



MONEY MARKET FUND

RBC CANADIAN MONEY MARKET FUND

June 30, 2017

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

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 10, 2017.

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 interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or 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

Investment Objective and Strategies

The Fund seeks to provide current income and liquidity consistent with short-term money-market interest rates while preserving the value of the investment.

The Fund is invested primarily in high-quality short-term government- and corporate-debt securities with a maximum term of 365 days.

The Fund's corporate-debt holdings are deemed by major debt-rating agencies to be suitable for conservative investors. The Fund also includes short-term debt issued by Canadian chartered banks and promissory notes issued or guaranteed by Canadian governments or their agencies.

Results of Operations

The Fund's net asset value was \$1.6 billion as of June 30, 2017.

As of June 30, 2017, the current yields were 0.3% for Series A units, 0.3% for Series D units, 0.4% for Series F units, 0.9% for Series O units and 0.3% for Advisor Series units.

Over the past six months, the Fund's Series A units gained 0.18%. The Fund's return is after the deduction of fees and expenses. 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 the Fund have been temporarily reduced by RBC GAM. The decision to temporarily reduce management fees is determined at the discretion of RBC GAM.

Canada's economy recovered during the period from two years of lacklustre growth, propelled mostly by consumer spending. Economic momentum was also boosted by a relatively strong U.S. economy, prompting the U.S. Federal Reserve to raise its benchmark interest rate twice during the period and bringing to four the number of rate hikes since 2015. The improving growth outlook did not result in faster inflation, supporting the case for the Bank of Canada (the "BOC") to avoid raising rates until 2018. However, faster growth did prompt the BOC to say, in June, that it would be more likely to raise interest rates given that the economy appeared to have adjusted to the energy-price drop that had marked the original economic downturn.

This unexpected shift in policy emphasis from the BOC pushed up Canadian interest rates relative to U.S. rates and prompted the portfolio manager to shift to an emphasis on shorter-term assets, which would likely perform better in an environment of rising rates. Up to that point, the portfolio manager had maintained the Fund's average term to maturity at a higher level on expectations that rates would not be increased anytime soon.

The Fund's asset allocation was little changed, as higher-yielding asset-backed corporate paper continued to offer attractive relative income. Commercial-paper issuance was flat, while banks reduced their issuance of short-term paper. The fulfillment of regulatory liquidity was achieved through active management of maturities, as well as the addition of government securities to the Fund.

Recent Developments

The BOC's long-held policy of keeping rates very low to energize the economy appears to be coming to an end, and short-term government yields are rising quickly as expectations of rate hikes in Canada grow. It appears that the BOC wants to raise rates by half a percentage point, which would reverse the two rate decreases made two years ago during the plunge in energy prices. While futures markets are projecting a Canadian rate hike for early fall, an increase could happen earlier if Canadian economic data continue to be strong. Accordingly, a more defensive posture for the Fund is appropriate.

Effective June 30, 2017, RBC GAM adopted the risk classification methodology under National Instrument 81-102 – *Investment Funds* (the "new risk classification methodology"). Pursuant to the new risk classification methodology, certain funds' risk ratings were changed. RBC GAM reviews each fund's risk rating on an annual basis or if there has been a material change to a fund's investment objectives or investment strategies. Any changes to a fund's risk rating are the result of RBC GAM's annual review and the adoption of the new risk classification methodology.

The Results of Operations and Recent Developments sections were prepared in respect of the period ending June 30, 2017. On July 12, 2017, the BOC raised its benchmark rate to 0.75%, an increase of 0.25%, and the Results of Operations and Recent Developments sections should be read taking this increase into consideration.

Effective December 1, 2016, Mr. Lloyd R. McGinnis retired and Ms. Éline Cousineau was appointed as Chair of the Independent Review Committee (the "IRC"). Mr. Charles F. Macfarlane was appointed as Vice Chair of the IRC. Effective January 1, 2017, Ms. Suromitra Sanatani and Ms. Catherine Kloepfer were appointed as members of the IRC.



