of the Fund and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional 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 (%)

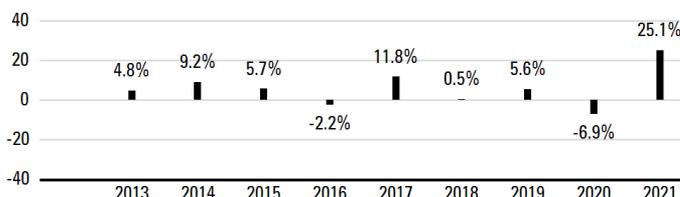
The bar chart indicates the Fund's performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end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



PAST PERFORMANCE (cont.)



Series FT5 (%)



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 benchmarks:

The new benchmark is composed of:

- 50% S&P/TSX Capped Composite Total Return Index
- 37% FTSE Canada Universe Bond Index
- 8% ICE BofA Canada High Yield Index
- 5% S&P/TSX Preferred Share Total Return Index

The old benchmark is composed of:

- 50% S&P/TSX Capped Composite Total Return Index
- 35% FTSE Canada Universe Bond Index
- 10% ICE BofA Canada High Yield Index
- 5% S&P/TSX Preferred Share Total Return Index

The change in benchmark better reflects the composition of the Fund.

The broad-based indexes are as follows:

Broad-based index 1 – FTSE Canada Universe Bond Index

Broad-based index 2 – S&P/TSX Capped Composite Total Return Index

	Past Year	Past 3 Years	Past 5 Years	Past 10 Years	Since Inception
Series A	23.7	5.9	5.5	—	4.8
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2
Series T5	23.7	5.9	5.5	—	4.8
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2
Series H	23.9	6.1	5.7	—	5.0
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2
Series D	24.7	6.9	6.4	—	5.7
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2



March 31, 2021

PAST PERFORMANCE (cont.)

	Past Year	Past 3 Years	Past 5 Years	Past 10 Years	Since Inception
Series F	25.0	7.1	6.6	—	6.0
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2
Series FT5	25.1	7.1	6.7	—	6.0
New benchmark	25.5	7.5	7.3	—	6.1
Old benchmark	25.9	7.6	7.5	—	6.1
Broad-based index 1	1.6	3.8	2.8	—	3.2
Broad-based index 2	44.2	10.2	10.1	—	8.2

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 T5, Series H, Series D, Series F and Series FT5 mutual fund shares have been available for sale to shareholders since October 31, 2012.

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

Advisor Series and Advisor T5 Series mutual fund shares were capped effective June 26, 2020, and re-designated as Series A and Series T5 mutual fund shares, respectively, effective August 4, 2020. Series H mutual fund shares have been capped and are no longer available for purchase by new investors effective June 30, 2016.

INDEX DESCRIPTIONS

S&P/TSX Capped Composite Total Return Index This index is the amended capitalization-weighted index measuring the performance of selected securities listed on the Toronto Stock Exchange, with no individual stock exceeding 10% of the overall weight.

FTSE Canada Universe Bond Index This index is designed as a broad measure of the Canadian investment-grade fixed-income market and includes bonds with maturities of at least one year.

ICE BofA Canada High Yield Index This index tracks the performance of U.S. dollar- and Canadian dollar-denominated below-investment-grade corporate debt publicly issued by Canadian issuers in the Canadian or U.S. domestic markets.

S&P/TSX Preferred Share Total Return Index This index is composed of preferred stocks trading on the Toronto Stock Exchange that meet criteria relating to minimum size, liquidity, issuer rating and exchange listing.

SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at March 31, 2021

Investment Mix

	% of Net Asset Value
Canadian Equities	54.0
Bonds	27.5
Underlying Funds	9.5
Preferred Equities	5.2
Cash/Other	3.8

Top 25 Holdings*

	% of Net Asset Value
RBC High Yield Bond Fund - Series O	5.5
Royal Bank of Canada	4.3
Phillips, Hager & North High Yield Bond Fund - Series O	4.3
Toronto-Dominion Bank	3.8
Bank of Nova Scotia	3.0
Enbridge Inc.	3.0
Brookfield Asset Management Inc., Class A	2.6
Cash & Cash Equivalents	2.3
Canadian National Railway Co.	2.3
Manulife Financial Corporation	2.1
Canadian Imperial Bank of Commerce	2.0
Canadian Pacific Railway Ltd.	1.9
Bank of Montreal	1.8
Sun Life Financial Inc.	1.5
Government of Canada 0.250% Mar 1 2026	1.4
Alimentation Couche-Tard Inc.	1.4
Brookfield Infrastructure Partners LP	1.3
TC Energy Corp.	1.2
Quebecor Inc., Class B	1.1
Shaw Communications Inc., Class B	1.1
Suncor Energy Inc.	1.1
Province of Ontario 3.500% Jun 2 2043	1.0
Dollarama Inc.	1.0
Province of Ontario 6.200% Jun 2 2031	0.9
Canadian Natural Resources Ltd.	0.9
Top 25 Holdings	52.8

* The Fund invests substantially all of its assets directly in the Phillips, Hager & North Monthly Income Fund. The above are the Top 25 holdings of the Phillips, Hager & North Monthly Income 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.