



RBC Canadian Equity Fund

Fund Category
Canadian Equity

Morningstar Rating™
★★★

Investment Objective

To provide long-term capital growth by investing primarily in equity securities of major Canadian companies in order to provide broad exposure to economic growth opportunities in Canada.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF269
Adv	Deferred Sales	CAD	RBF847
Adv	Front End	CAD	RBF747
Adv	Low Load	CAD	RBF127
F	No Load	CAD	RBF609
I	No Load	CAD	RBF155

Inception Date	April 1967
Total Assets \$Mil	4,466.1
Series A NAV \$	22.58
Series A MER %	1.96
Benchmark	S&P/TSX Composite

Income Distribution	Annually
Capital Gains Distribution	Annually

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

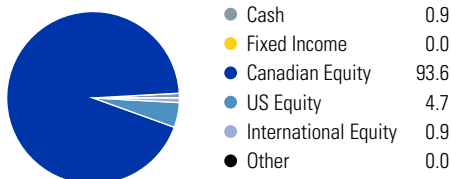
Management Company	RBC Asset Management Inc.
Web Site	www.rbcam.com

Notes

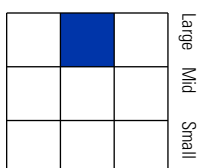
Minimum investment for Series I units of the Fund is \$500,000. Minimum additional investment is \$5,000.

Portfolio Analysis as of September 30, 2009

Asset Mix



Equity Style



Value Blend Growth

Equity Statistics

P/B Ratio	1.7
P/E Ratio	19.2
Avg Mkt Cap \$Bil	19.2

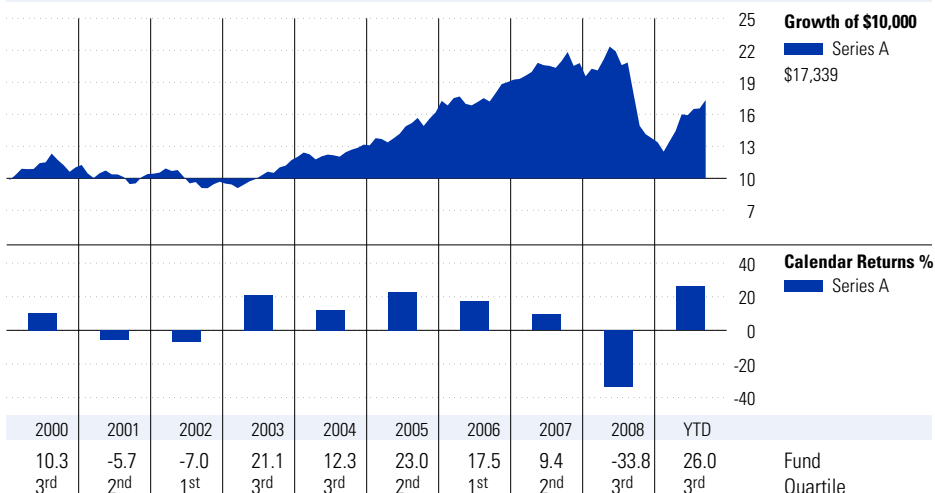
Global Equity Sectors

Sector	% Equity
Utilities	1.3
Energy	27.8
Financials	31.3
Materials	19.4
Consumer Discretionary	4.2
Consumer Staples	2.3
Telecommunication Services	3.4
Industrials	5.8
Health Care	0.2
Information Technology	3.7
Unclassified	0.7

Top 25 Holdings

Company	% Assets
Royal Bank of Canada	6.6
Suncor Energy, Inc.	4.8
Toronto-Dominion Bank	4.8
EnCana Corporation	4.2
Bank of Nova Scotia	4.0
Canadian Natural Resources, Ltd.	3.5
Research in Motion, Ltd.	3.2
Manulife Financial Corporation	3.1
Goldcorp, Inc.	2.8
Barrick Gold Corporation	2.7
Potash Corporation of Saskatchewan, Inc.	2.3
Bank of Montreal	2.3
Canadian Imperial Bank of Commerce	2.0
Talisman Energy	2.0
Canadian National Railway Company	1.9
TransCanada Corporation	1.9
Power Corporation Of Canada Sub Vtg	1.8
Sun Life Financial, Inc.	1.6
Enbridge, Inc.	1.5
Rogers Communications, Inc. B	1.5
Canadian Oil Sands Trust	1.4
Teck Resources Ltd B	1.4
Kinross Gold Corporation	1.3
Agnico-Eagle Mines	1.3
Thomson Reuters Corporation	1.3
Total % of Top 25 Holdings	65.3
Total Number of Stock Holdings	187
Total Number of Bond Holdings	0
Total Number of Other Holdings	12
Total Number of Holdings	199

Performance Analysis as of September 30, 2009



Period	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Value	4.7	8.9	28.6	-3.0	0.3	6.9	7.2	9.3	Fund
Quartile	2nd	3rd	3rd	4th	3rd	2nd	2nd	—	Quartile



RBC Canadian Equity 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.

RBC Asset Mgmt Canadian Equity Cmittee

Management Team

Performance Analysis Cont'd as of September 30, 2009

Distributions (\$)/Unit	YTD	2008	2007	2006	2005	2004	2003	2002	2001	2000
Total Distributions	—	—	2.37	0.70	0.25	—	—	—	—	0.90
Interest	—	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	2.37	0.70	0.25	—	—	—	—	0.90
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %		1Yr		3Yr		5Yr		10Yr
Best	4-1986	42.7	3-2006	24.5	10-2007	19.2	8-2000	12.3
Worst	2-2009	-38.3	2-2009	-9.4	8-1992	-2.3	2-2009	4.9
Average		8.8		8.9		8.9		8.9
No. of Periods		289		265		241		181
Pct. Positive		70.6		86.0		97.1		100.0

Quarterly Commentary as at September 30, 2009

The RBC Canadian Equity Fund (Series A) gained 8.9% during the third quarter, while the S&P/TSX Composite Total Return Index gained 10.6%.

Signs of an economic recovery continued to emerge in quarter as leading indicators around the world modestly improved. With the economy recuperating, supported by fiscal and monetary stimulus, investors' attention shifted to what a return-to-trend earnings might look like. The improved outlook drove the Canadian equity market higher over the summer and away from extreme undervaluation levels. As the equity markets rebounded, advances in smaller-capitalization companies were somewhat stronger than large company returns and as a result, Fund performance was somewhat constrained due to its bias to larger companies.

Financials represented the largest weighting in the Fund and was also the strongest absolute performer, gaining 15.4%. The strength was led by Canadian banks as they delivered earnings that

beat expectations on the back of strong trading results and solid operating performance in other divisions. Insurance stocks were the laggards after warnings that returns on equity would not improve in the near term. Stock selection in the insurance and real estate subsectors detracted somewhat from the Fund's relative performance.

Relative outperformance in Industrials was achieved by overweight exposure to the recuperating capital-goods subsector. A position in Bombardier contributed to returns after the company reported results that were better-than-expected despite the challenging economic environment.

Despite the strong run that equity markets have enjoyed, we think opportunities continue to exist as stocks remain undervalued based on our earnings models. 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

Suncor
Enbridge
Kinross

Major Sells

Yellow Pages
H&R REIT



RBC Canadian Equity 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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