
RBC Funds (Lux)
Société d'Investissement à Capital Variable (SICAV)
under Luxembourg Law
(R.C.S Luxembourg B 148411)

Audited Annual Report 2011
for the year ended October 31, 2011

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Management and Administration

BOARD OF DIRECTORS

Mr. Frank LIPPA, C.A.
 Chief Operating Officer and Chief Financial Officer of RBC Global Asset Management Inc.
 RBC Centre
 155 Wellington Street West, Suite 2300
 Toronto, Ontario
 Canada M5V 3K7

Mr. Dominic WALLINGTON
 Chief Executive Officer and Chief Investment Officer of RBC Asset Management UK Limited
 3rd Floor, Riverbank House
 2 Swan Lane
 London EC4R 3BF
 United Kingdom

Mr. Francisco LUCAR
 Senior Manager Operations of Royal Bank of Canada (Suisse) S.A.
 Rue François-Diday 6
 PO Box 5696
 1211 Geneva 11
 Switzerland

PROMOTER OF THE FUND

RBC Global Asset Management Inc.
 RBC Centre
 155 Wellington Street West, Suites 2200 & 2300
 Toronto, Ontario
 Canada M5V 3K7
www.rbcgam.lu

REGISTERED OFFICE

14, porte de France
 L-4360 Esch-sur-Alzette
 Grand Duchy of Luxembourg

MANAGEMENT COMPANY

Dexia Asset Management Luxembourg S.A.
 136, route d'Arlon
 L-1150 Luxembourg
 Grand Duchy of Luxembourg

DELEGATED INVESTMENT MANAGER

RBC Global Asset Management Inc.
 RBC Centre
 155 Wellington Street West, Suites 2200 & 2300
 Toronto, Ontario
 Canada M5V 3K7

SUB-INVESTMENT MANAGERS

RBC Asset Management UK Limited
 3rd Floor, Riverbank House
 2 Swan Lane
 London EC4R 3BF
 United Kingdom

RBC Global Asset Management (U.S.) Inc.
 100 South Fifth Street, Suite 2300
 Minneapolis, Minnesota 55402-1240
 United States of America

Management and Administration (continued)

CUSTODIAN AND PAYING AGENT

RBC Dexia Investor Services Bank S.A.
14, porte de France
L-4360 Esch-sur-Alzette
Grand Duchy of Luxembourg

RÉVISEUR D'ENTREPRISES AGRÉÉ

Deloitte Audit Société à responsabilité limitée
560, rue de Neudorf
L-2220 Luxembourg
Grand Duchy of Luxembourg

LEGAL ADVISOR

Arendt & Medernach
14, rue Erasme
L-2082 Luxembourg
Grand Duchy of Luxembourg

DELEGATED ADMINISTRATIVE AND DOMICILIARY AGENT, DELEGATED REGISTRAR AND TRANSFER AGENT

RBC Dexia Investor Services Bank S.A.
14, porte de France
L-4360 Esch-sur-Alzette
Grand Duchy of Luxembourg

General Information

Annual Meetings of shareholders will generally be held at the registered office of the Fund in Luxembourg on the first Thursday in the month of April at 14:00 or, if any such day is not a Business Day, on the next following Business Day, unless otherwise stated in the notice of convocation. The next annual general meeting will be held on 5 April 2012.

Notices of all general meetings will be sent to the holders of registered Shares by post at least eight calendar days prior to the meeting at their addresses shown on the register of shareholders. Such notices will include the agenda and will specify the time and place of the meeting and the conditions of admission.

They will also refer to the rules of quorum and majorities required by Luxembourg law and laid down in Articles 67 and 67-1 of the Luxembourg law of August 10, 1915 on commercial companies (as amended) and in the Articles of Incorporation of the Fund.

Each whole Share confers the right to one vote. Approval from a simple majority of the shareholders at a meeting of shareholders of a Sub-Fund or a Class is required in respect of the payment of a dividend (if any) for a particular Sub-Fund or Class.

Any change to the Articles of Incorporation must be approved by shareholders at a general meeting of the shareholders of the Fund.

Audited annual reports of the Fund shall be published within four (4) months following the end of the fiscal year of the Fund, and unaudited semi-annual reports shall be published within two (2) months following the period to which they refer.

The annual reports shall be sent to each registered shareholder at the address shown on the register of shareholders.

Copies of the latest financial reports may be obtained free of charge during normal office hours at the registered office of the Fund in Luxembourg and available online at www.rbcgam.lu.

A detailed schedule of portfolio movements is available free of charge upon request at the registered office of the Fund.

Report of the Board of Directors

Dear Shareholder:

We are pleased to provide you with this annual report for RBC Funds (Lux) (the "Fund") for the year ended 31 October 2011.

The Fund

The Fund is a société d'investissement à capital variable with multiple Sub-Funds, each of which has its own investment policy and restrictions. During the year, the total net assets of the Fund increased to US\$128 million at year end from US\$52 million. At year end, the Fund had issued shares in four Sub-Funds, two of which were launched during the year, as follows:

- 1. RBC Funds (Lux) – Canadian Equity Fund on 15 April 2011**
- 2. RBC Funds (Lux) – Global Precious Metals Fund on 15 April 2011**

The Fund qualifies as an Undertaking for Collective Investments in Transferable Securities (UCITS) and may therefore be offered for sale in European Union Member States, subject to registration in countries other than the Grand Duchy of Luxembourg. In addition, applications to register the Fund and its Sub-Funds may be made in other countries.

As of 31 October 2011, the Fund and the Sub-Funds are currently registered for offer and distribution in the Grand Duchy of Luxembourg, the Netherlands, the United Kingdom, Germany, Austria, and Singapore (restricted availability).

Responsibility of the Directors

The preparation of the consolidated financial statements of the Fund is carried out by RBC Dexia Investor Services Bank S.A. as Administrator under supervision of the Board of Directors. In accordance with Luxembourg laws and regulations, the Directors have taken reasonable steps to ensure that appropriate internal controls relevant to the preparation and fair presentation of consolidated financial statements are in place by the Fund's service providers, and otherwise to exercise oversight with respect to accounting estimates of judgments made in connection with the preparation of the consolidated financial statements. The Board of Directors is satisfied that it has fully complied with these requirements.

ALFI Code of Conduct

The Board of Directors adheres to the Association of the Luxembourg Fund Industry ("ALFI") Code of Conduct for Luxembourg investment funds. The Code of Conduct sets a framework of high-level principles and best practice recommendations for the governance of Luxembourg investment funds.

Annual General Meeting

The Annual General Meeting of the Fund will be held on 5 April 2012.

For up-to-date information about the Sub-Funds of RBC Funds (Lux), please visit our website at www.rbcgam.lu. On behalf of the entire team at RBC Global Asset Management, we would like to thank you for your trust and confidence.

The Board of Directors
Luxembourg, 1 February 2012

Review of the Sub-funds

RBC Funds (Lux) – Canadian Equity Fund

Since the launch of this Sub-Fund in April 2011, equity markets faced heavy declines amid concerns over the European sovereign-debt crisis and the health of the global economy.

Since the end of April 2011, the Class O shares of the Sub-Fund fell 8.6%, outperforming the 11.0% decline in the benchmark, the S&P/TSX Capped Composite Index. The benchmark decline was primarily attributable to the cyclical sectors, namely Energy, Industrials, and Materials. Defensive sectors (Consumer Staples, Telecommunication Services, and Utilities) fared better. With fixed income delivering extremely low yields, the relatively safe dividends offered by equities in the Telecommunication Services sector have proven to be attractive to income-oriented investors.

The market decline indicates that investors have recalibrated their outlook to reflect the growing possibility of some negative outcomes, while at the same time recognizing that stocks offer compelling returns if those outcomes fail to materialize. While the possibility of a recession is not fully reflected in equity markets, for those with an intermediate-term time horizon, equities should deliver reasonable returns even in a slow-growth economic environment. Moreover, market volatility has created some opportunities to take advantage of what we believe to be overly pessimistic assumptions imbedded in the prices of select situations.

RBC Funds (Lux) – Global Precious Metals Fund

Since the launch of this Sub-Fund in April 2011, gold stocks followed the broader equity-market correction. While the price of gold bullion generally continued to advance, the majority of gold stocks declined over this period. Selling pressure intensified in September, as investors sought liquidity in cash and perhaps sold some of the gold stocks that had outperformed the broader market earlier in the year.

Since the end of April 2011, the Class O shares of the Sub-Fund fell 8.6%, underperforming the 5.5% decline in the benchmark, the S&P/TSX Global Gold Index. The Sub-Fund's overweight allocation to small- and mid-cap stocks was the main reason for the underperformance, as larger-cap stocks generally outperformed their smaller-cap peers during the reporting period.

