

# RBC Managed Portfolios

## Balanced Investment Profile

QUARTERLY PROFILE DISCLOSURE

December 31, 2007

### At a glance

Profile inception date	February 2000
Net assets	\$1,497,661,253
Fees	Tiered – \$1,250 (minimum)
First \$150,000	1.80%
Next \$100,000	1.70%
Over \$250,000	1.00%
Distribution policy	
Income	monthly/quarterly
Capital gains	annually (Dec)
Minimum investment	\$100,000
<b>Benchmark</b>	
SCM T-Bills 30/91	5.00%
RBC CM overall market index	40.00%
<b>Total fixed income and cash</b>	<b>45.00%</b>
S&P/TSX composite TR	20.00%
S&P 500 TR CAD*	20.00%
MSCI EAFE CAD*	15.00%
<b>Total equity</b>	<b>55.00%</b>
<b>Total</b>	<b>100.00%</b>

\* 50% hedged to CAD

### Sector mix

	Aug 31 2007	Nov 30 2007
Financials	14.45%	14.28%
Industrials	8.08%	8.27%
Consumer Discretionary	6.14%	5.00%
Energy	7.20%	7.22%
Materials	4.50%	4.28%
Consumer Staples	3.45%	4.07%
Information Technology	5.17%	5.01%
Health Care	3.14%	3.53%
Telecommunication Services	3.28%	2.84%
Utilities	1.91%	2.06%

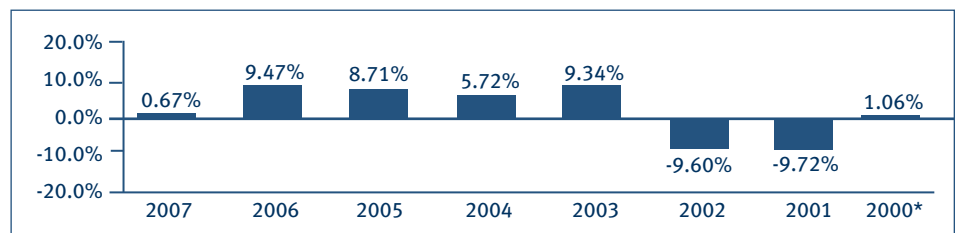
### Objective

This portfolio focuses on providing long-term capital growth with secondary focus on modest income.

### Commentary

The performance of the Balanced investment profile over the past 3 months reflects the results of turbulent markets in Canada and around the world. Looking back at 2007, the diversified approach used to manage the portfolio reduced this volatility, particularly the impact of a rising loonie on foreign investment returns. Although most foreign equity markets finished the year down more than 10% in Canadian dollar terms, diversification and active currency management reduced the impact of these declines in the portfolio. In late November we reduced the fixed income exposure and allocated this money to cash, as we expect bonds to lag going forward.

### Calendar performance



Net of fees based on a minimum investment of \$100,000. \*Partial year from Feb. 2000 to Dec. 2000.

### Trailing performance

	1 mo	3 mo	1 yr	3 yr	5 yr	Since inception*
Profile (%)	-0.27	-0.70	0.67	6.21	6.73	1.68

Net of fees based on a minimum investment of \$100,000. \*Partial year from Feb. 2000 to Dec. 2000.

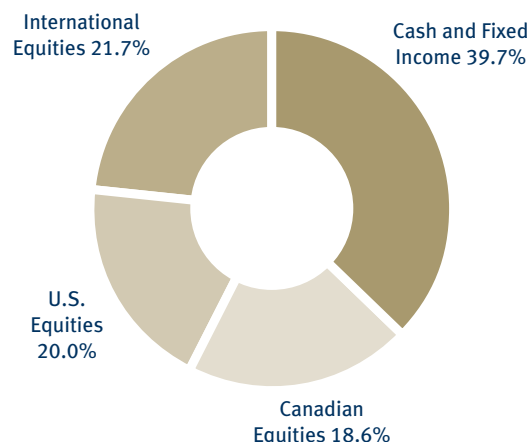
### Downside risk

Rolling return	1 yr	Ended	3 yr	Ended	5 yr	Ended
Best	18.80%	Mar-04	11.24%	Mar-06	7.62%	Sep-07
Worst	-19.00%	Sep-01	-9.44%	Mar-03	-1.91%	Mar-05
Average	1.88%		2.92%		2.79%	
Total periods	84		60		36	
Percentage of positive periods	65.48%		73.33%		72.22%	