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 distribute certain series of the units of, the Fund. Dealers receive an ongoing commission based on the total value of their clients' Series A, Advisor Series and Series D units.

Custodian

RBC Investor Services Trust ("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.

Registrars

Royal Bank, RBC IS and RBC GAM are the registrars of the Fund and keep records of who owns the units of the Fund. The registrars earn a fee, 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.



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 six months (noted by June 30, 2017), and for the past five years or for the periods since inception. This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements. For financial years beginning on or after January 1, 2014, financial highlight information is derived from financial statements prepared in compliance with International Financial Reporting Standards ("IFRS"). For financial years prior to January 1, 2014, financial highlight information is derived from financial statements prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). "Net Assets," for the periods prior to 2014, are calculated in accordance with GAAP, and "Net Asset Value" is derived from the valuation method disclosed in the RBC Funds Annual Information Form and is used for transactional purposes (see Ratios and Supplemental Data). All other calculations for the purposes of this MRFP are made using Net Asset Value. There is no significant difference between "Net Assets" and "Net Asset Value" under IFRS.

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												
June 30, 2017	10.00	0.05	(0.03)	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00
Dec. 31, 2016	10.00	0.09	(0.06)	–	–	0.03	(0.03)	–	–	–	(0.03)	10.00
Dec. 31, 2015	10.00	0.10	(0.06)	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2014	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2013	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2012	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Advisor Series												
June 30, 2017	10.00	0.05	(0.03)	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00
Dec. 31, 2016	10.00	0.09	(0.06)	–	–	0.03	(0.03)	–	–	–	(0.03)	10.00
Dec. 31, 2015	10.00	0.10	(0.06)	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2014	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2013	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2012	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Series D												
June 30, 2017	10.00	0.05	(0.03)	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00
Dec. 31, 2016	10.00	0.09	(0.06)	–	–	0.03	(0.03)	–	–	–	(0.03)	10.00
Dec. 31, 2015	10.00	0.10	(0.06)	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2014	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2013	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2012	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Series F												
June 30, 2017	10.00	0.05	(0.03)	–	–	0.02	(0.02)	–	–	–	(0.02)	10.00
Dec. 31, 2016	10.00	0.10	(0.06)	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2015	10.00	0.10	(0.06)	–	–	0.04	(0.04)	–	–	–	(0.04)	10.00
Dec. 31, 2014	10.00	0.12	(0.06)	–	–	0.06	(0.06)	–	–	–	(0.06)	10.00
Dec. 31, 2013	10.00	0.12	(0.06)	–	–	0.06	(0.07)	–	–	–	(0.07)	10.00
Dec. 31, 2012	10.00	0.12	(0.05)	–	–	0.07	(0.07)	–	–	–	(0.07)	10.00
Series O												
June 30, 2017	10.00	0.05	–	–	–	0.05	(0.05)	–	–	–	(0.05)	10.00
Dec. 31, 2016	10.00	0.09	–	–	–	0.09	(0.09)	–	–	–	(0.09)	10.00
Dec. 31, 2015	10.00	0.10	–	–	–	0.10	(0.10)	–	–	–	(0.10)	10.00
Dec. 31, 2014	10.00	0.12	–	–	–	0.12	(0.12)	–	–	–	(0.12)	10.00
Dec. 31, 2013	10.00	0.12	–	–	–	0.12	(0.12)	–	–	–	(0.12)	10.00
Dec. 31, 2012	10.00	0.12	–	–	–	0.12	(0.12)	–	–	–	(0.12)	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.



FINANCIAL HIGHLIGHTS (cont.)