We remain optimistic about the outlook for precious metals stocks. Many analysts have been slow to raise the gold-price expectations that are used in their equity-pricing models. This factor, combined with concerns about rising input costs, has caused gold stocks to underperform gold bullion over the last year. We believe this underperformance will reverse and help underpin relative strength in gold stocks. We also believe that as gold companies increase dividends with higher profits, more investors will be attracted to gold equities. All the reasons for gold's 11-year bull market remain intact and may possibly be stronger than in the past. These include low interest rates, concerns over rising fiscal deficits, a muted supply outlook and strong investment demand from institutional and retail investors as well as central banks.

RBC Funds (Lux) – Global Resources Fund

Global resources stocks turned in a mixed performance over what has been a very volatile year. Among resource stocks, the Energy sector outperformed the Materials sector. Energy stocks benefited from higher crude prices following the unrest in North Africa and the Middle East and the subsequent loss of production from Libya. Metals and mining stocks were among the worst performers in the Global Resources sector as metals prices declined on concern that demand from China may weaken.

During the year, the Class O shares of the Sub-Fund rose 4.9%, underperforming the 6.7% gain in the benchmark (65% MSCI World Energy Sector Index and 35% MSCI World Materials Sector Index). The Sub-Fund's overweight allocation to small- and mid-cap stocks was the main reason for the underperformance as larger-cap stocks generally outperformed their smaller-cap peers during the year. An overweight position in the base-metals portion of the Materials sector, which underperformed, also had a negative impact on results. On the plus side, the Sub-Fund benefited from continued merger and acquisition activities in the Energy sector. The Sub-Fund held positions in Petrohawk Energy and Brigham Exploration, which were both acquired at a premium by producers looking to acquire attractive unconventional North American oil and gas assets.

We continue to see favourable underlying supply/demand trends, for the energy market in particular. While oil demand in developed markets has been flat to lower this year, the real growth continues to come from developing markets, especially China, and this is a trend that is likely to continue. The increasing interest in unconventional oil and gas deposits is one of the reasons why the Sub-Fund remains overweight in the oil services sub-sector. We expect oil-services companies to continue increasing margins through pricing and better utilization. In the Materials sector, sustained growth in China, India and other commodity-intensive economies, together with constrained supplies, suggest constructive market conditions for base metals stocks.

RBC Funds (Lux) – U.S. Investment Grade Corporate Bond Fund

Over the past year, geopolitical events took centre stage, with financial turmoil in Europe, political violence in the Middle East and the disasters in Japan all slowing global growth. In the U.S., the fiasco of debt discussions in Washington and the subsequent S&P downgrade, combined with weaker economic data, added fuel to the fire of investor uncertainty. As a result, credit markets experienced unprecedented volatility in the latter half of the fiscal period. A sharp sell-off in U.S. corporate bonds in August was followed by a strong October performance.

Review of the Sub-funds (continued)

During the year, U.S. investment grade corporate bonds provided strongly positive returns, with a total return of 6.1% for the Barclays Capital U.S. Corporate Bond Index. Driven by risk aversion, investors embraced the higher quality sectors of the market as AAA-rated bonds outperformed lower-quality bonds. Industrials and Utilities strongly outperformed Financials. The Class O shares of the Sub-Fund rose 5.3% over the year, underperforming the benchmark. The Sub-Fund benefited from security selection, but an overweight in Financials detracted from performance.

We remain constructive on corporate credit. Company fundamentals are intact, driven by solid profitability and strong balance sheets. As volatility ebbs, we anticipate that spreads will tighten to levels more commensurate with fundamental risk. Although the Sub-Fund's exposure to financial institutions negatively impacted results in August and September, we believe that, today, banks and other financial companies have generally better-quality portfolios, better liquidity and higher capitalizations than three years ago. We are focused on banks that we believe are positioned well relative to the significant regulatory changes the industry is undergoing. We continue to maintain an overweight in U.S. banks, which we expect will outperform as market volatility subsides.

To the Shareholders of RBC Funds (Lux),
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14, porte de France
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REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Following our appointment by the General Meeting of Shareholders dated March 31, 2011, we have audited the accompanying financial statements of RBC Funds (Lux) and of each of its Sub-Funds, which comprise the combined statement of net assets and the statement of investments as at October 31, 2011 and the combined statement of operations and changes in net assets for the year then ended October 31, 2011, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the réviseur d'entreprises agréé

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the *Commission de Surveillance du Secteur Financier*. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the *réviseur d'entreprises agréé's* judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the *réviseur d'entreprises agréé* considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of RBC Funds (Lux) and of each of its Sub-Funds as of October 31, 2011, and of the results of their operations and changes in their net assets for the year then ended October 31, 2011 in accordance with the Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

For Deloitte Audit, *Cabinet de révision agréé*



Jean-Philippe Bachelet, *Réviseur d'entreprises agréé*
Partner

Luxembourg, February 17, 2012

Canadian Equity Fund *

Statement of Investments
as at October 31, 2011

(Expressed in CAD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market					
Shares					
Consumer Discretionary					
Dollarama Inc	CAD	300	8,917	11,256	0.65
Gildan Activewear Inc	CAD	570	19,649	14,660	0.84
Magna International Inc	CAD	510	22,428	19,395	1.12
Quebecor Inc -B-	CAD	390	12,578	13,455	0.77
Shaw Communications Inc -B-	CAD	830	16,343	16,758	0.97
Thomson Reuters Corp	CAD	610	23,548	17,989	1.04
Tim Hortons Inc	CAD	160	7,178	7,850	0.45
			110,641	101,363	5.84
Consumer Staples					
Empire Co Ltd -A-	CAD	260	13,846	15,842	0.91
Loblaw Companies Ltd	CAD	460	18,338	17,549	1.01
Metro Inc -A-	CAD	380	17,609	18,559	1.07
			49,793	51,950	2.99
Energy					
ARC Resources Ltd	CAD	1,090	26,433	27,631	1.59
Baytex Energy Corp	CAD	470	21,398	24,764	1.43
Bellatrix Exploration Ltd	CAD	3,410	16,374	15,788	0.91
Bonavista Energy Corp	CAD	880	24,269	22,581	1.30
Canadian Natural Resources Ltd	CAD	1,780	76,502	62,585	3.60
Celtic Exploration Ltd	CAD	930	18,260	22,962	1.32
Cenovus Energy Inc	CAD	1,480	52,383	50,527	2.91
Enbridge Inc	CAD	1,620	48,662	55,939	3.22
Encana Corp	CAD	880	27,447	19,026	1.10
Imperial Oil Ltd	CAD	670	32,822	27,658	1.59
Shawcor Ltd -A-	CAD	620	20,921	14,787	0.85
Suncor Energy Inc	CAD	2,220	91,270	70,485	4.06
Talisman Energy Inc	CAD	1,910	38,531	27,007	1.56
Vermilion Energy Inc	CAD	540	26,539	25,358	1.46
			521,811	467,098	26.90
Financials					
Bank of Montreal	CAD	610	37,796	35,923	2.07
Bank of Nova Scotia	CAD	1,190	67,648	62,511	3.60
Brookfield Asset Management Inc -A-	CAD	960	29,385	27,686	1.59
Brookfield Office Properties Inc	CAD	950	16,948	15,542	0.90
Canadian Imperial Bank of Commerce	CAD	540	44,176	40,554	2.34
Canadian Real Estate Investment Trust	CAD	510	16,686	18,095	1.04
Intact Financial Corp	CAD	150	7,170	8,343	0.48
Manulife Financial Corp	CAD	3,360	51,476	44,218	2.55
Onex Corp	CAD	500	17,025	16,525	0.95
Power Corporation of Canada	CAD	930	26,086	23,343	1.34
Royal Bank of Canada	CAD	1,840	110,046	89,461	5.15
Toronto-Dominion Bank/The	CAD	1,140	92,101	85,762	4.94
			516,543	467,963	26.95