## Profile holdings

	% of net assets	
	Sept 30 2007	Dec 31 2007
<b>Cash and Fixed Income</b>	<b>37.6</b>	<b>39.7</b>
Cash	2.0	7.7
RBC Private Canadian Bond Pool	11.9	10.1
RBC Private Income Pool	0.0	0.0
RBC Private Corporate Bond Pool	9.9	9.1
RBC Private Short-Term Income Pool	5.9	5.0
RBC Private Global Bond Pool	7.9	7.8
<b>Equities</b>	<b>62.4</b>	<b>60.3</b>
<b>Canadian Equities</b>	<b>20.1</b>	<b>18.6</b>
RBC Private Canadian Equity Pool	5.0	5.0
RBC Private Canadian Dividend Pool	8.1	7.5
RBC Private Canadian Mid Cap Equity Pool	2.0	1.9
RBC Private O'Shaughnessy Canadian Equity Pool	5.0	4.2
<b>U.S. Equities</b>	<b>19.1</b>	<b>20.0</b>
RBC Private U.S. Mid Cap Equity Pool	0.0	0.0
RBC Private U.S. Equity Pool	13.1	15.9
RBC Private O'Shaughnessy U.S. Value Equity Pool	0.0	0.0
RBC Private O'Shaughnessy U.S. Growth Equity Pool	6.0	4.1
<b>International Equities</b>	<b>23.2</b>	<b>21.7</b>
RBC Private Asian Equity Pool	5.2	4.7
RBC Private International Equity Pool	0.0	0.0
RBC Private European Equity Pool	6.0	5.9
RBC Private Global Dividend Growth Pool	12.0	11.1

## Current profile asset mix



## Distributions (based on a minimum investment of \$100,000 CAD)

	2007	2006	2005
Total distributions	\$7,180.65	\$4,861.93	\$3,904.69
Interest (cash)	\$ 153.41	\$ 88.28	\$ 62.59
Dividends (pooled fund income)	\$4,065.62	\$2,816.11	\$2,688.56
Capital gains	\$2,961.62	\$1,957.54	\$1,153.55
Return of capital	\$ 0.00	\$ 0.00	\$ 0.00

\* YTD distributions are noted as income until year-end when tax allocations are determined

## Top 25 securities held within the pools in the profile — as at Nov 30, 2007

Issuer	Issue	% of assets
CASH	CDN & US DOLLARS	5.25
RBC PRIVATE CORP	BOND POOL SER O	1.56
GOVT OF CANADA	3.750 SEP 01 11	1.09
TORONTO DOMINION T/D	4.50 DEC 03 07	0.97
BANK OF NEW YORK MEL	COMMON	0.79
TORONTO DOMINION BK	COMMON	0.75
MANULIFE FINCL CORP	COMMON	0.74
ROYAL BANK CDA	COMMON	0.72
CANADA HOUSING TRUST	3.950 DEC 15 11	0.68
BK OF NOVA SCOTIA BDN	DEC 11 07	0.68
TOTAL	COMMON	0.68
CVS CAREMARK CORP	COMMON	0.63
BANK OF NOVA SCOTIA	COMMON	0.62

Issuer	Issue	% of assets
GOVT OF CANADA	5.750 JUN 01 33	0.60
POWER CORP OF CDA	SUB VTG SHS	0.59
ABB LTD	COMMON	0.56
GOVT OF CANADA	5.000 JUN 01 14	0.54
RECKITT BENCKISER	COMMON	0.52
TOYOTA MOTOR CORP	COMMON	0.52
ENCANA CORP	COMMON	0.52
E. ON AG	COMMON	0.51
BANK OF MONTREAL	COMMON	0.50
KBC GROEP NV	COMMON	0.50
CANADA GOV'T TREAS	4.000 JUN 01 17	0.48
RESEARCH IN MOTION	COMMON	0.48
<b>Total</b>		<b>21.49</b>

The indicated rates of return for the RBC Managed Portfolios investment profiles are the historical annual compounded total returns for the periods after investment management fees and taxes have been charged in respect of the program. Fees are calculated based on a minimum account size of \$100,000, using the fee schedule in effect during the period. The rates of return for the periods of less than one year are simple rates of return after deduction of fees and charges in respect of the program. The return is based on the total returns of the participating RBC Private Pools including changes in unit value.

The performance of each pool is based on the change in the net asset value of Series O units of the pool during the period. The RBC Managed Portfolios program is managed by RBC Asset Management Inc. and distributed through Royal Mutual Funds Inc. Investors pay a monthly fee to Royal Mutual Funds Inc. based on the net asset value of the investor's account. A portion of the monthly fee is paid to RBC Asset Management Inc. No management fees are charged by RBC Asset Management Inc. to the RBC Private Pools in respect of the program and no sales charge or trailing commissions are payable by investors in connection with any purchases, redemptions or switches in the program. Please read the account agreement and supporting documents, and the prospectus of the participating RBC Private Pools before investing in the RBC Managed Portfolios program. RBC Managed Portfolios and RBC Private Pools are not guaranteed, their values change frequently and past performance may not be repeated. Investment and retirement planners and financial planners are employees of Royal Mutual Funds Inc. ("RMFI"). RMFI, RBC Asset Management Inc. and Royal Bank of Canada are separate corporate entities which are affiliated. RMFI is licensed as a financial services firm in the province of Quebec.