



RBC Balanced Growth Fund

Fund Category
Global Neutral Balanced

Morningstar Rating™
★★★

Investment Objective

To provide long-term capital growth, with a secondary focus on modest income by investing primarily in Canadian, U.S. and international equities and fixed-income securities.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF553
Adv	Deferred Sales	CAD	RBF839
Adv	Front End	CAD	RBF739
Adv	Low Load	CAD	RBF124
F	No Load	CAD	RBF605
T	No Load	CAD	RBF597

Inception Date	April 1998
Total Assets \$Mil	960.5
Series A NAV \$	11.23
Series A MER %	2.26
Benchmark	45% DEX Universe Bond 20% S&P/TSX Composite 15% MSCI EAFE (\$C) 20% S&P 500 (\$C)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25
RRSP Eligibility	Yes

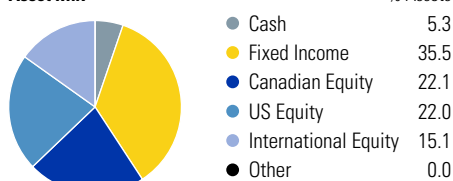
Management Company	RBC Asset Management Inc.
Web Site	www.rbcam.com

Notes

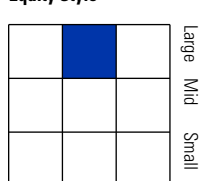
This is a continuing fund resulting from a merger together with a change of investment objective effective July 4, 2006.

Portfolio Analysis as of February 28, 2010

Asset Mix



Equity Style



Value Blend Growth

Statistics	%
P/B Ratio	1.8
P/E Ratio	14.5
Avg. Mkt Cap. \$Bil	26.2

Top 5 Sectors

Sector	% Equity
Financials	20.7
Energy	15.2
Materials	12.5
Information Technology	11.6
Industrials	11.6

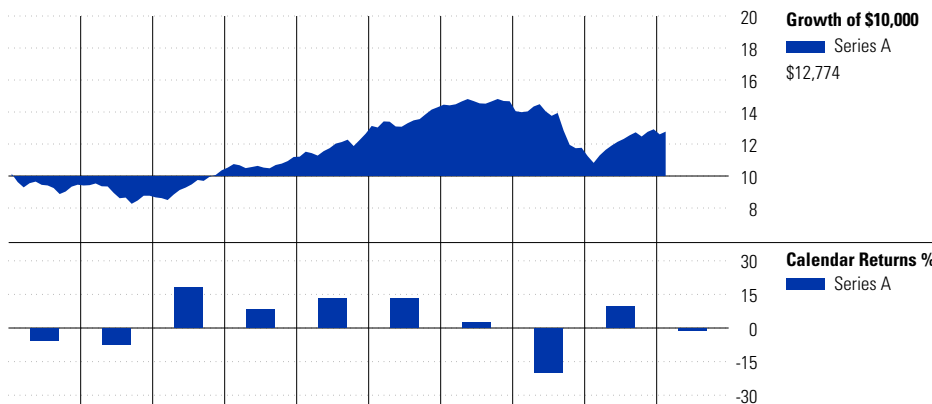
Fixed Income Breakdown

Fixed Income Category	% Fixed Income
Government Bonds	55.8
Corporate Bonds	31.2
Other Bonds	0.0
Mortgage Backed Securities	0.1
ST Investments (Cash & Other)	12.9
Asset Backed Securities	0.0

Top Ten Holdings

Top Ten Holdings	% Assets
Cash & Cash Equivalents	3.9
Royal Bank of Canada	1.6
US Treasury Note 1.75% 31-03-2014	1.2
Barrick Gold Corporation	1.0
Toronto-Dominion Bank	1.0
Italy(Rep Of) 3.5% 01-06-2014	0.9
Canada Hsg Tr No 1 3.95% 15-12-2011	0.9
Ontario Prov Cda 4.7% 02-06-2037	0.9
Suncor Energy, Inc.	0.9
Canadian Natural Resources, Ltd.	0.8
Total % of Top 10 Holdings	13.0
Total Number of Stock Holdings	230
Total Number of Bond Holdings	199
Total Number of Other Holdings	17
Total Number of Holdings	446

Performance Analysis as of February 28, 2010



Period	Calendar Returns %	Fund Quartile
2001	-5.4	4 th
2002	-7.3	3 rd
2003	18.1	1 st
2004	8.1	1 st
2005	13.0	1 st
2006	13.1	1 st
2007	2.6	1 st
2008	-19.8	4 th
2009	9.8	4 th
YTD	-1.1	4 th

Period	Trailing Return %	Fund Quartile
1 Mth	1.3	1 st
3 Mth	0.1	4 th
6 Mth	1.8	4 th
1 Yr	18.1	4 th
3 Yr	-3.9	4 th
5 Yr	2.1	2 nd
10 Yr	2.5	2 nd
Since Incep.	3.6	—



RBC Balanced Growth Fund

Management Overview

Manager Bios

Martin Paleczny

RBC Asset Management Inc.