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Canadian Equity Fund *

Statement of Investments (continued)
as at October 31, 2011

(Expressed in CAD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Industrial					
Bombardier Inc -B-	CAD	2,550	17,411	10,506	0.61
Canadian National Railway Co	CAD	660	45,725	51,533	2.97
Finning International Inc	CAD	390	8,124	9,087	0.52
Progressive Waste Solutions Ltd	CAD	770	18,512	16,170	0.93
SNC-Lavalin Group Inc	CAD	350	18,743	17,531	1.01
			108,515	104,827	6.04
Information Technology					
Open Text Corp	CAD	250	15,280	15,253	0.88
Research In Motion Ltd	CAD	920	29,081	18,547	1.06
			44,361	33,800	1.94
Materials					
Agrium Inc	CAD	240	20,309	19,723	1.14
Barrick Gold Corp	CAD	1,230	63,289	60,528	3.49
Eldorado Gold Corp	CAD	2,000	34,357	37,460	2.16
Goldcorp Inc	CAD	1,350	70,106	65,475	3.77
New Gold Inc	CAD	1,980	19,985	24,453	1.41
North American Palladium Ltd	CAD	2,610	9,893	8,691	0.50
Osisko Mining Corp	CAD	1,680	22,158	20,194	1.16
Potash Corporation of Saskatchewan Inc	CAD	1,320	70,060	62,278	3.59
Quadra FNX Mining Ltd	CAD	1,680	22,970	19,320	1.11
Teck Resources Ltd -B-	CAD	1,130	54,995	45,155	2.60
West Fraser Timber Co	CAD	320	14,620	13,760	0.79
Yamana Gold Inc	CAD	2,000	30,466	29,760	1.71
			433,208	406,797	23.43
Telecommunication Services					
Rogers Communications Inc -B-	CAD	610	21,187	22,173	1.28
TELUS Corp	CAD	430	20,205	21,900	1.26
			41,392	44,073	2.54
Utility					
Atco Ltd -I-	CAD	200	11,418	12,176	0.70
Fortis Inc	CAD	650	20,620	21,905	1.26
			32,038	34,081	1.96
Total - Shares			1,858,302	1,711,952	98.59
Total - Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market			1,858,302	1,711,952	98.59
Total Investment Portfolio			1,858,302	1,711,952	98.59

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Canadian Equity Fund *

Economic Portfolio Breakdown
as at October 31, 2011

(expressed as a percentage of net assets)

Economic breakdown	%
Financials	26.95
Energy	26.90
Materials	23.43
Industrial	6.04
Consumer Discretionary	5.84
Consumer Staples	2.99
Telecommunication Services	2.54
Utility	1.96
Information Technology	1.94
	98.59

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Global Precious Metals Fund *

Statement of Investments
as at October 31, 2011

(Expressed in USD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market					
Shares					
Australia					
Gryphon Minerals Ltd	AUD	25,519	46,813	37,769	0.77
			46,813	37,769	0.77
Canada					
Alacer Gold Corp	CAD	9,100	101,517	105,361	2.16
Alexco Resource Corp	CAD	10,400	96,310	79,891	1.64
Allied Nevada Gold Corp	CAD	2,700	100,870	102,754	2.11
Almaden Minerals Ltd	CAD	5,500	23,213	15,339	0.32
Atac Resources Ltd	CAD	7,000	48,752	29,600	0.61
Atacama Pacific Gold Corp	CAD	8,700	51,266	30,657	0.63
Aureus Mining Inc	CAD	28,200	46,694	32,650	0.67
Aurico Gold Inc	CAD	9,800	106,633	95,213	1.96
B2Gold Corp	CAD	28,400	97,898	104,936	2.16
Barrick Gold Corp	CAD	6,600	349,777	326,993	6.72
Bellhaven Copper & Gold Inc	CAD	35,300	25,587	20,613	0.42
Belo Sun Mining Corp	CAD	38,100	48,642	46,414	0.95
Centerra Gold Inc	CAD	5,000	106,817	99,472	2.04
Claude Resources Inc	CAD	21,400	49,752	42,014	0.86
Colossus Minerals Inc	CAD	11,500	97,668	82,205	1.69
Continental Gold Ltd	CAD	5,900	48,034	48,471	1.00
Dalradian Resources Inc	CAD	13,000	23,742	28,794	0.59
Dundee Precious Metals Inc	CAD	6,000	56,377	48,326	0.99
Eldorado Gold Corp	CAD	13,900	245,584	262,116	5.38
Elgin Mining Inc	CAD	50,000	99,384	64,435	1.32
European Goldfields Ltd	CAD	4,300	51,232	48,574	1.00
Fortuna Silver Mines Inc	CAD	7,700	47,200	49,072	1.01
Gold Canyon Resources Inc	CAD	7,400	24,952	21,829	0.45
Goldcorp Inc	CAD	7,200	381,315	351,573	7.22
Golden Predator Corp	CAD	42,900	46,820	33,258	0.68
Kaminak Gold Corp -A-	CAD	19,400	73,006	58,010	1.19
Levon Resources Ltd	CAD	23,100	48,526	30,002	0.62
Loncor Resources Inc	CAD	15,500	45,266	27,309	0.56
Minera Andes Inc	CAD	15,300	47,966	29,422	0.60
Mountain Province Diamonds Inc	CAD	7,900	49,124	32,372	0.67
New Gold Inc	CAD	12,000	125,613	149,207	3.06
North Country Gold Corp	CAD	14,400	24,612	13,338	0.27
OceanaGold Corp	CAD	33,300	97,200	84,486	1.74
Osisko Mining Corp	CAD	7,300	98,800	88,342	1.81
Perseus Mining Ltd	CAD	40,900	137,865	133,828	2.75
Premier Gold Mines Ltd	CAD	6,500	48,807	34,357	0.71
Premium Exploration Inc	CAD	40,000	26,111	11,276	0.23
Probe Mines Ltd	CAD	10,600	23,777	24,652	0.51
Queenston Mining Inc	CAD	12,600	95,705	77,129	1.58
Rio Alto Mining Ltd	CAD	26,700	52,309	74,731	1.54
Rubicon Minerals Corp	CAD	12,600	47,738	51,250	1.05
Ryan Gold Corp	CAD	18,300	37,269	16,582	0.34
Sabina Gold & Silver Corp	CAD	12,900	97,356	56,107	1.15

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Global Precious Metals Fund *

Statement of Investments (continued)
as at October 31, 2011

(Expressed in USD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Sandspring Resources Ltd	CAD	16,800	48,247	26,555	0.55
Silver Wheaton Corp	CAD	2,000	80,873	69,308	1.42
Sulliden Gold Corp Ltd	CAD	39,600	76,322	72,562	1.49
Tahoe Resources Inc	CAD	2,200	46,458	41,663	0.86
Trelawney Mining and Exploration Inc	CAD	24,700	120,512	91,016	1.87
Yamana Gold Inc	CAD	9,700	154,725	145,317	2.98
			4,080,223	3,609,381	74.13
South Africa					
Gold Fields Ltd - ADR	USD	11,200	195,552	195,216	4.01
Harmony Gold Mining Co Ltd - ADR	USD	6,800	99,949	89,284	1.83
Randgold Resources Ltd - ADR	USD	3,500	296,481	383,495	7.88
			591,982	667,995	13.72
United States of America					
Newmont Mining Corp	USD	6,100	353,283	407,663	8.37
US Gold Corp	USD	5,300	48,067	24,062	0.50
			401,350	431,725	8.87
Total - Shares			5,120,368	4,746,870	97.49
Total - Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market			5,120,368	4,746,870	97.49
Total Investment Portfolio			5,120,368	4,746,870	97.49

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Global Precious Metals Fund *

Economic Portfolio Breakdown
as at October 31, 2011

(expressed as a percentage of net assets)

Economic breakdown	%
Gold Mining	75.55
Precious Metals	11.15
Materials	2.98
Silver Mining	2.43
Mines, Heavy Industries	1.88
Diversified Minerals	1.19
Non-Ferrous Metals	1.05
Diamonds/Precious Stones	0.67
Metal Diversified	0.59
	97.49

