



FIXED-INCOME FUND

RBC VISION BOND FUND

June 30, 2021

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 9, 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 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/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.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The Fund seeks to provide relatively high yields and stability of capital by investing primarily in a well-diversified portfolio of fixed-income securities issued by Canadian governments and corporations. The Fund follows a socially responsible approach to investing. RBC GAM has partnered with Sustainalytics to implement socially responsible investment screening criteria by which a company's environmental, social and governance ("ESG") performance is assessed. Investments that qualify for inclusion in the Fund must possess strong ESG practices relative to industry peers.

Results of Operations

The Fund's net asset value was \$492 million as of June 30, 2021.

Over the past six months, the Fund's Series A units lost 3.8%. 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.

The global economic recovery continued at a solid pace over the first half of 2021, aided by accelerated vaccine rollouts that allowed lockdown restrictions to ease. Concerns about rising inflation caused bond yields to rise considerably during the period, producing modest losses in higher-quality areas of the bond market. However, bond yields remained historically low, leading to the persistence of strong demand for assets offering higher yields than Government of Canada bonds. In this environment, corporate and provincial bonds outperformed their lower-yielding federal-government counterparts.

At the beginning of the period, the Fund was positioned to have less sensitivity to rising yields than the broad market, which helped to insulate the portfolio from the corresponding decline in bond prices. Along with this strategy, the portfolio manager's continued preference for corporate and provincial bonds helped to offset losses from the broad bond-market decline. Overall, this approach contributed to the Fund's performance.

Sustainalytics conducted one review covering the Fund's holdings in the first half of 2021. Eligibility was determined in relation to the Environmental, Social and Governance ("ESG") criteria developed by RBC GAM in consultation with Sustainalytics. In the opinion of Sustainalytics, all holdings in the Fund were eligible in the latest review, based on the above criteria. During the first half of the year, two companies were removed from the Fund for failing to meet the ESG criteria.

Portfolio turnover can be high for the Fund, as the portfolio manager attempts to generate better returns through active security selection and optimal term exposure.

Recent Developments

Given the strong economic and financial-market recovery from the depths of the pandemic crisis, the portfolio manager has been proceeding with caution. One reflection of this thinking is a decision to gradually upgrade the quality of the portfolio by taking profits on many positions that have performed well and re-allocating that exposure to relatively safe investments. At the same time, the portfolio manager believes the Fund is well positioned to benefit from a continued reopening of the economy.

Effective February 28, 2021, Ms. Catherine J. Kloepper 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.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

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

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

Distributors

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



Registrars

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

Custodian

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

Securities Lending Agent

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

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Fund relied on the standing instructions from the Independent Review Committee with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and

Inter-Fund Trading

- (d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Fund, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Fund. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.



FINANCIAL HIGHLIGHTS

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, 2021), 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.

