



RBC \$U.S. MONEY MARKET FUND

QUARTERLY PORTFOLIO DISCLOSURE

Walter Posiewko, CFA, MBA
 Vice-President and
 Senior Portfolio Manager,
 Global Fixed Income and
 Currencies,
 RBC Asset Management Inc.
 Industry Experience: Since 1985



Fund Inception Date July 1990
Net Assets \$935.6MM
NAV – Series A \$10.00
2006 Actual MER – Series A 1.07%
2007 Actual MER – Series A* 1.05%
Current Yield† 2.58%
Distribution Policy
 Income: Monthly
RRSP Eligibility
 Not available for registered plans within
 RBC Royal Bank
Fund Code
 Series A – RBF 261

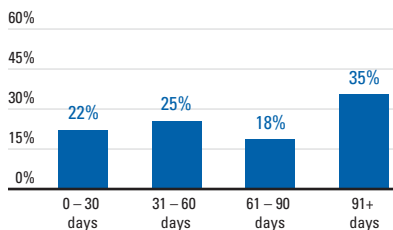
	Registered	Non-Registered
Minimum Investment		
Initial Investment	n/a	\$500
Additional Investment	n/a	\$25
Pre-Authorized Contribution	n/a	\$25

* Effective July 1, 2007, a fixed administration fee was introduced in respect of all series of the funds.

† This is an annualized yield based on the seven-day period ended on March 31, 2008 and does not represent an actual one-year return.

Portfolio Composition

Term Maturity



Average Term to Maturity: 82 days

Commentary

- The RBC \$U.S. Money Market Fund's first quarter return was 0.89%.
- Growing concern over stress in the global banking system overrode fundamental concerns during the quarter. The Federal Reserve and other central banks pumped in yet more liquidity in order to assist the proper functioning of the inter-bank lending market. Anxiety was heightened in the wake of a collapse of a U.S. investment bank, resulting in increased volatility.
- Monetary policy continued to be accommodative as weakening domestic demand, coupled with the global liquidity crisis, threatened to tip the economy into a profound recession. The Federal Reserve cut its targeted federal funds rate by 2.00% during the quarter, and with the economy still weak, more is in store. Accordingly, we extended the Fund's average term to maturity in order to lock in higher yields. Money market yields shadowed the decline in federal funds rate, dropping approximately 1.70% to 2.00%.
- In this environment, we pursued our stated strategy of aggressively extending term. As supply continued to be problematic, the substantial inflows into the U.S. money market funds through the quarter were accommodated through investments in high-quality bank-sponsored asset-backed commercial paper.
- The outlook for U.S. economic activity and monetary policy continues to be bleak. Domestic economic momentum is still decelerating, and the only bright spot in the economy is the export sector, benefiting from a weakening U.S. dollar. Futures markets are discounting more Fed cuts, and the Fed is likely to focus on reinflating the economy. Accordingly, we anticipate administrative rates will continue falling in the U.S., and we expect we will continue locking in higher yields through longer dated investments.

Top Sector Mix (%)

	Dec. '07	Mar. '08
Asset Backed	84.0	93.4
Commercial Paper	10.7	5.8
Bankers Acceptance	5.4	1.4

Credit Quality (%)

	Dec. '07	Mar. '08
R1 High	62.7	60.8
R1 Medium	34.0	34.5
R1 Low	3.3	4.7

Summary of Investment Portfolio

Top 25 Holdings	Market Value (\$000)	% of Net Assets	Top 25 Holdings	Market Value (\$000)	% of Net Assets
SUMMIT Trust 4.880% Oct 14 08	40 820	4.5	SOUND Trust 3.150% May 07 08	17 858	2.0
Merit Trust 2.850% Apr 24 08	34 903	3.8	SAFE Trust 3.300% May 01 08	17 354	1.9
Diversified Trust 4.110% Apr 15 08	32 862	3.6	SmartTrust 2.810% Sep 08 08	15 279	1.7
Darwin Receivables 3.060% Jun 25 08	30 757	3.4	Zeus Receivables Trust 4.850% Jul 07 08	14 341	1.6
Care Trust 2.850% Apr 24 08	27 823	3.1	CRISP Trust 2.950% Jun 16 08	13 297	1.5
Prime Trust 3.150% May 07 08	26 588	2.9	Merit Trust 3.100% May 12 08	12 995	1.4
SUMMIT Trust 3.040% Aug 05 08	25 212	2.8	MACRO Trust 4.600% Dec 19 08	12 633	1.4
Diversified Trust 2.750% Sep 12 08	24 850	2.7	Merit Trust 2.960% Aug 29 08	12 315	1.4
MACRO Trust 4.880% Oct 10 08	24 008	2.6	Zeus Receivables Trust 3.050% Aug 28 08	12 309	1.4
Reliant Trust 2.870% Jun 18 08	21 641	2.4	Canada Master Trust 5.000% Apr 29 08	12 239	1.3
Prime Trust 4.730% Jul 07 08	20 208	2.2	Prime Trust 3.100% Jun 09 08	12 002	1.3
SOUND Trust 3.100% May 09 08	19 844	2.2	Canadian National Railway Co.		
Reliant Trust 4.850% Jul 07 08	18 828	2.1	3.120% May 05 08	11 314	1.2
			Total	512 280	56.4

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund.