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Global Resources Fund

Statement of Investments
as at October 31, 2011

(Expressed in USD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market					
Shares					
Energy					
Anadarko Petroleum Corp	USD	10,700	835,873	839,950	2.89
Anglo Canadian Oil Corp	CAD	1,102,000	253,085	110,949	0.38
Arcan Resources Ltd	CAD	148,500	651,633	796,884	2.74
Baker Hughes Inc	USD	6,000	401,464	347,940	1.20
BNK Petroleum Inc	CAD	125,300	384,778	259,872	0.89
Celtic Exploration Ltd	CAD	33,000	704,109	820,307	2.82
Chevron Corp	USD	7,800	833,118	819,390	2.82
Coastal Energy Co	CAD	120,900	1,241,520	1,447,270	4.98
Concho Resources Inc	USD	3,100	284,035	293,632	1.01
Helmerich & Payne Inc	USD	6,400	295,255	340,352	1.17
National Oilwell Varco Inc	USD	12,400	827,000	884,492	3.05
Occidental Petroleum Corp	USD	6,600	612,540	613,404	2.11
Painted Pony Petroleum Ltd -A-	CAD	23,400	273,893	287,185	0.99
Paramount Resources Ltd -A-	CAD	27,700	933,486	1,011,507	3.48
Parex Resources Inc	CAD	73,200	536,669	600,634	2.07
Petrominerales Ltd	CAD	21,953	709,456	581,288	2.00
Plains Exploration & Production Co	USD	18,700	728,686	589,050	2.03
Premier Oil PLC	GBP	125,100	695,603	741,666	2.55
Progress Energy Resources Corp	CAD	38,146	531,768	541,898	1.87
SM Energy Co	USD	3,500	283,710	290,185	1.00
Southwestern Energy Co	USD	13,700	591,931	575,948	1.98
Sterling Resources Ltd	CAD	175,100	282,969	317,322	1.09
Strategic Oil & Gas Ltd	CAD	89,200	86,145	81,724	0.28
Suncor Energy Inc	CAD	33,600	1,243,256	1,074,050	3.70
TAG Oil Ltd	CAD	92,300	605,462	574,290	1.98
Tourmaline Oil Corp	CAD	21,252	607,587	709,078	2.44
Trilogy Energy Corp	CAD	34,480	631,879	1,178,898	4.06
Trinidad Drilling Ltd	CAD	39,900	438,877	313,335	1.08
Western Energy Services Corp	CAD	75,300	629,388	655,772	2.26
Western Refining Inc	USD	17,400	297,733	278,052	0.96
Wild Stream Exploration Inc	CAD	43,800	389,928	434,803	1.50
			17,822,836	18,411,127	63.38
Materials					
Afferro Mining Inc	GBP	22,361	42,015	19,941	0.07
African Minerals Ltd	GBP	87,612	685,311	624,699	2.15
Alacer Gold Corp	CAD	51,800	585,712	599,749	2.06
Aureus Mining Inc	GBP	24,531	30,279	28,402	0.10
Barrick Gold Corp	CAD	12,500	610,939	619,306	2.13
Castle Resources	CAD	200,000	96,215	108,734	0.37
Cline Mining Corp	CAD	253,800	614,295	539,158	1.86
Colossus Minerals Inc	CAD	57,300	416,245	409,595	1.41
Copper Mountain Mining Corp	CAD	138,000	864,405	739,149	2.54
Eldorado Gold Corp	CAD	24,600	455,366	463,889	1.60
Elgin Mining Inc	CAD	200,000	397,538	257,740	0.89
EMED Mining Public Ltd	CAD	650,000	87,457	78,687	0.27
First Quantum Minerals Ltd	CAD	31,800	841,353	669,457	2.31
Goldcorp Inc	CAD	12,600	645,555	615,253	2.12
INV Metals Inc	CAD	109,600	85,771	24,276	0.08
Kinross Gold Corp	CAD	30,200	525,101	432,059	1.49
Loncor Resources Inc	CAD	69,900	204,126	123,156	0.42

The accompanying notes form an integral part of these financial statements.

Global Resources Fund

Statement of Investments (continued)
as at October 31, 2011

(Expressed in USD)

Description	Currency	Quantity	Acquisition Cost	Fair Value	% Net Assets
Mawson West Ltd	CAD	83,714	148,427	87,654	0.30
Monsanto Co	USD	9,200	633,393	669,300	2.30
Mountain Province Diamonds Inc	CAD	43,100	252,157	176,609	0.61
New Gold Inc	CAD	47,200	538,896	586,882	2.02
North American Palladium Ltd	CAD	99,700	382,453	334,257	1.15
Potash Corporation of Saskatchewan Inc	CAD	11,300	638,405	536,757	1.85
Quadra FNX Mining Ltd	CAD	61,700	949,766	714,372	2.46
Silver Wheaton Corp	CAD	5,900	155,842	204,458	0.70
Sulliden Gold Corp Ltd	CAD	135,000	269,779	247,370	0.85
Teck Resources Ltd -B-	CAD	19,335	819,490	777,877	2.68
			11,976,291	10,688,786	36.79
Total - Shares			29,799,127	29,099,913	100.17
Total - Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market			29,799,127	29,099,913	100.17
Total Investment Portfolio			29,799,127	29,099,913	100.17

The accompanying notes form an integral part of these financial statements.

Global Resources Fund

Economic Portfolio Breakdown
as at October 31, 2011

(expressed as a percentage of net assets)

Economic breakdown	%
Energy	63.38
Materials	36.79
	100.17

The accompanying notes form an integral part of these financial statements.

U.S. Investment Grade Corporate Bond Fund

Statement of Investments
as at October 31, 2011

(Expressed in USD)

Description	Currency	Nominal Value	Coupon Rate%	Maturity Date*	Acquisition Cost	Fair Value	% Net Assets
Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market							
Bonds							
Financials							
American International Group Inc	USD	600,000	6.400	12-15-20	635,196	628,408	0.68
Amsouth Bank NA -AI-	USD	400,000	4.850	04-01-13	405,936	385,000	0.42
AXA SA	USD	600,000	8.600	12-15-30	699,853	645,263	0.70
Bank of America Corp	USD	375,000	5.000	05-13-21	372,687	352,092	0.38
Bank of America Corp	USD	675,000	7.375	05-15-14	760,574	721,510	0.78
Bank of America Corp	USD	600,000	7.625	06-01-19	692,683	651,979	0.71
Bank of New York Mellon Corp/The	USD	350,000	5.125	08-27-13	382,421	376,172	0.41
Bank of New York Mellon Corp/The	USD	600,000	3.550	09-23-21	599,598	601,227	0.65
Barclays Bank PLC	USD	850,000	5.200	07-10-14	927,448	897,494	0.97
BB&T Capital Trust IV	USD	500,000	-	06-12-77	477,500	500,000	0.54
Berkshire Hathaway Finance Corp	USD	500,000	4.600	05-15-13	541,400	526,048	0.57
Boston Properties LP	USD	600,000	5.875	10-15-19	652,684	661,987	0.72
Camden Property Trust	USD	400,000	4.625	06-15-21	397,616	399,978	0.43
Citigroup Inc	USD	1,350,000	5.000	09-15-14	1,417,730	1,375,636	1.49
Citigroup Inc	USD	400,000	6.125	08-25-36	375,796	389,712	0.42
Citigroup Inc	USD	500,000	4.500	01-14-22	495,050	501,351	0.54
Cooperative Centrale Raiffeisen - Boerenleenbank BA	USD	500,000	2.125	10-13-15	499,717	504,064	0.55
Credit Suisse USA Inc	USD	500,000	5.125	08-15-15	554,935	528,895	0.57
Fifth Third Bancorp	USD	500,000	8.250	03-01-38	619,260	608,750	0.66
General Electric Capital Corp	USD	700,000	6.875	01-10-39	798,460	846,100	0.92
General Electric Capital Corp	USD	450,000	-	05-08-13	441,405	446,084	0.48
General Electric Capital Corp	USD	800,000	2.950	05-09-16	803,175	809,810	0.88
General Electric Capital Corp	USD	400,000	4.650	10-17-21	399,144	412,051	0.45
Goldman Sachs Group Inc/The	USD	500,000	5.250	07-27-21	508,045	504,702	0.55
Goldman Sachs Group Inc/The	USD	650,000	6.250	02-01-41	650,981	670,285	0.73
Goldman Sachs Group Inc/The	USD	900,000	-	02-07-14	904,663	860,746	0.93
Hartford Financial Services Group Inc	USD	600,000	5.500	03-30-20	613,773	615,184	0.67
HCP Inc	USD	650,000	3.750	02-01-16	653,268	647,197	0.70
HSBC Bank USA NA	USD	750,000	5.875	11-01-34	753,672	735,544	0.80
HSBC Holdings PLC	USD	500,000	5.100	04-05-21	506,472	538,534	0.58
JP Morgan Chase Capital XXV -Y-	USD	550,000	6.800	10-01-37	548,581	549,312	0.60
JPMorgan Chase & Co	USD	355,000	3.150	07-05-16	356,349	355,602	0.39
JPMorgan Chase & Co	USD	1,500,000	3.700	01-20-15	1,567,744	1,562,766	1.69
JPMorgan Chase & Co	USD	500,000	6.000	01-15-18	553,576	559,489	0.61
KeyBank NA	USD	750,000	5.800	07-01-14	804,670	807,940	0.88
Kimco Realty Corp	USD	350,000	6.875	10-01-19	397,387	400,415	0.43
Lloyds TSB Bank PLC	USD	450,000	5.800	01-13-20	457,022	460,705	0.50
Merrill Lynch & Co Inc	USD	500,000	6.875	04-25-18	559,532	513,621	0.56
Merrill Lynch & Co Inc	USD	415,000	6.150	04-25-13	415,913	426,102	0.46
MetLife Inc	USD	600,000	6.400	12-15-66	573,375	589,403	0.64
Morgan Stanley	USD	1,000,000	6.625	04-01-18	1,098,514	1,042,226	1.13
National City Preferred Capital Trust I	USD	500,000	12.000	12-31-99	580,694	518,830	0.56
Nordea Bank AB	USD	550,000	8.375	12-31-99	596,750	574,750	0.62
Prudential Financial Inc	USD	700,000	6.000	12-01-17	790,249	800,807	0.87
Royal Bank of Scotland PLC/The	USD	820,000	3.950	09-21-15	823,813	808,365	0.88
Santander Holdings USA Inc	USD	500,000	4.625	04-19-16	497,795	492,379	0.53
Simon Property Group LP	USD	475,000	10.350	04-01-19	656,468	645,742	0.70
SLM Corp	USD	700,000	5.000	10-01-13	727,730	699,691	0.76
Sovereign Bank	USD	400,000	5.125	03-15-13	418,660	399,938	0.43

* 12-31-99 means Perpetual

The accompanying notes form an integral part of these financial statements.