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, 2021 | 11.78 | 0.14 | (0.06) | (0.02) | (0.52) | (0.46) | – | – | – | – | – | 11.24 |
| Dec. 31, 2020 | 11.08 | 0.31 | (0.12) | 0.34 | 0.20 | 0.73 | (0.19) | – | (0.14) | – | (0.33) | 11.78 |
| Dec. 31, 2019 | 10.67 | 0.33 | (0.12) | 0.12 | 0.14 | 0.47 | (0.21) | – | – | – | (0.21) | 11.08 |
| Dec. 31, 2018 | 10.82 | 0.32 | (0.11) | (0.16) | 0.01 | 0.06 | (0.20) | – | – | – | (0.20) | 10.67 |
| Dec. 31, 2017 | 10.85 | 0.31 | (0.11) | (0.03) | 0.01 | 0.18 | (0.20) | – | – | – | (0.20) | 10.82 |
| Dec. 31, 2016 | 11.06 | 0.34 | (0.12) | 0.13 | (0.21) | 0.14 | (0.21) | – | (0.14) | – | (0.35) | 10.85 |
| Series D | | | | | | | | | | | | |
| June 30, 2021 | 11.69 | 0.14 | (0.03) | (0.02) | (0.53) | (0.44) | – | – | – | – | – | 11.16 |
| Dec. 31, 2020 | 11.00 | 0.32 | (0.07) | 0.35 | 0.42 | 1.02 | (0.24) | – | (0.14) | – | (0.38) | 11.69 |
| Dec. 31, 2019 | 10.59 | 0.33 | (0.07) | 0.12 | 0.27 | 0.65 | (0.25) | – | – | – | (0.25) | 11.00 |
| Dec. 31, 2018 | 10.74 | 0.32 | (0.06) | (0.16) | (0.01) | 0.09 | (0.24) | – | – | – | (0.24) | 10.59 |
| Dec. 31, 2017 | 10.76 | 0.31 | (0.06) | (0.03) | 0.01 | 0.23 | (0.24) | – | – | – | (0.24) | 10.74 |
| Dec. 31, 2016 | 10.97 | 0.34 | (0.07) | 0.13 | (0.20) | 0.20 | (0.26) | – | (0.14) | – | (0.40) | 10.76 |
| Series F | | | | | | | | | | | | |
| June 30, 2021 | 11.75 | 0.14 | (0.03) | (0.02) | (0.51) | (0.42) | – | – | – | – | – | 11.21 |
| Dec. 31, 2020 | 11.05 | 0.31 | (0.06) | 0.34 | 0.36 | 0.95 | (0.25) | – | (0.14) | – | (0.39) | 11.75 |
| Dec. 31, 2019 | 10.64 | 0.33 | (0.06) | 0.12 | 0.22 | 0.61 | (0.26) | – | – | – | (0.26) | 11.05 |
| Dec. 31, 2018 | 10.79 | 0.32 | (0.05) | (0.16) | 0.04 | 0.15 | (0.25) | – | – | – | (0.25) | 10.64 |
| Dec. 31, 2017 | 10.81 | 0.31 | (0.05) | (0.03) | – | 0.23 | (0.25) | – | – | – | (0.25) | 10.79 |
| Dec. 31, 2016 | 11.02 | 0.34 | (0.06) | 0.13 | (0.33) | 0.08 | (0.27) | – | (0.14) | – | (0.41) | 10.81 |
| Series O | | | | | | | | | | | | |
| June 30, 2021 | 11.55 | 0.14 | – | (0.02) | (0.46) | (0.34) | – | – | – | – | – | 11.02 |
| Dec. 31, 2020 | 10.87 | 0.31 | – | 0.34 | 0.47 | 1.12 | (0.30) | – | (0.14) | – | (0.44) | 11.55 |
| Dec. 31, 2019 | 10.46 | 0.33 | – | 0.12 | 0.24 | 0.69 | (0.31) | – | – | – | (0.31) | 10.87 |
| Dec. 31, 2018 | 10.61 | 0.31 | – | (0.15) | 0.01 | 0.17 | (0.30) | – | – | – | (0.30) | 10.46 |
| Dec. 31, 2017 | 10.63 | 0.31 | – | (0.03) | (0.02) | 0.26 | (0.30) | – | – | – | (0.30) | 10.61 |
| Dec. 31, 2016 | 10.84 | 0.34 | (0.01) | 0.13 | (0.23) | 0.23 | (0.32) | – | (0.14) | – | (0.46) | 10.63 |

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.

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, 2021 | 11.24 | 61 687 | 5 490 | 1.05 | 1.05 | 100.96 | – |
| Dec. 31, 2020 | 11.78 | 65 760 | 5 585 | 1.05 | 1.05 | 144.97 | – |
| Dec. 31, 2019 | 11.08 | 22 418 | 2 024 | 1.05 | 1.05 | 95.27 | – |
| Dec. 31, 2018 | 10.67 | 10 588 | 993 | 1.05 | 1.05 | 171.86 | – |
| Dec. 31, 2017 | 10.82 | 8 749 | 808 | 1.04 | 1.04 | 96.52 | – |
| Dec. 31, 2016 | 10.85 | 7 707 | 711 | 1.09 | 1.09 | 152.83 | – |



FINANCIAL HIGHLIGHTS (cont.)