Trailing Performance – Series A (%)

	1 mo.	3 mo.	6 mo.	1 yr.	3 yr.	5 yr.	10 yr.	Since Inception
Fund (%)	0.25	0.89	2.02	4.26	3.74	2.39	2.91	3.43
Quartile Ranking*	1	1	1	2	2	2	3	

* Source: Morningstar Canada

Note

This page is not complete without the disclaimer on page 143.

Fund-specific information is on page 143.



DISCLAIMER

Please consult your financial advisor and read the prospectus before investing. There may be commissions, trailing commissions, management fees and expenses associated with mutual fund investments. Mutual funds are not guaranteed; their values change frequently and past performance may not be repeated. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns for the period ended March 31, 2008. The rates of return for periods of less than one year are simple rates of return. All rates of return and performance data include changes in unit value and assume reinvestment of all distributions, and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholders that would have reduced returns. Mutual funds are not guaranteed or covered by the Canada Deposit Insurance Corporation or any other government deposit insurer. For money market funds, there can be no assurances that a fund will be able to maintain its net asset value per security at a constant amount or that the full amount of your investment in a fund will be returned to you. For money market funds, the current yield is an annualized historical yield based on the seven-day period ended on March 31, 2008, and does not represent an actual one year return. RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers.

RBC Canadian Short-Term Income Fund's investment objective changed June 28, 2002.

RBC U.S. Mid-Cap Equity Fund's and RBC Global Balanced Fund's portfolio advisor and investment objectives changed June 29, 2001. RBC Balanced Growth Fund is the continuing fund resulting from a merger with RBC Global Balanced Fund on July 4, 2006. RBC Balanced Growth Fund's investment objective changed July 4, 2006.

RBC Canadian Index Fund, RBC North American Growth Fund, RBC U.S. Index Fund, RBC Asian Equity Fund and RBC Global Technology Fund are continuing funds resulting from mergers effective June 28, 2002. RBC North American Growth Fund's investment objective changed July 4, 2006. The inception date for the RBC Asian Equity Fund is August 1993. The Fund's investment objectives changed June 28, 2002. The "Since Inception" rate of return for this Fund includes data from July 2002 only.

The inception date for the RBC Global Technology Fund is June 2000. The Fund's investment objective changed June 28, 2002 and July 4, 2006. The "Since Inception" rate of return for this Fund includes data from July 2002 only.

The inception date for the RBC U.S. Equity Fund is July 1966; however the "Since Inception" rate of return for this Fund includes data from October 1972 only.

RBC European Equity Fund's portfolio advisor changed July 1, 2002.

RBC Jantzi Balanced Fund, RBC Jantzi Canadian Equity Fund, RBC Jantzi Global Equity Fund and RBC Target 2025 Education Fund were launched on July 3, 2007. RBC Premium \$U.S. Money Market Fund was launched November 1, 2007. RBC O'Shaughnessy U.S. Growth Fund II was launched January 14, 2008. Securities regulations do not allow us to report performance for any series of an investment that has been available for less than one year.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A units of the Fund as of March 31, 2008. For more information, please see www.morningstar.ca.

The information contained in the Investment Outlook, Asset Class Commentary and Fund Commentaries is compiled from sources believed to be reliable, but no representation or warranty, express or implied, is made as to its accuracy. All opinions contained in the Investment Outlook, Asset Class Commentary are current to March 21, 2008 and in the Fund Commentaries are current to March 31, 2008, and are subject to change without notice and are provided in good faith without legal responsibility.

As of December 9, 2005, units of the RBC Monthly Income Fund are no longer available for purchase in registered plans, except through a pre-authorized investment plan established prior to December 9, 2005. Purchases in non-registered plans continue unaffected.

Effective June 30, 2006, RBC O'Shaughnessy U.S. Growth Fund is closed to new purchases, except through a pre-authorized investment plan established with RBC Asset Management and through automatic reinvestment of distributions. Effective January 19, 2007, RBC O'Shaughnessy Canadian Equity Fund is closed to new purchases, except through a pre-authorized investment plan established with RBC Asset Management and through automatic reinvestment of distributions.

RBC Target 2015 Education Fund is the continuing fund resulting from a merger with RBC Global Education Fund on July 4, 2006.

The investment objectives of the RBC North American Dividend Fund, RBC North American Value Fund, RBC Global Energy Fund, RBC Global Precious Metals Fund, RBC Global Resources Fund and the RBC Global Consumer and Financials Fund changed July 4, 2006.

® Registered trademarks of Royal Bank of Canada. RBC Asset Management is a registered trademark of Royal Bank of Canada. Used under licence. © RBC Asset Management Inc. 2008.