U.S. Investment Grade Corporate Bond Fund

Statement of Investments (continued)
as at October 31, 2011

(Expressed in USD)

Description	Currency	Nominal Value	Coupon Rate%	Maturity Date*	Acquisition Cost	Fair Value	% Net Assets
SunTrust Banks Inc	USD	250,000	3.500	01-20-17	249,690	251,670	0.27
Travelers Cos Inc/The	USD	500,000	5.800	05-15-18	560,805	581,690	0.63
Union Bank NA	USD	500,000	5.950	05-11-16	547,690	538,678	0.58
UnionBanCal Corp	USD	345,000	5.250	12-16-13	360,332	357,130	0.39
US Bancorp	USD	700,000	4.200	05-15-14	745,518	756,315	0.82
Wachovia Bank NA	USD	250,000	5.850	02-01-37	262,928	264,632	0.29
Wachovia Corp	USD	950,000	5.250	08-01-14	1,024,975	1,013,184	1.10
Wells Fargo & Co	USD	700,000	5.625	12-11-17	760,414	806,011	0.87
					35,478,316	35,119,196	38.07
Industrial							
Alltel Corp	USD	250,000	7.875	07-01-32	324,685	355,825	0.39
American Tower Corp	USD	450,000	4.625	04-01-15	482,555	480,159	0.52
Anadarko Petroleum Corp	USD	335,000	5.750	06-15-14	347,706	366,441	0.40
Anheuser-Busch InBev Worldwide Inc	USD	400,000	6.375	01-15-40	449,221	541,238	0.59
Apache Corp	USD	700,000	6.000	01-15-37	774,627	899,732	0.98
ArcelorMittal	USD	600,000	5.500	03-01-21	591,939	579,789	0.63
Archer-Daniels-Midland Co	USD	500,000	7.500	03-15-27	647,042	683,263	0.74
AT&T Inc	USD	900,000	6.400	05-15-38	993,362	1,096,006	1.19
AT&T Inc	USD	500,000	5.600	05-15-18	551,171	585,495	0.64
Bio-Rad Laboratories Inc	USD	400,000	4.875	12-15-20	386,992	416,412	0.45
BP Capital Markets PLC	USD	300,000	5.250	11-07-13	326,195	324,433	0.35
Cameron International Corp	USD	385,000	6.375	07-15-18	433,998	454,985	0.49
CBS Corp	USD	450,000	7.875	07-30-30	546,767	594,218	0.64
CenturyLink Inc	USD	250,000	6.450	06-15-21	247,860	250,421	0.27
Cisco Systems Inc	USD	400,000	5.900	02-15-39	421,024	499,859	0.54
Comcast Corp	USD	700,000	6.400	05-15-38	741,812	833,702	0.90
ConocoPhillips Holding Co	USD	663,000	6.950	04-15-29	801,095	903,814	0.98
Corn Products International Inc	USD	550,000	4.625	11-01-20	573,514	578,939	0.63
COX Communications Inc	USD	190,000	5.500	10-01-15	213,376	213,294	0.23
CSX Corp	USD	500,000	4.250	06-01-21	497,495	535,539	0.58
CVS Caremark Corp	USD	400,000	6.125	09-15-39	410,906	485,809	0.53
Devon Energy Corp	USD	500,000	2.400	07-15-16	507,730	511,220	0.55
DIRECTV Holdings LLC	USD	400,000	3.500	03-01-16	413,840	416,301	0.45
DIRECTV Holdings LLC	USD	250,000	5.200	03-15-20	252,130	275,532	0.30
Discovery Communications LLC	USD	450,000	3.700	06-01-15	459,754	475,004	0.52
Dow Chemical Co/The	USD	425,000	7.375	11-01-29	514,586	537,338	0.58
Dow Chemical Co/The	USD	500,000	4.250	11-15-20	483,435	514,170	0.56
El du Pont de Nemours & Co	USD	500,000	1.750	03-25-14	508,385	510,930	0.55
Estee Lauder Cos Inc/The	USD	200,000	5.550	05-15-17	218,676	227,539	0.25
Gap Inc/The	USD	600,000	5.950	04-12-21	597,900	569,860	0.62
Genentech Inc	USD	400,000	4.750	07-15-15	443,572	446,918	0.48
General Mills Inc	USD	500,000	5.650	02-15-19	551,620	590,569	0.64
Halliburton Co	USD	300,000	6.150	09-15-19	331,812	369,910	0.40
Hess Corp	USD	550,000	8.125	02-15-19	696,921	707,953	0.77
Hewlett-Packard Co	USD	350,000	6.125	03-01-14	400,267	385,724	0.42
John Deere Capital Corp	USD	500,000	2.250	06-07-16	502,850	511,878	0.56
Joy Global Inc	USD	429,000	6.000	11-15-16	484,603	479,985	0.52
Kraft Foods Inc	USD	450,000	4.125	02-09-16	479,694	487,950	0.53
Kraft Foods Inc	USD	405,000	5.375	02-10-20	422,642	466,789	0.51
Kroger Co/The	USD	500,000	6.150	01-15-20	566,867	599,430	0.65
Laboratory Corporation of America Holdings	USD	200,000	3.125	05-15-16	203,378	206,453	0.22
Laboratory Corporation of American Holdings	USD	451,000	5.625	12-15-15	509,400	508,243	0.55
Life Technologies Corp	USD	400,000	6.000	03-01-20	442,644	445,816	0.48
Macy's Retail Holdings Inc	USD	400,000	5.900	12-01-16	451,956	447,055	0.48

* 12-31-99 means Perpetual

The accompanying notes form an integral part of these financial statements.

U.S. Investment Grade Corporate Bond Fund

Statement of Investments (continued)
as at October 31, 2011

(Expressed in USD)