Ratios and Supplemental Data (cont.)

| As at | Net Asset Value Per Unit (\$) | Net Asset Value (\$000s) | Number of Units Outstanding (000s) | Management Expense Ratio (%) ¹ | MER Before Absorption (%) ¹ | Portfolio Turnover Rate (%) ² | Trading Expense Ratio (%) ³ |
|----------------------|----------------------------------|-----------------------------|---------------------------------------|----------------------------------------------|-------------------------------------------|---------------------------------------------|-------------------------------------------|
| Series D | | | | | | | |
| June 30, 2021 | 11.16 | 20 675 | 1 853 | 0.60 | 0.60 | 100.96 | — |
| Dec. 31, 2020 | 11.69 | 22 850 | 1 954 | 0.60 | 0.60 | 144.97 | — |
| Dec. 31, 2019 | 11.00 | 18 415 | 1 674 | 0.60 | 0.60 | 95.27 | — |
| Dec. 31, 2018 | 10.59 | 18 034 | 1 703 | 0.60 | 0.60 | 171.86 | — |
| Dec. 31, 2017 | 10.74 | 19 000 | 1 769 | 0.60 | 0.60 | 96.52 | — |
| Dec. 31, 2016 | 10.76 | 20 010 | 1 859 | 0.60 | 0.60 | 152.83 | — |
| Series F | | | | | | | |
| June 30, 2021 | 11.21 | 63 085 | 5 628 | 0.50 | 0.50 | 100.96 | — |
| Dec. 31, 2020 | 11.75 | 62 559 | 5 325 | 0.50 | 0.50 | 144.97 | — |
| Dec. 31, 2019 | 11.05 | 30 022 | 2 717 | 0.50 | 0.50 | 95.27 | — |
| Dec. 31, 2018 | 10.64 | 18 504 | 1 740 | 0.50 | 0.50 | 171.86 | — |
| Dec. 31, 2017 | 10.79 | 11 996 | 1 112 | 0.50 | 0.50 | 96.52 | — |
| Dec. 31, 2016 | 10.81 | 9 855 | 912 | 0.55 | 0.55 | 152.83 | — |
| Series O | | | | | | | |
| June 30, 2021 | 11.02 | 346 516 | 31 432 | 0.02 | 0.02 | 100.96 | — |
| Dec. 31, 2020 | 11.55 | 294 890 | 25 523 | 0.02 | 0.02 | 144.97 | — |
| Dec. 31, 2019 | 10.87 | 242 859 | 22 347 | 0.02 | 0.02 | 95.27 | — |
| Dec. 31, 2018 | 10.46 | 184 210 | 17 607 | 0.02 | 0.02 | 171.86 | — |
| Dec. 31, 2017 | 10.61 | 180 422 | 17 000 | 0.04 | 0.04 | 96.52 | — |
| Dec. 31, 2016 | 10.63 | 147 357 | 13 858 | 0.06 | 0.06 | 152.83 | — |

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 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 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.

Effective June 30, 2017, the administration fees for Series O units were reduced to 0.02% from 0.05%. If the changes to the administration fees would have been in effect throughout the financial year ended December 31, 2017, the adjusted MER for each series of the Fund would be: Series O – 0.02%.

Effective June 30, 2016, the management fees for Series A units were reduced to 0.90% from 1.00%; and for Series F units were reduced to 0.40% from 0.50%. If the changes to the management fees would have been in effect throughout the financial year ended December 31, 2016, the adjusted MER for each series of the Fund would be: Series A – 1.03% and Series F – 0.50%.

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 | 0.90% | 56% | 44% | 0.05% |
| Series D | 0.50% | 30% | 70% | 0.05% |
| Series F | 0.40% | — | 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 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.