Martin Paleczny is Vice President and Senior Portfolio Manager, Asset Allocation and Derivatives. He has been in the Investment Industry since 1994.

RBC AM Investment Policy Committee

Management Team

Performance Analysis Cont'd as of February 28, 2010

Distributions (\$)/Unit	YTD	2009	2008	2007	2006	2005	2004	2003	2002	2001
Total Distributions	—	—	—	0.77	1.53	0.30	—	—	—	—
Interest	—	—	—	—	0.33	0.10	—	—	—	—
Dividends	—	—	—	0.08	0.05	0.05	—	—	—	—
Capital Gains	—	—	—	0.69	1.15	0.15	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1Yr	Ended	3Yr	Ended	5Yr	Ended	10Yr
Best	8-2000	27.3	3-2006	16.4	9-2007	12.2	8-2008	6.0
Worst	2-2009	-22.7	3-2003	-6.1	2-2009	0.1	2-2010	2.5
Average		4.5		4.9		5.7		4.0
No. of Periods		131		107		83		23
Pct. Positive		63.4		72.9		100.0		100.0

Quarterly Commentary as at December 31, 2009

In the fourth quarter, the RBC Balanced Growth Fund (Series A) gained 1.5%, while its benchmark rose 1.3%

The positive return for the Fund was on the back of continued strength in equity markets, as they continued their low volatility grind to the upside. The equity move was broad-based, outside of weakness in the Financials sector. While the Canadian equity market lagged many global markets in local terms, the Canadian dollar was strong, erasing the gap on a currency-adjusted basis.

The total return of the bond market was flat, with strength in corporate bonds offset by weakness in government bonds. The Fund was overweight stocks and underweight bonds; however this positive attribution was offset by underperformance in Canadian and U.S. equities.

Major Buys

Iamgold
Merck & Co.
Yamada Denki

Globally, the abundant monetary stimulus provided by central banks has stabilized the financial system. While the effects are just beginning to feed through to economies of the developed world; the developing world; and especially China; they have continued to expand. Growth in much of the developed world, coupled with the abundant financial liquidity, has fed the strong stock-market rebound, with commodities leading the way. As well, bond yields have remained contained as major central banks keep short-term interest rates at exceptionally low levels.

The markets are betting that a more-or-less typical economic recovery will ensue, in which factories replenish inventories and employment gathers momentum slowly. While we believe that there will be no return to the bear-market low, a mid-cycle correction caused by fears of central-bank tightening or a growth scare, is likely sometime in 2010.

Major Sells

Husky Energy
Tyco Int'l
Royal Dutch Shell



RBC Balanced Growth Fund

Disclosure

RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers. RBC Asset Management Inc. is a member company of RBC Global Asset Management.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus of the mutual fund before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. The value of mutual funds change frequently and past performance may not be repeated.

The Top 25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

Graphs are only used to illustrate the effects of the compound growth rate and do not

reflect future values of any fund or returns on investment of any fund.

This fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in this fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in this fund profile without seeking the advice of an appropriate professional advisor.

For money market funds, the performance data assumes reinvestment of distributions only and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. In addition, for money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you.

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 February 28, 2010.

Morningstar ratings are overall ratings reflecting risk adjusted performance as of February 28, 2010. The ratings are subject to change every month. The ratings are calculated for funds with a minimum of 3 years of performance, calculated from the funds' 1 and 3 year average annual returns measured against a 91-day Treasury Bill return with appropriate fee adjustments. The top 10% of the funds in a category receive 5 stars (high); if the funds fall in the next 22.5%, they receive 4 stars (above average); a place in the middle 35% earns a fund 3 stars (neutral or average); those in the next 22.5% receive 2 stars (below average); and the lowest 10% get 1 star (low). Ratings are just one factor to consider when investing. For more information, please see www.morningstar.ca.

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