Description	Currency	Nominal Value	Coupon Rate%	Maturity Date*	Acquisition Cost	Fair Value	% Net Assets
McKesson Corp	USD	550,000	4.750	03-01-21	574,483	631,403	0.68
Merck & Co Inc	USD	400,000	6.500	12-01-33	503,068	547,078	0.59
Mosaic Co/The	USD	250,000	3.750	11-15-21	247,720	255,775	0.28
NBCUniversal Media LLC	USD	375,000	3.650	04-30-15	397,785	395,912	0.43
News America Inc	USD	600,000	6.150	03-01-37	618,712	658,933	0.71
Noble Energy Inc	USD	540,000	8.250	03-01-19	686,336	710,423	0.77
Oracle Corp	USD	600,000	5.750	04-15-18	675,457	719,636	0.78
Owens Corning	USD	450,000	6.500	12-01-16	497,368	484,930	0.53
PACCAR Financial Corp	USD	400,000	1.550	09-29-14	399,556	403,561	0.44
PepsiCo Inc	USD	400,000	5.500	01-15-40	425,300	502,381	0.54
Potash Corporation of Saskatchewan Inc	USD	700,000	5.250	05-15-14	767,150	770,953	0.84
Procter & Gamble Co/The	USD	600,000	3.500	02-15-15	639,835	643,488	0.70
Qwest Corp	USD	600,000	6.500	06-01-17	652,282	646,500	0.70
Rio Tinto Finance USA Ltd	USD	550,000	7.125	07-15-28	657,349	739,187	0.80
Rogers Communications Inc	USD	500,000	6.375	03-01-14	562,313	556,799	0.60
Shell International Finance BV	USD	400,000	4.375	03-25-20	424,276	455,329	0.49
Teck Resources Ltd	USD	642,000	10.250	05-15-16	773,936	751,910	0.82
Telefonica Emisiones SAU	USD	700,000	5.877	07-15-19	742,415	726,321	0.79
Textron Inc	USD	650,000	6.200	03-15-15	713,049	698,615	0.76
Thermo Fisher Scientific Inc	USD	450,000	3.600	08-15-21	449,141	465,961	0.51
Time Warner Cable Inc	USD	600,000	8.750	02-14-19	754,338	780,404	0.85
Time Warner Cable Inc	USD	400,000	7.500	04-01-14	462,367	454,092	0.49
Time Warner Inc	USD	700,000	4.875	03-15-20	738,936	761,580	0.83
Transocean Inc	USD	500,000	6.000	03-15-18	536,196	531,561	0.58
Tyco International Ltd	USD	650,000	6.875	01-15-21	774,124	803,628	0.87
Union Pacific Corp	USD	329,000	6.625	02-01-29	400,342	417,673	0.45
Vale Overseas Ltd	USD	600,000	4.625	09-15-20	612,668	606,498	0.66
Valmont Industries Inc	USD	500,000	6.625	04-20-20	549,440	574,280	0.62
Verizon Communications Inc	USD	250,000	8.950	03-01-39	364,544	397,250	0.43
Verizon Communications Inc	USD	800,000	6.350	04-01-19	933,734	979,558	1.06
Viacom Inc	USD	200,000	6.875	04-30-36	227,647	255,269	0.28
Vodafone Group PLC	USD	300,000	5.625	02-27-17	346,884	352,431	0.38
Wal-Mart Stores Inc	USD	400,000	7.550	02-15-30	533,836	572,962	0.62
Wal-Mart Stores Inc	USD	250,000	5.625	04-15-41	286,863	308,359	0.33
Waste Management Inc	USD	500,000	6.125	11-30-39	531,925	612,142	0.66
Xerox Corp	USD	600,000	4.500	05-15-21	596,258	624,785	0.68
Yum! Brands Inc	USD	500,000	6.250	03-15-18	563,281	585,462	0.63
					41,828,918	43,754,969	47.44
Utility							
Alabama Power Co	USD	500,000	6.000	03-01-39	559,108	642,436	0.70
Appalachian Power Co	USD	600,000	7.000	04-01-38	703,284	782,176	0.85
Duke Energy Carolinas LLC -A-	USD	200,000	6.000	12-01-28	222,548	238,642	0.26
Duke Energy Co	USD	600,000	6.300	02-01-14	671,955	663,778	0.72
Enbridge Energy Partners LP	USD	390,000	9.875	03-01-19	533,180	522,325	0.57
Energy Transfer Partners LP	USD	350,000	5.950	02-01-15	390,901	379,305	0.41
Enterprise Products Operating LLC -L-	USD	450,000	6.300	09-15-17	509,840	527,999	0.57
Exelon Corp	USD	500,000	5.625	06-15-35	476,520	548,067	0.59
Florida Power & Light Co	USD	400,000	5.125	06-01-41	399,640	471,338	0.51
KeySpan Corp	USD	350,000	4.650	04-01-13	370,241	365,021	0.40
Kinder Morgan Energy Partners LP	USD	400,000	6.950	01-15-38	453,432	464,468	0.50
Kinder Morgan Energy Partners LP	USD	459,000	6.850	02-15-20	530,273	548,462	0.59
Nisource Finance Corp	USD	400,000	5.400	07-15-14	433,292	433,382	0.47
Ohio Power Co -K-	USD	600,000	6.000	06-01-16	686,912	699,900	0.76
Oncor Electric Delivery Co LLC	USD	400,000	7.250	01-15-33	479,112	543,796	0.59
PSEG Power LLC	USD	500,000	2.750	09-15-16	498,730	503,172	0.55
Public Service Company of Colorado -10-	USD	500,000	7.875	10-01-12	576,635	532,463	0.58

* 12-31-99 means Perpetual

The accompanying notes form an integral part of these financial statements.

U.S. Investment Grade Corporate Bond Fund

Statement of Investments (continued)
as at October 31, 2011

(Expressed in USD)

Description	Currency	Nominal Value	Coupon Rate%	Maturity Date*	Acquisition Cost	Fair Value	% Net Assets
TransCanada PipeLines Ltd	USD	500,000	6.200	10-15-37	546,128	631,059	0.68
UIL Holdings Corp	USD	350,000	4.625	10-01-20	347,214	357,684	0.39
Williams Partners LP	USD	325,000	5.250	03-15-20	338,014	359,103	0.39
Williams Partners LP	USD	300,000	6.300	04-15-40	325,521	362,448	0.39
					10,052,480	10,577,024	11.47
Total Bonds					87,359,714	89,451,189	96.98
Total - Transferable securities admitted to an official stock exchange listing or dealt in on another regulated market					87,359,714	89,451,189	96.98
Other transferable securities							
Bonds							
Industrial							
Cargill Inc -144A-	USD	300,000	7.350	03-06-19	383,397	379,186	0.41
Harley-Davidson Funding Corp -144A-	USD	500,000	5.750	12-15-14	543,455	545,008	0.59
Pearson Funding Two PLC -144A-	USD	300,000	4.000	05-17-16	298,434	315,765	0.35
					1,225,286	1,239,959	1.35
Total Bonds					1,225,286	1,239,959	1.35
Total - Other transferable securities					1,225,286	1,239,959	1.35
Total Investment Portfolio					88,585,000	90,691,148	98.33

* 12-31-99 means Perpetual

The accompanying notes form an integral part of these financial statements.

U.S. Investment Grade Corporate Bond Fund

Economic Portfolio Breakdown
as at October 31, 2011

(expressed as a percentage of net assets)

Economic breakdown	%
Industrial	48.79
Financials	38.07
Utility	11.47
	98.33

The accompanying notes form an integral part of these financial statements.

Combined Statement of Net Assets
as at October 31, 2011

	Note	Canadian Equity Fund * CAD	Global Precious Metals Fund * USD	Global Resources Fund USD
ASSETS				
Investments in securities at market value	(2)	1,711,952	4,746,870	29,099,913
Cash at bank		12,370	118,846	1,316,093
Amounts receivable on subscriptions		-	-	-
Interest and dividends receivable		1,626	-	1,643
Other assets	(3)	24,850	24,894	82,002
TOTAL ASSETS		1,750,798	4,890,610	30,499,651
LIABILITIES				
Amounts payable on purchase of investments		7,431	-	1,304,645
Management fee payable	(3)	6,019	18,752	117,639
Other liabilities		960	2,725	25,881
TOTAL LIABILITIES		14,410	21,477	1,448,165
TOTAL NET ASSETS		1,736,388	4,869,133	29,051,486
Net Asset Value per share				
"A" shares		90.827	90.845	82.926
"B" shares		93.098	93.517	84.593
"O" shares		91.377	91.419	128.891
"O (dist)" shares		-	-	-
Number of shares outstanding				
"A" shares		10.000	10.000	1,152.617
"B" shares		10.000	3,178.741	10.000
"O" shares		18,982.309	50,000.000	224,646.957
"O (dist)" shares		-	-	-

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Combined Statement of Net Assets
as at October 31, 2011 (continued)

	Note	U.S. Investment Grade Corporate Bond Fund USD	Consolidated USD
ASSETS			
Investments in securities at market value	(2)	90,691,148	126,261,517
Cash at bank		1,180,958	2,628,351
Amounts receivable on subscriptions		77,049	77,049
Interest and dividends receivable		1,141,012	1,144,292
Other assets	(3)	100,675	232,590
TOTAL ASSETS		93,190,842	130,343,799
LIABILITIES			
Amounts payable on purchase of investments		744,740	2,056,867
Management fee payable	(3)	133,851	276,302
Other liabilities		77,942	107,514
TOTAL LIABILITIES		956,533	2,440,683
TOTAL NET ASSETS		92,234,309	127,903,116
Net Asset Value per share			
"A" shares		104.464	
"B" shares		102.635	
"O" shares		111.934	
"O (dist)" shares		103.782	
Number of shares outstanding			
"A" shares		10.000	
"B" shares		12,116.133	
"O" shares		683,454.157	
"O (dist)" shares		139,598.849	

The accompanying notes form an integral part of these financial statements.