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							
June 30, 2017	10.00	1 123 480	112 348	0.61	0.61	n/a	—
Dec. 31, 2016	10.00	1 224 869	122 485	0.60	0.60	n/a	—
Dec. 31, 2015	10.00	1 352 347	135 235	0.61	0.61	n/a	—
Dec. 31, 2014	10.00	1 236 246	123 625	0.61	0.61	n/a	—
Dec. 31, 2013	10.00	1 477 907	147 791	0.61	0.61	n/a	—
Dec. 31, 2012	10.00	1 743 639	174 364	0.58	0.58	n/a	—
Advisor Series							
June 30, 2017	10.00	14 187	1 419	0.61	0.61	n/a	—
Dec. 31, 2016	10.00	14 759	1 476	0.61	0.61	n/a	—
Dec. 31, 2015	10.00	13 191	1 319	0.61	0.61	n/a	—
Dec. 31, 2014	10.00	13 881	1 388	0.61	0.61	n/a	—
Dec. 31, 2013	10.00	11 647	1 165	0.61	0.61	n/a	—
Dec. 31, 2012	10.00	10 860	1 086	0.57	0.57	n/a	—
Series D							
June 30, 2017	10.00	162 094	16 209	0.61	0.61	n/a	—
Dec. 31, 2016	10.00	164 136	16 413	0.61	0.61	n/a	—
Dec. 31, 2015	10.00	173 834	17 383	0.61	0.61	n/a	—
Dec. 31, 2014	10.00	179 277	17 928	0.61	0.61	n/a	—
Dec. 31, 2013	10.00	192 022	19 202	0.61	0.61	n/a	—
Dec. 31, 2012	10.00	192 346	19 235	0.58	0.58	n/a	—
Series F							
June 30, 2017	10.00	24 830	2 483	0.56	0.56	n/a	—
Dec. 31, 2016	10.00	12 499	1 250	0.56	0.56	n/a	—
Dec. 31, 2015	10.00	8 769	877	0.56	0.56	n/a	—
Dec. 31, 2014	10.00	12 965	1 297	0.56	0.56	n/a	—
Dec. 31, 2013	10.00	19 691	1 969	0.56	0.56	n/a	—
Dec. 31, 2012	10.00	25 449	2 545	0.52	0.52	n/a	—
Series O							
June 30, 2017	10.00	275 408	27 541	0.02	0.02	n/a	—
Dec. 31, 2016	10.00	168 559	16 856	0.02	0.02	n/a	—
Dec. 31, 2015	10.00	185 330	18 533	0.02	0.02	n/a	—
Dec. 31, 2014	10.00	284 482	28 448	0.02	0.02	n/a	—
Dec. 31, 2013	10.00	441 689	44 169	0.02	0.02	n/a	—
Dec. 31, 2012	10.00	696 135	69 614	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.



FINANCIAL HIGHLIGHTS (cont.)

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	0.75%	33%	67%
Advisor Series	0.75%	33%	67%
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.