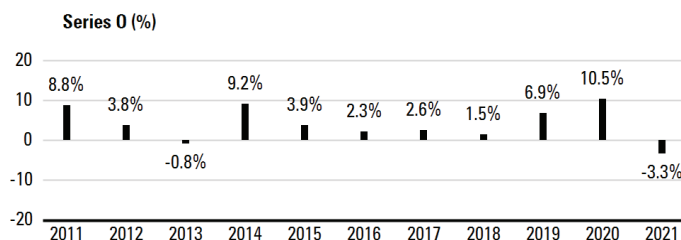
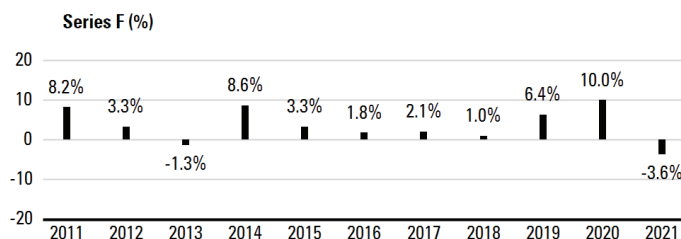
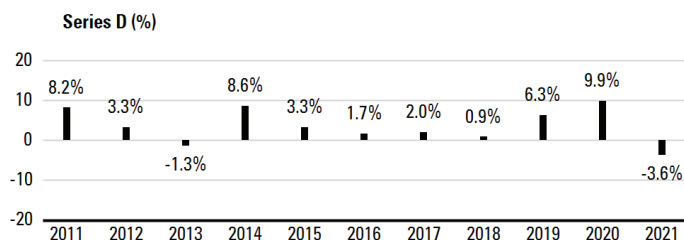
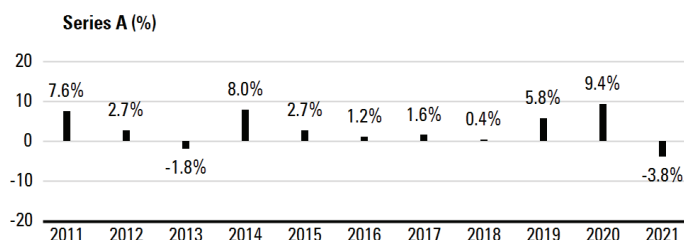


PAST PERFORMANCE

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.



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

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

For the 12-month periods ended December 31 and the six-month period ended June 30, 2021.



SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at June 30, 2021

Investment Mix

| | % of Net Asset Value |
|----------------------------|----------------------|
| Provincial/Municipal Bonds | 38.6 |
| Corporate Bonds | 30.4 |
| Federal Bonds | 17.1 |
| Foreign Bonds | 3.0 |
| Cash/Other | 10.9 |

Top 25 Holdings

| | % of Net Asset Value |
|-------------------------------------------------|----------------------|
| Cash & Cash Equivalents | 10.5 |
| Government of Canada 0.250% Mar 1 2026 | 7.2 |
| Province of Ontario 1.350% Dec 2 2030 | 4.9 |
| Province of Ontario 4.600% Jun 2 2039 | 3.5 |
| Province of Quebec 3.100% Dec 1 2051 | 2.0 |
| Province of Ontario 5.600% Jun 2 2035 | 1.9 |
| Canada Housing Trust No. 1 0.950% Jun 15 2025 | 1.9 |
| Province of Alberta 3.100% Jun 1 2050 | 1.8 |
| Government of Canada 0.500% Sep 1 2025 | 1.8 |
| Province of Ontario 2.050% Jun 2 2030 | 1.6 |
| Province of Quebec 6.250% Jun 1 2032 | 1.4 |
| Canada Housing Trust No. 1 2.350% Jun 15 2023 | 1.3 |
| Province of Ontario 2.400% Jun 2 2026 | 1.2 |
| Union Gas Ltd. 4.850% Apr 25 2022 | 1.1 |
| Province of Ontario 3.500% Jun 2 2043 | 1.0 |
| Province of Ontario 2.900% Jun 2 2028 | 1.0 |
| Province of Ontario 2.600% Jun 2 2025 | 0.9 |
| Province of Ontario 2.700% Jun 2 2029 | 0.9 |
| Province of Manitoba 2.850% Sep 5 2046 | 0.9 |
| Bank of Montreal 2.890% Jun 20 2023 | 0.9 |
| Province of Saskatchewan 3.100% Jun 2 2050 | 0.9 |
| Province of Quebec 3.500% Dec 1 2045 | 0.8 |
| Province of Ontario 2.900% Jun 2 2049 | 0.8 |
| Canada Housing Trust No. 1 2.400% Dec 15 2022 | 0.8 |
| Ontario Power Generation Inc. 3.215% Apr 8 2030 | 0.8 |
| Top 25 Holdings | 51.8 |

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.