Combined Statement of Operations and Changes in Net Assets
for the year/period ended October 31, 2011

	Note	Canadian Equity Fund * CAD	Global Precious Metals Fund * USD	Global Resources Fund USD
NET ASSETS AT THE BEGINNING OF THE YEAR/PERIOD		-	-	9,145,963
INCOME				
Dividends, net	(2)	17,004	8,204	49,890
Interest on bonds, net	(2)	-	-	-
Bank interest	(2)	34	-	42
Other income		18	-	-
TOTAL INCOME		17,056	8,204	49,932
EXPENSES				
Management fee	(3)	6,232	19,287	121,880
Bank interest		6	-	154
Other charges	(3)	960	2,724	16,105
TOTAL EXPENSES		7,198	22,011	138,139
TOTAL EXPENSES NET OF REIMBURSEMENTS		7,198	22,011	138,139
NET INCOME / (LOSS) FROM INVESTMENTS		9,858	(13,807)	(88,207)
Net realised profit / (loss) on sale of investments	(2)	(29,129)	(17,416)	1,126,210
Net realised profit / (loss) on foreign exchange	(2)	9	(50,426)	(190,263)
NET REALISED PROFIT / (LOSS)		(19,262)	(81,649)	847,740
Change in net unrealised appreciation / (depreciation) on investments		(146,350)	(373,498)	(2,211,318)
NET INCREASE / (DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		(165,612)	(455,147)	(1,363,578)
EVOLUTION OF THE CAPITAL				
Issue of shares		1,902,000	5,324,280	25,467,807
Redemption of shares		-	-	(4,198,706)
Dividend paid		-	-	-
NET ASSETS AT THE END OF THE YEAR/PERIOD		1,736,388	4,869,133	29,051,486

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Combined Statement of Operations and Changes in Net Assets
for the year/period ended October 31, 2011 (continued)

	Note	U.S. Investment Grade Corporate Bond Fund USD	Consolidated USD
NET ASSETS AT THE BEGINNING OF THE YEAR/PERIOD		42,878,111	52,024,074
INCOME			
Dividends, net	(2)	-	75,214
Interest on bonds, net	(2)	3,535,466	3,535,466
Bank interest	(2)	-	76
Other income		13,500	13,518
TOTAL INCOME		3,548,966	3,624,274
EXPENSES			
Management fee	(3)	243,975	391,416
Bank interest		-	160
Other charges	(3)	70,033	89,829
TOTAL EXPENSES		314,008	481,405
TOTAL EXPENSES NET OF REIMBURSEMENTS		314,008	481,405
NET INCOME / (LOSS) FROM INVESTMENTS			
Net realised profit / (loss) on sale of investments	(2)	299,475	1,378,942
Net realised profit / (loss) on foreign exchange	(2)	58	(240,622)
NET REALISED PROFIT / (LOSS)		3,534,491	4,281,189
Change in net unrealised appreciation / (depreciation) on investments		954,564	(1,777,596)
NET INCREASE / (DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		4,489,055	2,503,593
EVOLUTION OF THE CAPITAL			
Issue of shares		68,556,639	101,263,652
Redemption of shares		(23,549,280)	(27,747,986)
Dividend paid		(140,216)	(140,216)
NET ASSETS AT THE END OF THE YEAR/PERIOD		92,234,309	127,903,116

The accompanying notes form an integral part of these financial statements.

Changes in the Number of Shares for the year/period ended October 31, 2011

	Canadian Equity Fund *	Global Precious Metals Fund *	Global Resources Fund	U.S. Investment Grade Corporate Bond Fund
"A" shares				
Number of shares outstanding at the beginning of the year/period	-	-	-	-
Number of shares issued	10.000	10.000	1,152.617	11,904.367
Number of shares redeemed	-	-	-	(11,894.367)
Number of shares outstanding at the end of the year/period	10.000	10.000	1,152.617	10.000
"B" shares				
Number of shares outstanding at the beginning of the year/period	-	-	-	-
Number of shares issued	10.000	3,178.741	10.000	12,116.133
Number of shares redeemed	-	-	-	-
Number of shares outstanding at the end of the year/period	10.000	3,178.741	10.000	12,116.133
"O" shares				
Number of shares outstanding at the beginning of the year/period	-	-	74,470.912	403,375.893
Number of shares issued	18,982.309	50,000.000	181,586.946	469,011.980
Number of shares redeemed	-	-	(31,410.901)	(188,933.716)
Number of shares outstanding at the end of the year/period	18,982.309	50,000.000	224,646.957	683,454.157
"O (dist)" shares				
Number of shares outstanding at the beginning of the year/period	-	-	-	-
Number of shares issued	-	-	-	158,722.029
Number of shares redeemed	-	-	-	(19,123.180)
Number of shares outstanding at the end of the year/period	-	-	-	139,598.849

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Statistics

	Canadian Equity Fund * CAD	Global Precious Metals Fund * USD	Global Resources Fund USD	U.S. Investment Grade Corporate Bond Fund USD
Total Net Asset Value as at:				
October 31, 2011	1,736,388	4,869,133	29,051,486	92,234,309
October 31, 2010	-	-	9,145,963	42,878,111
Net asset value as at:				
October 31, 2011				
"A" shares	90.827	90.845	82.926	104.464
"B" shares	93.098	93.517	84.593	102.635
"O" shares	91.377	91.419	128.891	111.934
"O (dist)" shares	-	-	-	103.782
October 31, 2010				
"O" shares	-	-	122.813	106.298

* New Sub-Fund launched, see Note 1, for further details.

The accompanying notes form an integral part of these financial statements.

Notes to the Financial Statements For the year ended October 31, 2011

1 - Organisation

RBC Funds (Lux) (the "Fund") is an open-ended investment company with variable capital, incorporated in the Grand Duchy of Luxembourg as a "Société Anonyme" in accordance with the provisions of the Part I of the Luxembourg law of December 20, 2002 (the "Law") on UCIs until June 30, 2011 and of the Part I of the law of December 17, 2010 concerning Undertakings for Collective Investment since July 1, 2011 (the "Law").

The Fund was incorporated in Luxembourg on October 2, 2009 for an unlimited period.

The Articles of Incorporation of the Fund were published in the *Mémorial, Recueil des Sociétés et Associations* ("Mémorial") on October 16, 2009. The Fund qualifies as an undertaking for collective investment under Part I of the Law of 2010. The Fund is registered with the Luxembourg Commercial and Companies' Register under number B 148411.

The Board of Directors may, at any time, decide to create additional Sub-Funds and, in such case, this Prospectus will be updated by adding corresponding Appendices.

Pursuant to the Articles of Incorporation, the Board of Directors may decide to issue, within each Sub-Fund, separate classes of Shares (the "Class" or "Classes" or "Share Class(es)") whose assets will be commonly invested but where a specific sales or redemption charge structure, fee structure, minimum subscription amount or dividend policy or such other distinctive feature, as decided from time to time by the Board of Directors, may be applied.

Seven share classes are available to the investors.

- Class A and Class B Shares are available for investment by all investors.
- Class I, Class O (Dist) and Class O Shares are available for investment by Institutional Investors only.
- Class X Shares are available for Institutional Investors who are clients of the Investment Manager or its affiliates which meet the minimum investment criteria established from time to time and who hold these shares in accounts that are subject to separate advisory or management fees that are payable directly to the Investment Manager or its affiliates.
- Class Y Shares are available for Institutional Investors who are clients of the Investment Manager or its affiliates which meet the minimum investment criteria established from time to time."

At October 31, 2011 the SICAV comprised four active sub-funds:

- RBC Funds (Lux) – Canadian Equity Fund (expressed in CAD) was launched on April 15, 2011. Its objective is to provide long-term capital appreciation by investing primarily in equity securities of Canadian companies that provide broad exposure to economic growth opportunities in Canada.
- RBC Funds (Lux) – Global Precious Metals Fund (expressed in USD) was launched on April 15, 2011. Its objective is to provide long-term capital appreciation by investing primarily in equity securities of companies throughout the world involved in exploring for, mining and producing precious metals (mainly gold, silver and platinum).
- RBC Funds (Lux) – Global Resources Fund (expressed in USD) was launched on October 20, 2009. Its objective is to provide long-term capital appreciation by investing primarily in equity securities of companies around the world in the energy and materials sectors.
- RBC Funds (Lux) – U.S. Investment Grade Corporate Bond Fund (expressed in USD) was launched on May 3, 2010. Its objective is to maximize total returns by investing primarily in a diversified portfolio of investment grade corporate fixed income securities.