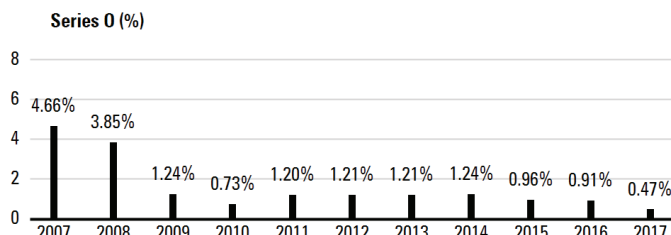
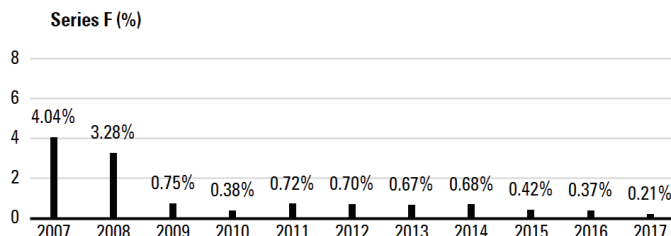
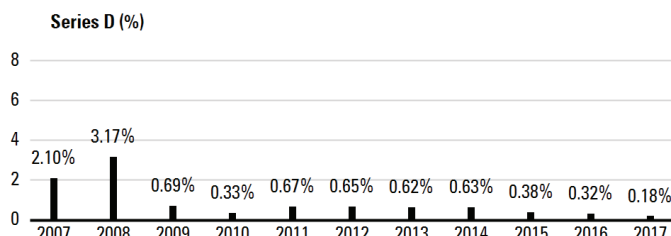
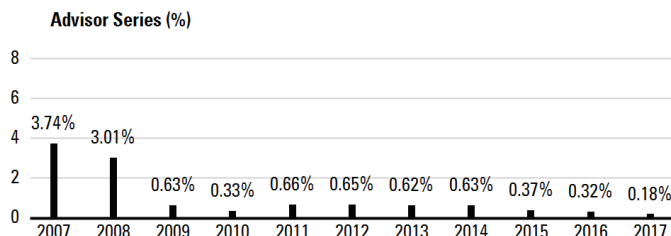
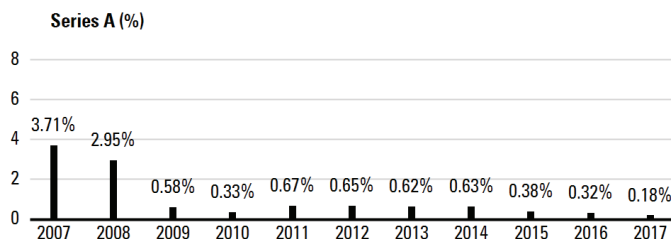
* Includes all costs related to management, trustee, investment advisory services, general administration and profit.

PAST PERFORMANCE

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 or interim period.



Series D units have been available for sale to unitholders since July 3, 2007.

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

For the 12-month periods ended December 31 and the six-month period ended June 30, 2017.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2017

Investment Mix

	% of Net Asset Value
Commercial Paper	61.5
Bankers Acceptances and Bank Obligations	32.1
Provincial Obligations	6.3
Cash/Other	0.1

Top 25 Holdings

	% of Net Asset Value
Province of Quebec 0.565% Aug 18 2017	3.2
Merit Trust - Senior Notes 0.801% Jul 5 2017	3.1
Canadian Imperial Bank of Commerce 0.959% Oct 23 2017	2.7
Bank of Nova Scotia 0.989% Sep 11 2017	2.6
Canadian Imperial Bank of Commerce 0.704% Jul 17 2017	2.3
Zeus Receivables Trust - Senior Notes 0.825% Jul 20 2017	2.3
Enbridge Pipelines Inc. 0.942% Jul 6 2017	2.0
Clarity Trust 1.050% Nov 27 2017	1.9
Canadian Imperial Bank of Commerce 0.995% Aug 9 2017	1.9
Toronto-Dominion Bank 1.042% Aug 15 2017	1.9
Bank of Nova Scotia 0.000% Jun 27 2018	1.9
Bay Street Funding Trust - Class A 0.961% Aug 30 2017	1.9
BNP Paribas Capital Trust 1.021% Sep 28 2017	1.8
Bank of Nova Scotia 1.121% Mar 22 2018	1.8
Fusion Trust 1.100% Jul 21 2017	1.6
Toronto-Dominion Bank 1.100% Apr 25 2018	1.6
Banner Trust 1.090% Jul 21 2017	1.6
King Street Funding Trust 0.958% Aug 15 2017	1.6
Bay Street Funding Trust - Class A 0.958% Aug 15 2017	1.6
Clarity Trust 0.909% Aug 24 2017	1.5
Toronto-Dominion Bank 1.100% Mar 5 2018	1.4
Fusion Trust 1.081% Aug 2 2017	1.3
Inter Pipeline Ltd. 0.892% Aug 21 2017	1.3
SAFE Trust - Series 1996-1 1.071% Oct 5 2017	1.3
Province of Manitoba 1.044% Jul 4 2017	1.3
Top 25 Holdings	47.4

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.