



RBC North American Value Fund

Fund Category
Canadian Focused Equity

Morningstar Rating™
★★★★★

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of Canadian and/or U.S. companies priced below their true value and offering long-term opportunities for growth.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF554
Adv	Deferred Sales	CAD	RBF857
Adv	Front End	CAD	RBF766
Adv	Low Load	CAD	RBF130
F	No Load	CAD	RBF608

Inception Date	April 1998
Total Assets \$Mil	165.5
Series A NAV \$	15.21
Series A MER %	2.00
Benchmark	50% S&P 500 (\$C) 50% S&P/TSX Composite

Income Distribution	Annually
Capital Gains Distribution	Annually

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

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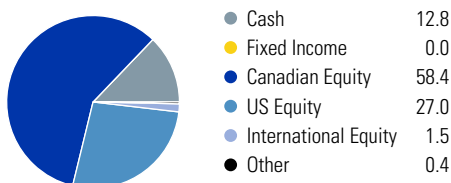
Web Site	www.rbcam.com
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Notes

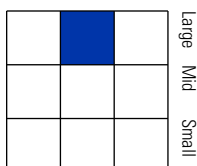
Fund's investment objective and name changed July 4, 2006.

Portfolio Analysis as of September 30, 2009

Asset Mix



Equity Style



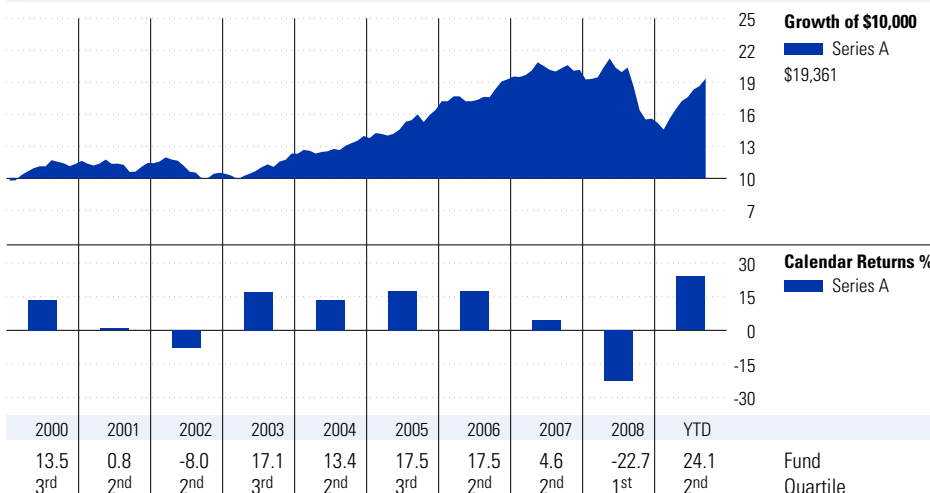
Global Equity Sectors

Sector	% Equity
Utilities	2.7
Energy	22.0
Financials	37.6
Materials	8.5
Consumer Discretionary	5.6
Consumer Staples	2.9
Telecommunication Services	0.0
Industrials	7.3
Health Care	6.6
Information Technology	7.0
Unclassified	0.0

Top 25 Holdings

Company	% Assets
Cash & Cash Equivalent	12.5
Royal Bank of Canada	6.2
Toronto-Dominion Bank	4.2
EnCana Corporation	4.1
Bank of Nova Scotia	3.1
Barrick Gold Corporation	2.7
Manulife Financial Corporation	2.6
Canadian Oil Sands Trust	2.3
Sun Life Financial, Inc.	2.2
Suncor Energy, Inc.	2.1
Bank of Montreal	2.1
Imperial Oil	1.8
Brookfield Asset Management, Inc.	1.6
Canadian Imperial Bank of Commerce	1.5
Cisco Systems, Inc.	1.4
Research in Motion, Ltd.	1.2
NAL Oil & Gas Trust	1.2
Cablevision Systems A	1.1
Tyco International, Ltd.	1.1
Bonavista Energy Trust	1.1
Power Financial	1.1
Intact Financial Corporation	1.0
Southwestern Energy Company	1.0
J.P. Morgan Chase & Co.	1.0
CI Financial Corp	1.0
Total % of Top 25 Holdings	61.3
Total Number of Stock Holdings	80
Total Number of Bond Holdings	0
Total Number of Other Holdings	4
Total Number of Holdings	84

Performance Analysis as of September 30, 2009



Period	Trailing Return %
1 Mth	3.8
3 Mth	9.9
6 Mth	24.2
1 Yr	4.1
3 Yr	3.2
5 Yr	8.2
10 Yr	7.9
Since Incep.	6.0
Fund Quartile	—



RBC North American Value Fund

Management Overview

Manager Bios

Doug Raymond

RBC Asset Management Inc.

Doug Raymond is Senior Vice President and Co-Head, Canadian Equities. He has been in the Investment Industry since 1985.

Stuart Kedwell, CFA

RBC Asset Management Inc.

Stuart Kedwell is Senior Vice President and Senior Portfolio Manager, Canadian Equities, Co-Head, Canadian Equity Committee, RBC Asset Management Inc. He has been in the Investment Industry since 1997.

Performance Analysis Cont'd as of September 30, 2009

Distributions (\$)/Unit	YTD	2008	2007	2006	2005	2004	2003	2002	2001	2000
Total Distributions	—	—	1.80	1.70	0.65	—	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	1.80	1.70	0.65	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %		1Yr		3Yr		5Yr		10Yr
Best	8-2000	28.1	3-2006	21.3	10-2007	15.6	8-2008	10.3
Worst	2-2009	-24.6	2-2009	-5.4	4-2003	0.6	1-2009	5.7
Average		7.2		8.6		8.8		7.3
No. of Periods		126		102		78		18
Pct. Positive		68.3		87.3		100.0		100.0

Quarterly Commentary as at September 30, 2009

The RBC North American Value Fund (Series A) gained 9.9% during the third quarter, outperforming its benchmark gain of 8.6%.

For the quarter, the S&P/TSX Composite Index gained 10.6%, while the S&P 500 gained 6.4%, in Canadian dollar terms. The Fund's outperformance was driven in part, by an overweight position in Canadian equities versus U.S. stocks, as a decline in the U.S. dollar during the quarter held back results for the U.S. portion of the Fund.

The Financials sector outperformed by a substantial margin as investor sentiment toward the group swung from extreme pessimism to a more balanced view. Activity in capital markets and net interest income has been strong, while losses on consumer loans, credit-card portfolios and commercial real estate continue to worsen. The keys to performance of the group remain with the outlook for employment and economic recovery. A significant overweight position in Canadian Financials contributed positively to the

Fund's relative performance.

As expectations for an economic recovery developed, investors shifted their money into sectors that were expected to benefit from the improving global outlook. As a result, defensive sectors lagged during the quarter, and underweight positions in U.S. Utilities and telecom stocks benefited Fund performance.

Despite the strong run that equity markets have enjoyed, we think opportunities continue to exist as stocks remain undervalued based on our earnings models. Given the size of the cost cuts companies have undergone and the resiliency of corporate cash flows, it seems reasonable to expect further upside in the stock market as economic activity improves in the coming year. We would expect market volatility may increase in coming months, as investors await guidance that the hoped for economic recovery is indeed materializing.

Major Buys

NAL Oil & Gas Trust
Manulife Financial

Major Sells

Husky Energy
George Weston



RBC North American Value Fund

Disclosure

RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers.

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 September 30, 2009.

Morningstar ratings are overall ratings reflecting risk adjusted performance as of September 30, 2009. 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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