2 - Significant accounting policies

The financial statements have been prepared in conformity with legal and regulatory requirements in Luxembourg applicable to undertakings for collective investment.

a) Valuation of investments

(i) the value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received shall be deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof shall be determined after making such discount as appropriate in such case to reflect the true value thereof;

Notes to the Financial Statements (continued)

For the year ended October 31, 2011

2 - Significant accounting policies (continued)

(ii) the value of Transferable Securities, Money Market Instruments and any other assets which are listed or dealt in on any stock exchange shall be based on the latest available closing price. Transferable Securities, Money Market Instruments and any other assets traded on any other Regulated Market shall be valued in a manner as similar as possible to that provided for listed securities;

(iii) for non-listed assets or assets not dealt in on any stock exchange or other Regulated Market, as well as listed or non-listed assets on such other market for which no valuation price is available or assets for which the listed prices are not representative of the fair market value, the value thereof shall be determined prudently and in good faith on the basis of foreseeable purchase and sale prices;

(iv) shares or units in underlying open-ended UCIs shall be valued at their last determined and available net asset value or, if such price is not representative of the fair market value of such assets, then the price shall be determined on a fair and equitable basis. Units or shares of a closed-ended UCI will be valued at their last available stock market value;

(v) Money Market Instruments with a remaining maturity of more than ninety days at the time of purchase shall be valued at their market price. Money Market Instruments with a remaining maturity of less than ninety days at the time of purchase or securities the applicable interest rate or reference interest rate of which is adjusted at least once every ninety days on the basis of market conditions shall be valued at cost plus accrued interest from its date of acquisition, adjusted by an amount equal to the sum of (i) any accrued interest paid on its acquisition and (ii) any premium or discount from its face amount paid or credited at the time of its acquisition, multiplied by a fraction the numerator of which is the number of days elapsed from its date of acquisition to the relevant Valuation Day and the denominator of which is the number of days between such acquisition date and the maturity date of such instruments;

(vi) liquid assets not otherwise described above may be valued at nominal value plus any accrued interest or on an amortized cost basis. All other assets, where practice allows, may be valued in the same manner;

(vii) the net liquidating value of futures, forward and options contracts not traded on exchanges or on other Regulated Markets shall be determined pursuant to established policies on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts traded on exchanges and/or Regulated Markets shall be based upon the last available settlement prices of these contracts on exchanges and/or Regulated Markets on which the particular futures, forward or options contracts are traded by the Fund; provided that if a futures, forward or options contract could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract shall be such value as may be deemed fair and reasonable.

The valuation at year end for all investments were made using the latest prices available on October 31, 2011.

b) Net realised profit/(loss) on sales of investments

The net realised profit or loss on sales of investments is determined on the basis of the average cost of investments sold.

c) Foreign currencies

Assets and liabilities expressed in currencies other than the Sub-Fund's currency are translated into the Sub-Fund's currency at the exchange rates prevailing at each valuation date.

Income and expenses in currencies other than the Sub-Fund's currency are translated into the Sub-Fund's currency at the exchange rates prevailing at the transaction date.

The exchange rates used as at October 31, 2011 are:

1 USD =	0.942551	AUD
	0.993250	CAD
	0.716949	EUR
	0.619540	GBP

The various items of the total statement of net assets and the total statement of changes in net assets of the SICAV from November 1, 2010 to October 31, 2011 are equal to the total sum of the corresponding items of the financial statements of each Sub-Fund translated into USD, where applicable, at the exchange rate ruling as at October 31, 2011.

Notes to the Financial Statements (continued)
For the year ended October 31, 2011

2 - Significant accounting policies (continued)

d) Cost of investment securities

The cost of investment securities expressed in currencies other than the Sub-Fund's currency is translated into the Sub-Fund's currency at the exchange rate applicable at the purchase date.

e) Income

Dividends are recognized on an ex-dividend basis, net of withholding taxes in the country of origin. Interest is recognized on an accrual basis.

3 - Expenses

3.1. Total Expense Ratio

The total expense ratio ("TER") is the ratio of gross amount of the expenses of a Sub-Fund to its average net assets (excluding Transaction Costs and Extraordinary Expenses). The TER includes all the expenses levied on the assets of each Sub-Fund as described in part 3.2. and 3.3. to this note.

The maximum TER for each Class of each Sub-Fund is specified in the Appendix of the prospectus for each class of a Sub-Fund.

The actual TER applied are as follows:

	Class A	Class B	Classes O
Canadian Equity Fund	1.80%	1.05%	0.75%
Global Precious Metals Fund	2.00%	1.15%	0.85%
Global Resources Fund	2.00%	1.15%	0.85%
U.S. Investment Grade Corporate Bond Fund	1.30%	0.80%	0.45%

3.2. Management Fees

The Fund is charged a management fee for the management company services of the Management Company and the portfolio management services of the Investment Manager. Such management fee is calculated as a percentage of the average net assets of each Sub-Fund or Class under its management. Management fees are accrued on each Valuation Day and payable monthly. The maximum rate is specified in the Appendix of the prospectus for each Class of a Sub-Fund.

For the year ended October 31, 2011 the actual management fees rate applied per annum per class are up to the documented rates:

	Class A	Class B	Class O
Canadian Equity Fund	1.50%	0.75%	0.65%
Global Precious Metals Fund	1.70%	0.85%	0.75%
Global Resources Fund	1.70%	0.85%	0.75%
U.S. Investment Grade Corporate Bond Fund	1.00%	0.50%	0.35%

Notes to the Financial Statements (continued)

For the year ended October 31, 2011

3 - Expenses (continued)

3.3. Other Charges

RBC Dexia Investor Services Bank S.A., as the Custodian and Paying Agent, Delegated Administrative and Domiciliary Agent, Delegated Registrar and Transfer Agent, is entitled to receive its fees, out of the assets of each Class within each Sub-Fund. An annual average fee of up to 0.30% for Class A Shares and Class B Shares, and 0.10% for Classes O Shares is charged to the relevant Sub-Fund.

The Fund bears all of its ordinary operating expenses including but not limited to formation expenses such as organization and registration costs; the Luxembourg asset-based "taxe d'abonnement" as defined in the note 4 to the Annual Report; attendance fees and other reasonable out-of-pocket expenses incurred by the Fund and its Board of Directors; legal and auditing fees and expenses; ongoing registration and listing fees, including translation expenses; and the costs and expenses of preparing, printing, and distributing the Fund's prospectus, financial reports and other documents made available to its shareholders.

4 - Taxation

Under current law and practice, the Fund is not liable to any Luxembourg income tax, nor are dividends paid by the Fund (if any) liable to any Luxembourg withholding tax.

However, in relation to Class A Shares, the Fund is liable in Luxembourg to a subscription tax (*taxe d'abonnement*) of 0.05% per annum of its net assets, such tax being payable quarterly and calculated on the total net asset value of the respective Class at the end of the relevant quarter.

A reduced tax rate of 0.01% per annum of the net assets will be applicable to Class O Shares which are only sold to and held by Institutional Investors. Such tax is payable quarterly and calculated on the total net assets of the Class at the end of the relevant quarter.

5 - Distribution Policy

Accumulating Share Classes

It is the policy of accumulating Classes to reinvest all net income and capital gains, and not pay any dividends.

The Board of Directors shall nevertheless have the option, in any given fiscal year of the Fund, to propose to the shareholders of any Sub-Fund or Class at the Annual Meeting, the payment of a dividend out of all or part of that Sub-Fund's or Class' current net investment income, if the Board of Directors determines it appropriate to make such a proposal. The Board of Directors may only propose the payment of a dividend if, after the deduction of such distribution, the Fund's capital is greater than the minimum capital required by Luxembourg law.

Distributing Share Classes

The Board of Directors may determine from time to time which Sub-Funds, if any, will offer distributing Share Classes. For those Sub-Funds which offer distributing Share Classes, the frequency at which the dividend payment is generally made is determined by the fund type, with dividends normally paid as follows:

- Quarterly or semi-annually for Bond distributing Share Classes where there is income to distribute.
- Annually on Equity distributing Share Classes.

Distributing Share Classes with alternative payment frequencies may be introduced at the Board of Directors' discretion.

Distributing Classes issued as of the dividend record date are eligible to receive dividends, which, unless a shareholder has elected in writing to receive the dividend payment in cash, are reinvested in additional Shares. Where a shareholder has elected to receive dividends, payment will be made in the currency of the relevant Share Class.

The Board of Directors resolves to pay dividends during the audited year as detailed below.

Sub-Fund	Share Class	Ex-date	Pay date	Amount per share
U.S. Investment Grade Corporate Bond Fund	O (Dist)	August 1, 2011	August 5, 2011	USD 1.000

Notes to the Financial Statements (continued)
For the year ended October 31, 2011

6 – Subsequent events

Effective November 3, 2011, U.S. Mid Cap Value Equity Fund and U.S. Small Cap Equity Fund, both denominated in USD were launched.

Post closing, the Board of Directors decided to pay dividends as detailed below:

Sub-Fund	Share Class	Ex-date	Pay date	Amount per share
U.S. Investment Grade Corporate Bond Fund	O (Dist)	November 2, 2011	November 7, 2011	USD 1.050